



PALMDALE WATER DISTRICT
A CENTURY OF SERVICE

February 19, 2025

BOARD OF DIRECTORS

W. SCOTT KELLERMAN
Division 1

DON WILSON
Division 2

CYNTHIA SANCHEZ
Division 3

KATHY MAC LAREN-GOMEZ
Division 4

VINCENT DINO
Division 5

DENNIS D. LaMOREAUX
General Manager

ALESHIRE & WYNDER LLP
Attorneys



**AGENDA FOR REGULAR MEETING
OF THE BOARD OF DIRECTORS
OF THE PALMDALE WATER DISTRICT
TO BE HELD AT 2029 EAST AVENUE Q, PALMDALE**

MONDAY, FEBRUARY 24, 2025

6:00 p.m.

NOTES: To comply with the Americans with Disabilities Act, to participate in any Board meeting please contact Danielle Henry at 661-947-4111 x1059 at least 48 hours prior to a Board meeting to inform us of your needs and to determine if accommodation is feasible.

Additionally, an interpreter will be made available to assist the public in making **comments** under Agenda Item No. 4 and any action items where public input is offered during the meeting if requested at least 48 hours before the meeting. Please call Danielle Henry at 661-947-4111 x1059 with your request. (PWD Rules and Regulations Section 4.03.1 (c))

Adicionalmente, un intérprete estará disponible para ayudar al público a hacer **comentarios** bajo la sección No. 4 en la agenda y cualquier elemento de acción donde se ofrece comentarios al público durante la reunión, siempre y cuando se solicite con 48 horas de anticipación de la junta directiva. Por favor de llamar Danielle Henry al 661-947-4111 x1059 con su solicitud. (PWD reglas y reglamentos sección 4.03.1 (c))

Agenda item materials, as well as materials related to agenda items submitted after distribution of the agenda packets, are available for public review at the District's office located at 2029 East Avenue Q, Palmdale or on the District's website at <https://www.palmdalewater.org/governance/board-activity/2025-meeting-agendas-minutes/> (Government Code Section 54957.5). Please call Danielle Henry at 661-947-4111 x1059 for public review of materials.


PUBLIC COMMENT GUIDELINES: The prescribed time limit per speaker is three-minutes. Please refrain from public displays or outbursts such as unsolicited applause, comments, or cheering. Any disruptive activities that substantially interfere with the ability of the District to conduct its meeting will not be permitted, and offenders will be requested to leave the meeting. (PWD Rules and Regulations, Appendix DD, Sec. IV.A.)

Each item on the agenda shall be deemed to include any appropriate motion, resolution, or ordinance to take action on any item.

- 1) Pledge of Allegiance/Moment of Silence.
- 2) Roll Call.
- 3) Adoption of Agenda.
- 4) Public Comments for Non-Agenda Items.

- 5) Presentations:
 - 5.1) None at This Time.
- 6) Action Items - Consent Calendar (The public shall have an opportunity to comment on any action item on the Consent Calendar as the Consent Calendar is considered collectively by the Board of Directors prior to action being taken.)
 - 6.1) Approval of Minutes of Regular Board Meeting held February 10, 2025.
 - 6.2) Payment of Bills for February 24, 2025.
 - 6.3) Approval of Absence of President Mac Laren-Gomez from February 10, 2025 Regular Board Meeting due to Illness. (General Counsel Early)
 - 6.4) Approval to Reschedule Second Regular Board Meeting in May from May 26 to May 27, 2025 due to the Memorial Day Holiday. (General Manager LaMoreaux)
 - 6.5) Approval of Resolution No. 25-1 being a Tax Sharing Resolution with Los Angeles County Sanitation District No. 14. (No Budget Impact – General Manager LaMoreaux)
- 7) Action Items – Action Calendar (The public shall have an opportunity to comment on any action item as each item is considered by the Board of Directors prior to action being taken.)
 - 7.1) Consideration and Possible Action on Approval of Contract with Collicutt Energy to Overhaul the Well No. 11A Engine. (\$196,000.00 – Not-to-Exceed – Budgeted – Facilities Manager Wall)
 - 7.2) Consideration and Possible Action on Authorization of the Following Conferences, Seminars, and Training Sessions for Board and Staff Attendance within Budget Amounts Previously Approved in the 2025 Budget:
 - a) None at This Time.
- 8) Information Items:
 - 8.1) Finance Reports:
 - a) Status Report on Cash Flow Statement and Current Cash Balances as of December 2024. (Financial Advisor Egan/Finance Committee)
 - b) Status Report on Financial Statements, Revenue, and Expense and Departmental Budget Reports for December 2024. (Finance Manager Hoffmeyer/Finance Committee)
 - c) Status Report on Committed Contracts Issued. (Finance Manager Hoffmeyer/Finance Committee)
 - d) Other Financial Reports. (Finance Manager Hoffmeyer/Finance Committee)
 - 1) Rate Assistance Program Status.
 - 2) Accounts Receivable Overview.
 - 3) Revenue Projections.
 - 4) Payment Transactions by Type.
 - 5) Billing and Collection Statistics.

- 8.2) Reports of Directors:
 - a) Standing Committees; Organization Appointments; Agency Liaisons:
 - 1) Antelope Valley East Kern Water Agency (AVEK) Meeting – February 11. (Director Dino, Board Liaison/President Mac Laren-Gomez, Alt.)
 - 2) Resource and Facilities Committee Meeting – February 13. (Director Dino, Chair/Director Sanchez/Director Kellerman, Alt.)
 - 3) Antelope Valley State Water Contractors Association (AVSWCA) Meeting – February 13. (President Mac Laren-Gomez/Director Wilson/Director Kellerman, Alt.)
 - 4) Palmdale Fin & Feather Club Meeting – February 15. (Director Wilson/Director Kellerman, Alt.)
 - 5) Finance Committee Meeting – February 18. (Director Wilson, Chair/Director Kellerman/Director Sanchez, Alt.)
 - b) General Meetings Reports of Directors.
- 8.3) Report of General Manager.
 - a) February 2025 Written Report of Activities through January 2025.
- 8.4) Report of General Counsel.
- 9) Public Comments on Closed Session Agenda Matters.
- 10) Closed Session:
 - a) Conference With Legal Counsel - Existing Litigation pursuant to California Government Code Section 54956.9(d)(1) State Water Contractors v California Department of Fish and Wildlife, Case No. 20CECG01302.
 - b) Conference With Legal Counsel – Anticipated Litigation pursuant to California Government Code Section 54956.9(d)(4) in 1 Case.
 - c) Conference with Assistant General Manager – Discussion of Matters Posing a Threat to the Security of Public Buildings, a Threat to the Security of Essential Public Services, or a Threat to the Public's Right of Access to Public Services or Public Facilities pursuant to California Government Code Section 54957(a).
- 11) Public Report of Any Action Taken in Closed Session.
- 12) Board Members' Requests for Future Agenda Items.
- 13) Adjournment.



DENNIS D. LaMOREAUX,
General Manager



BOARD MEMORANDUM

DATE: February 24, 2025
TO: BOARD OF DIRECTORS
FROM: Mr. Dennis D. LaMoreaux, General Manager
RE: ***APPROVAL OF ABSENCE OF PRESIDENT MAC LAREN-GOMEZ FROM FEBRUARY 10, 2025 REGULAR BOARD MEETING DUE TO ILLNESS. (GENERAL COUNSEL EARLY)***

President Mac Laren-Gomez was absent from the February 10, 2025 Regular Board Meeting due to being ill. Agenda Item No. 6.3 has been placed on the Consent Calendar to excuse this absence pursuant to Section 4.07.2 of the District's Rules and Regulations which states, "The Board shall excuse absences by approving such absences pursuant to the Consent Calendar at the next Regular Board meeting."



BOARD MEMORANDUM

DATE: February 24, 2025
TO: BOARD OF DIRECTORS
FROM: Mr. Dennis D. LaMoreaux, General Manager
RE: *APPROVAL TO RESCHEDULE SECOND REGULAR BOARD MEETING IN MAY FROM MAY 26 TO MAY 27, 2025 DUE TO THE MEMORIAL DAY HOLIDAY. (GENERAL MANAGER LaMOREAUX)*

Recommendation:

Staff recommends that the second Regular Board Meeting in May be rescheduled from May 26, 2025 to May 27, 2025 due to the Memorial Day holiday.

Alternative Options:

The Board could choose to cancel the second Regular Board Meeting in May or choose a different date rather than May 27, 2025.

Impact of Taking No Action:

The Board and staff will need to open the office and work on Memorial Day to hold the second Regular Board Meeting in May.

Background:

The second Regular Board Meeting in May is scheduled for May 26, 2025, which is also Memorial Day. The District office will be closed in observance of the holiday.

Strategic Plan Initiative:

This item is under Strategic Initiative No. 2 – Organizational Excellence.

This item directly relates to the District's Mission Statement.

Budget:

This item will not impact the Budget.



BOARD MEMORANDUM

DATE: February 24, 2025
TO: BOARD OF DIRECTORS
FROM: Dennis D. LaMoreaux, General Manager
RE: *APPROVAL OF RESOLUTION NO. 25-1 BEING A TAX SHARING RESOLUTION WITH LOS ANGELES COUNTY SANITATION DISTRICT NO. 14. (NO BUDGET IMPACT – GENERAL MANAGER LaMOREAUX)*

Recommendation:

Staff recommends approval of Resolution No. 25-1 being a Tax Sharing Resolution with Los Angeles County Sanitations District No. 14.

Alternative Options:

The alternative option is to not approve Resolution No. 25-1.

Impact of Taking No Action:

The 1% tax sharing formula will change to add Los Angeles County Sanitation District No. 14 without the Palmdale Water District's consent if no action is taken on this item.

Background:

Joint Tax Sharing Resolutions are presented for approval when an applicant requests annexation of their property into the Los Angeles County Sanitation District No. 14. The annexation process requires that a resolution for property tax revenue exchange be adopted by all affected local agencies before the annexation can be approved.

Joint Tax Sharing Resolutions have previously been approved by the Palmdale Water District and will continue to be presented to the Board for consideration as they are received.

Strategic Plan Initiative/Mission Statement:

This work is part of Strategic Initiative No. 3 – Systems Efficiency.

This item directly relates to the District's Mission Statement.

Budget:

Approval of Resolution No. 25-1 will have no impact on the budget.

BOARD OF DIRECTORS
PALMDALE WATER DISTRICT
VIA: Dennis D. LaMoreaux, General Manager
RE: Resolution No. 25-1 Tax Sharing – LACSD No. 14

February 24, 2025

Supporting Documents:

- February 14, 2025 letter from Los Angeles County Sanitation Districts regarding Tax Sharing Resolution, worksheet, and local map
- Resolution No. 25-1

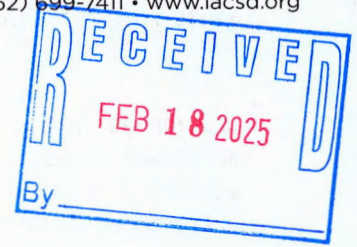


**LOS ANGELES COUNTY
SANITATION DISTRICTS**
Converting Waste Into Resources

Robert C. Ferrante

Chief Engineer and General Manager

1955 Workman Mill Road, Whittier, CA 90601-1400
Mailing Address: P.O. Box 4998, Whittier, CA 90607-4998
(562) 699-7411 • www.lacsd.org



February 14, 2025

General Annexation File

Mr. Dennis LaMoreaux, General Manager
Palmdale Water District - Zone E
2029 East Avenue Q
Palmdale, CA 93550

Dear Mr. LaMoreaux:

Tax Sharing Resolutions

Thank you for signing and returning the last joint resolutions that were submitted to your office for tax sharing purposes.

Enclosed, in triplicate, is a Joint Tax Sharing Resolution (resolution) involving your agency and others. The applicant has requested, in writing, annexation of his property into the County Sanitation District No. 14 (District) in order to receive off-site disposal of sewage. Please see the table below for the annexation and its associated project. The annexation process requires that a resolution for property tax revenue exchange be adopted by all the affected local agencies before an annexation may be approved. For any jurisdictional change which will result in a special district providing new service not previously provided to an area, the law requires the governing bodies of all local agencies that receive an apportionment of the property tax from the area to determine by resolution the amount of the annual tax increment to be transferred to the special district (Revenue and Taxation Code Section 99.01). Please note that by sharing the property tax increment with the District resulting from this annexation, your agency will not lose any existing ad valorem tax revenue it currently receives from the affected territory. Your agency would only be giving up a portion of the revenues it would receive on increased assessed valuation.

Annexation No.

Type of Project

14-464

one proposed gas station, and one proposed drive-through restaurant

Also, attached for the annexation is a copy of the applicable worksheet and map showing the location of the annexation. The worksheet lists the annual tax increment to be exchanged between your agency, other affected taxing entities, and the District. The tax sharing ratios listed in the worksheet were calculated by the County Auditor Controller by specific Tax Rate Area (TRA). For example, if the annexing territory were to lie within two separate TRAs, there would be a worksheet for each TRA. The Los Angeles County Chief Executive Office (CEO) is requiring the District to implement the worksheet for all District annexations in order to increase efficiency for the calculation of property tax sharing ratios.

February 14, 2025

The resolution is being distributed to all parties for signature in counterpart. Therefore, you will only be receiving a signature page for your agency. Enclosed are three sets of the resolution. One set of the resolution is for your files and the other two sets of the resolution need to be returned to the District. Please execute the two sets of the resolution and return them to the undersigned within 60 days as required by the Government Code. In addition, the County CEO's legal counsel is also requesting that the signature pages be properly executed from all affected agencies. Therefore, please have the Attest line signed by the appropriate person. Upon completion of the annexation process, your office will receive a fully executed copy of the tax sharing resolution for your files.

Your continued cooperation in this matter is very much appreciated. If you have any questions, please do not hesitate to call me at (562) 908-4288, extension 2708.

Very truly yours,



Shirly Wang
Customer Service Specialist
Facilities Planning Department

SW:sw

Enclosures: 14-464

Resolution No. 25-1

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES
ACTING IN BEHALF OF

Los Angeles County General Fund

Los Angeles County Consolidated Fire Protection District

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES
COUNTY, AND THE GOVERNING BODIES OF

Antelope Valley Cemetery District

Antelope Valley Mosquito & Vector Control District

Antelope Valley Resource Conservation District

City of Palmdale

Palmdale Water District - Zone E

APPROVING AND ACCEPTING NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES
RESULTING FROM ANNEXATION TO COUNTY SANITATION DISTRICT NO. 14.

"ANNEXATION NO. 464"

WHEREAS, pursuant to Section 99 and 99.01 of the Revenue and Taxation Code, prior to the effective date of any jurisdictional change which will result in a special district providing a new service, the governing bodies of all local agencies that receive an apportionment of the property tax from the area must determine the amount of property tax revenues from the annual tax increment to be exchanged between the affected agencies and approve and accept the negotiated exchange of property tax revenues by resolution; and

WHEREAS, the governing bodies of the agencies signatory hereto have made determinations of the amount of property tax revenues from the annual tax increments to be exchanged as a result of the annexation to County Sanitation District No. 14 entitled Annexation *No. 464*;

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The negotiated exchange of property tax revenues resulting from the annexation of territory to County Sanitation District No. 14 in the annexation entitled Annexation *No. 464* is approved and accepted.

2. For each fiscal year commencing on and after July 1, 2024, or after the effective date of this jurisdictional change, whichever is later, the County Auditor shall transfer to County Sanitation District No. 14 a total of 0.3380536 percent of the annual tax increment attributable to the land area encompassed within Annexation *No. 464* as shown on the attached Worksheet.

3. No additional transfer of property tax revenues shall be made from any other tax agencies to County Sanitation District No. 14 as a result of annexation entitled Annexation *No. 464*.

4. No transfer of property tax increments from properties within a community redevelopment project, which are legally committed to a Community Redevelopment Agency, shall be made during the period that such tax increment is legally committed for repayment of the redevelopment project costs.

5. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles, the Board of Directors of County Sanitation District No. 14 of Los Angeles County, and the governing bodies of Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, City of Palmdale, and Palmdale Water District - Zone E, signatory hereto.

PALMDALE WATER DISTRICT - ZONE E

SIGNATURE

PRINT NAME AND TITLE

ATTEST:

Secretary

Date

(SIGNED IN COUNTERPART)

ANNEXATION TO: CO.SANITATION DIST.NO 14 DEBT S.
 ACCOUNT NUMBER: 066.45
 TRA: 06967
 EFFECTIVE DATE: 07/01/2024
 ANNEXATION NUMBER: 14-464 PROJECT NAME: ANNEXATION 14-464
 DISTRICT SHARE: 0.005975437

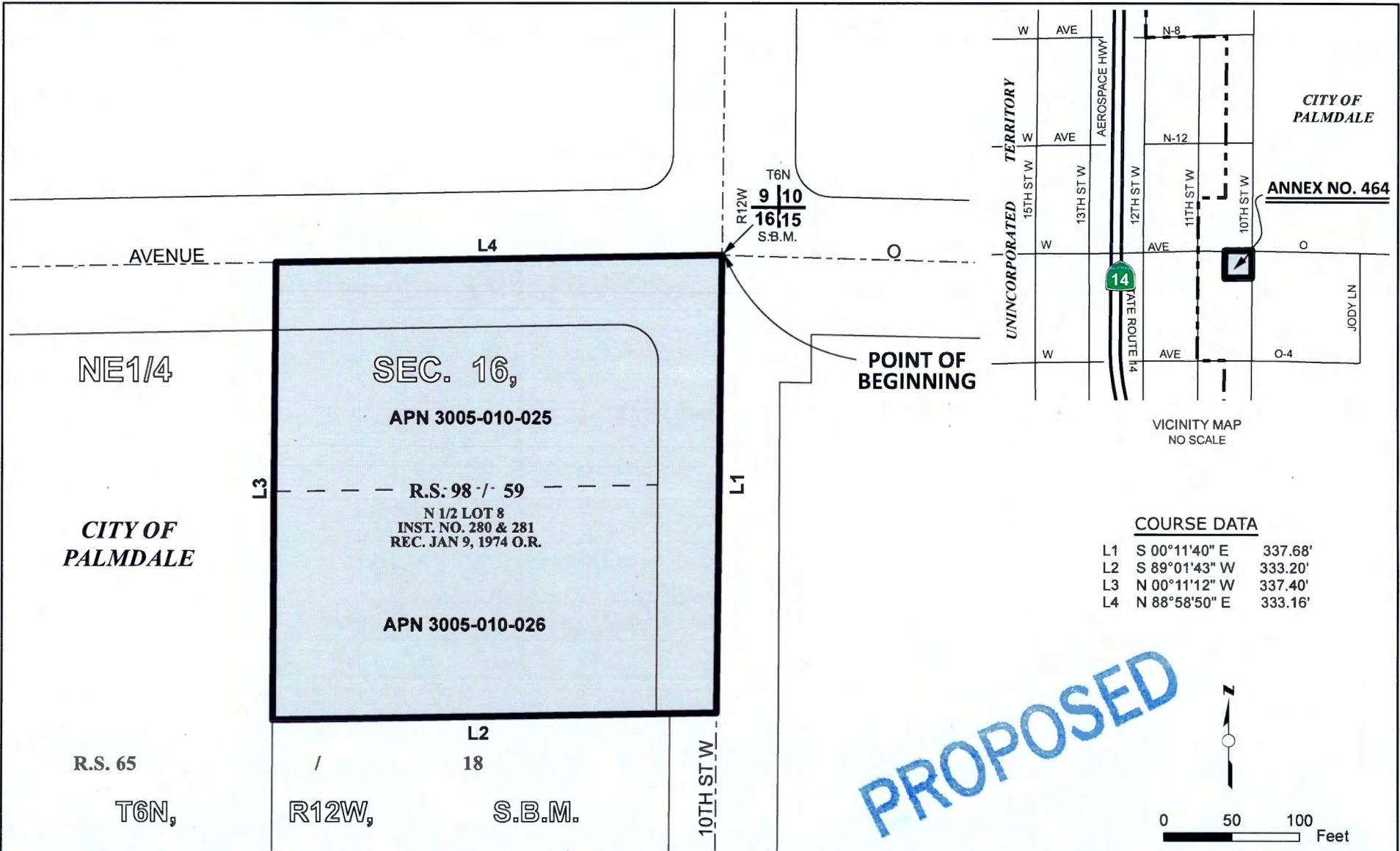
ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
001.05	LOS ANGELES COUNTY GENERAL	0.273791946	27.3801 %	0.005975437	0.001636036	-0.001683412	0.272108534
001.20	L.A. COUNTY ACCUM CAP OUTLAY	0.000111597	0.0111 %	0.005975437	0.000000666	0.000000000	0.000111597
007.30	CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.171522235	17.1522 %	0.005975437	0.001024920	-0.001024920	0.170497315
007.31	L A C FIRE-FFW	0.007817081	0.7817 %	0.005975437	0.000046710	0.000000000	0.007817081
053.30	ANTELOPE VY CEMETERY DISTRICT	0.000535087	0.0535 %	0.005975437	0.000003197	-0.000003197	0.000531890
061.05	ANTELOPE VLY MOSQ & VECTOR CONTR	0.001666731	0.1666 %	0.005975437	0.000009959	-0.000009959	0.001656772
068.05	ANTELOPE VY RESOURCE CONSER DIST	0.000924507	0.0924 %	0.005975437	0.000005524	-0.000005524	0.000918983
225.01	CITY PALMDALE REDV PROJ 4	0.066247854	6.6247 %	0.005975437	0.000395859	-0.000395859	0.065851995
308.65	PALMDALE WATER DIST ZONE E	0.043120719	4.3120 %	0.005975437	0.000257665	-0.000257665	0.042863054
400.00	EDUCATIONAL REV AUGMENTATION FD	0.075301891	7.5301 %	0.005975437	0.000449961	EXEMPT	0.075301891
400.01	EDUCATIONAL AUG FD IMPOUND	0.126868107	12.6868 %	0.005975437	0.000758092	EXEMPT	0.126868107
400.15	COUNTY SCHOOL SERVICES	0.001384318	0.1384 %	0.005975437	0.000008271	EXEMPT	0.001384318
400.21	CHILDREN'S INSTIL TUITION FUND	0.002747765	0.2747 %	0.005975437	0.000016419	EXEMPT	0.002747765
593.01	PALMDALE SCHOOL DISTRICT	0.049232321	4.9232 %	0.005975437	0.000294184	EXEMPT	0.049232321
593.06	CO.SCH.SERV.FD.- PALMDALE	0.008739095	0.8739 %	0.005975437	0.000052219	EXEMPT	0.008739095
593.07	DEV CTR HDCPD MINOR PALMDALE	0.000828887	0.0828 %	0.005975437	0.000004952	EXEMPT	0.000828887
717.02	ANTELOPE VALLEY UNION HIGH SCH.	0.095552036	9.5552 %	0.005975437	0.000570965	EXEMPT	0.095552036
717.06	CO.SCH.SERV.FD.- ANTELOPE VALLEY	0.000350978	0.0350 %	0.005975437	0.000002097	EXEMPT	0.000350978
717.08	ANTELOPE VY.UN.HI.-K.P.S.-ELEM	0.046724788	4.6724 %	0.005975437	0.000279201	EXEMPT	0.046724788

ANNEXATION NUMBER: 14-464

PROJECT NAME: ANNEXATION 14-464

TRA: 06967

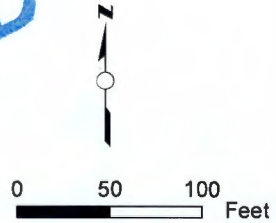
ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
792.04	ANTELOPE VY.JT. COMMUNITY COLL.	0.026532057	2.6532 %	0.005975437	0.000158540	EXEMPT	0.026532057
***066.45	CO.SANITATION DIST.NO 14 DEBT S.	0.000000000	0.0000 %	0.005975437	0.000000000	0.000000000	0.003380536
TOTAL:		1.000000000	100.0000 %		0.005975437	-0.003380536	1.000000000



COURSE DATA

L1	S 00°11'40" E	337.68'
L2	S 89°01'43" W	333.20'
L3	N 00°11'12" W	337.40'
L4	N 88°58'50" E	333.16'

PROPOSED



"FOR TAX ASSESSMENT PURPOSES ONLY"

LA County Assessor Landbase,
 CAMS Centerline, DPW City boundary
 LA County Sanitation Districts:
 AnnexationLayer and District Layer

- Annexation No. 464 shown thus
 - Boundary of Sanitation District No. 14 prior to Annexation No. 464 shown thus
 - City Boundary
 - Prior Annexations shown thus
 - Area of Annexation 2.581 Acres
- ANNEX. NO.
(RECORDING DATE)

COUNTY SANITATION DISTRICT NO. 14
 OF LOS ANGELES COUNTY, CA
 OFFICE OF CHIEF ENGINEER
 ROBERT C. FERRANTE
 CHIEF ENGINEER & GENERAL MANAGER

ANNEXATION NO. 464

TO

COUNTY SANITATION DISTRICT NO. 14
 Recorded:



BOARD MEMORANDUM

DATE: February 24, 2025
TO: BOARD OF DIRECTORS
FROM: Mr. Wendell Wall, Facilities Manager
VIA: Mr. Scott L. Rogers, Assistant General Manager
RE: *CONSIDERATION AND POSSIBLE ACTION ON APPROVAL OF CONTRACT WITH COLLICUTT ENERGY TO OVERHAUL THE WELL NO. 11A ENGINE. (\$196,000.00 – NOT-TO-EXCEED – BUDGETED – FACILITIES MANAGER WALL)*

Recommendation:

Staff recommends that the Board approve the proposal from Collicutt Energy to overhaul the Well No. 11A engine.

Alternative Options:

The District can choose not to approve this Proposal.

Impact of Taking No Action:

The District will not be able to operate Well No. 11A without an engine.

Background:

Well No. 11A engine was non-operable and sent to Emission Compliant Controls Corporation (ECC) for overhaul in July 2024. Staff contacted ECC several times to get updates on the progress of the rebuilding of the engine and were told it would be completed in November. In January, staff went to ECC location and found out the engine was sent to Ever-Pac on October 10, 2024 to have the block rebuilt and ECC failed to pay Ever-Pac for rebuilding the block for four months. A notice of default letter was sent to ECC on January 16, 2025, giving ECC 30 days to deliver the engine or repay the total invoiced amounts paid by the District.

The District will pay Ever-Pac for the rebuilt block and staff will plan to pick up the cam shaft, crank shaft, and engine heads from ECC before the end of the month. The complete engine will be replaced with a rebuilt engine from Collicutt Energy Services, which will provide the following services: delivery, installation and start-up of the rebuilt engine.

The District solicited four vendors to provide quotes for complete engine exchange:

- Collicutt Energy \$178,554.32
- Cooper Machinery Services \$248,062.50
- Waukesha Pearce Industries LLC \$296,481.45
- McGillis Industries No Quote

February 24, 2025

Strategic Plan Initiative/Mission Statement:

This item is under Strategic Initiatives No. 3 – Systems Efficiency and No. 4 – Financial Health and Stability.

This item directly relates to the District’s Mission Statement.

Budget:

This item is budgeted and will be charged to Work Order No. 25-603.

Supporting Documents:

- Collicutt Energy Proposal
- Copper Machinery Services Proposal
- Waukesha Pearce Industries LLC Proposal



2929 Unicorn Road, Suite A
 Bakersfield, CA 93308
 Ph: 562-944-4413

ESTIMATE

Quote Number	Quote Date	Page
18273	02/04/25	1/1

Your Contact	Quote Expires
Brandon Lancaster	3/4/25

CASH SALE

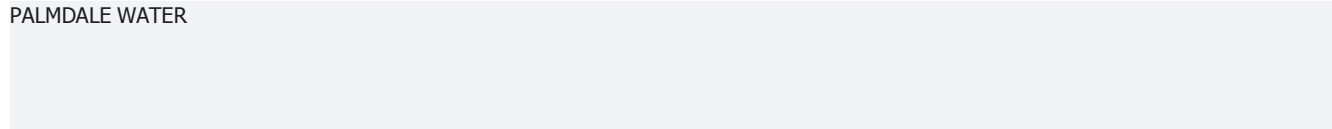
Prepared for **INVOICES**

Site Address
CASH SALE
 USA

Quantity	Description	Price	Total
COLLICUTT ENERGY IS PLEASE TO PROVIDE THIS QUOTE TO INCLUDE A WAUKESHA 3521G SWING ENGINE. COLLICUTT ENERGY TO INSTALL, ALIGN, START UP AND COMMISSIONING, AND TUNING OF THE ENGINE.			
1	WAUKESHA 3521G SWING ENGINE	155,554.32	155,554.32
1	INSTALLATION, START UP, COMMISSIONING	23,000.00	23,000.00
1	CORE CHARGE FOR WAUKESHA 3521G	75,000.00	75,000.00
Total:			\$ 178,554.32

Quotation Valid Until: 03/04/25

PALMDALE WATER



Provided by: Brandon Lancaster

Approved by: _____
 Print

Date: _____

 Signature

PO #: _____

This document does not include taxes, freight, consumables, customs or environmental charges, unless otherwise specified. All sales will be governed by the terms and conditions found at: <https://collicutt.com/ustermsofsale/>

QUOTATION

Cooper Machinery Services LLC
 Deer Park Sales Off
 1100 GEORGIA AVE
 DEER PARK TX 77536-2522
 USA
 Phone 281-930-0060

Document number : US05/RU16/111151175
 Page 1 of 6
 Date Issued : FEB 12 2025
 Payment Terms : ZIMM-Pay Immediately
 Terms and conditions : As Attached/Included
 Incoterms : FOB-Free on board
 Free On Board
 Freight Terms :

Sold to : 1000005
 Company
 PALMDALE WATER DISTRICT
 2029 East Avenue Q
 Palmdale CA 93550
 USA

Ship to : 1000005
 Company
 PALMDALE WATER DISTRICT
 2029 East Avenue Q
 PALMDALE CA 93550
 USA

Inside Sales Contact: Shane Baldon
 Email: SHANE.BALDON@COOPERSERVICES.COM

Outside Sales Contact AM : Mike Perez PH:562-818-2094
 Email: MICHAEL.PEREZ@COOPERSERVICES.COM

Customer Reference : CPR020725
Valid From : FEB 12 2025
Valid To : MAR 14 2025

Item	Material Number Description	Extended Weight	Qty U M	Unit Net Price USD	Extended Price USD
000010	NUMREQ-WK WAUKESHA 3521 GU SN 385422-1000R **90 DAY PARTS AND LABOR WARRANTY*** Lead Time : Delivery determined at time of sales order acknowledgement	0.000 lb	1 EA	150,000.00	150,000.00
000020	WUXF3521G-CORE ENGINE-CORE Lead Time : 3 Weeks Delivery From Date Of Order Placement	0.000 kg	1 EA	75,000.00	75,000.00

Price Summary :

Total Price :	225,000.00 USD
Same Day Shipment Charges:	0.00 USD
State Tax :	13,500.00 USD
County Tax :	2,812.50 USD
Transit Tax :	6,750.00 USD
Total Quotation Price :	248,062.50 USD

MINIMUM ORDER REQUIREMENTS: \$200 Minimum for all Orders.

CREDIT TERMS: Credit Terms confirmed at time of order. Progress payments may apply.

RETURN OF PRODUCTS AND ORDER CANCELLATION: Cooper Machinery Services shall accept returns of normally stocked Goods for a period of thirty (30) days following shipment for exchange or refund of the purchase price; provided, that Goods must be in their original cartons, unopened and unused and are subject to a return inspection. Appropriate restocking/cancellation fees equal to the greater of (1) the cost incurred by Seller as a result of the cancellation, or (2) 25% of the purchase price. Non-stocked items (made to order) and Consumable type Goods such as gaskets, O-rings, nuts, bolts, wear parts, etc. are not returnable once shipped to the Buyer and no credits or refunds can be offered to the Buyer.

EXPORT COMPLIANCE: The items, technology, or software covered by this document may be subject to various laws including U.S. and foreign export controls. Cooper Machinery Services LLC is committed to compliance with all relevant export control laws. If the items, technology, or software are of U.S. origin or are being exported from the U.S. or will be re-exported, the following language applies: "These commodities, technology or software were exported from the United States of America in accordance with the Export Administration

TERMS AND CONDITIONS

GENERAL TERMS & CONDITIONS FOR SALE OF PRODUCTS, PARTS AND/OR SERVICES

NOTICE: Any purchase by Buyer of Products, Parts and/or Services from Seller is subject to these Terms and Conditions. Any additional or different terms proposed by Buyer are expressly objected to and shall not be binding upon Seller unless expressly accepted in writing by Seller's authorized representative. Any order for Products, Parts and/or Services shall constitute acceptance of these Terms and Conditions.

1. DEFINITIONS

"Affiliate" means with respect to either party an entity (including without limitation any individual, corporation, partnership, limited liability company, association, or trust) that directly or indirectly controls, is controlled by, or is under common control with, such party.

"Applicable Law" or "Applicable Laws" means any law, statute, order, decree, rule, injunction, license, permit, consent, approval, agreement, regulation, judgment or legislative or administrative action of a competent governmental authority, which applies to the sale of Products, Parts and/or provision of Services.

"Buyer" means the entity purchasing Products, Parts and/or Services and its successors and permitted assigns.

"Buyer Taxes" means all existing and future taxes, duties, fees, and other charges of any nature (including, but not limited to, ad valorem, consumption, excise, franchise, gross receipts, import, export, license, property, sales and use, stamp, storage, transfer, turnover, value-added taxes ("VAT"), or other similar taxes, and any and all items of deficiency, penalty, addition to tax, interest, or assessment related thereto), imposed or assessed by any governmental authority of any country in connection with the execution of this Contract or performance of or payment for work hereunder, but excluding Seller Taxes.

"Claims" means all claims, demands, causes of action, liabilities, damages, judgments, fines, penalties, awards, losses, costs, and expenses (including, without limitation, attorneys' fees and costs of litigation) of any kind or character.

"Consequential Loss" means, whether direct or indirect, and whether or not foreseeable at the time of entering into the Contract or at the time of commencing performance: any loss, delay or interruption of business, profits, revenue, production or opportunity; loss of product, use or equipment; standby time; rig, vessel, or other facility or equipment downtime; cost of capital; cost of substitute equipment, facilities, services or replacement power; overhead; any special, punitive, exemplary, incidental and/or consequential damages or losses; and/or Claims of a party's customers for any of the above losses, costs or damages.

"Contract" means either the contract agreement signed by both parties or the purchase order signed by Buyer and expressly accepted by Seller in writing, together with these Terms and Conditions, any other documents incorporated by reference, Seller's Proposal, and any agreed scope of work for the sale of Products, Parts, and/or Services.

"Contract Price" means the aggregate amount to be paid by Buyer to Seller for the purchase of Products, Parts and/or Services, as stated in the Contract, and any agreed adjustments to the same.

"Delivery" means when the Products/Parts have been delivered according to the applicable Incoterm (2010). "Deliver" shall be construed accordingly.

"Group" means with respect to either party, such party (either Buyer or Seller, as applicable), as well as its Affiliates, and in connection with the project to which the Products, Parts and/or Services relate, its joint venture partners, joint interest owners, co-lessees, consortium members and/or other partners, and, in respect of Buyer only, the Site owner, end user, or Site operator; and for all of the above, also its and their contractors and subcontractors of any tier in connection with said project, as well as the shareholders, officers, directors, employees, invitees, agents, and consultants of all of the foregoing. "Buyer Group" and "Seller Group" shall be construed accordingly. Seller Group does not include any member of Buyer Group and Buyer Group does not include any member of Seller Group.

"Hazardous Materials" means any chemical, substance, material, waste or emission defined, classified or regulated as hazardous or toxic, or as a pollutant, contaminant, or threat or potential threat to human health, safety or the environment under Applicable Law, including but not limited to naturally occurring radioactive material, hydrocarbons, asbestos, lead, hydrogen sulphide or polychlorinated hydrocarbons, including biphenyls and biphenols.

"Indemnify" means release, defend, indemnify, and hold harmless.

"Parts" means the spare or repaired parts required in relation to the Product, identified by Seller in the Contract.

"Products" means all equipment, materials, supplies, software, products, and other goods (excluding Parts) as applicable, sold under the Contract.

"Proposal" means Seller's formal offer to provide the Products, Parts and/or Services, and any mutually agreed written amendments thereto.

"REGARDLESS OF CAUSE OR ACTION" MEANS (TO THE MAXIMUM EXTENT PERMITTED BY APPLICABLE LAW), REGARDLESS OF: CAUSE, FAULT, DEFAULT, NEGLIGENCE IN ANY FORM OR DEGREE, STRICT OR ABSOLUTE LIABILITY, BREACH OF DUTY (STATUTORY OR OTHERWISE) OF ANY PERSON, INCLUDING OF THE INDEMNIFIED PERSON, UNSEAWORTHINESS OF ANY VESSEL, AND/OR ANY DEFECT IN ANY PREMISES/ VESSEL; FOR ALL OF THE ABOVE, WHETHER PRE-EXISTING OR NOT AND WHETHER THE DAMAGES, LIABILITIES, OR CLAIMS OF ANY KIND RESULT FROM CONTRACT, WARRANTY, INDEMNITY, TORT/ EXTRACONTRACTUAL OR STRICT LIABILITY, QUASI CONTRACT, LAW, OR OTHERWISE.

"Seller" means Cooper Machinery Services, LLC or named Cooper Affiliate signing the Contract or the purchase order, and its successors and permitted assigns.

"Seller Taxes" means all corporate income taxes imposed on Seller and any taxes imposed on Seller's employees in connection with the execution of this Contract or the performance of or payment for work hereunder by Applicable Laws.

"Services" means all the services, including, without limitation, technical assistance and guidance, training, repairs, and remote diagnostics, to be provided by Seller under the Contract.

"Site" means the premises where Parts or Products are used or meant to be used and/or Services are performed or meant to be performed, not including any Seller Group's premises.

2. DELIVERY, TRANSFER OF TITLE & RISK, STORAGE, LIQUIDATED DAMAGES

2.1 Unless otherwise provided in the Contract and in accordance with Incoterms 2010: (i) for shipments that do not involve an exit out of Seller's country of incorporation, Seller shall Deliver the Products/Parts to Buyer FCA Seller's facility, place of manufacturer or warehouse; (ii) for shipments within the European customs territory, Seller shall Deliver CPT - carriage paid to named place of destination; (iii) for other export shipments out of Seller's country of incorporation, Seller shall Deliver Products/ Parts to Buyer FOB, in case of transportation by sea (specifying the port of export); FCA loaded into aircraft, in case of transportation by air (specifying the airport of export); or CPT - carriage paid to named place of destination specified between the parties, in case of transportation by rail or road. The "Delivery Date" for any item of Products/Parts is defined as the date on which such item is Delivered in accordance with this Article. Partial Delivery and Delivery in advance of the Delivery schedule shall be permitted, unless otherwise specified in the Contract.

2.2 Subject to Article 2.3, title and risk of loss to Products and/or Parts shall pass upon Delivery as provided in Article 2.1, with the exception that title and risk of loss to: (i) Products and/or Parts shipped from the United States of America ("U.S.") shall pass from Seller to Buyer immediately after each item departs from the U.S. territorial land, seas and overlying airspace, which the parties acknowledge extend to twelve nautical miles from the baseline of the country, determined in accordance with the 1982 United Nations Convention of the Law of the Sea; and (ii) Products and/or Parts to be shipped to a Delivery destination directly

from countries different from Seller's country of incorporation (drop shipment), shall pass immediately after each item departs from the territorial land, seas and overlying airspace of the sending country. For the avoidance of doubt, Seller or its relevant Group member shall retain title to any equipment leased to Buyer Group.

2.3 If any of the Products and/or Parts cannot be shipped to Buyer in accordance with the agreed upon Delivery terms due to any cause not attributable to Seller Group, upon notice to Buyer, Seller may store such Products and/or Parts or ship them to outside storage, in which cases: (i) any amounts otherwise payable to Seller upon Delivery or shipment shall become payable upon presentation of a certification specifying the cause and place of storage (any payment security shall allow payments upon presentation of notice to storage instead of transport documents); (ii) all expenses incurred by Seller Group, such as for preparation and placement into storage, handling, inspection, preservation, insurance, removal charges, interest, and any VAT or other taxes imposed directly or indirectly under Applicable Law shall be reimbursed or paid by Buyer upon submission of Seller's invoices; and (iii) when reasonably possible and upon payment of all amounts due hereunder, Seller shall resume Delivery of the Products and/or Parts to the originally agreed point of Delivery. Title and risk of loss to Products and/or Parts shall pass as provided in Article 2.2. , provided that Seller shall not have any obligation to store any item beyond 60 calendar days and if the storage period extends beyond 60 days, Seller shall be entitled to resume Delivery of the Products/Parts in accordance with Article 2.1 . The terms of Article 2.3 shall apply also in the event any Buyer equipment repaired at Seller Group's facilities cannot be shipped to or received by Buyer in accordance with the agreed upon terms, provided that, in the case of Buyer equipment to be repaired at Seller Group's facilities, Buyer shall retain title to, and risk of loss for, any such equipment at all times.

2.4. In the event of a delay in the Delivery of Products and/or Parts beyond the contractually agreed Delivery Date or a delay in the commencement of the performance of Services beyond the contractually agreed commencement date, if such Delivery/ commencement is not excused under the terms of the Contract, Seller Group shall be liable exclusively for the following liquidated damages, unless a different amount is set forth in the Contract: 0.5% of the price of the delayed item for each week of delay, or 0.1% of the price of the delayed Service for each day of delay, in all cases cumulatively up to a maximum amount of 5% of the overall portion of the Contract Price allocable to the delayed Services, Products or Parts. The parties agree that such liquidated damages are not a penalty and represent a fair and reasonable estimate of the damages Buyer Group may suffer as a result of delay. SAID LIQUIDATED DAMAGES SHALL CONSTITUTE THE SOLE AND EXCLUSIVE LIABILITY OF SELLER GROUP AND THE SOLE AND EXCLUSIVE REMEDY OF BUYER GROUP FOR DELAY. No liquidated damages are due unless Buyer has suffered direct economic harm.

3. EXCUSABLE DELAYS

3.1 Neither party shall be liable or considered in breach or default of its obligations to the extent performance of such obligations is delayed or prevented, directly or indirectly, due to causes beyond the impacted party's reasonable control, including but not limited to: (i) acts of God, acts or omissions of governmental authorities, fire, severe weather conditions, earthquake, strikes or other labor disturbances, flood, serious risk of kidnapping, war (declared or undeclared), armed conflict, acts or threats of terrorism, epidemics, civil unrest, riot, severe delay in transportation, severe car shortage, or inability to obtain necessary materials, components or services; (ii) in the case of Seller, acts or omissions of Buyer Group, including failure to timely provide Seller Group with access, information, tools, material, and approvals necessary to permit Seller Group to timely perform the required activities, and including, without limitation, unknown physical conditions at the Site of an unusual nature and differing materially from those ordinarily encountered and generally recognized as occurring in the work of the character provided for in the Contract. The affected party shall promptly notify the other party in the event of a delay under this Article. The Delivery or performance dates shall be extended for a period equal to the time lost by reason of such delay, plus such additional time as may be reasonably necessary to overcome the effect of such delay. If Seller is delayed by acts or omissions of Buyer Group, or by the prerequisite work of Buyer's other contractors, Seller shall also be entitled to an equitable price adjustment. Under no circumstances shall Buyer's payment obligation be deemed excusable under this Article.

3.2 If a delay excused by this Article 3 extends for more than 90 days and the parties have not agreed upon a revised basis for resuming work, including an equitable price adjustment, then either party (except where delay is caused by Buyer Group, in which event only Seller), upon 30 days written notice may terminate the Contract with respect to the unexecuted portion of the work. In the event of a delay under Article 3.1(ii), the terms of Article 10.2 shall apply in full. In the event of a delay under Article 3.1(i), Buyer shall pay Seller the pro-rated Contract Price for all work performed before the effective date of termination.

4. WARRANTY

4.1 Subject to the limitations set forth in the Contract, Seller warrants to Buyer that: (i) the Products and/or Parts shall be Delivered free from defects in material, workmanship and title; and (ii) the Services shall be performed in a competent and diligent manner in accordance with any mutually agreed specifications. Unless Seller expressly agrees otherwise in writing and except for Products/Parts provided by Seller's Affiliates, any Parts not manufactured by Seller (including incidental materials and consumables used in the Services) shall carry only the warranty provided by the original manufacturers, and Seller gives no warranty for such Parts.

4.2 Unless otherwise stated in the Contract, the warranty period ("Warranty Period") shall be as follows: (i) for each Product (excluding Parts), 12 months from Start-Up date, or 8,600 running hours, or 18 months from the date of Delivery, or from the date of notice that the Products are ready for shipment, if the Delivery cannot take place for reasons not attributable to Seller Group, or from the date of notice that the Products are put into storage under Article 2.3, whichever occurs first; (ii) for Services, one year after performance of the Service; (iii) for Parts, 18 months after Delivery or 12 months after installation, whichever occurs first; (v) for repaired, replaced, or re-performed Products, Parts, or Services, six months after repair/replacement or re-performance, provided that Seller Group's warranty obligations shall in all cases terminate and in no event extend beyond 24 months after Delivery or placement into storage of the original Products/Parts or performance of the initial Service. As used herein, "Start-Up" means the equipment start-up activities to be carried out by Buyer in connection with the Products not later than 30 days from Seller's written notification that the Products are ready for start-up.

4.3 If Products, Parts, or Services do not meet the above warranties during the applicable Warranty Period and Buyer informs Seller in writing within 15 days of discovery, Seller's sole and exclusive liability shall be to either re-perform the defective Services, or repair or replace the defective component of the Products/Parts, at Seller's option. If despite Seller's reasonable efforts, a non-conforming Product/Part cannot be repaired or replaced, or non-conforming Services cannot be re-performed, the parties will negotiate an equitable adjustment in price with respect to such Product, Parts, component, or Service. Seller Group shall not under any circumstances be liable for defects that arise or are discovered after expiration of the Warranty Period.

4.4 Seller shall not be liable for accessing, retrieving, removing, or decontaminating defective Products or Parts, or for reinstalling repaired or replacement Products/Parts, or for any costs, damages, or losses incurred in connection with any of the above operations. Seller shall be responsible to transport defective Products or Parts only to and from the original Delivery point. Buyer shall be responsible for all customs formalities, costs and taxes connected with any export to Seller or import of goods sent back to Buyer.

4.5 Seller does not warrant the Products, Parts or any repaired or replacement item against: normal wear and tear, including that due to environment, excessive operation at peak capability, frequent starting, type of fuel, detrimental air inlet conditions or erosion, corrosion or material deposits from fluids, misuse, accident, modification, heating, machining, bending, welding, alteration of any kind, or operation under conditions more severe than, or otherwise exceeding those set forth in, the specifications for the relevant Product or Part. The warranties and remedies set forth herein are further conditioned upon: (i) proper storage, installation, use, operation, and maintenance of the Products/Parts, and conformance with the operation instruction and installation manuals (including revisions thereto) provided by Seller Group; (ii) Buyer keeping accurate and complete records of operation and maintenance during the Warranty Period and providing Seller access to those records; and (iii) repair or modification pursuant to Seller's instructions and approval. Failure to meet any such conditions in Article 4.5 renders the warranty null and void.

4.6 THE REMEDIES SET FORTH IN ARTICLE 4 CONSTITUTE THE SOLE AND EXCLUSIVE REMEDIES FOR ALL CLAIMS ARISING OUT OF OR RELATING TO ANY FAILURE OF, OR ANY DEFECT OR NON-CONFORMITY IN, THE PRODUCTS, PARTS, OR SERVICES, REGARDLESS OF WHEN THE FAILURE, DEFECT OR NON-CONFORMITY ARISES AND REGARDLESS OF CAUSE OR ACTION. THE WARRANTIES SET FORTH IN ARTICLE 4 ARE EXCLUSIVE AND IN LIEU OF ALL OTHER WARRANTIES, CONDITIONS, AND GUARANTEES, WHETHER WRITTEN, ORAL, IMPLIED, OR STATUTORY. NO IMPLIED OR STATUTORY WARRANTY OR CONDITION OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE SHALL APPLY.

4.7 All Parts Delivered shall conform to Seller's part or version number specified in the Contract, or its equivalent or the superseding number subsequently assigned by Seller. If the number ordered is no longer available, Seller is authorized to provide a valid interchangeable Part without notice to Buyer.

5. **INSPECTION AND FACTORY TESTS** - The quality control exercised by Seller in its manufacture of Products/Parts shall be in accordance with Seller's normal quality control policies, procedures and practices. Unless otherwise expressly agreed in the Contract, Seller shall attempt to accommodate Buyer's requests to witness Seller's factory tests of Products/Parts, but only if such witnessing can be arranged without delaying the work. Access to Seller Group's premises shall be limited to areas directly concerned with the Products/Parts, excluding in all cases areas where work of a proprietary nature is conducted.

6. **CHANGES** - Each party may at any time propose changes in the schedule or scope of Parts, Products or Services in the form of a draft change order. Neither party is obligated to proceed with the changed schedule or scope until both parties agree to such change in writing. Unless otherwise agreed by the parties, pricing for additional work arising from such changes shall be at time and material rates.

7. PAYMENT

7.1 Buyer shall pay to Seller all invoiced amounts Net 30 days when due or in a timely manner according to the Contract. If nothing is agreed in the Contract, payment shall be made in US dollars or the currency set forth in the Seller's proposal. Seller reserves the right to require Payment Milestones or require one or more irrevocable, unconditional, letters of credit payable at sight ("Payment Security"), without any set-off, and in the currency agreed in the Contract (or on the face of the purchase order). In the event Buyer requests payment by credit card, Seller at its option may add a 3% surcharge to the applicable Contract Price for processing fees associated with credit card transactions.

7.2 In addition to other Contract remedies, Buyer shall pay interest to Seller at the rate of 1.5% per month (or fraction thereof), not to exceed the lesser of 18% per annum or the maximum amount permitted by Applicable Law, on all amounts not timely paid in accordance with the Contract.

7.3 If applicable, each Payment Security shall be irrevocable and unconditional, and allow for pro-rata payments for partial Deliveries, other charges (e.g., storage, export shipments, cancellations, and adjustments), and all other payments due to Seller under the Contract. Each Payment Security shall be: (i) issued or confirmed by a primary international bank that is reasonably acceptable to Seller; (ii) payable at the counters of such bank; (iii) opened 30 days from the Contract effective date; and (iv) remain in effect until the latest of 90 days after the latest scheduled Products/Parts shipment, or completion of Services, or receipt by Seller of final payment. Buyer shall make relevant adjustments in the Payment Security (including increasing amounts or validity period, and including in accordance with the changes agreed in the Contract) as required to fulfill its payment obligations under the Contract, within 15 business days of Seller's notification that such adjustment is necessary. Seller will not have an obligation to begin performance until the Payment Security, or the required adjustment thereof, has become operative.

8. TAXES AND DUTIES

8.1 Seller shall be responsible for and shall pay when due and payable all Seller Taxes, and Buyer shall be responsible for and shall pay all Buyer Taxes. The Contract Price does not include any Buyer Taxes. Therefore, if any such taxes are applicable, they will be added to the Contract Price. For U.S. sales and use tax, and in other jurisdictions where applicable, Buyer may report/remit sales or similar taxes directly if Buyer timely provides a direct pay or exemption certificate to Seller.

8.2. If the Applicable Laws require the Contract to be subject to stamp duty, fee, or registration, Buyer shall be responsible for the required formalities and bear the related costs. Buyer shall return to Seller a copy of the registration certificate or a registered copy of the Contract within 10 days from the due date required by said Applicable Laws to register or pay for such stamp duty, fee, or registration. According to the Applicable Laws of the country in which Buyer has requested Seller to provide Services, Seller may be required to be registered locally, in which case, Seller shall perform the Services and invoice for them with the intervention of its relevant branch or permanent establishment.

8.3 If Buyer is required to deduct or withhold any Seller Taxes from the Contract Price, Buyer shall (1) give at least 30 days' notice to Seller that Buyer will withhold, (2) make all reasonable efforts to minimize any withholding tax from payments to Seller, in accordance with Applicable Laws and any applicable bilateral conventions against double taxation, and (3) provide to Seller, within 30 days from payment, the official receipt issued by the competent government authority to which the Seller Taxes have been paid, or an alternative document acceptable to the relevant tax authorities. If Buyer requires tax residence certificates or other documentation from Seller to apply for any exempted or reduced tax regime, Seller shall submit the appropriate certificates upon Buyer's written request. If Buyer, under the Applicable Laws of any country other than Seller's country of incorporation or in which Seller has a branch, deducts or withholds Seller Taxes or fails to comply with the requirements of this clause, Buyer shall pay additional amounts to Seller so that Seller receives the full amount of the Contract Price, as though no such Seller Taxes had been deducted or withheld.

8.4 If Buyer benefits from any tax, fee or duty exemption which is applicable to Seller or Seller's Group, Buyer agrees to provide Seller, without charge and before the following as applicable: (1) entering into the Contract, (2) before invoicing, or (3) before any other relevant event, documentation acceptable to the competent tax authorities supporting the exemption, together with instructions on the exemption procedure. Buyer shall promptly inform Seller in writing about the revocation, expiry or other change of the exemption. If Seller is denied the exemption because of a failure of Buyer, Seller shall be entitled to invoice and Buyer shall pay promptly the applicable tax, fee or duty.

8.5 When Buyer arranges the export or intra-European Union ("EU") community shipment, Buyer will provide to Seller, free of charge and within 90 days (or, in the case of exports from the U.S., 30 days), evidence (obtained from Buyer's forwarder) of exportation or intra EU community shipment; such evidence must be in a form that is acceptable to the competent tax and customs authorities. Failing the above, Seller shall be entitled to invoice Buyer the applicable VAT, U.S. sales and use tax, or similar taxes.

9. **ASSIGNMENT, NOVATION & SUBCONTRACTING** - Buyer may assign or novate the Contract, in full or in part and including through change of ownership, only with the prior consent of Seller, which consent shall not be unreasonably delayed or withheld, provided that Seller shall be entitled to withhold such consent only for demonstrable reasons if the assignee/novatee lacks adequate financial capability, is a competitor or potential competitor of Seller or its Affiliates, causes Seller Group to be in breach of Applicable Law, and/or does not meet Seller's code of ethics. Seller may assign or novate to third parties the Contract, in full or in part, only with the prior consent of Buyer, which consent shall not be unreasonably delayed or withheld, provided that Seller may, without Buyer's consent: (i) assign or novate the Contract, in full or in part, to one or more Affiliates of Seller; and (ii) assign any receivables due hereunder to one or more Affiliates of Seller. The parties agree to execute such documents as may be necessary to effect the permitted assignments or novations. In the event of a novation or assignment by Buyer, Buyer shall cause the novatee/assignee to provide additional payment security at Seller's reasonable request. Any assignment or novation in violation of the above shall be void and without effect for the other party. Nothing herein shall restrict Seller from subcontracting portions of its work, provided that Seller remains responsible to Buyer for performance of such work.

10. TERMINATION AND SUSPENSION

10.1 Either party may terminate this Contract for default if: (i) any proceeding is brought against the other party, voluntarily or involuntarily, under applicable bankruptcy or insolvency laws, or if the other party is unable to pay its debts when due, to the extent permitted by Applicable Law; or (ii) the other party commits a material breach of this Contract, which does not otherwise have a specified contractual remedy, and fails to cure the breach within 30 days of notice from the non-breaching party, or if it is not possible to cure such breach within 30 days, fails to commence to cure the breach within 30 days of such notice or fails to thereafter continue diligent efforts to complete the cure as soon as reasonably possible. In the event of a termination by Buyer under this Article 10.1, Seller shall reimburse Buyer the difference between that portion of the Contract Price allocable to the terminated scope and the actual amounts reasonably incurred by Buyer to complete such terminated scope; and Buyer shall pay to Seller the portion of the Contract Price allocable to Products/Parts purchased and/or completed, and amounts for Services performed, before the effective date of termination. Said amounts shall be calculated using the applicable Contract rates, or in the absence of such rates, at Seller's then-current standard time and material rates. In the event there are agreed-upon Contract milestones, said amounts shall be calculated in accordance with the milestone schedule for completed milestones, and the Contract rates for work toward milestones not yet achieved.

10.2 Buyer may terminate the Contract (even in part) with a 20-day prior written notice for reasons other than those set forth in Article 10.1, in which case Buyer shall pay Seller's charges in accordance with the Contract termination schedule; or if no such schedule exists: (i) Buyer shall pay Seller all costs and expenses incurred by Seller in connection with work performed before the

effective date of termination, plus a reasonable margin percentage in relation to such costs and expenses, which margin percentage shall not be lower than the margin percentage applicable to the overall Contract; or (ii) for Contracts based on payment milestones Buyer shall pay Seller: (a) all amounts due under the Contract for completed milestones, plus (b) all costs and expenses incurred by Seller in connection with work performed in relation to incomplete milestones, plus a reasonable margin percentage in relation to such costs and expenses, which margin percentage shall not be lower than the margin percentage applicable to the overall Contract. In connection with both (i) and (ii), Buyer shall also pay Seller the costs and expenses incurred by Seller as a direct result of the termination, including the costs associated with vendor disputes or Claims.

10.3 If Buyer fails to pay any outstanding undisputed invoice as set forth in the Contract, or fails to issue the Payment Security within the time agreed, Seller, upon a 15-day notice to Buyer, may suspend performance and Delivery. Any cost incurred by Seller as a result of such suspension (including storage, stand-by costs, demobilization and re-mobilization costs) shall be payable by Buyer upon submission of Seller's invoices. Performance of Seller's obligations shall be extended for a period equaling the period of Buyer's failure to meet its payment obligations, plus such additional time as may be reasonably necessary to overcome the effect of such payment delay. If suspension for Buyer's failure to pay an undisputed invoice or failure to issue the Payment Security exceeds 15 days, Seller may at its sole option immediately terminate the applicable Contract for cause and Buyer shall also pay Seller the costs and expenses incurred by Seller as a direct result of the termination, including the costs associated with vendor disputes or Claims, plus a reasonable margin percentage in relation to such costs and expenses.

10.4 With a 20-day written prior notice, Buyer may elect to suspend performance of the Contract for a maximum cumulative period of 90 days, after which Seller may terminate the Contract and Article 10.2 shall apply. In the event of suspension under this Article 10.4, Buyer shall also pay all reasonable expenses incurred by Seller in connection with the suspension, including without limitation, expenses for repossession, fee collection, stand-by costs, demobilization/remobilization, and costs of storage. The schedule for Seller's obligations shall be extended for a period of time reasonably necessary to overcome the effects of such suspension.

11. COMPLIANCE WITH LAWS, CODES AND STANDARDS

11.1 The Contract Price is based on Seller Group's design, manufacture, testing, and Delivery of the Products, Parts and Services pursuant to: (i) its design criteria, manufacturing processes, and procedures and quality assurance program; (ii) those portions of industry specifications, codes, and standards in effect as of the date of entering into the Contract as are specified in the Contract; (iii) Applicable Law; and (iv) any mutually agreed-upon written terms and specifications set forth in the Contract.

11.2 Notwithstanding any other provision of this Contract, the parties shall at all times comply with Applicable Law in the performance of the Contract, except for Seller to the extent that such compliance is penalized under, or otherwise violates, the laws of the United States or any European Union laws.

11.3 Seller is entitled to an equitable adjustment to the Contract Price and the Delivery schedule to reflect any additional costs and other impact incurred by Seller Group as a result of a change in Applicable Law or applicable standards and regulations, including changes in the interpretation thereof, after entering into the Contract. In the event any such change prevents Seller Group from executing its obligations without breaching Applicable Law or makes Seller's execution of its obligations unreasonably burdensome or unbalanced, Seller shall also have the right to withdraw its Proposal or terminate the Contract without any liability.

11.4 Unless otherwise agreed in the Contract, Seller shall be responsible for timely obtaining the permits, licenses, and authorizations required for Seller Group to meet the requirements of the Contract, except that Buyer shall be responsible for timely obtaining any required permits, licenses, and authorizations that can only be obtained by Buyer Group. Buyer and Seller shall provide each other reasonable assistance in obtaining the required authorizations.

11.5 Buyer agrees that it will not sell, distribute, disclose, release or otherwise transfer any item or technical data provided under this Contract to: (i) any country designated as a "State Sponsor of Terrorism" by the U.S. Department of State including, for this Agreement, the countries of Cuba and North Korea (ii) any entity located in, or owned by an entity located in, a "State Sponsor of Terrorism" country or Cuba or North Korea, (iii) the region of Crimea or (iv) any person or entity listed on the "Entity List" or "Denied Persons List" maintained by the U.S. Department of Commerce, the list of "Specifically Designated Nationals and Blocked Persons" maintained by the U.S. Department of Treasury or any other applicable prohibited party list of the US Government. This clause will apply regardless of the legality of such a transaction under local law. Except as otherwise agreed in writing between the parties, each Party shall be responsible for obtaining and maintaining any authorization required for its performance under this Contract (including the transfer any item or technical data under this Contract), such as export license, import license, exchange permit or other required government export or import authorization. Each Party shall provide the reasonable assistance necessary for the other Party to secure and comply with such authorizations as may be required. Neither Party shall be liable if any government export authorization is delayed, denied, revoked, restricted or not renewed despite reasonable efforts by the Party. Additionally, such delay, denial, revocation or non-renewal shall not constitute a breach of this Agreement.

Buyer shall not use any items sold hereunder for any military application, or resell them for such purpose.

12. ENVIRONMENT, HEALTH, SAFETY AND SECURITY (EHSS)

12.1 Buyer shall take all actions necessary to provide a safe, healthy and secure work environment, including transportation and accommodation if applicable, for Seller Group personnel. Buyer shall inform Seller of any known risks, hazards, or changed conditions impacting worker health, safety or the environment, including the presence or potential presence of Hazardous Materials, and shall provide relevant information, including safety data sheets, site security plans, risk assessments and job hazard analyses.

12.2 To evaluate risks associated with the provision of Services and performance under this Article, Buyer shall provide Seller Group with reasonable access to review the Site and related equipment. If Seller's work at the Site is subject to local, state or national EHS legal requirements that are not reasonably available, Buyer shall notify and provide copies of same to Seller.

12.3 If Seller or Seller's representative believes in good faith that Site conditions, Seller transportation or accommodation provisions, or the actions of others threaten the health, safety, or security of Seller Group personnel or the environment, Seller or its representatives may, in addition to other rights or remedies available, STOP WORK, evacuate some or all of its personnel, suspend performance of all or any part of the Contract, and/or remotely perform or supervise work. If Seller exercises its rights under this provision, it shall give prompt notice to Buyer, and the parties shall work cooperatively to correct the conditions or actions prompting the STOP WORK. The parties agree there shall be no retaliation taken against any person who invokes their right under this provision to STOP WORK. Any delay resulting from Seller Group's exercise of its rights under this Article shall constitute an excusable delay.

12.4 To the full extent permitted by Applicable Law, Buyer agrees that it is the generator, and shall be solely responsible for the storage, transportation and disposal of all Hazardous Materials or waste related to or arising from the performance of Services at Buyer Group sites, including any removed from Seller's equipment. Prior to the transportation and disposal of waste materials by Buyer, Seller shall properly handle and manage all Hazardous Materials resulting from the Services in accordance with Applicable Law and Buyer's written requirements. If Seller Group encounters any Hazardous Materials, it may suspend work pending Buyer elimination of the hazardous condition. If any Seller equipment or Buyer equipment destined for a Seller facility is contaminated with Hazardous Materials, Buyer shall assume sole responsibility for decontaminating such equipment and returning it in the same condition received to allow for its safe handling and transportation in compliance with Applicable Law. If any such Hazardous Materials cause an increase in Seller's cost or time, Seller shall be entitled to an equitable adjustment in price and schedule.

13. ADDITIONAL EHSS PROVISIONS APPLICABLE TO SERVICES

13.1 Seller Group personnel shall not be required to work in excess of any time restriction prescribed by Applicable Law. Seller Group personnel will have at least one day of rest in any seven consecutive days; provided, the parties may agree upon exceptions consistent with Seller's working time policy.

13.2 Buyer shall provide medical care and facilities at the Site consistent with international industry standards. If Seller Group's personnel require urgent medical attention, Buyer shall make its medical facilities available to such persons as necessary. To the

extent Buyer cannot supply necessary urgent medical attention at the Site or any Buyer Group's site or while working offshore, Buyer shall provide for transport of Seller Group's personnel and access of such personnel to the nearest suitable urgent care facility. For offshore or remote work, Buyer shall be responsible for the medical evacuation of Seller Group's personnel from the Site to the departure point on the mainland or Buyer's designated medical services provider.

13.3 Buyer shall transport Seller Group's personnel, equipment and materials, including medi-vac, to and from all offshore locations and to such other job Sites as agreed, in compliance with Applicable Law and international industry standards regarding qualified personnel and safe operation and maintenance. Buyer Group agrees to make such equipment and information relating to its operation and maintenance available to Seller for review. Buyer shall provide personal protective equipment required during use of Buyer provided transportation to and from the offshore work and such other specialized equipment as agreed between the parties.

13.4 Buyer shall provide, at no cost to Seller, accommodation and messing for Seller Group's personnel, which offers a reasonable degree of comfort, is consistent with international industry standards and is at least comparable to that furnished to Buyer's management and technical personnel. Buyer shall provide telephone and computer internet connectivity to Seller Group's personnel at said accommodations.

14. CONFIDENTIALITY

14.1 "Confidential Information" means pricing for Parts, Products, and Services, and/or information that is designated in writing as "confidential" or "proprietary" at the time of disclosure, or orally designated as "confidential" or "proprietary" and confirmed in writing within ten days after oral disclosure. Confidential Information shall not include information that: (i) is or becomes generally available to the public other than from disclosure by the receiving party's Group; (ii) is or becomes available to the receiving party's Group on a non-confidential basis from a source other than the disclosing party and, after due inquiry, that source is not subject to a confidentiality obligation to the disclosing party; or (iii) is independently developed by the receiving party's Group without reference to the disclosing party's Confidential Information, as evidenced by written documents.

14.2 The parties shall: (i) use, reproduce, or disclose the other party's Confidential Information only in connection with the Contract and permitted use(s) and maintenance of Products, Parts and Services; (ii) take reasonable measures to protect the confidentiality, and prevent disclosure and unauthorized use of the Confidential Information and (iii) in particular, not disclose Confidential Information to the other party's competitors.

14.3 A party may disclose Confidential Information: (i) to any member of its Group who has a need to know to perform the Contract or use and maintain Products, Parts, or Services and who is bound in writing to confidentiality obligations and use restrictions at least as restrictive as in this Contract, and (ii) to comply with a legal obligation, but only after promptly notifying the disclosing party of its disclosure obligation so that the disclosing party may seek an appropriate protective order. Buyer shall not disclose Confidential Information to Seller unless required for Seller to perform under this Contract. Buyer warrants that it has the right to disclose the information and shall Indemnify Seller Group from any Claims or damages resulting from improper disclosure.

14.4 Neither party shall make any public announcement about any aspect of the Contract or related documents or information without prior written approval of the other party.

14.5 The confidentiality and use restrictions of this Article 14 shall survive any termination of the Contract for ten years. Each party shall Indemnify the other for failure to comply with this provision.

15. INTELLECTUAL PROPERTY

15.1 Seller shall Indemnify Buyer from any rightful Claims of third parties that the Products or Parts manufactured by Seller or its Affiliates infringe any utility patent of the U.S., EU, or the country of initial installation (if set forth in the Contract), provided that: (i) Buyer promptly notifies Seller in writing of any such claim; (ii) Buyer makes no admission of liability and does not take any position adverse to Seller regarding such claim and gives Seller authority, at Seller's expense, to direct and control all defense, settlement and compromise negotiations; and (iii) Buyer provides Seller with full disclosure and assistance that may be reasonably required to defend any such claim.

15.2 Seller shall have no obligation or liability with respect to any claim based upon: (i) any Products, Parts or Services that have been altered, modified, or revised; (ii) the combination, operation, or use of any Products, Parts or Services with other products or services when such combination is part of any allegedly infringing subject matter; (iii) failure of Buyer Group to implement any update provided by Seller Group that would have prevented the claim; (iv) unauthorized use of Products, Parts or Services, including without limitation a breach of the provisions of the Contract; or (v) Products, Parts or Services made or performed to Buyer Group's specifications.

15.3 Should any Products, Parts or Services become the subject of a claim, Seller may at its option: (i) procure for Buyer the right to continue using the Product, Part or Service, or portion thereof; (ii) modify or replace it in whole or in part to make it non-infringing; or (iii) failing (i) or (ii), take back Products or Parts, discontinue Services, and refund any fees received by Seller attributable to the infringing Product, Part or Service.

15.4 THE FOREGOING STATES SELLER GROUP'S ENTIRE AND EXCLUSIVE LIABILITY FOR ANY INTELLECTUAL AND INDUSTRIAL PROPERTY RIGHTS INFRINGEMENT.

15.5 Each party shall retain ownership of all Confidential Information and intellectual property it had prior to the negotiations of the Contract. Any and all new intellectual property conceived, created or provided by Seller Group under the Contract, whether alone or with any contribution from Buyer Group, shall be owned exclusively by Seller or other members of Seller Group, as the case may be. To the extent that Buyer Group may acquire any right or interest in such new intellectual property, Buyer irrevocably assigns, and agrees to assign and/or cause other members of Buyer Group to assign, all such rights and interests in such new intellectual property as instructed by Seller, and to execute assignments and other documentation as necessary to achieve this result. To the extent permissible by law, Buyer Group waives any moral rights it acquires in any such new intellectual property. Seller shall grant Buyer use rights to utilize Seller's intellectual property embedded in the Products or Parts solely for standard use, operation, and maintenance of the Products/Parts by Buyer. Such license shall not give Buyer the right to manufacture and/or have manufactured such Products/Parts to the extent such maintenance will result in substantially new Products/Parts.

15.6 If Seller provides any Products that are software, including SaaS (Software as a Service), embedded software, or software that is installed on Buyer Group's equipment, the terms of the annexed Software License Addendum, shall apply. If there is any conflict between these Terms and Conditions and the terms of the Software License Addendum, the terms of the Software License Addendum shall prevail.

15.7 Buyer agrees that Seller may create, receive, maintain, transmit and otherwise have access to machine, technical, system, usage and related information, including, but not limited to, information about Buyer's products, services, systems and software, that is gathered periodically to facilitate the provision of Products, Parts, Services, other support, consulting, training and other services to Buyer (if any), and to verify compliance with the terms of this Contract. Seller and its Affiliates may use such information to provide, develop or improve their products or services.

16. INDEMNITY, LIMITATION OF LIABILITY, AND INSURANCE The provisions of Article 16 shall apply to the maximum extent permitted by Applicable Law and, unless otherwise expressly stated, prevail over any conflicting clauses.

16.1 (i) Seller agrees to Indemnify Buyer Group from and against any and all Claims for bodily injury, illness, or death suffered by any Seller Group's personnel, and/or for damage to or loss of any property of any Seller Group member (whether owned, hired, or leased, but excluding property leased to Buyer Group) arising out of or in connection with the Contract, REGARDLESS OF CAUSE OR ACTION. (ii) Buyer agrees to Indemnify Seller Group from and against any and all Claims for bodily injury, illness, or death suffered by any Buyer Group's personnel, and/or for damage to or loss of any property of any Buyer Group member (whether owned, hired, or leased, and including the Products and Parts (after Delivery), the Site, and any facilities or property thereon), arising out of or in connection with the Contract, REGARDLESS OF CAUSE OR ACTION.

16.2(i) Seller agrees to Indemnify Buyer Group from and against any rightful Claims of third parties on account of bodily injury, illness or death, or damage to or loss of property, to the extent resulting directly from the negligence of Seller Group in connection with performance of the activities under this Contract. (ii) Buyer agrees to Indemnify Seller Group from and against any rightful Claims of third parties on account of bodily injury, illness or death, or damage to or loss of property, to the extent resulting directly from the negligence of Buyer Group in connection with the activities performed under this Contract. (iii) In the event the

injury or damage to third parties is caused by the joint or concurrent negligence of the parties or their respective Groups, each party shall bear such injury or damage proportionally to its Group's negligence. For the avoidance of doubt, no members of either party's Group shall be considered third parties and, for purposes of Seller's indemnity obligation in Article 16.2(i), no part of the Site or any property or facilities thereon shall be considered as third party property, and the Site owner and its partners, affiliates and contractors/subcontractors shall not be considered third parties. The reciprocal indemnities in this Article 16.2 shall apply only if the indemnified party: (i) promptly notifies the other in writing of the third party claim; (ii) makes no admission of liability, does not take any position adverse to the other party and gives such other party's authority to direct and control all defense, settlement and compromise negotiations; and (iii) provides the other party with full disclosure and assistance as may be reasonably required to defend such claim.

16.3 Except only as provided in Article 16.1(i) but notwithstanding anything else to the contrary herein, in the event the Site is offshore, Buyer assumes sole responsibility for and shall Indemnify the Seller Group (to the maximum extent permitted under applicable law) from and against any and all Claims asserted by or in favor of any person or party resulting from pollution, contamination or blow-out of any kind and including costs of pollution control, removal, spills, leakage, and clean-up. The above indemnity applies REGARDLESS OF CAUSE OR ACTION and even if the claim is on account of any defect in the Products, Parts or Services; but it shall not apply to surface pollution or spillage of fuels, lubricants, sewage or garbage to the extent such surface pollution or spillage originates from Seller Group's property while such property is in Seller Group's sole care, custody and control.

16.4 EXCEPT ONLY FOR SELLER'S OBLIGATIONS IN ARTICLES 8.1, 15, 16.1(i), AND 11.2 (TO THE EXTENT OF FINES AND PENALTIES IMPOSED BY A GOVERNMENT AUTHORITY AS A RESULT OF SELLER'S VIOLATION OF APPLICABLE LAW), SELLER GROUP'S TOTAL LIABILITY FOR ANY AND ALL CLAIMS OF ANY KIND, REGARDLESS OF CAUSE OR ACTION, ARISING OUT OF OR RELATED TO THE CONTRACT, OR ITS PERFORMANCE OR BREACH, INCLUDING WITHOUT LIMITATION WARRANTY AND TERMINATION, SHALL NOT UNDER ANY CIRCUMSTANCES EXCEED: (I) IN THE CASE OF CLAIMS RESULTING FROM THE PROVISION OR FAILURE TO PROVIDE, OR FROM THE USE OR FAILURE TO USE PRODUCTS OR PARTS, THE CONTRACT PRICE ALLOCABLE TO THE PRODUCT AND/OR PARTS GIVING RISE TO THE CLAIM; AND (II) IN THE CASE OF CLAIMS RESULTING FROM THE PROVISION OR FAILURE TO PROVIDE SERVICES, THE CONTRACT PRICE ALLOCABLE TO THE SERVICES GIVING RISE TO THE CLAIM. SELLER GROUP SHALL HAVE NO LIABILITY FOR ADVICE OR ASSISTANCE GRATUITOUSLY PROVIDED BY SELLER GROUP BUT NOT REQUIRED PURSUANT TO THE CONTRACT. ALL SELLER GROUP'S LIABILITIES SHALL TERMINATE AT THE END OF THE RELEVANT WARRANTY PERIOD, EXCEPT FOR CLAIMS THAT HAVE BEEN TIMELY COMMENCED BY BUYER IN ACCORDANCE WITH THE CONTRACT.

16.5 UNDER NO CIRCUMSTANCES SHALL EITHER PARTY BE LIABLE TO THE OTHER PARTY FOR ANY CONSEQUENTIAL LOSS, NOTWITHSTANDING ANYTHING TO THE CONTRARY, AND EXCEPT ONLY TO THE EXTENT OF AGREED LIQUIDATED DAMAGES AND ANY PREDETERMINED TERMINATION FEE DUES TO SELLER UNDER THE CONTRACT, SELLER SHALL INDEMNIFY BUYER GROUP FROM AND AGAINST ANY AND ALL DIRECT OR INDIRECT CLAIMS FOR CONSEQUENTIAL LOSS OF SELLER GROUP; AND BUYER SHALL INDEMNIFY SELLER GROUP FROM AND AGAINST ANY AND ALL DIRECT OR INDIRECT CLAIMS FOR CONSEQUENTIAL LOSS OF BUYER GROUP REGARDLESS OF CAUSE OR ACTION.

16.6 NOTWITHSTANDING ARTICLE 16.2(i), IN THE EVENT BUYER GROUP PROVIDES PRODUCTS OR PARTS TO A THIRD PARTY OR USES SELLER'S PRODUCTS/PARTS AT A FACILITY NOT OWNED BY BUYER, OR THE SERVICES ARE PERFORMED AT A FACILITY NOT OWNED BY BUYER, BUYER SHALL INDEMNIFY SELLER GROUP FOR AND AGAINST ANY LIABILITY ARISING OUT OF CLAIMS MADE IN EXCESS OF THE LIMITATIONS AND EXCLUSIONS SET FORTH IN THE CONTRACT, REGARDLESS OF CAUSE OR ACTION. IN THE EVENT BUYER ASSIGNS OR NOVATES THE CONTRACT, IN WHOLE OR IN PART, SUCH ASSIGNEE OR NOVATEE SHALL BE BOUND BY THE SAME TERMS OF THIS CONTRACT, AND BUYER HEREBY WAIVES ANY RIGHT TO CLAIM, WHETHER IN TORT, AT LAW OR OTHERWISE, FOR DAMAGES OR LIABILITIES OF ANY KIND IN EXCESS OF THE LIMITATIONS AND EXCLUSIONS SET FORTH IN THE CONTRACT.

16.7 Buyer and Seller each covenant and agree to support their mutual indemnity obligations under Article 16 by procuring and maintaining, at the indemnifying party's sole expense, insurance policies meeting the following requirements: (i) Workers Compensation/Employer's Liability as per Applicable Law; (ii) Comprehensive General Liability: Combined Single Limits for Bodily Injury and Property Damage \$1,000,000 (one million) per occurrence and \$2,000,000 (two million) in the aggregate (or its equivalent in another relevant currency), which may be satisfied through a combination of underlying and excess coverages. The parties agree that, to the extent of the indemnifying party's liability and indemnity obligations under this Contract, the indemnifying party's General Liability policies shall include the indemnified party Group as additional insured-<.,.> contain blanket contractual liability coverage, be primary, and receive no contribution from any insurance policies maintained by or on behalf of the indemnified party. Each party, on request, shall provide to the other party insurance certificates evidencing the aforementioned limits and terms of insurance. Buyer and Seller shall each arrange for any of their respective insurance policies hereunder to contain provisions whereby, to the extent of each party's liability and indemnity obligations under this Contract, their insurers waive their rights of subrogation against the other party's Group, as well as the other party's respective insurers.

17. NO NUCLEAR USE - The Products, Parts and/or Services are not intended or authorized for use in connection with any nuclear facility or activity, and Buyer warrants that it shall not use, or permit others to use, Products, Parts and/or Services in connection with or for any such purposes without the advance written consent of Seller. If, in breach of the foregoing, any such use occurs, Seller hereby disclaims any and all liability for any nuclear or other damage, injury, or contamination REGARDLESS OF CAUSE OR ACTION. In addition to any other rights of Seller and to the maximum extent permitted under Applicable Law, Buyer assumes sole responsibility for, and shall Indemnify Seller Group from and against, any and all Claims asserted by or in favor of any person or party resulting from any nuclear or other damage, injury, or contamination REGARDLESS OF CAUSE OR ACTION. Consent of Seller to any use in connection with any nuclear facility or activity, if any, will be conditioned upon additional terms and conditions that Seller determines to be acceptable for protection against nuclear liability.

18. ADDENDA - If any Products/Parts include executable binary code, or if Seller provides any remote diagnostic, rental tools, training, or other special Services, the terms of the respective annexed Cybersecurity Services Addendum, Remote Diagnostic Services Addendum, Rental Tools Addendum, Training Addendum and/or other addendum shall apply. If there is any conflict between these Terms and Conditions and the terms of any applicable addendum, the terms of the applicable addendum shall prevail.

19. GOVERNING LAW - This Contract shall be governed by and construed in accordance with the laws of (i) the State of New York, if Seller is incorporated in the U.S.; or (ii) England and Wales, if Seller is incorporated outside the U.S., excluding in any case conflict of law rules.

20. DISPUTE RESOLUTION - Any dispute arising out of or in connection with this Contract shall be referred to settlement proceedings under the International Chamber of Commerce (ICC) Mediation Rules, without prejudice to either party's right to seek emergency, injunctive, or conservatory measures of protection at any time. If any such dispute has not been settled within 60 days following the filing of a Request for Mediation (or such other period of time as may be reasonable under the circumstances or agreed in writing), the dispute shall be finally settled in accordance with the ICC Rules of Arbitration by one or more arbitrators appointed under the said Rules. The seat, or legal place, of arbitration shall be (i) Houston, Texas USA.

21. GENERAL CLAUSES

21.1 Except as otherwise expressly provided with regard to the members of each party's Group, none of the terms herein are intended to be enforced by third parties under the United Kingdom Contracts (Rights of Third Parties) Act (1999), where applicable. Buyer and Seller shall be entitled to modify, vary, amend and/or extinguish such rights without the consent of any third parties or member of either party's Group.

21.2 This Contract represents the entire agreement between the parties and no modification, amendment, rescission, waiver or other change shall be binding on either party unless agreed to in writing by their authorized representatives. Each party agrees that it has not relied on, or been induced by, any representations of the other party not contained in the Contract.

21.3 The invalidity in whole or in part of any part of this Contract shall not affect the validity of the remainder of the Contract. In

the event any provision of this Contract is held invalid or unenforceable, only the invalid or unenforceable part of the provision shall be severed, leaving intact and in full force and effect the remainder of the sentence, clause and provision to the extent not held invalid or unenforceable.

22. U.S. GOVERNMENT CONTRACTS

22.1 This Article 22 applies only if the Contract is for the direct or indirect sale to any agency of the U.S. government and/or is funded in whole or in part by any agency of the U.S. government. Buyer agrees that all Products, Parts and Services provided by Seller meet the definition of "commercial-off-the-shelf" ("COTS") or "commercial item" as those terms are defined in Federal Acquisition Regulation ("FAR") 2.101. To the extent the Buy American Act, Trade Agreements Act, or other domestic preference requirements are applicable to this Contract, the country of origin of Products/Parts is unknown unless otherwise specifically stated by Seller in this Contract. Buyer agrees any Services offered by Seller are exempt from the Service Contract Act of 1965 (FAR 52.222-41). The version of any applicable FAR clause listed in this Article 22 shall be the one in effect on the effective date of this Contract.

22.2 If Buyer is an agency of the U.S. government, then as permitted by FAR 12.302, Buyer agrees that all paragraphs of FAR 52.212-4 (except those listed in 12.302(b)) are replaced with these Terms and Conditions. Buyer further agrees the subparagraphs of FAR 52.212-5 apply only to the extent applicable for sale of COTS and/or commercial items and as appropriate for the Contract Price.

22.3 If Buyer is procuring the Products, Parts or Services as a contractor, or subcontractor at any tier, on behalf of any agency of the U.S. government, then Buyer agrees that FAR 52.212-5(e) or 52.244-6 (whichever is applicable) applies only to the extent applicable for sale of COTS and/or commercial items and as appropriate for the Contract Price. If the reasonableness of the price cannot be established through adequate price competition, or if cost or pricing data should be required for any other reason, or if a Product, Part or Service cannot be considered a "commercial item", Seller may terminate the Contract without penalty and be reimbursed for work done before the effective date of termination.

22.4 Seller reserves the right to reject any order from a Buyer listed on any denied party list.

COOPER MACHINERY SERVICES - TERMS & CONDITIONS FOR SALE OF PRODUCTS, PARTS & SERVICES

February 1, 2022 COOPER MACHINERY SERVICES©

Cooper Machinery Services is an equal opportunity employer and gives all qualified applicants consideration of employment without regard to race, color, religion, age, sex, sexual orientation, gender identity, genetic information, national origin, disability status, protected veteran status, or any other characteristic protected by federal, state, or local laws.



WAUKESHA-PEARCE INDUSTRIES, LLC
 WPI BAKERSFIELD
 6558 MEANY AVENUE
 BAKERSFIELD, CA 93308-5124
 Phone : (661)695-3420 Fax : (661)6953427

Customer	Palmdale Water District	Date	2/13/2025
Contact	Scott Hulsebus		
Equipment Make	WAUKESHA	Salesperson	Ryan Edwards
Model	F3521G	Quote ID	O-RE-5556
Serial Number	399402	Expiration Date	3/15/2025

Included In Service :

- Replace Liner Kits
- Replace Connecting Rod Bearings
- Replace Main Bearings
- Replace Engine Gaskets
- **NEW Connecting Rods**
- **NEW Cylinder Heads**
- Replace Crank Gear
- Inspect, Mag and Polish Crankshaft
- Replace Crankshaft Shims/Spacer/Sleeve
- Inspect Crankshaft Pulley
- VAT And Magnaflux Crankcase
- Replace Crankcase Studs and Nuts
- Replace Cam Followers
- **NEW Camshaft**
- Inspect Camshaft Gear
- New Camshaft Bushing Set
- Rebuild Rocker Arm Assemblies
- Replace Push Rods
- **NEW Jacket Water Pump**
- Rebuild Water Pump Belt Tensioner (if applicable)
- New Jacket Water Pump Belt (if applicable)
- **NEW Aux Water Pump**
- New Aux Water Pump Belt (if applicable)
- New Idler Pulley (if applicable)
- Inspect Gear Train Gears
- New Gear Train Bearings
- Rebuild Butterfly Housings (if applicable)
- Rebuild Prelube Pump (if applicable)
- Rebuild Prelube Motor (if applicable)
- Rebuild Accessory Drive (if applicable)
-
- New Vibration Damper
- Rebuilt Governor/Actuator
- **NEW Carburetor Assembly**
- Rebuild Gas Regulators
- Inspect CC Breather Assy. And Replace Element
- Inspect/Pressure Test Exhaust Manifolds
- Replace Exhaust Insulation Strips & Clamps
- Inspect Exhaust Elbows and Y-Pipe
- Replace Jacket Water Thermostats
- Replace Water Jumper Coupling Seals
- Replace Spark Plugs
- Replace Ignition Coils
- Replace Ignition Leads
- Inspect Primary Ignition Harness
- Inspect Magnetic Pickups
- Flash ESM (if applicable)
- Replace Air Filters
- Replace Air Filter Pre-Cleaners
- New Hump Hoses
- Replace Element Restrictor Indicator
- Final Strainer Filter And Seals
- **New Oil Pump**
- Replace Oil Cooler Thermostats
- Clean and Reseal Oil Cooler
- Inspect Pressure Transducers
- Inspect Temperature Transducers
- Paint Engine
- Preserve Engine With Nucle Oil
- Functional Test Run
-



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Customer	Palmdale Water District	Date	2/13/2025
Contact	Scott Hulsebus		
Equipment Make	WAUKESHA	Salesperson	Ryan Edwards
Model	F3521G	Quote ID	O-RE-5556
Serial Number	399402	Expiration Date	3/15/2025

Proposal Summary :

Proposed Overhaul Parts	\$203,795.25
Proposed Overhaul Labor	\$31,322.00
Misc. Shop Supplies	\$1,416.10
Environmental Fee	\$1,416.10
Mileage	\$1,224.00
Expenses	\$2,828.00
Field Labor	\$18,480.00
Contactor Removal/Install	\$29,500.00
Freight (Est)	\$6,500.00
	\$296,481.45

Potential Adders:

Dynamometer Test Run	\$3,500.00
<ul style="list-style-type: none"> • Align Bore • Complete Lowers • Block Reset and Surface • Re-Chrome Crankshaft 	<ul style="list-style-type: none"> • Upgrade Parts • Broken or Damaged Castings • Missing or Broken Components • Exhaust Elbows/Y-Pipes

This proposal is for a typical natural gas engine overhaul and assumes all castings and core materials are reusable. Cracked, welded, or distorted castings will not be reused in any WPI exchanged engine.

WPI will photograph any such items, send an email to the customer and allow the customer up to 7 days to provide a suitable core. If the customer does not have suitable core WPI will provide a cost to repair or replace and ask for signed approval before moving forward.

For additional items not included as part of this proposal, WPI upon disassembly will list the items, provide photographs and submit the list to an authorized purchaser for approval.

In accordance with acceptable state laws, we may impose a surcharge on credit cards that is not greater than our cost of acceptance.

This proposal does not include sales tax

If you have any questions; please feel free to call or email me. We look forward to serving your needs.

Sincerely,

Ryan Edwards

P | 661.488.8356
E | RYAN.EDWARDS@WPI.COM



Waukesha-Pearce Industries, LLC
Service Warranties
August 10, 2020

Waukesha-Pearce Industries, LLC (WPI) offers various type of labor services in which each carry a separate and distinctive Warranty, per the following descriptions.

NORMAL SERVICE MAINTENANCE AND REPAIRS:

WPI will warrant the labor workmanship on normal service maintenance and repairs (such as an engine tune-up) for thirty (30) days from completion of the work, as dated on the WPI Service Report. Warranty consists of loose bolts, leaking gaskets on components changed during the maintenance or service repair. WPI will cover the mileage and driving expense incurred by WPI service personnel to and from the location where the original service was provided.

New OEM (Original Equipment Manufacturer) and Non-OEM parts or components replaced during the maintenance or repairs will carry the actual manufacturer warranty.

ENGINE OR COMPRESSOR OVERHAUL – FIELD:

WPI will warrant the labor workmanship on field overhauls, (engines and compressors) for ninety (90) days from completion of the work, as dated on the WPI Service Report. Additionally, WPI will cover the mileage and driving expense incurred by the WPI service personnel to and from the location where the original service was provided.

New OEM (Original Equipment Manufacturer) and Non-OEM parts or components replaced during the service will carry the actual manufacturer warranty.

ENGINE OVERHAUL – SHOP:

WPI will warrant the labor workmanship on shop overhauls, (engines and compressors) for one (1) year from completion of the work, as dated on the WPI Service Report. If WPI service personnel are hired to remove and install the engine or compressor, WPI will cover the mileage and driving expense incurred by the WPI service personnel to and from the location where the original service was provided. However, if WPI was not hired to remove and install the engine or compressor, WPI WILL NOT cover the mileage and driving expense incurred by the WPI service personnel to and from the location and these charges will be billed to the Customer. Nonetheless, WPI will warrant the labor workmanship provided by WPI service personnel once on location.

New OEM (Original Equipment Manufacturer) and Non-OEM parts or components replaced during the repairs will carry the actual manufacturer warranty.

REBUILD OF ENGINE COMPONENTS:

WPI will warrant the labor workmanship on rebuilt engine components that are rebuilt at a WPI facility for ninety (90) days after the component is installed. The date of installation must be recorded by the Customer.

New OEM (Original Equipment Manufacturer) and Non-OEM parts or components replaced during the repairs will carry the actual manufacturer warranty.

REMANUFACTURED ENGINE

WPI will warrant the labor workmanship for one (1) year from the date the engine is commissioned (installed and started for service). If WPI personnel are hired to exchange or install a WPI Remanufactured Engine, WPI will cover the mileage and driving expense incurred by the WPI service personnel to and from the location where the original service was provided. However, If WPI was not hired to exchange or install the engine, WPI WILL NOT cover the mileage and driving expense incurred by the WPI service personnel to and from the location and these charges will be billed to the Customer. Nonetheless, WPI will warrant the labor workmanship provided by WPI service personnel once on location.

If unit has been in storage up to twelve (12) months after overhaul, unit must have a deferred start up inspection completed and preservation per OEM guidelines; which must be completed before the end of the 12th month sitting in storage. Once the deferred inspection takes place the Customer has six (6) additional months from that inspection date until the twelve (12) month Warranty is activated.

New OEM (Original Equipment Manufacturer) and Non-OEM parts or components replaced during the repairs will carry the actual manufacturer warranty.

MANUFACTURE PARTS & COMPONENTS

INNIO Waukesha, BBB Ind., Gerhart, ISC, Drake, Altronic, Deming and Ariel are just a few manufacture parts and components that WPI utilizes.

CONSEQUENTIAL DAMAGES

WPI DOES NOT COVER OR ACCEPT ANY AND ALL PUNITIVE, INDIRECT, SPECIAL, INCIDENTAL, EXEMPLARY OR CONSEQUENTIAL DAMAGES OF ANY KIND, INCLUDING WITHOUT LIMITATION, LOST PROFIT, LOSS OF USE, OR COMMERCIAL LOSS, REGARDLESS OF THE CAUSE OR LEGAL THEORY OF RECOVERY, INCLUDING ANY KIND OF NEGLIGENCE OR WILLFUL MISCONDUCT.

WARRANTY DISCLAIMER

ALL WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING, WITHOUT LIMITATION, THE CONDITION OF THE WORK, ITS MERCHANTABILITY, OR FITNESS FOR A PARTICULAR PURPOSE, ARE DISCLAIMED.

CUSTOMER'S RESPONSIBILITIES

The Customer will be responsible for the following:

- The proper operation, repair and maintenance of the engine or compressor, to include documents of such activities, by keeping accurate and complete record of operation, repairs and maintenance during the warranty period and to provide said records to WPI.
- Notify WPI within ten (10) days of becoming aware of a possible warranty claim.
- Making the engine or compressor available during normal business hours, so that warranty services can be accomplished.
- All costs due to request by Customer, for warranty repairs and replacement to be replenished with premium parts or components, or request for services to be performed on any overtime schedule.
- All costs related to transporting, to include costs incurred in the removal or reinstallation as may be required to affect any warranted repair.
- Any administrative costs and expense associated with a warranty claim.

EXCLUSIONS:

- Failures resulting from Customer, operator or any third-party abuse or neglect.
- Failures resulting from an unauthorized modification or repair.
- Failure resulting from Customer supplied cores.
- Failures resulting from overload, over-speed, overheating or any accident.
- Failures caused by or related to a part that was not supplied by WPI.
- Failures caused by services provided by Customer or others.
- Failures caused by misapplication.



BOARD MEMORANDUM

DATE: February 24, 2025
TO: **BOARD OF DIRECTORS**
FROM: Mr. Bob Egan, Financial Advisor
VIA: Mr. Dennis D. LaMoreaux, General Manager
RE: ***REPORT ON CASH FLOW STATEMENT AND CURRENT CASH BALANCES AS OF DECEMBER 2024. (FINANCIAL ADVISOR EGAN/FINANCE COMMITTEE)***

Attached are the Cash Notes, the Investment Funds Report, and the Cash Flow Report as of December 2024. The reports were reviewed in detail at the Finance Committee meeting.

<u>2024</u>						
November to December 2024 Major account Activity						
acct 11469						
Balance	12/31/2024	4,361,316.09				
Balance	11/30/2024	2,690,709.37				
Increase		1,670,606.72				
One month activity						
Interest/Mkt value received		10,381.73			Taxes	
Taxes received		3,155,238.76			YTD expected	9,700,000
Transfer to 24016		(300,000.00)			YTD received	9,416,358
Butte payment		(969,953.40)			Decrease	(283,642)
Transfer to Hazen & Sawyer		(225,060.37)				
Increase		1,670,606.72				
Acct 11475						
Balance	12/31/2024	651,640.06				
Balance	11/30/2024	606,641.53				
Decrease		44,998.53			all accounts	
One month activity						
Capital Improvement fee received		10,864.00			FACE	11,479,000
Capital Improvement fee received		31,053.36			Value	11,442,432
Interest/Mkt value received		3,081.17			Future earnings	36,568
Decrease		44,998.53				
				Int/Mkt	Month	YTD
				Jan	64,161.00	
				Feb	49,335.00	
				Mar	54,843.00	
Acct 11432				Apr	52,135.00	
Balance	12/31/2024	10,353,778.86		May	74,939.00	
Balance	11/30/2024	10,309,621.81		Jun	75,132.00	
Increase		44,157.05		Jul	99,883.60	
One month activity				Aug	96,609.53	
Interest/Mkt value received		44,157.05		Sep	82,477.27	
Increase		44,157.05		Oct	37,099.40	Excludes bond
				Nov	48,779.65	interest
				Dec	65,877.48	801,271.93
					2023 interest	
Acct 24016.					573,394	
Balance	12/31/2024	1,811,011.48				
Balance	11/30/2024	1,502,753.95				
Increase		308,257.53				
One month activity						
Transfer from 11469		300,000.00				
Interest/Mkt value received		8,257.53				
Increase		308,257.53				

<u>2024</u>			
Fourth Quarter 2024 Major account Activity			
<u>acct 11469</u>			
Balance	12/31/2024		4,361,316.09
Balance	9/30/2024		3,650,222.60
Increase			711,093.49
<u>Three months activity</u>			
Taxes received			3,340,201.59
Interest/Mkt value received			26,362.93
Transfer from 11432			462,463.19
Transfer to CBB			(263,700.83)
Transfer to BNY Mellon			(1,386,916.46)
Transfer to Webster bank			(290,513.17)
Transfer to Western Alliance			(160,828.37)
Local check received			747,025.28
Transfer to 24016			(304,397.00)
Transfer to Hazen and Sawyer			(488,650.27)
Transfer to Butte			(969,953.40)
Increase			711,093.49
<u>Acct 11475</u>			
Balance	12/31/2024		651,640.06
Balance	9/30/2024		599,431.19
Increase			52,208.87
<u>Three months activity</u>			
Transfer to 11432			(12,493.93)
Interest/Mkt value received			6,543.44
Capital improvements received			58,159.36
Increase			52,208.87
<u>Acct 11432</u>			
Balance	12/31/2024		10,353,778.86
Balance	9/30/2024		11,134,496.71
Increase			(780,717.85)
<u>Three months activity</u>			
transfer to 11469			(462,463.19)
Transfer to 24016			(436,628.22)
Transfer from 11475			12,493.93
Interest/Mkt value received			105,879.63
Increase			(780,717.85)
<u>Acct 24016,</u>			
Balance	12/31/2024		1,811,011.48
Balance	9/30/2024		1,057,176.72
Increase			753,834.76
<u>Three months activity</u>			
Transfer from 11432			436,628.22
Transfer from 11469			304,397.00
Interest/Mkt value received			12,809.54
Increase			753,834.76

**PALMDALE WATER DISTRICT
INVESTMENT FUNDS REPORT
December 31, 2024**

December 2024

November 2024

September 2024

	<u>December 2024</u>		<u>November 2024</u>		<u>September 2024</u>	
Federal Agency Obligations	7,553,088.34	39.61%	9,473,875.97	56.05%	8,803,866.41	49.58%
Negotiable Certificates of Deposit	3,889,344.00	20.39%	4,214,978.60	24.94%	4,518,711.94	25.45%
Local Agency Investment Fund (LAIF)	13,736.56	0.07%	13,736.56	0.08%	13,575.57	0.08%
	<u>11,456,168.90</u>		<u>13,702,591.13</u>		<u>13,336,153.92</u>	
Cash and Cash Equivalents	7,484,485.91	39.25%	3,076,745.81	18.20%	4,332,003.75	24.40%
Accrued Interest	130,177.02	0.68%	123,936.91	0.73%	88,879.63	0.50%
	<u>19,070,831.83</u>		<u>16,903,273.85</u>		<u>17,757,037.30</u>	

**PALMDALE WATER DISTRICT
INVESTMENT FUNDS REPORT
December 31, 2024**

		December 2024	November 2024	September 2024			
CASH							
1-00-0103-100	Citizens - Checking	1,714,400.09	1,631,811.45	1,076,488.08			
1-00-0103-200	Citizens - Refund	-	-	-			
1-00-0103-300	Citizens - Merchant	178,558.12	143,279.63	219,946.43			
	Bank Total	1,892,958.21	1,775,091.08	1,296,434.51			
1-00-0110-000	PETTY CASH	300.00	300.00	300.00			
1-00-0115-000	CASH ON HAND	5,400.00	5,400.00	5,400.00			
	TOTAL CASH	1,898,658.21	1,780,791.08	1,302,134.51			
INVESTMENTS							
1-00-0135-000	Local Agency Investment Fund	Acct. Total	13,736.56	13,736.56			
1-00-0120-000	UBS Money Market Account General (SS 11469)						
	UBS USA Core Savings	(300,000.00)	-	-			
	UBS Select Government Preferred Fund	904,304.30	930,802.08	1,639,670.64			
	UBS Bank USA Deposit Account	2,327,606.17	913.01	-			
	Accrued interest	34,962.32	36,063.88	33,582.27			
		2,966,872.79	967,778.97	1,673,252.91			
US Government Securities							
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value	Market Value
				-	-	-	-
Certificates of Deposit							
	Issuer	Maturity Date	Rate	Face Value			
	Jersey Shore St Bank	10/15/2024	5.150		-	-	250,037.50
	Industrial and Com Ny	10/18/2024	0.600		-	-	174,637.75
	State Bank IL	11/25/2024	5.350		-	-	250,212.50
1	BMW Bank	12/11/2024	0.400		-	193,732.28	192,343.24
2	Wells Fargo Bank	12/27/2024	4.800		-	135,010.80	134,963.55
3	Mountainone Bank	01/13/2025	5.000	223,000	223,044.60	223,098.12	223,122.65
4	Banc of California	01/27/2025	5.200	250,000	250,140.00	250,227.50	250,355.00
5	Bank of Baroda NY	02/28/2025	5.300	250,000	250,352.50	250,425.00	250,672.50
6	Bank of Hope	06/11/2025	5.250	170,000	170,698.70	170,639.20	-
7	JPMorgan Chase Bank	08/06/2025	5.050	250,000	250,202.50	250,262.50	250,625.00
8	National Bk of Mid VT	10/27/2025	4.300	250,000	250,005.00	249,535.00	-
					1,393,000	1,394,443.30	1,722,930.40
					Acct. Total	4,361,316.09	2,690,709.37
1-00-1110-000	UBS Money Market Account Capital (SS 11475)						
	Cash				10,917.22	-	-
	UBS Insured Sweep Program				31,053.46	34.96	0.30
	Accrued interest				5,653.48	4,170.57	10,713.61
					47,624.16	4,205.53	10,713.91
US Government Securities							
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value	Market Value
91282CFQ9	US Treasury Note	10/31/2024	4.375	-	-	-	588,717.28
91282484Z0	US Treasury Note	08/31/2025	2.750	610,000	604,015.90	602,436.00	
					610,000	604,015.90	588,717.28
Certificates of Deposit							
	Issuer	Maturity Date	Rate	Face Value			
					-	-	-
					Acct. Total	651,640.06	606,641.53
							599,431.19

1-00-0125-000 UBS Access Account General (SS 11432)				
UBS Bank USA Deposit Account		950,575.00	-	47,312.53
UBS Select Prime Institutional Fund		-	-	-
UBS Select Government Preferred Fund		1,372,288.77	364,204.68	1,342,786.48
Accrued interest		78,915.15	71,369.66	26,203.57
		2,401,778.92	435,574.34	1,416,302.58

1-00-0125-000 UBS Access Account General (SS 11432)

US Government Securities

CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value	Market Value
91282CDN8	US Treasury Note	12/15/2024	1.000		-	998,720.00	992,660.00
9128283P3	US Treasury Note	12/31/2024	2.250		-	938,214.00	934,360.00
91282CDS7	US Treasury Note	01/15/2025	1.125	447,000	446,490.42	445,144.95	442,583.64
91282CDZ1	US Treasury Note	02/15/2025	1.500	400,000	398,600.00	397,556.00	395,580.00
91282CED9	US Treasury Note	03/15/2025	1.750	1,500,000	1,492,440.00	1,488,495.00	1,482,735.00
91282CED9	US Treasury Note	03/15/2025	1.750	500,000	497,480.00	496,165.00	494,245.00
9128284Z0	US Treasury Note	08/31/2025	2.750	650,000	643,623.50	641,940.00	
91282CFK2	US Treasury Note	09/15/2025	3.500	1,500,000	1,492,020.00	1,489,770.00	1,493,115.00
91282CFK2	US Treasury Note	09/15/2025	3.500	775,000	770,877.00	769,714.50	771,442.75
91282CFK2	US Treasury Note	09/15/2025	3.500	1,214,000	1,207,541.52	1,205,720.52	1,208,427.74
				6,986,000	6,949,072.44	8,871,439.97	8,215,149.13

Certificates of Deposit

Issuer	Maturity Date	Rate	Face Value				
Homestreet Bank	09/30/2024	5.000		-	-		250,000.00
Continental Bank	11/21/2024	0.550		-	-		248,520.00
1 Beal Bank	03/12/2025	5.050	250,000	250,325.00	250,345.00		250,540.00
2 Bank of India	04/16/2025	4.950	250,000	250,422.50	250,390.00		250,642.50
3 Valley National Bank NJ	04/23/2025	4.950	250,000	250,455.00	250,410.00		250,682.50
4 Flagstar BK NA	09/11/2025	5.180	250,000	251,725.00	251,462.50		252,660.00
			1,000,000	1,002,927.50	1,002,607.50		1,503,045.00
			Acct. Total	10,353,778.86	10,309,621.81		11,134,496.71

Total Managed Accounts

	15,380,471.57	13,620,709.27	15,397,726.07
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1-00-1121-000 UBS Rate Stabilization Fund (SS 24016) - District Restricted

UBS Bank USA Deposit Account		300,000.00	-	99.29
UBS Select Prime Institutional Fund		-	-	-
UBS Select Government Preferred Fund		8,392.21	980.45	-
Accrued interest		10,646.07	12,332.80	18,380.18
		319,038.28	13,313.25	18,479.47

Certificates of Deposit

Issuer	Maturity Date	Rate	Face Value				
Popular Bank	10/24/2024	5.450		-	-		60,021.00
US Bank OH	12/13/2024	5.400		-	-		235,133.95
1 Morgan Stanley	02/10/2025	4.500	240,000	240,043.20	239,983.20		239,884.80
2 Bank of America NA NC	10/02/2025	3.850	250,000	249,410.00	248,877.50		250,000.00
3 TruStone Finl FCU	10/23/2025	4.350	250,000	250,375.00	249,955.00		-
4 Bank Hapoalim B M	12/18/2025	5.200	250,000	252,465.00	252,142.50		253,657.50
5 CFG BK MD	04/30/2026	4.250	250,000	249,497.50	248,925.00		-
6 Wings Finl Credit MN	05/07/2026	4.150	250,000	250,182.50	249,557.50		-
			1,490,000	1,491,973.20	1,489,440.70		1,038,697.25
			Acct. Total	1,811,011.48	1,502,753.95		1,057,176.72

TOTAL CASH AND INVESTMENTS

	19,090,141.26	16,904,254.30	17,757,037.30
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Increase (Decrease) in Funds

2,185,886.96

1-00-1138-000 2024 Capital Lease - Project Funds (Citizens Business Bank)

Construction Funds	-	70.00	46,712.71
	-	70.00	46,712.71

1-00-1139-000 2023A Bonds - Project Funds (BNY Mellon)

Construction Funds	8,876,583.91	10,106,714.05	11,270,029.45
Issuance Funds	-	-	-
	8,876,583.91	10,106,714.05	11,270,029.45

1-00-1145-000 2024A Bonds - Project Funds (BNY Mellon)

Construction Funds	18,777,221.77	19,391,234.46	20,583,185.59
Issuance Funds	-	-	-
	18,777,221.77	19,391,234.46	20,583,185.59

PALMDALE WATER DISTRICT

2024 Cash Flow Report (Based on Oct. 23, 2023 Adopted Budget - Amended: Feb. 12, 2024)

	January	February	March	April	May	June	July	August	September	October	November	December	YTD	Budget 2024 Carryover Information
Total Cash Beginning Balance (BUDGET)	15,636,283	15,465,579	15,298,730	13,308,438	16,058,057	16,587,697	15,773,193	15,301,687	15,033,236	13,265,921	12,452,038	11,983,374		
Total Cash Beginning Balance	15,636,283	15,964,988	16,113,748	15,037,769	19,039,218	20,639,801	20,661,519	18,855,100	18,030,477	15,905,450	16,531,369	16,904,254		
Budgeted Water Receipts	2,384,138	2,303,420	2,482,697	2,826,963	2,680,892	3,167,792	3,133,160	3,348,417	3,242,337	3,073,623	2,798,508	2,558,054	34,000,000	
Water Receipts	2,720,803	2,557,010	2,447,215	2,501,127	2,493,976	2,693,221	3,181,827	3,425,708	3,574,230	3,504,826	3,197,137	3,072,407	35,369,488	
DWR Refund (Operational Related)					13,430	460							13,890	
RWA Agreement (AV Watermaster/AVSWCA)			57,401										57,401	
Other (Gain on Sale of Equipment)						1,455	435			2,060			3,950	
Total Operating Revenue (ACTUAL)	2,720,803	2,557,010	2,504,616	2,501,127	2,507,406	2,695,136	3,182,262	3,425,708	3,574,230	3,506,886	3,197,137	3,072,407	35,444,729	
Total Operating Expenses excl GAC (BUDGET)	(2,500,365)	(2,323,470)	(2,512,219)	(2,633,074)	(2,644,897)	(2,804,264)	(2,763,214)	(3,384,051)	(2,866,581)	(2,967,368)	(2,879,529)	(2,449,852)	(32,728,884)	
GAC (BUDGET)			(160,000)			(110,000)			(160,000)	(160,000)		(160,000)	(750,000)	
Operating Expenses excl GAC (ACTUAL)	(3,274,048)	(2,641,320)	(1,834,589)	(1,987,947)	(1,715,289)	(1,981,204)	(3,397,098)	(2,695,516)	(2,522,673)	(2,825,083)	(2,594,193)	(2,400,367)	(29,869,327)	
LCID Water Purchase					(300,000)								(300,000)	
Littlerock Dam - Sediment Removal	(2,509)	(402)					(7,677)		(765)		(3,071)	(11,786)	(26,210)	
GAC	(216,007)		(167,000)				(167,000)	(167,000)	(117,461)			(49,539)	(884,007)	
Prepaid Insurance (paid)/refunded													-	
Total Operating Expense (ACTUAL)	(3,492,564)	(2,641,722)	(2,001,589)	(1,987,947)	(2,015,289)	(1,981,204)	(3,571,776)	(2,862,516)	(2,640,899)	(2,825,083)	(2,597,264)	(2,461,692)	(31,079,545)	
Non-Operating Revenue:														
Assessments, net (BUDGET)	860,390	399,640	42,680	2,590,870	994,250	28,130	148,410	238,620	-	-	162,960	4,234,050	9,700,000	
Actual/Projected Assessments, net	1,011,439	438,718	27,308	3,063,443	1,209,150	16,584	84,231	213,646	-	-	184,963	3,155,239	9,404,719	
Asset Sale/Unencumbered Money (Taxes)				11,639									11,639	
RDA Pass-through (Successor Agency)	406,015					574,205							980,220	419,407
Interest	36,457	31,453	60,628	33,598	40,141	48,914	44,662	39,350	73,402	38,985	37,300	43,509	528,399	
Market Adjustment	27,704	17,882	(5,785)	18,537	34,798	26,218	55,247	57,284	9,101	(1,711)	11,504	22,578	273,356	
Grant Re-imbursment	126,251			371,863	819,915		31,339			747,025			2,096,393	600,000
Arrearage Funds													-	
Capital Improvement Fees - Infrastructure		25,567	12,416	13,084	10,725	24,207	1,164	6,510			1,552		95,225	
Capital Improvement Fees - Water Supply		15,966		8,981		15,296		15,835					56,078	
Water Transfer Agreement Sales		382,600		1,196,059									1,578,659	1,662,500
DWR Refund (Capital Related)				237,515	33,278					172,860			443,653	
Other	589,689	5,215	54,145	15,252	9,890	11,625	15,947	4,721	11,034	7,560		365,487	1,090,566	
Total Non-Operating Revenues (BUDGET)													-	
Total Non-Operating Revenues (ACTUAL)	2,197,555	917,400	148,712	4,969,971	2,157,896	717,048	232,589	337,347	93,537	964,720	235,319	3,586,813	14,980,248	
Non-Operating Expenses:														
Budgeted Capital Expenditures	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(251,833)	(3,022,000)	
Budgeted Capital Expenditures (Committed During Year)													-	
Actual/Projected Capital Expenditures	(34,596)	(350,522)	(48,658)	(230,494)	(709,645)	(120,594)	(596,041)	(1,382,141)	(383,686)	(416,775)	(114,928)	(701,740)	(5,089,820)	
Land Purchase (Groundwater Augmentation Pilot)													-	
Const. of Monitoring Wells/Test Basin (Water Supply)													-	
Meter Exchange Project (Meters Purchased)				(649,214)									(649,214)	
SWP Capitalized	(1,036,784)	(322,522)	(322,522)	(322,522)	(322,522)	(322,522)	(1,036,779)	(322,521)	(350,705)	(322,520)	(322,519)	(322,519)	(5,326,957)	
Investment in PRWA (Suspended Contribution for 2022)													-	
Butte County Water Transfer						(949,455)						(969,953)	(1,919,408)	
Bond Payments - Interest			(1,346,285)						(671,666)				(2,017,951)	
Principal									(1,727,818)				(1,727,818)	
Capital leases - Citizens Business Bank (2024 Lease)				(263,701)						(263,701)			(527,402)	
Capital leases - Enterprise FM Trust (Vehicles)	(10,668)	(10,668)	(5,148)	(10,668)	(12,158)	(11,587)	(11,570)	(15,396)	(12,276)	(12,488)	(19,757)	(12,324)	(144,708)	
Capital leases - Wells Fargo (Printers)	(15,041)	(217)	(5,104)	(5,104)	(5,104)	(5,104)	(5,104)	(5,104)	(5,744)	(5,120)	(5,104)	(5,104)	(66,956)	
Total Non-Operating Expenses (ACTUAL)	(1,097,089)	(683,929)	(1,727,717)	(1,481,703)	(1,049,430)	(1,409,263)	(1,649,494)	(1,725,162)	(3,151,895)	(1,020,604)	(462,307)	(2,011,641)	(17,470,233)	
Total Cash Ending Balance (BUDGET)	15,465,579	15,298,730	13,308,438	16,058,057	16,587,697	15,773,193	15,301,687	15,033,236	13,265,921	12,452,038	11,983,374	14,619,468		
Total Cash Ending Balance (ACTUAL)	15,964,988	16,113,748	15,037,769	19,039,218	20,639,801	20,661,519	18,855,100	18,030,477	15,905,450	16,531,369	16,904,254	19,090,141		
													Budget	14,619,468
													Difference	4,470,673
													Adj. Difference	7,152,580
2023 Cash Ending Balance (ACTUAL)	14,479,181	14,926,970	12,842,032	14,946,300	15,679,096	14,775,947	14,009,807	13,516,980	10,953,725	13,153,304	12,822,185	15,636,283		

Indicates actual expenditures/revenues:
Indicates anticipated expenditures/revenues:



BOARD MEMORANDUM

DATE: February 24, 2025
TO: BOARD OF DIRECTORS
FROM: Mr. Dennis J. Hoffmeyer, Finance Manager/CFO
VIA: Mr. Dennis D. LaMoreaux, General Manager
RE: *STATUS REPORT ON FINANCIAL STATEMENTS, REVENUE, AND EXPENSE AND DEPARTMENTAL BUDGET REPORTS FOR DECEMBER 2024. (FINANCE MANAGER HOFFMEYER/FINANCE COMMITTEE)*

Discussion:

Presented here are the Balance Sheet and Profit/Loss Statement for the period ending December 31, 2024. Also included are individual departmental budget reports.

This is the final month of the District's Budget Year 2024. Historical trends for the District have our revenues and expenses are 100%, which is also typical for traditional budgetary percentages. Operating revenues are above, and expenses are below for the actuals. Please refer to Diagram A for a graphical representation of this information.

Balance Sheet:

- Pages 1 and 2 are the balance sheet for the 12-month period and a graphic presentation of Assets, Liabilities, and Net Position on December 31, 2024. Additionally, there are pages 1A & 1B, which compare the annual quarterly performance with the previous year.
- The net change for the month-to-month (November to December) was an increase of \$1,977,566.76.
- The month saw an increase in Cash and cash equivalents of \$117,867 and Investments increased by \$1,937,843. Restricted – cash and cash equivalents decreased to \$27,663,117.
- First, we have started the process of preparing for the audit. When comparing the Balance Sheet Report to Mr. Egan's Investment Report the total for Investment excludes the accrued interest in the total amount. With the balance sheet we see this amount is shown separately under the Accrued interest receivable (Highlighted in orange).
- Second, under the Current Liabilities we have a significant increase in Accounts payable and accrued expenses. This is due to properly recording invoices using the full accrual method for accounting within the balance sheet (Highlighted in yellow).
- Referencing page 1A, on the year-to-year comparison. Starting with Cash and cash equivalents and Investments there was an increase of \$3,407,963. Most of this increase is attributed to increased water sales and lower than average expenses (Highlighted orange).
- Under Restricted – cash and cash equivalent there was an increase of \$13,295,277. This shows the funds received from the 2024 water revenue bonds, minus some payments for construction contract payments (Highlighted orange).

- Next, the Capital assets - not being depreciated and Capital assets - being depreciated, net has also increased by \$14,249,805. This is proper accounting related to the activity from the capital improvement projects currently contracted (Highlighted in yellow).
- The last item of reference is the Revenue bonds payable. Both the current and non-current portions account for the addition of the 2024 water revenue bonds in the amount of \$21,113,334 (highlighted in green).

Profit/Loss Statement:

- Page 3 is our consolidated profit and loss statement trending for the twelve months.
- Starting with the operating revenues, the District is above the historical average at 104.6%.
- The District's operating expenses are below historical averages at 87.1%.
- The Operating Revenue continues to see water sales increase but levelled off for the month of December. Water sales finished the year at 111.9% of budget (Highlighted in orange).
- All departmental budgets are within budget except for the four highlighted in yellow that finished the year above historical averages (Highlighted in yellow).
- Page 3A, showing the 4th quarter, has two areas to discuss. The first is Water Sales (Highlighted orange) showing a quarterly increase of \$486,099 or 14.2%. The second is Source of Supply – Purchased Water (Highlighted green) which had a decrease of \$(764,677) or -925.7%. The contributing factor for this was related to the additional water made available through the State Water Project that the District took advantage of by doing water banking along with utilizing more surface water and resting the well field.
- Finally, the three departments with above average expenditures were Administration – District, Operations, and Information Technology (Highlighted Yellow). These are being pointed out due to them mirroring what we are seeing in the normal budget year.
- Page 4 is the graphical representation of the operational and departmental budgets.
- Page 5 is the graphical representation of personnel to operations expenses.

Department Indicators

- Review of the Administration-District has the main part of the overage tied to the Consultants account. While the budget for this account is \$500,000 the overage is directly related to the additional expenditures approved for engineering consulting back in February.
- The Operations department has three accounts contributing to the over budget status with two accounts directly related to water treatment. The remaining account is the Permits account, and a review will need to be conducted to know exactly what the cause is.
- The Information Technology department is shown slightly over budget at 101.6% for the year. There are several accounts that could contribute to the overage, but the majority is related to Contracted/Cloud Services and Computer Software – Maintenance and Support. Staff will conduct a review, as part of the audit review, of the associated accounts to make sure something did not get posted in error.
- The Customer Care department remains the same as in prior reporting.

February 24, 2025

Departments:

Pages 6 through 16 are the detailed individual departmental budgets for your review.

Non-Cash Definitions:

Depreciation: This is the spreading of the total expense of a capital asset over the expected life of that asset.

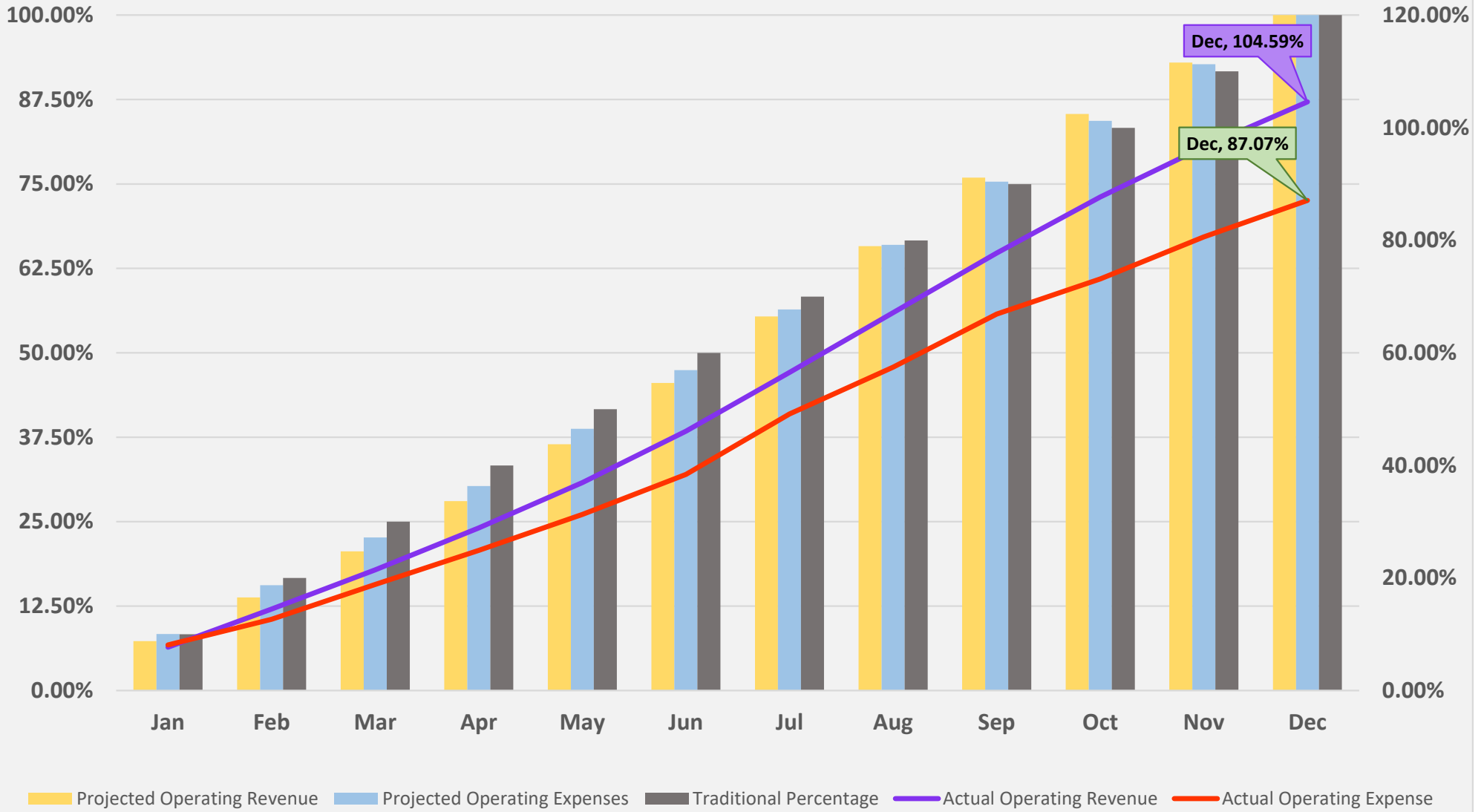
OPEB Accrual Expense: Other Post-Employment Benefits (OPEB) is the recognized annual required contribution to the benefit. The amount is actuarially determined in accordance with the parameters of GASB 45. The amount represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year.

Bad Debt: The uncollectible accounts receivable that has been written off.

Service Cost Construction: The value of material, parts & supplies from inventory used to construct, repair, and maintain our asset infrastructure.

Capitalized Construction: The value of our labor force used to construct our asset infrastructure.

Palmdale Water District Monthly Budgetary Percentages



**Palmdale Water District
Balance Sheet Report**

	January 2024	February 2024	March 2024	April 2024	May 2024	June 2024	July 2024	August 2024	September 2024	October 2024	November 2024	December 2024
ASSETS												
Current Assets:												
Cash and cash equivalents	\$ 1,148,832	\$ 851,701	\$ 944,673	\$ 2,060,565	\$ 2,666,158	\$ 2,932,911	\$ 1,542,378	\$ 1,110,555	\$ 1,302,135	\$ 1,378,058	\$ 1,780,791	\$ 1,898,658
Investments	14,815,906	15,344,955	14,093,087	16,978,653	17,973,440	17,728,608	17,312,722	16,920,322	14,616,645	15,153,311	15,123,463	17,061,306
Accrued interest receivable	-	-	-	-	-	-	-	-	-	-	-	130,337
Accounts receivable - water sales and services, net	2,352,337	2,260,874	2,169,111	2,213,693	2,448,689	2,920,402	3,312,744	3,554,214	3,551,216	3,437,250	3,279,433	2,900,941
Accounts receivable - property taxes and assessments	3,911,134	3,472,417	3,445,109	381,666	372,517	355,933	9,871,702	9,658,056	10,142,832	10,142,832	9,957,869	6,802,631
Lease receivable	102,586	102,586	102,586	102,586	102,586	113,735	113,735	113,735	113,735	113,735	113,735	113,735
Accounts receivable - other	1,751,035	1,364,953	1,364,943	168,865	168,855	192,287	188,653	156,483	156,483	156,483	156,483	156,483
Materials and supplies inventory	1,730,510	1,678,853	1,669,872	2,298,542	2,307,550	2,265,037	2,162,800	2,060,708	2,045,596	2,029,067	1,959,595	1,876,904
Prepaid items and other deposits	857,562	528,055	488,636	558,528	442,251	402,865	498,967	530,284	488,012	441,453	695,619	969,726
Total Current Assets	\$ 26,669,904	\$ 25,604,394	\$ 24,278,016	\$ 24,763,098	\$ 26,482,046	\$ 26,911,776	\$ 35,003,700	\$ 34,104,357	\$ 32,416,653	\$ 32,852,189	\$ 33,066,989	\$ 31,910,720
Non-Current Assets:												
Restricted - cash and cash equivalents	\$ 13,928,913	\$ 13,420,918	\$ 13,420,918	\$ 35,248,537	\$ 34,495,200	\$ 33,513,416	\$ 33,298,546	\$ 32,609,053	\$ 31,909,239	\$ 31,507,844	\$ 29,507,330	\$ 27,663,117
Lease receivable	380,463	380,463	380,463	380,463	380,463	266,728	266,728	266,728	266,728	266,728	266,728	266,728
Investment in Palmdale Recycled Water Authority	2,206,782	2,206,782	2,206,782	2,206,782	2,206,782	2,234,414	2,234,414	2,234,414	2,234,414	2,234,414	2,234,414	2,234,414
Right-to-use asset - being amortized, net	366,740	366,740	366,740	366,740	366,740	235,404	235,404	235,404	235,404	235,404	235,404	235,404
Capital assets - not being depreciated	21,746,193	22,784,716	23,262,911	23,763,466	24,919,454	26,150,616	28,197,567	29,360,548	30,639,127	31,726,373	34,092,055	34,050,791
Capital assets - being depreciated, net	163,365,738	162,804,939	162,266,283	161,706,302	161,146,413	161,535,977	161,695,573	161,142,942	160,618,763	160,170,144	159,514,285	164,536,897
Total Non-Current Assets	\$ 201,994,828	\$ 201,964,557	\$ 201,904,097	\$ 223,672,290	\$ 223,515,052	\$ 223,936,556	\$ 225,928,412	\$ 225,849,089	\$ 225,903,675	\$ 226,140,907	\$ 225,850,216	\$ 228,987,352
TOTAL ASSETS	\$ 228,664,732	\$ 227,568,951	\$ 226,182,113	\$ 248,435,388	\$ 249,997,098	\$ 250,848,332	\$ 260,932,112	\$ 259,953,446	\$ 258,320,328	\$ 258,993,096	\$ 258,917,206	\$ 260,898,072
DEFERRED OUTFLOWS OF RESOURCES:												
Deferred loss on debt defeasance, net	\$ 2,978,265	\$ 2,978,265	\$ 2,978,265	\$ 2,978,265	\$ 1,161,600	\$ 1,158,300	\$ 1,155,000	\$ 1,151,700	\$ 1,148,400	\$ 1,145,100	\$ 1,141,800	\$ 1,138,500
Deferred outflows of resources related to pensions	8,122,656	8,122,656	8,122,656	8,122,656	8,122,656	7,826,018	7,826,018	7,826,018	7,826,018	7,826,018	7,826,018	7,826,018
Total Deferred Outflows of Resources	\$ 11,100,921	\$ 11,100,921	\$ 11,100,921	\$ 11,100,921	\$ 9,284,256	\$ 8,984,318	\$ 8,981,018	\$ 8,977,718	\$ 8,974,418	\$ 8,971,118	\$ 8,967,818	\$ 8,964,518
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 239,765,654	\$ 238,669,873	\$ 237,283,034	\$ 259,536,309	\$ 259,281,354	\$ 259,832,650	\$ 269,913,130	\$ 268,931,164	\$ 267,294,746	\$ 267,964,214	\$ 267,885,024	\$ 269,862,590
LIABILITIES AND NET POSITION												
Current Liabilities:												
Accounts payable and accrued expenses	\$ 1,002,714	\$ 283,457	\$ 661,819	\$ 665,432	\$ 342,747	\$ 791,888	\$ 2,011,819	\$ 844,960	\$ 1,416,452	\$ 742,500	\$ 920,310	\$ 2,434,754
Customer deposits for water service	2,772,459	2,777,353	2,774,783	2,905,302	2,904,732	2,896,843	2,901,707	2,901,023	2,887,773	2,872,786	2,861,656	2,849,638
Construction and developer deposits	1,676,656	1,691,656	1,691,656	1,699,656	1,699,656	1,699,656	1,708,156	1,708,156	1,708,156	1,710,156	1,728,156	1,730,156
Accrued interest payable	920,305	1,150,382	34,173	292,996	585,991	878,987	1,171,983	1,464,978	30,156	303,143	606,286	909,429
Long-term liabilities - due in one year:												
Compensated absences	199,984	203,616	203,616	216,331	220,535	220,535	187,360	187,360	185,024	185,024	195,785	196,512
Rate Stabilization Fund	844,038	844,038	844,038	894,444	894,444	894,444	894,444	894,444	894,444	894,444	894,444	894,444
Right-to-use lease payable	126,686	126,686	126,686	126,686	126,686	109,022	109,022	109,022	109,022	109,022	109,022	109,022
Right-to-use asset financing	463,073	463,073	463,073	233,545	233,545	233,545	233,545	233,545	233,545	479,423	479,423	479,423
Loan payable	-	-	-	-	-	-	-	-	-	-	-	-
Revenue bonds payable	671,666	671,666	671,666	671,666	671,666	671,666	671,666	671,666	-	2,900,369	2,900,369	2,900,369
Total Current Liabilities	\$ 8,677,581	\$ 8,211,927	\$ 7,471,509	\$ 7,706,056	\$ 7,680,002	\$ 8,396,586	\$ 9,889,701	\$ 9,015,155	\$ 7,464,571	\$ 10,196,866	\$ 10,695,452	\$ 12,503,746
Non-Current Liabilities:												
Long-term liabilities - due in more than one year:												
Compensated absences	\$ 599,952	\$ 610,849	\$ 610,849	\$ 648,992	\$ 661,606	\$ 661,606	\$ 562,081	\$ 562,081	\$ 555,071	\$ 555,071	\$ 587,356	\$ 589,536
Right-to-use lease payable	229,028	229,028	229,028	229,028	229,028	119,618	119,618	119,618	119,618	119,618	119,618	119,618
Right-to-use asset financing	1,489,646	1,489,646	1,489,646	1,489,646	1,489,646	1,489,646	1,489,646	1,489,646	1,489,646	1,010,223	1,010,223	1,010,223
Loan payable	3,760,564	3,755,040	3,749,516	4,389,168	2,761,677	2,753,156	2,744,635	2,736,113	2,727,592	2,719,071	2,710,549	2,702,028
Revenue bonds payable	75,259,508	75,259,508	75,259,508	96,959,508	97,044,508	97,044,508	97,044,508	97,044,508	97,044,508	94,144,139	94,144,139	94,144,139
Net other post employment benefits payable	14,448,195	14,633,198	14,726,517	14,818,414	14,911,427	12,674,071	12,770,943	12,864,996	12,957,186	13,048,002	13,140,983	13,233,568
Aggregate net pension liability	13,730,102	13,730,102	13,730,102	13,730,102	13,730,102	15,115,381	15,115,381	15,115,381	15,115,381	15,115,381	15,115,381	15,115,381
Total Non-Current Liabilities	\$ 109,516,995	\$ 109,707,370	\$ 109,795,165	\$ 132,264,858	\$ 130,827,993	\$ 129,857,985	\$ 129,846,811	\$ 129,932,343	\$ 130,009,001	\$ 126,711,504	\$ 126,828,249	\$ 126,914,493
Total Liabilities	\$ 118,194,575	\$ 117,919,297	\$ 117,266,674	\$ 139,970,914	\$ 138,507,995	\$ 138,254,571	\$ 139,736,512	\$ 138,947,498	\$ 137,473,573	\$ 136,908,370	\$ 137,523,701	\$ 139,418,239
DEFERRED INFLOWS OF RESOURCES:												
Unearned property taxes and assessments	\$ 3,583,333	\$ 2,866,667	\$ 2,150,000	\$ 1,433,333	\$ 1,916,667	\$ 1,116,667	\$ 9,916,667	\$ 9,116,667	\$ 8,037,500	\$ 6,958,333	\$ 5,879,167	\$ 4,800,000
Deferred amounts related to leases	460,575	460,575	460,575	460,575	460,575	345,431	345,431	345,431	345,431	345,431	345,431	345,431
Deferred amounts related to net pensions	5,274,161	5,274,161	5,274,161	5,274,161	5,274,161	5,804,953	5,804,953	5,804,953	5,804,953	5,804,953	5,804,953	5,804,953
Total Deferred Inflows of Resources	\$ 9,318,069	\$ 8,601,403	\$ 7,884,736	\$ 7,168,069	\$ 7,651,403	\$ 7,267,051	\$ 16,067,051	\$ 15,267,051	\$ 14,187,884	\$ 13,108,717	\$ 12,029,551	\$ 10,950,384
NET POSITION:												
Profit/(Loss) from Operations	\$ 814,818	\$ 941,691	\$ 924,142	\$ 1,366,796	\$ 2,426,904	\$ 3,413,462	\$ 3,212,001	\$ 3,819,048	\$ 4,735,723	\$ 7,049,561	\$ 7,434,206	\$ 8,596,401
Restricted for investment in Palmdale Recycled Water Authority	2,206,782	2,206,782	2,206,782	2,206,782	2,206,782	2,234,414	2,234,414	2,234,414	2,234,414	2,234,414	2,234,414	2,234,414
Unrestricted	109,231,409	109,000,700	109,000,700	108,823,748	108,488,270	108,663,153	108,663,153	108,663,153	108,663,153	108,663,153	108,663,153	108,663,153
Total Net Position	\$ 112,253,009	\$ 112,149,173	\$ 112,131,624	\$ 112,397,325	\$ 113,121,956	\$ 114,311,029	\$ 114,109,567	\$ 114,716,615	\$ 115,633,289	\$ 117,947,127	\$ 118,331,772	\$ 119,493,967
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 239,765,654	\$ 238,669,873	\$ 237,283,034	\$ 259,536,309	\$ 259,281,354	\$ 259,832,650	\$ 269,913,130	\$ 268,931,164	\$ 267,294,746	\$ 267,964,214	\$ 267,885,024	\$ 269,862,590

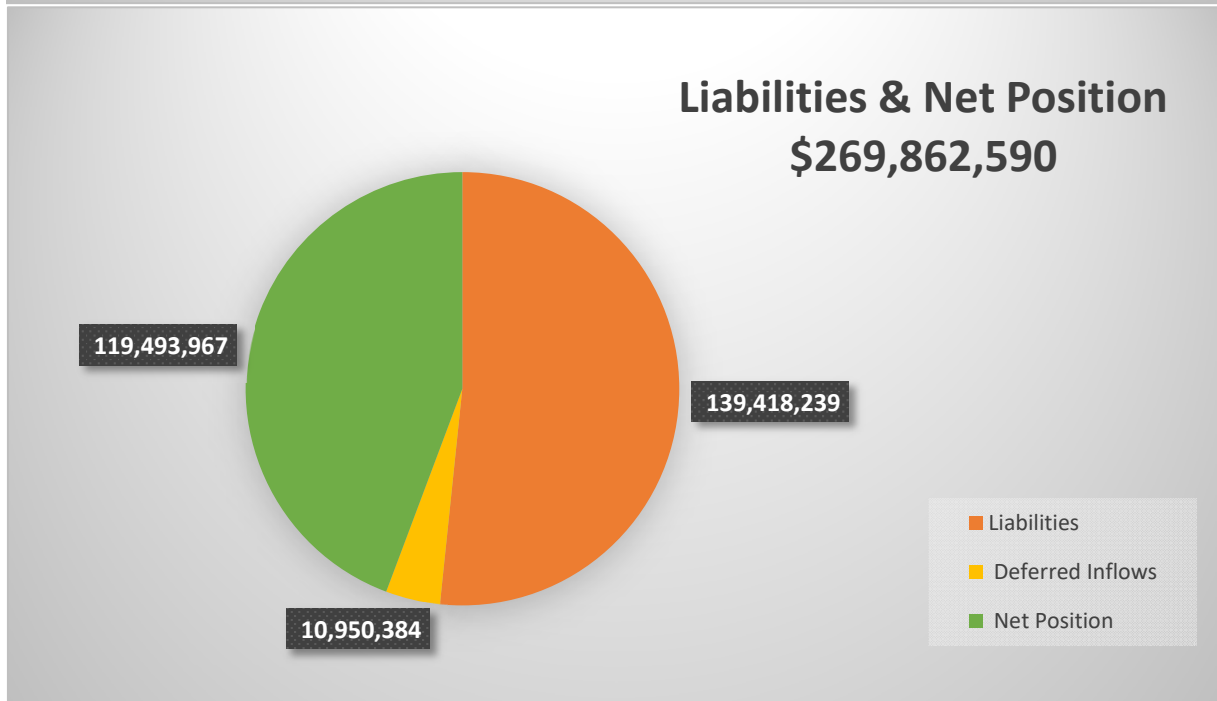
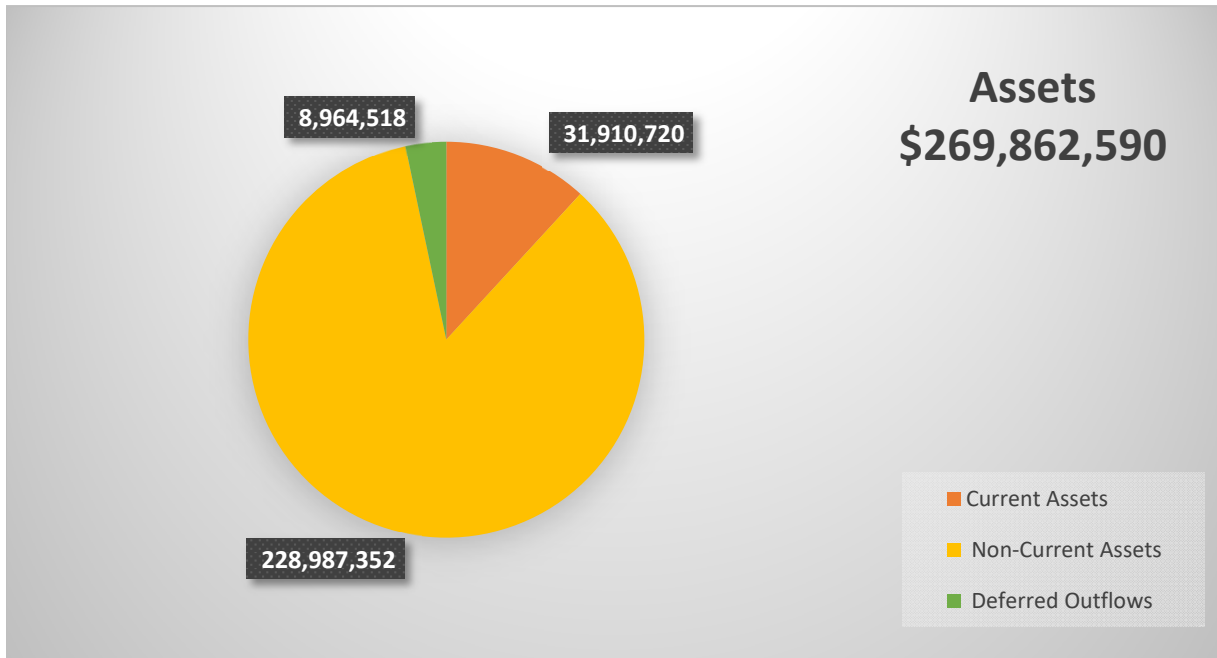
**Palmdale Water District
Balance Sheet Report
Annual Quarterly Comparison**

	<u>December 2024</u>	<u>December 2023</u>	Net Annual Change
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 1,898,658	\$ 801,850	\$ 1,096,808
Investments	17,061,306	14,750,151	2,311,155
Accrued interest receivable	130,337	84,165	46,172
Accounts receivable - water sales and services, net	2,900,941	2,520,331	380,610
Accounts receivable - property taxes and assessments	6,802,631	4,922,573	1,880,057
Lease Receivable	113,735	102,586	
Accounts receivable - other	156,483	551,515	(395,032)
Materials and supplies inventory	1,876,904	1,852,225	24,679
Prepaid items and other deposits	969,726	896,981	72,745
Total Current Assets	\$ 31,910,720	\$ 26,482,378	\$ 5,428,343
Non-Current Assets:			
Restricted - cash and cash equivalents	\$ 27,663,117	\$ 14,367,840	\$ 13,295,277
Lease Receivable	266,728	380,463	
Investment in Palmdale Recycled Water Authority	2,234,414	2,206,782	27,632
Right-to-use asset - being amortized, net	235,404	366,740	(131,336)
Capital assets - not being depreciated	34,050,791	21,116,689	12,934,103
Capital assets - being depreciated, net	164,536,897	163,221,195	1,315,703
Total Non-Current Assets	\$ 228,987,352	\$ 201,659,708	\$ 27,327,644
TOTAL ASSETS	\$ 260,898,072	\$ 228,142,086	\$ 32,755,986
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred loss on debt defeasance, net	\$ 1,138,500	\$ 2,978,265	\$ (1,839,765)
Deferred outflows of resources related to pensions	7,826,018	8,122,656	(296,638)
Total Deferred Outflows of Resources	\$ 8,964,518	\$ 11,100,921	\$ (2,136,403)
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 269,862,590	\$ 239,243,008	\$ 30,619,583

**Palmdale Water District
Balance Sheet Report
Annual Quarterly Comparison**

	<u>December 2024</u>	<u>December 2023</u>	<u>Net Annual Change</u>
LIABILITIES AND NET POSITION			
Current Liabilities:			
Accounts payable and accrued expenses	\$ 2,434,754	\$ 1,274,548	\$ 1,160,206
Customer deposits for water service	2,849,638	2,754,119	95,519
Construction and developer deposits	1,730,156	1,676,656	53,500
Accrued interest payable	909,429	690,229	219,200
Long-term liabilities - due in one year:			-
Compensated absences	196,512	199,984	(3,472)
Rate Stabilization Fund	894,444	844,038	50,406
Right-to-use lease payable	109,022	126,686	(17,664)
Right-to-use asset financing	479,423	463,073	16,350
Revenue bonds payable	2,900,369	671,666	2,228,703
Total Current Liabilities	\$ 12,503,746	\$ 8,700,998	\$ 3,802,748
Non-Current Liabilities:			
Long-term liabilities - due in more than one year:			
Compensated absences	\$ 589,536	\$ 599,952	\$ (10,416)
Right-to-use lease payable	119,618	229,028	(109,410)
Right-to-use asset financing	1,010,223	1,489,646	(479,423)
Loan payable	2,702,028	3,766,088	(1,064,060)
Revenue bonds payable	94,144,139	75,259,508	18,884,631
Net other post employment benefits payable	13,233,568	14,448,195	(1,214,627)
Aggregate net pension liability	15,115,381	13,730,102	1,385,279
Total Non-Current Liabilities	\$ 126,914,493	\$ 109,522,519	\$ 17,391,974
Total Liabilities	\$ 139,418,239	\$ 118,223,517	\$ 21,194,722
DEFERRED INFLOWS OF RESOURCES:			
Unearned property taxes and assessments	\$ 4,800,000	\$ 4,300,000	\$ 500,000
Deferred amounts related to leases	345,431	460,575	(115,144)
Deferred inflows of resources related to pensions	5,804,953	5,274,161	530,792
Total Deferred Inflows of Resources	\$ 10,950,384	\$ 10,034,736	\$ 915,648
NET POSITION:			
Profit/(Loss) from Operations	\$ 8,596,401	\$ 3,321,777	\$ 5,274,624
Restricted for investment in Palmdale Recycled Water Authority	2,234,414	2,206,782	27,632
Unrestricted	108,663,153	105,456,196	3,206,957
Total Net Position	\$ 119,493,967	\$ 110,984,755	\$ 8,509,212
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 269,862,590	\$ 239,243,008	\$ 30,619,583

BALANCE SHEET AS OF DECEMBER 30, 2024



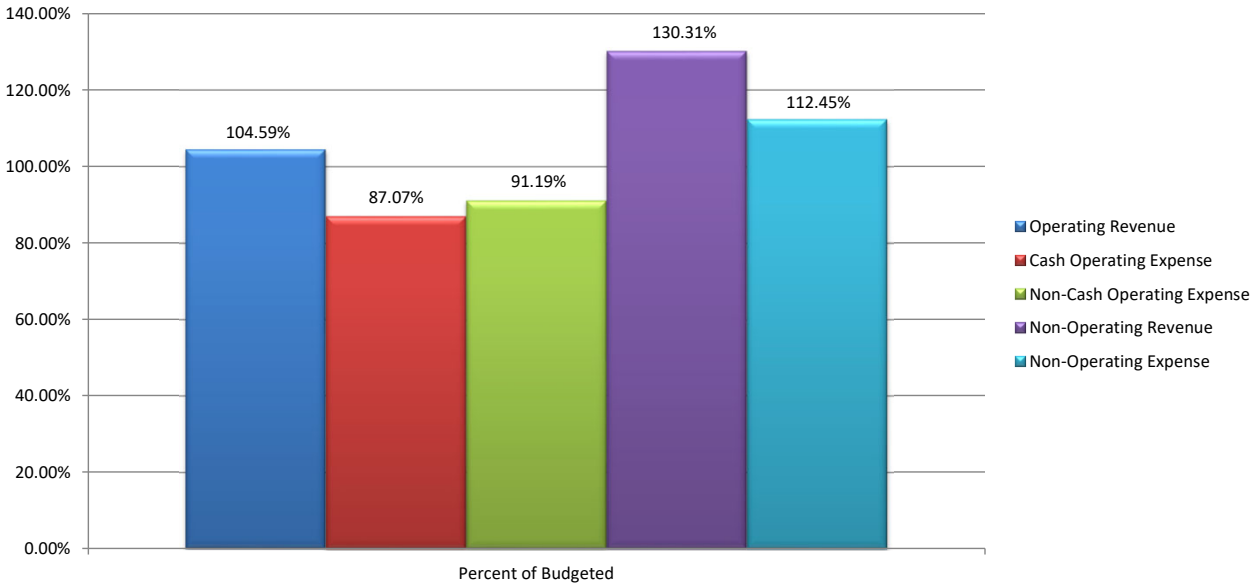
**Palmdale Water District
Consolidated Profit and Loss Statement
For the Twelve Months Ending 12/31/2024**

	January	February	March	April	May	June	July	August	September	October	November	December	Year-to-Date	Adjustments	Adjusted Budget	% of Budget
Operating Revenue:																
Wholesale Water	\$ 11,608	\$ -	\$ 13,672	\$ 5,031	\$ 1,253	\$ 11,773	\$ 52,070	\$ -	\$ 10,780	\$ 58,537	\$ -	\$ 40,565	\$ 205,289	\$ -	\$ 400,000	51.32%
Water Sales	683,470	561,031	550,004	655,957	896,640	1,230,413	1,588,081	1,726,068	1,662,869	1,442,848	1,147,368	834,330	12,979,078	-	11,600,000	111.89%
Meter Fees	1,683,353	1,686,741	1,686,835	1,692,134	1,695,989	1,696,522	1,696,582	1,698,127	1,698,300	1,702,304	1,701,801	1,701,468	20,340,155	-	19,850,000	102.47%
Water Quality Fees	23,538	20,599	20,709	24,524	32,209	41,279	49,667	51,745	49,175	41,652	34,404	26,613	416,112	-	600,000	69.35%
Elevation Fees	19,094	15,933	15,958	20,180	29,456	39,322	48,822	51,408	47,135	40,526	32,529	22,111	382,474	-	350,000	109.28%
Other	98,472	115,419	81,945	134,070	86,504	90,175	106,841	107,480	107,425	107,434	101,091	98,941	1,235,797	-	1,200,000	102.98%
Drought Surcharge	-	-	-	-	-	-	-	-	-	-	-	41	41	-	-	-
Total Operating Revenue	\$ 2,519,535	\$ 2,399,723	\$ 2,369,122	\$ 2,531,895	\$ 2,742,051	\$ 3,109,483	\$ 3,542,062	\$ 3,634,827	\$ 3,575,683	\$ 3,393,301	\$ 3,017,193	\$ 2,724,070	\$ 35,558,946	\$ -	\$ 34,000,000	104.59%
Cash Operating Expenses:																
Directors	\$ 8,491	\$ 13,239	\$ 12,444	\$ 13,238	\$ 16,767	\$ 13,218	\$ 15,735	\$ 13,417	\$ 11,268	\$ 16,633	\$ 13,658	\$ 18,070	\$ 166,179	\$ -	\$ 194,500	85.44%
Administration-Services	202,726	173,504	174,970	173,750	191,371	178,446	270,078	177,729	124,761	159,490	161,796	148,713	2,137,335	-	2,818,875	75.82%
Administration-District	298,311	199,955	224,488	261,979	225,360	396,050	143,197	166,923	322,975	385,557	234,009	332,803	3,191,606	-	3,021,616	105.63%
Engineering	200,237	146,372	140,811	151,371	135,342	150,360	205,876	141,508	128,990	120,229	120,440	118,173	1,759,708	-	2,134,750	82.43%
Facilities	639,939	561,331	507,048	461,618	613,532	608,459	821,341	792,922	705,073	600,169	526,488	453,294	7,291,215	-	8,154,071	89.42%
Operations	543,909	334,864	220,048	260,731	357,351	351,082	827,876	404,201	405,620	421,186	324,478	414,512	4,865,857	-	4,341,785	112.07%
Finance	180,694	153,926	143,696	148,011	145,975	158,662	207,740	158,818	124,058	130,421	150,258	158,719	1,860,979	-	1,987,750	93.62%
Water Use Efficiency	25,116	24,322	23,570	24,396	24,108	22,193	42,247	23,113	23,012	26,099	22,409	24,184	304,770	-	326,800	93.26%
Human Resources	73,041	43,879	52,136	44,638	49,792	62,743	81,902	58,648	50,019	53,514	66,736	49,130	686,178	-	727,750	94.29%
Information Technology	238,010	239,623	136,535	126,135	133,015	114,167	171,451	175,780	124,134	162,563	223,790	245,176	2,090,378	-	2,056,747	101.64%
Customer Care	173,084	137,869	133,297	145,239	135,159	130,132	223,863	130,715	134,584	134,994	134,819	138,117	1,751,873	-	1,651,350	106.09%
Source of Supply-Purchased Water	38,345	29,102	(30,460)	12,815	439,220	214,230	535,410	548,000	28,975	28,975	27,535	26,097	1,898,244	-	2,780,000	68.28%
Plant Expenditures	380	16,130	-	-	12,578	14,437	113	74,537	14,050	6,569	15,600	(8,443)	145,951	-	400,000	36.49%
Sediment Removal Project	-	-	-	4,815	5,193	783	12,812	2,451	3,071	-	12,160	563	41,849	-	1,800,000	2.32%
GAC Filter Media Replacement	-	167,000	-	-	167,000	-	167,000	117,461	-	49,539	-	-	668,000	-	750,000	89.07%
Total Cash Operating Expenses	\$ 2,622,284	\$ 2,241,115	\$ 1,738,583	\$ 1,828,736	\$ 2,651,764	\$ 2,414,962	\$ 3,726,641	\$ 2,986,224	\$ 2,200,591	\$ 2,295,938	\$ 2,034,176	\$ 2,119,108	\$ 28,860,121	\$ -	\$ 33,145,994	87.07%
Net Cash Operating Profit/(Loss)	\$ (102,749)	\$ 158,609	\$ 630,539	\$ 703,159	\$ 90,287	\$ 694,521	\$ (184,579)	\$ 648,603	\$ 1,375,092	\$ 1,097,363	\$ 983,018	\$ 604,961	\$ 6,698,825	\$ -	\$ 854,006	784.40%
Non-Cash Operating Expenses:																
Depreciation	\$ 476,801	\$ 467,880	\$ 467,295	\$ 467,060	\$ 466,967	\$ 466,967	\$ 461,557	\$ 459,886	\$ 459,436	\$ 355,691	\$ 562,927	\$ 482,800	\$ 5,595,267	\$ -	\$ 5,600,000	99.92%
OPEB Accrual Expense	127,710	127,710	127,710	127,710	127,710	127,710	127,710	126,225	127,710	127,710	127,710	127,710	1,531,036	-	1,600,000	95.69%
Bad Debts	(769)	4,714	1,483	3,969	(835)	2,421	30	(1,060)	80	33	-	(946)	9,118	-	25,000	36.47%
Service Costs Construction	45,160	27,265	41,079	63,044	54,508	(8,199)	50,037	26,413	19,766	50,246	20,255	35,171	424,745	-	550,000	77.23%
Capitalized Construction	(116,481)	(65,894)	(112,239)	(134,370)	(133,485)	(62,570)	(212,632)	(146,648)	(122,734)	(148,197)	(143,557)	(165,346)	(1,564,153)	-	(1,200,000)	130.35%
Capital Contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Non-Cash Operating Expenses	\$ 532,421	\$ 561,675	\$ 525,328	\$ 527,412	\$ 514,866	\$ 526,330	\$ 426,703	\$ 464,816	\$ 484,257	\$ 385,483	\$ 567,335	\$ 479,389	\$ 5,996,014	\$ -	\$ 6,575,000	91.19%
Net Operating Profit/(Loss)	\$ (635,169)	\$ (403,067)	\$ 105,211	\$ 175,747	\$ (424,579)	\$ 168,192	\$ (611,282)	\$ 183,787	\$ 890,835	\$ 711,880	\$ 415,683	\$ 125,572	\$ 702,812	\$ -	\$ (5,720,994)	-12.28%
Non-Operating Revenues:																
Assessments (Debt Service)	\$ 480,740	\$ 480,740	\$ 480,740	\$ 480,740	\$ 480,740	\$ 888,380	\$ 536,640	\$ 536,640	\$ 723,905	\$ 723,905	\$ 723,905	\$ 730,977	\$ 7,268,052	\$ -	\$ 7,000,000	103.83%
Assessments (1%)	641,942	235,927	235,927	247,566	235,927	970,601	263,360	263,360	355,262	355,262	355,262	348,190	4,508,584	-	3,450,000	130.68%
DWR Fixed Charge Recovery	-	-	-	237,515	33,278	-	-	-	-	172,860	-	-	443,653	-	300,000	147.88%
Interest	64,161	49,334	54,843	52,135	74,938	75,132	99,909	96,635	82,502	66,422	130,532	141,197	987,740	-	285,000	346.58%
CIF - Infrastructure	-	25,567	12,416	13,084	10,725	24,207	1,164	6,510	-	16,242	1,552	22,795	134,262	-	200,000	67.13%
CIF - Water Supply	-	15,966	-	8,981	-	15,296	-	15,835	-	-	-	19,122	75,200	-	350,000	21.49%
State Water Project - Table A Water Sale	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants - State and Federal	-	-	-	371,863	819,915	-	31,339	-	-	747,025	-	75,000	2,045,143	-	1,100,000	185.92%
Other	589,689	5,215	54,145	15,265	9,890	11,943	15,947	4,721	11,034	7,560	9,285	365,487	1,100,182	-	25,000	4400.73%
Total Non-Operating Revenues	\$ 1,776,532	\$ 812,749	\$ 838,071	\$ 1,427,149	\$ 1,665,413	\$ 1,985,559	\$ 948,358	\$ 923,700	\$ 1,172,703	\$ 2,089,276	\$ 1,220,536	\$ 1,702,769	\$ 16,562,815	\$ -	\$ 12,710,000	130.31%
Non-Operating Expenses:																
Interest on Long-Term Debt	\$ 227,095	\$ 227,095	\$ 227,095	\$ 288,413	\$ 288,413	\$ 288,413	\$ 288,413	\$ 288,413	\$ 288,413	\$ 298,561	\$ 298,561	\$ 298,561	\$ 3,307,446	\$ -	\$ 2,743,231	120.57%
Deferred Charges-Cost of Issuance	-	-	-	260,951	5,950	25,909	-	-	-	-	-	-	292,810	-	-	-
Amortization of SWP	415,440	415,441	415,442	415,443	415,444	415,445	415,446	415,447	415,448	415,449	415,450	415,451	4,985,344	-	4,838,220	103.04%
Change in Investments in PRWA	161	-	1,208	7,544	161	-	-	1,319	187	162	884	2,376	14,003	-	25,000	56.01%
Water Conservation Programs	338	747	2,890	5,412	5,493	3,371	1,196	12,077	14,280	11,980	5,068	3,816	66,667	-	100,000	66.67%
Total Non-Operating Expenses	\$ 643,033	\$ 643,282	\$ 646,634	\$ 977,764	\$ 715,462	\$ 733,138	\$ 705,055	\$ 717,257	\$ 718,328	\$ 726,151	\$ 719,963	\$ 720,204	\$ 8,666,270	\$ -	\$ 7,706,451	112.45%
Net Earnings	\$ 498,330	\$ (233,599)	\$ 296,648	\$ 625,132	\$ 525,372	\$ 1,420,613	\$ (367,979)	\$ 390,231	\$ 1,345,210	\$ 2,075,005	\$ 916,256	\$ 1,108,137	\$ 8,599,356	\$ -	\$ (717,445)	-1198.61%

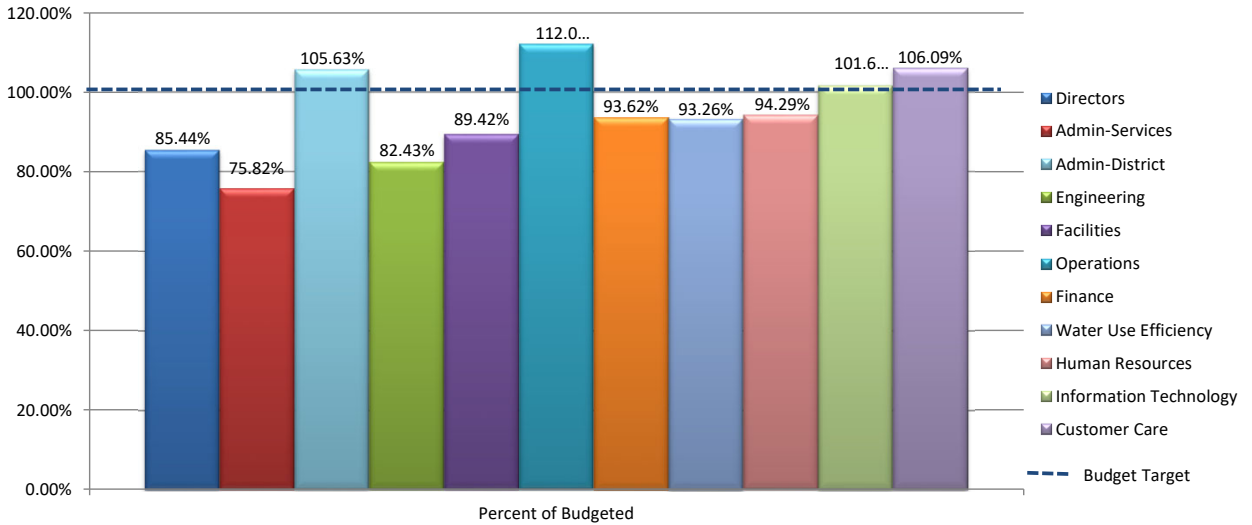
**Palmdale Water District
Profit and Loss Statement
Quarterly Comparison**

	4th Qtr 2023	4th Qtr 2024	Change	% Change
Operating Revenue:				
Wholesale Water	\$ 66,191	\$ 99,102	\$ 32,912	33.21%
Water Sales	2,938,447	3,424,546	486,099	14.19%
Meter Fees	4,629,891	5,105,573	475,682	9.32%
Water Quality Fees	129,859	102,669	(27,190)	-26.48%
Elevation Fees	82,371	95,166	12,796	13.45%
Other	323,631	307,467	(16,164)	-5.26%
Drought Surcharge	-	41	41	
Total Operating Revenue	\$ 8,170,390	\$ 9,134,564	\$ 964,174	10.56%
Cash Operating Expenses:				
Directors	\$ 30,655	\$ 48,361	\$ 17,706	36.61%
Administration-Services	477,998	469,998	(8,000)	-1.70%
Administration-District	525,659	952,369	426,710	44.81%
Engineering	416,847	358,841	(58,006)	-16.16%
Facilities	1,866,235	1,579,951	(286,283)	-18.12%
Operations	876,831	1,160,176	283,344	24.42%
Finance	420,586	439,398	18,812	4.28%
Water Conservation	65,833	72,692	6,860	9.44%
Human Resources	152,357	169,381	17,025	10.05%
Information Technology	423,544	631,528	207,984	32.93%
Customer Care	371,610	407,930	36,321	8.90%
Source of Supply-Purchased Water	847,284	82,607	(764,677)	-925.68%
Plant Expenditures	25,840	13,725	(12,115)	-88.27%
Sediment Removal Project	13,403	12,723	(679)	-5.34%
GAC Filter Media Replacement	334,000	49,539	(284,461)	-574.22%
Total Cash Operating Expenses	\$ 6,848,681	\$ 6,449,221	\$ (399,459)	-6.19%
Non-Cash Operating Expenses:				
Depreciation	\$ 1,431,402	\$ 1,401,417	\$ (29,984)	-2.14%
OPEB Accrual Expense	383,130	383,130	-	0.00%
Bad Debts	7,672	(913)	(8,585)	940.35%
Service Costs Construction	57,362	105,672	48,310	45.72%
Capitalized Construction	(283,377)	(457,100)	(173,724)	38.01%
Capital Contributions	-	-	-	
Total Non-Cash Operating Expenses	\$ 1,596,189	\$ 1,432,206	\$ (163,983)	-11.45%
Net Operating Profit/(Loss)	\$ (274,480)	\$ 1,253,136	\$ 1,527,616	121.90%
Non-Operating Revenues:				
Assessments (Debt Service)	\$ 1,449,292	\$ 2,178,787	\$ 729,495	33.48%
Assessments (1%)	700,708	1,058,713	358,005	33.82%
DWR Fixed Charge Recovery	113,630	172,860	59,230	34.26%
Interest	153,453	338,151	184,698	54.62%
CIF - Infrastructure	20,164	40,589	20,425	50.32%
CIF - Water Supply	8,604	19,122	10,518	55.00%
State Water Project - Table A Water Sale	1,705,640	-	(1,705,640)	
Grants - State and Federal	1,111,587	822,025	(289,562)	-35.23%
Other	32,716	382,332	349,617	91.44%
Total Non-Operating Revenues	\$ 5,295,793	\$ 5,012,580	\$ (283,213)	-5.65%
Non-Operating Expenses:				
Interest on Long-Term Debt	\$ 675,674	\$ 895,682	\$ 220,008	24.56%
Deferred Charges-Cost of Issuance	-	-	-	
Amortization of SWP	1,123,176	1,246,350	123,173	9.88%
Change in Investments in PRWA	161	3,422	3,261	95.28%
Water Conservation Programs	19,717	20,864	1,147	5.50%
Total Non-Operating Expenses	\$ 1,818,729	\$ 2,166,318	\$ 347,589	16.05%
Net Earnings	\$ 3,202,584	\$ 4,099,398	\$ 896,814	21.88%

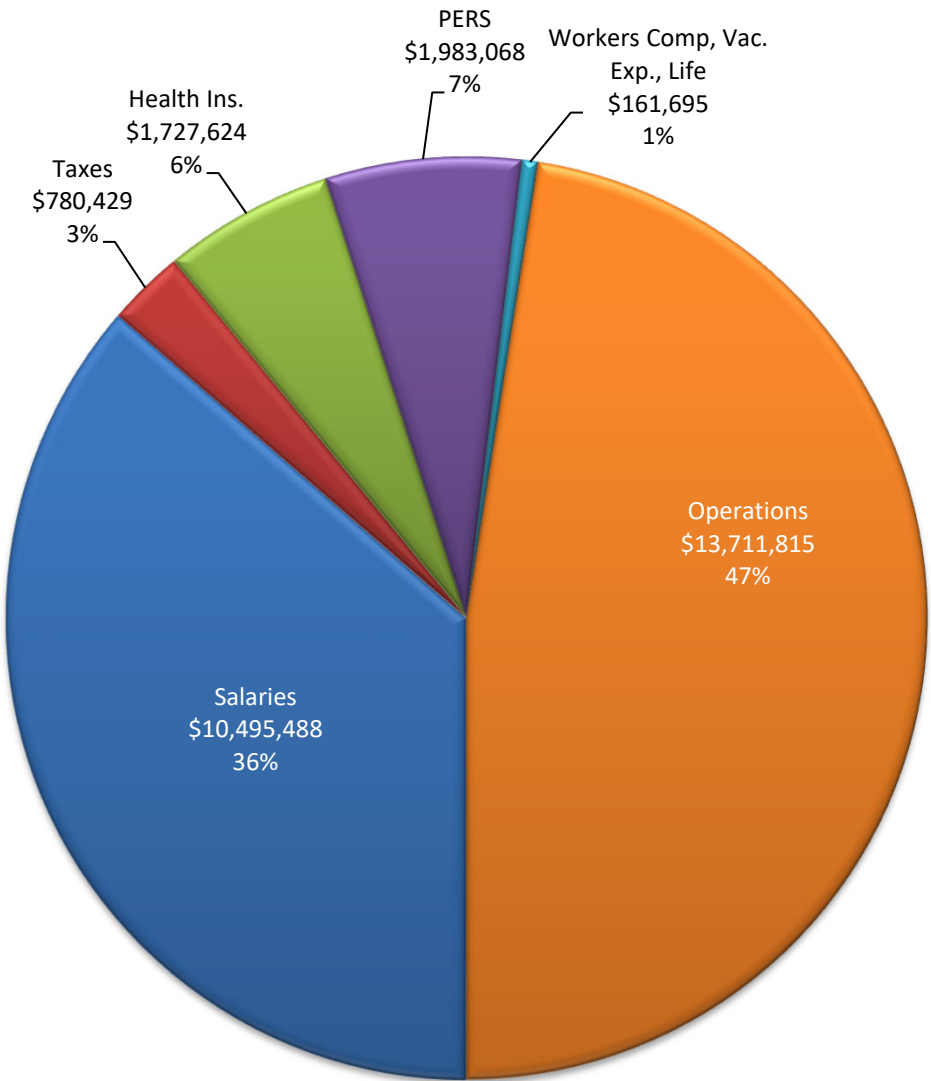
P & L BUDGET vs. ACTUAL



DEPARTMENTAL - BUDGET vs. ACTUAL



**Personnel to Operations Exp
YTD 12/31/2024
\$28,860,121**



- Salaries
- Taxes
- Health Ins.
- PERS
- Workers Comp, Vac. Exp., Life
- Operations

**Palmdale Water District
2024 Directors Budget
For the Twelve Months Ending Tuesday, December 31, 2024**

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-01-4000-000 Directors Pay	\$ -	\$ -	\$ -	\$ -	
Employee Benefits					
1-01-4005-000 Payroll Taxes	8,011	9,500		1,489	84.33%
1-01-4010-000 Health Insurance - Directors	27,548	30,000		2,452	91.83%
Subtotal (Benefits)	35,559	39,500	-	3,941	90.02%
 Total Personnel Expenses	 \$ 35,559	 \$ 39,500	 \$ -	 \$ 3,941	 90.02%
OPERATING EXPENSES:					
1-01-xxxx-006 Director Share - Dizmang, Gloria	\$ 220				
1-01-xxxx-008 Director Share - Mac Laren, Kathy	\$ 23,938				
1-01-xxxx-010 Director Share - Dino, Vincent	\$ 29,904				
1-01-xxxx-012 Director Share - Wilson, Don	\$ 27,163				
1-01-xxxx-014 Director Share - Kellerman, Scott	\$ 24,119				
1-01-xxxx-015 Director Share - Sanchez, Cynthia	\$ 25,277				
Subtotal Operating Expenses	130,620	155,000	-	24,380	84.27%
 Total O & M Expenses	 \$ 166,179	 \$ 194,500	 \$ -	 \$ 28,321	 85.44%

Palmdale Water District
2024 Administration Services Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-02-4000-000 Salaries	\$ 1,389,394	\$ 1,859,500		\$ 470,106	74.72%
1-02-4000-100 Overtime	2,688	5,000		2,312	53.77%
Subtotal (Salaries)	\$ 1,392,082	\$ 1,864,500	\$ -	\$ 472,418	74.66%
Employee Benefits					
1-02-4005-000 Payroll Taxes	90,809	144,750		53,941	62.74%
1-02-4010-000 Health Insurance	160,936	202,250		41,314	79.57%
1-02-4015-000 PERS	116,032	193,000		76,968	60.12%
Subtotal (Benefits)	\$ 367,778	\$ 540,000	\$ -	\$ 172,222	68.11%
Total Personnel Expenses	\$ 1,759,860	\$ 2,404,500	\$ -	\$ 644,640	73.19%
OPERATING EXPENSES:					
1-02-4050-000 Staff Travel	\$ 9,799	\$ 18,500	\$ -	\$ 8,701	52.97%
1-02-4050-100 General Manager Travel	5,269	5,500		231	95.79%
1-02-4060-000 Staff Conferences & Seminars	2,773	7,500		4,727	36.98%
1-02-4060-100 General Manager Conferences & Seminars	1,850	4,000		2,150	46.26%
1-02-4130-000 Bank Charges	226,802	204,875		(21,927)	110.70%
1-02-4150-000 Accounting Services	28,496	35,000		6,504	81.42%
1-02-4175-000 Permits	2,066	10,000		7,934	20.66%
1-02-4180-000 Postage	10,886	15,500		4,614	70.23%
1-02-4190-100 Public Relations - Publications	30,755	32,500		1,745	94.63%
1-02-4190-700 Public Affairs - Marketing/Outreach	36,664	40,000		3,336	91.66%
1-02-4190-710 Public Affairs -Advertising	1,400	4,000		2,600	35.00%
1-02-4190-720 Public Affairs - Equipment	-	1,000		1,000	0.00%
1-02-4190-730 Public Affairs -Conference/Seminar/Travel	675	4,000		3,325	16.88%
1-02-4190-740 Public Affairs - Consultants	-	2,000		2,000	0.00%
1-02-4190-750 Public Affairs - Membership	637	1,500		863	42.47%
1-02-4200-000 Advertising	399	1,000		601	39.88%
1-02-4205-000 Office Supplies	19,004	27,500		8,496	69.11%
Subtotal Operating Expenses	\$ 377,475	\$ 414,375	\$ -	\$ 36,900	91.10%
Total Departmental Expenses	\$ 2,137,335	\$ 2,818,875	\$ -	\$ 681,540	75.82%

Palmdale Water District
2024 Administration District Wide Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-02-5070-001 On-Call	\$ 83,766	\$ 90,000		\$ 6,234	93.07%
Subtotal (Salaries)	\$ 83,766	\$ 90,000	\$ -	\$ 6,234	93.07%
Employee Benefits					
1-02-5070-002 PERS-Unfunded Liability	1,039,041	1,039,041		0	100.00%
1-02-5070-003 Workers Compensation	194,934	230,000		35,066	84.75%
1-02-5070-004 Vacation Benefit Expense	(39,424)	95,000		134,424	-41.50%
1-02-5070-005 Life Insurance	6,186	7,000		814	88.37%
Subtotal (Benefits)	\$ 1,200,736	\$ 1,371,041	\$ -	\$ 170,305	87.58%
Total Personnel Expenses	\$ 1,284,502	\$ 1,461,041	\$ -	\$ 176,539	87.92%
OPERATING EXPENSES:					
1-02-5070-006 Other Operating	102,099	\$ 55,000		(47,099)	185.63%
1-02-5070-007 Consultants	849,696	500,000		(349,696)	169.94%
1-02-5070-008 Insurance	494,750	500,000		5,250	98.95%
1-02-5070-009 Groundwater Adjudication - Legal	7,797	25,000		17,203	31.19%
1-02-5070-010 Legal Services	190,234	175,000		(15,234)	108.70%
1-02-5070-011 Memberships/Subscriptions	153,284	158,000		4,716	97.02%
1-02-5070-014 Groundwater Adjudication - Assessment	70,287	47,575		(22,712)	147.74%
1-02-5070-099 100th Anniversary - Littlerock Dam	38,957	100,000		61,043	38.96%
Subtotal Operating Expenses	\$ 1,907,104	\$ 1,560,575	\$ -	\$ (346,529)	122.21%
Total Departmental Expenses	\$ 3,191,606	\$ 3,021,616	\$ -	\$ (169,990)	105.63%

Palmdale Water District
2024 Engineering Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-03-4000-000 Salaries	\$ 1,282,557	1,561,000.00	\$ -	\$ 278,443	82.16%
1-03-4000-100 Overtime	15,329	16,000.00		671	95.81%
Subtotal (Salaries)	<u>\$ 1,297,887</u>	<u>\$ 1,577,000</u>	<u>\$ -</u>	<u>\$ 279,113</u>	<u>82.30%</u>
Employee Benefits					
1-03-4005-000 Payroll Taxes	101,795	119,750.00		17,955	85.01%
1-03-4010-000 Health Insurance	222,692	249,000.00		26,308	89.43%
1-03-4015-000 PERS	120,931	156,500.00		35,569	77.27%
Subtotal (Benefits)	<u>\$ 445,418</u>	<u>\$ 525,250</u>	<u>\$ -</u>	<u>\$ 79,832</u>	<u>84.80%</u>
Total Personnel Expenses	<u><u>\$ 1,743,305</u></u>	<u><u>\$ 2,102,250</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 358,945</u></u>	<u><u>82.93%</u></u>
OPERATING EXPENSES:					
1-03-4050-000 Staff Travel	\$ 2,182	\$ 4,000		1,818	54.54%
1-03-4060-000 Staff Conferences & Seminars	5,229	10,000		4,771	52.29%
1-03-4155-000 Contracted Services	-	3,000		3,000	0.00%
1-03-4165-000 Memberships/Subscriptions	7,320	7,000		(320)	104.58%
1-03-4250-000 General Materials & Supplies	1,672	7,500		5,828	22.29%
1-03-4250-100 Supplies - Plotter Paper/Toner	-	1,000		1,000	0.00%
Subtotal Operating Expenses	<u>\$ 16,403</u>	<u>\$ 32,500</u>	<u>\$ -</u>	<u>\$ 16,097</u>	<u>50.47%</u>
Total Departmental Expenses	<u><u>\$ 1,759,708</u></u>	<u><u>\$ 2,134,750</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 375,042</u></u>	<u><u>82.43%</u></u>

Palmdale Water District
2024 Facilities Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-04-4000-000 Salaries	\$ 2,220,630	\$ 2,649,000		\$ 428,370	83.83%
1-04-4000-100 Overtime	156,605	150,000		(6,605)	104.40%
Subtotal (Salaries)	<u>\$ 2,377,236</u>	<u>\$ 2,799,000</u>	\$ -	<u>\$ 421,764</u>	<u>84.93%</u>
Employee Benefits					
1-04-4005-000 Payroll Taxes	180,259	213,000		32,741	84.63%
1-04-4010-000 Health Insurance	448,957	558,000		109,043	80.46%
1-04-4015-000 PERS	191,754	227,000		35,246	84.47%
Subtotal (Benefits)	<u>\$ 820,970</u>	<u>\$ 998,000</u>	\$ -	<u>\$ 177,030</u>	<u>82.26%</u>
Total Personnel Expenses	<u><u>\$ 3,198,206</u></u>	<u><u>\$ 3,797,000</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 598,794</u></u>	<u><u>84.23%</u></u>
OPERATING EXPENSES:					
1-04-4050-000 Staff Travel	\$ 13,150	\$ 5,000		\$ (8,150)	262.99%
1-04-4060-000 Staff Conferences & Seminars	14,717	7,500		(7,217)	196.23%
1-04-4155-000 Contracted Services	201,943	272,614		70,671	74.08%
1-04-4175-000 Permits-Dams	69,183	70,000		817	98.83%
1-04-4215-100 Natural Gas - Wells & Boosters	242,090	500,000		257,910	48.42%
1-04-4215-200 Natural Gas - Buildings	9,234	15,500		6,266	59.57%
1-04-4220-100 Electricity - Wells & Boosters	2,242,252	2,000,000		(242,252)	112.11%
1-04-4220-200 Electricity - Buildings	116,776	106,815		(9,961)	109.33%
1-04-4225-000 Maint. & Repair - Vehicles	43,393	38,000		(5,393)	114.19%
1-04-4230-100 Maint. & Rep. Office Building	13,389	12,500		(889)	107.11%
1-04-4230-200 Maint. & Rep. Two Way Radios	721	1,500		779	48.06%
1-04-4235-110 Maint. & Rep. Equipment	5,377	10,000		4,623	53.77%
1-04-4235-400 Maint. & Rep. Operations - Wells	81,982	105,000		23,018	78.08%
1-04-4235-405 Maint. & Rep. Operations - Boosters	62,718	85,000		22,282	73.79%
1-04-4235-410 Maint. & Rep. Operations - Shop Bldgs	5,141	5,000		(141)	102.81%
1-04-4235-415 Maint. & Rep. Operations - Facilities	58,288	50,000		(8,288)	116.58%
1-04-4235-420 Maint. & Rep. Operations - Water Lines	263,695	300,000		36,305	87.90%
1-04-4235-425 Maint. & Rep. Operations - Littlerock Dam	9,862	24,842		14,980	39.70%
1-04-4235-435 Maint. & Rep. Operations - Palmdale Canal	-	8,500		8,500	0.00%
1-04-4235-440 Maint. & Rep. Operations - Large Meters	-	3,265		3,265	0.00%
1-04-4235-450 Maint. & Rep. Operations - Hypo Generators	45	10,000		9,955	0.45%
1-04-4235-455 Maint. & Rep. Operations - Heavy Equipment	51,479	47,500		(3,979)	108.38%
1-04-4235-460 Maint. & Rep. Operations - Storage Reservoirs	1,838	10,000		8,162	18.38%
1-04-4235-461 Maint. & Rep. Operations - Air Vac	3,929	5,750		1,821	68.34%
1-04-4235-470 Maint. & Rep. Operations - Meters Exchanges	30,770	35,000		4,230	87.91%
1-04-4300-100 Testing - Regulatory Compliance	9,349	12,500		3,151	74.79%
1-04-4300-200 Testing - Large Meters	2,940	14,000		11,060	21.00%
1-04-4300-300 Testing - Edison Testing	12,300	11,437		(863)	107.55%
1-04-6000-000 Waste Disposal	26,816	17,500		(9,316)	153.23%
1-04-6100-100 Fuel and Lube - Vehicle	144,167	212,097		67,930	67.97%
1-04-6100-200 Fuel and Lube - Machinery	35,158	28,000		(7,158)	125.56%
1-04-6200-000 Uniforms	29,981	34,000		4,019	88.18%
1-04-6300-100 Supplies - General	46,049	58,000		11,951	79.40%
1-04-6300-300 Supplies - Electrical	-	2,500		2,500	0.00%
1-04-6300-800 Supplies - Construction Materials	31,554	27,750		(3,804)	113.71%
1-04-6400-000 Tools	40,859	38,000		(2,859)	107.52%
1-04-7000-100 Leases -Equipment	11,538	12,000		462	96.15%
1-04-7000-200 Leases -Vehicles	160,327	160,000		(327)	100.20%
Subtotal Operating Expenses	<u>\$ 4,093,010</u>	<u>\$ 4,357,070</u>	<u>\$ -</u>	<u>\$ 264,060</u>	<u>93.94%</u>
Total Departmental Expenses	<u><u>\$ 7,291,215</u></u>	<u><u>\$ 8,154,070</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 862,855</u></u>	<u><u>89.42%</u></u>

Palmdale Water District
2024 Operation Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-05-4000-000 Salaries	\$ 1,482,236	\$ 1,371,500		\$ (110,736)	108.07%
1-05-4000-100 Overtime	107,510	100,000		(7,510)	107.51%
Subtotal (Salaries)	<u>\$ 1,589,747</u>	<u>\$ 1,471,500</u>	\$ -	<u>\$ (118,247)</u>	<u>108.04%</u>
Employee Benefits					
1-05-4005-000 Payroll Taxes	123,989	119,500		(4,489)	103.76%
1-05-4010-000 Health Insurance	226,171	228,000		1,829	99.20%
1-05-4015-000 PERS	139,238	149,000		9,762	93.45%
Subtotal (Benefits)	<u>\$ 489,398</u>	<u>\$ 496,500</u>	\$ -	<u>\$ 7,102</u>	<u>98.57%</u>
Total Personnel Expenses	<u><u>\$ 2,079,145</u></u>	<u><u>\$ 1,968,000</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (111,145)</u></u>	<u><u>105.65%</u></u>
OPERATING EXPENSES:					
1-05-4050-000 Staff Travel	\$ 3,474	\$ 3,300		\$ (174)	105.26%
1-05-4060-000 Staff Conferences & Seminars	849	3,300		2,451	25.73%
1-05-4155-000 Contracted Services	72,013	82,158		10,145	87.65%
1-05-4175-000 Permits	215,134	105,000		(110,134)	204.89%
1-05-4215-200 Natural Gas - WTP	1,145	3,000		1,855	38.18%
1-05-4220-200 Electricity - WTP	530,273	425,000		(105,273)	124.77%
1-05-4230-110 Maint. & Rep. - Office Equipment	4,788	5,800		1,012	82.54%
1-05-4235-110 Maint. & Rep. Operations - Equipment	32,718	40,000		7,282	81.80%
1-05-4235-410 Maint. & Rep. Operations - Shop Bldgs	719	7,000		6,281	10.27%
1-05-4235-415 Maint. & Rep. Operations - Facilities	81,907	82,000		93	99.89%
1-05-4236-000 Palmdale Lake Management	191,845	200,000		8,155	95.92%
1-05-6000-000 Waste Disposal	3,452	50,000		46,548	6.90%
1-05-6200-000 Uniforms	12,455	15,595		3,140	79.86%
1-05-6300-100 Supplies - Misc.	13,419	30,000		16,581	44.73%
1-05-6300-600 Supplies - Lab	70,785	82,931		12,146	85.35%
1-05-6300-700 Outside Lab Work	68,730	82,303		13,573	83.51%
1-05-6400-000 Tools	1,706	6,398		4,692	26.66%
1-05-6500-000 Chemicals	1,481,301	1,150,000		(331,301)	128.81%
Subtotal Operating Expenses	<u>\$ 2,786,712</u>	<u>\$ 2,373,785</u>	<u>\$ -</u>	<u>\$ (412,927)</u>	<u>117.40%</u>
Total Departmental Expenses	<u><u>\$ 4,865,857</u></u>	<u><u>\$ 4,341,785</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (524,072)</u></u>	<u><u>112.07%</u></u>

Palmdale Water District
2024 Finance Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-06-4000-000 Salaries	\$ 988,228	\$ 1,120,000		\$ 131,772	88.23%
1-06-4000-100 Overtime	8,331	6,000		(2,331)	138.85%
Subtotal (Salaries)	<u>\$ 996,559</u>	<u>\$ 1,126,000</u>	<u>\$ -</u>	<u>\$ 129,441</u>	<u>88.50%</u>
Employee Benefits					
1-06-4005-000 Payroll Taxes	75,583	85,250		9,667	88.66%
1-06-4010-000 Health Insurance	190,552	211,000		20,448	90.31%
1-06-4015-000 PERS	109,239	122,250		13,011	89.36%
Subtotal (Benefits)	<u>\$ 375,375</u>	<u>\$ 418,500</u>	<u>\$ -</u>	<u>\$ 43,125</u>	<u>89.70%</u>
Total Personnel Expenses	<u><u>\$ 1,371,934</u></u>	<u><u>\$ 1,544,500</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 172,566</u></u>	<u><u>88.83%</u></u>
OPERATING EXPENSES:					
1-06-4050-000 Staff Travel	\$ 3,807	\$ 3,000		\$ (807)	126.91%
1-06-4060-000 Staff Conferences & Seminars	2,092	2,500		408	83.68%
1-06-4155-000 Contracted Services	21,350	21,250		(100)	100.47%
1-06-4155-100 Contracted Services - Infosend	335,703	325,000		(10,703)	103.29%
1-06-4165-000 Memberships/Subscriptions	288	500		212	57.65%
1-06-4250-000 General Material & Supplies	-	1,500		1,500	0.00%
1-06-4260-000 Business Forms	1,000	1,500		500	66.67%
1-06-4270-100 Telecommunication - Office	93,170	65,000		(28,170)	143.34%
1-06-4270-200 Telecommunication - Cellular Stipend	28,890	20,000		(8,890)	144.45%
1-06-7000-100 Leases - Equipment	2,744	3,000		256	91.46%
Subtotal Operating Expenses	<u>\$ 489,045</u>	<u>\$ 443,250</u>	<u>\$ -</u>	<u>\$ (45,795)</u>	<u>110.33%</u>
Total Departmental Expenses	<u><u>\$ 1,860,979</u></u>	<u><u>\$ 1,987,750</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 126,772</u></u>	<u><u>93.62%</u></u>

Palmdale Water District
2024 Water Use Efficiency Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-07-4000-000 Salaries	\$ 204,028	\$ 205,250		\$ 1,222	99.40%
1-07-4000-100 Overtime	4,212	10,500		6,288	40.11%
Subtotal (Salaries)	<u>\$ 208,241</u>	<u>\$ 215,750</u>		<u>\$ 7,509</u>	<u>96.52%</u>
Employee Benefits					
1-07-4005-000 Payroll Taxes	17,236	16,750		(486)	102.90%
1-07-4010-000 Health Insurance	43,269	44,250		981	97.78%
1-07-4015-000 PERS	25,152	25,750		598	97.68%
Subtotal (Benefits)	<u>\$ 85,657</u>	<u>\$ 86,750</u>	<u>\$ -</u>	<u>\$ 1,093</u>	<u>98.74%</u>
Total Personnel Expenses	<u><u>\$ 293,898</u></u>	<u><u>\$ 302,500</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 8,602</u></u>	<u><u>97.16%</u></u>
OPERATING EXPENSES:					
1-07-4050-000 Staff Travel	\$ 1,070	\$ 2,000		\$ 930	53.50%
1-07-4060-000 Staff Conferences & Seminar	920	1,500		580	61.33%
1-07-4190-300 Public Relations - Landscape Workshop/Training	241	6,000		5,759	4.02%
1-07-4190-400 Public Relations - Contests	-	1,000		1,000	0.00%
1-07-4190-500 Public Relations - Education Programs	1,016	4,000		2,984	25.41%
1-07-4190-900 Public Relations - Other	370	800		430	46.25%
1-07-6300-100 Supplies - Misc.	7,255	9,000		1,745	80.61%
Subtotal Operating Expenses	<u>\$ 10,872</u>	<u>\$ 24,300</u>	<u>\$ -</u>	<u>\$ 13,428</u>	<u>44.74%</u>
Total Departmental Expenses	<u><u>\$ 304,770</u></u>	<u><u>\$ 326,800</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 22,030</u></u>	<u><u>93.26%</u></u>

Palmdale Water District
2024 Human Resources Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-08-4000-000 Salaries	\$ 388,272	\$ 380,000		\$ (8,272)	102.18%
1-08-4000-100 Salaries - Overtime	1,091	5,250		4,159	20.79%
1-08-4000-200 Salaries - Intern Program	-	54,000		54,000	0.00%
Subtotal (Salaries)	<u>\$ 389,363</u>	<u>\$ 439,250</u>	\$ -	<u>\$ 49,887</u>	<u>88.64%</u>
Employee Benefits					
1-08-4005-000 Payroll Taxes	29,434	34,500		5,066	85.32%
1-08-4010-000 Health Insurance	58,381	56,500		(1,881)	103.33%
1-08-4015-000 PERS	32,905	34,250		1,345	96.07%
Subtotal (Benefits)	<u>\$ 120,720</u>	<u>\$ 125,250</u>	\$ -	<u>\$ 4,530</u>	<u>96.38%</u>
Total Personnel Expenses	<u><u>\$ 510,083</u></u>	<u><u>\$ 564,500</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 54,417</u></u>	<u><u>90.36%</u></u>
OPERATING EXPENSES:					
1-08-4050-000 Staff Travel	\$ 2,842	\$ 1,500		\$ (1,342)	189.48%
1-08-4060-000 Staff Conferences & Seminars	2,574	5,000		2,426	51.48%
1-08-4070-000 Employee Expense	101,773	80,000		(21,773)	127.22%
1-08-4095-000 Employee Recruitment	15,178	10,000		(5,178)	151.78%
1-08-4100-000 Employee Retention	1,485	3,000		1,515	49.50%
1-08-4120-100 Training-Safety	14,502	16,000		1,498	90.64%
1-08-4120-200 Training-Speciality	6,048	10,000		3,952	60.48%
1-08-4121-000 Safety Program	-	1,000		1,000	0.00%
1-08-4165-000 Membership/Subscriptions	1,244	1,250		6	99.54%
1-08-4165-100 HR/Safety Publications	45	1,000		955	4.49%
1-08-6300-500 Supplies - Safety	30,405	34,500		4,095	88.13%
Subtotal Operating Expenses	<u>\$ 176,095</u>	<u>\$ 163,250</u>	\$ -	<u>\$ (12,845)</u>	<u>107.87%</u>
Total Departmental Expenses	<u><u>\$ 686,178</u></u>	<u><u>\$ 727,750</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 41,572</u></u>	<u><u>94.29%</u></u>

Palmdale Water District
2024 Information Technology Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-09-4000-000 Salaries	\$ 751,182	\$ 740,000	\$ -	\$ (11,182)	101.51%
1-09-4000-100 Overtime	10,166	10,000		(166)	101.66%
Subtotal (Salaries)	<u>\$ 761,348</u>	<u>\$ 750,000</u>	<u>\$ -</u>	<u>\$ (11,348)</u>	<u>101.51%</u>
Employee Benefits					
1-09-4005-000 Payroll Taxes	59,000	62,000		3,000	95.16%
1-09-4010-000 Health Insurance	113,432	110,000		(3,432)	103.12%
1-09-4015-000 PERS	85,246	95,000		9,754	89.73%
Subtotal (Benefits)	<u>\$ 257,678</u>	<u>\$ 267,000</u>	<u>\$ -</u>	<u>\$ 9,322</u>	<u>96.51%</u>
Total Personnel Expenses	<u><u>\$ 1,019,026</u></u>	<u><u>\$ 1,017,000</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (2,026)</u></u>	<u><u>100.20%</u></u>
OPERATING EXPENSES:					
1-09-4050-000 Staff Travel	\$ 3,442	\$ 3,000		\$ (442)	114.73%
1-09-4060-000 Staff Conferences & Seminars	5,031	7,500		2,469	67.08%
1-09-4155-000 Contracted/Cloud Services	331,407	304,998		(26,409)	108.66%
1-09-4165-000 Memberships/Subscriptions	494	2,500		2,006	19.76%
1-09-4235-445 Maint & Repair - Telemetry	1,399	3,500		2,101	39.98%
1-09-4270-000 Telecommunications	137,429	150,000		12,571	91.62%
1-09-6300-400 Supplies - Telemetry	1,947	5,000		3,053	38.95%
1-09-7000-100 Leases - Equipment	63,497	56,500		(6,997)	112.38%
1-09-8000-100 Computer Equipment - Computers	19,090	45,500		26,410	41.96%
1-09-8000-200 Computer Equipment - Laptops	50,812	45,000		(5,812)	112.92%
1-09-8000-300 Computer Equipment - Monitors	5,147	10,000		4,853	51.47%
1-09-8000-500 Computer Equipment - Toner Cartridges	3,211	2,500		(711)	128.45%
1-09-8000-550 Computer Equipment - Telephony	-	2,500		2,500	0.00%
1-09-8000-600 Computer Equipment - Other	16,959	17,500		541	96.91%
1-09-8000-650 Computer Equipment - Warranty & Support	10,420	17,500		7,080	59.54%
1-09-8100-100 Computer Software - Maint. and Support	373,401	266,250		(107,151)	140.24%
1-09-8100-150 Computer Software - Dynamics GP Support	7,911	60,000		52,089	13.19%
1-09-8100-200 Computer Software - Software and Upgrades	39,753	40,000		247	99.38%
Subtotal Operating Expenses	<u>\$ 1,071,353</u>	<u>\$ 1,039,748</u>	<u>\$ -</u>	<u>\$ (31,605)</u>	<u>103.04%</u>
Total Departmental Expenses	<u><u>\$ 2,090,378</u></u>	<u><u>\$ 2,056,748</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (33,630)</u></u>	<u><u>101.64%</u></u>

Palmdale Water District
2024 Customer Care Budget
For the Twelve Months Ending Tuesday, December 31, 2024

	YTD ACTUAL 2024	ORIGINAL BUDGET 2024	ADJUSTMENTS 2024	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-10-4000-000 Salaries	\$ 1,223,056	\$ 1,171,500		\$ (51,556)	104.40%
1-10-4000-100 Overtime	45,584	7,000		(38,584)	651.21%
Subtotal (Salaries)	<u>\$ 1,268,641</u>	<u>\$ 1,178,500</u>	\$ -	<u>\$ (90,141)</u>	<u>107.65%</u>
Employee Benefits					
1-10-4005-000 Payroll Taxes	94,312	90,250		(4,062)	104.50%
1-10-4010-000 Health Insurance	235,685	223,250		(12,435)	105.57%
1-10-4015-000 PERS	123,532	127,250		3,718	97.08%
Subtotal (Benefits)	<u>\$ 453,529</u>	<u>\$ 440,750</u>	\$ -	<u>\$ (12,779)</u>	<u>102.90%</u>
Total Personnel Expenses	<u><u>\$ 1,722,169</u></u>	<u><u>\$ 1,619,250</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (102,919)</u></u>	<u><u>106.36%</u></u>
OPERATING EXPENSES:					
1-10-4050-000 Staff Travel	\$ -	\$ 2,000		\$ 2,000	0.00%
1-10-4060-000 Staff Conferences & Seminars	-	3,000		3,000	0.00%
1-10-4155-000 Contracted Services	28,715	21,100		(7,615)	136.09%
1-10-4250-000 General Material & Supplies	346	5,000		4,654	6.93%
1-10-4260-000 Business Forms	642	1,000		358	64.17%
Subtotal Operating Expenses	<u>\$ 29,703</u>	<u>\$ 32,100</u>	\$ -	<u>\$ 2,397</u>	<u>92.53%</u>
Total Departmental Expenses	<u><u>\$ 1,751,873</u></u>	<u><u>\$ 1,651,350</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (100,523)</u></u>	<u><u>106.09%</u></u>

New and Replacement Capital Projects

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2023	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2024 Total	2025 Carryover
2017	12-400	PRGRRP - Construction of Monitoring Wells / Test Basin	Water Supply	Environmental Const.	427,490	04/26/2017	330,359	97,131	330,359													-	
2017	12-400	PRGRRP - Construction of Monitoring Wells / Test Basin - Auxiliary Items	Water Supply	Various Vendors			35,742	-	35,742													-	
2018	18-606	45th ST Tank Site - Altitude Valve Replacement	Replacement Cap.				10,951	-	10,951													-	
2018	18-606	45th ST Tank Site - Altitude Valve Replacement	Replacement Cap.	Cedro Construction, Inc.			406,562	-	406,562													-	
2018	18-614	LRD - Interior Access Ladder	Replacement Cap.				27,028	-	27,028													-	
2020	20-606	2800 Zone Velocity Deficiency	General Project				16,923	-	16,923													-	
2020	20-607	Move PRV Station @ 45th St E	Replacement Cap.				13,946	-	13,946													-	
2020	20-608	WM Repl in 17th St E from Ave P4 to Ave P8	Replacement Cap.				-	-	-													-	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site	Replacement Cap.				177,872	-	150,311			330		215	220	6,010	8,359	4,026	4,041		4,361	27,562	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site (Bond Fund - Design)	Replacement Cap.	P2S Inc	119,817		12,419	107,398	8,540		1,726		1,194		260	700						3,879	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site (Bond Fund - Construction)	Replacement Cap.	Metro Builders	6,487,402		2,392,719	4,094,683	203,204	84,081	13,681		17,243	140,389	392,312	83,427	550,302		333,522	370,190	204,367	2,189,515	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site (Bond Fund - Booster Stn Review)	Replacement Cap.	Hazen and Sawyer	41,890		124,649	(82,759)	-		18,938		6,200	13,658		4,723	495	11,308		42,053	27,277	124,649	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site (Bond Fund - Booster Stn Review)	Replacement Cap.	Ardurra Group, Inc	345,818		22,637	323,181	-						15,106	4,160	3,371					22,637	
2020	20-622	Well 36 Design & Const.	General Project				168,884	-	87,942			2,185	249						546	2,777		75,186	80,942
	20-622	Well 36 Design & Const. (Bond Fund - Design)	General Project	Hazen and Sawyer	646,836		574,326	72,510	513,130	8,675	15,845		32,491	2,310	695	1,180							61,196
	20-622	Well 36 Design & Const. (Bond Fund - Construction)	General Project	Zim Industries, Inc	2,098,913		1,966,046	132,867	1,966,046														-
	20-622	Well 36 Design & Const. (Bond Fund - Pipeline Construction)	General Project	Cedro Construction, Inc.	303,839		297,378	6,461	282,947	14,431													14,431
	20-622	Well 36 Design & Const. (Bond Fund - Well Equiping)	General Project	Caliaqua, Inc	4,258,230		-	-	-													521,700	1,087,407
2020	20-623	AMI Meter System	General Project				143,300	-	15,000							16,320		57,189	1,850	52,941		128,300	
2020	20-703	Water Conservation Garden Construct @ MOB	General Project				86,749	-	43,850		31,339			612	699			10,250				42,899	
2021	21-607	Design 16" WM Ave P Well #8A					10,139	-	10,139													-	
2021	21-609	Design WM from 16"to24" Ave S					2,000	-	2,000													-	
2021	21-613	Palmdale Ditch Conversion	General Project				2,022,370	-	349,066		238,132	75	900	593,648	40,941	221,029		201,905	141,698	122,549	112,427	1,673,303	
2021	21-617	WTP - NaOCL Repl System	Replacement Cap.				1,248,686	-	1,248,686													-	
2022	22-601	Des&Const WM @Pearblossom 53rd	General Project				2,820	-	2,820													-	
2022	22-602	Design WM Repl @10th to R4	General Project				11,215	-	7,880										3,335			3,335	
2022	22-603	Des&Const WM Repl Sierra Hwy	General Project				5,335	-	5,335													-	
2022	22-604	Des&Const WM Repl 26-27 Ave R	General Project				8,777	-	7,820						463	494						957	
2022	22-605	Design Recycled Water Pipeline - Avenue Q	General Project				8,335	-	5,400				662			110	1,086				1,078	2,935	
2022	22-605	Design Recycled Water Pipeline - Avenue Q	General Project	American Pipeline Services	2,096,245		965,115	1,131,130	-						48,750		31,725	34,935	97,020	319,907	432,779	965,115	
2022	22-622	Well 15 Design & Construct Discharge Basin	General Project				66,732	-	50,950		12,734				3,048							15,782	
2022	22-622	Well 15 Design & Construct Discharge Basin	General Project	Miller Equipment Co., Inc.			210,000	-	-	199,500	10,500											210,000	
2022	22-626	Repair Well #15	General Project				527,080	-	527,080													-	
2022	22-629	WTP - Design & Const. Chemical Feed Lines	General Project				35,556	-	35,556													-	
2023	23-601	12" DI Watermain - 20th ST E	General Project				3,090	-	3,090													-	
2023	23-603	8" Watermain - Camares Dr	General Project				2,475	-	2,475													-	
2023	23-605	2023 Meter Exchange Project (District Forces)	General Project				222,256	-	3,809	132,241	9,031	30,785			7,788	38,094		487	22			218,447	
2023	23-606	2023 Service Line Replacement (District Forces)	General Project				29,320	-	29,320													-	
2023	23-609	Littlerock Dam Sump Pump Replacement	Replacement Cap.				33,410	-	33,410													-	
2023	23-612	Des&Const Rehab 6M Clearwell	Replacement Cap.				163,843	-	62,983	1,720	2,205	6,855	11,681			70,726		6,800	874			100,861	
2023	23-613	Repair Washwater Return Pump#4	Replacement Cap.				20,461	-	20,461													-	
2023	23-614	2023 Soft Start Repl Program	General Project				5,929	-	5,929													-	
2024	24-600	Install Auto Flusher 3705 Ave T12	General Project				6,514	-	-		6,270	244										6,514	
2024	24-601	Repl Pipe @ Al's Tank	General Project				1,375	-	-				1,375									1,375	
2024	24-602	Repl PWD Hydrants	Replacement Cap.				33,150	-	-					33,150								33,150	
2024	24-603	WTP Repl 24in Swing Check Valve	Replacement Cap.				51,118	-	-								51,118					51,118	
2024	24-604	Submersible Chopper Pump	Replacement Cap.				44,685	-	-							44,685						44,685	
2024	24-605	Repl Broken Gate Valves	Replacement Cap.				32,271	-	-						7,887	2,280	4,938	1,539	5,477	6,290	3,861	32,271	
2024	24-606	Repl AVAC Units (NOB/Main Office/WTP)	Replacement Cap.				39,183	-	-						13,023	13,504	12,656					39,183	
2024	24-607	Design & Construct Littlerock Dam Road	General Project				94,293	-	-							2,108	34,661	37,724	3,230		16,570	94,293	
2024	24-608	2024 Service Line Replacement Project	General Project				5,808	-	-							5,808						5,808	
2024	24-609	Hilltop Booster Replacement	General Project				192	-	-										192			192	
2024	24-611	Well 11 Engine Overhaul	General Project				46,333	-	-								2,436	41,713		2,106	77	46,333	
2024	24-615	2024 Meter Exchange Program					657,859	-	-									1,345	301,048	328	355,138	657,859	
2024	24-617	Well 15 Repl Sodium Hypo Gen					91,398	-	-										6,971		84,428	91,398	
2024	24-700	2024 Large Mtr/Vault Repl Prog	General Project				61,073	-	-		24,301		11,832	6,252	39	7,961	6,323		4,365			61,073	
		Sub-Totals:			16,826,479		13,578,686	5,882,602	6,526,689	440,648	384,700	40,473	83,825	790,233	531,229	523,319	707,470	931,467	902,056	920,729	1,883,255	8,139,404	-

Palmdale Water District
2024 Capital Projects - Contractual Commitments and Needs

Consulting and Engineering Support

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2023	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2024 Total	2025 Carryover
2017	12-400	PRGRRP - CEQA, Permitting, Pre-Design, and Pilot	Water Supply	Kennedy/Jenks	1,627,000	05/12/2016	14,937	1,612,063	14,937														-
		Paid by General Fund		Kennedy/Jenks			-	-	-														-
2020	20-405	Well Rehab Consulting Services		Kyle Groundwater	-		75,457	-	75,457														-
2020	20-412	Aquisition of Wtr Svc to Alpine Springs Mobilehome Park			-		43,700	-	20,700										23,000				23,000
2021	21-500	Alpine Springs Grant Funding			-		19,763	-	4,075									15,688					15,688
2021	21-417	LRDR - Sediment Removal Phase 2	Expense	California Dept Fish & Game			49,585	-	49,585														-
	21-417	LRDR - Sediment Removal Phase 2	Expense	Aspen Environment Group			171,696	-	171,696														-
	21-417	LRDR - Sediment Removal Phase 2	Expense	U.S. Geological Survey			48,500	-	48,500														-
	21-417	LRDR - Sediment Removal Phase 2	Expense	All Others			1,763,919	-	1,763,919														-
	21-412	Intranet Website Design	Expense	Tripepi Smith	-		19,403	-	17,883		1,140			380									1,520
2022	22-403	Strategic Water Resources Plan	Expense	Woodard & Curran, Inc			552,831	-	403,823		60,191		19,484	24,229	18,379	26,725							149,008
2022	22-412	2022 Virtual Desktop	Expense	VM Sources Group, Inc			10,000	-	10,000														-
2022	22-65x	Pure Water AV - General Expense					517,191	-	111,524		25,371	7,036	200,460	7,990	8,688	46,502	165	4,473	58,338	17,936	28,708		405,667
	22-65x	Pure Water AV - (Bonds)		Stantec	3,000,000		4,364,381	(1,364,381)	2,815,966		455,981		55,683	389,547	126,100	55,656	103,599	64,684		182,139	115,026		1,548,415
	22-656	Pure Water AV - Demonstration Facility (Bonds)		W.M. Lyles			1,694,783	-	-											1,038,960	655,824		1,694,783
	22-650	Pure Water AV - Project Review (Bonds)		NWRI	112,950		64,248	48,702	42,362				21,887										21,887
2023	23-412	Data Warehouse	Expense	Oxcyon, Inc	-		66,360	-	49,500	16,860													16,860
2023	23-415	SCADA Analysis	Expense	SoCal SCADA Solutions	-		72,410	-	72,410														-
2024	24-414	Migration to SharePoint & Teams Portal	Expense	Citrin Cooperman Advisors	-		31,096	-	-							10,477				20,619			31,096
2024	24-415	Implementation - DUO Multi-Factor Authentication	Expense		-		11,417	-	-							3,960	113		7,344				11,417
		Sub-Totals:			4,739,950		9,549,165	296,383	5,672,337	16,860	542,683	7,036	297,514	422,146	153,167	128,883	103,764	84,845	81,338	1,239,035	799,558		3,876,828

New and Replacement Equipment

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2022	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2024 Total	2025 Carryover
2022	22-630	Boardroom Audio/Visual Rehab	Equipment				134,026	-	66,799							67,227							67,227
2023	23-416	Replacement Wacker/Rammer	Expense				8,443	-	8,443														-
2023	23-417	Repairs Littlerock Dam Access	Expense				104,093	-	91,895						2,294	9,904							12,198
2023	23-607	Double sided Arrow Board (Qty. 2)	Equipment				12,628	-	12,628														-
2023	23-609	Littlerock Dam Sump Pump Replacement	Equipment				3,994	-	3,994														-
2023	23-700	Office Furniture Replacement (Ergonomics)	Equipment				105,368	-	103,054	1,166		1,148											2,314
2023	23-701	Replacement Meter Reading Equipment (AMR)	Equipment				226,472	-	15,056				78,169	48,994	35,505	28,840						19,908	211,416
		Sub-Totals:					595,024	-	301,868	1,166	-	1,148	78,169	48,994	37,799	105,972	-	-	-	-	-	19,908	293,156

Water Quality Fee Funded Projects

Budget Year	Work Order	Project Title	Project Type	Vendor/Supplier	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2023	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2024 Total	2025 Carryover
2023	23-401	GAC Replacements @ WTP	Water Quality	Calgon Carbon	-	07/09/2014	323,633	-	107,626	216,007													216,007
2023	23-401	GAC Replacement @ Underground Booster Station	Water Quality	Evoqua	-	03/10/2017	-	-	-														-
2024	24-401	GAC Replacements @ WTP	Water Quality	Calgon Carbon	-	07/09/2014	668,000	-	-				167,000			167,000	167,000	117,461				49,539	668,000
		Sub-Totals:			-		991,633	-	107,626	216,007			167,000			167,000	167,000	117,461				49,539	884,007

- = Projects that originated from 2013 WRB Funds
- = Project had additional funding paid out by the general fund to complete.
- = Project is now deemed complete with no further expense.
- = Projects paid by 2018 WRB Funds
- = Projects paid by 2021 WRB Funds

Project Summary (W/O GAC Included)	Totals	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2024 Total
Total Approved Contracts to Date	21,566,429													
Total Payments on Approved Contracts to Date	23,722,874													
Total Contract Balance to Date	6,178,986													
Non-Operating Capital Expenditures (Paid)		458,674	927,383	48,658	459,507	1,261,373	722,195	758,173	811,234	1,016,312	983,394	2,159,763	2,702,721	12,309,388
Non-Operating Capital Expenditures (Projected)		-	-	-	-	-	-	-	-	-	-	-	-	-
Funding Available Through Water Supply Fees		-	-	-	-	-	-	-	-	-	-	-	-	-
2019 Funding Through Budgeted Non-Operating Capital Ex.	12,309,388	458,674	927,383	48,658	459,507	1,261,373	722,195	758,173	811,234	1,016,312	983,394	2,159,763	2,702,721	12,309,388

Water Revenue Bond - Series 2023A

Updated: February 12, 2025

Project	Project #	Description	Bond Allocation	Contractual Commitment	Payout to Date	Over/(Under)	Uncommitted Bond \$
		2023A WRB Issue - Construction Funds	\$ 13,520,000		\$ -	\$ -	\$ 13,520,000
3M-Power	20-610	3M Booster Station -Power Plan Design (P2S)	-	119,817	13,589	106,228	(13,589)
3M-Const	20-610	3M Booster Station Replacement Project (Metro Builders)	-	6,487,402	2,392,719	4,094,683	(2,392,719)
		<small>Original Contract Amt: \$5,794,042, A2: \$657606.48, A3: \$35,753.33</small>					
3M-Review	20-610	3M Booster Station Replacement Project (Hazen & Sawyer)	-	41,890	124,649	(82,759)	(124,649)
3M-Mgmt	20-610	3M Booster Station - Project Inspection (Ardurra Group)	-	345,818	23,261	322,557	(23,261)
W36-Design	20-622	Well 36 - Design & Construction (Hazen and Sawyer)	-	264,208	36,676	227,532	(36,676)
		<small>Original Contract Amt: \$612,656, A1: \$34,180, A2: \$45,140, A3: \$27,265, A5: \$95,892</small>					
W36-Equip	20-622	Well 36 - Equipping (Caliagua, Inc)	-	4,258,230	1,087,407	3,170,823	(1,087,407)
Q-Recycled	22-605	Avenue Q Recycled Water Pipeline (American Pipeline Svcs)	-	2,096,245	965,115	1,131,130	(965,115)
		<small>Original Contract Amt: \$2,094,670, A1: \$1,575</small>					
WRB		Bond Issuance Costs	327,759	327,759	327,759	-	
ISS		Issuance Funds	(13,329)	(13,329)	(13,329)		
Totals:			\$ 13,834,430	\$ 13,928,039	\$ 4,957,846	\$ 8,863,965	\$ 8,876,584
2021A Water Revenue Bonds - Unallocated Funds:				\$ (93,609)			
2021A Water Revenue Bonds - Remaining Funds to payout:					\$ 8,876,584		

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
25	Metro Builders & Engineers Group	Dec 18, 2024	PP#15	3M-Const	204,367.20
25	American Pipeline Services	Dec 18, 2024	PWD06	Q-Recycled	432,778.91
24	Hazen and Sawyer - Design Engineers	Dec 11, 2024	20182-000-43	3M-Review	5,172.54
24	Hazen and Sawyer - Design Engineers	Dec 11, 2024	20182-000-42	3M-Review	22,104.00
24	Caliagua, Inc	Dec 11, 2024	PB03	W36-Equip	373,547.12
24	Pacific Premier Bank	Dec 11, 2024	PB03-RET	W36-Equip	19,660.37
24	Caliagua, Inc	Dec 11, 2024	PB02	W36-Equip	163,875.00
24	Pacific Premier Bank	Dec 11, 2024	PB02-RET	W36-Equip	8,625.00
23	Metro Builders & Engineers Group	Nov 27, 2024	PP#14	3M-Const	370,190.20
23	Hazen and Sawyer - Design Engineers	Nov 27, 2024	20182-000-41	3M-Review	24,305.00
23	Hazen and Sawyer - Design Engineers	Nov 27, 2024	20182-000-40	3M-Review	17,747.50
23	Ardurra Group, Inc.	Nov 27, 2024	156285	3M-Mgmt	624.00
23	American Pipeline Services	Nov 27, 2024	PWD05	Q-Recycled	319,906.71
22	Metro Builders & Engineers Group	Oct 24, 2024	PP#13	3M-Const	190,601.65
22	Metro Builders & Engineers Group	Oct 24, 2024	PP#12	3M-Const	142,920.57
22	American Pipeline Services	Oct 24, 2024	PWD04	Q-Recycled	97,019.77
21	Hazen and Sawyer - Design Engineers	Sep 17, 2024	20182-000-39	3M-Review	11,307.50
21	American Pipeline Services	Sep 17, 2024	PWD03	Q-Recycled	34,935.30
21	Caliagua, Inc	Sep 17, 2024	PB01	W36-Equip	495,615.00
21	Pacific Premier Bank	Sep 17, 2024	PB01-RET	W36-Equip	26,085.00
20	Ardurra Group, Inc.	Aug 22, 2024	152509	3M-Mgmt	3,371.25
20	American Pipeline Services	Aug 22, 2024	PWD02	Q-Recycled	31,724.50
19	Hazen and Sawyer - Design Engineers	Aug 8, 2024	20182-000-38	3M-Review	495.00
19	Metro Builders & Engineers Group	Aug 8, 2024	PP#11	3M-Const	550,302.42
18	P2S, Inc.	Jul 25, 2024	SIN043484	3M-Power	1,170.00
18	P2S, Inc.	Jul 25, 2024	SIN045244	3M-Power	699.75
18	Ardurra Group, Inc.	Jul 25, 2024	150829	3M-Mgmt	3,985.00
18	American Pipeline Services	Jul 25, 2024	PWD01	Q-Recycled	48,750.00
17	Hazen and Sawyer - Design Engineers	Jul 17, 2024	20182-006-5	3M-Review	4,722.50
16	Metro Builders & Engineers Group	Jul 11, 2024	PP#10	3M-Const	83,426.83
16	Hazen and Sawyer - Design Engineers	Jul 11, 2024	20182-000-37	W36-Design	1,180.00
16	Ardurra Group, Inc.	Jul 11, 2024	150060	3M-Mgmt	15,280.75
15	Hazen and Sawyer - Design Engineers	Jun 11, 2024	20182-000-36	W36-Design	695.00
15	Metro Builders & Engineers Group	Jun 11, 2024	PP#9	3M-Const	392,311.72



BOARD MEMORANDUM

DATE: February 24, 2025
TO: **BOARD OF DIRECTORS**
FROM: Mr. Dennis J. Hoffmeyer, Finance Manager/CFO
VIA: Mr. Dennis D. LaMoreaux, General Manager
RE: ***OTHER FINANCIAL REPORTS. (FINANCE MANAGER HOFFMEYER/FINANCE COMMITTEE)***

DISCUSSION:

Presented here are financial-related items for your review.

1. Rate Assistance Program:

- a. The 2025 Rate Assistance Program (RAP) is nearing full capacity. With an interim funding increase to \$210,000, the RAP can now support 700 customers per month. As of February 12, 630 customers have enrolled, leaving 70 slots available.

2. Accounts receivable overview:

- a. Outstanding Balances for Accounts 60-Days Delinquent (attachment)

December experienced ongoing delays in addressing delinquent account turnoffs, marking the fifth consecutive month of backlog. This issue is directly tied to the significant increase in service orders caused by ongoing meter-related challenges. An additional factor contributing to the backlog is holiday-related office closure, during which staff cannot process turnoffs due to the front office being closed.

- b. Staff continues to work proactively with customers, offering payment arrangements to encourage resolution of outstanding balances. As of December 31, there are nine active arrangements totaling \$6,134.63, with \$3,625.93 already collected and \$2,508.70 remaining outstanding.

The continued reduction in payment arrangements is likely due to the pause in delinquent account turnoffs. Once delinquency processing resumes in full, we anticipate an increase in the number of arrangements as customers address their balances to avoid service interruptions.

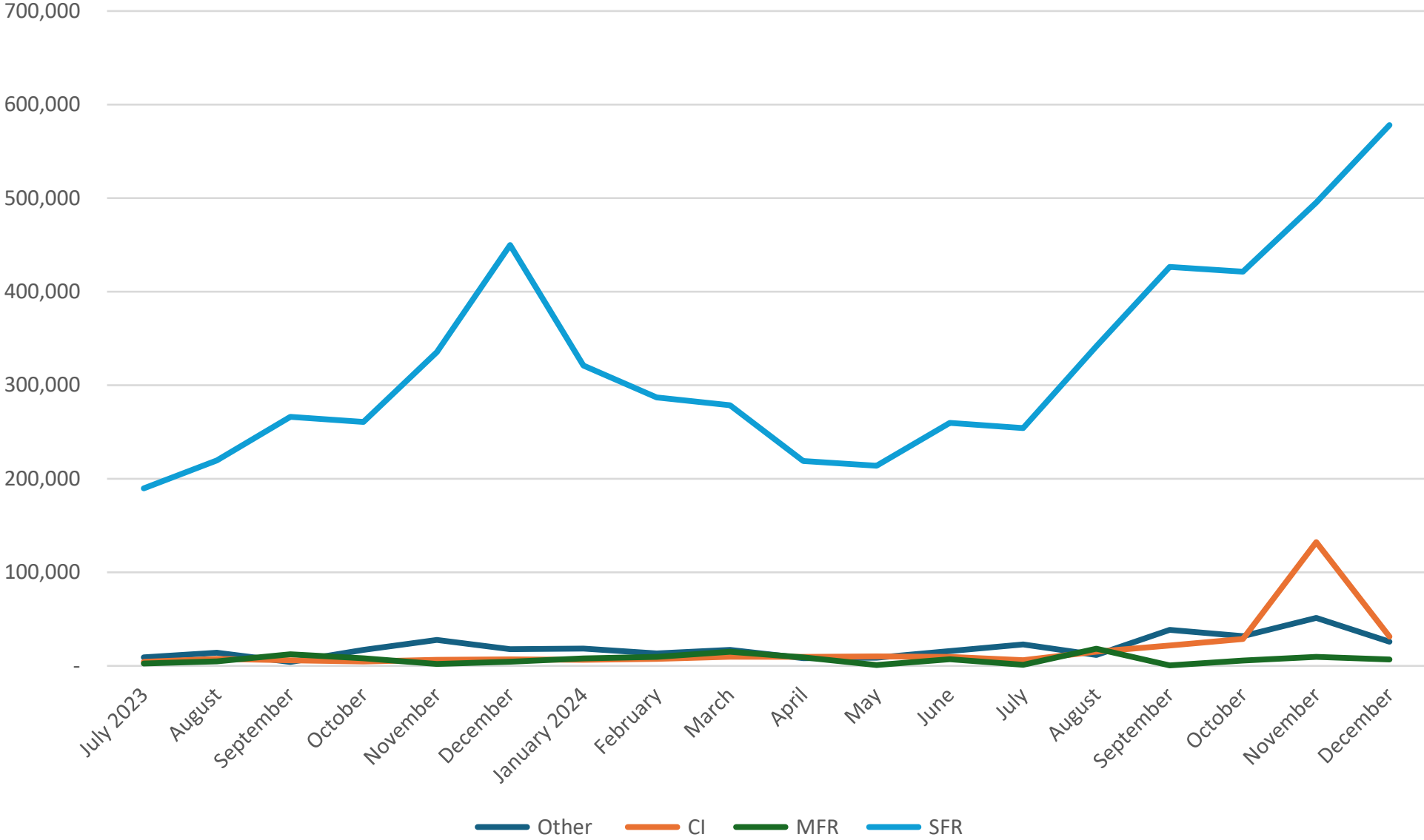
3. 2024 Revenue Projections (attachment):

- a. Based on selling 14,500 AF shown as of December 31, revenue is ahead of projections by approximately \$360,600.

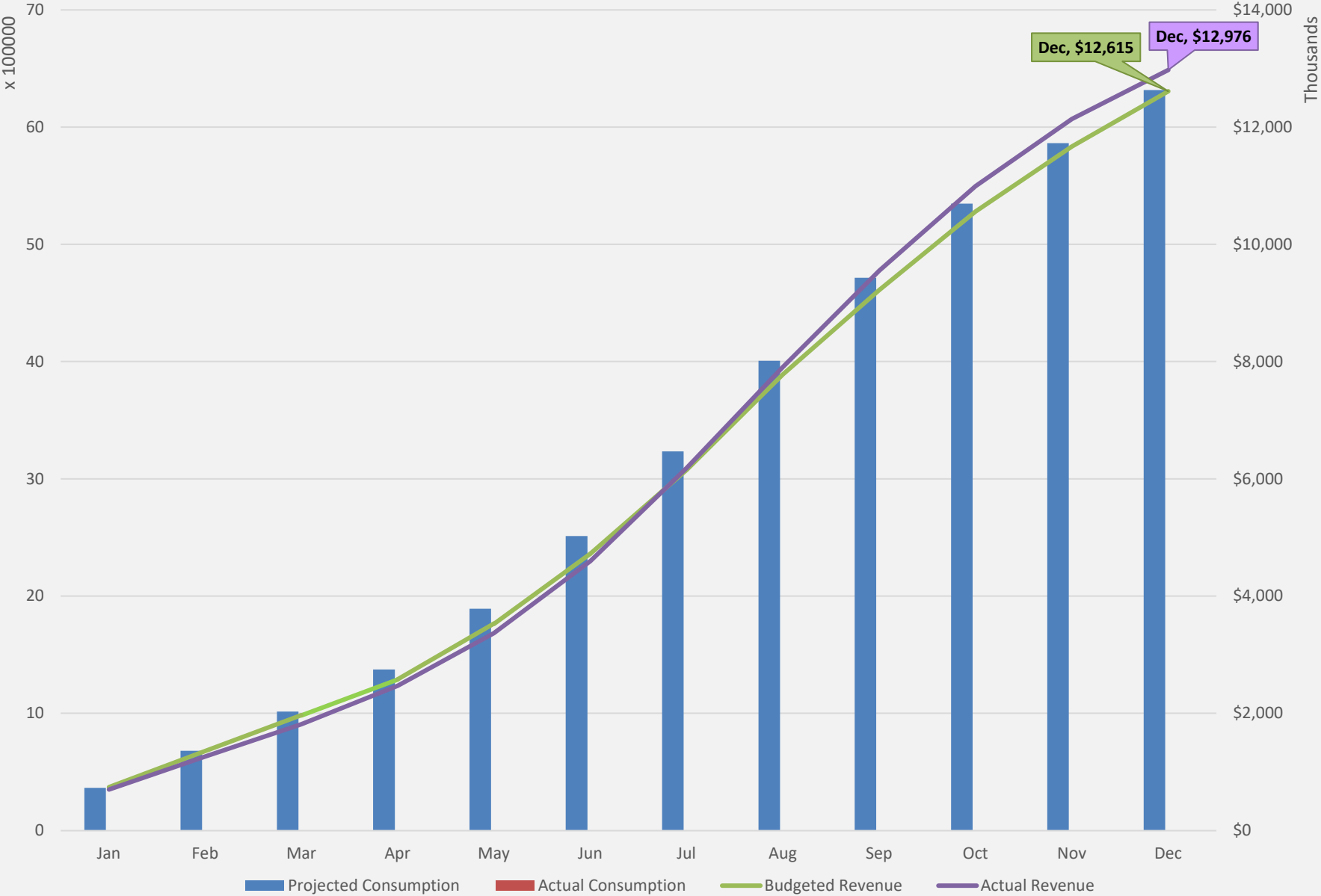
4. Payment transactions by type (attachment)

5. Billing and collection statistics (attachment)

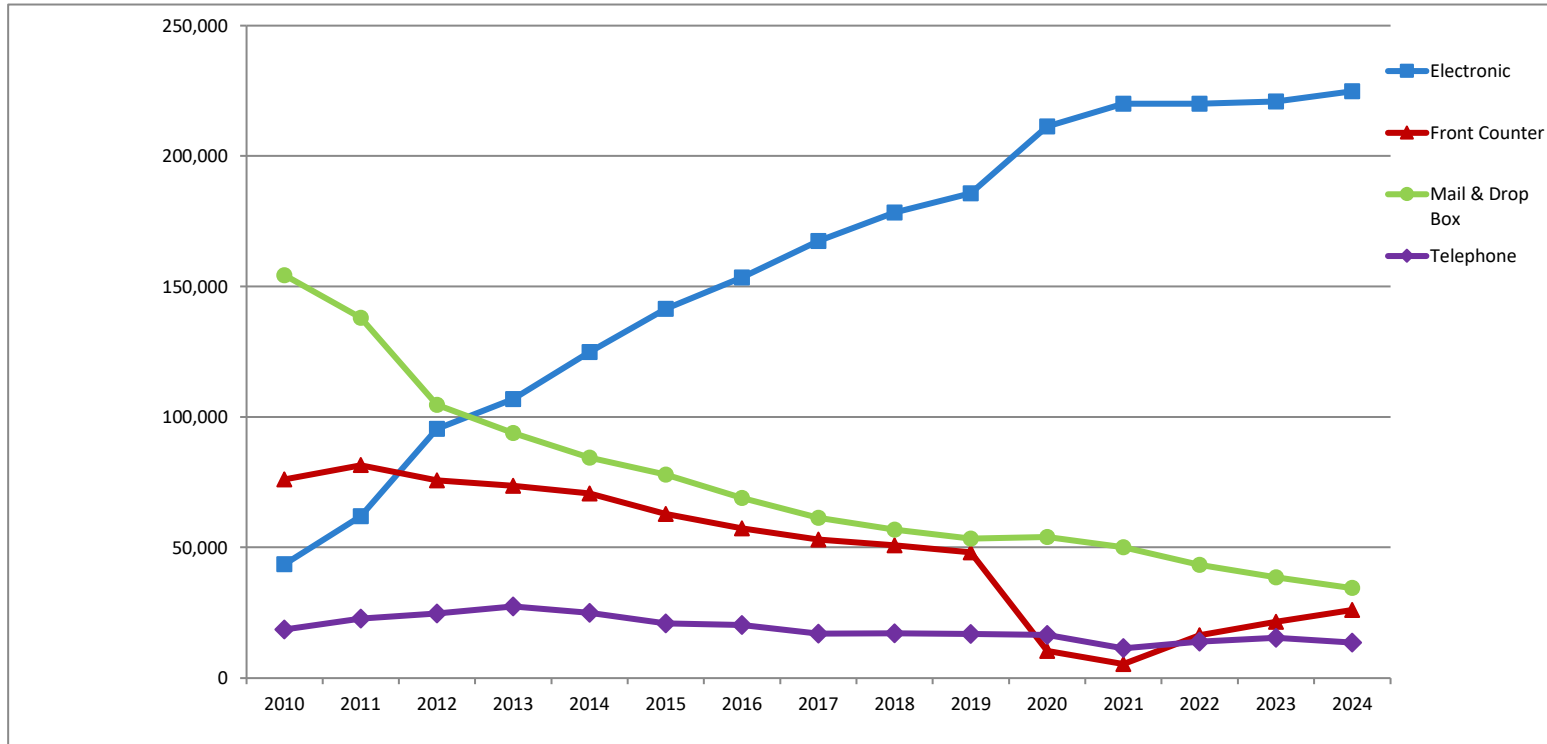
Palmdale Water District Outstanding Balances for Accounts 60-Days Delinquent



2024 Revenue Projections Based on 14,500 AF



Payment Transactions By Types Jan-Dec



Payment Type	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Electronic	43,590	61,989	95,446	106,870	124,881	141,393	153,408	167,351	178,355	185,683	211,276	219,966	219,982	220,917	224,808
Front Counter	76,023	81,539	75,723	73,557	70,599	62,841	57,296	52,950	50,748	48,047	10,314	5,335	16,390	21,496	25,989
Mail & Drop Box	154,303	137,945	104,630	93,819	84,407	77,916	68,919	61,349	56,771	53,318	53,967	50,047	43,353	38,479	34,468
Telephone	18,550	22,746	24,635	27,431	24,921	20,894	20,273	16,947	17,068	16,817	16,412	11,369	13,855	15,365	13,558
Total	292,464	304,219	300,434	301,677	304,808	303,044	299,896	298,597	302,942	303,865	291,969	286,717	293,580	296,257	298,823

Electronic Payments Breakout	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
META - ACH Pymt	8,286	7,747	7,469	7,837	3,027	3,233	1,622	1,695	1,676	1,694	1,724	1,700	1,607	1,588	1,526
WES - ACH Pymt	377	809	913	1,036	971	972	995	1,022	976	917	886	780	756	721	716
INF - Website Pymts	34,927	49,602	63,919	70,399	73,349	77,813	82,246	90,409	97,384	103,872	118,195	126,608	132,149	138,102	144,910
IVR - Automated Pay	0	0	0	0	13,035	23,607	28,788	32,680	35,010	36,813	41,111	40,277	38,997	38,170	37,592
KIOSK - Automated Pay	0	0	0	0	0	366	1,296	1,504	2,044	1,385	359	33	188	296	210
PNM - Automated Pay	0	0	0	0	0	0	815	2,897	4,268	4,717	8,948	10,349	8,685	6,991	6,108
VAN - ACH Pymt	0	3,831	23,145	27,598	34,499	35,402	37,646	37,144	36,997	36,285	40,053	40,219	37,600	35,049	33,746
Total	43,590	61,989	95,446	106,870	124,881	141,393	153,408	167,351	178,355	185,683	211,276	219,966	219,982	220,917	224,808

Palmdale Water District
Monthly Billing Statistics

Month	Bills	LF Notice	Shut Notice	Off & Lock (M)	Based on Bills Issued			Based on Late Notices		Based on Shut Notice
	(A)	(B)	(C)	(D)	B / A	C / A	D / A	C / B	D / B	D / C
12/22/2018	26632	6485	2401	423	24.4%	9.0%	1.6%	37.0%	6.5%	17.62%
12/29/2019	26699	6565	2456	326	24.6%	9.2%	1.2%	37.4%	5.0%	13.27%
12/17/2020	26808	6038			22.5%					
12/2/2021	26893	6579			24.5%					
Restart Collections 2/16/22			322	227	O&L completed 3/1/22 to 3/22/2022.					
12/31/2022	26975	6504	2417	11	24.1%	9.0%	0.0%	37.2%	0.2%	0.46%
1/31/2023	26979	7251	2279	275	26.9%	8.4%	1.0%	31.4%	3.8%	12.07%
2/28/2023	26979	6417	2349	411	23.8%	8.7%	1.5%	36.6%	6.4%	17.50%
3/31/2023	26980	6388	2064	376	23.7%	7.7%	1.4%	32.3%	5.9%	18.22%
4/30/2023	26989	6157	2025	381	22.8%	7.5%	1.4%	32.9%	6.2%	18.81%
5/31/2023	26990	6597	2021	620	24.4%	7.5%	2.3%	30.6%	9.4%	30.68%
6/30/2023	26982	6225	2239	458	23.1%	8.3%	1.7%	36.0%	7.4%	20.46%
7/31/2023	27067	6879	2590	460	25.4%	9.6%	1.7%	37.7%	6.7%	17.76%
8/31/2023	27077	7118	2586	448	26.3%	9.6%	1.7%	36.3%	6.3%	17.32%
9/30/2023	27080	6826	2511	385	25.2%	9.3%	1.4%	36.8%	5.6%	15.33%
10/31/2023	27071	7160	2352	616	26.4%	8.7%	2.3%	32.8%	8.6%	26.19%
11/30/2023	27096	6018	2989	406	22.2%	11.0%	1.5%	49.7%	6.7%	13.58%
12/31/2023	27075	7832	2850	145	28.9%	10.5%	0.5%	36.4%	1.9%	5.09%
1/31/2024	27081	6993	2161	423	25.8%	8.0%	1.6%	30.9%	6.0%	19.57%
2/29/2024	27091	5650	1895	469	20.9%	7.0%	1.7%	33.5%	8.3%	24.75%
3/31/2024	27092	6569	2148	384	24.2%	7.9%	1.4%	32.7%	5.8%	17.88%
4/30/2024	27086	6536	2288	544	24.1%	8.4%	2.0%	35.0%	8.3%	23.78%
5/31/2024	27079	6657	2344	377	24.6%	8.7%	1.4%	35.2%	5.7%	16.08%
6/30/2024	27096	6697	2797	333	24.7%	10.3%	1.2%	41.8%	5.0%	11.91%
7/31/2024	27113	7383	2733	478	27.2%	10.1%	1.8%	37.0%	6.5%	17.49%
8/31/2024	27112	7045	2718	202	26.0%	10.0%	0.7%	38.6%	2.9%	7.43%
9/30/2024	27108	7260	2982	303	26.8%	11.0%	1.1%	41.1%	4.2%	10.16%
10/31/2024	27103	7414	2980	472	27.4%	11.0%	1.7%	40.2%	6.4%	15.84%
11/30/2024	27103	6927	2952	219	25.6%	10.9%	0.8%	42.6%	3.2%	7.42%
12/31/2024	27103	7414	2122	117	27.4%	7.8%	0.4%	28.6%	1.6%	5.51%

MINUTES OF MEETING OF THE RESOURCE AND FACILITIES COMMITTEE OF THE PALMDALE WATER DISTRICT, NOVEMBER 5, 2024:

A meeting of the Resource and Facilities Committee of the Palmdale Water District was held Tuesday, November 5, 2024, at 2029 East Avenue Q, Palmdale, CA 93550. Chair Dino called the meeting to order at 1:00 p.m.

1) Roll Call.

Attendance:

Committee:
Vincent Dino, Chair
Cynthia Sanchez,
Committee Member

Others Present:

Dennis LaMoreaux, General Manager
Scott Rogers, Assistant General Manager
Wendell Wall, Facilities Manager
Judy Shay, Public Affairs Director
Danielle Henry, Executive Assistant
Scott Kellerman, Committee Member Alt.
Patricia Guerrero, Management Analyst
0 members of the public

2) Adoption of Agenda.

It was moved by Committee Member Sanchez, seconded by Chair Dino, and unanimously carried by all members of the Committee present at the meeting to adopt the agenda, as written.

3) Public Comments for Non-Agenda Items.

There were no public comments for non-agenda items.

4) Action Items: (The Public Shall Have an Opportunity to Comment on Any Action Item as Each Item is Considered by the Committee Prior to Action Being Taken.)

4.1) Consideration and Possible Action on Approval of Minutes of Meeting Held April 11, 2024.

It was moved by Committee Member Sanchez, seconded by Chair Dino, and unanimously carried by all members of the Committee present at the meeting to

approve the minutes of the Resource and Facilities Committee meeting held April 11, 2024, as written.

4.2) Consideration and Possible Action on Proposal from Mariposa Tree Management, Inc. for Brush Clearance Services at the Littlerock Dam Outlet Structure. (\$3,200.00 – Non-Budgeted –Facilities Manager Wall)

Facilities Manager Wall provided an overview of the proposal received from Mariposa Tree Management, Inc. for brush clearance services at Littlerock Dam as required by the Department of Division of Dams, and after a brief discussion of the proposals received, of the District's collaboration with biologists to protect endangered species, of the overgrowth previously cleared, of annual maintenance, and of the potential FEMA grant for this work, it was moved by Committee Member Sanchez, seconded by Chair Dino, and unanimously carried by all members of the Committee present at the meeting to approve the proposal from Mariposa Tree Management, Inc. for brush clearance services at the Littlerock Dam outlet structure in the amount of \$3,200.00.

4.3) Consideration and Possible Action on Proposal from Venture Pacific Aquatic Weed Control for the Removal of Logs and Debris from the Littlerock Dam Spillway. (\$15,600.00 – Non-Budgeted – Facilities Manager Wall)

Facilities Manager Wall provided a brief overview of the logs and debris removed from the Littlerock Dam spillway in 2023 and the proposed scope of work for additional clearance, and after a discussion of the proposals received, of staff's recommendation to continue services with the previous vendor, of the schedule, and of submitting this work for FEMA grant funding, it was moved by Director Sanchez, seconded by Chair Dino, and unanimously carried by all members of the Committee present at the meeting to approve the proposal from Venture Pacific Aquatic Weed Control for the removal of logs and debris from the Littlerock Dam spillway in the amount of \$15,600.00.

5) Reports:

5.1) Resource and Analytics Supervisor Bolanos:

a) Department Update.

General Manager LaMoreaux stated that there is no update for the Resource and Analytics Department at this time.

5.2) Facilities Manager Wall:

a) Department Update.

Facilities Manager Wall reported the District sold 13 items that were declared as surplus property this year, that Facilities staff completed the California Highway Patrol training, that various projects have been completed including the installation of a new 24 inch butterfly valve on 10th Street and East Avenue R, the repairs of 13 main line and 61 service line leaks, the maintenance of 1,380 valves and 436 fire hydrants, the flushing of 2,643,769 gallons of water for pipe maintenance and water quality improvement, the installations of a new drain valve, a storage area cover, a spill case pump, new pumps and motors, and charging stations, staff participation in the Water Ambassador and Junior Water Ambassador Academies, and staff participation in the preparation and cooking for the September All-Hands meeting and luncheon and then stated that the 2023 Meter Exchange Program has been completed; the 2024 Meter Exchange Program is now underway; and that the hiring of 4 new staff members brings the Facilities Department to full staffing.

5.3) Assistant Manager Rogers:

a) Engineering Department Update.

Assistant General Manager Rogers stated that construction of the pipeline replacement project in 27th Street East and Avenue R will begin this month and that the pipeline replacement design has started for 20th Street East.

b) Palmdale Ditch Conversion.

He then stated that additional environmental information has been added to the programmatic Environmental Impact Report (EIR) and that this is scheduled to be presented to the Board for consideration in December; that construction will begin after the District receives environmental clearance; that staff is considering an alternative project delivery method called Construction Manager at Risk (CMAR) which will allow the District to maximize utilization of grant funding and that this item will be presented to the Board for consideration in the near future; that the pricing estimates received for

the Littlerock Dam access road alternatives were higher than anticipated and that staff is reviewing other options and applying for FEMA grant funding for these repairs; and that staff is informed and preparing for the mitigation and maintenance activities needed at Littlerock Dam.

c) Pure Water AV Demonstration Facility.

He then stated that the construction of the recycled water pipeline in East Avenue Q and the Pure Water AV Demonstration Facility is underway and that a time-lapse recording of the progress can be viewed at www.purewaterav.org.

6) Board Members' Requests for Future Agenda Items.

There were no requests for future agenda items.

7) Date of Next Committee Meeting.

There was no date set for the next Resource and Facilities Committee meeting.

8) Adjournment.

There being no further business to come before the Resource and Facilities Committee, the meeting was adjourned at 1:21 p.m.


Chair



BOARD MEMORANDUM

DATE: February 24, 2025
TO: **BOARD OF DIRECTORS**
FROM: Mr. Dennis D. LaMoreaux, General Manager
RE: ***REPORT OF GENERAL MANAGER.***

The written report will be provided at the Regular Meeting on February 24th.