

Regular Meeting of the  
**BOARD OF DIRECTORS**  
**SANTA YNEZ RIVER WATER CONSERVATION DISTRICT**  
will be held at 6:30 pm, **Wednesday, June 5, 2019**  
at Buellton City Council Chambers  
140 West Highway 246, Buellton, California

**AGENDA**

- I. Call to Order and Pledge of Allegiance
- II. Roll Call
- III. Consideration of the Minutes of the Special Meetings of May 1, 2019 and May 23, 2019
- IV. Additions or Deletions, if any, to the Agenda
- V. Public Comment (Any member of the public may address the Board relating to any non-agenda matter within the Board's jurisdiction. The total time for all public participation shall not exceed fifteen minutes and the time allotted for each individual shall not exceed five minutes. No action will be taken by the Board at this meeting on any public item.)
- VI. Public Hearing on the 41<sup>st</sup> Annual Engineering Survey and Report on Water Supply Conditions of the Santa Ynez River Water Conservation District, 2018-2019 and Related Financial Matters. Any operator of a water producing facility within the District, or any person interested in the condition of the groundwater or the surface water supplies of the District, may appear in person or by representation, to submit evidence thereon.
- VII. General Manager Report – Status, discussion and possible Board action on the following subjects:
  - A. FY 2019-20 Budget
  - B. FY 2019-20 Groundwater Charge Rates
  - C. Consideration of Resolution No. 691 Making Findings and Determinations, Establishing Zones, Setting Rates and Levying Groundwater Charges within the District for the Water Year 2019-20
  - D. Financial Reports, Monthly Warrant Reports and 3<sup>rd</sup> Quarter Investment Report
  - E. Water Rights Release
  - F. Downstream User Accounting
  - G. Reservoir and Rainfall Status
  - H. Consider Audit Engagement for FY 2018-19
  - I. Consideration of Resolution No. 692 Expressing Appreciation to Bruce Wales

- VIII. Groundwater Program Manager Report
  - A. Groundwater Production, Reporting, and Charges
  - B. Sustainable Groundwater Management Act (SGMA)
- IX. Attorney Report
- X. Reports, questions of staff, status reports, announcements, observations, and other matters, and/or communications not requiring action
- XI. Requests from the Board of Directors for items to be included on the next Agenda
- XII. Determination of next meeting date. The next meeting is scheduled as a regular meeting on Wednesday, September 4, 2019.

In compliance with the California Water Code, regular meetings are scheduled for the first Wednesday in March, June, September and December at various locations within the District. Special meetings may be held at any location within the District.

- XIII. Closed Session
  - A. Conference with Legal Counsel – Existing litigation (Subdivision (d) of Section 54956.9 of the Government Code) relating to adjudicatory proceedings pending before the State Water Resources Control Board regarding Permits 11302 and 11310 issued on Applications 11331 and 11332 to the United States Bureau of Reclamation and complaints filed by the California Sport Fishing Protection Alliance regarding the operation of the Cachuma Project and State Board Orders WR 89-18 and 94-5; and proposed changes to the place and purpose of use of waters obtained through aforementioned permits for the Cachuma Project; and Draft SWRCB Water Rights Order 2019-00XX
  - B. Conference with Legal Counsel – Anticipated Litigation: Significant exposure to litigation pursuant to Section 54956.9(d)(2) of the California Government Code (one potential case)
  - C. Public Employment (Gov't Code §54957(b)) Evaluation: General Manager, Groundwater Program Manager, Surface Water Program Manager, Strategic Advisor, District Administrator
- XIV. Reconvene Open Session/Report from Closed Session
- XV. Adjournment

[This agenda was posted at 3669 Sagunto Street, Suite 101, Santa Ynez, California, and on the web at <https://www.SYRWCD.com> and notice delivered in accordance with Government Code Section 54954. In compliance with the Americans with Disabilities Act, if you need special assistance to review agenda materials or participate in this meeting, please contact the District at (805) 693-1156. Notification 72 hours prior to the meeting will enable the District to make reasonable arrangements to ensure accessibility to this meeting.]

## MEETING MINUTES

### SANTA YNEZ RIVER WATER CONSERVATION DISTRICT

A special meeting of the Board of Directors of the Santa Ynez River Water Conservation District was held on Wednesday, May 01, 2019, at the Buellton City Council Chambers, 140 West Highway 246, Buellton, California.

Directors Present: Cynthia Allen Art Hibbits Steve Jordan Brett Marymee

Directors Absent: Mark Altshuler

Others Present: General Manager Kevin Walsh, Groundwater Program Manager Bill Buelow, District Administrator Amber Thompson, Legal Counsel Steve Torigiani, and approximately 4 members of the public

#### **I. CALL TO ORDER AND ROLL CALL**

President Allen called the meeting to order at 6:30 p.m. and requested that Ms. Thompson call the roll. All Directors were present except for Director Mark Altshuler.

#### **II. PLEDGE OF ALLEGIANCE**

President Allen led the Pledge of Allegiance.

#### **III. APPROVAL OF MINUTES**

Mr. Buelow submitted the minutes of the regular meeting of March 06, 2019 for Board approval. Director Marymee made a MOTION to approve the minutes. Director Jordan seconded the motion and it passed unanimously; Director Altshuler was absent.

#### **IV. ADDITIONS OR DELETIONS, IF ANY, TO THE AGENDA**

There were no additions or deletions to the agenda.

#### **V. PUBLIC COMMENT**

Ms. Frances Komoroske provided comment to the Board.

#### **VI. PUBLIC HEARING ON THE 41<sup>st</sup> ANNUAL ENGINEERING SURVEY AND REPORT ON WATER SUPPLY CONDITIONS OF THE SANTA YNEZ RIVER WATER CONSERVATION DISTRICT, 2018-2019**

President Allen opened the public hearing. Mr. Buelow explained that the full report is available to the public on the District's website ( [www.syrwcd.com](http://www.syrwcd.com) ).

Mr. Buelow described various aspects of the report, including precipitation, surface water conditions, WR 89-18 water rights releases, groundwater pumping,

groundwater storage, and groundwater pumping rate changes during the 2017-2018 and first half of the 2018-2019 reporting years. New features have been added to the report including a list of terms with definitions on Pages iii-viii and blue text showing changes to production numbers summarized on Table 1 on page 13.

Mr. Buelow described that flow of the Santa Ynez River at the Lompoc Narrows in 2017-18 was 4,812 acre-feet but in 2018-19 was greater than 38,228 acre-feet. A 42% increase in revenue collected is credited to increased rates as well as staff efforts to collect revenue from severely delinquent accounts, which added wells not previously participating in the program. Additionally, staff worked with groundwater users to reclassifying water production for hobby-farms from the “Agricultural Water” rate to the “Other Water” rate, as defined by the Water Code. The Agricultural Water rate is only used for water production associated with growing products for market. Water used with pleasure animals should use the “Other Water” rate.

Data from Santa Barbara County Flood Control District shows departures from normal precipitation as negative for 10 of the past 15 months, therefore we still have drought issues despite the recent rains. Water production for the first half of FY 2018-19, as reported through April 03, 2019 is 23,832.93 AF which is a little lower than what was reported for the same period during FY 17-18.

The 2018 water rights release from August 6 through September 11, 2018 was the smallest BNA release since 1988, delivering a total of 8,054 AF to downstream users; 6,006 AF to ANA and 1,448 AF to BNA. Figure D-1 summarizes details of the release.

This is the first year the Santa Barbara County Water Agency staff (County) monitored water levels. As the CASGEM entity for Santa Barbara County, the Water Agency is no longer subcontracting USGS to perform the monitoring. The water-level data collected by the County is presented on Table 7.

The basin-wide accumulated dewatered storage for 2017-2018 and the first half of 2018-19 is 143,700 AF. As shown on Figure 7 the accumulated dewatered storage in all zones is stabilizing with the exception of the Santa Ynez Upland. Since 2005-06 the dewatered storage in the Santa Ynez Uplands has trended upwards.

Mr. Buelow pointed out two corrections that will be made via an errata page sent to the report recipients and a revised draft posted to the District’s webpage. The corrections were reported as follows:

- Page 4, Item 3. Replace text table with text table on page 9;
- Page 12 Paragraph 2. First sentence preceding word ‘next’ insert phrase ‘on-going fiscal year (2018-19) and’, second sentence replace 2018-19 with 2017-18.

There was no public comment or question on the presented material. After discussion, Director Jordan made a MOTION to accept the report for review and continue the hearing to the June 5, 2019 Board meeting. Director Marymee seconded



the motion. The motion passed unanimously; Director Altshuler was absent. President Allen closed the public hearing.

## **VII. LAFCO**

### **A. Ballots for Regular and Alternate Special District Member**

Mr. Walsh presented the ballots for LAFCO Regular and Alternate Special District Members. He said that only the Presiding Officer of the Board is authorized to vote. Director Jordan made a MOTION directing President Allen to vote for Cindy Allen on both Regular and Alternate Special District Member Ballots. Director Hibbits seconded the motion. The motion passed unanimously; Director Altshuler was absent.

### **B. Agricultural and Open Space Policies**

Mr. Walsh presented the changes LAFCO is proposing to its Agricultural and Open Space Policies and explained the policy is set to preserve open space with annexation to cities. LAFCO requested comments. Discussion followed. No action is required or taken by the Board.

## **VIII. CONSIDERATION OF RESOLUTION NO. 689 SUPPORTING SB669, THE SAFE DRINKING WATER TRUST**

As requested by the Board at the last meeting, this Resolution was developed. After discussion, Director Allen waived the reading of the Resolution. After discussion, Director Marymee made a MOTION to adopt Resolution No. 689, RESOLUTION OF THE BOARD OF DIRECTORS OF THE SANTA YNEZ RIVER WATER CONSERVATION DISTRICT SUPPORTING SB 669 (CABALLERO), THE SAFE DRINKING WATER TRUST.

The motion was seconded by Director Jordan and the Resolution was adopted and passed on the following roll call vote:

AYES, Directors: Allen, Jordan, Marymee

NOES, Directors: Hibbits

ABSENT, Director: Altshuler

History behind why this bill was written was provided by Counsel. Director Marymee made a MOTION directing staff to draft a letter of support following the template provided by ACWA to be signed by President Allen and sent with the Resolution to the Sponsor of the Bill as recommended by ACWA.

The motion was seconded by Director Jordan and it passed unanimously; Director Altshuler was absent.

## **IX. GENERAL MANAGER REPORT**

### **A. FY 2019-20 Preliminary Draft Budget**

Mr. Walsh presented the Draft Memo and Draft Budget for review with anticipation of the final budget to be presented for consideration at the June 5, 2019 Board meeting. After discussion, Director Marymee made a MOTION to receive the Draft Memo and Draft Budget for review and continue the discussion at the June 5, 2019 Board meeting. The motion was seconded by Director Jordan and passed unanimously; Director Altshuler was absent.

### **B. FY 2019-20 Groundwater Charge Rates**

Mr. Walsh recommended that for FY 2019-2020, all Groundwater Charge Rates remain at the FY 18-19 level. Although it appears that the District will be operating at a deficit level for FY 2018-19 as well as FY 2019-20. Mr. Walsh noted the following positive financial assumptions for the next fiscal year: 1) timing of reimbursements from the Prop. 1 Grant expected is conservative and may be larger than planned, or expenses may be less; 2) expected revenues from property taxes and groundwater production are estimated but not expected to fluctuate much if at all; and 3) expenses for the next year are unlikely to fluctuate much. These plus District reserves are forecasted to be stable suggest there is no need for another rate increase this year.

### **C. FY 2019-20 Staffing Plan**

Mr. Walsh informed the Board that this item will be discussed in Closed Session.

## **X. REPORTS, ACTS BY BOARD MEMBERS, QUESTIONS OF STAFF, STATUS REPORTS, ANNOUNCEMENTS, OBSERVATIONS AND OTHER MATTERS, AND/OR COMMUNICATIONS NOT REQUIRING ACTION**

Director Marymee reported he is the new Chair of the EMA GSA. Director Marymee reported he attended a recent meeting of Coalition of Labor, Agriculture and Business (COLAB). Director Allen commended staff on the revised look of Staff Memos and format of Board Meeting Agendas.

## **XI. NEXT MEETING DATE**

The next Board meeting is scheduled as regular meeting for June 5, 2019.

## **XII. REQUEST FOR ITEMS TO BE INCLUDED ON THE NEXT AGENDA**

No requests were made for items to be included in the next agenda.

**XIII. CLOSED SESSION**

The Board adjourned into Closed Session at 8:04 p.m. to discuss the following topics:

- A. Conference with Legal Counsel – Existing litigation (Subdivision (d) of Section 54956.9 of the Government Code) relating to adjudicatory proceedings pending before the State Water Resources Control Board regarding Permits 11302 and 11310 issued on Applications 11331 and 11332 to the United States Bureau of Reclamation and complaints filed by the California Sport Fishing Protection Alliance regarding the operation of the Cachuma Project and State Board Order WR 89-18; and proposed changes to the place and purpose of use of waters obtained through aforementioned permits for the Cachuma Project; and proceedings related to SWRCB Permit No. 15878 held by the City of Solvang.
- B. Conference with Legal Counsel –Anticipated litigation: Possible initiation of litigation pursuant to Section 54956.9(d)(4) of the California Government Code (one potential case).
- C. Conference with Legal Counsel – Anticipated Litigation: Significant exposure to litigation pursuant to Section 54956.9(d)(2) of the California Government Code (one potential case).
- D. Public Employment (Gov’t Code §54957(b)) Title: General Manager, Groundwater Program Manager, Surface Water Program Manager, Strategic Advisor, District Administrator

The Board emerged from Closed Session at 9:10 p.m. No actions were taken.

**XIV. RECONVENE OPEN SESSION/REPORT FROM CLOSED SESSION**

Open session reconvened at 9:10 p.m.

**XV. ADJOURNMENT**

There being no further business, President Allen adjourned the meeting at 9:13 p.m.

Respectfully submitted,

\_\_\_\_\_  
William J. Buelow, Secretary

ATTEST:

\_\_\_\_\_  
Cynthia Allen, President

# MEETING MINUTES

## SANTA YNEZ RIVER WATER CONSERVATION DISTRICT

A special meeting of the Board of Directors of the Santa Ynez River Water Conservation District was held on Thursday, May 23, 2019, at the Santa Ynez Community Services District, 1070 Faraday Street, Santa Ynez, California.

Directors Present: Cynthia Allen Art Hibbits Brett Marymee Mark Altshuler

Directors Absent: Steve Jordan

Others Present: General Manager Kevin Walsh, Groundwater Program Manager Bill Buelow, District Administrator Amber Thompson, Legal Counsel Steve Torigiani (phone), 3 Trustees of ID No. 1, 5 staff of ID No. 1, and 5 members of the public

### **I. CALL TO ORDER AND PLEDGE OF ALLEGIANCE**

President Allen called the meeting to order at 6:30 p.m. and led the Pledge of Allegiance.

### **II. ROLL CALL**

President Allen requested that Mr. Buelow call the roll. All Directors were present except for Director Steve Jordan.

### **III. ADDITIONS OR CORRECTIONS, IF ANY, TO THE AGENDA**

There were no additions or corrections to the agenda.

### **IV. PUBLIC COMMENT**

There were no public comments.

### **V. VACANCY - BOARD OF TRUSTEES FOR DIVISION 3 OF SANTA YNEZ RIVER WATER CONSERVATION DISTRICT, IMPROVEMENT DISTRICT NO. 1 (ID NO. 1)**

- a. Review and discuss recommendations, if any, from ID No. 1 pertaining to the selection of a candidate to fill the position of Trustee for Division 3 of ID No. 1

President Allen requested a recommendation for a candidate to fill the vacancy on the Board of Trustees for Division 3 of Santa Ynez River Water Conservation District, ID No. 1 from Trustee Brad Joos. Trustee Joos

advised that the Board of Trustees recommend Ms. Lori Parker to fill the vacancy.

b. Consideration of candidates and selection of individual to fill the vacancy for Division 3 of the Board of Trustees of ID No. 1

President Allen opened Public Comment period at 6:32 p.m. Public Comments were heard from Ms. Komoroske and Mr. Schultz. President Allen closed Public Comment period at 6:40 p.m. Directors discussed recommendations and comments.

Director Marymee MOVED to accept the recommendation of Board of Trustees of ID No. 1 to appoint the candidate Lori Parker to fill the vacancy for Division 3 of the Board of Trustees of ID No. 1. The motion was seconded by Director Hibbits and it passed unanimously. Director Jordan was absent.

**VI. CONSIDERATION OF RESOLUTION NO. 690 APPOINTING TRUSTEE FOR DIVISION 3 OF ID NO. 1**

President Allen requested Mr. Buelow to read the Resolution No. 690, RESOLUTION OF THE BOARD OF DIRECTORS OF THE SANTA YNEZ RIVER WATER CONSERVATION DISTRICT APPOINTING LORI PARKER TO THE POSITION OF TRUSTEE OF DIVISION 3 OF THE SANTA YNEZ RIVER WATER CONSERVATION DISTRICT, IMPROVEMENT DISTRICT NO. 1 BOARD OF TRUSTEES.

The Resolution was adopted and passed 4-0-1 on the following roll call vote:

AYES, Directors:	Cynthia Allen Mark Altshuler Art Hibbits Brett Marymee
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NOES, Directors:	None
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ABSENT, Directors:	Steve Jordan
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**XV. ADJOURNMENT**

There being no further business, Director Marymee MOVED to adjourn the meeting at 6:45 p.m. The motion was seconded by Director Altshuler and passed unanimously.

Respectfully submitted,

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William J. Buelow, Secretary

ATTEST:

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Cynthia Allen, President

DRAFT

**DIRECTORS:**

DIVISION 1  
CYNTHIA ALLEN, President  
Lompoc

DIVISION 2  
STEPHEN E. JORDAN  
Lompoc

DIVISION 3  
MARK ALTSHULER  
Vandenberg Village - Mission Hills

DIVISION 4  
ART HIBBITS  
Buellton - Lompoc

DIVISION 5  
J. BRETT MARYMEE  
Solvang - Santa Ynez

# *Santa Ynez River*

## **WATER CONSERVATION DISTRICT**

P O Box 719 - 3669 Sagunto Street, Suite 101  
Santa Ynez, California 93460  
Telephone: (805) 693-1156  
FAX: (805) 693-4607

**GENERAL MANAGER:**

KEVIN D. WALSH

**SECRETARY / TREASURER:**

WILLIAM J. BUELOW, PG

**CONSULTANTS:**

STEVE TORIGIANI  
General Counsel

STETSON ENGINEERS  
Engineer

May 21, 2019

Dear Sir or Madame,

Please find attached an Errata Sheet for the *Forty-First Annual Engineering and Survey Report on Water Supply Conditions of the Santa Ynez River Water Conservation District, 2018-2019* (Report).

The Errata Sheet documents two corrections to the document and should be attached to the hard copy dated April 25, 2019. The report was sent to you on or about May 1, 2019.

If you have any questions or concerns about the Errata Sheet or the Report, please feel free to contact me at 805-693-1156 ext. 403.

Sincerely,

SANTA YNEZ RIVER WATER  
CONSERVATION DISTRICT



William J. Buelow  
Groundwater Program Manager

Attachment

cc: City of Lompoc  
Lompoc Public Library  
Mission Hills CSD  
Santa Barbara County Water Agency  
State Water Resources Control Board  
U.S. Geologic Survey  
U.S. Penitentiary Farm  
Vandenberg AFB  
Vandenberg Village CSD

## **ERRATA**

Page 4, Item 3. Replace text table with text table on page 9.

Page 12, Paragraph 2. First sentence preceding word 'next' insert phrase 'ongoing fiscal year (2018-19) and', second sentence replace 2018-19 with 2017-18.



SANTA YNEZ RIVER WATER CONSERVATION DISTRICT

MEMORANDUM

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DATE: June 5, 2019

TO: Cynthia Allen                      Mark Altshuler                      Art Hibbits  
Brett Marymee                      Steve Jordan

FROM: Kevin D. Walsh

SUBJECT: General Manager Report

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**A. FY 2019-20 Budget**

See attached Memo.

**B. FY 2019-20 Groundwater Charge Rates**

See attached Memo.

**C. Consideration of Resolution 691 Setting Groundwater Charges**

Recommend: Motion to Adopt Resolution 691, waive reading. Roll Call vote.

**D. Financial Reports, Monthly Warrants, and 3<sup>rd</sup> Quarter Investment Report**

- Income Statements are attached.
- Monthly Balance Sheets are attached.
- Monthly Warrants are attached. Recommend Motion to Approve March, April & May Warrants
- Certification for 3<sup>rd</sup> Quarter Investment Report is attached.

**E. Water Rights Release**

Gin Chow. A release of about 600 acre-feet from Gibraltar Reservoir is expected to be made when Gibraltar stops spilling. It is expected that this could occur before the end of June.

Water Rights Order 89-18. A release from Bradbury Dam is being planned for this summer, likely in early August. The release amount is unknown at this time. As of May 28, 2019, both ANA and BNA accounts had about 1,000 acre-feet each.

**F. Downstream User Accounting**

Summary and Graphs are attached.

**G. Reservoir and Rainfall Status**

Both Jamison and Gibraltar Reservoirs filled and spilled this year.  
Cachuma Reservoir has peaked at 81% capacity.

**H. Consider Audit Engagement for FY 2018-19 with Bartlett, Pringle and Wolf**

In May 2019, we were notified that our current auditor was no longer going to perform public agency audits. This will be the first time in about 23 years that the District has changed auditors. Staff would prefer to use Bartlett, Pringle, and Wolf (BPW) for the 2019-20 audit due to their familiarity with the District’s accounts, their premier status in Santa Barbara, and their extensive experience with Special Districts in particular. BPW was engaged by the District to assist with the setting up of the SGMA accounting.

Comparison of audit costs for similar and nearby agencies (not all using the same auditor):

	<u>Budget</u>	<u>Audit Costs</u>
LAFCO	\$ 0.5 million	\$ 7,200
CCRB	\$ 1.1 million	\$13,431
Santa Ynez CSD	\$ 1.9 million	\$10,970
COMB	\$10.3 million	\$35,000
ID No. 1	\$11.7 million	\$33,000

Recommend: Motion to approve FY 2018-19 Audit Engagement with Bartlett, Pringle, and Wolf for the amount of \$10,400.

KDW/amt

Enclosures

SANTA YNEZ RIVER WATER CONSERVATION DISTRICT

MEMORANDUM

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DATE: June 5, 2019

TO: Cynthia Allen                      Mark Altshuler                      Art Hibbits  
Brett Marymee                      Steve Jordan

FROM: Kevin D. Walsh

SUBJECT: Final Budget 2019-20

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**Recommendation**

- Adopt Final Fiscal Year (FY) 2019-20 Budget

**Discussion**

The FY 2019-2020 budget is discussed in terms of Income and Expenses for the current FY 2018-19 and estimated FY 2019-20.

The attached FY 2019-20 Budget worksheet displays the line item income and expense for:

- The budgeted amounts for the recent fiscal year of FY 2018-19;
- The actual 10 months to date income and expense for FY 2018-19;
- The projected income and expense amounts for FY 2018-19;
- The proposed budget amounts for FY 2019-20.

INCOME:

SYRWCD income is from four sources: Groundwater Charge Rates, Property Taxes, Investment Income, and DWR Grant Reimbursement.

Groundwater Charge Rates. Estimated by calculating a three-year average for groundwater production, and then applying current Groundwater Charge Rates to the three-year production average. An allowance downward was made to allow for wet year conditions in 2019.

Property Tax Revenue. Projected by assuming a similar amount as last year with a slight increase. We are in a period of continued modestly increasing property values.

Investment Income. Assumed to be the same amount as expected to be received this year. Although the reserves from which investment income is derived are projected to decrease by about 6.2 %, it is anticipated that this will be offset by a small increase in the State Local Investment Fund (LAIF) interest rate.

DWR Grant Reimbursement This is a grant from the California Department of Water Resources (DWR) under Proposition 1 for the expenses of the activities associated with the Sustainable Groundwater Management Act (SGMA) Groundwater Sustainability Planning (GSP) activities. The grant is for \$1 million and requires a 50% local match on the total project value (currently \$3M) or a match of \$1.5M. The grant reimbursements will be shared with the various agencies that are contributing funds to support each of the three GSAs in the Santa Ynez River Basin.

The grant reimbursements are expected to be received 6-12 after expenditures are incurred and may be in a different fiscal year. The line item for Grant Reimbursement assumes that about 25% of the eligible amount reimbursable to the District for FY 2018-19 and 2019-20 will be recovered in FY 2019-20.

Note: If FY 2019-20 SGMA expenditures are lower, then reimbursements will be lower.

#### EXPENSES:

Each line item in the FY 2018-19 District Budget was reviewed, and an estimate of total projected expenses to the end of the current FY was made. For FY 2019-20, expenses were estimated using these projections. Where it is known that large expenditures will be made, those line items were adjusted using the known figures. For some line items where there was a higher degree of uncertainty in the expected costs, the FY 2018-19 budget figures were used.

Total expenses for Internal Operations and Office Expenses are estimated to be about 5.7% more than the FY 2018-19 projected actual amounts. Increases are due mostly to salaries, an increased effort in the groundwater charges program to register and collect pumping charges from all wells, and audit expenses.

Total expenses for SGMA will significantly increase from last year, as the work on the three Groundwater Sustainability Plans (GSP's) is now fully underway. The costs to the District for each of the Groundwater Sustainability Agencies (GSA's) are accounted for separately as per each of the three Memoranda of Agreement which the SYRWCD is party to in each GSA. These numbers are the District's share, not the total costs of the effort. There is a general category, as some small portion of costs cannot be distributed to the GSA work. Legal work is under legal expense.

Legal and Engineering expenses are expected to about 12% less than the FY 2018-19 budgeted amounts. The State Water Board released a new water Rights Order on March 27<sup>th</sup>, 2019. While the SYRWCD legal and technical consultants have worked on initial comments to the Revised Board Order, it is expected that an equal amount of the Legal and Engineering efforts on this new draft Water Rights Order will occur in FY 2019-20, when the State Water Board hearing will likely occur.

## CONTINGENCIES AND RESERVES:

Because of the expected deficit spending expected over the next two or three years, the contingencies category has been revised to show more clearly the total expected deficit, transfers from Reserves to cover the deficit, and the projected year-end remaining Reserves. Reserves provide for contingencies, expected large expenditures, and rate stabilization.

For FY 2019-20 reserves provide rate stabilization in the form of “backfill” due to the lag in DWR grant reimbursements. Transfers out of reserves for FY 2019-20 are about 11.3% of the total budget.

The District has set a goal of \$1.6 million in reserves for the State Water Board hearing activities including potential litigation, and \$400,000 in reserves for other contingencies. These goals will be met for FY 2019-20.

KDW/amt

Enclosures

WORKSHEET  
SANTA YNEZ RIVER WATER CONSERVATION DISTRICT BUDGET  
JULY 1, 2019 - JUNE 30, 2020

June 5, 2019 Final Draft

	2018-19 <u>BUDGET</u>	2018-19 <u>10 month ACTUAL</u>	2018-19 <u>Projected ACTUAL</u>	2019-20 <u>BUDGET</u>
<b><u>INCOME</u></b>				
Groundwater Charge Rates	485,000	499,258	505,000	570,000
SB County Property Taxes	296,000	280,555	305,555	310,000
Investment Income	40,000	37,877	50,000	50,000
DWR Grant Reimbursement	0	0	0	100,000
Rental Income	0	3,630	3,630	0
<b>TOTAL INCOME</b>	<b>821,000</b>	<b>821,320</b>	<b>864,185</b>	<b>1,030,000</b>
<b><u>EXPENSES</u></b>				
<b><u>Internal Operations</u></b>				
Employee Compensation	330,000	260,075	316,742	347,000
Payroll (SS and Medicare)	22,800	18,762	24,231	26,000
Employee Benefits	9,000	7,624	9,286	2,400
Retirement Costs	11,000	10,944	10,944	11,000
Outside Staff Support	30,000	26,852	30,000	10,000
Director Fees	2,600	2,325	3,075	4,000
Groundwater Charges Program	30,000	29,724	40,000	50,000
Election	0	0	0	0
	435,400	356,307	434,278	450,400
<b><u>Office Expenses</u></b>				
Office Supplies	2,500	2,906	3,306	3,000
IT Services / Software	2,200	1,089	2,000	2,000
Communications	4,500	3,370	4,644	6,500
Travel & Subsistence	1,800	4,155	4,455	6,000
Audit	5,000	4,950	4,950	10,400
Insurance & Bond	9,000	9,177	9,177	9,200
Miscellaneous	2,200	948	948	3,000
Dues	1,800	1,946	1,946	2,000
Tax Admin / LAFCO	4,500	510	4,150	4,500
Office Occupancy	22,500	15,827	19,577	22,500
	56,000	44,878	55,154	69,100
<b>SUB-TOTAL INTERNAL OPERATIONS/EXPENSES</b>	<b>491,400</b>	<b>401,185</b>	<b>489,431</b>	<b>519,500</b>
<b>SURFACE WATER SPECIAL STUDIES</b>	<b>3,000</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>Sustainable Groundwater Management (SGMA)</u></b>				
SGMA General	120,000	3,073	5,000	5,000
SGMA, WMA	0	5,041	55,000	172,000
SGMA, CMA	0	4,986	40,000	130,000
SGMA, EMA	0	4,782	15,000	25,000
<b>SUB-TOTAL SGMA</b>	<b>120,000</b>	<b>17,882</b>	<b>115,000</b>	<b>332,000</b>

	2018-19	2018-19	2018-19	2019-20
	<u>BUDGET</u>	<u>10 month ACTUAL</u>	<u>Projected ACTUAL</u>	<u>BUDGET</u>
<u>Legal</u>				
General & Misc.	15,000	17,260	19,000	10,000
WR 89-18 / Upper SYR Operations	10,000	0	2,000	5,000
WR 94-5 Decision (aka 2019 00-XX)	25,000	13,122	25,000	25,000
Fisheries Issues	40,000	19,202	25,000	25,000
Employment/HR	0	0	0	5,000
SGMA	0	0	0	5,000
<b>SUB-TOTAL LEGAL</b>	<b>90,000</b>	<b>49,584</b>	<b>71,000</b>	<b>75,000</b>
<u>Engineering / Environmental</u>				
General & Misc.	10,000	22,439	30,000	10,000
Annual GW Report	15,000	4,166	15,000	15,000
WR 89-18 Operations	85,000	51,219	65,000	65,000
Upper SYR Operations	15,000	6,898	15,000	15,000
WR 94-5 Decision (aka 2019-00XX)	25,000	899	20,000	25,000
Fisheries Hydrology	45,000	21,289	35,000	40,000
Other Consultants	15,000	10,207	15,000	15,000
<b>SUB-TOTAL ENGINEERING / ENVIRONMENTAL</b>	<b>210,000</b>	<b>117,117</b>	<b>195,000</b>	<b>185,000</b>
<b>CONTINGENCIES</b>	<b>80,000</b>	<b>48,637</b>	<b>60,000</b>	<b>50,000</b>
<b>TOTAL EXPENSES</b>	<b>994,400</b>	<b>634,405</b>	<b>930,431</b>	<b>1,161,500</b>
<b>INCOME LESS EXPENSES</b>	<b>-\$173,400</b>	<b>\$186,915</b>	<b>-\$66,247</b>	<b>-\$131,500</b>
<u>RESERVES</u>				
Amount from Reserves	\$173,400	\$99,000	\$99,000	\$131,500
Remaining Reserves, Total	\$2,108,426	\$2,219,612	\$2,133,930	\$2,002,430

SANTA YNEZ RIVER WATER CONSERVATION DISTRICT

MEMORANDUM

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TO: Cynthia Allen Mark Altshuler Art Hibbits Steve Jordan Brett Marymee  
Steve Torigiani Ali Shahroody

FROM: Kevin Walsh

DATE: June 5, 2019

SUBJECT: FY 2019-20 Groundwater Charge Rates

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**Recommendation**

That all Groundwater Charge Rates remain at the 2018-19 level.

**Discussion**

There are three categories of Groundwater Charge Rates:

- 1) Agricultural Water: Water used on lands in the production of plant crops or livestock for market. Essentially, this is crop and pasture irrigation.
- 2) Special Irrigation Water: Water used for irrigation of golf courses, schools, cemeteries, and publicly owned historical sites.
- 3) Other Water: All other non-agricultural uses, including drinking water for livestock and pasture irrigation for pleasure farms and animals.

The District essential regulatory activities are to manage, protect, conserve, and enhance the water resources of the groundwater basins within the District. The Groundwater Charge Rates recognize that there are categories of different use patterns, sources, water quality and quantity requirements needed and used, each of which levy a different effort and ultimately a financial burden upon the District. The Groundwater Charge Rates establish a reasonable relationship to the burdens on and benefits of the District's activities for each of the three categories.

In making the recommendation for no increase in Groundwater Charge Rates, consideration was given to:

- Groundwater Charge Rates are the only income sources that the District has true control over.
- Rate increases last year of 47% were significantly higher than previous years.
- The Rate at which Contingency Reserves are being depleted.
- Predicting revenue from Groundwater Charge Rates is problematic, as groundwater use is highly dependent upon weather conditions and other factors.
- Reserves can be used for rate stabilization purposes.

Income for FY 2019-20 from Groundwater Charge Rates was calculated by using a three-year groundwater production average and applying to those production figures the current rates that were set in 2018-19. This method is shown in Table 1. Due to the wet 2019 winter, the average number was adjusted downward. The FY 2019-20 Budget assumes that the Groundwater Charge Rates that were set in 2018 would continue for FY 2019-20 with no increases.



**Table 1**  
**3-Year Historical Revenue by Production Period**

<u>Year</u>	<u>Production Period</u>		<u>Total Revenue</u>
	<u>Jan. 1 – June 30</u>	<u>July 1 – Dec. 31</u>	
2016	\$293,312	\$311,957	\$605,269
2017	\$257,047	\$303,938	\$560,985
<u>2018</u>	<u>\$289,817</u>	<u>\$303,651</u>	<u>\$593,468</u>
<b>AVERAGE</b>	<b>\$280,058</b>	<b>\$306,515</b>	<b>\$586,574</b>

Expenses for FY 2019-20 are projected to exceed the total income from all sources. This will require the use of reserves for the fourth straight year. While reserves can provide some rate stability, it is not a sustainable course of action. It is expected that in following years, the reimbursements from the State Department of Water Resources Grant for the Sustainable Groundwater Management Act (SGMA) will greatly offset some SGMA expenses. It is anticipated that with these reimbursements, the use of reserves will be reduced, and that any Groundwater Charge Rate increases, if needed, would be at a historical moderate level.

Table 2 is a four-year comparison of Historical Groundwater Charge Rates.

**Table 2**  
**Historical Groundwater Charge Rates**  
**(Dollars per Acre-Foot)**

<u>Year</u>	<u>Zone</u>	<u>Agricultural Water</u>	<u>Other Water</u>	<u>Special Irrigation Water</u>
2016-17	Zones A-B	3.85	13.48	7.70
	Zones C-F	3.00	10.50	6.00
2017-18	Zones A – F (all zones)	4.85	16.98	9.70
2018-19	Zones A – F (all zones)	7.15	25.00	14.30

KDW/amt

**RESOLUTION NO. 691**

**A RESOLUTION OF THE BOARD OF DIRECTORS OF  
THE SANTA YNEZ RIVER WATER CONSERVATION DISTRICT  
MAKING FINDINGS AND DETERMINATIONS, ESTABLISHING ZONES,  
SETTING RATES AND LEVYING A GROUNDWATER CHARGE  
WITHIN THE DISTRICT FOR THE WATER YEAR 2019-2020**

**WHEREAS**, the Board duly noticed a public hearing pursuant to Water Code Section 75570 et seq., inviting interested persons to appear and submit evidence concerning the groundwater conditions and the surface water supplies of the District; and

**WHEREAS**, said public hearing was held on May 1, 2019, and continued to June 5, 2019, at which time the Board invited such interested persons and representatives of operators of water producing facilities within the District to appear and submit evidence and such appearances were duly made and such evidence was duly received; and

**WHEREAS**, evidence submitted at the May 1, 2019 and June 5, 2019 hearings was in accord with and in support of the continuation of such a charge on all water producing facilities within the District to finance the District activities and purposes as set forth in Water Code Section 74000 et seq., for the water year 2019-20; and

**WHEREAS**, evidence was submitted and considered at said hearings regarding the need for specific separate zones to reflect varying benefits for the District's activities which different areas of the District enjoy; and

**WHEREAS**, evidence was submitted, and it hereby found, that continuation of such a charge is exempt from the provisions of the California Environmental Quality Act by Public Resources Code Section 21080(b)(8); and

**WHEREAS**, an engineering investigation and report (entitled Forty-First Annual Engineering and Survey Report on Water Supply Conditions of the Santa Ynez River Water Conservation District 2018-2019, dated April 25, 2019) was duly prepared by the District's consulting engineer, Stetson Engineers, and submitted to the Board pursuant to Water Code Section 75570 et seq., which report provides specific factual data to permit the District to make findings and determinations as required by law; and

**WHEREAS**, this District performs essential regulatory activities in managing, protecting, conserving, and enhancing the water resources of the groundwater basins within the District. The Groundwater Charge Rates recognize that there are categories of different use patterns, sources, water quality and quantity requirements needed and used, each of which levy a different effort and ultimately a financial burden upon the District. The Groundwater Charge Rates establish a reasonable relationship to the burdens on and benefits of the District's activities for each of the three categories; and

**WHEREAS**, groundwater charges herein established are levied only upon those electing to pump groundwater and to the extent of groundwater pumping, and such charges serve a regulatory function to encourage water conservation and provide revenue to assist the District to perform its essential regulatory activities to manage, protect, conserve and enhance the water resources of the groundwater basins within the District; and

**WHEREAS**, it is more efficient and effective for the District to continue to provide these activities which require concentrated, coordinated action on behalf of all groundwater users within the basins, who, by their extraction of groundwater burden the basin and benefit from the District's services in a manner that non-fee payors do not, rather than to leave such activities to individuals who could neither afford nor effectively act to protect or augment their water resources as individuals; and

**WHEREAS**, the groundwater charges fund the continuation of groundwater management services performed by the District to mitigate the burdens imposed on the groundwater basins within the District by groundwater extractors for the benefits of the groundwater basin; and

**WHEREAS**, such groundwater charges do not exceed the reasonable costs of the District carrying out its activities, and the manner in which the costs are allocated bear a fair or reasonable relationship to the benefits received from the District's activities; and

**WHEREAS**, existing limitations on property tax revenues which historically were used to finance District purposes preclude continuation of District activities without additional financing; and

**WHEREAS**, the District first implemented a groundwater charge prior to January 1, 1982, to implement the transition from the property taxation system in effect prior to June 1, 1978; and

**WHEREAS**, the District's groundwater extraction charges do not fund a property related service pursuant to Article XIII.D. of the California Constitution; and

**WHEREAS**, the groundwater charges are reasonably related to the District's regulatory and groundwater management services and do not generate a surplus for general revenue purposes; and

**WHEREAS**, this Board determines that it is in the best interest of the residents and landowners of the District that a groundwater charge and several zones be established within the District, and that a groundwater charge be levied at the rates provided for herein within those zones upon those that elect to pump groundwater.

**NOW, THEREFORE, BE IT RESOLVED**, by this Board of Directors as follows:

1. The foregoing recitals of fact are true and correct;

2. The Board hereby makes the following findings and determinations pursuant to Water Code Section 75574:
  - (a) The average annual overdraft for the immediate past ten (10) water years (statutory): 4,230± acre-feet;
  - (b) The estimated annual overdraft for the current (2018-19) water year (statutory): 2,200± acre-feet;
  - (c) The estimated annual overdraft for the ensuing (2019-20) water year (statutory): 2,200± acre-feet;
  - (d) The accumulated overdraft as of the last day of the preceding (2017-18) water year (statutory): 146,000± acre-feet in terms of accumulated dewatered storage. Accumulated overdraft as defined in Water Code Section 75505 is nominal, at this time;
  - (e) The estimated accumulated overdraft as of the last day of the current (2018-19) water year (statutory): 143,700± acre-feet in terms of accumulated dewatered storage. Accumulated overdraft as defined in Water Code 75505 is nominal, at this time;
  - (f) The estimated amount of agricultural water to be withdrawn from the groundwater supplies of the District for the ensuing water year (2019-20); 37,120 acre-feet of agricultural water and 1,600 acre-feet of special irrigation water;
  - (g) The estimated amount of water other than agricultural water or special irrigation water to be withdrawn from the groundwater supplies of the District for the ensuing (2019-20) water year (statutory): approximately 12,200 acre-feet;
  - (h) The estimated amount of water necessary for surface distribution for the ensuing (2019-20) water year (statutory): approximately 4,300 acre-feet scheduled to be delivered by the Central Coast Water Agency to contractors within the District;
  - (i) The amount of water, which is necessary for the replenishment of the groundwater supplies of the District: 143,700± acre-feet to completely replenish accumulated dewatered storage;
  - (j) The amount of water the District is obligated by contract to purchase: The District is not obligated by contract to purchase water.

3. The Board hereby establishes the following zones within the District based on relative benefits of the District’s activities to be received by water producers within such zones:

Zone A: That portion of the Santa Ynez River alluvial channel from San Lucas Bridge downstream to the Lompoc Narrows, as depicted on Figure 2, following Page 10, of the “Forty-First Annual Engineering and Survey Report on Water Supply Conditions of the Santa Ynez River Water Conservation District 2018-19” dated April 25, 2019, which is incorporated herein by reference.

Zone B: The Lompoc area, including the Lompoc Plain, Lompoc Upland and Lompoc Terrace as depicted on said Figure 2;

Zone C: All other portions of the District not included in Zones A, B, D, E and F as depicted on said Figure 2;

Zone D: The Buellton Upland area within the District as depicted on Figure 2;

Zone E: The Santa Ynez Upland area within the District as depicted on Figure 2;

Zone F: The Santa Rita Upland area within the District as depicted on Figure 2;

4. A groundwater charge is hereby levied, and the following rates are hereby established and applied to all water produced from each zone as shown below for the fiscal year 2019-20:

Zone A

Agricultural Water	\$7.15 per acre-foot
Special Irrigation Water	\$14.30 per acre-foot
Other Water	\$25.00 per acre-foot

Zone B

Agricultural Water	\$7.15 per acre-foot
Special Irrigation Water	\$14.30 per acre-foot
Other Water	\$25.00 per acre-foot

Zone C

Agricultural Water	\$7.15 per acre-foot
Special Irrigation Water	\$14.30 per acre-foot
Other Water	\$25.00 per acre-foot

Zone D

Agricultural Water	\$7.15 per acre-foot
Special Irrigation Water	\$14.30 per acre-foot
Other Water	\$25.00 per acre-foot

Zone E

Agricultural Water	\$7.15 per acre-foot
Special Irrigation Water	\$14.30 per acre-foot
Other Water	\$25.00 per acre-foot

Zone F

Agricultural Water	\$7.15 per acre-foot
Special Irrigation Water	\$14.30 per acre-foot
Other Water	\$25.00 per acre-foot

5. The Board hereby finds and determines that groundwater producers within Zones A, B, C, D, E, and F all benefit substantially from the District's activities in protecting and defending area water rights against users from outside the District and in regional planning for use and augmentation of water supplies for use within the District and in regional planning for sustainable groundwater basin management; that groundwater producers within Zone A and Zone B benefit specifically from District activities regarding the monitoring of releases from upstream dams and protection of water rights of pumpers within the River alluvial channel and associated groundwater basins against claims and attacks by upstream exporters from the basin; that groundwater producers within Zones A and B benefit specifically from District activities regarding management of water rights releases from Bradbury Dam and water quality studies for the Lompoc area, all parts of which are in hydrologic continuity with each other; and that groundwater producers within Zone D benefit from the District's activities with regard to the Buellton Upland Groundwater Management Plan.
6. The Board hereby establishes the following methods to compute the amounts of water produced from a water producing facility within the District:
  - (a) If the well production is metered by a flow meter, then the meter reading will be utilized.
  - (b) If the well is not metered, but has a separate electric meter, then production may be determined from electrical consumption and pump test results, if available. Annual pump tests shall be run whenever possible with the results of the most recent test used to verify and/or adjust meter readings.
  - (c) Production may be estimated based upon type of water use, estimated applied unit use, area irrigated, and types of crops grown on land, or number of connections or persons served, or type and quantity of units produced.

- (d) Other criteria recommended by the District's engineer from time to time which will allow the Board to determine with reasonable accuracy the amount of water produced from a water producing facility.
7. Consistent with Water Code Section 75594, the Board hereby sets the Special Irrigation water rate in each zone at two (2) times the Agricultural rate and the Other Water rate at three and one-half (3.5) times the Agricultural rate.

**WE, THE UNDERSIGNED**, being the duly qualified and acting President and Secretary, respectively, of the Board of Directors of the Santa Ynez River Water Conservation District, do hereby certify that the above and foregoing resolution was duly and regularly adopted and passed by the Board of Directors of said District at a regular meeting thereof held on the 5th day of June 2019, by the following roll call vote:

**AYES**, and in favor thereof, Directors:

**NOES**, Directors:

**ABSENT/ABSTAINING**, Directors:

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Cynthia Allen, President

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William J. Buelow, Secretary

**SANTA YNEZ RIVER WATER CONSERVATION DISTRICT**  
**MARCH 2019 WARRANT LIST FOR BOARD APPROVAL**

<u>NUMBER</u>	<u>DATE</u>	<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
4653	03/12/19	Bartlett, Pringle & Wolf	SGMA Accounting Consult, Nov. 2018 - Jan. 2019	\$ 1,380.00
4654	03/12/19	Key Solutions	Suite 101 - Rekey Office Deadbolt Locks	\$ 120.40
4655	03/12/19	Onsite Computers & Design	IT Services	\$ 127.50
4656	03/12/19	Shirley Scales Bookkeeping	February 2019 G.W./Gen. Admin. Service	\$ 3,016.00
4657	03/12/19	AT Admin. Services	February 2019 G.W./Gen. Admin. Service	\$ 3,083.80
4658	03/12/19	Young Wooldridge	February 2019 Legal Service	\$ 7,993.16
4659	03/12/19	Your People Professionals	February 2019 HR Recruiting Service	\$ 1,565.35
4660	03/12/19	Blue Shield of CA	March 2019 Health Insurance	\$ 555.62
4661	03/12/19	Comcast	March 2019 Internet Service	\$ 158.21
4662	03/12/19	Guardian	March 2019 Life, LTD & ADD Insurance	\$ 295.67
4663	03/12/19	Jim Heyerly	March 2019 Rent	\$ 1,500.00
4664	03/12/19	Humana Insurance Co.	March 2019 Dental Insurance	\$ 109.80
4665	03/12/19	Jessie's Spotless Cleaning	February 2019 Janitorial Service	\$ 100.00
4666	03/12/19	Pacific Gas & Electric	February 2019 Electric Service	\$ 148.52
4667	03/12/19	Vision Service Plan	March 2019 Vision Insurance	\$ 20.76
4668	03/12/19	Cynthia Allen	2/15 & 2/25 Board Meetings	\$ 150.00
4669	03/12/19	Mark Altshuler	2/15 & 2/25 Board Meetings	\$ 150.00
4670	03/12/19	William Buelow	February 2019 Reimburseables	\$ 894.91
4671	03/12/19	Art Hibbits	2/25 Board Meeting	\$ 75.00
4672	03/12/19	Steve Jordan	2/15 Board Meeting	\$ 75.00
4673	03/12/19	Brett Marymee	2/15 & 2/25 Board Meetings	\$ 150.00
4674	03/12/19	Gerald Robbins	February 2019 HR Recruiting	\$ 667.02
4675	03/12/19	Stetson Engineers	Dec. 2018 & Jan. 2019 Engineering Service	\$ 18,073.13
4676	03/12/19	Santa Ynez CSD	Board Room Reserved - 4/25 EMA GSA Committee	\$ 30.00
4677	03/12/19	US Bank Corp	February 2019 CalCard	\$ 406.55
4678	03/12/19	Valley Bookkeeping Services	February 2019 Bookkeeping Service	\$ 255.00
4679	03/12/19	Bruce Wales	February 2019 Reimburseables	\$ 24.95
4680	03/12/19	Else Wolff	February 2019 Reimburseables	\$ 554.07
4681	03/12/19	Xiphos	Tenant Security Deposit Returned	\$ 535.00
4682-4684	03/12/19	Payroll	February 2019 Salary & Wages	\$ 10,891.77



4685	03/12/19	Employment Development Dept.	Tax Deposit	\$ 1,060.36
4686	03/12/19	VOID	VOID	\$ -
4687	03/12/19	Rabobank	Tax Deposit	\$ 6,156.33
4688	03/12/19	Cynthia Allen	February 2019 Reimbursables	\$ 297.13
4689	03/12/19	Brett Marymee	February 2019 Reimbursables	\$ 326.03
4690	03/12/19	Staples Credit Plan	Office Supplies	\$ 244.68
4691	03/12/19	Lincoln Financial Group	457 Plan Employee Contributions	<u>\$ 5,433.33</u>
			<b>TOTAL</b>	<b>\$ 66,625.05</b>

**SANTA YNEZ RIVER WATER CONSERVATION DISTRICT**  
**APRIL 2019 WARRANT LIST FOR BOARD APPROVAL**

<u>NUMBER</u>	<u>DATE</u>	<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
4692	04/11/19	Bartlett, Pringle & Wolf	SGMA Accounting Consult, Feb. 2019	\$ 240.00
4693	04/11/19	William Buelow	March 2019 Reimburseables	\$ 157.32
4694	04/11/19	Comcast	April 2019 Internet Service	\$ 158.21
4695	04/11/19	Guardian	April 2019 Life, LTD & ADD Insurance	\$ 295.67
4696	04/11/19	Jim Heyerly	April 2019 Rent	\$ 1,500.00
4697	04/11/19	Humana Insurance Co.	April 2019 Dental Insurance	\$ 109.80
4698	04/11/19	Jessie's Spotless Cleaning	March 2019 Janitorial Service	\$ 100.00
4699	04/11/19	Lincoln Financial Group	457 Plan Employee Contributions	\$ 5,900.00
4700	04/11/19	Onsite Computers & Design	IT Services & new computer	\$ 1,774.13
4701	04/11/19	Pacific Gas & Electric	March 2019 Electric Service	\$ 101.23
4702	04/11/19	Shirley Scales Bookkeeping	March 2019 G.W./Gen. Admin. Service	\$ 1,846.00
4703	04/11/19	Staples Credit Plan	Office Supplies	\$ 399.66
4704	04/11/19	Stetson Engineers	Feb. 2019 Engineering Service	\$ 12,628.83
4705	04/11/19	AT Admin. Services	March 2019 G.W./Gen. Admin. Service	\$ 3,190.27
4706	04/11/19	US Bank Corp	March 2019 CalCard	\$ 1,619.07
4707	04/11/19	Valley Bookkeeping Services	March 2019 Bookkeeping Service	\$ 262.00
4708	04/11/19	Vision Service Plan	April 2019 Vision Insurance	\$ 20.76
4709	04/11/19	Bruce Wales	March 2019 Reimburseables	\$ 22.26
4710	04/11/19	Young Wooldridge	March 2019 Legal Service	\$ 9,187.19
4711	04/11/19	Your People Professionals	March 2019 HR Recruiting Service	\$ 332.50
4712-4713	04/11/19	Payroll	March 2019 Salary & Wages	\$ 6,190.89
4714	04/11/19	Employment Development Dept.	Tax Deposit	\$ 699.61
4715	04/11/19	Rabobank	Tax Deposit	\$ 4,343.80
<b>TOTAL</b>				<b>\$ 51,079.20</b>

**SANTA YNEZ RIVER WATER CONSERVATION DISTRICT**  
**MAY 2019 WARRANT LIST FOR BOARD APPROVAL**

<u>NUMBER</u>	<u>DATE</u>	<u>PAYEE</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
4716	05/07/19	Cynthia Allen	5/1/19 Board Meeting; 4/22 CMA; 4/25 EMA	\$ 225.00
4717	05/07/19	William Buelow	April 2019 Reimburseables	\$ 125.22
4718	05/07/19	Guardian	May 2019 Life, LTD & ADD Insurance	\$ 1,094.95
4719	05/07/19	Jim Heyerly	May 2019 Rent	\$ 1,500.00
4720	05/07/19	Art Hibbits	5/1/19 Board Meeting; 4/22 CMA	\$ 150.00
4721	05/07/19	Humana Insurance Co.	May 2019 Dental Insurance	\$ 219.60
4722	05/07/19	Jessie's Spotless Cleaning	April 2019 Janitorial Service	\$ 100.00
4723	05/07/19	Steve Jordan	5/1/19 Board Meeting; 4/24 WMA	\$ 150.00
4724	05/07/19	Lincoln Financial Group	457 Plan Employee Contributions	\$ 5,175.00
4725	05/07/19	Brett Marymee	5/1/19 Board Meeting; 4/25 EMA	\$ 150.00
4726	05/07/19	Pacific Gas & Electric	April 2019 Electric Service	\$ 84.62
4727	05/07/19	Shirley Scales Bookkeeping	April 2019 G.W./Gen. Admin. Service	\$ 2,120.00
4728	05/07/19	AT Admin. Services	April 2019 G.W./Gen. Admin. Service	\$ 3,442.32
4729	05/07/19	Vision Service Plan	May 2019 Vision Insurance	\$ 31.14
4730-4732	05/07/19	Payroll	April 2019 Salary & Wages	\$ 14,900.43
4733	05/07/19	Employment Development Dept.	Tax Deposit	\$ 1,398.94
4734	05/07/19	Rabobank	Tax Deposit	\$ 7,835.14
4735	05/21/19	Bartlett, Pringle & Wolf	SGMA Accounting Consult, March 2019	\$ 300.00
4736	05/21/19	Comcast	May 2019 Internet Service	\$ 158.21
4737	05/21/19	Inklings Printing Co.	GW Forms & envelopes	\$ 845.58
4738	05/21/19	Onsite Computers & Design	IT Services	\$ 205.26
4739	05/21/19	Santa Barbara News Press	Groundwater Legal Notice	\$ 40.56
4740	05/21/19	Stetson Engineers	March 2019 Engineering Service	\$ 18,625.28
4741	05/21/19	US Bank Corp	April 2019 CalCard	\$ 590.62
4742	05/21/19	Valley Bookkeeping Services	April 2019 Bookkeeping Service	\$ 261.60
4743	05/21/19	Young Wooldridge	April 2019 Legal Service	\$ 12,918.42
<b>TOTAL</b>				<b>\$ 72,647.89</b>

SY River Water District  
BALANCE SHEET  
FEBRUARY 28, 2019

ASSETS

ASSETS

Rabobank Checking #7071-01	\$3,078.56
Rabobank #7311 (GW Revenue)	202,122.76
Rabobank#7313 (SYRH Model)	3,183.47
Rabobank #7314 (Reserves MM)	3,049.53
LAIF	1,825,105.54
SBIF	378,200.26
Unrealized gains & losses	.00
Taxes Receivable	.00
Interest Receivable	.00
Deferred Expenses	.00
Prepaid Expenses	395.00
Accounts Receivable	.00
Suspense	.00

TOTAL ASSETS

2,415,135.12

TOTAL ASSETS

\$2,415,135.12

LIABILITIES AND EQUITY

LIABILITIES

Accounts Payable	63,984.99
Accrued Payroll Taxes	.00
Deferred Comp - Lincoln Nat'l	.00
Due USGS Lpc. Monit. Study	.00
Due ID No 1 LAFCO	.00
Due Misc	.00
SYRHM Project (Agency Fund)	.00
Tenant Security Deposit	.00

TOTAL LIABILITIES

63,984.99

TOTAL LIABILITIES

63,984.99

RESERVES

Unappropriated Reserves	2,233,715.78
RETAINED EARNINGS-CURRENT YEAR	117,434.35

TOTAL RESERVES

2,351,150.13

TOTAL LIABILITIES AND EQUITY

\$2,415,135.12

SY River Water District  
 INCOME STATEMENT  
 FOR THE 8 PERIODS ENDED FEBRUARY 28, 2019

	PERIOD TO DATE			YEAR TO DATE		
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE
<b>INCOME</b>						
Ground Water Charges	\$53,829.97	142,500.00	(88,670.03)	430,922.09	485,000.00	(54,077.91)
SB Co. Property Taxes	.00	.00	.00	169,207.12	164,000.00	5,207.12
Interest Income, all sources	8.28	.00	8.28	24,612.30	20,000.00	4,612.30
Miscellaneous Income	.00	.00	.00	.00	.00	.00
Rental Income	550.00	.00	550.00	3,630.00	.00	3,630.00
<b>TOTAL INCOME</b>	<b>54,388.25</b>	<b>142,500.00</b>	<b>(88,111.75)</b>	<b>628,371.51</b>	<b>669,000.00</b>	<b>(40,628.49)</b>
<b>GROSS PROFIT</b>	<b>54,388.25</b>	<b>142,500.00</b>	<b>(88,111.75)</b>	<b>628,371.51</b>	<b>669,000.00</b>	<b>(40,628.49)</b>
<b>EXPENSES:</b>						
<b>EXPENSES, OPERATIONS</b>						
Employee Compensation	22,040.00	27,500.00	5,460.00	216,931.63	220,000.00	3,068.37
Payroll (SS & Medicare)	1,686.06	1,900.00	213.94	15,462.01	15,200.00	(262.01)
Employee Benefits	715.70	750.00	34.30	5,811.77	6,000.00	188.23
Retirement Costs	.00	.00	.00	10,944.47	11,000.00	55.53
Outside Staff Support	2,604.00	2,500.00	(104.00)	20,476.54	20,000.00	(476.54)
Director Fees	600.00	216.67	(383.33)	2,325.00	1,733.36	(591.64)
Ground Water Charges Admin.	3,124.00	2,500.00	(624.00)	24,902.01	20,000.00	(4,902.01)
Office Supplies-Incl Computer	268.53	208.33	(60.20)	2,000.06	1,666.64	(333.42)
IT Services	272.90	183.33	(89.57)	833.53	1,466.64	633.11
Communications	190.15	375.00	184.85	2,329.75	3,000.00	670.25
Travel & Subsistance	2,002.30	150.00	(1,852.30)	2,948.19	1,200.00	(1,748.19)
Audit/Accounting	.00	.00	.00	4,950.00	5,000.00	50.00
Insurance, Bonds, Work. Comp	.00	.00	.00	9,177.08	9,000.00	(177.08)
Misc. Expense	24.00	183.33	159.33	882.69	1,466.64	583.95
Dues	.00	.00	.00	1,946.00	1,800.00	(146.00)
Tax Admin Fee/LAFCO Cost	.00	.00	.00	510.00	500.00	(10.00)
Office Occupancy	1,748.52	1,875.00	126.48	12,440.83	15,000.00	2,559.17
<b>TOTAL EXPENSES, OPERATIONS</b>	<b>35,276.16</b>	<b>38,341.66</b>	<b>3,065.50</b>	<b>334,871.56</b>	<b>334,033.28</b>	<b>(838.28)</b>
<b>EXPENSES, SGMA</b>						
SGMA General	384.75	10,000.00	9,615.25	3,041.27	80,000.00	76,958.73
SGMA WMA	3,041.00	.00	(3,041.00)	4,179.07	.00	(4,179.07)
SGMA CMA	3,041.00	.00	(3,041.00)	4,067.05	.00	(4,067.05)
SGMA EMA	3,064.25	.00	(3,064.25)	4,130.48	.00	(4,130.48)
<b>TOTAL EXPENSES, SGMA</b>	<b>9,531.00</b>	<b>10,000.00</b>	<b>469.00</b>	<b>15,417.87</b>	<b>80,000.00</b>	<b>64,582.13</b>
<b>EXPENSES, SPECIAL STUDIES</b>						
Not in use	.00	.00	.00	.00	.00	.00
SYR Monitoring Program	.00	.00	.00	.00	3,000.00	3,000.00
SYR Studies Program	.00	.00	.00	.00	.00	.00
<b>TOTAL EXPENSES, SPECIAL STUDIE</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>3,000.00</b>	<b>3,000.00</b>
<b>EXPENSES, LEGAL</b>						
General & Misc	1,270.16	1,250.00	(20.16)	10,585.13	10,000.00	(585.13)
WR 89-18/Upper SYR Ops	.00	833.33	833.33	.00	6,666.64	6,666.64
WR 94-5 Decision; EIR	2,862.00	2,083.33	(778.67)	3,402.00	16,666.64	13,264.64

SY River Water District  
 INCOME STATEMENT  
 FOR THE 8 PERIODS ENDED FEBRUARY 28, 2019

	PERIOD TO DATE			YEAR TO DATE		
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE
EXPENSES, LEGAL	(Continued)					
Fisheries, Legal	\$2,403.00	3,333.33	930.33	16,650.82	26,666.64	10,015.82
TOTAL EXPENSES, LEGAL	6,535.16	7,499.99	964.83	30,637.95	59,999.92	29,361.97
EXPENSES, ENGINEER						
General & Misc.	5,226.48	833.33	(4,393.15)	14,411.94	6,666.64	(7,745.30)
Annual G.W. Report	87.00	1,250.00	1,163.00	377.00	10,000.00	9,623.00
WR 89-18 Operations	9,811.82	7,083.33	(2,728.49)	38,757.08	56,666.64	17,909.56
Upper SYR Operations	281.00	1,250.00	969.00	6,334.06	10,000.00	3,665.94
WR 94-5 Decision; EIR	.00	2,083.33	2,083.33	51.00	16,666.64	16,615.64
Fisheries Hydrology	710.59	3,750.00	3,039.41	21,288.88	30,000.00	8,711.12
Fisheries Consulting	2,117.54	1,250.00	(867.54)	4,642.69	10,000.00	5,357.31
TOTAL EXPENSES, ENGINEER	18,234.43	17,499.99	(734.44)	85,862.65	139,999.92	54,137.27
EXPENSES, CONTINGENCIES						
All Zones, General	120.40	1,666.67	1,546.27	10,496.10	13,333.36	2,837.26
All Zones, Ventura vs United	.00	.00	.00	1,937.60	.00	(1,937.60)
All Zones, Election	.00	.00	.00	.00	10,000.00	10,000.00
All Zones, HR Consult	3,690.37	.00	(3,690.37)	27,570.11	.00	(27,570.11)
River Zones (A/B)	144.65	4,166.67	4,022.02	633.32	33,333.36	32,700.04
Confidential - R.	.00	.00	.00	.00	.00	.00
Confidential - S.	.00	.00	.00	.00	.00	.00
SGMA (All)	.00	.00	.00	3,510.00	.00	(3,510.00)
TOTAL EXPENSES, CONTINGENCIES	3,955.42	5,833.34	1,877.92	44,147.13	56,666.72	12,519.59
TOTAL EXPENSES	73,532.17	79,174.98	5,642.81	510,937.16	673,699.84	162,762.68
NET INCOME FROM OPERATIONS	(19,143.92)	63,325.02	(82,468.94)	117,434.35	(4,699.84)	122,134.19
EARNINGS BEFORE INCOME TAX	(19,143.92)	63,325.02	(82,468.94)	117,434.35	(4,699.84)	122,134.19
NET INCOME (LOSS)	\$(19,143.92)	63,325.02	(82,468.94)	117,434.35	(4,699.84)	122,134.19



SY River Water District  
BALANCE SHEET  
MARCH 31, 2019

ASSETS

ASSETS

Rabobank Checking #7071-01	\$3,078.56	
Rabobank #7311 (GW Revenue)	203,842.70	
Rabobank#7313 (SYRH Model)	3,183.59	
Rabobank #7314 (Reserves MM)	3,049.65	
LAIF	1,836,553.96	
SBIF	380,008.01	
Unrealized gains & losses	.00	
Taxes Receivable	.00	
Interest Receivable	.00	
Deferred Expenses	.00	
Prepaid Expenses	395.00	
Accounts Receivable	.00	
Suspense	.00	
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TOTAL ASSETS		2,430,111.47
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TOTAL ASSETS		\$2,430,111.47
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LIABILITIES AND EQUITY

LIABILITIES

Accounts Payable	48,994.76	
Accrued Payroll Taxes	.00	
Deferred Comp - Lincoln Nat'l	.00	
Due USGS Lpc. Monit. Study	.00	
Due ID No 1 LAFCO	.00	
Due Misc	.00	
SYRHM Project (Agency Fund)	.00	
Tenant Security Deposit	.00	
	-----	
TOTAL LIABILITIES		48,994.76
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TOTAL LIABILITIES		48,994.76

RESERVES

Unappropriated Reserves	2,233,715.78	
RETAINED EARNINGS-CURRENT YEAR	147,400.93	
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TOTAL RESERVES		2,381,116.71
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TOTAL LIABILITIES AND EQUITY		\$2,430,111.47
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SY River Water District  
 INCOME STATEMENT  
 FOR THE 9 PERIODS ENDED MARCH 31, 2019

	PERIOD TO DATE			YEAR TO DATE		
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE
<b>INCOME</b>						
Ground Water Charges	\$68,336.40	.00	68,336.40	499,258.49	485,000.00	14,258.49
SB Co. Property Taxes	.00	.00	.00	169,207.12	164,000.00	5,207.12
Interest Income, all sources	13,265.00	10,000.00	3,265.00	37,877.30	30,000.00	7,877.30
Miscellaneous Income	.00	.00	.00	.00	.00	.00
Rental Income	.00	.00	.00	3,630.00	.00	3,630.00
<b>TOTAL INCOME</b>	<b>81,601.40</b>	<b>10,000.00</b>	<b>71,601.40</b>	<b>709,972.91</b>	<b>679,000.00</b>	<b>30,972.91</b>
<b>GROSS PROFIT</b>	<b>81,601.40</b>	<b>10,000.00</b>	<b>71,601.40</b>	<b>709,972.91</b>	<b>679,000.00</b>	<b>30,972.91</b>
<b>EXPENSES:</b>						
<b>EXPENSES, OPERATIONS</b>						
Employee Compensation	15,916.67	27,500.00	11,583.33	232,848.30	247,500.00	14,651.70
Payroll (SS & Medicare)	1,217.63	1,900.00	682.37	16,679.64	17,100.00	420.36
Employee Benefits	981.85	750.00	(231.85)	6,793.62	6,750.00	(43.62)
Retirement Costs	.00	.00	.00	10,944.47	11,000.00	55.53
Outside Staff Support	3,222.77	2,500.00	(722.77)	23,699.31	22,500.00	(1,199.31)
Director Fees	.00	216.67	216.67	2,325.00	1,950.03	(374.97)
Ground Water Charges Admin.	1,816.00	2,500.00	684.00	26,718.01	22,500.00	(4,218.01)
Office Supplies-Incl Computer	755.88	208.33	(547.55)	2,755.94	1,874.97	(880.97)
IT Services	255.00	183.33	(71.67)	1,088.53	1,649.97	561.44
Communications	415.74	375.00	(40.74)	2,745.49	3,375.00	629.51
Travel & Subsistence	1,107.77	150.00	(957.77)	4,055.96	1,350.00	(2,705.96)
Audit/Accounting	.00	.00	.00	4,950.00	5,000.00	50.00
Insurance, Bonds, Work. Comp	.00	.00	.00	9,177.08	9,000.00	(177.08)
Misc. Expense	70.17	183.33	113.16	952.86	1,649.97	697.11
Dues	.00	.00	.00	1,946.00	1,800.00	(146.00)
Tax Admin Fee/LAFCO Cost	.00	.00	.00	510.00	500.00	(10.00)
Office Occupancy	1,701.23	1,875.00	173.77	14,142.06	16,875.00	2,732.94
<b>TOTAL EXPENSES, OPERATIONS</b>	<b>27,460.71</b>	<b>38,341.66</b>	<b>10,880.95</b>	<b>362,332.27</b>	<b>372,374.94</b>	<b>10,042.67</b>
<b>EXPENSES, SGMA</b>						
SGMA General	388.71	10,000.00	9,611.29	3,429.98	90,000.00	86,570.02
SGMA WMA	33.75	.00	(33.75)	4,212.82	.00	(4,212.82)
SGMA CMA	54.00	.00	(54.00)	4,121.05	.00	(4,121.05)
SGMA EMA	.00	.00	.00	4,130.48	.00	(4,130.48)
<b>TOTAL EXPENSES, SGMA</b>	<b>476.46</b>	<b>10,000.00</b>	<b>9,523.54</b>	<b>15,894.33</b>	<b>90,000.00</b>	<b>74,105.67</b>
<b>EXPENSES, SPECIAL STUDIES</b>						
Not in use	.00	.00	.00	.00	.00	.00
SYR Monitoring Program	.00	.00	.00	.00	3,000.00	3,000.00
SYR Studies Program	.00	.00	.00	.00	.00	.00
<b>TOTAL EXPENSES, SPECIAL STUDIE</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>3,000.00</b>	<b>3,000.00</b>
<b>EXPENSES, LEGAL</b>						
General & Misc	3,341.69	1,250.00	(2,091.69)	13,926.82	11,250.00	(2,676.82)
WR 89-18/Upper SYR Ops	.00	833.33	833.33	.00	7,499.97	7,499.97
WR 94-5 Decision; EIR	1,755.00	2,083.33	328.33	5,157.00	18,749.97	13,592.97



SY River Water District  
 INCOME STATEMENT  
 FOR THE 9 PERIODS ENDED MARCH 31, 2019

	PERIOD TO DATE			YEAR TO DATE		
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE
EXPENSES, LEGAL	(Continued)					
Fisheries, Legal	\$2,092.50	3,333.33	1,240.83	18,743.32	29,999.97	11,256.65
TOTAL EXPENSES, LEGAL	7,189.19	7,499.99	310.80	37,827.14	67,499.91	29,672.77
EXPENSES, ENGINEER						
General & Misc.	4,956.47	833.33	(4,123.14)	19,368.41	7,499.97	(11,868.44)
Annual G.W. Report	293.67	1,250.00	956.33	670.67	11,250.00	10,579.33
WR 89-18 Operations	5,656.59	7,083.33	1,426.74	44,413.67	63,749.97	19,336.30
Upper SYR Operations	461.44	1,250.00	788.56	6,795.50	11,250.00	4,454.50
WR 94-5 Decision; EIR	.00	2,083.33	2,083.33	51.00	18,749.97	18,698.97
Fisheries Hydrology	.00	3,750.00	3,750.00	21,288.88	33,750.00	12,461.12
Fisheries Consulting	1,260.66	1,250.00	(10.66)	5,903.35	11,250.00	5,346.65
TOTAL EXPENSES, ENGINEER	12,628.83	17,499.99	4,871.16	98,491.48	157,499.91	59,008.43
EXPENSES, CONTINGENCIES						
All Zones, General	1,549.13	1,666.67	117.54	12,045.23	15,000.03	2,954.80
All Zones, Ventura vs United	.00	.00	.00	1,937.60	.00	(1,937.60)
All Zones, Election	.00	.00	.00	.00	10,000.00	10,000.00
All Zones, HR Consult	2,330.50	.00	(2,330.50)	29,900.61	.00	(29,900.61)
River Zones (A/B)	.00	4,166.67	4,166.67	633.32	37,500.03	36,866.71
Confidential - R.	.00	.00	.00	.00	.00	.00
Confidential - S.	.00	.00	.00	.00	.00	.00
SGMA (All)	.00	.00	.00	3,510.00	.00	(3,510.00)
TOTAL EXPENSES, CONTINGENCIES	3,879.63	5,833.34	1,953.71	48,026.76	62,500.06	14,473.30
TOTAL EXPENSES	51,634.82	79,174.98	27,540.16	562,571.98	752,874.82	190,302.84
NET INCOME FROM OPERATIONS	29,966.58	(69,174.98)	99,141.56	147,400.93	(73,874.82)	221,275.75
EARNINGS BEFORE INCOME TAX	29,966.58	(69,174.98)	99,141.56	147,400.93	(73,874.82)	221,275.75
NET INCOME (LOSS)	\$29,966.58	(69,174.98)	99,141.56	147,400.93	(73,874.82)	221,275.75

SY River Water District  
BALANCE SHEET  
APRIL 30, 2019

ASSETS

ASSETS

Rabobank Checking #7071-01	\$3,078.56	
Rabobank #7311 (GW Revenue)	267,552.04	
Rabobank#7313 (SYRH Model)	3,183.73	
Rabobank #7314 (Reserves MM)	3,049.78	
LAIF	1,836,553.96	
SBIF	380,008.01	
Unrealized gains & losses	.00	
Taxes Receivable	.00	
Interest Receivable	.00	
Deferred Expenses	.00	
Prepaid Expenses	395.00	
Accounts Receivable	.00	
Suspense	.00	
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TOTAL ASSETS		2,493,821.08
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TOTAL ASSETS		\$2,493,821.08
		=====

LIABILITIES AND EQUITY

LIABILITIES

Accounts Payable	69,748.47	
Accrued Payroll Taxes	.00	
Deferred Comp - Lincoln Nat'l	.00	
Due USGS Lpc. Monit. Study	.00	
Due ID No 1 LAFCO	.00	
Due Misc	.00	
SYRHM Project (Agency Fund)	.00	
Tenant Security Deposit	.00	
	-----	
TOTAL LIABILITIES		69,748.47
		-----
TOTAL LIABILITIES		69,748.47

RESERVES

Unappropriated Reserves	2,233,715.78	
RETAINED EARNINGS-CURRENT YEAR	190,356.83	
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TOTAL RESERVES		2,424,072.61
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TOTAL LIABILITIES AND EQUITY		\$2,493,821.08
		=====

SY River Water District  
INCOME STATEMENT  
FOR THE 10 PERIODS ENDED APRIL 30, 2019

	PERIOD TO DATE			YEAR TO DATE		
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE
<b>INCOME</b>						
Ground Water Charges	\$4,010.00	.00	4,010.00	503,268.49	485,000.00	18,268.49
SB Co. Property Taxes	110,770.71	105,000.00	5,770.71	279,977.83	269,000.00	10,977.83
Interest Income, all sources	8.10	.00	8.10	37,885.40	30,000.00	7,885.40
Miscellaneous Income	.00	.00	.00	.00	.00	.00
Rental Income	.00	.00	.00	3,630.00	.00	3,630.00
<b>TOTAL INCOME</b>	<b>114,788.81</b>	<b>105,000.00</b>	<b>9,788.81</b>	<b>824,761.72</b>	<b>784,000.00</b>	<b>40,761.72</b>
<b>GROSS PROFIT</b>	<b>114,788.81</b>	<b>105,000.00</b>	<b>9,788.81</b>	<b>824,761.72</b>	<b>784,000.00</b>	<b>40,761.72</b>
<b>EXPENSES:</b>						
<b>EXPENSES, OPERATIONS</b>						
Employee Compensation	27,226.67	27,500.00	273.33	260,074.97	275,000.00	14,925.03
Payroll (SS & Medicare)	2,082.84	1,900.00	(182.84)	18,762.48	19,000.00	237.52
Employee Benefits	830.71	750.00	(80.71)	7,624.33	7,500.00	(124.33)
Retirement Costs	.00	.00	.00	10,944.47	11,000.00	55.53
Outside Staff Support	3,152.92	2,500.00	(652.92)	26,852.23	25,000.00	(1,852.23)
Director Fees	.00	216.67	216.67	2,325.00	2,166.70	(158.30)
Ground Water Charges Admin.	3,006.14	2,500.00	(506.14)	29,724.15	25,000.00	(4,724.15)
Office Supplies-Incl Computer	149.87	208.33	58.46	2,905.81	2,083.30	(822.51)
IT Services	.00	183.33	183.33	1,088.53	1,833.30	744.77
Communications	425.88	375.00	(50.88)	3,369.70	3,750.00	380.30
Travel & Subsistence	98.60	150.00	51.40	4,154.56	1,500.00	(2,654.56)
Audit/Accounting	.00	.00	.00	4,950.00	5,000.00	50.00
Insurance, Bonds, Work. Comp	.00	.00	.00	9,177.08	9,000.00	(177.08)
Misc. Expense	(5.17)	183.33	188.50	947.69	1,833.30	885.61
Dues	.00	.00	.00	1,946.00	1,800.00	(146.00)
Tax Admin Fee/LAFCO Cost	.00	4,000.00	4,000.00	510.00	4,500.00	3,990.00
Office Occupancy	1,684.62	1,875.00	190.38	15,826.68	18,750.00	2,923.32
<b>TOTAL EXPENSES, OPERATIONS</b>	<b>38,653.08</b>	<b>42,341.66</b>	<b>3,688.58</b>	<b>401,183.68</b>	<b>414,716.60</b>	<b>13,532.92</b>
<b>EXPENSES, SGMA</b>						
SGMA General	1,369.28	10,000.00	8,630.72	3,073.26	100,000.00	96,926.74
SGMA WMA	165.33	.00	(165.33)	5,041.32	.00	(5,041.32)
SGMA CMA	214.23	.00	(214.23)	4,985.94	.00	(4,985.94)
SGMA EMA	239.70	.00	(239.70)	4,782.35	.00	(4,782.35)
<b>TOTAL EXPENSES, SGMA</b>	<b>1,988.54</b>	<b>10,000.00</b>	<b>8,011.46</b>	<b>17,882.87</b>	<b>100,000.00</b>	<b>82,117.13</b>
<b>EXPENSES, SPECIAL STUDIES</b>						
Not in use	.00	.00	.00	.00	.00	.00
SYR Monitoring Program	.00	.00	.00	.00	3,000.00	3,000.00
SYR Studies Program	.00	.00	.00	.00	.00	.00
<b>TOTAL EXPENSES, SPECIAL STUDIE</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>3,000.00</b>	<b>3,000.00</b>
<b>EXPENSES, LEGAL</b>						
General & Misc	3,333.42	1,250.00	(2,083.42)	17,260.24	12,500.00	(4,760.24)
WR 89-18/Upper SYR Ops	.00	833.33	833.33	.00	8,333.30	8,333.30
WR 94-5 Decision; EIR	7,965.00	2,083.33	(5,881.67)	13,122.00	20,833.30	7,711.30

SY River Water District  
 INCOME STATEMENT  
 FOR THE 10 PERIODS ENDED APRIL 30, 2019

	PERIOD TO DATE			YEAR TO DATE		
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE
EXPENSES, LEGAL	(Continued)					
Fisheries, Legal	\$459.00	3,333.33	2,874.33	19,202.32	33,333.30	14,130.98
TOTAL EXPENSES, LEGAL	11,757.42	7,499.99	(4,257.43)	49,584.56	74,999.90	25,415.34
EXPENSES, ENGINEER						
General & Misc.	3,070.14	833.33	(2,236.81)	22,438.55	8,333.30	(14,105.25)
Annual G.W. Report	3,495.80	1,250.00	(2,245.80)	4,166.47	12,500.00	8,333.53
WR 89-18 Operations	6,805.57	7,083.33	277.76	51,219.24	70,833.30	19,614.06
Upper SYR Operations	102.00	1,250.00	1,148.00	6,897.50	12,500.00	5,602.50
WR 94-5 Decision; EIR	847.95	2,083.33	1,235.38	898.95	20,833.30	19,934.35
Fisheries Hydrology	.00	3,750.00	3,750.00	21,288.88	37,500.00	16,211.12
Fisheries Consulting	4,303.82	1,250.00	(3,053.82)	10,207.17	12,500.00	2,292.83
TOTAL EXPENSES, ENGINEER	18,625.28	17,499.99	(1,125.29)	117,116.76	174,999.90	57,883.14
EXPENSES, CONTINGENCIES						
All Zones, General	205.26	1,666.67	1,461.41	12,250.49	16,666.70	4,416.21
All Zones, Ventura vs United	.00	.00	.00	1,937.60	.00	(1,937.60)
All Zones, Election	.00	.00	.00	.00	10,000.00	10,000.00
All Zones, HR Consult	405.00	.00	(405.00)	30,305.61	.00	(30,305.61)
River Zones (A/B)	.00	4,166.67	4,166.67	633.32	41,666.70	41,033.38
Confidential - R.	.00	.00	.00	.00	.00	.00
Confidential - S.	.00	.00	.00	.00	.00	.00
SGMA (All)	.00	.00	.00	3,510.00	.00	(3,510.00)
TOTAL EXPENSES, CONTINGENCIES	610.26	5,833.34	5,223.08	48,637.02	68,333.40	19,696.38
TOTAL EXPENSES	71,634.58	83,174.98	11,540.40	634,404.89	836,049.80	201,644.91
NET INCOME FROM OPERATIONS	43,154.23	21,825.02	21,329.21	190,356.83	(52,049.80)	242,406.63
EARNINGS BEFORE INCOME TAX	43,154.23	21,825.02	21,329.21	190,356.83	(52,049.80)	242,406.63
NET INCOME (LOSS)	\$43,154.23	21,825.02	21,329.21	190,356.83	(52,049.80)	242,406.63

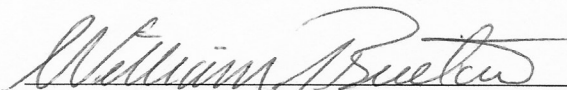


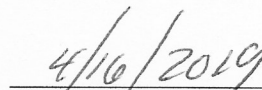
QUARTERLY INVESTMENT REPORT  
(REF. CGC 53646 (B) (1) AND 53646 (E) )  
SANTA YNEZ RIVER WATER CONSERVATION DISTRICT  
3RD QUARTER, FY 2018-19  
JANUARY, FEBRUARY, MARCH 2019

Certification is hereby provided that:

- A. All investment actions executed during the last quarter have been made in full compliance with the Investment Policy; and,
- B. Sufficient funds exist so that the District will meet its expenditure obligations for the next six months as required by CGC 53646 (b) (2) and (3), respectively.

CERTIFICATION:

  
\_\_\_\_\_  
Interim General Manager (1/1 – 3/31/2019) / Treasurer

  
\_\_\_\_\_  
Date

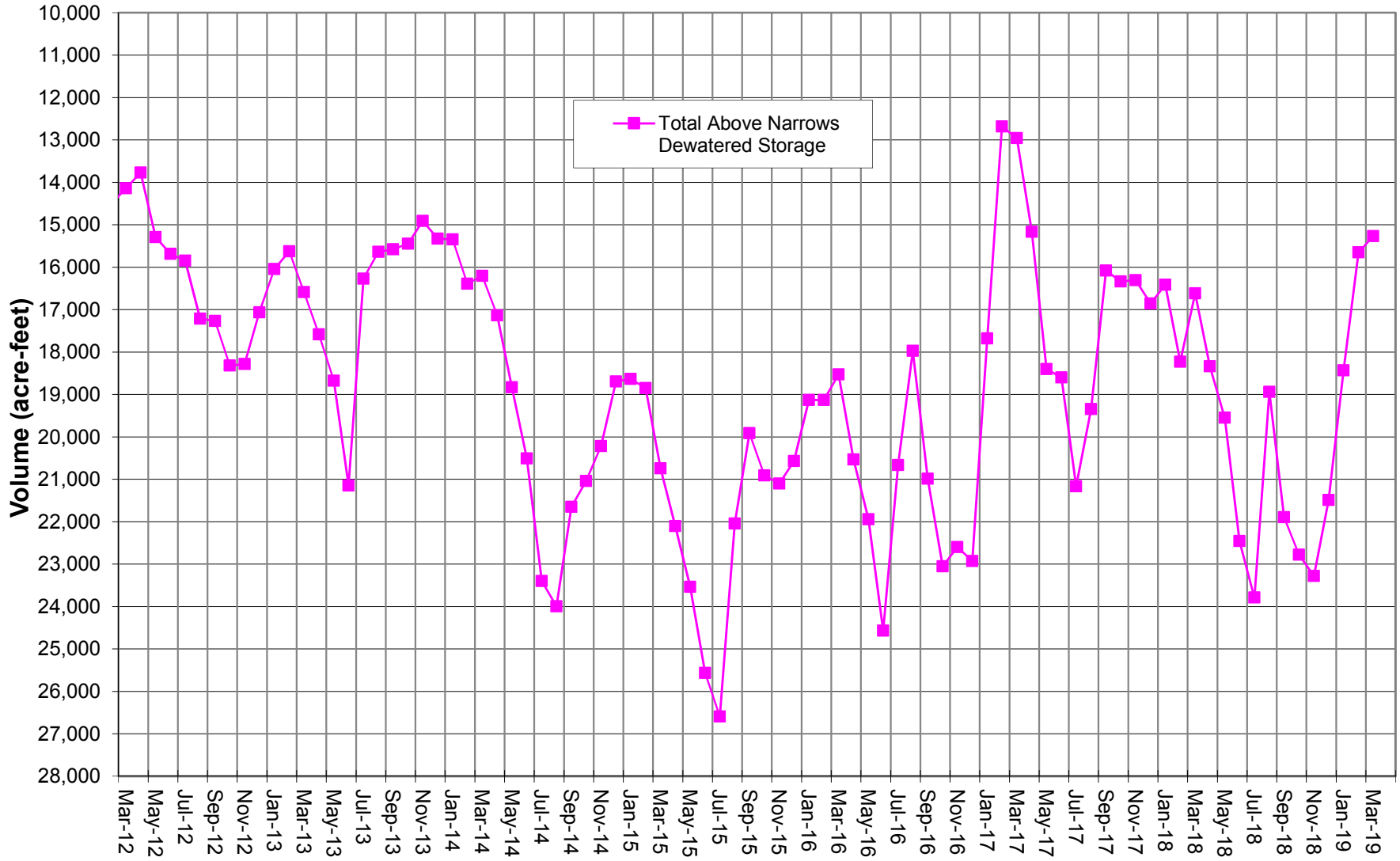
C A C H U M A  
 Santa Ynez River - Downstream Users Accounting  
 April 2019

SUMMARY

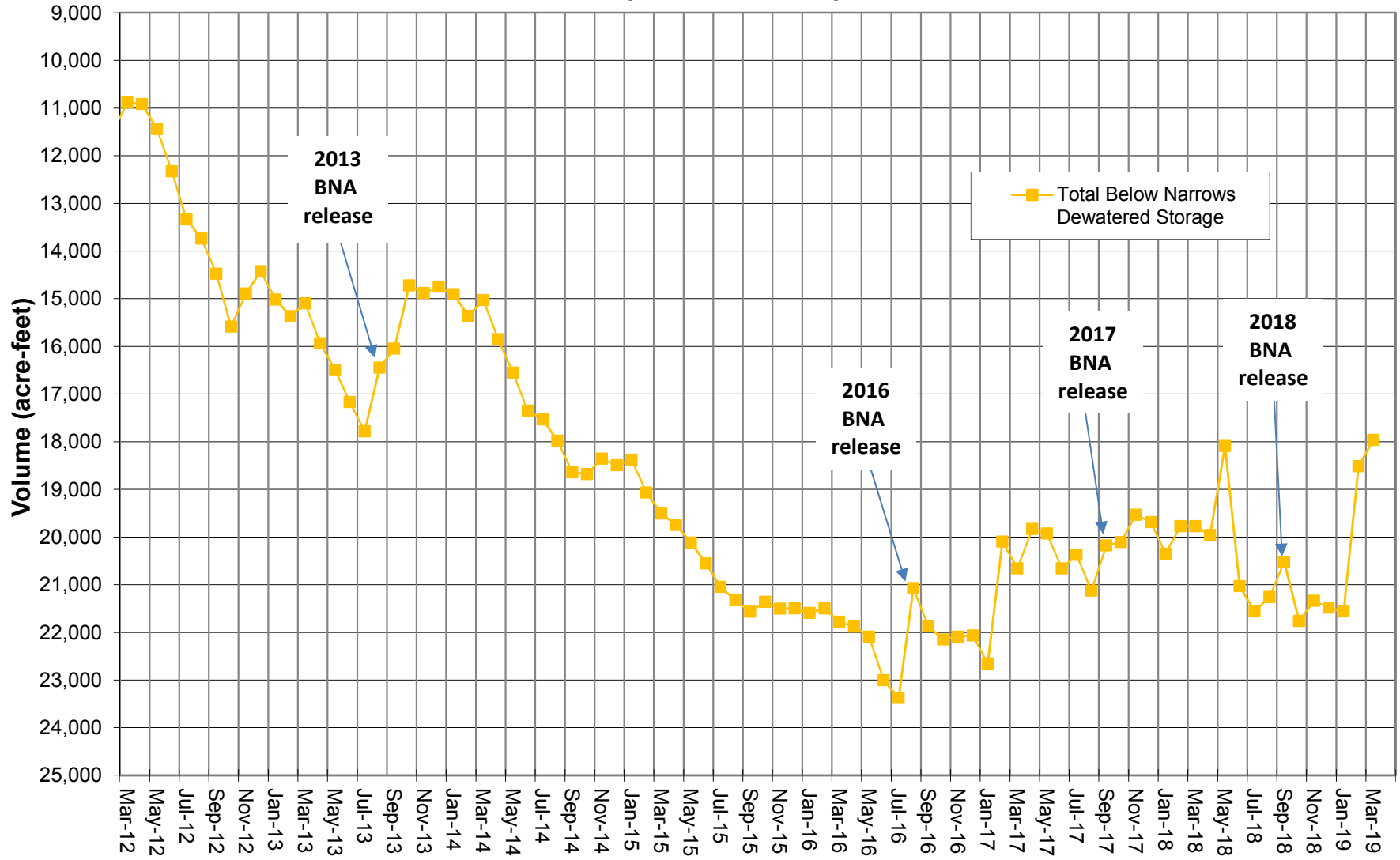
RESERVOIR		Computed Inflow . . . . .	6153.3
	Releases . . . . .		407.9
	Fish	407.9	
	Water rights	0.0	
	Leakage	0.0	
	Spills . . . . .		0.0
	Valves	0.0	
	Spillway	0.0	
	Leakage	0.0	
		Total Downstream Releases . .	407.9
	Diversions . . . . .		1130.1
	South Coast	1128.3	
	Park (SYRWCD ID #1)	1.8	
	SYRWCD ID #1	0.0	
		Total Reservoir Outflows . .	1538.0
	CCWA Inflow	0.0	
	Releases Affecting Accounts	0.0	
	Project Savings	0.0	
ABOVE NARROWS ACCOUNT (ANA)			
	Previous Months ANA . . . . .		11657.0
	ANA Credit	0.0	
	Releases from ANA	0.0	
	BNA Releases Not Reaching Narrows	0.0	
	ANA Dewatered Storage: Current	17612.0	
	Previous	15269.0	
	Change	2343.0	
	Spills Reducing ANA	0.0	
	Current ANA . . . . .		11657.0
BELOW NARROWS ACCOUNT (BNA)			
	Previous Months BNA . . . . .		1227.0
	Measured Flow at Narrows	2168.8	
	Salsipuedes Creek Contribution	737.5	
	Releases from BNA	0.0	
	BNA Releases Reaching Narrows	0.0	
	Constructive Flow at Narrows	8447.6	
	Elevation of Indicator well (feet)	0.0	
	Percolation from Measured Flow	1460.6	
	Percolation from Constructive Flow	2303.0	
	BNA Credit	842.3	
	Spills Reaching Narrows	0.0	
	BNA Dewatered Storage: Current	16597.0	
	Previous	17966.0	
	Change	-1369.0	
	Spills Reducing BNA	0.0	
	Current BNA . . . . .		2069.3

Notes: All values are in acre-feet unless otherwise indicated.  
 Date of Report: 05/15/2019  
 USING SAN LUCAS CREEK AS FIRST CHECKPOINT  
 UPSTREAM OPERATIONS ADJUSTMENT ALL NEG OR ZERO

**Total Dewatered Groundwater Storage (DWS)  
Between Bradbury Dam and Lompoc Narrows, 2012 - present**

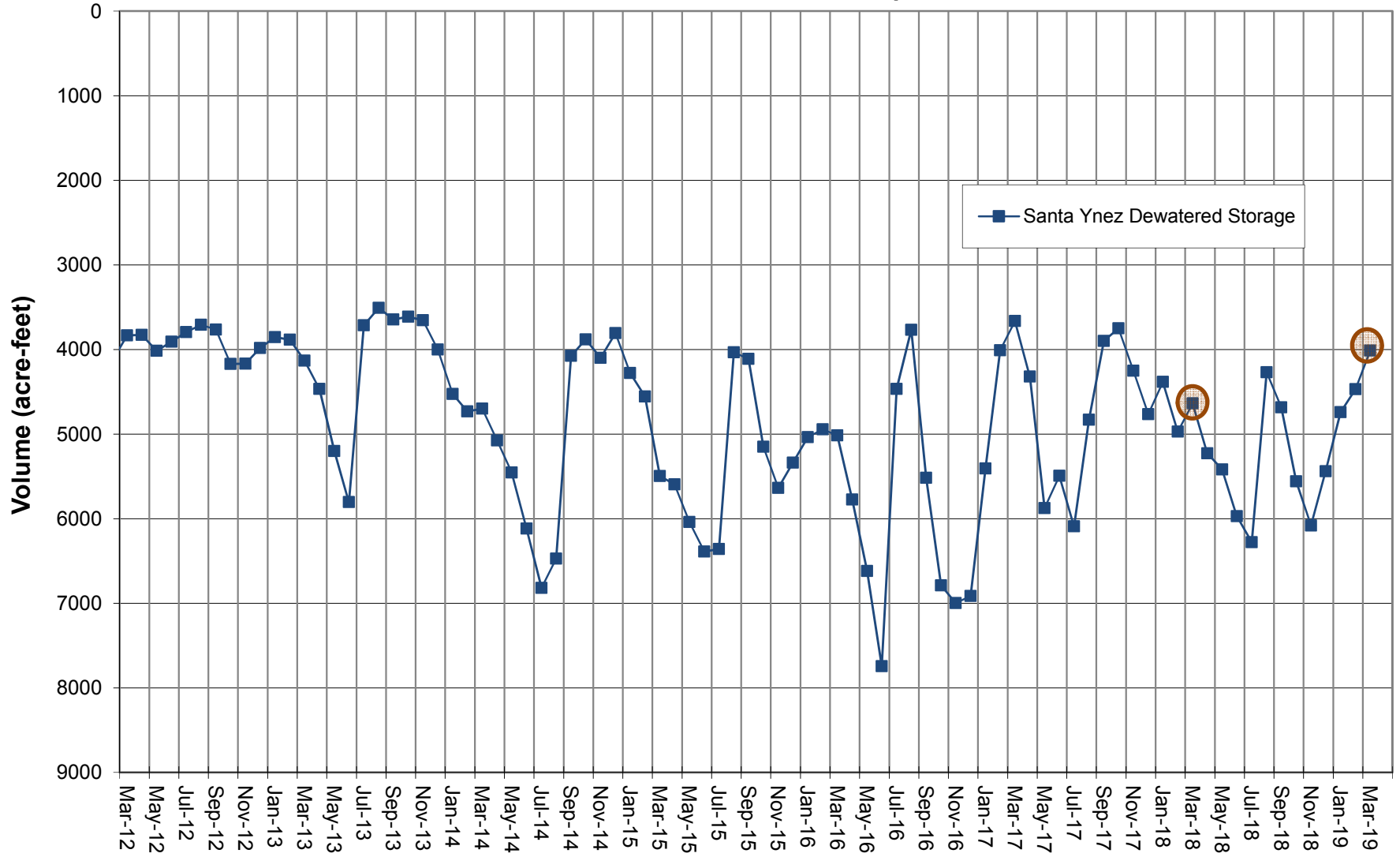


### Total Dewatered Groundwater Storage (DWS) in Lompoc Plain, 2012 - present

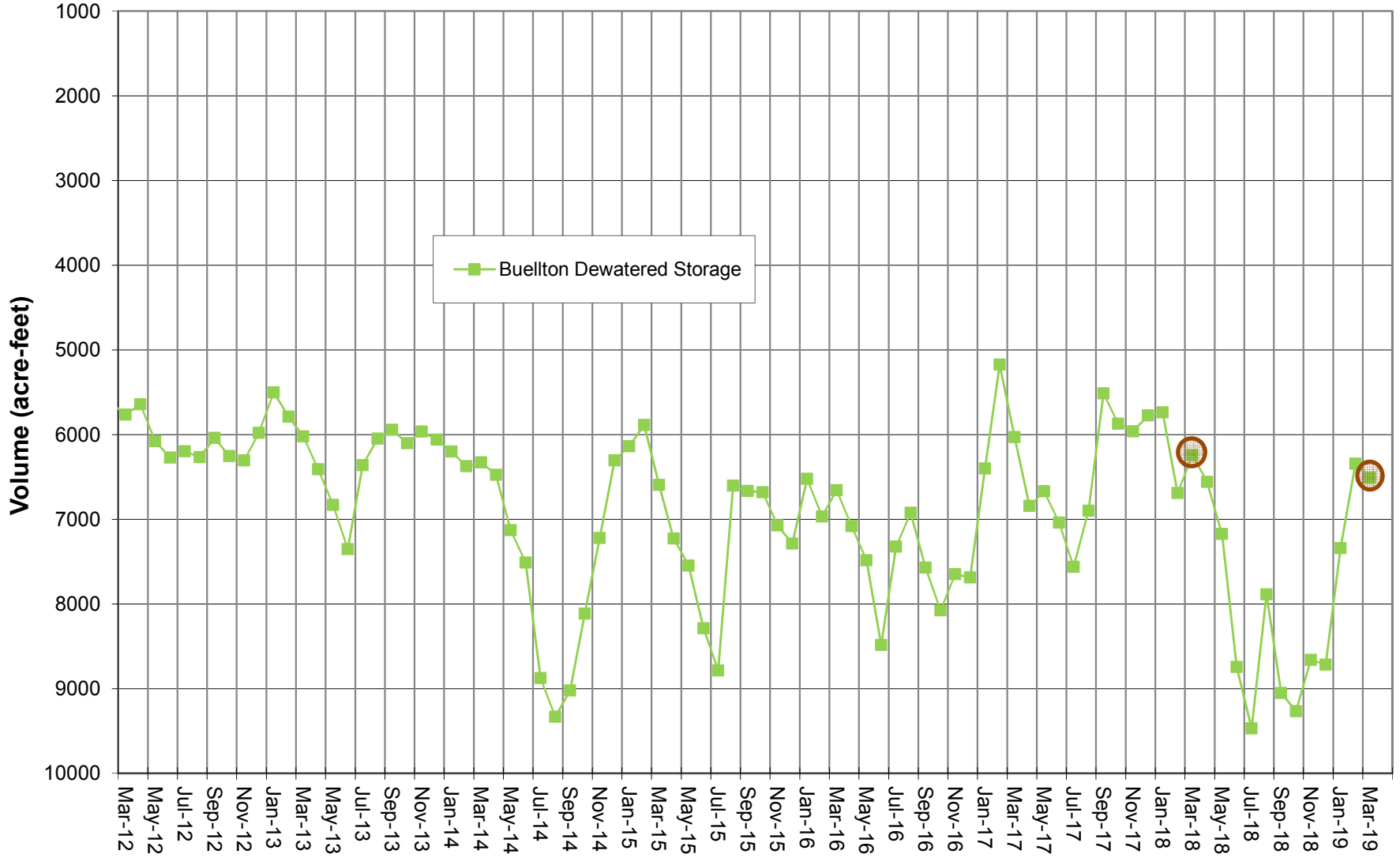




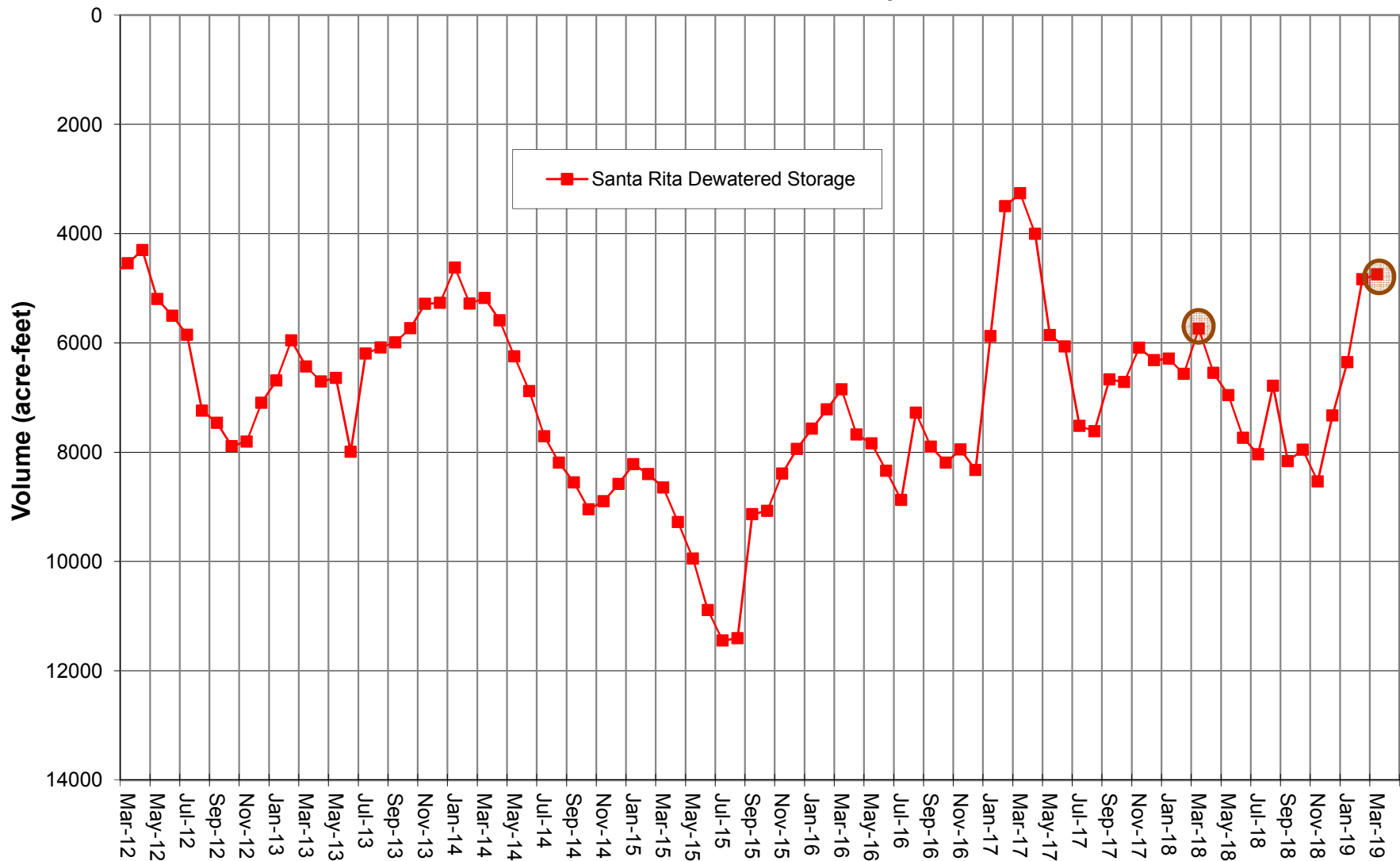
### Dewatered Storage (DWS) in Santa Ynez Subunit, 2012 - present



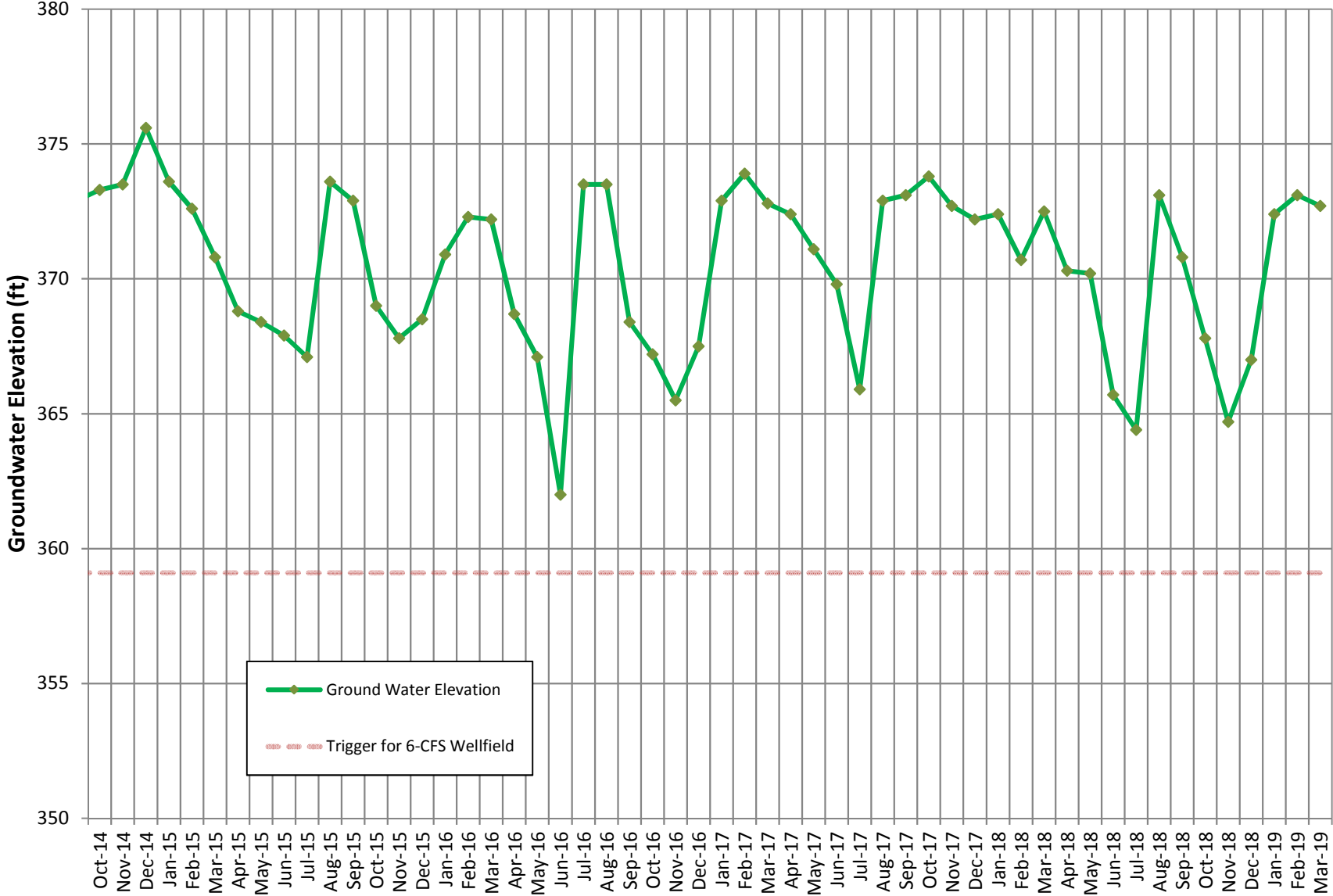
### Dewatered Storage (DWS) in Buellton Subunit, 2012 - present



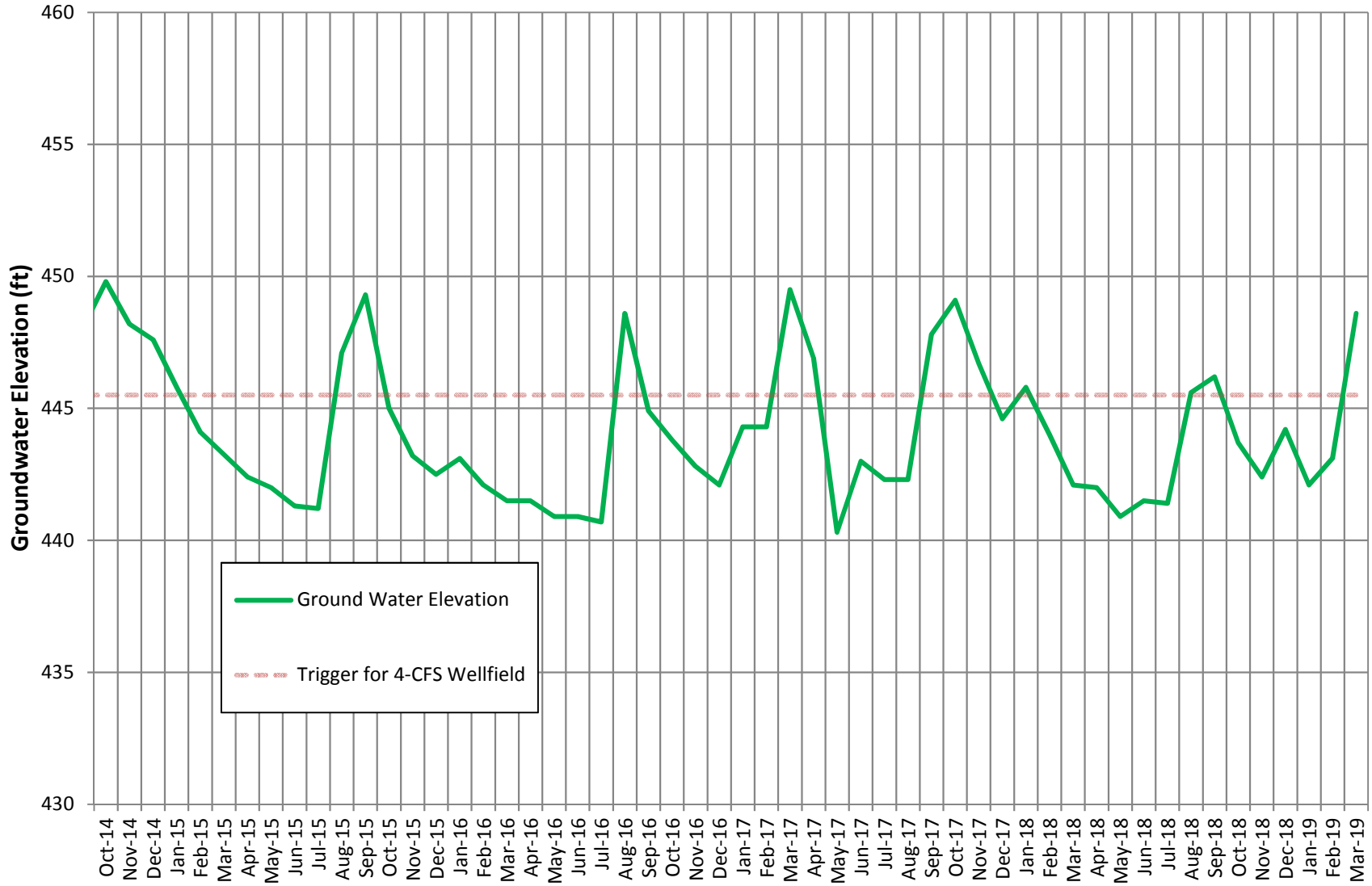
### Dewatered Storage (DWS) in Santa Rita Subunit, 2012 - present



# USBR Indicator Well 20- 6N/31W - 22F1 Groundwater Elevation (NGVD 29 datum)



# USBR Indicator Well 22- 6N/30W - 29E1 (Windmill Well) Groundwater Elevation (NGVD 29 datum)



# CACHUMA DAILY OPERATIONS

Month & Year: **May 2019**  
 Time of Observations: **0830** Evaporation Pan Factor: **81%**

Day	Beginning Storage: 155,414			Surface Area	Rainfall		Evaporation		CCWA Inflow	Releases					Computed Inflow	
	Elevation	Storage	Change		inches	acre-feet	inches	acre-feet		Park Diversion	South Coast	Hilton Creek	WR 89-18	Outlet		Spillway
	ft	acre-feet	acre-feet	acres	inches	acre-feet	inches	acre-feet	acre-feet	acre-feet	acre-feet	acre-feet	acre-feet	acre-feet	acre-feet	acre-feet
1	739.89	155,468	54	2,656	-		0.170	30.5	-		23.1	5.9		7.6		121.1
2	739.91	155,521	53	2,656	-		0.180	32.3	-		24.4	5.9		7.6		123.2
3	739.93	155,574	53	2,657	-		0.240	43.0	-		21.9	5.9		8.7		132.5
4	739.94	155,601	27	2,657	-		0.200	35.9	-		23.4	5.9		7.6		99.8
5	739.94	155,601	-	2,657	-		0.200	35.9	-		23.6	5.9		7.7		73.1
6	739.96	155,654	53	2,658	-		0.110	19.7	-		23.6	5.9		7.7		109.9
7	739.97	155,681	27	2,658	0.02	4.4	0.140	25.1	-		23.9	5.9		7.6		85.1
8	739.98	155,707	26	2,659	-		0.210	37.7	-		23.5	5.9		7.7		100.8
9	739.98	155,707	-	2,659	-		0.190	34.1	-		24.3	5.9		7.6		71.9
10	739.99	155,734	27	2,659	-		0.100	17.9	-		22.6	5.9		7.7		81.1
11	740.02	155,814	80	2,660	0.21	46.6	0.170	30.5	-		24.2	5.9		7.7		101.8
12	740.04	155,867	53	2,661	-		0.210	37.7	-		23.0	5.9		7.7		127.3
13	740.04	155,867	-	2,661	-		0.250	44.9	-		23.9	5.9		7.6		82.3
14	740.04	155,867	-	2,661	-		0.230	41.3	-		23.7	5.9		7.7		78.6
15	740.04	155,867	-	2,661	-		0.200	35.9	-		23.6	5.9		7.6		73.0
16	740.08	155,947	80	2,662	0.40	88.7	0.350	62.9	-		24.0	5.9		7.7		91.8
17	740.05	155,894	(53)	2,661	0.01	2.2	0.120	21.6	-		23.1	5.9		7.6		2.9
18	740.07	155,921	27	2,662	-		0.270	48.5	-		23.4	5.9		7.7		112.5
19	740.13	156,107	186	2,664	0.62	137.6	0.180	32.4	-		17.3	6.0		7.6		111.6
20	740.14	156,134	27	2,664	0.15	33.3	0.100	18.0	-		16.5	6.0		7.6		41.8
21	740.17	156,214	80	2,665	-		0.240	43.2	-		16.1	5.9		7.6		152.8
22	740.17	156,214	-	2,665	-		0.070	12.6	-		16.7	5.9		8.6		43.8
23	740.19	156,241	27	2,666	0.01	2.2	0.270	48.6	-		18.2	5.9		6.7		104.2
24	740.20	156,294	53	2,667	-		0.130	23.4	-		18.8	5.9		8.6		109.7
25	740.21	156,321	27	2,667	-		0.190	34.2	-		24.1	5.9		7.7		98.9
26	740.22	156,347	26	2,667	0.01	2.2	0.160	28.8	-		23.9	5.9		7.6		90.0
27	740.22	156,347	-	2,667	0.14	31.1	0.050	9.0	-		24.4	5.9		7.6		15.8
28	740.23	156,374	27	2,668	-		0.230	41.4	-		24.3	5.9		7.7		106.3
29	740.23	156,374	-	2,668	-		0.300	54.0	-		38.4	5.9		7.7		106.0
30	740.23	156,374	-	2,668	-		0.200	36.0	-		57.1	5.9		7.6		106.6
31	740.21	156,321	(53)	2,667	-		0.190	34.2	-		62.4	6.0		7.7		57.3

<b>TOTALS</b>	907			1.57	348.5	5.850	1,051.2	-	-	-	781.4	183.2	-	239.1	-	2,813.4
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Park Usage  Rain % Yr. Total



# Santa Barbara County - Flood Control District

130 East Victoria Street, Santa Barbara CA 93101 - 805.568.3440 - [www.countyofsb.org/pwd](http://www.countyofsb.org/pwd)

## Rainfall and Reservoir Summary

Updated 8am: 5/31/2019

Water Year: 2019

Storm Number: NA

Notes: Daily rainfall amounts are recorded as of 8am for the previous 24 hours. Rainfall units are expressed in inches. All data on this page are from automated sensors, are preliminary, and subject to verification.

\*Each Water Year (WY) runs from Sept 1 through Aug 31 and is designated by the calendar year in which it ends

County Real-Time Rainfall and Reservoir Website link: <http://www.countyofsb.org/hydrology>

Rainfall	ID	24 hrs	Storm 0 day(s)	Month	Year*	% to Date	% of Year*	AI
<a href="#">Buellton</a> (Fire Stn)	233	0.00	0.00	1.51	19.22	116%	116%	
<a href="#">Cachuma Dam</a> (USBR)	332	0.00	0.00	1.74	26.68	136%	136%	
<a href="#">Carpinteria</a> (Fire Stn)	208	0.00	0.00	1.42	17.89	104%	103%	
<a href="#">Cuyama</a> (Fire Stn)	436	0.00	0.00	0.53	8.80	118%	115%	
<a href="#">Figueroa Mtn</a> (USFS Stn)	421	0.00	0.00	2.18	26.70	126%	125%	8.0
<a href="#">Gibraltar Dam</a> (City Facility)	230	0.00	0.00	1.91	34.57	132%	132%	8.6
<a href="#">Goleta</a> (Fire Stn-Los Carneros)	440	0.00	0.00	1.82	24.75	136%	135%	
<a href="#">Lompoc</a> (City Hall)	439	0.00	0.00	1.11	20.36	141%	141%	8.3
<a href="#">Los Alamos</a> (Fire Stn)	204	0.00	0.00	0.95	19.75	130%	130%	
<a href="#">San Marcos Pass</a> (USFS Stn)	212	0.00	0.00	3.24	47.71	142%	141%	
<a href="#">Santa Barbara</a> (County Bldg)	234	0.00	0.00	2.16	25.74	142%	141%	
<a href="#">Santa Maria</a> (City Pub.Works)	380	0.00	0.00	1.14	15.92	121%	120%	
<a href="#">Santa Ynez</a> (Fire Stn /Airport)	218	0.00	0.00	1.43	20.08	129%	128%	
<a href="#">Sisquoc</a> (Fire Stn)	256	0.00	0.00	1.66	17.86	119%	118%	

County-wide percentage of "Normal-to-Date" rainfall : **128%**

County-wide percentage of "Normal Water-Year" rainfall : **127%**

County-wide percentage of "Normal Water-Year" calculated assuming no more rain through Aug. 31, 2019 (End of WY2019).

**AI (Antecedent Index / Soil Wetness)**

6.0 and below = Wet (min. = 2.5)  
6.1 - 9.0 = Moderate  
9.1 and above = Dry (max. = 12.5)

### Reservoirs

Reservoir Elevations referenced to NGVD-29.

\*\*Cachuma is full and subject to spilling at elevation 750 ft.

However, the lake is surcharged to 753 ft. for fish release water.

(Cachuma water storage is based on Dec 2013 capacity revision)

Click on Site for Real-Time Readings	Spillway Elev. (ft)	Current Elev. (ft)	Max. Storage (ac-ft)	Current Storage (ac-ft)	Current Capacity (%)	Storage Change Mo.(ac-ft)	Storage Change Year*(ac-ft)
<a href="#">Gibraltar Reservoir</a>	1,400.00	1,400.08	4,314	4,331	100.4%	-22	1,047
<a href="#">Cachuma Reservoir</a>	753.**	740.21	193,305	156,321	80.9%	854	93,075
<a href="#">Jameson Reservoir</a>	2,224.00	2,223.75	5,144	5,101	99.2%	-13	2,097
<a href="#">Twitchell Reservoir</a>	651.50	588.71	194,971	43,266	22.2%	-7,559	43,266

[Previous Rainfall and Reservoir Summaries](#)



BARTLETT, PRINGLE & WOLF, LLP  
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

May 29, 2019

Board of Directors  
Santa Ynez River Water Conservation District  
PO Box 719  
Santa Ynez, CA 93460

Dear Board Members:

Bartlett, Pringle & Wolf, LLP ("BPW") appreciates the opportunity to work with you. To minimize the possibility of a misunderstanding between us, we are setting forth pertinent information about the services we will perform for you. This letter is to confirm our understanding of the terms and objectives of our engagement and the nature and limitations of the services we will provide.

You have requested that we audit the financial statements of Santa Ynez River Water Conservation District (the District), which comprise the Government-wide Financial Statements, Governmental Funds Financial Statements and Notes to Financial Statements as of and for the year ended June 30, 2019. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter.

Accounting standards generally accepted in the United States of America call for certain required supplementary information (RSI) to accompany the basic financial statements. The Governmental Accounting Standards Board also considers this information a necessary part of financial reporting as it provides perspective to the basic financial statements. Therefore, as part of this engagement, we will apply limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America (GAAS). These limited procedures will primarily consist of inquiries of management regarding their methods of measurement and presentation. However, we will not express an opinion or provide any assurance on this RSI as our limited procedures do not provide us with sufficient evidence to do so under our professional standards. Consequently, the financial statements we present to you will include the following required RSI that will not be audited and, as such, our report will disclaim an opinion on this RSI:

- Management's Discussion and Analysis

**Objective**

The objective of our audit is the expression of an opinion about whether your financial statements are fairly presented, in all material respects, in conformity with generally accepted accounting principles and to report on the fairness of the additional supplementary information referred to above when considered in relation to the financial statements taken as a whole.



The objective also includes reporting on:

- Internal control related to the financial statements and compliance with laws, regulations, and the provisions of contracts or grants agreements, noncompliance with which could have a material effect on the financial statements in accordance with Government Auditing Standards.

The reports on internal control and compliance are for information and use of the Board of Directors and will each include a paragraph that the purpose of the report is solely to describe the scope of testing of internal control over financial reporting and compliance, and the result of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. It will also state that the report is an integral part of an audit performed in accordance with Government Auditing Standards in considering internal control over financial reporting and compliance, and will indicate that the report is not suitable for any other purpose.

Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America (GAAS), and the standards for financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Our audit will be conducted in accordance with GAAS and the Standards for Financial Audits Contained in Governmental Auditing Standards issued by the Comptroller General of the United States. Our professional standards as defined by GAAS require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement and are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. As such, our audit will involve performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and will include tests of the accounting records of the District and other procedures we consider necessary. The procedures we determine necessary will depend on our "auditor's" judgment and will be based, in part, on our assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. If our opinion is other than unqualified, we will fully discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or form an opinion, we may disclaim an opinion or not issue a report.

#### **Audit Procedures**

Our audit will involve performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and will include tests of the accounting records of the District and other procedures we consider necessary. The procedures we determine necessary will depend on our "auditor's" judgment and will be based, in part, on our assessment of the risks of material misstatement of the financial statements, whether from errors, fraudulent financial reporting, misappropriations of assets, or violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity. An audit also includes evaluating the appropriateness of accounting policies used, and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. If we deem it appropriate, our procedures will also include tests of documentary evidence supporting the transactions recorded in the accounts, may include tests of the physical existence of inventories, and will include direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, creditors, and financial institutions. As part of our audit process, we will request written representations from your attorneys,

and they may bill you for responding. At the conclusion of our audit, we will also request certain written representations from you about the financial statements and related matters. These representations will include acknowledging our assistance with the preparation of your financial statements, the supplementary information, and notes accompanying these documents, and that you have reviewed and approved these documents, approved their release, and that you have accepted responsibility for them.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, an unavoidable risk exists that some material misstatements may not be detected by our firm, even though our audit is properly planned and performed in accordance with GAAS and Government Auditing Standards. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. Since we plan and perform our audit in accordance with GAAS to obtain reasonable rather than absolute assurance about whether the financial statements are free of material misstatement, whether from errors, fraudulent financial reporting, misappropriations of assets, or violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity; and because the determination of abuse is so subjective, Government Auditing Standards do not expect auditors to provide reasonable assurance regarding the detection of abuse. Our procedures will be less in scope than what would be required to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to Government Accounting Standards. However, we will inform you of any material errors that come to our attention, and we will inform you or the appropriate level of management, of any fraudulent financial reporting or misappropriation of assets that come to our attention. We will also inform you of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential.

In making our risk assessments, we will consider internal controls relevant to the preparation and fair presentation of the District's financial statements in order to design audit procedures that are appropriate in the circumstances. However, our audit procedures are not designed for the purpose of expressing an opinion on the effectiveness of your internal control. In accordance with our professional standards, we will communicate in writing to the appropriate level of management and those charged with governance matters concerning any significant deficiencies or material weaknesses in internal control relevant to the audit of the financial statements that we identify during the audit.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will also perform tests of the District's compliance with applicable laws and regulations and the provisions of contracts and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion. Management maintains the responsibility for identifying and ensuring that the District complies with applicable laws, regulations, contracts, and other agreements.

Our responsibility as auditors is, of course, limited to the period covered by our audit and does not extend to any other periods.



John Britton is the engagement partner for the audit services specified in this letter. His responsibilities include supervising Bartlett, Pringle & Wolf's services performed as part of this engagement and signing or authorizing another qualified firm representative to sign the audit report.

**Responsibilities of Management and Those Charged with Governance**

As part of our engagement, we may advise you about appropriate accounting principles and their application; however, the management of the District acknowledges and understands that the final responsibility for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America remains with you. This responsibility includes the financial statements, all accompanying information, and the representations that accompany them. As such, the management of the District is responsible for adjusting the financial statements to correct material misstatements and for confirming to us in the representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. Other management responsibilities include maintaining adequate records, selecting and applying accounting principles, and safeguarding assets.

By your signature below, you also acknowledge that the management of the District is responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements, and all accompanying information, that are free from material misstatement, whether due to fraud or error. This responsibility includes the fair presentation in the financial statements of the respective financial position of the District and the respective changes in financial position and where applicable, cash flows, in conformity with accounting principles generally accepted in the United States of America. In addition, management is also responsible for having appropriate programs and controls in place to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the organization that involves management, employees who have significant roles in internal control, regulators, and others where fraud could have a material impact on the financial statements. The management of the District is also responsible for informing us of your knowledge of any allegations of fraud or suspected fraud affecting the District received in communications from employees, former employees, regulators, or others. In addition, you are responsible for identifying and ensuring that the District complies with applicable laws and regulations and for taking timely and appropriate actions to remedy any fraud, illegal acts, or violations of contracts and agreements. You agree that you will confirm your understanding of your responsibilities as defined in this letter to us in your representation letter.

Management is responsible for establishing and maintaining internal control and for compliance with the provisions of applicable laws, regulations, contracts, agreements, and grants. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of the controls. The objectives of internal control are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorizations and recorded properly to permit the preparation of financial statements in accordance with U.S. GAAP, and that federal award programs are managed in compliance with the provisions of applicable laws, regulations, contracts, agreements, and grants.

Management is also responsible for the preparation and fair presentation of the supplementary information in conformity with accounting principles generally accepted in the United States of America. You agree that you will confirm your understanding of your responsibilities with respect to the supplementary information in your representation letter. You further agree to include our report on the supplementary information in any document that contains and indicates that we have reported on such supplementary information.

It is management's responsibility to follow up and take corrective action on reported audit findings and recommendations. This responsibility includes maintaining a summary of prior audit findings and recommendations and the corrective actions taken to address these issues; and for providing us with this information as part of our engagement. Management is also responsible to provide input on the current audit findings and recommendations, as well as management's planned corrective actions for these issues.

Management's responsibilities also include designating qualified individuals with the skill, knowledge, and experience to be responsible and accountable for overseeing financial statement preparation, tax services, and any other non-attest services we perform as part of this engagement, as well as evaluating the adequacy and results of those services and accepting responsibility for them.

You further acknowledge and understand that management is responsible for providing us with access to all information management is aware of that is relevant to the preparation and fair presentation of the financial statements such as records, documentation and other matters; for the accuracy and completeness of the information that is provided to us; and for informing us of events occurring or facts discovered subsequent to the date of the financial statements that may affect the financial statements. This responsibility also includes providing us with any additional information that we may request from management for the purpose of the audit; as well as allowing us unrestricted access to individuals within the organization from whom we may determine it necessary to obtain audit evidence, including access to your designated employees who will type all confirmations we request.

### **Written Report**

We expect to issue a written report upon completion of our audit of the District's financial statements. Our report will be addressed to the board of directors of the District. We cannot provide assurance that an unmodified opinion will be expressed on the financial statements. Circumstances may arise in which it is necessary for us to modify our opinion, add emphasis-of-matter or other-matter paragraphs, decline to express an opinion or withdraw from the engagement.

We will also provide a report (without an opinion) on internal control related to the financial statements and also regarding compliance with laws, regulations, and provisions of contracts and grant agreements, the noncompliance with which could have a material effect on the financial statements as required by Government Auditing Standards. Our report on internal control and compliance will include a statement that the report is intended solely for the information and use of management, those charged with governance, and specific legislative or regulatory bodies and is not intended to be and should not be used by anyone else. If during our audit we become aware that the District is subject to an audit requirement not addressed by this engagement, we will communicate to



management and those charged with governance that this engagement may not meet the legal, regulatory, or contractual requirements.

**Other Matters**

Our fees for these services will be based on the actual time spent at our standard hourly rates, plus travel and other out-of-pocket costs, such as report production, typing, and postage. Our standard hourly rates vary according to the degree of responsibility involved and the experience level of the personnel assigned to your audit. Billings become delinquent if not paid within 30 days of the invoice date. If billings are past due in excess of 90 days, at our election, we may stop all work until your account is brought current, or withdraw from this engagement. The District acknowledges and agrees that we are not required to continue work in the event of the District's failure to pay on a timely basis for services rendered as required by this engagement letter. The District further acknowledges and agrees that in the event we stop work or withdraw from this engagement as a result of the District's failure to pay on a timely basis for services rendered as required by this engagement letter, we shall not be liable for any damages that occur as a result of our ceasing to render services. Based on our preliminary estimates, the audit fee should approximate \$10,400 for the audit. That estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs.

In addition, you further agree that in the event our firm or any of its employees or agents is called as a witness or requested to provide any information whether oral, written, or electronic in any judicial, quasi-judicial, or administrative hearing or trial regarding information or communications that you have provided to this firm, or any documents and workpapers prepared by Bartlett, Pringle & Wolf, LLP in accordance with the terms of this agreement, you agree to pay any and all reasonable expenses, including fees and costs for our time at the rates specified in our engagement letter, as well as any legal or other fees that we incur as a result of such appearance or production of documents.

It is our policy to keep records related to this engagement for seven years. However, Bartlett, Pringle & Wolf, LLP does not keep any original client records, so we will return those to you at the completion of the services rendered under this engagement. When records are returned to you, it is your responsibility to retain and protect your records for possible future use, including potential examination by government or regulatory agencies.

By your signature below, you acknowledge and agree that upon the expiration of the seven-year period, Bartlett, Pringle & Wolf, LLP shall be free to destroy our records related to this engagement.

If any dispute arises among the parties hereto, the parties agree to first try in good faith to settle the dispute by mediation administered by the American Arbitration Association under its applicable rules for resolving professional accounting and related services disputes before resorting to litigation. The costs of any mediation proceeding shall be shared equally by all parties.

Client and accountant both agree that any dispute over fees charged by the accountant to the client will be submitted for resolution by arbitration in accordance with the applicable rules for resolving professional accounting and related services disputes of the American Arbitration Association,

Santa Ynez River Water Conservation District  
May 29, 2019  
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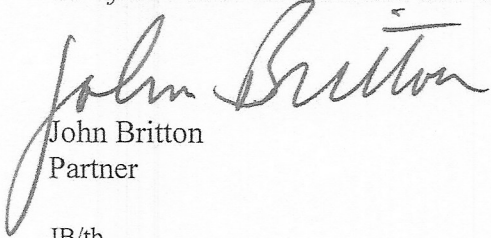
except that under all circumstances the arbitrator must follow the laws of California. Such arbitration shall be binding and final. In agreeing to arbitration, we both acknowledge that, in the event of a dispute over fees charged by the accountant, each of us is giving up the right to have the dispute decided in a court of law before a judge or jury and instead we are accepting the use of arbitration for resolution. The prevailing party shall be entitled to an award of reasonable attorneys' fees and costs incurred in connection with the arbitration of the dispute in an amount to be determined by the arbitrator.

We will be pleased to discuss this letter with you at any time.

If the foregoing is in accordance with your understanding, please sign this letter in the space provided and return it to us.

Very truly yours,

**BARTLETT, PRINGLE & WOLF, LLP**  
*Certified Public Accountants and Consultants*



John Britton  
Partner

JB/tb  
Enclosure

Approved:

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Signature

**RESOLUTION NO. 692**

**RESOLUTION OF THE BOARD OF DIRECTORS OF  
THE SANTA YNEZ RIVER WATER CONSERVATION DISTRICT  
EXPRESSING ITS APPRECIATION TO**

**BRUCE A. WALES, Ph.D.**

**WHEREAS**, BRUCE A. WALES has worked for the Board of Directors of the Santa Ynez River Water Conservation District since April 18, 1995 and served the District Board with distinction and competence until his retirement on April 17, 2019, and

**WHEREAS**, during this 24-year period he was involved in extensive conservation, protection, and planning activities of the District, including:

- ◆ Led efforts to safe guard the water rights and conserve the water supplies for both residents and farmers of the Santa Ynez Valley, including Santa Ynez, Solvang, Buellton, and the entire Lompoc plain;
- ◆ Mediated the Cachuma Project Settlement Agreement, which resolved a long festering 50-year old controversy between water users on the Santa Barbara south coast who divert water out of the watershed, and the riparian and uplands groundwater interests of the cities, landowners, and residents of the Santa Ynez River watershed;
- ◆ Prepared and executed plans for the District to lead the Sustainable Groundwater Management Act effort for the groundwater basins in the Santa Ynez watershed to manage groundwater locally without outside interference;
- ◆ Enhanced the District's financial stability while maintaining low groundwater charges for many years;

**NOW, THEREFORE, BE IT RESOLVED**, by this Board of Directors as follows:

1. BRUCE A. WALES be acknowledged and honored on his departure from his position as Strategic Advisor and as previously serving for 23 years as General Manager for the Santa Ynez River Water Conservation District; and
2. On behalf of the citizens of the Santa Ynez and Lompoc Valleys, the Board of Directors of the Santa Ynez River Water Conservation District hereby conveys to BRUCE A. WALES its sincere appreciation for a job well done and its heartfelt belief that the community in which he served remains indebted to him for his valuable service.

**WE, THE UNDERSIGNED**, being the duly qualified and acting President and Secretary, respectively, of the Board of Directors of the Santa Ynez River Water Conservation District do hereby certify that the above and foregoing resolution was duly adopted and passed by the Board of Directors of said District at a regular meeting duly held on the 5th day of June 2019 by the following roll call vote:

**AYES**, and in favor thereof, Directors:

**NOES**, Directors:

**ABSENT/ABSTAINING**, Directors:

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Cynthia Allen, President

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William J. Buelow, Secretary



# LAFCO

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## Santa Barbara Local Agency Formation Commission

105 East Anapamu Street ♦ Santa Barbara CA 93101

805/568-3391 ♦ FAX 805/568-2249

www.sblafco.org ♦ lafco@sblafco.org

May 15, 2019

TO: Santa Barbara County Independent Special Districts

Subject: Election Results for Regular and Alternate Special District Members to  
Santa Barbara LAFCO

Election Results: The 60-days voting period for one regular and one alternate special district member on LAFCO ended on May 10, 2019 at 5:00 pm. *There are 38 independent special districts in Santa Barbara County; hence, a quorum is 20 member districts voting.* The election results are contained in Exhibit A.

Government Code Section 56332 (f)(6) reads as follows:

For an election to be valid, at least a quorum of the special districts must submit valid ballots. The candidate receiving the most votes shall be elected, **unless another procedure has been adopted by the selection committee.** Any nomination and ballot received by the executive officer after the date specified is invalid, provided, however, that if a quorum of ballots is not received by that date, the executive officer shall extend the date to submit ballots by 60 days and notify all districts of the extension. If ballots from a quorum of the districts have not been received at the end of the 60-day extension period, the executive officer shall extend the period to return ballots for a length of time at his or her discretion until a quorum is achieved, unless another procedure has been adopted by the selection committee. The executive officer shall announce the results of the election within seven days of the date specified.

The Special District Selection Committee Bylaws, adopted on February 22, 2010 Section 9 (c) reads as follows:

- c) Election shall be by a majority of those voting, and not by a plurality. In the event that a nominee does not receive a majority of votes cast, a runoff election shall be held between the two nominees receiving the highest number of votes.

Local Agency Formation Commission  
May 15, 2019  
Page two

There were 30 votes cast for the Regular Special District member. Jay Freeman received 13 votes (43.3%) and Judith Ishkanian received 11 votes (36.7%). Both are less than a majority of the votes cast. Therefore, according to the Special District Selection Committee Bylaws, the election of the Regular Special District member will go to a runoff between the two nominees receiving the highest number of votes.

For the Alternate Special District member, Cindy Allen received 15 of the 28 votes cast (53.6%). Therefore, Cindy Allen is elected as Alternate Special District member having received a majority of the votes cast.

Please contact the LAFCO office if you have any questions.

Sincerely,



PAUL HOOD  
Executive Officer

	Alternate Special District	Regular Special District
Carpinteria Sanitary District	Cindy Allen	Deborah Murphy
Carp/Summerland Fire	Spencer Brandt	Judith Ishkanian
Carp Valley Water	Spencer Brandt	Judith Ishkanian
Cuyama Basin Water District	Spencer Brandt	Myron Heavin
Cuyama CSD	Cindy Allen	Jay Freeman
Cuyama Valley Rec District	Spencer Brandt	Jay Freeman
Goleta Cemetery District	David Beard	Judith Ishkanian
Goleta Sanitary District	Cindy Allen	Judith Ishkanian
Goleta Water	Spencer Brandt	Judith Ishkanian
Goleta West Sanitary	Cindy Allen	Judith Ishkanian
Guadalupe Cemetery	Cindy Allen	Jay Freeman
IV CSD	Spencer Brandt	Jay Freeman
Isla Vista Rec & Park	Spencer Brandt	Jay Freeman
Lompoc Cemetery	Cindy Allen	Judith Ishkanian
Lompoc Valley Med Center	Cindy Allen	Jay Freeman
Los Alamos Cemetery	None	Jay Freeman
Los Olivos CSD	None	Jay Freeman
Mission Hill CSD	Cindy Allen	Jay Freeman
Montecito Fire	Cindy Allen	Judith Ishkanian
Montecito Sanitary District	Cindy Allen	Judith Ishkanian
Montecito Water	Spencer Brandt	Jay Freeman
Mosquito and Vector	Cindy Allen	Judith Ishkanian
Santa Barbara Met Transit	Spencer Brandt	David Novis
Santa Maria Airport	Cindy Allen	Judith Ishkanian
Santa Maria Cemetery	Spencer Brandt	Jay Freeman
SM Valley Water Cons.	Cindy Allen	Jay Freeman
SY CSD	David Beard	Karen Jones
SY River Water Cons.	Cindy Allen	Cindy Allen
Summerland Sanitary	Spencer Brandt	David Novis
Vandenberg Village CSD	Cindy Allen	Jay Freeman
Totals	Allen – 15 Brandt - 11 Beard – 2 Total: 28	Allen - 1 Murphy - 1 Ishkanian - 11 Heavin - 1 Freeman – 13 Novis - 2 Jones – 1 Total: 30