

CALAVERAS COUNTY WATER DISTRICT FINANCE COMMITTEE MEETING

AGENDA

Tuesday, October 19, 2021
12:30 p.m.

Calaveras County Water District
120 Toma Court
San Andreas, California 95249

This meeting will not be physically open to the public. All members of the public may participate in the meeting via teleconference and will be given the opportunity to provide public comment.

Microsoft Teams meeting

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[Click here to join the meeting](#)

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Phone Conference ID: 585 628 331#

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Administration Office at 209-754-3028. Notification in advance of the meeting will enable CCWD to make reasonable arrangements to ensure accessibility to this meeting. Any documents related to agenda items that are made available to the Board before or at the meeting shall be available for review by the public at 120 Toma Court, San Andreas, CA 95249.

ORDER OF BUSINESS

CALL TO ORDER / PLEDGE OF ALLEGIANCE

1. **PUBLIC COMMENT:** Comments limited to three minutes per person.
2. **APPROVAL OF MINUTES:** Minutes from the September 28, 2021 meeting.
3. **NEW BUSINESS**
 - 3a. Report on the Monthly Financial Reports for September 2021
(Rebecca Callen, Director of Administrative Services)
 - 3b. Report on the FY 2021-22 First Quarter Investment Activities
(Rebecca Callen, Director of Administrative Services)

4. **DIRECTOR OF ADMINISTRATIVE SERVICES COMMENTS**
5. **GENERAL MANAGER COMMENTS**
6. **DIRECTOR COMMENTS**
7. **FUTURE AGENDA ITEMS**
8. **NEXT COMMITTEE MEETING**
9. **ADJOURNMENT**

* No Paperwork

Newspapers, For Information Only

MINUTES
FINANCE COMMITTEE MEETING
SEPTEMBER 28, 2021

The following Committee Members were present:

Bertha Underhill	Director
Russ Thomas	Director (alternate)

Staff Present:

Michael Minkler	General Manager
Rebecca Callen	Director of Administrative Services
Patti Christensen	Accountant II

Public Present:

None

ORDER OF BUSINESS

CALL TO ORDER / PLEDGE OF ALLEGIANCE

Meeting called to order at 1:00 p.m., Director Underhill led the Pledge of Allegiance.

1. Public Comment: None.
2. Approval of Minutes: July 20, 2021 minutes moved to a future meeting.
3. New Business:

3a. Report on the Monthly Financial Reports for August 2021:

Ms. Callen gave a brief review of the reports that comprise the monthly item. The reporting benchmark for August is 17% of budget, and the reports are within budget. Ms. Callen spoke of the anticipated reporting changes once we're live with the Tyler Software program. Director Underhill asked about the COVID federal funds and reimbursement of expenses to the District. Ms. Callen is working on this with the appropriate agencies.

3b. Discussion and Direction of the Absorbed Model:

Ms. Callen spoke of the history of the credit card surcharge through customer payments. She talked about the merchant interchange rate, rewards cards, and non-qualified use. Ms. Callen then talked about the fees the District has absorbed by accepting payment via credit card. Director Thomas asked how other agencies handle their credit card transactions.

Direction was given to take this to the Board for further discussion.

3c. Discussion Regarding Board of Directors Compensation:

Mr. Minkler stated this item was referred to the Finance Committee by the Board to determine if Director compensation should be adjusted. The District's Board has been receiving \$120 per meeting since 2011 where it was agreed to cap the compensation at this amount. Mr. Minkler said that statute dictates compensation limited to one meeting per day, and a specified number of meetings per month. Various options were discussed, and any changes would have to be made at a Board meeting through policy adoption during open session. Mr. Minkler suggested a larger upfront increase, with a 5% increase for the following three years. Director Thomas would like some language added to allow compensation for special meeting attendance. Director Thomas recommends an increase to \$130 per meeting (8.3% increase), with an annual

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2.5% increase, and also to increase the monthly meeting allowance, if allowed by statute, from 6 to 7 meetings. Statute limits an annual escalator up to 5%.

Mr. Minkler stated that a full report will be presented at the Board meeting with a revised policy, highlighting the items discussed today.

4. Director of Administrative Services Comments:

Ms. Callen talked about purchasing computer equipment for the Board members and asked what their needs are. This would allow for better District security and allow IT to remote in on the equipment if needed. It was determined that this will be brought to the full Board. She also said that Customer Service is now live with the Tyler software program and in the second week of operation. She gave an update on the IT processes by the new IT Administrator, Brandon Birmingham.

5. General Manager Comments:

Mr. Minkler followed up on the Tyler Software implementation and AMI meter projects. He also talked about the Corp Yard project and the expected delivery of the disassembled building. The County Board of Supervisors appointed Mr. Jack Tressler to the CPUD Board as there were no candidates for the position. There is a steel hold up on the Ebbetts Pass Redwood Tank replacement project delaying the progress.

6. Director Comments:

Director Thomas attended a meeting in Mountain Ranch and said that there is interest in citizens joining CCWD's water system. He also said there is a special meeting of the Eastside Groundwater group to decide on continuing with remote meetings.

Director Underhill asked about the Blagen Road bridge status. Mr. Minkler replied that as far as he knows the project is still on track.

7. Future Agenda Items:

- Standard Reporting

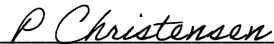
8. Next Committee Meeting:

Tuesday, October 19, 2021, at 1 p.m.

9. Adjournment:

Meeting adjourned at 3:24 p.m.

Respectfully Submitted,



Patti Christensen, Accountant II

Approved:



Rebecca Callen, Director of Administrative Services

Agenda Item

DATE: October 19, 2021

TO: Finance Committee

FROM: Rebecca Callen, Director of Administrative Services

SUBJECT: Report on the Monthly Financial Reports for September 2021 (**PRE-AUDIT**)

RECOMMENDED ACTION:

Receive Report on September 2021 (**PRE-AUDIT**) Monthly Financial Reports.

SUMMARY:

The following financial reports are for the month ending September 30, 2021 (**PRE-AUDIT**):

Budget Status Report

This is a high-level summary of operating revenues and expenditures with analysis points based on historical trends for the same period of reporting (period being the reporting months to date), budget to actual, and overall District and Departmental status.

Capital Improvement Program Reports

Summary Revenue and Expenditure Report - A summary report of the current year Capital Renovation and Replacement (Capital R&R) program revenue and expenditures with the prior period data.

Expenditure Report – A detailed report of water and wastewater CIP project costs, cash flow, and expenditures, both prior years and current year.

Claim Summary

This report was presented and approved by the Board at the October 13, 2021 Board Meeting.

Monthly Investment Transaction Report

This report will be presented to the Board at the second meeting of each month.

FINANCIAL CONSIDERATIONS:

None

*Attachment: Budget Status Report – September 2021
Capital Improvement Program Reports – September 2021*

September 2021 Budget Status Report (Pre-Audit)

The Budget Status Report represents a standard of analysis to identify material issues with the understanding that line-item variances are normal, and the areas of concern are isolated to **Account Types** that fall short of budget and historical trends or Account Types that are at or significantly over the benchmark.

Analysis has been done to evaluate 4-year trends related to revenues and operating expenses. Most importantly, comparing like periods across multiple fiscal years compares high front cost line items (i.e. memberships, insurance, supply costs, etc. that occur in the first part of the year) and eliminates them as an issue when they trend in line with prior year amounts. Additionally, a comparison of Year-to-Date activity versus budget further identifies if there are any impending issues.

These amounts are subject to change pending the District's annual audit.

All District Revenues

This table includes operating, capital, expansion, and reserve funds:

Revenue YTD Totals Account Type	Fiscal Year				Current Budget	Remaining Balance	Benchmark
	2019	2020	2021	2022			25% Of Budget
⊕ W01-Sales & Charges	4,682,287	4,815,074	5,048,468	5,213,169	14,008,395	8,795,226	37.21%
⊕ W02-Water/Sewer Fees	2,575	3,649	16,446	13,100	30,000	16,900	43.67%
⊕ W03-Misc. Operating Revenue	45,064	17,895	139,198	28,107	113,000	84,893	24.87%
⊕ X03-Interest Income	7,543	7,971	142	(0)	13,500	13,500	0.00%
⊕ X04-Expansion/Assemt Fees	316,859	306,485	1,046,437	196,069	-	(196,069)	0.00%
⊕ X05-Power Sales	195,396	236,079	203,040	198,162	710,655	512,493	27.88%
⊕ X06-Other Revenue	13,548	261,496	341,804	314,660	987,476	672,816	31.87%
⊕ X30-Transfers In	865,704	4,199,586	841,659	77,155	1,973,125	1,895,970	3.91%
Grand Total	6,128,977	9,848,234	7,637,193	6,040,422	20,688,970	14,648,548	29.20%

The table above includes all funds, including those without budgeted revenues. This table is not indicative of the District's revenue performance. The District's operating funds contain the majority of the District's budgeted revenue. As a result, budget vs actual analysis is significantly impacted when additional funds are included in the table above. The subsequent table(s) provide a better representation of the District's revenue performance.

District Operating Revenues

These revenues are isolated to operating funds for water, sewer and general:

Revenue YTD Totals							Benchmark
Account Type	Fiscal Year				Current Budget	Remaining Balance	25% Of Budget
	2019	2020	2021	2022			
⊕ W01-Sales & Charges	3,420,737	3,557,832	3,743,113	3,914,252	14,008,395	10,094,143	27.94%
⊕ W02-Water/Sewer Fees	2,575	3,649	16,446	13,100	30,000	16,900	43.67%
⊕ W03-Misc. Operating Revenue	45,064	17,895	139,198	28,107	113,000	84,893	24.87%
⊕ X03-Interest Income	2,227	2,698	32	(0)	13,500	13,500	0.00%
⊕ X05-Power Sales	195,396	236,079	203,040	198,162	710,655	512,493	27.88%
⊕ X06-Other Revenue	12,548	261,496	341,804	314,660	987,476	672,816	31.87%
⊕ X30-Transfers In	865,704	4,199,586	841,659	77,155	1,973,125	1,895,970	3.91%
Grand Total	4,544,252	8,279,234	5,285,291	4,545,437	20,688,970	16,143,533	21.97%

Analysis of District Revenues identifies the accounts to note:

- Water/Sewer Fees
- Interest Income
- Other Revenue
- Transfers In

Water/Sewer Fees

Revenue YTD Totals							Benchmark
Account Type	Fiscal Year				Current Budget	Remaining Balance	25% Of Budget
	2019	2020	2021	2022			
⊖ W02-Water/Sewer Fees	2,575	3,649	16,446	13,100	30,000	16,900	43.67%
44300-Install Water Meter	2,575	3,649	16,446	13,100	30,000	16,900	43.67%

44300: Revenue generated from the installation of new water meters and is dependent on customer activity.

Interest Income:

Revenue YTD Totals							Benchmark
Account Type	Fiscal Year				Current Budget	Remaining Balance	25% Of Budget
	2019	2020	2021	2022			
⊖ X03-Interest Income	2,227	2,698	32	(0)	13,500	13,500	0.00%
51100-Interest Income/CCWD Invest	2,227	2,698	32		13,500	13,500	0.00%

51100: Interest income is reported on a quarterly basis.

Other Revenue

Revenue YTD Totals							Benchmark
Account Type	Fiscal Year				Current Budget	Remaining Balance	25% Of Budget
	2019	2020	2021	2022			
⊖ X06-Other Revenue	12,548	261,496	341,804	314,660	987,476	672,816	31.87%
48130-Rental Revenue		18,195	27,650	22,586	76,957	54,371	29.35%
54600-Other Non-Operating Revenue		234,902	314,154	292,075	779,519	487,444	37.47%
54605-Misc Developer Reimbursements	12,548	8,399			-	-	0.00%

54600: Revenue is made up of invoicing NCPA/MID for FERC fees and other agency billings for reimbursable expenses. The related expense will appear in Department 60 - Water Resources' budget under accounts 61430 and 61435.

Transfers In

Revenue YTD Totals							Benchmark	
Account Type	Fiscal Year	2019	2020	2021	2022	Current Budget	Remaining Balance	25% Of Budget
X30-Transfers In		865,704	4,199,586	841,659	77,155	1,973,125	1,895,970	3.91%
59100-Transfer In From Funds			4,199,586	841,659	77,155	1,973,125	1,895,970	3.91%
59100-Transfers In		199,574				-	-	0.00%
59100-Transfers In From Funds		666,130				-	-	0.00%

59100: Transfer In is used for Debt Service Reclassifications, and miscellaneous interfund transfers.

District Operating Expenses

Expenses at the end of September are below the 25% benchmark. Please note that amounts will track low at the start of the year as invoices are accrued into the prior year. This report is pre-audit and amounts are subject to change.

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y01-Sal/Wage/Benefits	2,312,513	2,249,959	2,252,669	2,260,206	10,502,357	8,242,151	21.52%	
⊕ Y02-Utility Service	218,096	225,220	214,711	235,992	1,186,636	950,644	19.89%	
⊕ Y03-Materials/Supplies	263,690	380,424	378,267	251,947	1,231,622	979,675	20.46%	
⊕ Y04-Outside Services	168,327	284,925	218,651	159,707	1,075,703	915,996	14.85%	
⊕ Y05-Professional Services	75,842	90,912	86,203	128,126	1,003,286	875,160	12.77%	
⊕ Y06-Vehicle/Equipment	85,032	103,646	106,996	65,948	376,720	310,772	17.51%	
⊕ Y07-Office Expenses	35,637	79,973	31,153	81,509	156,396	74,887	52.12%	
⊕ Y08-Travel/Training	10,533	22,168	5,778	1,813	97,458	95,645	1.86%	
⊕ Y10-Purchased Water				3,000	506,628	503,628	0.59%	
⊕ Y11-Retired Employee	133,599	158,562	146,921	191,575	608,295	416,720	31.49%	
⊕ Y12-Bad Debts	12,237	6,352	9,216	17,585	52,000	34,415	33.82%	
⊕ Y13-Misc Op Expenses	18,963	330,792	448,000	491,598	1,499,222	1,007,624	32.79%	
⊕ Y15-Director Costs	24,414	31,200	23,611	28,270	170,327	142,057	16.60%	
⊕ Y16-Legal	33,571	33,148	44,478	50,407	310,000	259,593	16.26%	
⊕ Z02-Debt Repayment	943,856	1,095,839	1,119,162	365,083	2,103,112	1,738,029	17.36%	
⊕ Z03-Capital Equipment	10,165	58,417	21,481	100,010	934,368	834,358	10.70%	
⊕ Z04-Misc Non Operating	8,465	7,500	-	(9)	37,720	37,729	-0.02%	
⊕ Z30-Transfers Out		3,331,493	48,810	2,487	-	(2,487)	0.00%	
Grand Total	4,354,938	8,490,531	5,156,106	4,435,254	21,851,850	17,416,596	20.30%	

The Account Type to note is:

- Office Expenses
- Retired Employee
- Bad Debts
- Misc Op Expenses

Office Expenses

							Benchmark	
Expense YTD Totals	Fiscal Year <input type="text" value="2022"/>				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
Y07-Office Expenses	35,637	79,973	31,153	81,509	156,396	74,887	52.12%	
60700-Forms and Supplies	37		527	138	3,350	3,212	4.13%	
60710-Permits and Licenses	1,721	1,285	1,897	1,908	10,800	8,892	17.67%	
60720-Postage	2,604	2,818	1,824	1,390	15,950	14,560	8.72%	
60730-Publications/Subscriptions			7	130	1,250	1,120	10.41%	
60732-Memberships and Dues	31,274	75,443	26,875	77,942	124,046	46,104	62.83%	
60760-Recording/Title Reports		427	24		-	-	0.00%	

60732: Memberships are paid throughout the year, but there are a few larger dues that are expensed in the first months of the year, such as Mountain Counties Water Resources, UMRWA, and the Groundwater Sustainability Plan.

Retired Employee Costs

							Benchmark	
Expense YTD Totals	Fiscal Year <input type="text" value="2022"/>				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
Y11-Retired Employee	133,599	158,562	146,921	191,575	608,295	416,720	31.49%	
61200-Retired Employee Costs	133,599	158,562	146,921	191,575	608,295	416,720	31.49%	

61200: With the recension of the CalPERS Retiree Health Vesting Schedule, the District is issuing payments directly to the retirees for the retiree's share of the medical premium. These payments are issued at the end of the month for the following month's premium. The October cost share was paid in September skewing the budget slightly.

Bad Debt Expense

							Benchmark	
Expense YTD Totals	Fiscal Year <input type="text" value="2022"/>				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
Y12-Bad Debts	12,237	6,352	9,216	17,585	52,000	34,415	33.82%	
61310-Bad Debt Expense	12,237	6,352	9,216	17,585	52,000	34,415	33.82%	

61310: We're a little above budget, but this is not unexpected as the COVID-19 measures are still in place.

Misc Op Expenses

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
Y13-Misc Op Expenses	18,963	330,792	448,000	491,598	1,499,222	1,007,624	32.79%	
61315-Rate Assistance Program		14,403	13,518	16,288	60,000	43,712	27.15%	
61409-Unemployment Claims		-	(1,125)		2,000	2,000	0.00%	
61410-Insurance		70,750	80,361	137,666	255,163	117,497	53.95%	
61420-State Water and Sewer Fees	1,362	1,362	1,362	5,360	218,770	213,410	2.45%	
61430-State/Federal/County Fees	3,282				-	-	0.00%	
61435-State/Federal/County Fees		229,526	345,388	99,454	95,700	(3,754)	103.92%	
61450-Mandated Plans	2,432			15,064	65,000	49,936	23.18%	
61455-Water Conservation	575	1,749	700	575	4,000	3,425	14.38%	
61485-Third Party Payment Processing	11,312	13,003	7,797	10,453	83,989	73,536	12.45%	
61430-Federal Dam and Admin Fees				206,739	714,600	507,861	28.93%	

61410: Insurance policies are paid a few times a year and will meet budget by year end.

61435: A review of this account shows that a correction needs to be posted in October reducing 61435 by \$90,572, moving the Dept. of Water Resources FERC Fees to account number 61430. The correction will bring these accounts more into line with budget. My apologies, we've had a change in coding, and it hasn't caught up yet.

DEPARTMENTAL EXPENSE REPORTS

Dept 50 – Non-Departmental

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y02-Utility Service	5,382	5,303	2,379	5,272	39,831	34,559	13.24%	
⊕ Y03-Materials/Supplies	6,307	4,945	6,717	4,220	45,945	41,725	9.18%	
⊕ Y04-Outside Services	10,855	9,681	9,208	11,414	53,100	41,686	21.50%	
⊕ Y11-Retired Employee	133,599	158,562	146,921	191,575	608,295	416,720	31.49%	
⊕ Y13-Misc Op Expenses	3,282	70,750	80,361	137,666	255,163	117,497	53.95%	
⊕ Z02-Debt Repayment	943,856	1,095,839	1,119,162	365,083	2,103,112	1,738,029	17.36%	
⊕ Z04-Misc Non Operating	965				30,220	30,220	0.00%	
Grand Total	1,104,246	1,345,078	1,364,747	715,229	3,160,666	2,445,437	22.63%	

Analysis shows Department 50's expenses are on target to benchmark. There are two account types to note:

- Retired Employee
- Misc Op Expenses

Retired Employee Costs

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊖ Y11-Retired Employee	133,599	158,562	146,921	191,575	608,295	416,720	31.49%	
61200-Retired Employee Costs	133,599	158,562	146,921	191,575	608,295	416,720	31.49%	

61200: Retired Employee Costs - see page 5 for an explanation

Misc Op Expenses

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊖ Y13-Misc Op Expenses	3,282	70,750	80,361	137,666	255,163	117,497	53.95%	
61410-Insurance		70,750	80,361	137,666	255,163	117,497	53.95%	
61430-State/Federal/County Fees	3,282				-	-	0.00%	

61410: Insurance - see page 6 for an explanation

Dept. 54 - Utility Services – nothing to report on

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y01-Sal/Wage/Benefits	1,582,590	1,540,479	1,678,659	1,611,807	7,114,104	5,502,297	22.66%	
⊕ Y02-Utility Service	212,713	219,917	212,332	230,720	1,146,805	916,085	20.12%	
⊕ Y03-Materials/Supplies	251,970	363,314	362,835	244,313	1,146,327	902,015	21.31%	
⊕ Y04-Outside Services	98,296	220,281	152,304	112,320	791,702	679,382	14.19%	
⊕ Y05-Professional Services	11,608	20,832	16,458	955	100,710	99,755	0.95%	
⊕ Y06-Vehicle/Equipment	85,032	103,646	106,996	65,948	376,720	310,772	17.51%	
⊕ Y07-Office Expenses	4,712	3,842	9,556	6,859	24,300	17,441	28.23%	
⊕ Y08-Travel/Training	4,716	11,109	2,298	755	35,183	34,428	2.15%	
⊕ Y13-Misc Op Expenses	1,362	1,362	1,362	5,360	218,770	213,410	2.45%	
⊕ Z03-Capital Equipment		58,417	21,481	100,010	909,368	809,358	11.00%	
⊕ Z04-Misc Non Operating			-	(9)	-	9	0.00%	
Grand Total	2,252,999	2,543,199	2,564,280	2,379,038	11,874,989	9,495,951	20.03%	

Dept 56 – General Management – nothing to report on

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y01-Sal/Wage/Benefits	192,415	206,692	169,254	157,704	654,498	496,794	24.10%	
⊕ Y03-Materials/Supplies	205	616	286	495	6,800	6,305	7.28%	
⊕ Y04-Outside Services	16,886	4,477	6,022	1,891	15,050	13,159	12.56%	
⊕ Y05-Professional Services	20,136	17,231	12,792	14,503	84,300	69,797	17.20%	
⊕ Y07-Office Expenses	10,937	12,071	10,999	11,490	47,695	36,205	24.09%	
⊕ Y08-Travel/Training	4,966	8,709	749	763	23,450	22,687	3.25%	
⊕ Y13-Misc Op Expenses		-	(1,125)		2,000	2,000	0.00%	
⊕ Y16-Legal	20,531	16,702	7,363	10,467	145,000	134,533	7.22%	
⊕ Z04-Misc Non Operating	(0)				-	-	0.00%	
Grand Total	266,077	266,497	206,339	197,313	978,793	781,480	20.16%	

Dept 57 – Board of Directors – nothing to report on

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y03-Materials/Supplies	22				-	-	0.00%	
⊕ Y15-Director Costs	24,414	31,200	23,611	28,270	170,327	142,057	16.60%	
Grand Total	24,436	31,200	23,611	28,270	170,327	142,057	16.60%	

Dept 58 – Engineering – nothing to report on

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y01-Sal/Wage/Benefits	162,398	209,156	98,873	140,251	1,223,450	1,083,199	11.46%	
⊕ Y03-Materials/Supplies		3,315		1,065	7,800	6,735	13.66%	
⊕ Y04-Outside Services	1,800	7,320	11,880	2,766	13,000	10,234	21.28%	
⊕ Y05-Professional Services			10,486	3,700	210,000	206,300	1.76%	
⊕ Y07-Office Expenses		542	24	180	1,800	1,620	10.00%	
⊕ Y08-Travel/Training		845			28,275	28,275	0.00%	
Grand Total	164,198	221,179	121,262	147,962	1,484,325	1,336,363	9.97%	

Dept 59 – Administrative Services

							Benchmark	
Expense YTD Totals	Fiscal Year				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
⊕ Y01-Sal/Wage/Benefits	292,029	244,313	256,340	305,740	1,325,070	1,019,330	23.07%	
⊕ Y03-Materials/Supplies	5,186	8,234	8,429	1,854	24,250	22,396	7.65%	
⊕ Y04-Outside Services	40,489	43,167	39,238	31,316	202,851	171,535	15.44%	
⊕ Y05-Professional Services	35,050	45,498	29,433	95,460	305,371	209,911	31.26%	
⊕ Y07-Office Expenses	3,014	3,153	2,511	1,528	19,395	17,867	7.88%	
⊕ Y08-Travel/Training	132	224	2,381	295	5,800	5,505	5.09%	
⊕ Y12-Bad Debts	12,237	6,352	9,216	17,585	52,000	34,415	33.82%	
⊕ Y13-Misc Op Expenses	11,312	29,154	22,014	27,315	147,989	120,674	18.46%	
⊕ Z03-Capital Equipment	10,165				-	-	0.00%	
⊕ Z04-Misc Non Operating	7,500	7,500			7,500	7,500	0.00%	
⊕ Z30-Transfers Out		3,331,493	48,810	2,487	-	(2,487)	0.00%	
Grand Total	417,113	3,719,089	418,371	483,582	2,090,226	1,606,644	23.14%	

Analysis shows Department 59's expenses are on target to benchmark. There are two account types to note:

- Professional Services
- Bad Debts

Professional Services

							Benchmark	
Expense YTD Totals	Fiscal Year: <input type="text" value="2022"/>				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
<input type="checkbox"/> Y05-Professional Services	35,050	45,498	29,433	95,460	305,371	209,911	31.26%	
60510-Accounting/Auditing	14,415	32,400	7,800	8,380	41,600	33,220	20.14%	
60590-Professional Services	20,635	13,098	21,633	87,080	263,771	176,691	33.01%	

60590: Outside IT Support, and an upgrade of network security makes up the majority of the expense, all of which was included in the budget.

Bad Debts

							Benchmark	
Expense YTD Totals	Fiscal Year: <input type="text" value="2022"/>				Current	Remaining	25%	
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget	
<input type="checkbox"/> Y12-Bad Debts	12,237	6,352	9,216	17,585	52,000	34,415	33.82%	
61310-Bad Debt Expense	12,237	6,352	9,216	17,585	52,000	34,415	33.82%	

61310: Bad Debt Expense – see page 5 for an explanation

Dept 60 – Water Resources

							Benchmark
Expense YTD Totals	Fiscal Year <input type="text"/>				Current	Remaining	25%
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget
⊕ Y01-Sal/Wage/Benefits	83,081	49,319	49,544	44,703	185,235	140,532	24.13%
⊕ Y05-Professional Services	9,048	7,351	17,035	13,509	302,905	289,396	4.46%
⊕ Y07-Office Expenses	16,974	60,365	8,064	61,451	63,206	1,755	97.22%
⊕ Y08-Travel/Training	718	1,281	350		4,750	4,750	0.00%
⊕ Y10-Purchased Water				3,000	495,628	492,628	0.61%
⊕ Y13-Misc Op Expenses	3,007	229,527	345,388	321,257	875,300	554,043	36.70%
⊕ Y16-Legal	13,041	16,446	37,115	39,940	165,000	125,060	24.21%
Grand Total	125,869	364,289	457,496	483,860	2,092,524	1,608,664	23.12%

Although Water Resources is under budget there are two account types we should make note of:

- Office Expenses
- Misc Op Expenses

Office Expenses

							Benchmark
Expense YTD Totals	Fiscal Year <input type="text"/>				Current	Remaining	25%
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget
⊖ Y07-Office Expenses	16,974	60,365	8,064	61,451	63,206	1,755	97.22%
60732-Memberships and Dues	16,974	60,365	8,064	61,451	63,206	1,755	97.22%

60732: As mentioned previously, several memberships are paid at the beginning of the year, and these include the Groundwater Sustainability Plan, and UMRWA for this department.

Misc Op Expenses

							Benchmark
Expense YTD Totals	Fiscal Year <input type="text"/>				Current	Remaining	25%
Account Type	2019	2020	2021	2022	Budget	Balance	Of Budget
⊖ Y13-Misc Op Expenses	3,007	229,527	345,388	321,257	875,300	554,043	36.70%
61435-State/Federal/County Fees		229,526	345,388	99,454	95,700	(3,754)	103.92%
61450-Mandated Plans	2,432			15,064	65,000	49,936	23.18%
61455-Water Conservation	575	0			-	-	0.00%
61430-Federal Dam and Admin Fees				206,739	714,600	507,861	28.93%

61435: State/Federal/County Fees – see page 6 for an explanation

CALAVERAS COUNTY WATER DISTRICT
Capital Improvement Program
Summary Revenue and Expenditures
Year -to-Date through 09/30/2021

	CURRENT YEAR		JULY 2013 - JUNE 2021	
	Water Fund 125	Sewer Fund 135	Water Fund 125	Sewer Fund 135
Revenue:				
Capital R&R Rates	969,056	329,860	23,948,037	8,688,505
Interest Income	-	-	599,216	204,785
Grant Revenues	-	-	4,203,602	187,817
Other/Misc Revenue	-	-	1,841,425	-
Loan Proceeds	-	-	6,622,000	2,300,001
	<u>969,056</u>	<u>329,860</u>	<u>37,214,280</u>	<u>11,381,108</u>
Expenditures:				
Project Costs	453,315	248,736	27,105,418	3,994,719
Loan Payments	-	-	4,847,565	2,581,714
	<u>453,315</u>	<u>248,736</u>	<u>31,952,983</u>	<u>6,576,433</u>
Operating Loss/(Gain)	<u>(515,741)</u>	<u>(81,124)</u>	<u>(5,261,297)</u>	<u>(4,804,675)</u>

CALAVERAS COUNTY WATER DISTRICT
Capital Improvement Program
Expenditure Report - Water Projects
Year-to-Date through 09/30/2021

Project No.	Description	Estimated Cost	FY 21-22 Cash Flow	Prior Years Expenditures	FY 21-22 Expenditures	FY 21-22 Remaining Balance
10029	Slurry Line Improvements	80,000	80,000	31,564	-	80,000
11083C	Clearwell & Tank B / Repair & Paint	1,159,804	500,000	11,196	-	500,000
11083J	Clearwell #2 / Repair & Paint	199,471	-	16,625	-	-
11083L	Larkspur Tank / Repair & Paint	576,522	-	23,478	-	-
11083S	Sawmill/Hunter's Tanks / Repair & Paint	1,799,345	-	10,751	-	-
11083W	Wallace Tanks / Repair & Paint	1,493,076	-	7,020	-	-
11088	Jenny Lind Tank A-B Trans Line	6,678,690	-	31,407	2,652	(2,652)
11095	EP Redwood Tanks Replacement	3,307,527	1,500,000	877,762	29,840	1,470,160
11096	WP AMR/AMI Meter Program	4,742,570	5,000,000	493,569	34,738	4,965,262
11099	Meadowmont P/S Improvement	204,121	100,000	84,169	-	100,000
11100	Wallace SCADA System Improvements	64,763	-	-	-	-
11101	District Corp Yard	1,121,391	900,000	292,665	112,332	787,668
11103	Hunter's Raw Water Pumps Renovation	2,071,548	210,000	10,136	5,205	204,795
11104	Lake Tulloch Submerged Water Line Cross	6,250,000	-	-	-	-
11106	West Point Backup Water Filter	2,194,922	1,200,000	37,728	25,758	1,174,242
11107	WP SCADA Improvements	109,566	-	434	-	-
11108	Big Trees Pump Stations 1, 4 & 5 Repl	1,499,893	-	203	-	-
11109	White Pines Tule Removal/Spillway	100,000	100,000	-	807	99,193
11110	Reeds Turnpike Pump Station Repl	494,784	25,000	5,311	-	25,000
11111	Copper Cove Tank B Pump Station Renov	1,264,893	-	107	-	-
11112	White Pines Dam/Blanket Drain Rehab	35,918	35,918	29,082	970	34,948
11115	EP Larkspur Pump Station Rehab	750,000	-	-	-	-
11116	EP Pinebrook Tank Rehab	400,000	-	-	-	-
11118	JL Filters 3/4/5 Rehab/Coating	658,487	450,000	408,282	200,152	249,848
11119	JL Tanks A,B,E,F Rehab	2,000,000	-	-	-	-
11120	JL Raw Water Intake Structure	4,000,000	-	-	-	-
11121	JL Tank C Replacement	1,000,000	-	-	-	-
11122	CC Zone B-C Trans Pipeline & Pump Stn	9,000,000	-	-	-	-
11123	West Point Acorn Pump Station/Trans Ppln	2,010,000	-	-	-	-
11124	West Point Middle Fork Pump Station	1,610,000	-	-	-	-
11125	Sheep Ranch Water Plant Replacement	800,000	-	-	3,500	(3,500)
11126	Sheep Ranch Distribution System Replacement	6,000,000	200,000	-	4,660	195,340
11127	Sheep Ranch Clearwell Rehab/ Repair and Paint	350,000	-	1,760	32,702	(32,702)
various	Misc Road Repairs / CalOES	16,499	60,000	-	-	60,000
	West Point Regulator Repair/Tule Removal	100,000	-	-	-	-
	EP Hunters WTP Clearwell Rehab/Coating	-	-	-	-	-
	Copper Cove O'Byrnes Water Line Extension	110,000	110,000	-	-	110,000
TOTALS		64,253,790	10,470,918	2,373,250	453,315	10,017,603

CALAVERAS COUNTY WATER DISTRICT
Capital Improvement Program
Expenditure Report - Wastewater Projects
Year-to-Date through 09/30/2021

Project No.	Description	Estimated Cost	FY 21-22 Cash Flow	Prior Years Expenditures	FY 21-22 Expenditures	FY 21-22 Remaining Balance
15076	CC L/S #6, 8 & Force Main Bypass	4,239,755	250,000	292,244	2,624	247,376
15080	CC L/S #15 & 18 Renovations	3,230,407	250,000	305,980	3,822	246,178
15087	Wallace Treatment Plant Renovations	189,207	175,000	111,155	72,016	102,984
15091	West Point/Wilseyville Consol Constr	5,471,126	500,000	173,557	8,226	491,774
15094	CC Secondary/Tertiary/UV Improvements	14,970,625	150,000	29,567	6,868	143,132
15095	Arnold Secondary Clarifier	3,417,172	550,000	98,992	63,952	486,048
15097	LC Biolac, Clarifier & UV Improvements	3,999,046	250,000	1,146	-	250,000
15101	LaContenta Spray Fields	989,350	-	13,100	91,229	(91,229)
15102	Arnold Tertiary Filter Rehab	250,000	-	-	-	-
15103	Arnold Effluent Storage Tank Rehab	250,000	-	-	-	-
15104	Arnold L/S 2&3 Improvements	2,000,000	-	-	-	-
15106	FM UV Disinfection System Replacement	300,000	300,000	-	-	300,000
15108	Regional Biosolids/Sludge Handling	1,500,000	-	-	-	-
15109	Collection System Rehab and I&I Mitigation	150,000	50,000	-	-	50,000
15110	Sequoia Woods Leach Field Rehab	150,000	-	-	-	-
15111	Vallecito WWTP System Improvements	130,000	130,000	10,800	-	130,000
	LaContenta Sand Filter Rehab	-	50,000	-	-	50,000
	CCWWTP Tertiary Filter	1,400,000	-	-	-	-
	CC Lift Station Rehab - General	5,000,000	-	-	-	-
TOTALS		47,636,688	2,655,000	1,036,541	248,736	2,406,264

Agenda Item

DATE: October 19, 2021

TO: Finance Committee

FROM: Rebecca Callen, Director of Administrative Services

SUBJECT: Report on the FY 2021-22 First Quarter Investment Activities

RECOMMENDED ACTION:

Receive Chandler Asset Management Report on the FY 2021-22 First Quarter Investment Activity

SUMMARY:

Stated below are cash and investment balances for June 30, and September 30, along with the change in respective balances:

Asset Description	6/30/2021	9/30/2021	Change
Cash, Umpqua Bank (general account)	\$ 1,508,572	\$ 2,830,985	\$ 1,322,413
Cash on Hand, Petty Cash & Cash Drawer	600	600	-
Local Agency Investment Fund (LAIF)	24,872,841	12,891,342	(11,981,499)
Chandler Asset Management	9,968,764	19,989,288	10,020,524
Money Market Accounts	57	-	(57)
Trustee Accounts	36,448	88,645	52,197
Total Cash and Investments	<u>\$ 36,387,282</u>	<u>\$ 35,800,861</u>	<u>\$ (586,421)</u>
District Funds		\$ 35,125,189	
Advanced Grant Funds		50,025	
Trustee Accounts		88,645	
Assessment District Funds		<u>537,002</u>	
Total Funds		<u>\$ 35,800,861</u>	

This report is pre-audit data for the first quarter of FY 2021-22 and covers the months July through September 2021.

Since the inception of Chandler Asset Management handling the District's investments, \$20M has been transferred from LAIF to CAM for investing and growing the District's assets. In addition, \$2M was transferred from LAIF to the District's Operating account in anticipation of some project disbursements. The Umpqua Bank Money Market account was closed during the first quarter of the year. Interest earnings will be recorded on a quarterly basis.

FINANCIAL CONSIDERATIONS:

Staff continue to monitor cash flow to ensure operational needs are met and excess funds are invested accordingly.

Calaveras County Water District

Period Ending September 30, 2021

CHANDLER ASSET MANAGEMENT, INC. | 800.317.4747 | www.chandlerasset.com



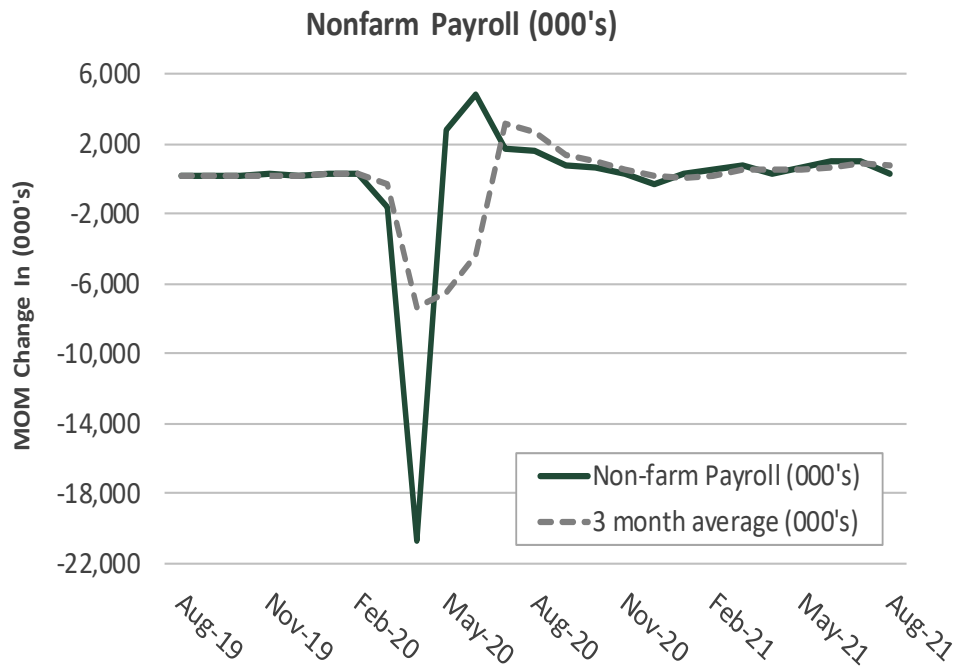
SECTION 1	Economic Update
SECTION 2	Account Profile
SECTION 3	Consolidated Information
SECTION 4	Portfolio Holdings
SECTION 5	Transactions

Section 1 | Economic Update

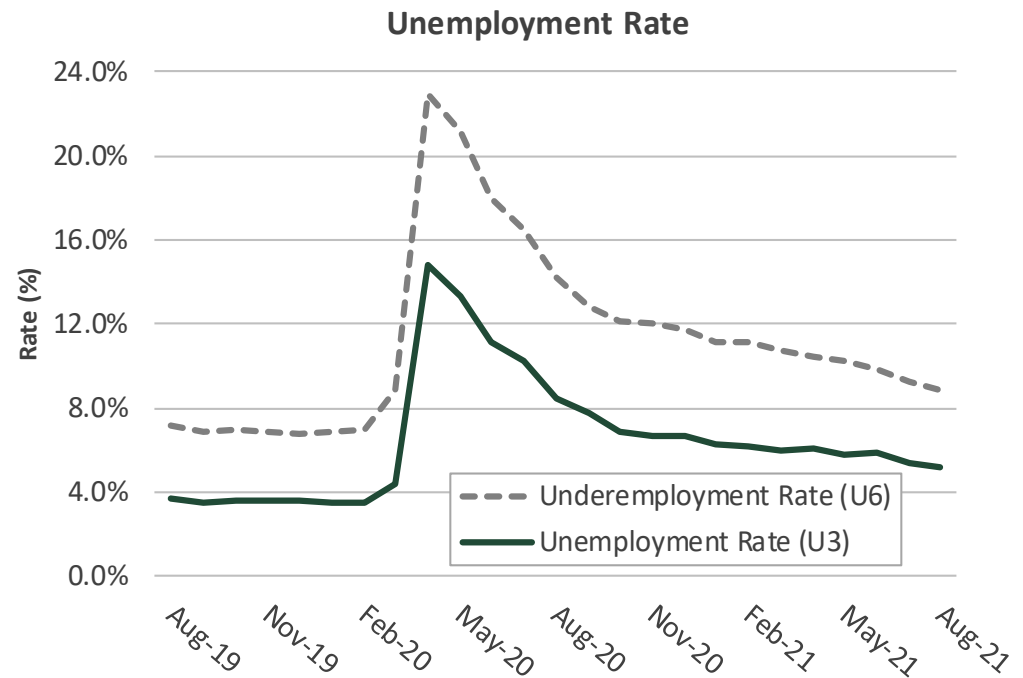
Economic Update

- While some pockets of the economy remain dislocated, US real gross domestic product (GDP) has recovered to pre-pandemic levels. The recovery has been fueled by robust fiscal spending, accommodative monetary policy, and vaccinations. These factors are beginning to moderate but should continue to provide tailwinds for the economy in the coming quarters. The resurgence of the virus in the US is causing some disruption in economic activity and having a negative impact on consumer sentiment. Supply chain and labor market disruptions are also likely to continue while global infection rates remain uncontained, putting ongoing upward pressure on transportation, input, and labor costs. Some pandemic-related fiscal relief has started to phase out, but an infrastructure spending plan is on the horizon. Meanwhile, the Federal Reserve remains accommodative and continues to facilitate further improvement in the labor market. Overall, we believe the US economy continues to grow at a strong, above-trend, pace but we believe economic data will remain somewhat choppy over the near-term.
- The Federal Open Market Committee (FOMC) kept monetary policy unchanged at its September meeting but indicated that they are preparing to reduce the magnitude of their asset purchases. The fed funds target rate remains in the range of 0.0% to 0.25%. For now, the Fed continues to purchase \$80 billion of Treasuries per month, and \$40 billion of agency mortgage-backed securities per month. However, the Fed is now widely expected to make the official announcement about tapering asset purchases at the next FOMC meeting in early November. The tapering process would likely commence December 1st, and Fed Chair Powell signaled that asset purchases would likely end by mid-2022. The projected timeline for liftoff on rate hikes was also pulled forward in the Fed's updated summary of economic projections. The median estimate among Fed policymakers now calls for one 25 basis point rate hike in 2022, versus the previous outlook for no rate hikes next year. Monetary policy remains highly accommodative for now but the Fed is moving toward a path of policy normalization. We believe the Fed will be cautious as it moves toward a slow and steady withdrawal of monetary policy accommodation, amid a backdrop of an improving labor market and growing economy.
- The Treasury yield curve steepened in September. The 10-year Treasury yield rose nearly 18 basis points in September to 1.49%, while the 2-year Treasury yield rose about seven basis points to 0.28%. We believe some of the factors that put downward pressure on longer-term rates over the summer including concerns about the Delta COVID-19 variant, market technicals, and uneven global vaccination rates, have started to ease. We expect the front-end of the curve to remain anchored near zero over the near-term and believe the yield curve may be poised for further steepening. At the end of September, the 10-year Treasury yield was down about 25 basis points from its high this year in March.

Employment



Source: US Department of Labor

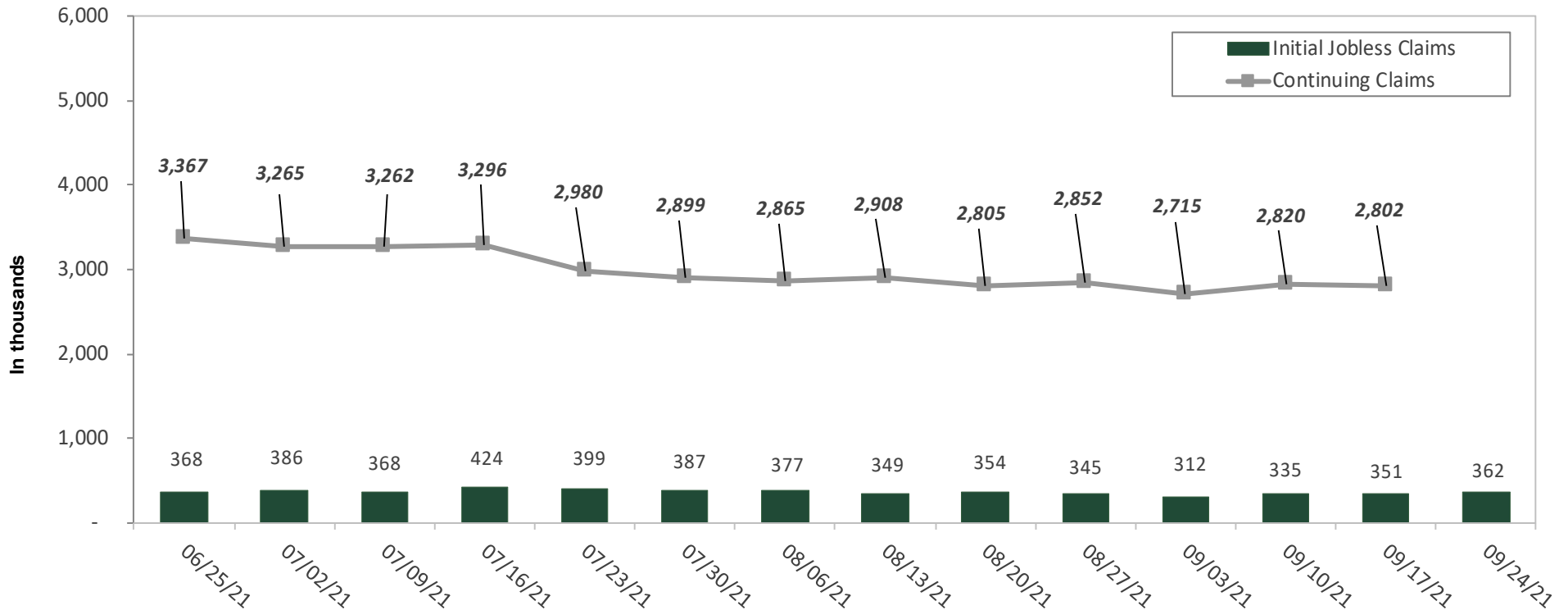


Source: US Department of Labor

Job growth underwhelmed in August as nonfarm payrolls increased by 235,000 compared to the Bloomberg consensus estimate of 733,000. However, there were upward revisions to the prior months and the three-month moving average is a robust 750,000 compared to the six-month moving average of 653,000, signaling momentum in the trend. Both the unemployment rate (U-3) and underemployment rate (U-6) moved lower in August to 5.2% and 8.8%, compared to 5.4% and 9.2% in July, respectively. Average Hourly Earnings on a year-over-year basis ticked higher to 4.3% versus 4.1% last month, foreshadowing the risk case of wage inflation remaining elevated over an intermediate time horizon due to the pandemic related distortions between the demand and supply of workers.

Initial Claims for Unemployment

Initial Claims For Unemployment June 25, 2021 - September 24, 2021

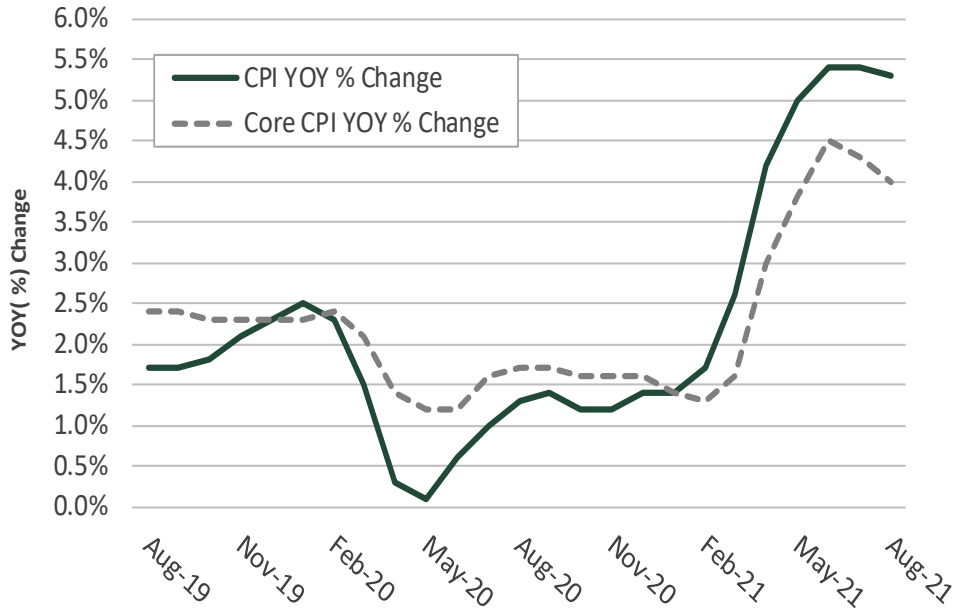


Source: US Department of Labor

In the most recent week, the number of initial jobless claims was 362,000 versus 351,000 in the prior week. The level of continuing unemployment claims (where the data is lagged by one week) declined to 2.802 million from 2.820 million in the prior week. Continuing jobless claims have declined significantly from the peak of nearly 25 million in May 2020, but they remained above the 2019 (pre-pandemic) average of 1.7 million.

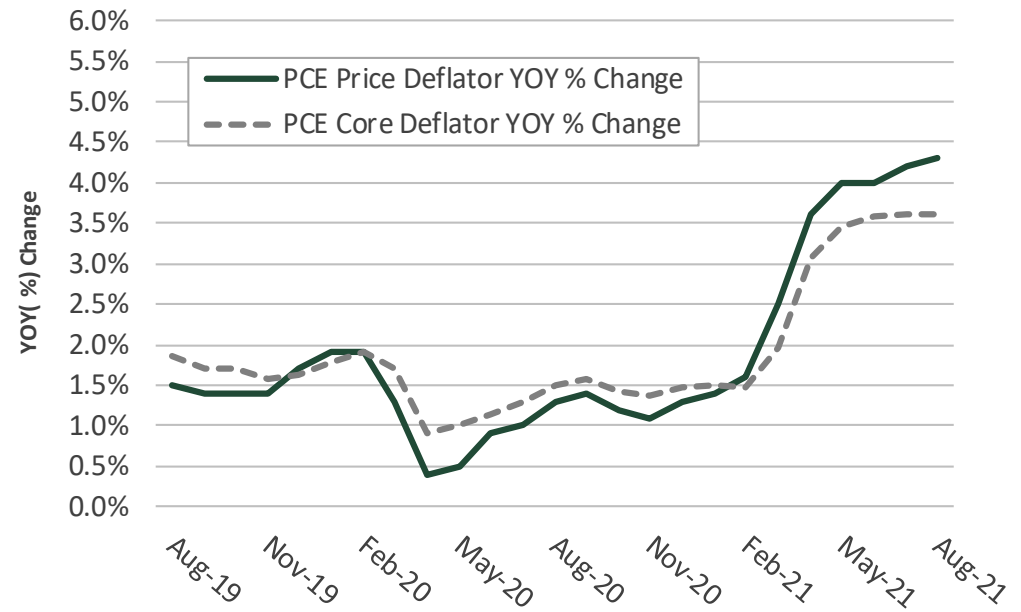
Inflation

Consumer Price Index (CPI)



Source: US Department of Labor

Personal Consumption Expenditures (PCE)

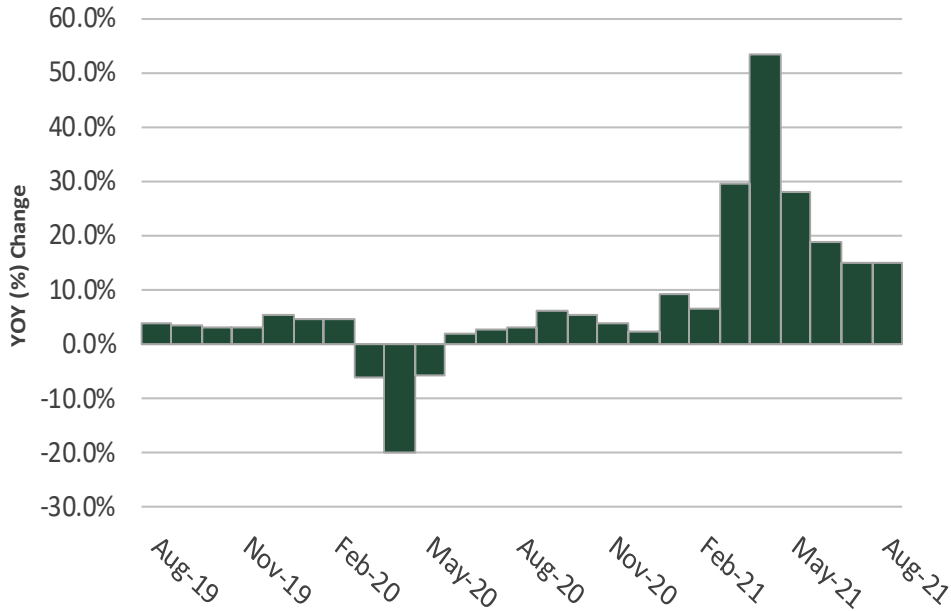


Source: US Department of Commerce

The Consumer Price Index (CPI) was up 5.3% year-over-year in August, versus up 5.4% year-over-year in July. Core CPI (CPI less food and energy) was up 4.0% year-over-year in August (below expectations), versus up 4.3% in July, suggesting that pricing pressures may be easing slightly. The Personal Consumption Expenditures (PCE) index was up 4.3% year-over-year in August, versus up 4.2% in July. Core PCE was up 3.6% year-over-year in August, unchanged from July. Current inflation readings are running well above the Fed's longer-run target of around 2.0%. While the Fed believes many of the factors fueling higher inflation will be temporary, the upward pressure on inflation from supply chain bottlenecks and pandemic-related disruptions is likely to remain elevated over the near-term.

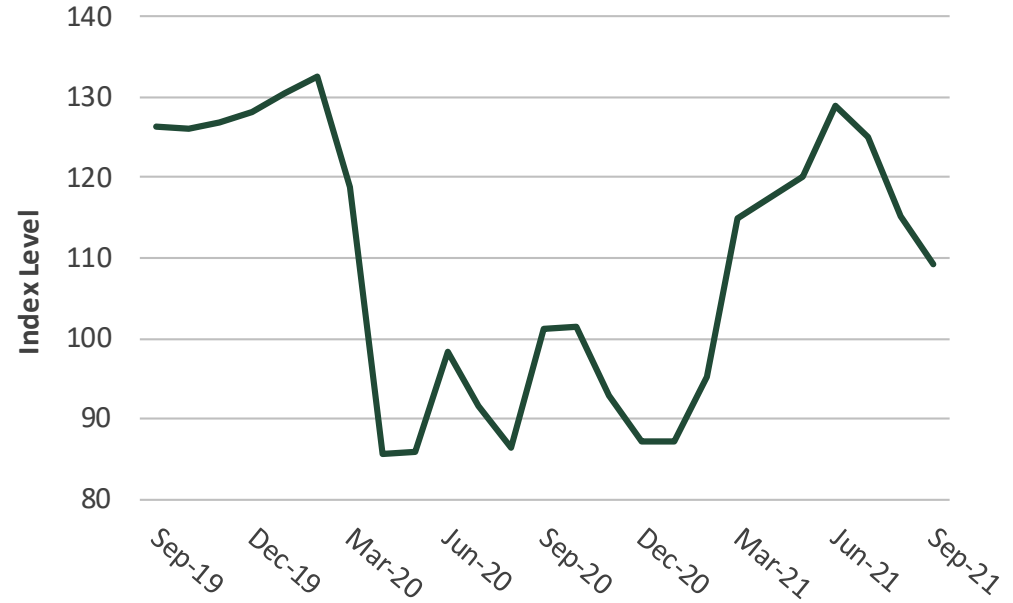
Consumer

Retail Sales YOY % Change



Source: US Department of Commerce

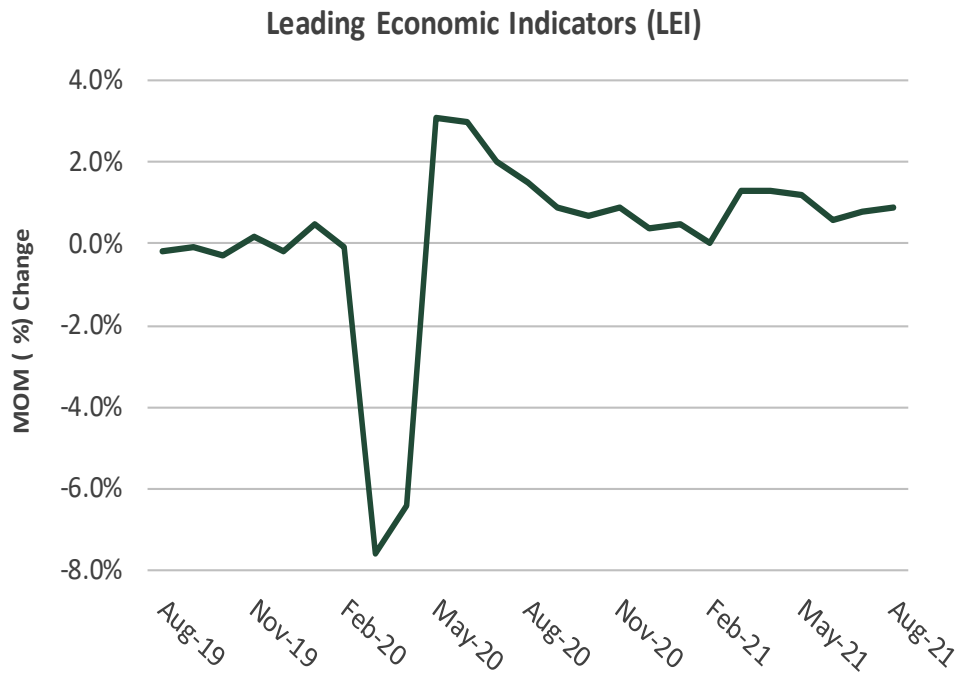
Consumer Confidence



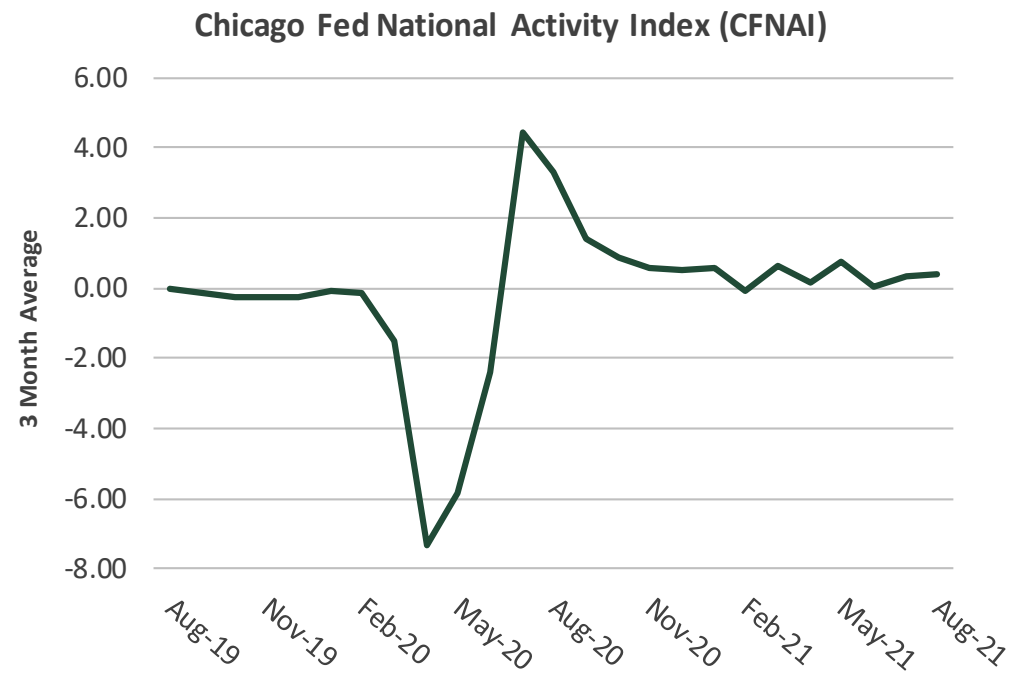
Source: The Conference Board

On a year-over-year basis, retail sales were up 15.1% in August. On a month-over-month basis, retail sales were stronger than expected in August, up 0.7% versus expectations of a 0.7% decline. The month-over-month gain was driven largely by increases in online shopping, furniture and home furnishings, and general merchandise stores. These gains were partially offset by declines in vehicles, electronics and appliances, sporting goods, hobby, musical instrument, and bookstores, on a seasonally adjusted basis. Excluding vehicles and gas, retail sales were up 2.0% month-over-month, following a 1.4% decline in July. In our view, the August retail sales report indicates that consumers have the propensity to spend but their spending patterns continue to be influenced by the pandemic, with the delta virus outbreak driving more people back to online shopping in the month. Furthermore, we believe high prices fueled by supply chain constraints on bigger ticket items like vehicles and appliances may now be pressuring sales of those items. The Consumer Confidence index declined to 109.3 in September from 115.2 in August. Consumers remain concerned about the Delta variant and the economic impact of the virus.

Economic Activity



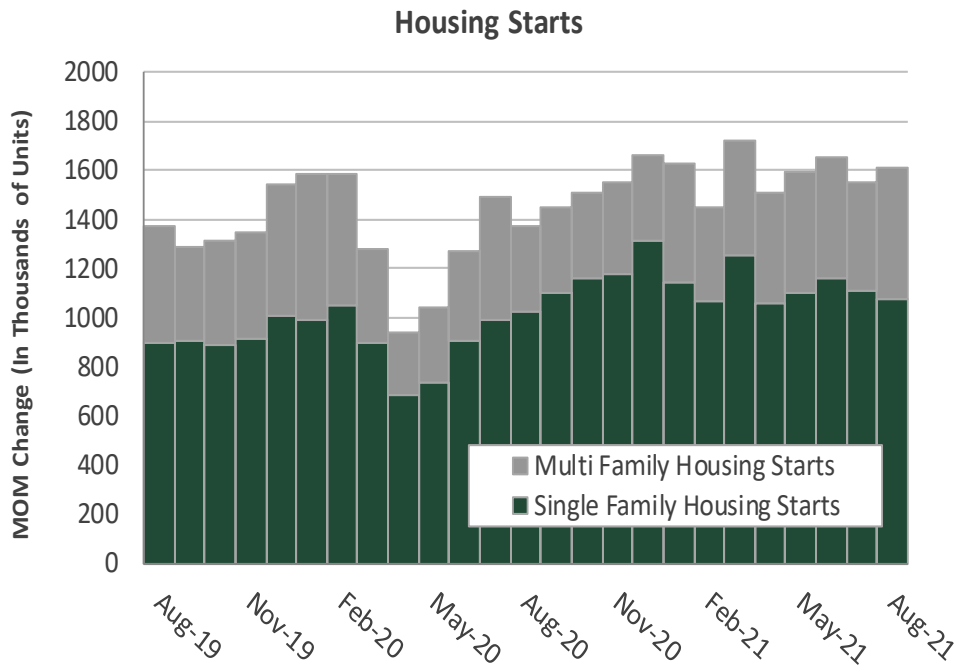
Source: The Conference Board



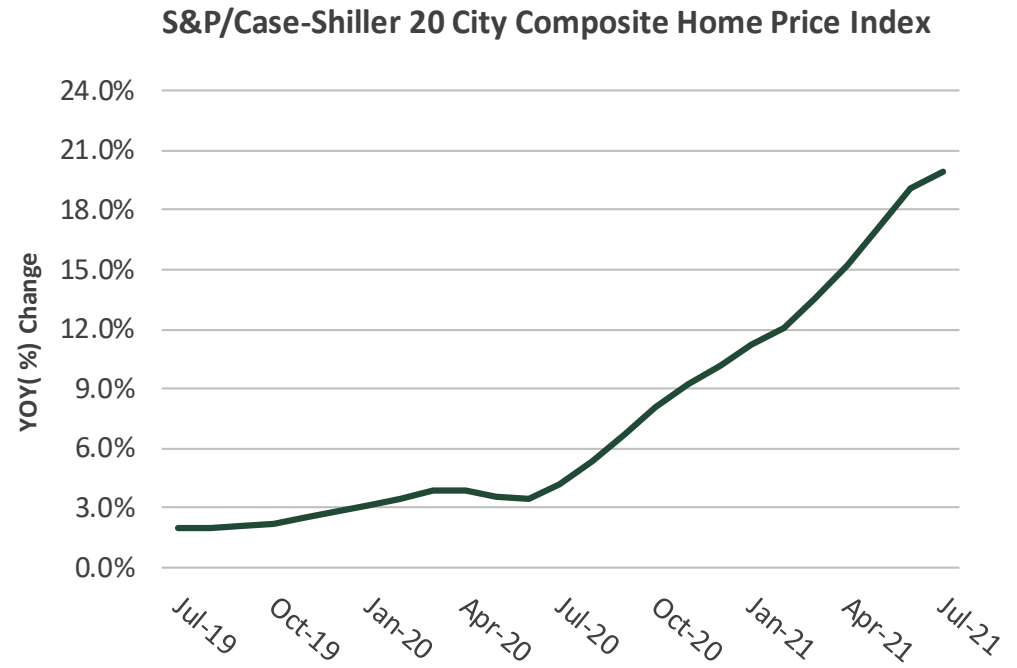
Source: Federal Reserve Bank of Chicago

The Conference Board’s Leading Economic Index (LEI) increased 0.9% month-over-month in August (slightly above expectations), following a 0.8% increase in July. On a year-over-year basis, the LEI was up 10.0% in August. According to the Conference Board, the LEI’s sharp increase in August suggests the economy is on a rapidly rising trajectory. The Conference Board is forecasting 6.0% GDP growth for 2021 and 4.0% GDP growth in 2022. Meanwhile, the Chicago Fed National Activity Index (CFNAI) declined to 0.29 in August from 0.75 in July, pulled down by production and employment. However, on a 3-month moving average basis, the CFNAI improved to 0.43 in August from 0.36 in July. A reading above zero signals above-trend economic growth.

Housing



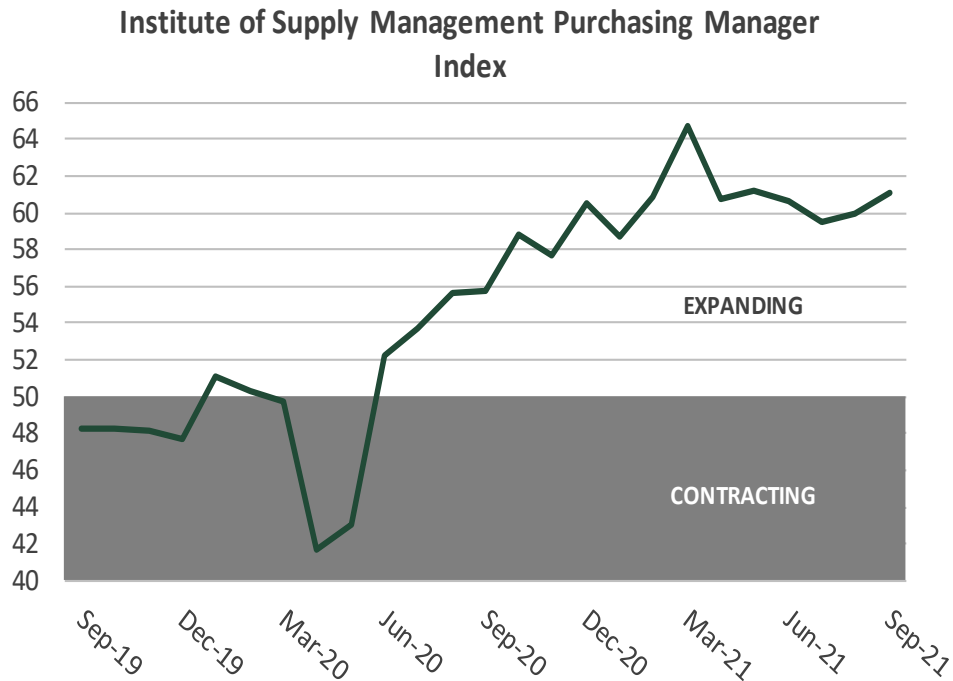
Source: US Department of Commerce



Source: S&P

Total housing starts increased 3.9% in August to an annual pace of 1,615,000, led by multi-family starts. Single-family starts declined 2.8% in August while multi-family starts rose 20.6%. On a year-over-year basis, housing starts were up 17.4% in August. According to the Case-Shiller 20-City home price index, home prices were up 20.0% year-over-year in July versus up 19.1% year-over-year in June. Low mortgage rates and tight supply continue to support prices.

Manufacturing



Source: Institute for Supply Management



Source: Federal Reserve

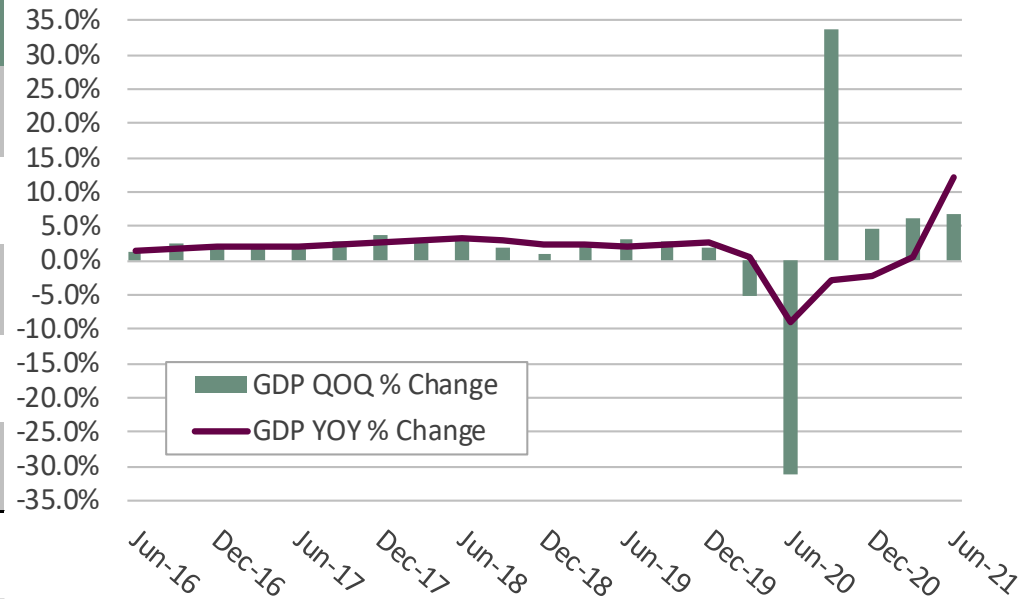
The Institute for Supply Management (ISM) manufacturing index increased to 61.1 in September from 59.9 in August. The index points to continued strength in manufacturing, as readings above 50.0 are indicative of expansion in the manufacturing sector. New orders were particularly strong, increasing to 66.7 in August from 64.9 in July, which The Industrial Production index was up 6.0% year-over-year in August, versus up 6.6% in July. On a month-over-month basis, the Industrial Production index increased 0.4% in August, following a 0.8% increase in July. Capacity Utilization increased to 76.4% in August from 76.2% in July but remains well below the long-run average of 79.8%. Chip shortages and other supply chain bottlenecks continue to weigh on activity in the manufacturing sector.

Gross Domestic Product (GDP)

Components of GDP	9/20	12/20	3/21	6/21
Personal Consumption Expenditures	25.5%	2.3%	7.4%	7.9%
Gross Private Domestic Investment	11.7%	4.0%	-0.4%	-0.7%
Net Exports and Imports	-3.3%	-1.7%	-1.6%	-0.2%
Federal Government Expenditures	-0.3%	-0.2%	0.8%	-0.4%
State and Local (Consumption and Gross Investment)	0.1%	0.1%	0.0%	0.0%
Total	33.8%	4.5%	6.3%	6.7%

Source: US Department of Commerce

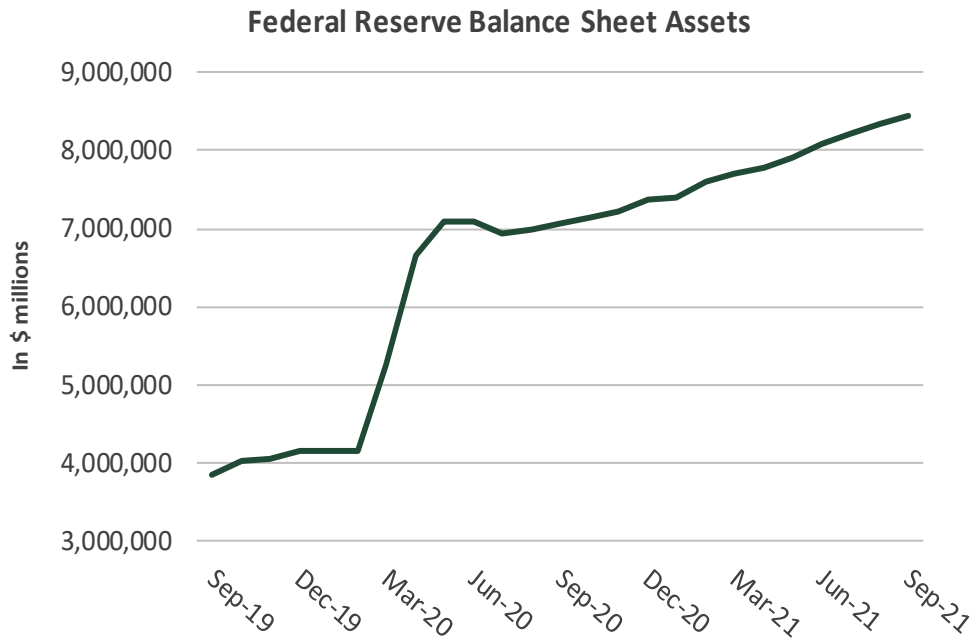
Gross Domestic Product (GDP)



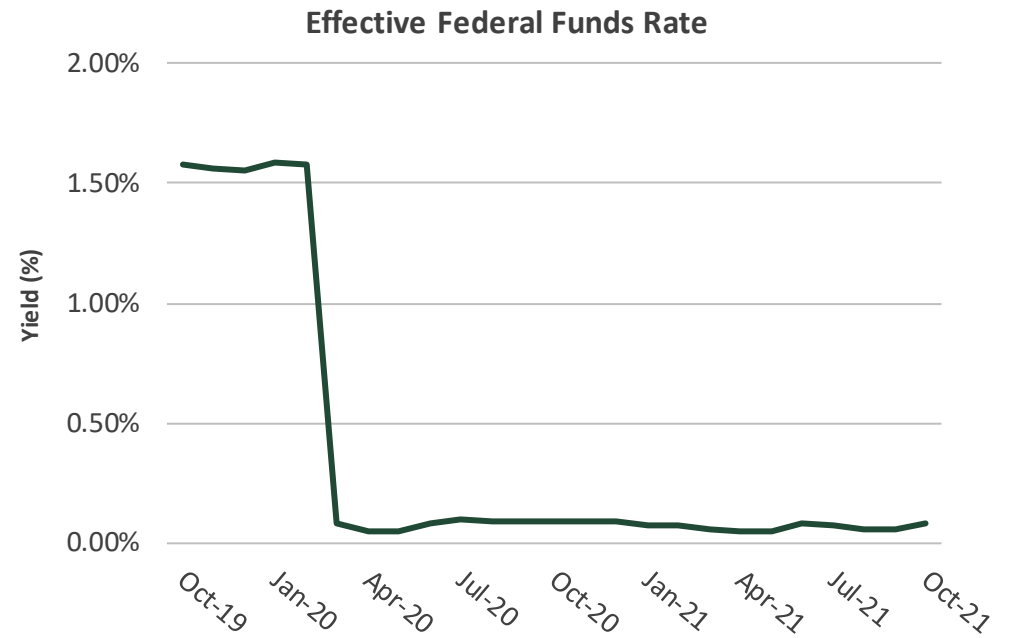
Source: US Department of Commerce

Real US gross domestic product (GDP) grew at an annualized rate of 6.7% in the second quarter, following 6.3% growth in the first quarter. As of the second quarter, real US GDP had exceeded its pre-pandemic level. The consensus forecast for full year 2021 US gross domestic product growth has moderated but remains well above the long-run trend growth rate of about 1.8%. The current Bloomberg consensus estimates for 2021 and 2022 US GDP growth are 5.9% and 4.1%, respectively, following a 3.4% decline in 2020.

Federal Reserve



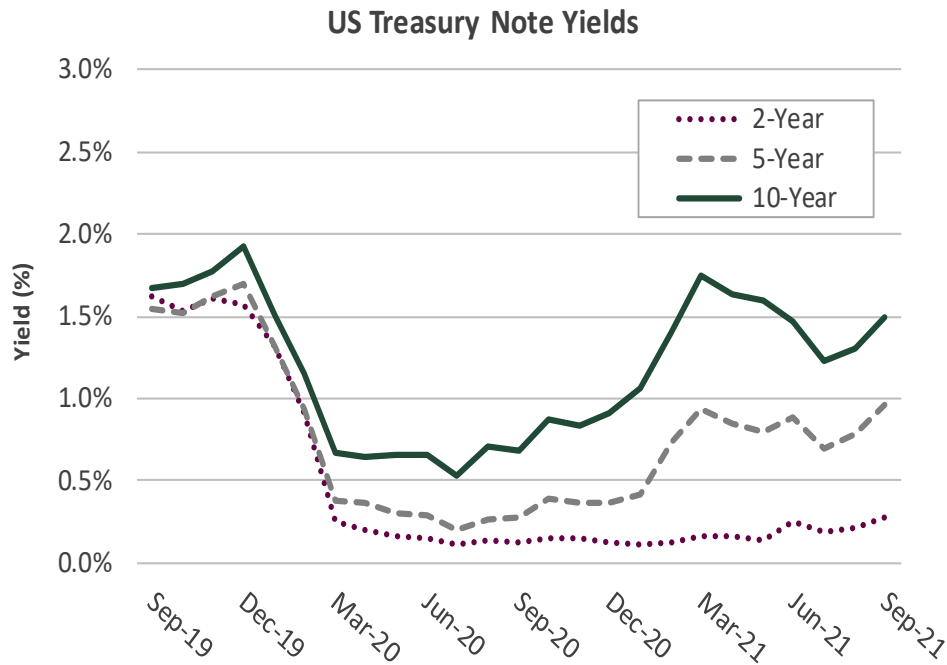
Source: Federal Reserve



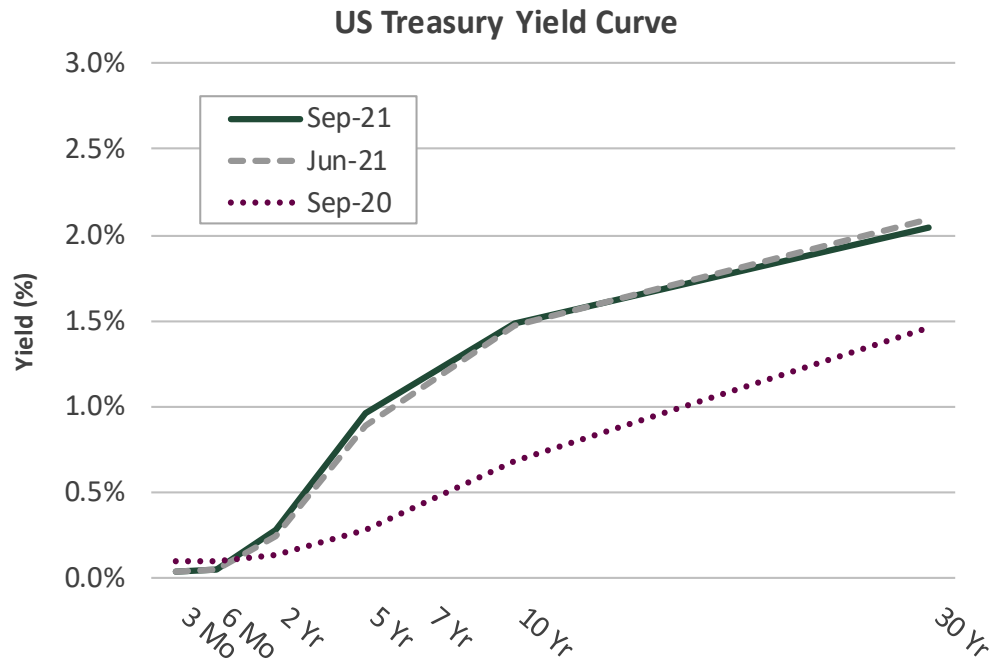
Source: Bloomberg

Last year, the Fed took a wide range of aggressive actions to help stabilize and provide liquidity to the financial markets. The Fed lowered the fed funds target rate to a range of 0.0%-0.25% and started purchasing Treasury and agency mortgage-backed securities (MBS) to support smooth market functioning. Last year, policymakers reinstated the Commercial Paper Funding Facility and Money Market Mutual Fund Liquidity Facility. The Fed also established the Primary Market Corporate Credit Facility, Secondary Market Corporate Credit Facility, Term Asset-Backed Securities Loan Facility, Paycheck Protection Program Liquidity Facility, Main Street Lending Facility, and Municipal Liquidity Facility. The Fed has also provided short-term funding through large-scale repo operations and lowered the reserve requirement for depository institutions. Notably, many of the Fed's lending facilities expired at the end of 2020, including the Fed's corporate credit, asset-backed securities, municipal lending, and Main Street Lending programs. In June 2021, the Fed announced plans to unwind its corporate credit facility. The Fed is now widely expected to start tapering their Treasury and agency MBS purchases before this year-end, and stop making asset purchases around the middle of next year.

Bond Yields



Source: Bloomberg



Source: Bloomberg

The treasury yield curve is steeper on a year-over-year basis. At the end of September, the 2-year Treasury yield was about 15 basis points higher and the 10-Year Treasury yield was about 80 basis points higher, year-over-year. However, the yield curve was less steep than the historical average. The spread between the 2-year Treasury yield and 10-year Treasury yield was 121 basis points at September month-end compared to the average historical spread (since 2002) of about 135 basis points. We believe the curve remains poised for further steepening, amid a growing economy and improving labor market, while the Fed is expected to slowly normalize monetary policy.



Section 2 | Account Profile

Investment Objectives

Safety of principal is the foremost objective of the investment program. The investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated. The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and liquidity needs.

Chandler Asset Management Performance Objective

The performance objective for the portfolio is to earn a total rate of return through a market cycle that is equal to or above the return on the benchmark index.

Strategy

In order to achieve this objective, the portfolio invests in high-quality fixed income securities that comply with the investment policy and all regulations governing the funds.

Calaveras County Water District Consolidated Account

This portfolio is a consolidation of assets managed by Chandler Asset Management and assets managed internally by Client. Chandler relies on Client to provide accurate information for reporting assets and producing this compliance statement.

Category	Standard	Comment
U.S. Treasuries	No limitations; Full faith and credit of the U.S. are pledged for the payment of principal and interest	Complies
Federal Agencies	25% max per Agency/GSE issuer; 20% max callable agency securities; Federal agencies or U.S. government-sponsored enterprise obligations, participations, or other instruments, including those issued or fully guaranteed as to principal and interest by federal agencies or U.S. government sponsored enterprises.	Complies
Supranational Obligations	"AA" rating category or higher by a Nationally Recognized Statistical Rating Organization ("NRSRO"); 30% max; 10% max per issuer; USD denominated senior unsecured unsubordinated obligations; Issued or unconditionally guaranteed by International Bank for Reconstruction & Development (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB)	Complies
Municipal Securities (CA, Local Agency)	"A" rating category or better by a NRSRO; 30% max; 5% max per issuer; Include bonds payable solely out of the revenues from a revenue-producing property owned, controlled or operated by a California local District, or by a department, board, District or authority of the state or such a local District	Complies
Municipal Securities (CA, Other States)	"A" rating category or better by a NRSRO; 30% max; 5% max per issuer; Include bonds including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state, or by a department, board, agency, or authority of any of the other 49 states, in addition to California.	Complies
Corporate Medium Term Notes	"A" rating category or better by a NRSRO; 30% max; 5% max per issuer; Obligations of corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S	Complies *
Non-Agency Asset-Backed Securities (ABS), Mortgage-Backed (MBS), Mortgage Pass Through, Collateralized Mortgage Obligation (CMO)	"AA" rating category or better by a NRSRO; 20% max (combined ABS/MBS/CMO); 5% max per Asset-Backed or Commercial Mortgage issuer; Asset-Backed Securities, Mortgage-Backed, Mortgage Pass Through Securities, Collateralized Mortgage Obligation not defined in Sections 5.01.19.02 (US Treasuries) and 5.01.19.03 (Federal Agencies) of the authorized investments section of the policy	Complies
Negotiable Certificates of Deposit (NCD)	The amount of NCD insured up to the FDIC limit does not require any credit ratings; Any amount above FDIC insured limit must be issued by institutions with "A-1" short-term debt rating or better by a NRSRO; or "A" long-term rating category or better by a NRSRO; 30% max; 5% max per issuer; Issued by a nationally or state-chartered bank, or a savings association or federal association, a state or federal credit union, or by a federally-licensed or state-licensed branch of a foreign bank; Any deposit shall not exceed the total paid-up capital and surplus of any depository bank, nor shall the deposit exceed the total net worth of any institution	Complies
FDIC Insured Time Deposits (Non-negotiable CD/TD)	Deposits of up to \$250,000 are allowable in any institution that insures its deposits with the Federal Deposit Insurance Corporation, regardless of Moody's or S&P ratings; 2 years max maturity	Complies
Collateralized Time Deposits (Non-negotiable CD/TD)	"A" rating category or better by a NRSRO in commercial banks and savings and loans; In the event a bank does not meet the minimum ratings, a tri-party collateral arrangement may be substituted in lieu of a rating lower than "A"; The third-party institution must be acceptable to the District and have account in the name of the Calaveras County Water District; The market value of the collateral in the account must not fall below 110% of the value of the deposit(s) at any time; The securities in the account must conform to Government Code 53651 with the exception that real estate mortgages are not acceptable collateral; The District will maintain a first perfected security interest in the securities pledged against the deposit and shall have a contractual right to liquidation of pledged securities upon the bankruptcy, insolvency, or other default of the counter party; Collateralized certificates of deposits issued by a state or nationally chartered bank, a state or federal association or a state or federal credit union; 2 years max maturity	Complies

Compliance - Continued

As of September 30, 2021

Passbook Deposits	As authorized by Government Code 53637	Complies
Banker's Acceptances	"A-1" short-term debt rated or better by a NRSRO; or "A" long-term debt rating category or better by a NRSRO; 40% max; 5% max per issuer; 180 days max maturity	Complies
Commercial Paper	"A-1" rated or higher by a NRSRO; "A" rated issuer or higher by a NRSRO, if any long-term debt; 25% max; 5% max per issuer; 270 days max maturity; 10% max outstanding commercial paper of any single issuer; The entity that issues the commercial paper shall meet all conditions in either (A) or (B): (A) 1. Organized and operating in the U.S. as a general corporation; 2. Has total assets >\$500 million; 3. Has debt other than commercial paper, if any, that is "A" rating category or higher by a NRSRO; (B) 1. Organized within the U.S. as a special purpose corporation, trust, or LLC; 2. Has program wide credit enhancements including, but not limited to, overcollateralization, letters of credit or surety bond; and 3. "A-1" rated or higher by a NRSRO	Complies
Money Market Mutual Funds	20% max; Registered with SEC under Investment Company Act of 1940 and issued by diversified management companies and meet either of the following criteria: (i) Highest rating by two NRSROs; or (ii) Retained an investment adviser registered or exempt from SEC registration with > 5 years experience managing money market mutual funds with AUM >\$500 million	Complies
Local Agency Investment Fund (LAIF)	Fees charged by LAIF as well as investment limits are limited by the Statute; Not used by investment adviser	Complies
Local Government Investment Pool (LGIP)	Share of beneficial interest in a Join Powers Authority as authorized by Government Code section 53601(p)	Complies
Repurchase Agreements	20% max; 102% Collateralized; 1 year max maturity; Not used by investment adviser	Complies
Mitigating Credit Risk; Security Downgrade	If securities owned by the District are downgraded to a level below the quality required by the investment policy, it will be the District's policy to review the credit situation and make a determination as to whether to sell or retain such securities in the portfolio; If a security is downgraded, the General Manager or designee will use discretion in determining whether to sell or hold the security based on its current maturity, economic outlook for the issue, and other relevant factors; If a decision is made to retain a downgraded security in the portfolio, its presence in the portfolio will be monitored and reported monthly to the Board of Directors.	Complies
Max Per Issuer	5% max per issuer, unless otherwise specified in the policy	Complies
Maximum Maturity	5 years maximum maturity, unless matched to a specific requirement and approved by the Board of Directors	Complies

* Security inherited from previous manager: Lehman Brothers (525ESC6J3); Defaulted; NR

Calaveras County Water District

	9/30/2021		6/30/2021
	Benchmark*	Portfolio	Portfolio
Average Maturity (yrs)	2.65	2.73	3.19
Average Modified Duration	2.58	2.60	3.06
Average Purchase Yield	n/a	0.44%	0.45%
Average Market Yield	0.46%	0.54%	0.56%
Average Quality**	AAA	AA+/Aa1	AA+/Aa1
Total Market Value		19,944,399	9,968,764

*ICE BofA 1-5 Yr US Treasury & Agency Index

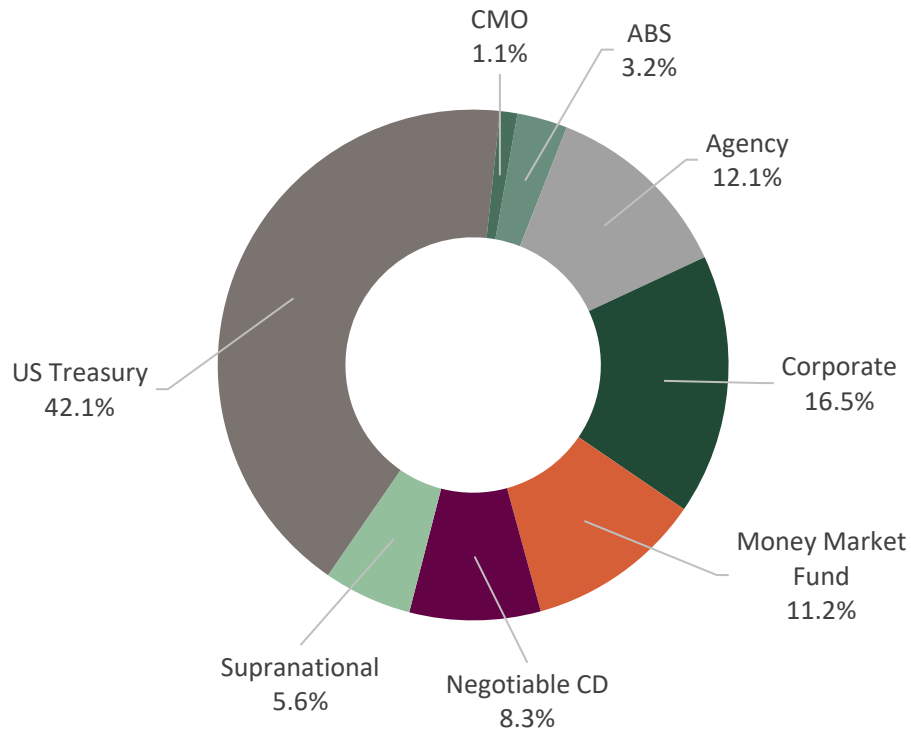
**Benchmark is a blended rating of S&P, Moody's, and Fitch. Portfolio is S&P and Moody's respectively.

Sector Distribution

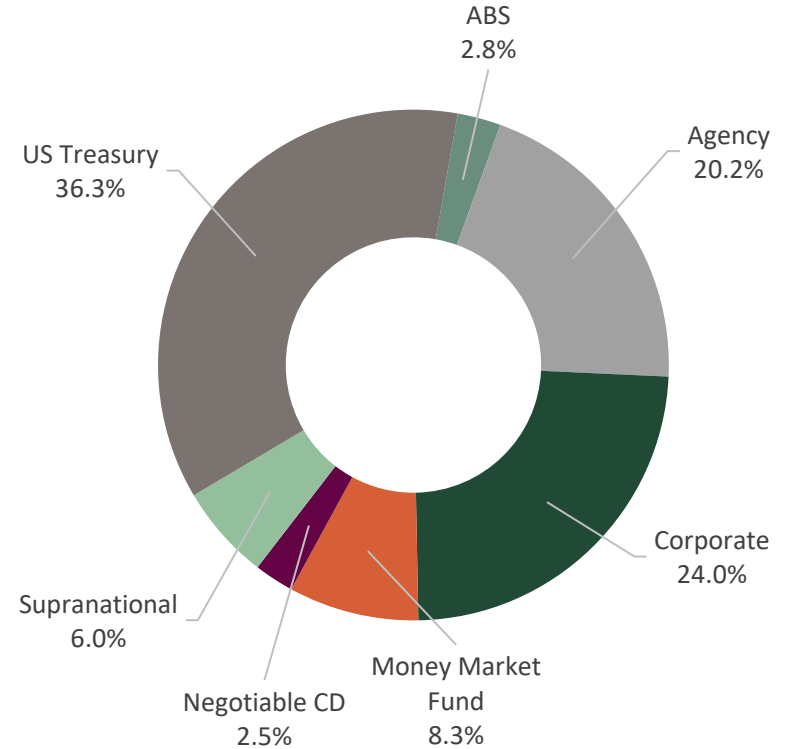
As of September 30, 2021

Calaveras County Water District

September 30, 2021



June 30, 2021



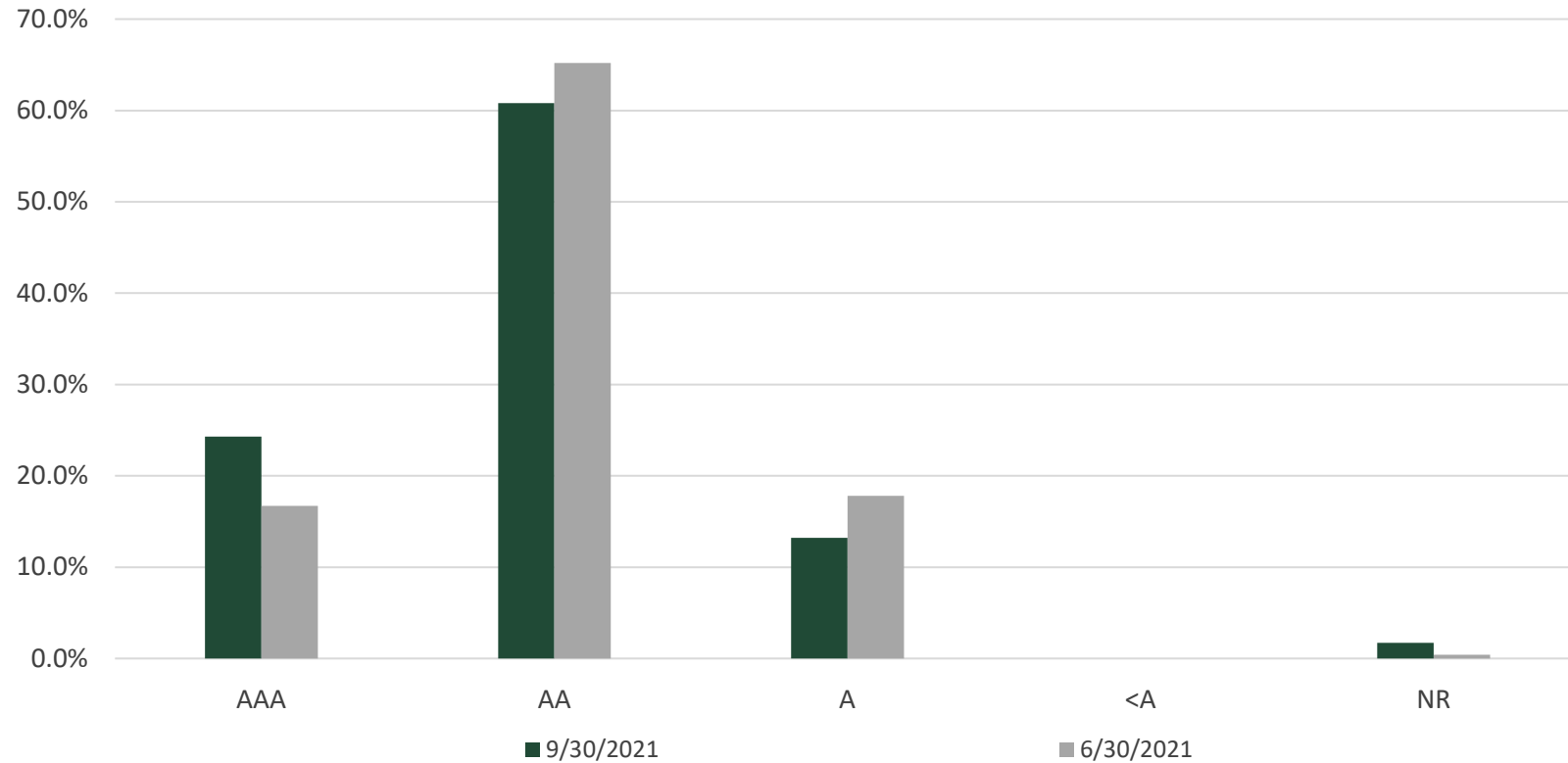
Calaveras County Water District – Account #10767

Issue Name	Investment Type	% Portfolio
Government of United States	US Treasury	42.13%
First American Govt Oblig Fund	Money Market Fund	11.15%
Federal National Mortgage Association	Agency	8.08%
Federal Home Loan Mortgage Corp	Agency	3.99%
Inter-American Dev Bank	Supranational	2.60%
Svenska Handelsbanken NY	Negotiable CD	2.51%
Nordea Bank APB New York	Negotiable CD	2.51%
MUFG Bank Ltd/NY	Negotiable CD	2.01%
Intl Bank Recon and Development	Supranational	1.98%
Royal Bank of Canada	Corporate	1.32%
Bank of America Corp	Corporate	1.31%
Bank of Montreal Chicago	Corporate	1.30%
Berkshire Hathaway	Corporate	1.29%
Bank of Nova Scotia Houston	Negotiable CD	1.25%
Apple Inc	Corporate	1.24%
JP Morgan Chase & Co	Corporate	1.09%
Toronto Dominion Holdings	Corporate	1.06%
Federal Home Loan Mortgage Corp	CMO	1.06%
US Bancorp	Corporate	1.05%
Bank of New York	Corporate	1.04%
International Finance Corp	Supranational	1.03%
Charles Schwab Corp/The	Corporate	1.01%
United Health Group Inc	Corporate	1.01%
Caterpillar Inc	Corporate	0.83%
Paccar Financial	Corporate	0.73%
Toyota ABS	ABS	0.73%
Deere & Company	Corporate	0.68%
Toyota Motor Corp	Corporate	0.68%
GM Financial Automobile Leasing Trust	ABS	0.68%
Honda ABS	ABS	0.63%
Amazon.com Inc	Corporate	0.53%
John Deere ABS	ABS	0.38%
BMW Vehicle Lease Trust	ABS	0.30%
Mercedes-Benz Auto Lease Trust	ABS	0.25%
Wal-Mart Stores	Corporate	0.25%
Hyundai Auot Receivables	ABS	0.23%
Salesforce.com Inc	Corporate	0.10%
TOTAL		100.00%

Quality Distribution

As of September 30, 2021

**Calaveras County Water District
September 30, 2021 vs. June 30, 2021**



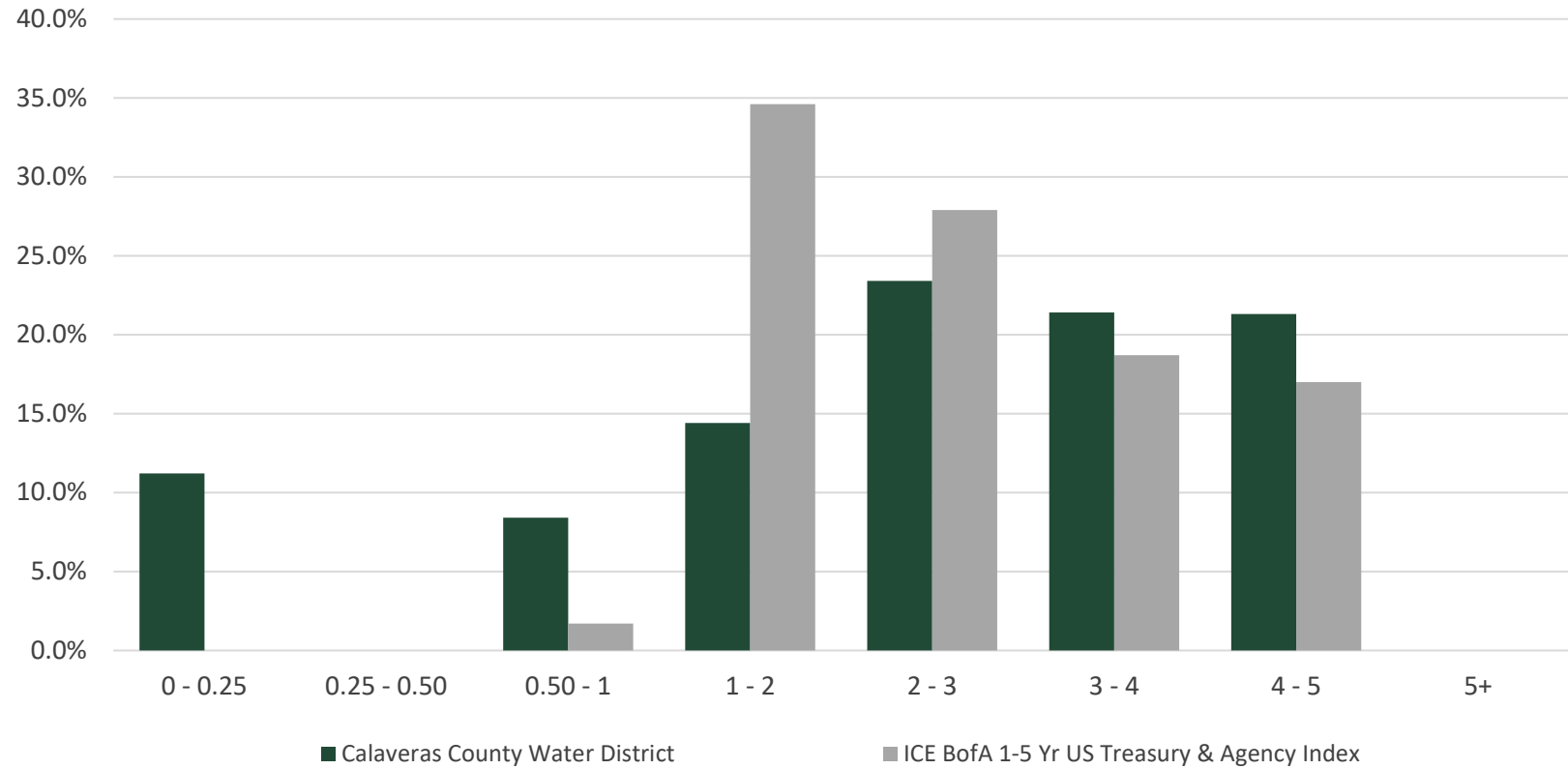
	AAA	AA	A	<A	NR
09/30/21	24.3%	60.8%	13.2%	0.0%	1.7%
06/30/21	16.7%	65.2%	17.8%	0.0%	0.4%

Source: S&P Ratings

Duration Distribution

As of September 30, 2021

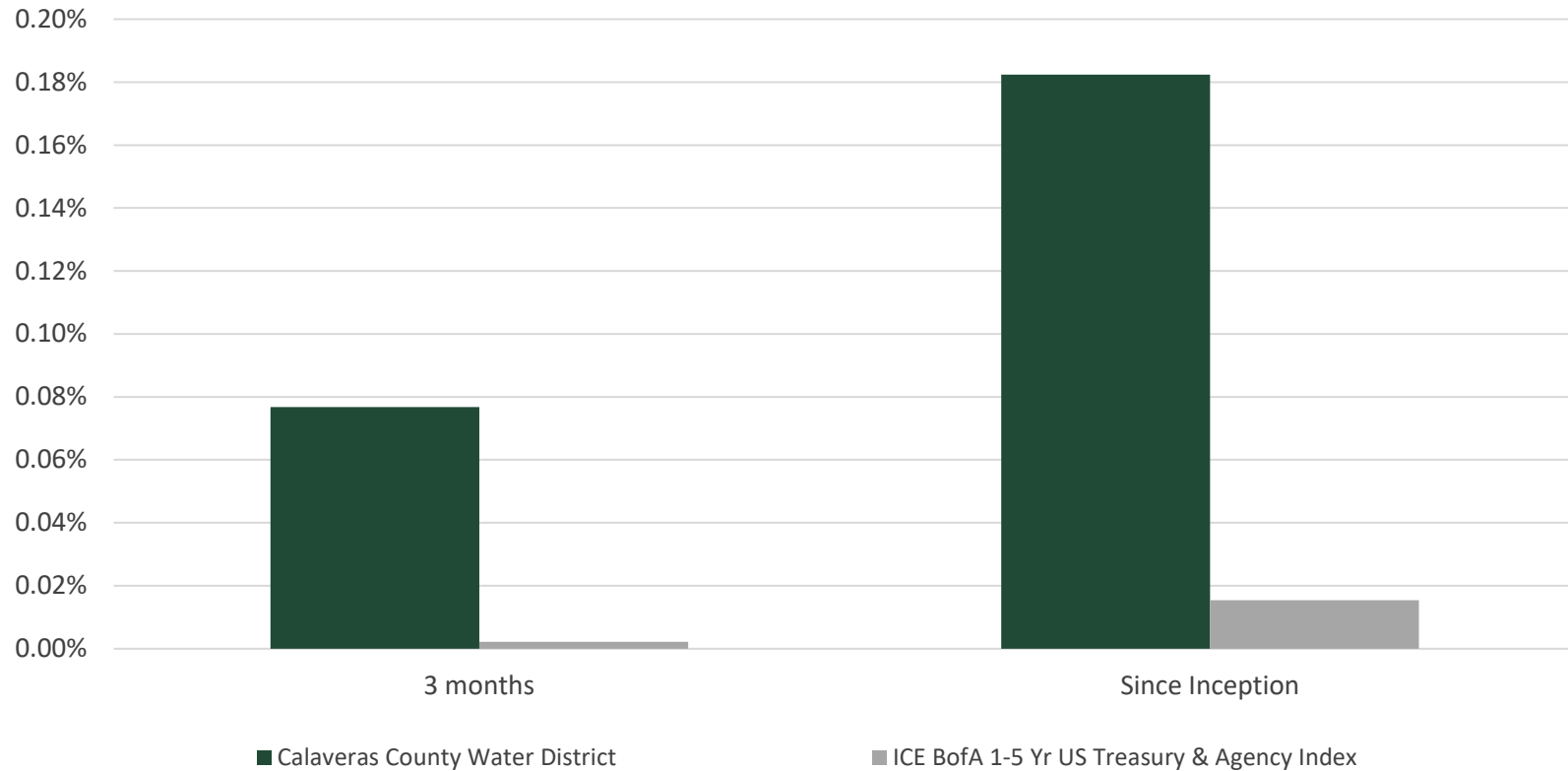
Calaveras County Water District
Portfolio Compared to the Benchmark as of September 30, 2021



	0 - 0.25	0.25 - 0.50	0.50 - 1	1 - 2	2 - 3	3 - 4	4 - 5	5+
Portfolio	11.2%	0.0%	8.4%	14.4%	23.4%	21.4%	21.3%	0.0%
Benchmark*	0.0%	0.0%	1.7%	34.6%	27.9%	18.7%	17.0%	0.0%

*ICE BofA 1-5 Yr US Treasury & Agency Index

Calaveras County Water District Total Rate of Return Since Inception 02/28/2021



TOTAL RATE OF RETURN	Latest 3 months	Since Inception
Calaveras County Water District	0.08%	0.18%
ICE BofA 1-5 Yr US Treasury & Agency Index	0.00%	0.02%

Total rate of return: A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending value; it includes interest earnings, realized and unrealized gains and losses in the portfolio.

Portfolio Characteristics

As of September 30, 2021

Calaveras County Water District Reporting Account

	9/30/2021 Portfolio	6/30/2021 Portfolio
Average Maturity (yrs)	0.00	0.00
Modified Duration	0.00	0.00
Average Purchase Yield	0.16%	0.22%
Average Market Yield	0.17%	0.23%
Average Quality*	NR/NR	NR/NR
Total Market Value	15,884,033	26,945,438

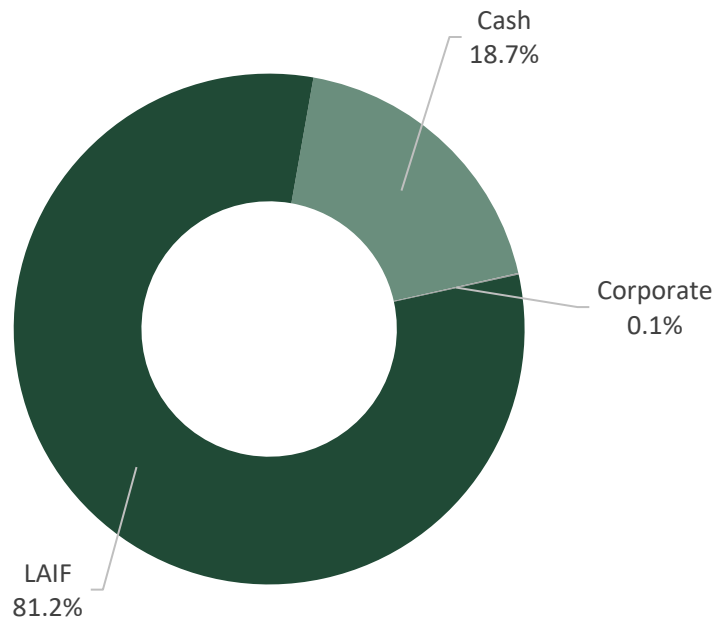
**Portfolio is S&P and Moody's, respectively.*

Sector Distribution

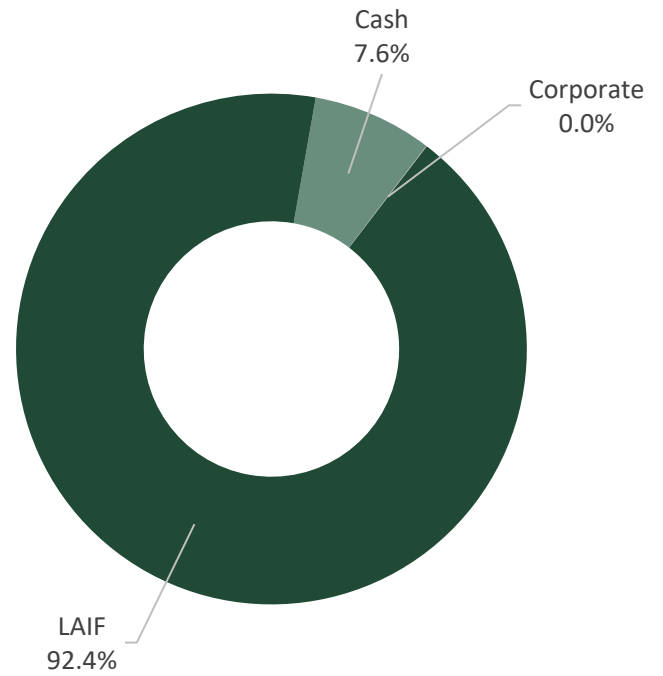
As of September 30, 2021

Calaveras County Water District Reporting Account

September 30, 2021



June 30, 2021



Calaveras County Water District Reporting Account – Account #10792

Issue Name	Investment Type	% Portfolio
Local Agency Investment Fund	LAIF	81.21%
Umbqua Bank	Cash	18.73%
Lehman Brothers Holdings	Corporate	0.06%
TOTAL		100.00%



Section 3 | Consolidated Information

Portfolio Characteristics

As of September 30, 2021

Calaveras County Water District Consolidated Account

	9/30/2021 Portfolio	6/30/2021 Portfolio
Average Maturity (yrs)	1.52	0.86
Modified Duration	1.45	0.83
Average Purchase Yield	0.31%	0.28%
Average Market Yield	0.37%	0.32%
Average Quality*	AA+/Aa1	AA+/Aa1
Total Market Value	35,828,432	36,914,203

* Portfolio is S&P and Moody's respectively.

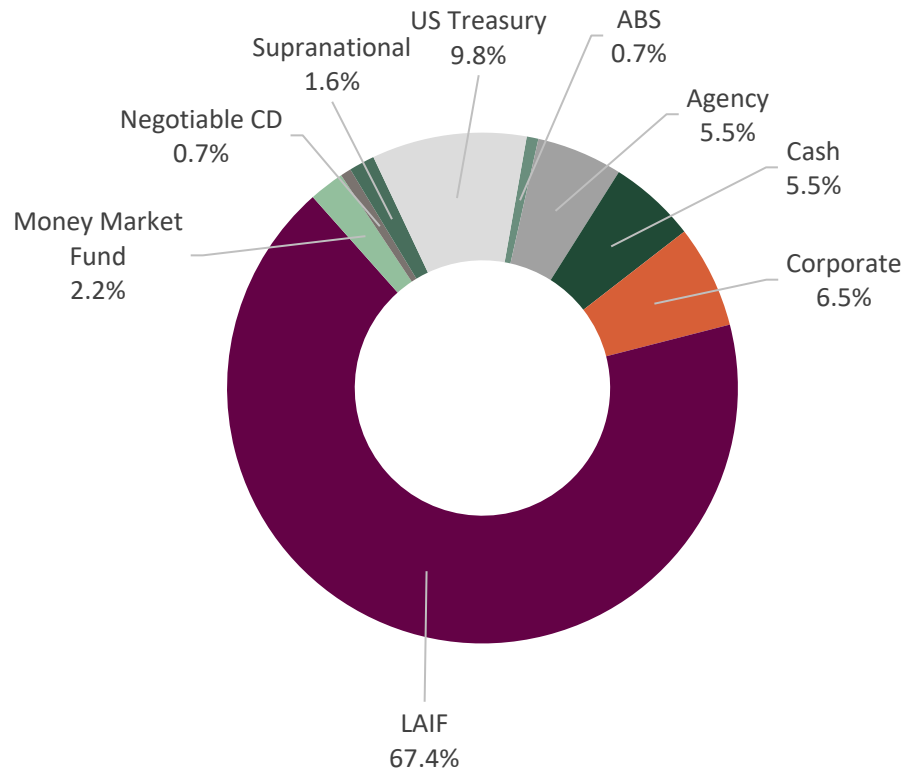
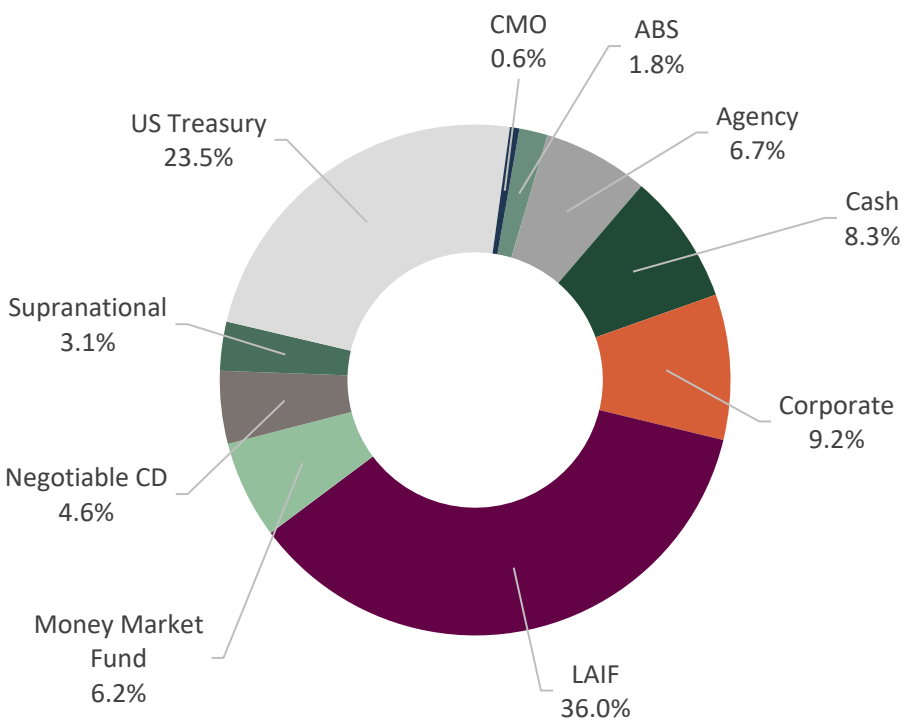
Sector Distribution

As of September 30, 2021

Calaveras County Water District Consolidated Account

September 30, 2021

June 30, 2021





Section 4 | Portfolio Holdings

Holdings Report

As of September 30, 2021

Calaveras County Water District - Account #10767

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
36262XAC8	GM Financial Auto Lease Trust 2021-3 A2 0.390% Due 10/21/2024	135,000.00	08/10/2021 0.39%	134,998.16 134,998.25	99.93 0.43%	134,910.36 16.09	0.68% (87.89)	NR / AAA AAA	3.06 1.88
58769KAD6	Mercedes-Benz Auto Lease Trust 2021-B A3 0.400% Due 11/15/2024	50,000.00	06/22/2021 0.40%	49,996.23 49,996.61	99.98 0.41%	49,988.25 8.89	0.25% (8.36)	NR / AAA AAA	3.13 1.80
09690AAC7	BMW Vehicle Lease Trust 2021-2 A3 0.330% Due 12/26/2024	60,000.00	09/08/2021 0.34%	59,993.81 59,993.93	99.91 0.38%	59,944.50 8.80	0.30% (49.43)	Aaa / NR AAA	3.24 1.77
47788UAC6	John Deere Owner Trust 2021-A A3 0.360% Due 09/15/2025	35,000.00	03/02/2021 0.37%	34,993.27 34,994.32	99.91 0.41%	34,970.11 5.60	0.18% (24.21)	Aaa / NR AAA	3.96 1.78
44933LAC7	Hyundai Auto Receivables Trust 2021-A A3 0.380% Due 09/15/2025	45,000.00	04/20/2021 0.38%	44,995.27 44,995.93	99.96 0.40%	44,981.69 7.60	0.23% (14.24)	NR / AAA AAA	3.96 1.75
89190GAC1	Toyota Auto Receivables Trust 2021-B A3 0.260% Due 11/17/2025	145,000.00	06/08/2021 0.26%	144,984.38 144,985.85	99.72 0.47%	144,592.41 16.76	0.73% (393.44)	NR / AAA AAA	4.13 1.32
43815EAC8	Honda Auto Receivables 2021-3 A3 0.410% Due 11/18/2025	125,000.00	08/17/2021 0.41%	124,998.18 124,998.24	99.89 0.47%	124,862.50 18.51	0.63% (135.74)	NR / AAA AAA	4.14 2.01
47789QAC4	John Deere Owner Trust 2021-B A3 0.520% Due 03/16/2026	40,000.00	07/13/2021 0.52%	39,996.43 39,996.62	99.93 0.55%	39,973.16 9.24	0.20% (23.46)	Aaa / NR AAA	4.46 2.41
TOTAL ABS		635,000.00	0.37%	634,955.73 634,959.75	0.44%	634,222.98 91.49	3.18% (736.77)	Aaa / AAA Aaa	3.74 1.78
Agency									
3137EAER6	FHLMC Note 0.375% Due 05/05/2023	400,000.00	09/17/2021 0.19%	401,200.00 401,177.70	100.22 0.24%	400,874.80 608.33	2.01% (302.90)	Aaa / AA+ AAA	1.59 1.59
3135G05G4	FNMA Note 0.250% Due 07/10/2023	400,000.00	06/03/2021 0.18%	400,564.00 400,476.38	99.97 0.26%	399,898.80 225.00	2.01% (577.58)	Aaa / AA+ AAA	1.78 1.77
3135G0U43	FNMA Note 2.875% Due 09/12/2023	400,000.00	06/01/2021 0.21%	424,252.00 420,724.97	105.07 0.27%	420,267.60 606.94	2.11% (457.37)	Aaa / AA+ AAA	1.95 1.91
3135G04Z3	FNMA Note 0.500% Due 06/17/2025	400,000.00	02/18/2021 0.53%	399,506.80 399,576.77	99.22 0.71%	396,898.80 577.78	1.99% (2,677.97)	Aaa / AA+ AAA	3.72 3.67
3135G05X7	FNMA Note 0.375% Due 08/25/2025	400,000.00	02/18/2021 0.53%	397,185.20 397,567.79	98.43 0.78%	393,724.40 150.00	1.97% (3,843.39)	Aaa / AA+ AAA	3.90 3.86
3137EAEX3	FHLMC Note 0.375% Due 09/23/2025	400,000.00	02/18/2021 0.55%	396,810.40 397,236.44	98.34 0.80%	393,341.20 33.33	1.97% (3,895.24)	Aaa / AA+ AAA	3.98 3.94
TOTAL Agency		2,400,000.00	0.36%	2,419,518.40 2,416,760.05	0.51%	2,405,005.60 2,201.38	12.07% (11,754.45)	Aaa / AA+ Aaa	2.81 2.77

Holdings Report

As of September 30, 2021

Calaveras County Water District - Account #10767

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
CMO									
3137BFXT3	FHLMC K042 A2 2.670% Due 12/25/2024	200,000.00	08/19/2021 0.62%	212,312.50 211,911.01	105.60 0.79%	211,203.20 89.00	1.06% (707.81)	Aaa / NR NR	3.24 2.98
TOTAL CMO		200,000.00	0.62%	212,312.50 211,911.01	0.79%	211,203.20 89.00	1.06% (707.81)	Aaa / NR NR	3.24 2.98
Corporate									
084670BR8	Berkshire Hathaway Callable Note Cont 1/15/2023 2.750% Due 03/15/2023	250,000.00	03/10/2021 0.58%	260,840.00 257,837.93	103.13 0.32%	257,817.75 305.56	1.29% (20.18)	Aa2 / AA A+	1.45 1.27
89236TJD8	Toyota Motor Credit Corp Note 0.400% Due 04/06/2023	60,000.00	04/06/2021 0.44%	59,951.40 59,963.10	100.18 0.28%	60,105.78 114.67	0.30% 142.68	A1 / A+ A+	1.52 1.51
06406FAD5	Bank of NY Mellon Corp Callable Note Cont 6/16/2023 2.200% Due 08/16/2023	200,000.00	03/10/2021 0.56%	207,916.00 206,104.33	103.24 0.30%	206,473.00 550.00	1.04% 368.67	A1 / A AA-	1.88 1.68
24422EVN6	John Deere Capital Corp Note 0.450% Due 01/17/2024	135,000.00	03/01/2021 0.47%	134,904.15 134,923.43	99.97 0.46%	134,960.18 124.88	0.68% 36.75	A2 / A A	2.30 2.28
06051GHF9	Bank of America Corp Callable Note 1X 3/5/2023 3.550% Due 03/05/2024	250,000.00	09/17/2021 0.76%	260,797.50 260,676.99	104.21 0.59%	260,530.25 640.97	1.31% (146.74)	A2 / A- AA-	2.43 1.40
808513BN4	Charles Schwab Corp Callable Note Cont 2/18/2024 0.750% Due 03/18/2024	200,000.00	Various 0.67%	200,459.70 200,378.90	100.47 0.55%	200,944.80 54.17	1.01% 565.90	A2 / A A	2.47 2.36
023135BW5	Amazon.com Inc Note 0.450% Due 05/12/2024	105,000.00	05/10/2021 0.50%	104,846.70 104,866.56	99.77 0.54%	104,759.13 182.44	0.53% (107.43)	A1 / AA AA-	2.62 2.59
46625HJX9	JP Morgan Chase Note 3.625% Due 05/13/2024	200,000.00	02/22/2021 0.54%	219,678.00 216,007.23	107.58 0.70%	215,153.00 2,779.17	1.09% (854.23)	A2 / A- AA-	2.62 2.49
14913R2L0	Caterpillar Financial Service Note 0.450% Due 05/17/2024	165,000.00	05/10/2021 0.50%	164,778.90 164,806.54	99.81 0.52%	164,681.72 276.38	0.83% (124.82)	A2 / A A	2.63 2.61
89114QCA4	Toronto Dominion Bank Note 2.650% Due 06/12/2024	200,000.00	04/23/2021 0.65%	212,354.00 210,655.60	105.21 0.70%	210,429.80 1,604.72	1.06% (225.80)	A1 / A AA-	2.70 2.60
89236TJH9	Toyota Motor Credit Corp Note 0.500% Due 06/18/2024	75,000.00	06/15/2021 0.54%	74,910.75 74,919.30	99.50 0.69%	74,626.50 107.29	0.37% (292.80)	A1 / A+ A+	2.72 2.69
79466LAG9	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due 07/15/2024	20,000.00	06/29/2021 0.64%	19,989.80 19,990.55	100.19 0.39%	20,037.14 27.43	0.10% 46.59	A2 / A+ NR	2.79 0.79
91159HHX1	US Bancorp Callable Note Cont 6/28/2024 2.400% Due 07/30/2024	200,000.00	02/18/2021 0.50%	212,960.00 210,675.98	104.75 0.65%	209,491.60 813.33	1.05% (1,184.38)	A2 / A+ A+	2.83 2.66

Holdings Report

As of September 30, 2021

Calaveras County Water District - Account #10767

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
69371RR40	Paccar Financial Corp Note 0.500% Due 08/09/2024	145,000.00	08/03/2021 0.52%	144,921.70 144,925.49	99.72 0.60%	144,594.00 104.72	0.73% (331.49)	A1 / A+ NR	2.86 2.83
78015K7C2	Royal Bank of Canada Note 2.250% Due 11/01/2024	250,000.00	02/18/2021 0.56%	265,435.00 262,904.48	104.36 0.82%	260,908.50 2,343.75	1.32% (1,995.98)	A2 / A AA-	3.09 2.96
06367WB85	Bank of Montreal Note 1.850% Due 05/01/2025	250,000.00	08/06/2021 0.89%	258,727.50 258,393.80	102.86 1.03%	257,161.75 1,927.08	1.30% (1,232.05)	A2 / A- AA-	3.59 3.44
037833EB2	Apple Inc Callable Note Cont 1/8/2026 0.700% Due 02/08/2026	250,000.00	02/18/2021 0.79%	248,882.50 249,018.80	98.85 0.97%	247,122.50 257.64	1.24% (1,896.30)	Aa1 / AA+ NR	4.36 4.27
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.150% Due 05/15/2026	200,000.00	Various 1.04%	200,976.45 200,949.90	100.03 1.14%	200,056.80 843.34	1.01% (893.10)	A3 / A+ A	4.62 4.39
931142ERO	Wal-Mart Stores Callable Note Cont 08/17/2026 1.050% Due 09/17/2026	50,000.00	09/08/2021 1.09%	49,905.50 49,906.22	99.82 1.09%	49,909.65 20.42	0.25% 3.43	Aa2 / AA AA	4.97 4.74
TOTAL Corporate		3,205,000.00	0.65%	3,303,235.55 3,287,905.13	0.67%	3,279,763.85 13,077.96	16.51% (8,141.28)	A1 / A+ A+	2.86 2.66
Money Market Fund									
31846V203	First American Govt Obligation Fund Class Y	2,224,694.34	Various 0.01%	2,224,694.34 2,224,694.34	1.00 0.01%	2,224,694.34 0.00	11.15% 0.00	Aaa / AAA AAA	0.00 0.00
TOTAL Money Market Fund		2,224,694.34	0.01%	2,224,694.34	0.01%	2,224,694.34 0.00	11.15% 0.00	Aaa / AAA Aaa	0.00 0.00
Negotiable CD									
06417MQL2	Bank of Nova Scotia Houston Yankee CD 0.200% Due 06/23/2022	250,000.00	06/29/2021 0.20%	249,999.98 249,999.99	100.02 0.17%	250,058.75 138.89	1.25% 58.76	P-1 / A-1 F-1+	0.73 0.73
55380TUD0	MUFG Bank Yankee CD 0.230% Due 07/15/2022	400,000.00	07/23/2021 0.23%	399,999.94 399,999.95	100.03 0.20%	400,101.60 196.78	2.01% 101.65	P-1 / A-1 F-1	0.79 0.79
86959RSN1	Svenska Handelsbanken NY Yankee CD 0.200% Due 08/23/2022	500,000.00	08/26/2021 0.20%	499,999.98 499,999.98	100.00 0.20%	500,008.50 108.33	2.51% 8.52	P-1 / A-1+ F-1+	0.90 0.90
65558UGJ5	Nordea Bank APB New York Yankee CD 0.190% Due 09/19/2022	500,000.00	09/29/2021 0.19%	499,999.94 499,999.94	99.99 0.20%	499,965.50 39.58	2.51% (34.44)	P-1 / A-1+ F-1+	0.97 0.97
TOTAL Negotiable CD		1,650,000.00	0.20%	1,649,999.84 1,649,999.86	0.19%	1,650,134.35 483.58	8.28% 134.49	Aaa / AAA Aaa	0.87 0.87

Holdings Report

As of September 30, 2021

Calaveras County Water District - Account #10767

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
Supranational									
4581X0DZ8	Inter-American Dev Bank Note 0.500% Due 09/23/2024	315,000.00	09/15/2021 0.52%	314,766.90 314,768.60	99.70 0.60%	314,067.29 35.00	1.57% (701.31)	Aaa / AAA NR	2.98 2.95
45950KCR9	International Finance Corp Note 1.375% Due 10/16/2024	200,000.00	07/12/2021 0.54%	205,380.00 205,022.84	102.31 0.61%	204,628.00 1,260.42	1.03% (394.84)	Aaa / AAA NR	3.05 2.97
459058JL8	Intl. Bank Recon & Development Note 0.500% Due 10/28/2025	400,000.00	02/18/2021 0.63%	397,548.00 397,865.08	98.63 0.84%	394,507.60 850.00	1.98% (3,357.48)	Aaa / AAA AAA	4.08 4.02
4581X0DV7	Inter-American Dev Bank Note 0.875% Due 04/20/2026	205,000.00	04/13/2021 0.97%	204,061.10 204,145.43	99.57 0.97%	204,112.15 802.20	1.03% (33.28)	Aaa / AAA AAA	4.56 4.44
TOTAL Supranational		1,120,000.00	0.65%	1,121,756.00 1,121,801.95	0.76%	1,117,315.04 2,947.62	5.62% (4,486.91)	Aaa / AAA Aaa	3.67 3.60
US Treasury									
91282CBN0	US Treasury Note 0.125% Due 02/28/2023	400,000.00	09/29/2021 0.17%	399,750.00 399,750.48	99.92 0.18%	399,687.60 42.82	2.00% (62.88)	Aaa / AA+ AAA	1.41 1.41
91282CAP6	US Treasury Note 0.125% Due 10/15/2023	400,000.00	09/23/2021 0.29%	398,687.50 398,699.73	99.64 0.30%	398,562.40 230.87	2.00% (137.33)	Aaa / AA+ AAA	2.04 2.03
91282CAW1	US Treasury Note 0.250% Due 11/15/2023	400,000.00	09/23/2021 0.30%	399,562.50 399,566.42	99.86 0.32%	399,422.00 377.72	2.00% (144.42)	Aaa / AA+ AAA	2.13 2.12
912828X70	US Treasury Note 2.000% Due 04/30/2024	400,000.00	02/25/2021 0.38%	420,453.13 416,623.68	104.04 0.43%	416,156.40 3,347.83	2.10% (467.28)	Aaa / AA+ AAA	2.58 2.51
9128282U3	US Treasury Note 1.875% Due 08/31/2024	400,000.00	02/22/2021 0.31%	421,828.13 418,091.02	103.96 0.51%	415,843.60 642.27	2.09% (2,247.42)	Aaa / AA+ AAA	2.92 2.84
91282CCX7	US Treasury Note 0.375% Due 09/15/2024	400,000.00	09/14/2021 0.45%	399,078.13 399,091.59	99.55 0.53%	398,218.80 66.30	2.00% (872.79)	Aaa / AA+ AAA	2.96 2.94
912828YM6	US Treasury Note 1.500% Due 10/31/2024	400,000.00	08/26/2021 0.49%	412,687.50 412,305.02	102.91 0.55%	411,656.40 2,510.87	2.08% (648.62)	Aaa / AA+ AAA	3.09 3.00
912828YV6	US Treasury Note 1.500% Due 11/30/2024	400,000.00	08/25/2021 0.51%	412,828.13 412,440.70	102.90 0.57%	411,609.20 2,016.39	2.07% (831.50)	Aaa / AA+ AAA	3.17 3.08
912828Z52	US Treasury Note 1.375% Due 01/31/2025	400,000.00	02/18/2021 0.38%	415,593.75 413,171.42	102.50 0.62%	409,984.40 926.63	2.06% (3,187.02)	Aaa / AA+ AAA	3.34 3.25
912828ZF0	US Treasury Note 0.500% Due 03/31/2025	400,000.00	02/24/2021 0.44%	401,046.88 400,894.22	99.42 0.67%	397,672.00 5.49	1.99% (3,222.22)	Aaa / AA+ AAA	3.50 3.46
912828ZL7	US Treasury Note 0.375% Due 04/30/2025	400,000.00	02/18/2021 0.43%	399,125.00 399,253.02	98.86 0.70%	395,453.20 627.72	1.99% (3,799.82)	Aaa / AA+ AAA	3.58 3.55

Holdings Report

As of September 30, 2021

Calaveras County Water District - Account #10767

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
912828ZT0	US Treasury Note 0.250% Due 05/31/2025	400,000.00	08/06/2021 0.58%	395,046.88 395,235.60	98.28 0.73%	393,124.80 336.07	1.97% (2,110.80)	Aaa / AA+ AAA	3.67 3.64
91282CAB7	US Treasury Note 0.250% Due 07/31/2025	400,000.00	08/11/2021 0.65%	393,671.88 393,890.24	98.05 0.77%	392,218.80 168.48	1.97% (1,671.44)	Aaa / AA+ AAA	3.84 3.80
91282CAT8	US Treasury Note 0.250% Due 10/31/2025	400,000.00	02/18/2021 0.52%	394,953.13 395,612.31	97.68 0.83%	390,703.20 418.48	1.96% (4,909.11)	Aaa / AA+ AAA	4.09 4.04
91282CBC4	US Treasury Note 0.375% Due 12/31/2025	400,000.00	02/18/2021 0.55%	396,640.63 397,064.33	97.95 0.87%	391,796.80 379.08	1.97% (5,267.53)	Aaa / AA+ AAA	4.25 4.20
91282CBH3	US Treasury Note 0.375% Due 01/31/2026	400,000.00	02/18/2021 0.57%	396,234.38 396,701.18	97.82 0.89%	391,265.60 252.72	1.96% (5,435.58)	Aaa / AA+ AAA	4.34 4.28
91282CBQ3	US Treasury Note 0.500% Due 02/28/2026	400,000.00	03/04/2021 0.77%	394,734.38 395,341.62	98.27 0.90%	393,093.60 171.27	1.97% (2,248.02)	Aaa / AA+ AAA	4.42 4.35
91282CBT7	US Treasury Note 0.750% Due 03/31/2026	400,000.00	07/28/2021 0.69%	401,031.25 400,992.56	99.26 0.92%	397,031.20 8.24	1.99% (3,961.36)	Aaa / AA+ AAA	4.50 4.41
91282CCF6	US Treasury Note 0.750% Due 05/31/2026	400,000.00	07/29/2021 0.72%	400,656.25 400,632.84	99.12 0.94%	396,484.40 1,008.20	1.99% (4,148.44)	Aaa / AA+ AAA	4.67 4.56
91282CCP4	US Treasury Note 0.625% Due 07/31/2026	400,000.00	08/05/2021 0.72%	398,203.13 398,258.42	98.36 0.97%	393,437.60 421.20	1.97% (4,820.82)	Aaa / AA+ AAA	4.84 4.74
91282CCW9	US Treasury Note 0.750% Due 08/31/2026	400,000.00	09/17/2021 0.87%	397,625.00 397,639.47	98.88 0.98%	395,531.20 256.91	1.98% (2,108.27)	Aaa / AA+ AAA	4.92 4.81
TOTAL US Treasury		8,400,000.00	0.51%	8,449,437.56 8,441,255.87	0.67%	8,388,953.20 14,215.56	42.13% (52,302.67)	Aaa / AA+ Aaa	3.53 3.47
TOTAL PORTFOLIO		19,834,694.34	0.44%	20,015,909.92 19,989,287.96	0.54%	19,911,292.56 33,106.59	100.00% (77,995.40)	Aa1 / AA+ Aaa	2.73 2.60
TOTAL MARKET VALUE PLUS ACCRUALS						19,944,399.15			

Holdings Report

As of September 30, 2021

Calaveras County Water District Reporting Account - Account #10792

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
Cash									
90UMPQ\$00	Umpqua Bank Deposit Account	2,975,181.68	Various 0.00%	2,975,181.68 2,975,181.68	1.00 0.00%	2,975,181.68 0.00	18.73% 0.00	NR / NR NR	0.00 0.00
TOTAL Cash		2,975,181.68	0.00%	2,975,181.68	0.00%	2,975,181.68 0.00	18.73% 0.00	NR / NR NR	0.00 0.00
Corporate									
525ESC6J3	Lehman Brothers Escrow CUSIP- Defaulted 0.001% Due 11/10/2021	1,425,000.00	05/08/2008 0.00%	1,190,626.00 1,190,626.00	0.68 0.00%	9,690.00 0.00	0.06% (1,180,936.00)	NR / NR NR	0.11 0.00
TOTAL Corporate		1,425,000.00	0.00%	1,190,626.00	0.00%	9,690.00 0.00	0.06% (1,180,936.00)	NR / NR NR	0.11 0.00
LAIF									
90LAIF\$00	Local Agency Investment Fund State Pool	12,891,342.32	Various 0.21%	12,891,342.32 12,891,342.32	1.00 0.21%	12,891,342.32 7,818.96	81.21% 0.00	NR / NR NR	0.00 0.00
TOTAL LAIF		12,891,342.32	0.21%	12,891,342.32	0.21%	12,891,342.32 7,818.96	81.21% 0.00	NR / NR NR	0.00 0.00
TOTAL PORTFOLIO		17,291,524.00	0.16%	17,057,150.00	0.17%	15,876,214.00 7,818.96	100.00% (1,180,936.00)	NR / NR NR	0.00 0.00
TOTAL MARKET VALUE PLUS ACCRUALS						15,884,032.96			



Section 5 | Transactions

Transaction Ledger

As of September 30, 2021

Calaveras County Water District - Account #10767

June 30, 2021 through September 30, 2021

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	07/12/2021	79466LAG9	20,000.00	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due: 07/15/2024	99.949	0.64%	19,989.80	0.00	19,989.80	0.00
Purchase	07/14/2021	45950KCR9	200,000.00	International Finance Corp Note 1.375% Due: 10/16/2024	102.690	0.54%	205,380.00	672.22	206,052.22	0.00
Purchase	07/21/2021	47789QAC4	40,000.00	John Deere Owner Trust 2021-B A3 0.52% Due: 03/16/2026	99.991	0.52%	39,996.43	0.00	39,996.43	0.00
Purchase	07/26/2021	55380TUD0	400,000.00	MUFG Bank Yankee CD 0.23% Due: 07/15/2022	100.000	0.23%	399,999.94	25.56	400,025.50	0.00
Purchase	07/29/2021	91282CBT7	400,000.00	US Treasury Note 0.75% Due: 03/31/2026	100.258	0.69%	401,031.25	983.61	402,014.86	0.00
Purchase	07/30/2021	91282CCF6	400,000.00	US Treasury Note 0.75% Due: 05/31/2026	100.164	0.72%	400,656.25	491.80	401,148.05	0.00
Purchase	08/06/2021	91282CCP4	400,000.00	US Treasury Note 0.625% Due: 07/31/2026	99.551	0.72%	398,203.13	40.76	398,243.89	0.00
Purchase	08/09/2021	69371RR40	145,000.00	Paccar Financial Corp Note 0.5% Due: 08/09/2024	99.946	0.52%	144,921.70	0.00	144,921.70	0.00
Purchase	08/09/2021	912828ZT0	400,000.00	US Treasury Note 0.25% Due: 05/31/2025	98.762	0.58%	395,046.88	191.26	395,238.14	0.00
Purchase	08/10/2021	06367WB85	250,000.00	Bank of Montreal Note 1.85% Due: 05/01/2025	103.491	0.89%	258,727.50	1,271.87	259,999.37	0.00
Purchase	08/12/2021	91282CAB7	400,000.00	US Treasury Note 0.25% Due: 07/31/2025	98.418	0.65%	393,671.88	32.61	393,704.49	0.00
Purchase	08/18/2021	36262XAC8	135,000.00	GM Financial Auto Lease Trust 2021-3 A2 0.39% Due: 10/21/2024	99.999	0.39%	134,998.16	0.00	134,998.16	0.00
Purchase	08/20/2021	91324PEC2	175,000.00	United Health Group Inc Callable Note Cont 4/15/2026 1.15% Due: 05/15/2026	100.512	1.04%	175,896.00	508.72	176,404.72	0.00
Purchase	08/23/2021	3137BFXT3	200,000.00	FHLMC K042 A2 2.67% Due: 12/25/2024	106.156	0.62%	212,312.50	326.33	212,638.83	0.00
Purchase	08/25/2021	43815EAC8	125,000.00	Honda Auto Receivables 2021-3 A3 0.41% Due: 11/18/2025	99.999	0.41%	124,998.18	0.00	124,998.18	0.00

Transaction Ledger

As of September 30, 2021

Calaveras County Water District - Account #10767

June 30, 2021 through September 30, 2021

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
Purchase	08/26/2021	86959RSN1	500,000.00	Svenska Handelsbanken NY Yankee CD 0.2% Due: 08/23/2022	100.000	0.20%	499,999.98	8.33	500,008.31	0.00
Purchase	08/26/2021	912828YV6	400,000.00	US Treasury Note 1.5% Due: 11/30/2024	103.207	0.51%	412,828.13	1,426.23	414,254.36	0.00
Purchase	08/27/2021	912828YM6	400,000.00	US Treasury Note 1.5% Due: 10/31/2024	103.172	0.49%	412,687.50	1,940.22	414,627.72	0.00
Purchase	09/15/2021	09690AAC7	60,000.00	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due: 12/26/2024	99.990	0.34%	59,993.81	0.00	59,993.81	0.00
Purchase	09/15/2021	91282CCX7	400,000.00	US Treasury Note 0.375% Due: 09/15/2024	99.770	0.45%	399,078.13	0.00	399,078.13	0.00
Purchase	09/17/2021	931142ER0	50,000.00	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due: 09/17/2026	99.811	1.09%	49,905.50	0.00	49,905.50	0.00
Purchase	09/20/2021	3137EAER6	400,000.00	FHLMC Note 0.375% Due: 05/05/2023	100.300	0.19%	401,200.00	562.50	401,762.50	0.00
Purchase	09/20/2021	91282CCW9	400,000.00	US Treasury Note 0.75% Due: 08/31/2026	99.406	0.87%	397,625.00	165.75	397,790.75	0.00
Purchase	09/21/2021	06051GHF9	250,000.00	Bank of America Corp Callable Note 1X 3/5/2023 3.55% Due: 03/05/2024	104.319	0.57%	260,797.50	394.44	261,191.94	0.00
Purchase	09/23/2021	4581X0DZ8	315,000.00	Inter-American Dev Bank Note 0.5% Due: 09/23/2024	99.926	0.52%	314,766.90	0.00	314,766.90	0.00
Purchase	09/24/2021	91282CAP6	400,000.00	US Treasury Note 0.125% Due: 10/15/2023	99.672	0.29%	398,687.50	221.31	398,908.81	0.00
Purchase	09/24/2021	91282CAW1	400,000.00	US Treasury Note 0.25% Due: 11/15/2023	99.891	0.30%	399,562.50	358.70	399,921.20	0.00
Purchase	09/29/2021	65558UGJ5	500,000.00	Nordea Bank APB New York Yankee CD 0.19% Due: 09/19/2022	100.000	0.19%	499,999.94	34.31	500,034.25	0.00
Purchase	09/30/2021	91282CBN0	400,000.00	US Treasury Note 0.125% Due: 02/28/2023	99.938	0.17%	399,750.00	41.44	399,791.44	0.00
Subtotal			8,565,000.00				8,612,711.99	9,697.97	8,622,409.96	0.00
TOTAL ACQUISITIONS			8,565,000.00				8,612,711.99	9,697.97	8,622,409.96	0.00

Transaction Ledger

As of September 30, 2021

Calaveras County Water District Reporting Account - Account #10792

June 30, 2021 through September 30, 2021

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	07/15/2021	90LAIF\$00	18,501.36	Local Agency Investment Fund State Pool	1.000	0.25%	18,501.36	0.00	18,501.36	0.00
Subtotal			18,501.36				18,501.36	0.00	18,501.36	0.00
TOTAL ACQUISITIONS			18,501.36				18,501.36	0.00	18,501.36	0.00
DISPOSITIONS										
Security Withdrawal	07/09/2021	90LAIF\$00	10,000,000.00	Local Agency Investment Fund State Pool	1.000		10,000,000.00	0.00	10,000,000.00	0.00
Security Withdrawal	07/27/2021	90LAIF\$00	2,000,000.00	Local Agency Investment Fund State Pool	1.000		2,000,000.00	0.00	2,000,000.00	0.00
Subtotal			12,000,000.00				12,000,000.00	0.00	12,000,000.00	0.00
TOTAL DISPOSITIONS			12,000,000.00				12,000,000.00	0.00	12,000,000.00	0.00

Important Disclosures

As of September 30, 2021

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Information contained herein is confidential. Prices are provided by IDC, an independent pricing source. In the event IDC does not provide a price or if the price provided is not reflective of fair market value, Chandler will obtain pricing from an alternative approved third party pricing source in accordance with our written valuation policy and procedures. Our valuation procedures are also disclosed in Item 5 of our Form ADV Part 2A.

Performance results are presented gross-of-advisory fees and represent the client's Total Return. The deduction of advisory fees lowers performance results. These results include the reinvestment of dividends and other earnings. Past performance may not be indicative of future results. Therefore, clients should not assume that future performance of any specific investment or investment strategy will be profitable or equal to past performance levels. All investment strategies have the potential for profit or loss. Economic factors, market conditions or changes in investment strategies, contributions or withdrawals may materially alter the performance and results of your portfolio.

Index returns assume reinvestment of all distributions. Historical performance results for investment indexes generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. It is not possible to invest directly in an index.

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Fixed income investments are subject to interest, credit and market risk. Interest rate risk: the value of fixed income investments will decline as interest rates rise. Credit risk: the possibility that the borrower may not be able to repay interest and principal. Low rated bonds generally have to pay higher interest rates to attract investors willing to take on greater risk. Market risk: the bond market in general could decline due to economic conditions, especially during periods of rising interest rates.

Ratings information have been provided by Moody's, S&P and Fitch through data feeds we believe to be reliable as of the date of this statement, however we cannot guarantee its accuracy.

Security level ratings for U.S. Agency issued mortgage-backed securities ("MBS") reflect the issuer rating because the securities themselves are not rated. The issuing U.S. Agency guarantees the full and timely payment of both principal and interest and carries a AA+/Aaa/AAA by S&P, Moody's and Fitch respectively.

ICE BofA 1-5 Yr US Treasury & Agency Index

The ICE BofA 1-5 Year US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). Qualifying securities must have at least one year remaining term to final maturity and less than five years remaining term to final maturity, at least 18 months to maturity at time of issuance, a fixed coupon schedule, and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies.