

**AGENDA FOR THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF THE
TEMESCAL VALLEY WATER DISTRICT
MAY 24, 2022, 8:30 A.M. AT
THE DISTRICT'S ADMINISTRATIVE OFFICE
22646 TEMESCAL CANYON ROAD,
TEMESCAL VALLEY, CALIFORNIA 92883**

The following is a summary of the rules of order governing meetings of the Temescal Valley Water District Board of Directors:

AGENDA ITEMS

In case of an emergency, items may be added to the Agenda by a majority vote of the Board of Directors. An emergency is defined as a work stoppage; a crippling disaster; or other activity, which severely imperils public health, safety or both. Also, items, which arise after the posting of Agenda, may be added by a two-thirds vote of the Board of Directors.

PUBLIC COMMENT

Persons wishing to address a matter not on the Agenda may be heard at this time; however, no action will be taken until placed on a future agenda in accordance with Board policy.

NOTICE TO PUBLIC

All matters listed under the Consent Calendar will be voted upon by one motion. There will be no separate discussion of these items, unless a Board Member or member of the public requests that a particular item(s) be removed from the Consent Calendar, in which case, they will be considered separately under New Business.

**IF ANYONE WISHES TO SPEAK WITH THE BOARD
ABOUT ANY CONSENT CALENDAR MATTER(S),
PLEASE STATE YOUR NAME, ADDRESS,
AND APPROPRIATE ITEM NUMBER(S).**

AFFIDAVIT OF POSTING

I, Allison Harnden, Office Manager of the Temescal Valley Water District, hereby certify that I caused the posting of the Agenda at the District office at 22646 Temescal Canyon Road, Temescal Valley, California 92883 before May 21, 2022.

Allison Harnden, Office Manager

**AGENDA FOR REGULAR MEETING
May 24, 2022**

Page No.

1. **Roll Call and Call to Order.**

2. **Presentations and Acknowledgments.**
 - a. Ethics AB1234 Compliance.

3. **Public Comment.**

BOARD ITEMS:

4. **Minutes of the April 26, 2022 Regular Meeting.** **6-9**
RECOMMENDATION: Approve Minutes as written.

5. **Minutes of the May 12, 2022 Budget Workshop.** **10**
RECOMMENDATION: Approve Minutes as written.

6. **Payment Authorization Report.** **11-14**
RECOMMENDATION: Approve Report and authorize payment of the April 26-May 24, 2022 invoices.

7. **FY 22/23 Draft Budget – For Discussion Only.** **15-33**

8. **Revenue & Expenditure Reports. (Unaudited).** **34-51**
 - a. Revenue & Expenditure Reports.**RECOMMENDATION:** Note and file.

9. **Biennial Review of District Conflict of Interest Code Reviewing Designation of Employees Required to File Annual Disclosure Statements.** **52-53**
RECOMMENDATION: To be made by the Board.

Page No.

- 10. Trilogy Development.**
- a. Homeowners Association update. (-)
 - b. Golf Course update. (-)
- 11. Retreat Development.** (-)
- a. Project Update.
- 12. Terramor Development (Forestar Toscana).**
- a. Project Update. 54-62
 - b. Resolution No. R-22-02. Resolution of the Board of Directors of Temescal Valley Water District, acting as the Legislative Body of Community Facilities District No. 4 (Terramor) of Temescal Valley Water District Accepting Unanimous Approval of Property Owners to Annex Property To Community Facilities District No. 4 (Terramor) of Temescal Valley Water District As Improvement Area No. 3 Therein. 63-128
RECOMMENDATION: To be made by the Board.
 - c. Ordinance O-22-01 of the Board of Directors of Temescal Valley Water District, acting in its capacity as the Legislative Body of Community Facilities District No.4 (Terramor) of Temescal Valley Water District, authorizing the Levy of Special Tax within Improvement Area No. 3 of the District. 129-132
RECOMMENDATION: To be made by the Board.
 - b. 1443 homes to be built. 940 houses occupied to date. 65% complete.
- 13. Kiley Property Development.** (-)
- a. Project Update.
 - b. 79 homes to be built. 0 houses occupied to date.
- 14. Water Utilization Reports.** 133-145
RECOMMENDATION: Note and file.
- 15. Sustainable Groundwater Management Act.** (-)
- a. Project Update.

	<u>Page No.</u>
16. Committee Reports.	
a. Finance/Legislation (Director Harich).	(-)
b. Engineering/Operations (Director Myers).	(-)
1. May 5, 2022 Engineering Committee Meeting Agenda.	146
c. Public Relations (Allison Harnden).	
1. Update on Payment Arrangements for Delinquent Accounts.	(-)
17. General Manager's Report.	
a. General Manager's Report.	147-148
b. Conservation – For Discussion Only.	149-154
18. Operations Report.	155-157
a. Water and Sewer Operations.	
19. District Engineer's Report.	
a. Status of Projects.	158-159
20. District Counsel's Report.	(-)
21. Seminars/Workshops.	(-)
22. Consideration of Correspondence.	160
An informational package containing copies of all pertinent correspondence for the Month of April will be distributed to each Director along with the Agenda.	
23. Adjournment.	(-)

**MINUTES OF THE
REGULAR MEETING OF THE
TEMESCAL VALLEY WATER DISTRICT**

April 26, 2022

PRESENT

C. Colladay
D. Harich
F. Myers
J. Butler
M. Buckley

ABSENT

GUESTS

T. Davis

STAFF

J. Pape
A. Harnden
M. McCullough
J. Scheidel
P. Bishop
D. Saunders

1. Roll Call and Call to Order.

The regular meeting of the Temescal Valley Water District was called to order by President Colladay at 8:30 a.m.

2. Presentations and Acknowledgments.

3. Public Comment – Tracy Davis asked the Board about the transients by the lake and cleanup efforts.

BOARD ITEMS:

4. Appointment of new Director.

ACTION: Director Myers nominated Michael Buckley to fill the Director vacancy. Director Butler seconded. Motion carried unanimously.

5. Appoint of new Director to Engineering of Finance Committee.

ACTION: President Colladay appointed Director Buckley to the Finance Committee.

6. Minutes of the March 22, 2022 Regular Meeting.

ACTION: Director Myers moved to approve the minutes as written. Director Harich seconded. Motion carried unanimously.

7. Payment Authorization Report.

ACTION: Director Harich moved to approve the March 22-April 26, 2022 invoices. Director Butler seconded. Motion carried unanimously.

8. Revenue & Expenditure Reports. (Unaudited).

- a. Revenue & Expenditure Reports.

ACTION: Note and file.

9. Trilogy Development.

- a. Homeowners Association update.

- b. Golf Course update.

10. Retreat Development.

- a. Project Update.

11. Terramor Development (Forestar Toscana).

- a. Project Update.

- b. 1443 homes to be built. 927 houses occupied to date. 63% complete.

12. Kiley Property Development.

- a. Project Update.

- b. 79 houses to be built. 0 houses occupied to date.

13. Water Utilization Reports.

ACTION: Note and file.

The Board directed staff to add Taylor Morris and Kiley projects to graph.

14. Sustainable Groundwater Management Act.

- a. Project Update.

- b. Appoint new member to GSA.

ACTION: President Colladay appointed Director Harich to the GSA.

15. Committee Reports.

- a. Finance/Legislative (Director Harich).

1. Budget Schedule 2022-2023.

- b. Engineering/Operations (Director Myers) – Director Myers asked staff to schedule a meeting.

- c. Public Relations (Allison Harnden) – Allison reported on the Town Hall meeting and that she is working on the annual drinking water report. She also updated the Board on the status of delinquent accounts.

16. General Manager’s Report.

- a. General Manager’s Report – The General Manager reported on current projects.
- b. MWD/WMWD Drought Contingency Plan – For Review Only.

17. Operations Report.

- a. Water and sewer operations.

18. District Engineer’s Report.

- a. Status of Projects.

19. District Counsel’s Report – None.

20. Seminars/Workshops.

21. Consideration of Correspondence.

An informational package containing copies of all pertinent correspondence for the Month of March will be distributed to each Director along with the Agenda.

22. Adjournment.

There being no further business, the April 26, 2022 Regular Meeting of the Temescal Valley Water District Board of Directors was adjourned at 11:04 a.m. by President Colladay.

ATTEST:

APPROVED:

Fred Myers, Secretary

Charles Colladay, President

Date: _____

Date: _____

**MINUTES OF THE
TEMESCAL VALLEY WATER DISTRICT
BUDGET WORKSHOP**

Thursday, May 12, 2022

PRESENT

C. Colladay
D. Harich
F. Myers
J. Butler
M. Buckley

ABSENT

GUESTS

STAFF

J. Pape
M. McCullough

Roll Call and Call to Order.

The Budget Workshop of the Temescal Valley Water District was called to order by President Colladay at 8:30 A.M.

Public Comment – No Public Comment.

BOARD ITEMS:

1. Review of 2022 Current Rate Schedule.
ACTION: Current and proposed rate schedules were discussed
2. Proposed FY 2022/2023 Budget with Projected Year End
ACTION: Full review of Potable Water, Sewer, and Non potable water Project year end vs Proposed FY 22/23 budget.
3. Projected Employee Costs.
ACTION: Discussion of Riverside County CPI and how it will affect long term employee costs.
4. Review of Capital Projects-Prior Year Approved Status and Proposed New Projects.
ACTION: Prior year and new proposed capital costs were reviewed and approved
5. Review 4-Year Budget Comparison.
6. Assumptions and Backup.
7. General Discussion

TEMESCAL VALLEY WATER DISTRICT
 PAYMENT AUTHORIZATION REPORT
 May 24, 2022

Check #	Date	Payee ID	Payee	Amount	
26872-26874			VOID	\$ -	
26875	4/26/22	CO	CHARLES W. COLLADAY-GEN'L MTG	350.35	
26876	4/26/22	DH	DAVID HARICH-GEN'L MTG	295.65	
26877	4/26/22	FM	FRED H. MYERS-GEN'L MTG	295.65	
26878	4/26/22	JB	JOHN B. BUTLER-GEN'L MTG	295.65	
26879	4/29/22	AD	PAYROLL	-	
26880	4/29/22	BE	PAYROLL	-	
26881	4/29/22	CG	PAYROLL	-	
26882	4/29/22	CL	PAYROLL	-	
26883	4/29/22	DB	PAYROLL	-	
26884	4/29/22	JH	PAYROLL	-	
26885	4/29/22	KN	PAYROLL	-	
26886	4/29/22	LK	PAYROLL	-	
26887	4/29/22	MM	PAYROLL	-	
26888	4/29/22	PB	PAYROLL	-	
26889	4/26/22	MB	MICHAEL S. BUCKLEY-GEN'L MTG	295.65	
26890	4/29/22	REFUND	DANIEL ESCALANTE	272.09	
26891	4/26/22	REFUND	CHRISTINA LEE	69.90	
26892	4/29/22	REFUND	RICHARD HIGGINS	86.18	
26893	4/29/22	REFUND	EVERYTHING POSTAL AND MORE	238.56	
26894	4/29/22	REFUND	LEANN M RIGGS	49.59	
26895	4/29/22	REFUND	MARISSA DURAN	168.86	
26896	4/29/22	REFUND	JACOB WASTE	100.20	
26897	4/29/22	REFUND	ADNANE ZEYANI	130.54	
26898	4/29/22	REFUND	DEVELYN BIAGAS	300.00	
26899	4/29/22	REFUND	NATHAN CHABOLLA	231.96	
26900	4/29/22	REFUND	FLORENCE ADEMOLA	224.15	
26901	4/29/22	REFUND	CHAD MACKE	239.41	
26902	5/2/22	CUSI	CONTINENTAL UTILITY SOLUTIONS, INC.	9,360.00	BILLING SOFTWARE/SUPPORT
26903	5/2/22	DWEI	DEXTER WILSON ENGINEERING INC	195.00	
26904	5/2/22	GJR	GJR ELECTRIC	2,820.00	
26905	5/2/22	GR08	GRISWOLD INDUSTRIES	15,355.91	CLA-VAL REPAIRS
26906	5/2/22	HWS	HYDROCURRENT WELL SERVICES LLC	26,193.17	CAP-WELL REHAB #4
26907	5/2/22	LA	LOCK AMERICA	991.19	
26908	5/2/22	Maxim	MAXIM SECURITY SERVICES	902.00	
26909	5/2/22	MH01	MCFADDEN-DALE HARDWARE CO.	1,888.35	

TEMESCAL VALLEY WATER DISTRICT
 PAYMENT AUTHORIZATION REPORT
 May 24, 2022

Check #	Date	Payee ID	Payee	Amount	
26910	5/2/22	PCE	PACIFIC COAST ENVELOPE INC	3,909.71	
26911	5/2/22	PE10	PETE'S ROAD SERVICE INC.	188.31	
26912	5/2/22	PPE	PRIVATE PEST EXTERMINATORS	406.00	
26913	5/2/22	RDO01	RDO EQUIPMENT	862.69	
26914	5/2/22	SO03	SOUTHERN CALIF EDISON CO.	66,923.52	
26915	5/2/22		VOID	-	
26916	5/3/22	EPIC	EDGEWOOD PARTNERS INS CENTER	17,776.00	INS POLICY PKG
26917	5/3/22	FM	FRED H. MYERS-ENG MTG	295.65	
26918	5/3/22	JB	JOHN B. BUTLER-ENG MTG	295.65	
26919	5/13/22	AD	PAYROLL	-	
26920	5/13/22	BE	PAYROLL	-	
26921	5/13/22	CG	PAYROLL	-	
26922	5/13/22	CL	PAYROLL	-	
26923	5/13/22	DB	PAYROLL	-	
26924	5/13/22	JH	PAYROLL	-	
26925	5/13/22	KN	PAYROLL	-	
26926	5/13/22	LK	PAYROLL	-	
26927	5/13/22	MM	PAYROLL	-	
26928	5/13/22	PB	PAYROLL	-	
26929	5/13/22	CO	CHARLES W. COLLADAY-BUDGET MTG	350.35	
26930	5/13/22	DH	DAVID HARICH-LBUDGET MTG	295.65	
26931	5/13/22	FM	FRED H. MYERS-BUDGET MTG	295.65	
26932	5/13/22	JB	JOHN B. BUTLER-BUDGET MTG	295.65	
26933	5/13/22	MB	MICHAEL S. BUCKLEY-BUDGET MTG	295.65	
26934	5/13/22	JT	JUAN TORRES-TRK MAINT	120.00	
26935	5/13/22	WE01	WESTERN MUNICIPAL WATER DISTR.	180,936.00	MILLS GRAVITY PIPELINE REPAIR/RES
26936	5/13/22		VOID	-	
26937	5/17/22	SIC	SILVERSCRIPT INSURANCE COMPANY	91.80	
26938	5/17/22	FI01	FIDELITY INVESTMENTS	800.00	
26939	5/17/22	FI01	FIDELITY INVESTMENTS	800.00	
26940	5/17/22	FI01	FIDELITY INVESTMENTS	1,060.80	
26941	5/17/22	FI01	FIDELITY INVESTMENTS	642.84	
26942	5/17/22	FI01	FIDELITY INVESTMENTS	800.00	
26943	5/17/22	MM	UNITEDHEALTHCARE	173.66	
26944	5/17/22	ACSI	ALEXANDER'S CONTRACT SERVICES, INC.	6,115.15	
26945	5/17/22	AGSI	AUTOMATED GATE SERVICES INC	169.00	

TEMESCAL VALLEY WATER DISTRICT
 PAYMENT AUTHORIZATION REPORT
 May 24, 2022

Check #	Date	Payee ID	Payee	Amount	
26946	5/17/22	BA01	BABCOCK LABORATORIES, INC	3,420.61	
26947	5/17/22	CA16	CALIFORNIA CHOICE BENEFIT ADMINISTRATOR	3,863.67	
26948	5/17/22	CAM	CHANDLER INVESTMENT MANAGEMENT	1,000.00	
26949	5/17/22	CE01	CENTRAL COMMUNICATIONS	310.49	
26950	5/17/22	CHAC	CALIFORNIA HIGHWAY ADOPTION CO.	315.00	
26951	5/17/22	CL01	CLAYSON, BAINER & SAUNDERS	1,100.00	
26952	5/17/22	CM01	CORE & MAIN	1,332.82	
26953	5/17/22	DSC	DATABASE SYSTEMS CORP.	364.69	
26954	5/17/22	DWEI	DEXTER WILSON ENGINEERING INC	195.00	
26955	5/17/22	GI	GORM INC.	221.74	
26956	5/17/22	GMDM	GUTIRREZ MAINTENANCE/ DANIEL GUTIERREZ	350.00	
26957	5/17/22	HO01	HOME DEPOT CREDIT SERVICES	1,298.97	
26958	5/17/22	IWI	I WATER INC.	12,360.00	CAP-GIS MAPPING
26959	5/17/22	MC02	McCROMETER, INC.	11,204.15	REPLACE 4" & 6" VALVES FOR WELLS
26960	5/17/22	MITI	MORR-IS TESTED IN	4,110.00	
26961	5/17/22	NC	NORTHSTAR CHEMICAL	7,196.01	
26962	5/17/22	PA02	PARKSON CORPORATION	3,041.72	
26963	5/17/22	PLM01	PARRA LANDSCAPE MAINTENANCE	1,990.44	
26964	5/17/22	RCR2	RIVERSIDE COUNTY ASSESSOR-COUNTY CLERK	740.00	
26965	5/17/22	SAQMDHB	SOUTH COAST AIR QUALITY MGT DIST	1,446.02	
26966	5/17/22	SEMA	SEMA INC.	920.17	
26967	5/17/22	ST01	STAPLES CREDIT PLAN	147.79	
26968	5/17/22	ST02	STATE COMPENSATION INSUR.FUND	1,299.25	
26969	5/17/22	TR01	TRAN CONTROLS SCADA SOLUTIONS, LLC.	3,096.74	
26970	5/17/22	TR012	TRAN CONTROLS SCADA SOLUTIONS, LLC.	24,128.88	FEB LEVEL REP/UPS BATT BACK UP/TERR LIFT STATION
26971	5/17/22		VOID	-	
26972	5/17/22	TWC	SPECTRUM BUSINESS	1,256.48	
26973	5/17/22	UBB	USA BLUEBOOK	905.47	
26974	5/17/22	UN01	UNDERGROUND SERVICE ALERT	41.35	
26975	5/17/22	WA01	WASTE MANAGEMENT - INLAND EMPIRE	300.78	
26976	5/17/22	WE01	WESTERN MUNICIPAL WATER DISTR.	368,549.55	
26977	5/17/22	WSCI	WATER SYSTEMS CONSULTING INC.	15,275.00	
26978	5/17/22	XI	XALOGY INC	771.54	
26979	5/17/22	USB01	US BANK GOVERNMENT SERVICES	9,009.03	TRK REPAIR/SAGE SOFTWARE UPDATES
26980	5/17/22	XI	XALOGY INC	5,202.67	
Total				\$ 832,015.77	

TEMESCAL VALLEY WATER DISTRICT
PAYMENT AUTHORIZATION REPORT
May 24, 2022

Check #	Date	Payee ID	Payee	Amount
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THESE INVOICES ARE SUBMITTED TO THE
TEMESCAL VALLEY BOARD OF DIRECTORS FOR
APPROVAL AND AUTHORIZATION FOR PAYMENT

Mel McCullough - Finance Manager

Mel McCullough - Finance Manager 5/24/22

**TEMESCAL VALLEY WATER DISTRICT
NINE MONTH ACTUAL/THREE MONTH PROJECTED 2021-2022
PROPOSED BUDGET 2022-2023**

	9 MO	BUDGET	PROJECTED	BUDGET																
WASTEWATER DEPARTMENT	ACTUAL	2021-2022	FINAL 21-22	22-23																
OPERATING REVENUE:																				
MONTHLY SEWER SERVICE CHARGE	2,148,605	2,725,000	2,865,000	3,000,000	6,000 CUS @ \$39.72 6MO @ 41.51 6 MO PLUS 200 NEW HOMES (100 AVG)															
MONTHLY SERVICE CHARGE-ID #1	105,876	145,000	145,000	145,000	305 x \$39.72 x 12															
MONTHLY SERVICE CHARGE-ID #2	119,763	164,000	164,000	164,000	345 x \$39.72 x 12															
MONTHLY SEWER SERVICE CHG-R COM	142,185	154,000	189,000	190,000																
MISC UTILITY CHARGES/ REVENUE	3,654	1,000	5,000	50,000	RE-INSTATE LATE FEES ETC															
STANDBY CHARGES	42,910	110,000	110,000	110,000																
CFD REIMBURSEMENTS	15,000	30,000	30,000	30,000																
INSPECTION CHARGES	21,859	20,000	29,000	30,000																
TOTAL WASTEWATER REVENUE	2,599,852	3,349,000	3,537,000	3,719,000																
OPERATING EXPENSES:																				
PLANT WAGES EXPENSE	104,004	183,200	143,000	213,500																
INSPECTION WAGES EXPENSE	27,163	35,000	37,500	38,800																
PAYROLL TAXES EXP	2,248	4,100	3,100	4,500																
EMPLOYEE BENEFITS-INS	11,635	24,480	16,000	24,500																
EMPLOYEE BENEFITS-RETIREMENT	23,542	30,500	31,500	35,500	INC UNFUNDED LIAB \$6,660															
OVERTIME/STD BY EXP	14,315	33,200	30,000	35,200	\$98,000 40/35/25															
OVERTIME EXP-INSPECTION	1,987	4,000	2,700	4,000																
SCADA SYSTEM STD BY EXP	-	4,160	4,000	4,200																
MILEAGE EXP	1,212	3,000	1,750	3,000																
VACATION EXP	8,361	11,150	11,150	13,000																
SCADA SYSTEM ADMIN/MAINT	5,775	20,000	8,000	8,000	\$18,000 SPLIT 40/35/25															
LABORATORY TESTING COSTS	11,828	23,000	16,000	20,000																
COMPLIANCE TESTING	395	-	1,000	1,000																
SEWER LINE CLEANING COST	-	25,000	-	25,000																
SEWER CLEANING AND VIDEO EXP	33,295	30,000	45,000	10,000																
PLANT PUMPING COST EXP	10,698	37,500	15,000	25,000																
SLUDGE HAUL AWAY COST	22,810	37,500	31,000	35,000																
SLUDGE DISPOSAL BAG EXP	19,466	25,000	19,500	25,000	5 bags															
SLUDGE CHEMICAL EXP	26,574	60,000	40,000	50,000	POLYMER															
EQUIPMENT RENTAL COSTS	-	2,000	-	2,000																
ELECTRICAL REPAIR EXP	1,781	-	4,000	5,000																
EQUIPMENT REPAIRS & MAINT/	189,475	250,000	250,000	270,000	8% inc															
SEWER LINE/EMERGENCY REPAIRS	-	11,000	-	15,000																
SECURITY AND ALARM EXP	641	3,000	1,000	3,000																
PROPERTY MAINTENANCE	31,193	40,000	41,600	45,000																
EMERGENCY SERVICE COST	715	-	1,500	2,000																
ENGINEERING/ADMIN. STUDIES	-	25,000	25,000	25,000																
ENERGY COSTS	243,990	277,000	325,500	352,000	8%															
CONSUMABLE SUPPLIES & CLEANING	6,239	10,000	8,500	10,000																
CHEMICALS, LUBRICANTS & FUELS	66,639	165,000	89,000	120,000	ALUM/BLEACH-TERTIARY PROCESSING(47% INC)															
SMALL EQUIPMENT & TOOLS COST	5,843	20,000	8,000	10,000																
PERMITS, FEES & TAXES (WTR BRD FEE)	15,418	40,000	22,000	30,000	NEW AQMD FEE															
SAWPA BASIN MONITORING EXP	28,818	25,000	28,818	30,000																
MAP UPDATING/GIS EXP	435	2,000	2,000	2,000																
MISC. OPERATING EXP	-	1,000	-	1,000																
BAD DEBT EXPENSES	-	2,000	5,000	5,000																
CONTINGENCIES	-	-	-	63,000	\$ 1,249,900 X 5%(PR TAX-BAD DEBT)															
TOTAL OPERATING EXPENSES	916,495	1,463,790	1,268,118	1,565,200																

**TEMESCAL VALLEY WATER DISTRICT
NINE MONTH ACTUAL/THREE MONTH PROJECTED 2021-2022
PROPOSED BUDGET 2022-2023**

	9 MO ACTUAL	BUDGET 2021-2022	PROJECTED FINAL 21-22	BUDGET 22-23	
WATER DEPARTMENT					
OPERATING REVENUE:					
WATER SERVICE CHARGE	1,445,403	1,920,000	1,927,000	1,931,000	\$23.50/MO X 12 MO + AVG 100 NEW HMS
WATER USAGE CHARGES (\$1,365 /af)	3,631,370	4,900,000	4,900,000	5,618,000	3,933 AF AT TIERED RATES SEE ATTACHED
WATER PUMPING CHARGE	155,155	192,000	207,000	225,000	4.0% OF WATER USAGE DOLLARS
FIRE PROTECTION CHARGES	29,733	45,000	40,000	43,000	8%
MISC. UTILITY CHARGES	5,565	10,000	8,000	40,000	REINSTATING LATE FEES 5/1/22
SERVICE METER INCOME	55,500	60,000	60,000	60,000	200 HMS @ \$300 EA
CELLULAR SITE LEASE	54,772	76,000	76,000	76,000	TWO CELL SITES
MWD READINESS TO SERVE CHARGE	96,438	133,700	133,700	162,000	2022-(6 MO \$11,824) 2023-(6 MO \$15,102)
STANDBY CHARGES	21,135	40,000	40,000	40,000	
CFD REIMBURSEMENTS	15,000	30,000	30,000	30,000	
INSPECTION CHARGES	19,127	30,000	30,000	30,000	
TOTAL WATER REVENUE	5,529,198	7,436,700	7,451,700	8,255,000	
OPERATING EXPENSES:					
WAGES EXPENSE	91,000	160,300	125,000	187,000	BUDGET HAS NEW EMP
INSPECTION WAGES EXPENSE	23,764	30,000	32,500	34,000	
PAYROLL TAXES EXP	1,843	3,600	2,550	4,050	
EMPLOYEE BENEFITS-INS	10,175	21,420	14,000	24,500	
EMPLOYEE BENEFITS-RETIREMENT	18,304	27,000	25,000	31,000	INC UNFUNDED LIAB \$6500
OPERATION-MILEAGE EXP	1,060	1,500	1,500	1,500	
OVERTIME EXPENSE/ ON CALL	28,765	29,000	39,000	15,800	\$98,000 - 40/35/25 (50% OT; 50% CROSS CON TEST)
OVERTIME EXPENSE/ INSP	-	3,550	3,000	3,000	
SCADA SYSTEM STD BY EXP (14 wks left @ \$200/wk)	-	3,640	2,800	4,000	
VACATION EXP	7,317	9,752	9,756	12,000	
CONTRACT STAFFING-METER READS	54,330	70,000	72,500	78,000	
SCADA SYSTEM ADMIN/MAINT	4,721	10,000	10,000	10,000	
LABORATORY TESTING COSTS	9,239	11,000	12,300	13,000	
COMPLIANCE TESTING (ISDE/CROSS)	3,675	3,000	3,675	15,500	SEE OT ABOVE
LEAK DETECTION EXPENSE	-	8,000	-	8,000	
EPA WATER TESTING EXP	-	8,500	-	8,500	
EQUIPMENT RENTAL COSTS	715	2,000	2,000	2,000	
EQUIPMENT REPAIRS & MAINT.	50,992	80,000	80,000	80,000	
WATER LINE REPAIRS	-	40,000	40,000	40,000	
ALARM MONITORING COSTS	561	3,000	3,000	3,300	
EMERGENCY SERVICE COSTS	715	-	1,500	1,500	
PROPERTY MAINTENANCE	1,159	5,000	2,000	5,000	
ENGINEERING/ADMIN. STUDIES	106	8,000	8,000	8,000	
PLAN CHECK & INSPECTION EXP	-	10,000	10,000	10,000	
ENERGY COSTS	133,084	156,000	180,000	195,000	8%
CONSUMABLE SUPPLIES & CLEANING	2,224	4,000	3,000	3,200	
CHEMICALS, LUBRICANTS & FUELS	3,756	8,000	8,000	10,000	
SMALL EQUIPMENT & TOOLS COST	-	5,000	3,000	5,000	
PERMITS, FEES & TAXES	16,827	35,000	22,500	25,000	
MAP UPDATING/GIS EXP	-	5,000	-	5,000	
SERVICE METERS & PARTS COSTS	49,008	60,000	65,000	71,000	
WHOLESALE WATER PURCHASES (\$1,256/af)	3,074,356	4,325,000	4,100,000	5,020,000	(2022/ 2,296 AF(56%) X \$1185 + 2023/1834 AF(44%) X \$1251)(4130 af)
WATER-MWD CAPACITY CHARGE	42,000	57,250	56,000	66,000	22-6mo x\$5,083 ; '23-6mo x \$5,830
WATER-READINESS TO SERVE/REFUSAL CHARGE	96,221	133,700	129,000	162,000	22-6mo x\$11,823 ; '23-6mo x \$15,102
WMWD-MGLMR EXP	180,936	181,000	181,000	185,000	
BAD DEBT EXPENSES	-	10,000	10,000	10,000	
CONSERVATION REBATE EXP	-	5,000	5,000	5,000	
CONTINGENCIES	-	-	-	56,000	\$ 1,120,850 X 5% (PR TAXES-CONSER REBATE)
TOTAL OPERATING EXPENSES	3,906,853	5,533,212	5,262,581	6,417,850	(DOES NOT INC WATER PURCHASE)

**TEMESCAL VALLEY WATER DISTRICT
NINE MONTH ACTUAL/THREE MONTH PROJECTED 2021-2022
PROPOSED BUDGET 2022-2023**

	9 MO ACTUAL	BUDGET 2021-2022	PROJECTED FINAL 21-22	BUDGET 22-23	
ADMINISTRATIVE EXPENSES:					
CONTRACT MANAGEMENT	69,489	91,214	93,000	102,000	\$290 x 35%
GENERAL ENGINEERING EXP	14,641	20,000	20,000	22,000	
EMPLOYEE BENEFITS-INS	14,944	19,300	19,950	19,500	
EMPLOYEE BENEFITS-RETIREMENT	19,794	25,200	26,400	29,500	
WAGES EXPENSE	104,800	163,500	143,500	186,500	
VACATION EXP	8,460	11,274	11,280	12,400	
MILEAGE EXP ADMIN	-	500	-	500	
OVERTIME EXPENSE	931	1,750	1,200	2,000	
PAYROLL TAX EXPENSES	2,177	2,600	3,000	3,000	
CONTRACT STAFFING OFFICE	-	3,500	-	3,500	OFFICE STAFF ONLY
LEGAL EXPENSES	8,064	7,500	11,000	12,000	
AUDIT EXPENSES	4,900	5,500	4,900	5,500	
BOARD COMMITTEE/ MEETING EXP.	7,530	10,500	10,500	13,000	
COMPUTER SYSTEM EXP	27,205	20,000	29,500	30,000	
BANK CHARGES EXP	21,852	30,000	30,000	32,500	
MISCELLANEOUS & EDUCATION EXP	261	4,000	1,200	4,000	
TELEPHONE EXP	9,074	15,000	12,100	13,000	
OFFICE SUPPLIES EXP	11,735	12,000	15,700	17,000	
PRINTING EXPENSES	3,742	5,000	5,000	5,500	
POSTAGE & DELIVERY EXPENSE	7,692	12,000	10,300	11,500	\$32,000 40/35/25
PUBLICATIONS, NOTICES & DUES	1,657	2,500	2,300	2,500	
EQUIPMENT LEASE EXPENSES	4,635	7,000	6,200	7,000	
INSURANCE EXPENSES	16,972	27,300	27,300	34,000	LIAB/WC \$96,000 40/35/25
INVESTMENT EXPENSE	2,800	4,200	4,200	4,500	
ANNUAL ASSESSMENT EXP	4,288	3,000	4,300	4,500	
ELECTION & PUBLIC HEARING EXP	-	7,350	7,350	7,350	
COMMUNITY OUT REACH EXP	11,971	8,000	12,000	15,000	WATER/FAIR
TOTAL ADMINISTRATIVE EXPENSES	379,614	519,688	512,180	599,750	
TOTAL WATER EXPENSES	4,286,467	6,052,900	5,774,761	7,017,600	
NET OPERATING REVENUE/EXPENSE	1,242,731	1,383,800	1,676,939	1,237,400	
NON-OPERATING SOURCE OF FUNDS:					
INTEREST INCOME	14,324	20,000	20,000	20,000	
PROPERTY TAX INCOME	43,173	40,000	43,173	40,000	
TOTAL NON-OP SOURCE OF FUNDS	57,497	60,000	63,173	60,000	
TOTAL REVENUE/EXPENSE	1,300,228	1,443,800	1,740,112	1,297,400	
TRANSFER TO CAPITAL FUND-REPLACEMENT-DEPR	427,045		569,393	569,393	
			1,170,719	728,007	

**TEMESCAL VALLEY WATER DISTRICT
NINE MONTH ACTUAL/THREE MONTH PROJECTED 2021-2022
PROPOSED BUDGET 2022-2023**

	9 MO ACTUAL	BUDGET 2021-2022	PROJECTED FINAL 21-22	BUDGET 22-23	
<u>NON-POTABLE WATER DEPARTMENT</u>					
OPERATING REVENUE:					
RECYCLED/NON-POTABLE WATER SALES	1,392,279.00	2,000,000	1,900,000	2,100,000	8%
RECYCLED/ NON-POT WATER FIXED CHARGE	221,431	203,000	295,000	295,000	
RECYCLED/NON-POTABLE PUMPING CHARGE	47,116	54,000	62,000	71,000	3.4 % OF SALES
MISC INCOME	-	11,500	4,000	11,500	
INSPECTION REVENUE	13,662	12,300	18,000	18,000	
TOTAL NON-POTABLE REVENUE	1,674,488	2,280,800	2,279,000	2,495,500	
OPERATING EXPENSES:					
RECYCLED/NON-POTABLE LABOR EXP	65,001	114,500	90,000	133,500	
INSPECTION WAGES EXPENSE	16,978	20,540	23,000	24,300	
PAYROLL TAXES EXP	1,167	2,500	1,597	2,900	
EMPLOYEE BENEFITS-INS	10,943	15,300	15,300	15,300	
EMPLOYEE BENEFITS-RETIREMENT	13,071	19,000	19,000	22,000	
MILEAGE EXP	758	1,000	1,100	1,000	
OVERTIME EXP/ ON CALL	14,726	20,750	20,750	22,000	\$98,000 - 40/35/25
OVERTIME EXP-INSPECTION	-	2,500	2,500	2,500	
VACATION EXP	5,229	7,000	7,000	8,500	
INSPECTION / PLAN CHECK EXP	-	1,000	-	1,000	
SCADA SYSTEM STD BY EXP	-	2,600	1,400	2,600	
SCADA SYS EXP	1,714	10,000	3,000	5,000	
LABORATORY TESTING COSTS	7,239	3,000	10,000	10,000	
EQUIPMENT REPAIRS & MAINT.	17,571	60,000	60,000	40,000	
NONPOTABLE WATER LINE REPAIR	37,164	20,000	20,000	40,000	
SECURITY AND ALARM EXP	400	1,000	600	1,000	
PROPERTY MAINTENANCE	4,926	4,000	6,600	7,000	
ENERGY COSTS	195,047	290,000	260,000	280,000	8%
CONSUMABLE SUPPLIES EXP	775	2,500	1,100	1,500	
CHEMICALS, LUBRICANTS & FUELS	2,610	5,500	4,000	5,000	
PERMITS AND FEES EXP	6,041	10,000	10,000	11,000	
SERVICE METERS AND PARTS COSTS	1,374	7,000	7,000	7,000	
RECYCLED SIGN/TOOLS EXP	565	4,000	1,500	4,000	
MISC OPERATING EXP	-	500	500	500	
BAD DEBT	-	1,600	1,600	2,000	
CONTINGENCIES	-	24,538	-	25,000	\$ 491,800 X 5% (PR TAX-BAD DEBT)
TOTAL OPERATING EXPENSES	403,299	650,328	567,547	674,600	

**TEMESCAL VALLEY WATER DISTRICT
NINE MONTH ACTUAL/THREE MONTH PROJECTED 2021-2022
PROPOSED BUDGET 2022-2023**

	9 MO ACTUAL	BUDGET 2021-2022	PROJECTED FINAL 21-22	BUDGET 22-23	
ID#1 DEPARTMENT					
OPERATING REVENUE:					
ANNUAL SEWER SERVICE CHARGE	123,525	164,700	164,700	164,700	305 X \$540
TOTAL ID #1 REVENUE	123,525	164,700	164,700	164,700	
OPERATING EXPENSES:					
MONTHLY TREATMENT PLANT COSTS	105,876	138,000	145,375	145,000	305 X \$39.72 X 12
TOTAL OPERATING COSTS	105,876	138,000	133,078	145,000	
ADMINISTRATIVE EXPENSES:					
ANNUAL ASSESSMENT PROCESSING	2,848	3,000	2,843	3,000	
TOTAL ADMINISTRATIVE EXPENSES	2,848	3,000	2,843	2,843	
TOTAL ID#1 EXPENSES	108,724	141,000	135,921	147,843	
NET OPERATING REVENUE/EXPENSE	14,801	23,700	28,779	16,857	
NON-OPERATING SOURCE OF FUNDS:					
INTEREST INCOME/UNREALIZED GAIN ON INV	2,421	4,200	3,200	3,200	
TOTAL NON-OPER SOURCE OF FUNDS	2,421	4,200	31,979	20,057	
TOTAL REVENUE/EXPENSE	17,222	27,900	32,879	32,879	
SINKING FUND - CAPACITY			32,879	32,879	
BEGINING FUND BALANCE 7/1/19					
ENDING FUND BALANCE 6/30/20			32,879	32,879	
	9 MO ACTUAL	BUDGET 2021-2022	PROJECTED FINAL 21-22	BUDGET 22-23	
ID#2 DEPARTMENT					
OPERATING REVENUE:					
ANNUAL SEWER SERVICE CHARGE	139,725	186,300	186,300	186,300	345 X \$540.
TOTAL ID #2 REVENUE	139,725	186,300	186,300	186,300	
OPERATING EXPENSES:					
MONTHLY TREATMENT PLANT COSTS	119,763	150,530	164,500	164,000	345 X \$39.72 X 12
TOTAL OPERATING COSTS	119,763	150,530	164,500	164,000	
ADMINISTRATIVE EXPENSES:					
ANNUAL ASSESSMENT PROCESSING	2,842	3,000	2,842	3,000	
TOTAL ADMINISTRATIVE EXPENSES	2,842	3,000	2,842	3,000	
TOTAL ID#2 EXPENSES	122,605	153,530	167,342	167,000	
NET OPERATING REVENUE/EXPENSE	17,120	32,770	18,958	19,300	
NON-OPERATING SOURCE OF FUNDS:					
INTEREST INCOME/UNREALIZED GAIN ON INV	2,203	8,040	3,000	3,000	
TOTAL NON-OPER SOURCE OF FUNDS	2,203	8,040	3,000	3,000	
TOTAL REVENUE/EXPENSE	19,323	40,810	21,958	22,300	
SINKING FUND - CAPACITY			21,958	22,300	
BEGINING FUND BALANCE 7/1/19					
ENDING FUND BALANCE 6/30/20			21,958	22,300	

**Temescal Valley Water District
Capital Projects
Yearly Miscellaneous and Multi - Year**

In Process
Not Started
Completed

Capital Projects FY 2022/2023 Maintenance/ General Projects	CIP #	Eng #1401.*	Total Cost	Source of Funding			Previous YR	FY 21/22			Total YTD	Variance
				Sewer Fund	Water Fund	Recycled Fund		YEAR TO DATE				
				Sewer Fund	Water Fund	Recycled Fund		Sewer Fund	Water Fund	Recycled Fund		
Computer and Software Upgrades	G-1-2019		\$ 25,000	\$ 10,000	\$ 8,750	\$ 6,250						
General Building Improvements	G-2-2019		\$ 80,000	\$ 32,000	\$ 28,000	\$ 20,000						
New Work Truck	G-4-2021		\$ 50,000	\$ 20,000	\$ 17,500	\$ 12,500						
Secondary FEB Pump Replacement	G-5-2021		\$ 120,000	\$ 72,000		\$ 48,000						
GIS Mapping - Water, Sewer, RW pipelines and facilities	G-7-2021	1904/1905	\$ 50,160	\$ 20,064	\$ 17,556	\$ 12,540						
Groundwater Sustainability JPA	General		\$ 135,000	\$ -	\$ 135,000	\$ -						
5-year Financial Plan Development with 218 notice	G-1-2020		\$ 15,000	\$ 5,000	\$ 5,000	\$ 5,000						
Digester System Operational Control	S-2-2022		\$ 75,523	\$ 75,523								
Temescal Canyon Road Manhole Rehab	S-1-2022		\$ 105,000	\$ 105,000								
General Projects List Catchall (See Sheet)	General		\$ 260,000	\$ 140,000	\$ 100,000	\$ 20,000						
SUBTOTAL			\$ 915,683	\$ 479,587	\$ 311,806	\$ 124,290	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 915,683

Multiple Fiscal Year Projects	CIP #	Eng #1401.*	Total Cost	Source of Funding			Previous YR	YEAR TO DATE			Total YTD	Variance
				Sewer Fund	Water Fund	Recycled Fund		YEAR TO DATE				
				Sewer Fund	Water Fund	Recycled Fund		Sewer Fund	Water Fund	Recycled Fund		
Trailer Yard Goat	G-1-2021		\$ 100,000	\$ 60,000		\$ 40,000						\$ 100,000
Recycled and Non-potable Pipeline extensions	NP-2018		\$ 775,000	\$ -	\$ -	\$ 775,000						\$ 775,000
Construct New Storage Building	G-2-2021		\$ 370,000	\$ 148,000	\$ 111,000	\$ 111,000						\$ 370,000
Parking Structure Shades	G-3-2021		\$ 100,000	\$ 40,000	\$ 35,000	\$ 25,000						\$ 100,000
Sludge Centrifuge VFD Backdrive and Control Repair	S-2-2021		\$ 109,104	\$ 109,104	\$ -	\$ -						\$ 109,104
Convert to Recycled	General		\$ 135,000	\$ -	\$ 75,000	\$ 60,000						\$ 135,000
Well Replacement/Cleaning and Rehab	General		\$ 135,000	\$ -	\$ -	\$ 135,000						\$ 135,000
TVWD Offsite SCADA PLC and Radio Upgrade	G-1-2022		\$ 257,000	\$ 102,800	\$ 77,100	\$ 77,100						\$ 257,000
Potable Reservoir Design - Wildrose Site	W-1-2020	1810	\$ 150,000	\$ -	\$ 150,000	\$ -						\$ 150,000
Potable Reservoir Construction	W-1-2020		\$ 3,105,000	\$ -	\$ 3,105,000	\$ -						\$ 3,105,000
Automatic Meter Read System	W-1-2021		\$ 3,050,000		\$ 3,050,000							\$ 3,050,000
Sludge Processing Facility with Odor Control	S-1-2021		\$ 3,295,000	\$ 3,295,000								\$ 3,295,000
Property Purchase and Relocation of Emergency Pump	W-2-2021		\$ 587,000		\$ 587,000							\$ 587,000
Reservoir Management System - Terramor Reservoir	W-3-2021		\$ 102,000		\$ 102,000							\$ 102,000
												\$ -
SUBTOTAL			\$ 12,270,104	\$ 3,754,904	\$ 7,292,100	\$ 1,223,100	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,270,104
TOTAL			\$ 13,185,787	\$ 4,234,491	\$ 7,603,906	\$ 1,347,390	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,185,787



Established in 1965

Project Name: New Spare Parts Building
Project Department: General Purpose
CIP Project No.: G-1-2021
Total Project Cost: \$ 370,000 Updated Pricing from 3 bids

Project Description:

The District currently has a spare parts inventory that includes, pumps, motors, meters, valves, hoses, specialized equipment and general spare parts for the Potable Water, Recycled Water and Wastewater Treatment Plant. This spare part inventory is needed for critical items and long lead items to insure replacement equipment is available as needed. Our current parts/truck storage building is too small to adequately organize and store the equipment properly. With this new building we will have one building for vehicle and motorized equipment and one building for parts. The new building will be located on a pad we reserved behind the sludge digesters.

Budget Summary by Phase :

Phase	FY 21-22	FY 22--23				Total
Design						\$ -
Purchase/Construction		\$ 370,000				\$ 370,000
						\$ -
						\$ -
TOTALS						\$ -

Project Schedule Summary by Phase:

Design					
Permitting					
Construction					

Funding Source

Sewer Fund	\$ -	\$ 170,000				\$ 170,000
Potable Water Fund	\$ -	\$ 100,000				\$ 100,000
Recycled Water Fund	\$ -	\$ 100,000				\$ 100,000
						\$ 370,000



Established in 1965

TEMESCAL VALLEY WATER DISTRICT
CAPITAL IMPROVEMENTS PROGRAM

Project Name: TVWD Offsite SCADA PLC and Radio Upgrade
Project Department: General
CIP Project No.: G-1-2022
Total Project Cost: \$ 257,000

Project Description:

The existing SCADA system outside the gates utilizes older PLCs and Radios that are subject to failure. These older radios also do not have the ability to transmit encrypted data. We propose to upgrade each site with faster PLCs and encrypted radios that can communicate with the base station at the treatment plant. All of our potable zones, pump station, sewer lift stations, wells and recycled systems depend on uninterrupted data communication.

Budget Summary by Phase :

Phase	FY 22--23					Total
Study and Planning						\$ -
Design						\$ -
Materials	\$ 150,000					\$ 150,000
Installation and programming	\$ 107,000					\$ 107,000
TOTALS						\$ 257,000

Project Schedule Summary by Phase:

Study and Planning					
Design					
Materials					
Installation					

Funding Source

Sewer Fund	\$ 77,100					\$ 77,100
Potable Water Fund	\$ 102,800					\$ 102,800
Recycled Water Fund	\$ 77,100					\$ 77,100
TOTALS						\$ 257,000



Established in 1965

TEMESCAL VALLEY WATER DISTRICT
CAPITAL IMPROVEMENTS PROGRAM

Project Name: Sludge Processing Facility with Odor Control
Project Department: Sewer Treatment
CIP Project No.: S-1-2021
Total Project Cost: \$ 3,295,000

Project Description:

Sludge drying is becoming increasingly difficult without relying on the beds and bag system. Both of these systems can create odors when the sludge is removed from a drying bed or bag and placed in trucks for removal. This project will provide for the development of an additional process that will dry sludge into a biosolid that can be removed offsite for disposal. The facility would have high volume processing capacity and odor control. We will research different systems and process types for the most cost effective system. This will need a permit amendment from the Regional Board and a So Cal AQMD permit.

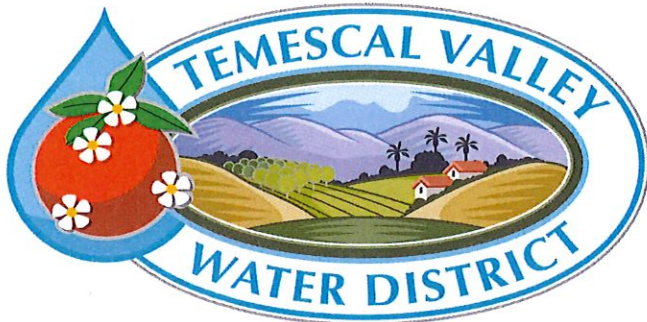
Budget Summary by Phase :

Phase	FY 21-22	FY 22-23	FY 23-24			Total
Research	\$ 60,000					\$ 60,000
Design	\$ 70,000	\$ 80,000				\$ 150,000
Permitting/Environmental		\$ 85,000				\$ 85,000
Construction		\$ 500,000	\$ 2,500,000			\$ 3,000,000
Startup						\$ -
Contingency						\$ -
TOTALS	\$ 130,000	\$ 665,000	\$ 2,500,000			\$ 3,295,000

Project Schedule Summary by Phase:

Research/Design					
Permitting					
Construction					
Startup					

Funding Source	FY 21-22	FY 22-23	FY 23-24			Total
Sewer Fund	\$ 130,000	\$ 665,000	\$ 2,500,000			\$ 3,295,000
Potable Water Fund						\$ -
Recycled Water Fund						\$ -
TOTALS	\$130,000	\$665,000	\$2,500,000			\$ 3,295,000



Established in 1965

TEMESCAL VALLEY WATER DISTRICT
CAPITAL IMPROVEMENTS PROGRAM

Project Name: Sludge Centrifuge VFD Backdrive and Control Repair
Project Department: Sewer
CIP Project No.: S-2-2021
Total Project Cost: \$ 25,000

Project Description:

This project is to rebuild the existing centrifuge with a new VFD to control the scroll speed instead of the existing back drive system. This also requires new controls to be installed in the existing control cabinet. The parts were ordered in FY 21/22 and we now have them onsite.

Budget Summary by Phase :

Phase	FY 21-22	FY 22-23				Total
Parts Procurement	\$ 70,504	\$ 9,600				\$ 80,104
Installation	\$ 17,000	\$ 12,000				\$ 29,000
						\$ -
						\$ -
TOTALS	\$ 87,504	\$ 21,600	\$ -	\$ -	\$ -	\$ 109,104

Project Schedule Summary by Phase:

Parts Procurement					
Installation					

Funding Source	FY 21-22	FY 22-23			Total
Sewer Fund	\$ 87,504	\$ 21,600			\$ 109,104
Potable Water Fund			\$ -		\$ -
Recycled Water Fund					\$ -



Project Name: Temescal Canyon Road Manhole Rehab
Project Department: Collections System
CIP Project No.: S-1-2022
Total Project Cost: \$ 105,000

Project Description:

The Sewer Collection system is a series of gravity sewer pipelines connected by manholes at approximately 300 feet and changes in direction. The manholes in Temescal Canyon Road are subjected to heavy traffic from the mining operations coming out of the sand and gravel mines on Mitri Road. This area is also the first manholes where the Sycamore Creek and Terramor Sewer Lift Stations combined Sewer Force Main dumps into the gravity system. Hydrogen sulfide deteriorates the concrete shafting of the manholes.

The project is to repair, raise to grade and fortify the manholes along Temescal Canyon Road between from the Cal Fire Station to the I-15 Freeway.

Budget Summary by Phase :

Phase	FY 21-22	FY 22-23				Total
Investigation and Design	\$ 20,000					\$ 20,000
Repair		\$ 85,000				\$ 85,000
TOTALS	\$ 20,000	\$ 85,000	\$ -	\$ -	\$ -	\$ 105,000

Project Schedule Summary by Phase:

Investigation and Design					
Repair					

Funding Source	FY 21-22	FY 22-23	0	0	0	Total
Sewer Fund	\$ 20,000	\$ 85,000				\$ 105,000
Potable Water Fund						\$ -
Recycled Water Fund						\$ -
TOTALS	\$20,000	\$85,000	\$0	\$0	\$0	\$ 105,000



Established in 1965

Project Name: Digester System Operational Control
Project Department: Sewer
CIP Project No.: S-2-2022
Total Project Cost: \$ 75,523

Project Description:

We currently have five Sludge Digesters. The three smaller digesters were completed within Phases 1, 2 and 3 and are approximately 50,000 gallons each. Our two new digesters are 250,000 gallons each. We now run the sludge operation differently because we have the ability to store sludge and aerate - thus treating the sludge to a level where all the organics are removed. This process requires us to trend the level in all the tanks to move sludge around. We also have a secondary sludge bag feed system that is located adjacent to the largest digester. This system will be put to use when we get the Centrifuge back up operational. The proposed Operation Control requires level transducers, new PLC, new conduit and fiber connection and programming.

Budget Summary by Phase :

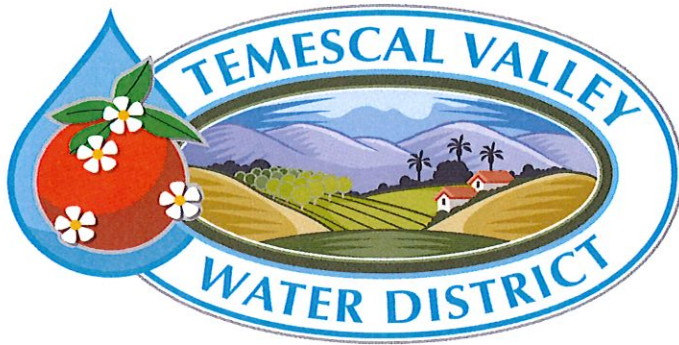
Phase	FY 22-23	FY 22--23				Total
Installation	\$ 75,523					\$ 75,523
						\$ -
						\$ -
TOTALS	\$ 75,523	\$ -				

Project Schedule Summary by Phase:

Study and Planning					
Design					
Permitting					
Construction					

Funding Source

Sewer Fund	\$ 75,523	\$ -				\$ 75,523
Potable Water Fund						\$ -
Recycled Water Fund						\$ -



Established in 1965

TEMESCAL VALLEY WATER DISTRICT
CAPITAL IMPROVEMENTS PROGRAM

Project Name: Water Storage Phase 1 - Wildrose 2.8 MG Potable Reservoir
Project Department: Potable Water
CIP Project No.: W-1-2020
Total Project Cost: \$ 3,420,000

Project Description:

The District's Water Master Plan projects future growth and demand in the District's 1320 Zone. This project utilizes the planning and siting of a future reservoir on the south east end near the landfill that matches the District's 1320 zone. Ultimately approximately 5 MG of storage is needed. Water Storage Phase 1 will modify the Dawson Tank design to fit a 2.8 MG tank at the District's existing Wildrose tank site - creating a tank farm that will provide additional storage for operations and redundancy for tank maintenance. Design includes structural, cathodic, soils boring, site survey and transferring the design.

Budget Summary by Phase :

Phase	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	Total
Design	\$ 165,000	\$ 100,000				\$ 265,000
Environmental		\$ 50,000				\$ 50,000
Construction			\$ 2,500,000	\$ 500,000		\$ 3,000,000
CM			\$ 40,000	\$ 10,000		\$ 50,000
Inspection			\$ 30,000	\$ 25,000		\$ 55,000
TOTALS	\$ 165,000	\$ 150,000	\$ 2,570,000	\$ 535,000	\$ -	\$ 3,420,000

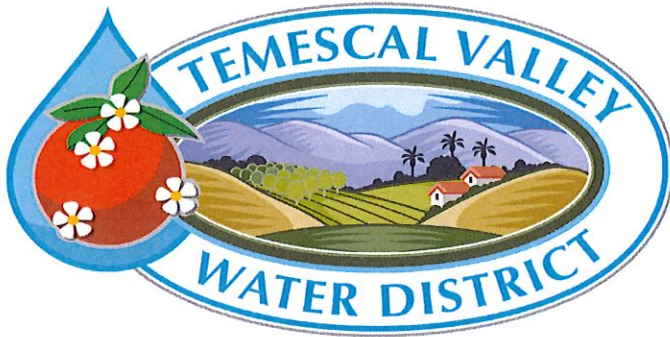
Project Schedule Summary by Phase:

Design and Environmental					
Planning/Permit					
Construction					
CM and Inspection					

FY is July 1 to June 30

Funding Source

Sewer Fund					
Potable Water Fund	\$ 165,000	\$ 150,000	\$ 2,570,000	\$ 535,000	\$ 3,420,000
Recycled Water Fund					



Established in 1965

Project Automatic Meter Read System

Project Department: Potable and Non-potable

CIP Project No.: W-1-2021

Total Project Cost: \$ 3,050,000

Project Description:

We currently utilize a contract service for meter reading on the potable and nonpotable water meters. This system provides a once a month snapshot/billing number. AMR will provide even monthly reads, customer interaction, water leak alarms, over use/ budget settings, ending reads, customer service inquiries and real time conservation and water loss calculations. Two system types will be researched - contracted -all inclusive consultant provided AMR and District owned AMR.

Budget Summary by Phase :

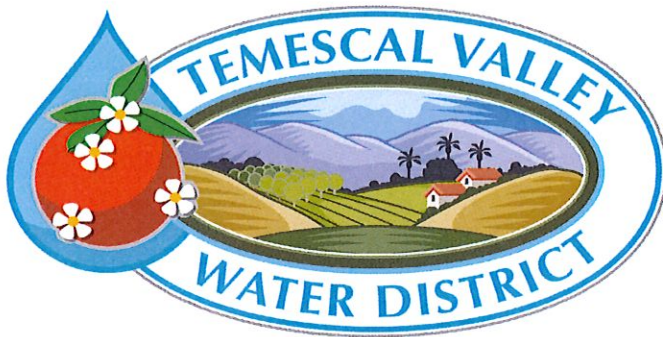
Phase	FY 21-22	FY 22-23			Total
Research	\$ 25,000				\$ 25,000
Design	\$ 45,000				\$ 45,000
Proposals	\$ 30,000				\$ 30,000
Purchase	\$ 450,000	\$ 2,500,000			\$ 2,950,000
					\$ -
					\$ -
TOTALS	\$ 550,000	\$ 2,500,000			\$ 3,050,000

Project Schedule Summary by Phase:

Research & Proposals	■ ■ ■ ■ ■														
Installation in phases		■ ■ ■ ■ ■ ■ ■ ■													
Testing			■ ■ ■ ■ ■												
Go Live				■ ■ ■ ■ ■ ■ ■ ■ ■ ■											
FY is July 1 to June 30	FY 21-22	FY 22-23													

Committed Funding Source

Sewer Fund					\$ -
Potable Water Fund	\$ 440,000	\$ 2,000,000			\$ 2,440,000
Recycled Water Fund	\$ 110,000	\$ 500,000	\$ -	\$ -	\$ 610,000
Funding Totals	FY 21-22	FY 22-23	0	0	Total
TOTALS	\$ 550,000	\$ 2,500,000	\$ -	\$ -	\$ 3,050,000



TEMESCAL VALLEY WATER DISTRICT
CAPITAL IMPROVEMENTS PROGRAM

Established in 1965

Project Name: Property Purchase and Relocate Emergency Water Pump
Project Department: Potable Water
CIP Project No.: W-2-2021
Total Project Cost: \$ 587,000

Project Description:

The District's current site for our emergency water connection with the City of Corona is adjacent to the I-15 Freeway and subject to vandalism and theft. The pump enclosure and fuel tank are continuously being broken into and the fuel tank drained. This site is also too close to the freeway and is vulnerable to destruction by a vehicle coming off the freeway. The proposed new site can be secured and is closer to the source water. The property has become available due to the COR road widening project. The project will have two phases - Property acquisition and Pump relocation. The Property acquisition will need an appraisal and negotiation. The Relocation will need site and mechanical design, permitting and construction.

Budget Summary by Phase :

Phase	FY 21-22	FY 22-23	FY 23-24			Total
Property Acquisition	\$ 360,000					\$ 360,000
Permitting	\$ 20,000					\$ 20,000
Design		\$ 42,000				\$ 42,000
Construction			\$ 165,000			\$ 165,000
						\$ -
TOTALS	\$ 380,000	\$ 42,000	\$ 165,000			\$ 587,000

Project Schedule Summary by Phase:

Property Acquisition	■					
Planning/Permit	■	■				
Design/Bid		■	■			
Construction			■	■		

FY is July 1 to June 30

Funding Source

Sewer Fund						
Potable Water Fund	\$ 380,000	\$ 42,000	\$ 165,000			
Recycled Water Fund						
	FY 21-22	FY 22-23	FY 23-24			Total
TOTALS	\$380,000	\$42,000	\$165,000			\$587,000



Established in 1965

Project Name: Reservoir Management Systems
Project Department: Water
CIP Project No.: W-3-2021
Total Project Cost: \$ 102,000

Project Description:

The State Water Resource Control Board – Drinking Water Division requires the District to maintain a minimum residual in the domestic water system, including the tanks. Tank water is typically difficult to keep at minimum residual unless you cycle the tank down to a level that is problematic if our source of supply is interrupted. We also are required to minimize the Disinfection Byproducts created by high residual. Reservoir Management Systems can be as simple as a mixing system or more complicated by mixing and adding disinfection to the tank water. We added mixing systems to three tanks, Trilogy, Sycamore Creek and Terramor in FY 20-21. With this project we will be purchasing and installing the equipment for Chloramine injection in the Terramor Tank. The new upper booster is being plumbed during the construction for the new equipment.

Budget Summary by Phase :

Phase	FY 21-22	FY 22-23				Total
Purchase	\$ 77,000					\$ 77,000
Installation	\$ 25,000					\$ 25,000
						\$ -
TOTALS	\$ 102,000					\$ 102,000

Project Schedule Summary by Phase:

Purchase					
Installation					

Funding Source

Sewer Fund					\$ -
Potable Water Fund	\$ 102,000				\$ 102,000
Recycled Water Fund					\$ -

FY 2022/2023 Maintenance /General Projects

Item

1	Diversion Valve: Compliance		
	Center Electric (provide control box, wiring & fiber)	12,067	
	Trans Controls (provide plc & associated equip, programming)	22,724	
	Excavation	2,500	
		37,291	WRF
2	Dive inspection - All tanks	25,000	Potable/ RW
3	Rotary Screw Compressors - Continuous duty	40,000	WRF
4	Replace (3) 16" Plant Isolation Valves: Recycled Water		
	Don Petersen (install valves and adaptors, backfill)	44,200	RW
5	Raise Block Wall Around Sludge Area	20,000	WRF
6	CERLIC Portable Sludge Blanket Sensor	4,305	WRF
7	Retreat Booster Station ATS Replacement	8,725	Potable
8	OPS Bldg. Toilet Replacement & New Water Heater	10,000	General Building
9	New Flow Meter for Centrifuge	9,595	WRF
10	Confined Space Tripod & Blower	10,000	Operations
11	Replacement Rotork Actuators (3)	20,000	WRF
12	Next Year Budget Maintenance:		
	Generator Inspections & Service	18,000	
	HVAC Inspections	5,500	
	Cla-Val Inspections & Service	5,000	

TOTAL 257,616

TEMESCAL VALLEY WATER DISTRICT
INTERNAL BALANCE SHEET
30-Apr-22

ASSETS

Fixed Assets (net of accumulated depreciation)			
Land		\$	902,118
Treatment Plants			12,270,285
Capacity Rights			13,503,639
Water System, Reservoir & Wells			8,794,602
Water & Sewer Mains			30,330,356
General Equipment Sewer/Water/ Furniture			1,554,163
Buildings & Entrance Improvements			244,380
			\$ 67,599,543
Current Assets			
Cash - Wastewater	\$ 5,538,786		
Cash - Water		16,822,996	
Cash - ID #1		608,456	
Cash - ID #2		320,612	
Cash - Nonpotable		6,353,247	
Cash - Deposits		2,617,976	32,262,073
Accounts Receivable-Services/Developers			1,677,690
Assessment Receivable			190,971
Interest Receivable			2,923
Prepaid Expenses			62,082
Inventory			58,749
			\$ 34,254,487
Other Assets			
Work-in-Process			8,306,622
Deferred Outflows - Pension			164,014
TOTAL ASSETS			\$ 110,324,666

LIABILITIES

Current Liabilities			
Accounts Payable		\$	905,163
Security Deposits			222,665
Payroll & Payroll Taxes Payable			101,886
Capacity & Meter Deposits			1,431,713
Fiduciary Payments Payable			583,358
Developer Deposits			366,663
Other Deposits			13,577
			3,625,025
Long-term Liabilities			
TVRP Note			428,774
Deferred Inflows - Pension			141,677
TOTAL LIABILITIES			\$ 4,195,476

FUND EQUITY

Fund Balances			
Waste Water Fund Balance			37,260,905
Water Fund Balance			52,363,886
ID #1 Fund Balance			657,261
ID #2 Fund Balance			570,923
Recycled Water Fund Balance			15,276,215
TOTAL FUND EQUITY			\$ 106,129,190
TOTAL LIABILITIES & FUND EQUITY			\$ 110,324,666

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
<u>WASTEWATER DEPARTMENT</u>								
OPERATING REVENUE:								
MONTHLY SEWER SERVICE CHARGE	241,979	227,000	14,979	2,393,584	2,270,000	123,584	\$ 2,725,000	(331,416)
MONTHLY SERVICE CHARGE-ID #1	11,764	12,100	(336)	117,640	120,900	(3,260)	145,000	(27,360)
MONTHLY SERVICE CHARGE-ID #2	13,307	13,700	(393)	133,070	136,800	(3,730)	164,000	(30,930)
MONTHLY SEWER SERVICE CHG-R COM	18,549	12,800	5,749	160,934	128,300	32,634	154,000	6,934
MISC UTILITY CHARGES/ REVENUE	112	100	12	1,565	900	665	1,000	565
STANDBY CHARGES	-	-	-	42,910	55,000	(12,090)	110,000	(67,090)
CFD REIMBURSEMENTS	-	-	-	15,000	15,000	-	30,000	(15,000)
INSPECTION CHARGES	5,731	1,700	4,031	27,590	16,800	10,790	20,000	7,590
TOTAL WASTEWATER REVENUE	291,442	267,400	24,042	2,892,293	2,743,700	148,593	3,349,000	(456,707)
OPERATING EXPENSES:								
WAGES EXPENSE-OPERATIONS	17,484	21,000	(3,516)	121,738	155,000	(33,262)	183,200	(61,462)
WAGES EXPENSE-INSPECTION	4,476	4,000	476	31,639	29,600	2,039	35,000	(3,361)
PAYROLL TAXES EXP	391	475	(84)	2,639	3,480	(841)	4,100	(1,461)
EMPLOYEE BENEFITS-INS	758	2,100	(1,342)	12,393	20,900	(8,507)	24,480	(12,087)
EMPLOYEE BENEFITS-RETIREMENT	2,320	2,550	(230)	25,862	25,500	362	30,500	(4,638)
OVERTIME OPERATION EXP	1,080	3,700	(2,620)	19,337	28,100	(8,763)	33,200	(13,863)
OVERTIME INSPECTION EXP	447	450	(3)	6,174	3,350	2,824	4,000	2,174
MILEAGE EXP	590	250	340	3,857	2,500	1,357	3,000	857
VACATION EXP	929	930	(1)	9,290	9,300	(10)	11,150	(1,860)
SCADA SYSTEM STANDBY EXP	-	350	(350)	-	3,480	(3,480)	4,160	(4,160)
SCADA SYSTEM ADMIN/MAINT	-	1,700	(1,700)	7,013	16,800	(9,787)	20,000	(12,987)
LABORATORY TESTING COSTS	2,595	1,950	645	14,818	19,300	(4,482)	23,000	(8,182)
SLUDGE DISPOSAL/PUMPING COSTS	-	8,300	(8,300)	52,974	83,200	(30,226)	100,000	(47,026)
SLUDGE DISPOSAL BAG EXP	-	-	-	-	25,000	(25,000)	25,000	(25,000)
SLUDGE CHEMICAL EXP	-	5,000	(5,000)	26,573	50,000	(23,427)	60,000	(33,427)
EQUIPMENT RENTAL COSTS	-	200	(200)	-	1,800	(1,800)	2,000	(2,000)
EQUIPMENT REPAIRS & MAINT	8,724	21,000	(12,276)	211,629	209,000	2,629	250,000	(38,371)
SEWER LINE REPAIRS	-	1,000	(1,000)	-	9,500	(9,500)	11,000	(11,000)
SEWER CLEANING AND VIDEO EXP	-	2,500	(2,500)	37,405	25,000	12,405	30,000	7,405
SECURITY AND ALARM EXP	-	250	(250)	641	2,500	(1,859)	3,000	(2,359)
PROPERTY MAINTENANCE	10,087	3,500	6,587	43,147	34,000	9,147	40,000	3,147
ENGINEERING/ADMIN. STUDIES	-	2,000	(2,000)	435	20,500	(20,065)	25,000	(24,565)
PLAN CHECK EXPENSE (TVWD)	-	1,000	(1,000)	-	9,000	(9,000)	10,000	(10,000)
ENERGY COSTS	26,813	23,000	3,813	270,803	230,500	40,303	277,000	(6,197)
CONSUMABLE SUPPLIES & CLEANING	448	1,000	(552)	6,686	9,000	(2,314)	10,000	(3,314)
CHEMICALS, LUBRICANTS & FUELS	7,631	13,750	(6,119)	74,269	137,500	(63,231)	165,000	(90,731)
SMALL EQUIPMENT & TOOLS COST	1,073	1,600	(527)	7,768	16,400	(8,632)	20,000	(12,232)
PERMITS, FEES & TAXES (WTR BRD FEE)	578	-	578	14,230	40,000	(25,770)	40,000	(25,770)
SAWPA BASIN MONITORING EXP	-	-	-	28,818	25,000	3,818	25,000	3,818
MAP UPDATING/GIS EXP	-	200	(200)	-	1,800	(1,800)	2,000	(2,000)
MISC. OPERATING EXP	-	100	(100)	-	1,000	(1,000)	1,000	(1,000)
BAD DEBT EXPENSES	-	-	-	-	-	-	2,000	(2,000)
CONTINGENCIES	-	5,250	(5,250)	-	-	-	62,800	(62,800)
TOTAL OPERATING EXPENSES	86,424	129,105	(42,681)	1,030,138	1,248,010	(217,872)	1,536,590	(506,452)

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
ADMINISTRATIVE EXPENSES:								
CONTRACT MANAGEMENT	10,781	8,700	2,081	90,196	87,000	3,196	104,250	(14,054)
GENERAL ENGINEERING EXP	-	1,700	(1,700)	15,858	17,000	(1,142)	20,000	(4,142)
EMPLOYEE BENEFITS-INS	1,052	1,850	(798)	20,413	18,500	1,913	22,100	(1,687)
EMPLOYEE BENEFITS-RETIREMENT	2,009	2,200	(191)	24,072	22,400	1,672	28,800	(4,728)
WAGES EXPENSE	21,125	21,600	(475)	135,540	158,400	(22,860)	187,000	(51,460)
VACATION EXP	1,074	1,100	(26)	11,134	11,000	134	12,885	(1,751)
PAYROLL TAX EXPENSES	342	230	112	3,849	2,540	1,309	2,900	949
OVERTIME EXP	-	100	(100)	4,108	900	3,208	2,000	2,108
MILEAGE EXP ADMIN	-	20	(20)	-	200	(200)	250	(250)
CONTRACT STAFFING EXP	-	-	-	-	-	-	4,000	(4,000)
LEGAL EXPENSES	440	800	(360)	9,503	8,200	1,303	10,000	(497)
AUDIT EXPENSES	-	-	-	5,600	6,000	(400)	6,000	(400)
BOARD COMMITTEE MEETING EXP.	884	1,200	(316)	9,492	12,000	(2,508)	14,400	(4,908)
ELECTION & PUBLIC HEARING EXP	-	-	-	-	-	-	8,400	(8,400)
COMPUTER SYSTEM ADMIN	2,081	2,500	(419)	35,313	25,000	10,313	30,000	5,313
BANK CHARGES EXP	2,702	3,000	(298)	27,677	29,500	(1,823)	35,000	(7,323)
MISCELLANEOUS & EDUCATION EXP	103	250	(147)	751	2,500	(1,749)	3,000	(2,249)
TELEPHONE, FAX & CELL EXP	760	1,250	(490)	11,568	12,500	(932)	15,000	(3,432)
OFFICE SUPPLIES EXP	1,392	1,250	142	17,900	12,500	5,400	15,000	2,900
PRINTING EXPENSES	1,656	1,000	656	6,073	10,000	(3,927)	12,000	(5,927)
POSTAGE & DELIVERY EXPENSE	943	1,000	(57)	9,725	10,000	(275)	12,000	(2,275)
PUBLICATIONS, NOTICES & DUES	88	200	(112)	1,128	1,800	(672)	2,000	(872)
EQUIPMENT LEASE EXPENSES	-	700	(700)	5,246	6,800	(1,554)	8,000	(2,754)
INSURANCE EXPENSES	2,533	2,600	(67)	21,915	26,000	(4,085)	31,200	(9,285)
ANNUAL ASSESSMENT EXP	-	-	-	4,287	3,500	787	3,500	787
COMMUNITY OUTREACH EXP	6,000	660	5,340	11,733	6,600	5,133	8,000	3,733
INVESTMENT EXP	400	400	-	3,600	4,000	(400)	4,800	(1,200)
TOTAL ADMINISTRATIVE EXPENSES	56,365	54,310	2,055	486,681	494,840	(8,159)	602,485	(115,804)
TOTAL WASTEWATER EXPENSES	142,789	183,415	(40,626)	1,516,819	1,742,850	(226,031)	2,139,075	(622,256)
NET OPERATING REVENUE/EXPENSE	148,653	83,985	64,668	1,375,474	1,000,850	374,624	1,209,925	165,549
NON-OPERATING SOURCE OF FUNDS:								
INTEREST INCOME	1,110	1,500	(390)	12,449	15,000	(2,551)	18,000	(5,551)
PROPERTY TAX INCOME	-	6,250	(6,250)	80,594	62,500	18,094	75,000	5,594
TOTAL NON-OPER SOURCE OF FUNDS	1,110	7,750	(6,640)	93,043	77,500	15,543	93,000	43
TOTAL SEWER REVENUE/EXPENSE	149,763	91,735	58,028	1,468,517	1,078,350	390,167	1,302,925	165,592
TRANSFER TO CAPITAL FUND-REPLACEMENT				527,363				
TRANSFER TO CAPITAL FUND-IMPROVEMENT				941,154				
CONNECTION FEES				-				

TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022

REVISED
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WASTE WATER CAPITAL FUND:

ENDING FUNDS AVAILABLE 2020-2021	7,232,843
TRANSFER FOR CAPITAL FUND REPLACEMENT	527,363
TRANSFER FOR CAPITAL IMPROVEMENTS	941,154
CAPITAL IMPROVEMENT (SEE ATTACHED DETAIL)	<u>(2,133,406)</u>
TOTAL FUNDS AVAILABLE	<u>6,567,954</u>

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
<u>WATER DEPARTMENT</u>								
OPERATING REVENUE:								
WATER SERVICE CHARGE	163,156	160,000	3,156	1,608,558	1,600,000	8,558	1,920,000	(311,442)
WATER USAGE CHARGES	431,868	398,000	33,868	4,063,239	3,947,000	116,239	4,900,000	(836,761)
WATER PUMPING CHARGE	18,797	16,000	2,797	173,952	154,000	19,952	192,000	(18,048)
FIRE PROTECTION CHARGES	3,743	3,750	(7)	33,476	37,500	(4,024)	45,000	(11,524)
MISC. UTILITY CHARGES	453	825	(372)	6,017	8,300	(2,283)	10,000	(3,983)
SERVICE METER INCOME	3,900	5,000	(1,100)	59,400	50,000	9,400	60,000	(600)
CELLULAR SITE LEASE	6,462	6,300	162	61,234	63,300	(2,066)	76,000	(14,766)
MWD READINESS TO SERVE CHARGE	10,909	11,150	(241)	107,348	111,450	(4,102)	133,700	(26,352)
STANDBY CHARGES	-	-	-	21,135	20,000	1,135	40,000	(18,865)
CFD REIMBURSEMENTS	-	-	-	15,000	15,000	-	30,000	(15,000)
INSPECTION CHARGES	5,015	2,500	2,515	24,142	25,000	(858)	30,000	(5,858)
TOTAL WATER REVENUE	644,303	603,525	40,778	6,173,501	6,031,550	141,951	7,436,700	(1,263,199)
OPERATING EXPENSES:								
WAGES EXPENSE-OPERATIONS	15,307	18,500	(3,193)	106,307	136,000	(29,693)	160,300	(53,993)
WAGES EXPENSE-INSPECTION	3,916	3,500	416	27,680	25,400	2,280	30,000	(2,320)
PAYROLL TAXES EXP	342	425	(83)	2,185	3,050	(865)	3,600	(1,415)
EMPLOYEE BENEFITS-INS	900	1,785	(885)	11,075	17,850	(6,775)	21,420	(10,345)
EMPLOYEE BENEFITS-RETIREMENT	2,127	3,100	(973)	20,431	23,000	(2,569)	27,000	(6,569)
OPERATION-MILEAGE EXP	-	125	(125)	-	1,250	(1,250)	1,500	(1,500)
OVERTIME EXPENSE OPER/ ON CALL	945	3,350	(2,405)	16,919	24,700	(7,781)	29,000	(12,081)
OVERTIME EXP INSPECTION	391	400	(9)	5,402	3,000	2,402	3,550	1,852
SCADA SYSTEM STANDBY EXP	-	300	(300)	-	3,020	(3,020)	3,640	(3,640)
VACATION EXP	813	800	13	8,130	8,100	30	9,752	(1,622)
CONTRACT STAFFING-METER READS	6,115	5,850	265	60,444	58,500	1,944	70,000	(9,556)
SCADA SYSTEM ADMIN/MAINT	-	800	(800)	5,805	8,200	(2,395)	10,000	(4,195)
LABORATORY TESTING COSTS	454	1,000	(546)	9,693	9,500	193	11,000	(1,307)
COMPLIANCE TESTING (ISDE/CROSS)	8,626	250	8,376	12,302	2,500	9,802	3,000	9,302
LEAK DETECTION EXPENSE	-	700	(700)	-	6,000	(6,000)	8,000	(8,000)
EPA WATER TESTING EXP	-	700	(700)	-	7,050	(7,050)	8,500	(8,500)
EQUIPMENT RENTAL COSTS	-	200	(200)	-	1,800	(1,800)	2,000	(2,000)
EQUIPMENT REPAIRS & MAINT.	9,811	7,000	2,811	74,185	68,000	6,185	80,000	(5,815)
WATER LINE REPAIRS	-	3,500	(3,500)	-	34,000	(34,000)	40,000	(40,000)
ALARM MONITORING COSTS	-	250	(250)	561	2,500	(1,939)	3,000	(2,439)
PROPERTY MAINTENANCE	-	400	(400)	1,475	4,100	(2,625)	5,000	(3,525)
ENGINEERING/ADMIN. STUDIES	-	700	(700)	106	6,800	(6,694)	8,000	(7,894)
PLAN CHECK EXPENSE (TVWD)	-	800	(800)	-	8,200	(8,200)	10,000	(10,000)
ENERGY COSTS	12,678	9,300	3,378	145,763	125,100	20,663	156,000	(10,237)
CONSUMABLE SUPPLIES & CLEANING	991	350	641	3,215	3,500	(285)	4,000	(785)
CHEMICALS, LUBRICANTS & FUELS	380	700	(320)	4,136	7,000	(2,864)	8,000	(3,864)
SMALL EQUIPMENT & TOOLS COST	-	430	(430)	54	4,300	(4,246)	5,000	(4,946)
PERMITS, FEES & TAXES	506	3,000	(2,494)	17,332	30,000	(12,668)	35,000	(17,668)
MAP UPDATING/GIS EXP	-	430	(430)	-	4,300	(4,300)	5,000	(5,000)
SERVICE METERS & PARTS COSTS	2,979	5,000	(2,021)	54,363	50,000	4,363	60,000	(5,637)
WHOLESALE WATER PURCHASES	350,998	350,000	998	3,425,353	3,469,000	(43,647)	4,325,000	(899,647)
WATER-MWD CAPACITY CHARGE	5,083	4,800	283	47,083	48,000	(917)	57,250	(10,167)
WATER-READINESS TO SERVE/REFUSAL CHARGE	12,468	12,500	(32)	108,689	111,500	(2,811)	133,700	(25,011)
WMWD-MGLMR EXP	-	-	-	180,936	181,000	(64)	181,000	(64)
BAD DEBT EXPENSES	-	-	-	-	-	-	10,000	(10,000)
CONSERVATION REBATE EXP	7,640	5,000	2,640	7,640	5,000	2,640	5,000	2,640
CONTINGENCIES	-	4,250	(4,250)	-	42,500	(42,500)	50,900	(50,900)
TOTAL OPERATING EXPENSES	443,470	450,195	(6,725)	4,357,264	4,543,720	(186,456)	5,584,112	(1,226,848)

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
ADMINISTRATIVE EXPENSES:								
CONTRACT MANAGEMENT	9,433	7,600	1,833	78,922	76,000	2,922	91,214	(12,292)
GENERAL ENGINEERING EXP	-	1,600	(1,600)	14,641	16,400	(1,759)	20,000	(5,359)
EMPLOYEE BENEFITS-INS	1,108	1,600	(492)	16,053	16,000	53	19,300	(3,247)
EMPLOYEE BENEFITS-RETIREMENT	2,277	3,000	(723)	22,071	22,000	71	25,200	(3,129)
WAGES EXPENSE	18,483	18,900	(417)	123,283	138,600	(15,317)	163,500	(40,217)
VACATION EXP	940	1,000	(60)	9,400	10,000	(600)	11,280	(1,880)
MILEAGE EXP ADMIN	-	50	(50)	-	450	(450)	500	(500)
OVERTIME EXPENSE	-	150	(150)	931	1,500	(569)	1,750	(819)
PAYROLL TAX EXPENSES	300	300	-	2,477	2,200	277	2,600	(123)
CONTRACT STAFFING-OFFICE	-	-	-	-	-	-	4,000	(4,000)
LEGAL EXPENSES	385	625	(240)	8,449	6,250	2,199	7,500	949
AUDIT EXPENSES	-	-	-	4,900	5,500	(600)	5,500	(600)
BOARD COMMITTEE/ MEETING EXP.	774	875	(101)	8,304	8,750	(446)	10,500	(2,196)
COMPUTER SYSTEM EXP	1,820	1,700	120	29,027	17,000	12,027	20,000	9,027
BANK CHARGES EXP	2,364	2,500	(136)	24,216	25,000	(784)	30,000	(5,784)
MISCELLANEOUS & EDUCATION EXP	-	300	(300)	261	3,200	(2,939)	4,000	(3,739)
TELEPHONE EXP	665	1,250	(585)	9,739	12,500	(2,761)	15,000	(5,261)
OFFICE SUPPLIES EXP	1,062	1,000	62	12,796	10,000	2,796	12,000	796
PRINTING EXPENSES	1,314	400	914	5,056	4,000	1,056	5,000	56
POSTAGE & DELIVERY EXPENSE	823	1,000	(177)	8,515	10,000	(1,485)	12,000	(3,485)
PUBLICATIONS, NOTICES & DUES	-	200	(200)	1,657	2,000	(343)	2,500	(843)
EQUIPMENT LEASE EXPENSES	-	600	(600)	4,635	6,000	(1,365)	7,000	(2,365)
INSURANCE EXPENSES	2,218	2,275	(57)	19,190	22,750	(3,560)	27,300	(8,110)
INVESTMENT EXPENSE	350	350	-	3,150	3,500	(350)	4,200	(1,050)
ANNUAL ASSESSMENT EXP	-	-	-	4,288	3,000	1,288	3,000	1,288
ELECTION & PUBLIC HEARING EXP	-	-	-	-	-	-	7,350	(7,350)
COMMUNITY OUT REACH EXP	5,250	660	4,590	10,267	6,600	3,667	8,000	2,267
TOTAL ADMINISTRATIVE EXPENSES	49,566	47,935	1,631	422,228	429,200	(6,972)	520,194	(97,966)
TOTAL WATER EXPENSES	493,036	498,130	(5,094)	4,779,492	4,972,920	(193,428)	6,104,306	(1,324,814)
NET OPERATING REVENUE/EXPENSE	151,267	105,395	45,872	1,394,009	1,058,630	335,379	1,332,394	61,615
NON-OPERATING SOURCE OF FUNDS:								
INTEREST INCOME	1,403	2,000	(597)	15,726	20,000	(4,274)	24,000	(8,274)
PROPERTY TAX INCOME	6,268	-	6,268	49,441	33,000	16,441	40,000	9,441
TOTAL NON-OP SOURCE OF FUNDS	7,671	2,000	5,671	65,167	53,000	12,167	64,000	1,167
TOTAL REVENUE/EXPENSE	158,938	107,395	51,543	1,459,176	1,111,630	347,546	1,396,394	62,782
TRANSFER TO CAPITAL FUND-REPLACEMENT				474,495				
TRANSFER TO CAPITAL FUND-IMPROVEMENT				984,681				
CONNECTION FEES				-				
INSURANCE CLAIM-HOLY FIRE				208,388				
CAPACITY USAGE INCOME				274,507				
LONG TERM DEBT REDUCTION				274,507				
				-				
WATER CAPITAL FUND:								
ENDING FUNDS AVAILABLE 2020-2021	15,951,064							
TRANSFER FOR CAPITAL FUND REPLACEMENT	474,495							
TRANSFER FOR CAPITAL IMPROVEMENTS	1,193,069							
CAPITAL IMPROVEMENT (SEE ATTACHED DETAIL)	(799,406)							
TOTAL FUNDS AVAILABLE	16,819,222							

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET 2020-2021	BUDGET REMAINING
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE		
<u>ID#1 DEPARTMENT</u>								
OPERATING REVENUE:								
ANNUAL SEWER SERVICE CHARGE	13,725	13,725	-	137,250	137,250	-	164,700	(27,450)
TOTAL ID #1 REVENUE	13,725	13,725	-	137,250	137,250	-	164,700	(27,450)
OPERATING EXPENSES:								
MONTHLY TREATMENT PLANT COSTS	11,764	12,000	(236)	117,640	117,640	-	145,000	(27,360)
TOTAL OPERATING COSTS	11,764	12,000	(236)	117,640	117,640	-	145,000	(27,360)
ADMINISTRATIVE EXPENSES:								
ANNUAL ASSESSMENT PROCESSING	-	-	-	1,436	3,000	(1,564)	3,000	(1,564)
TOTAL ADMINISTRATIVE EXPENSES	-	-	-	1,436	3,000	(1,564)	3,000	(1,564)
TOTAL ID#1 EXPENSES	11,764	12,000	(236)	119,076	120,640	(1,564)	148,000	(28,924)
NET OPERATING REVENUE/EXPENSE	1,961	1,725	236	18,174	16,610	1,564	16,700	1,474
NON-OPERATING SOURCE OF FUNDS:								
INTEREST INCOME-LAIF	29	260	(231)	328	2,600	(2,272)	3,200	(2,872)
TOTAL NON-OPER SOURCE OF FUNDS	29	260	(231)	328	2,600	(2,272)	3,200	(2,872)
TOTAL REVENUE/EXPENSE	1,990	1,985	5	18,502	19,210	(708)	19,900	(1,398)
TRANSFER TO SINKING FUND FOR CAPACITY				18,502				
				-				
<u>ID #1 FUND BALANCE:</u>								
ENDING FUNDS AVAILABLE 2020-2021	589,954							
SINKING FUND FOR CAPACITY	18,502							
TOTAL FUNDS AVAILABLE	608,456							

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
ID#2 DEPARTMENT								
OPERATING REVENUE:								
ANNUAL SEWER SERVICE CHARGE	15,525	15,525	-	155,250	155,250	-	186,300	(31,050)
TOTAL ID #2 REVENUE	15,525	15,525	-	155,250	155,250	-	186,300	(31,050)
OPERATING EXPENSES:								
MONTHLY TREATMENT PLANT COSTS	13,307	13,650	(343)	133,070	133,070	-	164,000	(30,930)
TOTAL OPERATING COSTS	13,307	13,650	(343)	133,070	122,850	10,220	164,000	(30,930)
ADMINISTRATIVE EXPENSES:								
ANNUAL ASSESSMENT PROCESSING	-	-	-	1,436	3,000	(1,564)	3,000	(1,564)
TOTAL ADMINISTRATIVE EXPENSES	-	-	-	1,436	3,000	(1,564)	3,000	(1,564)
TOTAL ID#2 EXPENSES	13,307	13,650	(343)	134,506	125,850	8,656	167,000	(32,494)
NET OPERATING REVENUE/EXPENSE	2,218	1,875	343	20,744	29,400	(8,656)	19,300	1,444
NON-OPERATING SOURCE OF FUNDS:								
INTEREST INCOME/UNREALIZED GAIN ON INV	58	250	(192)	655	2,500	(1,845)	3,000	(2,345)
TOTAL NON-OPER SOURCE OF FUNDS	58	250	(192)	655	2,500	(1,845)	3,000	(2,345)
TOTAL REVENUE/EXPENSE	2,276	2,125	151	21,399	31,900	(10,501)	22,300	(901)
TRANSFER TO SINKING FUND FOR CAPACITY				21,399				
				-				
ID #2 FUND BALANCE:								
ENDING FUNDS AVAILABLE 2020-2021	299,213							
SINKING FUND FOR CAPACITY	21,399							
TOTAL FUNDS AVAILABLE	320,612							

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
<u>NON-POTABLE WATER DEPARTMENT</u>								
OPERATING REVENUE:								
RECYCLED/NON-POTABLE WATER SALES	179,253	162,000	17,253	1,571,532	1,608,000	(36,468)	2,000,000	(428,468)
RECYCLED/ NON-POT WATER FIXED CHARGE	22,885	17,000	5,885	244,316	170,000	74,316	203,000	41,316
RECYCLED/NON-POTABLE PUMPING CHARGE	5,598	4,400	1,198	52,713	43,700	9,013	54,000	(1,287)
MISC INCOME	-	1,000	(1,000)	-	10,000	(10,000)	11,500	(11,500)
INSPECTION REVENUE	3,582	1,000	2,582	17,244	10,250	6,994	12,300	4,944
TOTAL NON-POTABLE REVENUE	211,318	185,400	25,918	1,885,805	1,841,950	43,855	2,280,800	(394,995)
OPERATING EXPENSES:								
WAGES EXPENSE-OPERATIONS	10,943	13,250	(2,307)	75,944	96,900	(20,956)	114,500	(38,556)
WAGES EXPENSE-INSPECTION	2,797	2,270	527	19,775	17,340	2,435	20,540	(765)
PAYROLL TAXES EXP	245	250	(5)	1,413	2,100	(687)	2,500	(1,087)
EMPLOYEE BENEFITS-INS	643	1,275	(632)	11,586	12,750	(1,164)	15,300	(3,714)
EMPLOYEE BENEFITS-RETIREMENT	1,519	2,000	(481)	14,590	16,000	(1,410)	19,000	(4,410)
MILEAGE EXP	-	100	(100)	-	900	(900)	1,000	(1,000)
OVERTIME EXP OPER	675	2,400	(1,725)	12,086	17,600	(5,514)	20,750	(8,664)
OVERTIME EXP INSPECTION	280	250	30	3,858	2,100	1,758	2,500	1,358
VACATION EXP	581	600	(19)	5,810	5,900	(90)	7,000	(1,190)
PLAN CHECK EXP (TVWD)	-	100	(100)	-	900	(900)	1,000	(1,000)
SCADA SYSTEM STANDBY EXP	-	220	(220)	-	2,180	(2,180)	2,600	(2,600)
SCADA SYS MAINTENANCE EXP	-	850	(850)	2,489	8,400	(5,911)	10,000	(7,511)
LABORATORY TESTING COSTS	-	300	(300)	7,239	2,700	4,539	3,000	4,239
EQUIPMENT REPAIRS & MAINT.	2,572	5,000	(2,428)	68,842	50,000	18,842	60,000	8,842
NONPOTABLE WATER LINE REPAIR	-	2,000	(2,000)	-	17,000	(17,000)	20,000	(20,000)
SECURITY AND ALARM EXP	-	100	(100)	400	1,000	(600)	1,000	(600)
PROPERTY MAINTENANCE	-	350	(350)	5,151	3,500	1,651	4,000	1,151
ENERGY COSTS	27,432	24,000	3,432	222,478	234,700	(12,222)	290,000	(67,522)
CONSUMABLE SUPPLIES EXP	-	200	(200)	775	2,050	(1,275)	2,500	(1,725)
CHEMICALS, LUBRICANTS & FUELS	272	460	(188)	2,882	4,590	(1,708)	5,500	(2,618)
PERMITS AND FEES EXP	362	900	(538)	6,402	8,600	(2,198)	10,000	(3,598)
SERVICE METERS AND PARTS COSTS	-	600	(600)	-	5,900	(5,900)	7,000	(7,000)
RECYCLED SIGN/TOOLS EXP	-	350	(350)	565	3,400	(2,835)	4,000	(3,435)
MISC OPERATING EXP	-	50	(50)	-	450	(450)	500	(500)
BAD DEBT	-	-	-	-	-	-	1,600	(1,600)
CONTINGENCIES	-	2,050	(2,050)	-	20,500	(20,500)	24,550	(24,550)
TOTAL OPERATING EXPENSES	48,321	59,925	(11,604)	462,285	537,460	(75,175)	650,340	(188,055)

**TEMESCAL VALLEY WATER DISTRICT
REVENUE AND EXPENDITURE/BUDGET
For Ten Months Ending April 30, 2022**

REVISED

	APRIL			YEAR TO DATE			BUDGET	BUDGET
	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	2021-2022	REMAINING
ADMINISTRATIVE EXPENSES:								
CONTRACT MANAGEMENT	6,738	5,450	1,288	56,267	54,500	1,767	65,250	(8,983)
GENERAL ENGINEERING	195	450	(255)	5,362	4,300	1,062	5,000	362
EMPLOYEE BENEFITS-INS	928	1,150	(222)	12,432	11,500	932	13,800	(1,368)
EMPLOYEE BENEFITS-RETIREMENT	1,626	2,100	(474)	15,764	15,400	364	18,000	(2,236)
WAGES EXPENSE	13,202	13,500	(298)	88,283	99,000	(10,717)	117,000	(28,717)
VACATION EXP	671	675	(4)	6,710	6,750	(40)	8,053	(1,343)
MILEAGE EXP	-	20	(20)	-	180	(180)	200	(200)
OVERTIME EXP	-	105	(105)	665	1,050	(385)	1,250	(585)
PAYROLL TAX EXPENSE	214	210	4	1,769	1,540	229	1,800	(31)
CONTRACT STAFFING OFFICE EXP	-	-	-	-	-	-	5,250	(5,250)
LEGAL EXPENSE	275	420	(145)	5,273	4,200	1,073	5,000	273
AUDIT EXP	-	-	-	3,500	4,500	(1,000)	4,500	(1,000)
BOARD FEES EXP	553	625	(72)	5,934	6,250	(316)	7,500	(1,566)
ELECTION & PUBLIC HEARING EXP	-	-	-	-	-	-	5,000	(5,000)
COMPUTER SYSTEMS EXP	1,300	850	450	20,732	8,500	12,232	10,000	10,732
BANK CHARGES	1,688	1,750	(62)	17,303	17,500	(197)	21,000	(3,697)
MISC & EDUCATION EXP	-	100	(100)	187	1,000	(813)	1,000	(813)
TELEPHONE EXP	474	800	(326)	6,444	8,000	(1,556)	9,500	(3,056)
OFFICE SUPPLIES	779	580	199	6,301	5,800	501	7,000	(699)
PRINTING EXP	938	350	588	3,611	3,500	111	4,000	(389)
POSTAGE EXP	588	580	8	6,457	5,800	657	7,000	(543)
PUBLICATION EXP	-	85	(85)	250	850	(600)	1,000	(750)
EQUIPMENT LEASE EXP	-	350	(350)	3,088	3,500	(412)	4,000	(912)
INSURANCE EXPENSE	1,591	1,625	(34)	13,775	16,250	(2,475)	19,500	(5,725)
ANNUAL ASSESSMENT EXP	-	-	-	-	3,000	(3,000)	3,000	(3,000)
INVESTMENT EXPENSE	250	250	-	2,250	2,500	(250)	3,000	(750)
COMMUNITY OUTREACH EXP	3,750	400	3,350	7,334	4,000	2,400	4,800	2,534
TOTAL ADMINISTRATIVE EXPENSES	35,760	32,425	3,335	289,691	289,370	(613)	352,403	(62,712)
TOTAL NON-POTABLE OPERATING EXPENSES	84,081	92,350	(8,269)	751,976	826,830	(74,854)	1,002,743	(250,767)
NET OPERATING REVENUE/EXPENSE	127,237	93,050	34,187	1,133,829	1,015,120	118,709	1,278,057	(144,228)
NON-OPERATING SOURCE OF FUNDS:								
INTEREST INCOME	322	440	(118)	3,288	4,400	(1,112)	5,280	(1,992)
TOTAL NON-OP SOURCE OF FUNDS	322	440	34,069	3,288	4,400	(1,112)	5,280	(1,992)
TOTAL REVENUE/EXPENSE	127,559	93,490	34,069	1,137,117	1,019,520	117,597	1,283,337	(146,220)
TRANSFER TO CAPITAL FUND-REPLACEMENT				282,130				
TRANSFER TO CAPITAL FUND-IMPROVEMENT				854,987				
CONNECTION FEES				-				
				-				
NON-POTABLE FUND BALANCE:								
ENDING FUNDS AVAILABLE 2020-2021	5,372,393							
TRANSFER FOR CAPITAL FUND REPLACEMENT	282,130							
TRANSFER FOR CAPITAL IMPROVEMENTS	854,987							
CAPITAL IMPROVEMENT (SEE ATTACHED DETAIL)	(152,489)							
TOTAL FUNDS AVAILABLE	6,357,021							

TEMESCAL VALLEY WATER DISTRICT
Community Facilities District No. 1
Financing Authority
(Sycamore Creek)
4/30/2022

Special Tax Fund (Acct #105636-009)
Account Balance at Wilmington Trust \$ 825,511.74

BONDS PR ACCT (Acct # 105636-010)
Account Balance at Wilmington Trust 0.18

Administrative Expense Fund(Acct #105636-011)
Account Balance at Wilmington Trust 8.23

Surplus Fund (Acct #105636-012)
Account Balance at Wilmington Trust 1,179,950.72

TEMESCAL VALLEY WATER DISTRICT
Community Facilities District No. 2
Financing Authority
(Montecito Ranch)
4/30/2022

<u>Special Tax Fund (Acct #105636-014)</u> Account Balance at Wilmington Trust	\$ 123,823.95
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<u>BONDS PR ACCT (Acct # 105636-015)</u> Account Balance at Wilmington Trust	0.02
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<u>Administrative Expense Fund(Acct #105636-016)</u> Account Balance at Wilmington Trust	4.72
<hr/>	
<u>Surplus Fund (Acct #105636-017)</u> Account Balance at Wilmington Trust	274,010.14
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<u>Prepayment Fund (Acct #105636-026)</u> Account Balance at Wilmington Trust	-
<hr/>	
TOTAL	\$ 397,838.83

TEMESCAL VALLEY WATER DISTRICT
Community Facilities District No. 3
Financing Authority
(The Retreat)
4/30/2022

<u>Special Tax Fund (Acct #105636-019)</u> Account Balance at Wilmington Trust	\$ 627,217.71
<hr/>	
<u>BONDS PR ACCT (Acct # 105636-020)</u> Account Balance at Wilmington Trust	\$ 0.14
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<u>Administrative Expense Fund(Acct #105636-021)</u> Account Balance at Wilmington Trust	\$ 8.23
<hr/>	
<u>Surplus Fund (Acct #105636-022)</u> Account Balance at Wilmington Trust	\$ 627,291.11
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Prepayment Fund (Acct #105636-027) Account Balance at Wilmington Trust	-
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TOTAL	\$ 1,254,517.19

TEMESCAL VALLEY WATER DISTRICT
Community Facilities District
Financing Authority
4/30/2022

Senior Lien Bonds - Revenue Fund (Acct #105636-000)	\$	0.04
- Lien Interest A/C (Acct #105636-001)		75.40
- Lien Principal A/C (Acct #105636-002)		-
- Financing Authority Surplus A/C (Acct #105636-003)		-
- Reserve Fund CFD #1 (Acct #105636-004)		2,263,268.88
- Reserve Fund CFD #2 (Acct #105636-005)		276,070.68
- Reserve Fund CFD #3 (Acct #105636-006)		1,495,555.82
Junior Lien Bonds - Revenue Fund (Acct #105639-000)	\$	0.01
- Lien Interest A/C (Acct #105639-001)		23.71
- Lien Principal A/C (Acct #105639-002)		-
- Financing Authority Surplus A/C (Acct #105639-003)		-
- Reserve Fund CFD #1 (Acct #105639-004)		619,058.61
- Reserve Fund CFD #2 (Acct #105639-005)		100,176.21
- Reserve Fund CFD #3 (Acct #105639-006)		540,870.78
TOTAL	\$	5,295,100.14

TEMESCAL VALLEY WATER DISTRICT
Community Facilities District No. 4 IA1
Financing Authority
(Terramor)
4/30/2022

Special Tax Fund (Acct #133306-001)

Account Balance at Wilmington Trust

\$ 315,165.47

Interest Acct (Acct #133306-002)

Account Balance at Wilmington Trust

0.02

BONDS PR ACCT (Acct #133306-003)

Account Balance at Wilmington Trust

-

Administrative Expense Fund(Acct #133306-004)

Account Balance at Wilmington Trust

46,012.45

Reserve fund Fund (Acct #133306-005)

Account Balance at Wilmington Trust

1,397,419.57

Surplus Fund (Acct #133306-006)

Account Balance at Wilmington Trust

234,079.36

Redemption fund (Acct #133306-007)

Account Balance at Wilmington Trust

-

Construction fund (Acct #133306-008)

Account Balance at Wilmington Trust

0.82

Cost of Issuance (Acct #133306-009)

Account Balance at Wilmington Trust

-

TOTAL \$ 1,992,677.69

TEMESCAL VALLEY WATER DISTRICT
Community Facilities District No. 4 IA2
Financing Authority
(Terramor)
4/30/2022

<u>Special Tax Fund (Acct #151110-000)</u> Account Balance at Wilmington Trust	\$ 78,861.25
<hr/>	
<u>Interest Acct (Acct #151110-001)</u> Account Balance at Wilmington Trust	0.95
<hr/>	
<u>BONDS PRIN ACCT (Acct #151110-002)</u> Account Balance at Wilmington Trust	-
<hr/>	
<u>Redemption Acct (Acct #151110-003)</u> Account Balance at Wilmington Trust	-
<hr/>	
<u>Administrative Expense Fund(Acct #151110-004)</u> Account Balance at Wilmington Trust	-
<hr/>	
<u>Reserve fund Fund (Acct #151110-005)</u> Account Balance at Wilmington Trust	1,131,189.09
<hr/>	
<u>Surplus Fund (Acct #151110-006)</u> Account Balance at Wilmington Trust	-
<hr/>	
<u>Construction fund (Acct #151110-007)</u> Account Balance at Wilmington Trust	20,909,022.97
<hr/>	
<u>Cost of Issuance (Acct #151110-008)</u> Account Balance at Wilmington Trust	10,593.55
<hr/>	

TOTAL \$ 22,129,667.81

**Temescal Valley Water District
Capital Projects
Yearly Miscellaneous and Multi - Year**

In Process
Not Started
Completed

Capital Projects FY 2021/2022 Maintenance/ General Projects	CIP #	Eng #1401.*	Total Cost	Source of Funding			Previous YR	AS OF APRIL 2022 EXPENDITURES			Total YTD	Variance
				Sewer Fund	Water Fund	Recycled Fund		YEAR TO DATE				
				Sewer Fund	Water Fund	Recycled Fund		Sewer Fund	Water Fund	Recycled Fund		
Computer and Software Upgrades	G-1-2019		\$ 25,000	\$ 10,000	\$ 8,750	\$ 6,250	\$ -	\$ 12,180	\$ 22,837	\$ 7,613	\$ 42,630	\$ (17,630)
General Building Improvements	G-2-2019		\$ 80,000	\$ 32,000	\$ 28,000	\$ 20,000	\$ -				\$ -	\$ 80,000
Trailer Yard Goat	G-1-2021		\$ 100,000	\$ 60,000		\$ 40,000	\$ -				\$ -	\$ 100,000
Construct New Storage Building	G-2-2021		\$ 205,000	\$ 82,000	\$ 72,000	\$ 51,000	\$ -				\$ -	\$ 205,000
Parking Structure Shades	G-3-2021		\$ 100,000	\$ 40,000	\$ 35,000	\$ 25,000	\$ -				\$ -	\$ 100,000
New Work Truck	G-4-2021		\$ 50,000	\$ 20,000	\$ 17,500	\$ 12,500	\$ -				\$ -	\$ 50,000
Air Actuator valves	G-3-2020		\$ 42,000	\$ 42,000	\$ -	\$ -	\$ 21,984	\$ 19,703			\$ 19,703	\$ 313
Secondary FEB Pump Replacement	G-5-2021		\$ 120,000	\$ 72,000		\$ 48,000	\$ -				\$ -	\$ 120,000
Automated/ClaVal Valve Replacement and Repair	G-6-2021		\$ 50,000	\$ 30,000		\$ 20,000	\$ -		\$ 13,750	\$ 21,106	\$ 34,855	\$ 15,145
GIS Mapping - Water, Sewer, RW pipelines and facilities	G-7-2021	1904/1905	\$ 60,000	\$ 24,000	\$ 21,000	\$ 15,000	\$ -	\$ 3,936	\$ 3,444	\$ 2,460	\$ 9,840	\$ 50,160
Centrifuge VFD backdrive Upgrade	General		\$ 75,000	\$ 75,000			\$ -	\$ 70,504			\$ 70,504	\$ 4,496
Groundwater Sustainability JPA	General		\$ 135,000	\$ -	\$ 135,000	\$ -	\$ -		\$ 75,000		\$ 75,000	\$ 60,000
5-year Financial Plan Development with 218 notice	G-1-2020		\$ 120,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 86,580	\$ 11,700	\$ 10,238	\$ 7,312	\$ 29,250	\$ 4,170
TWC (EVMWD) Potable system purchase study	W-3-2020		\$ 25,000	\$ -	\$ 25,000	\$ -	\$ -		\$ 17,240		\$ 17,240	\$ 7,760
SUBTOTAL			\$ 1,187,000	\$ 527,000	\$ 382,250	\$ 277,750	\$ 108,564	\$ 118,023	\$ 142,509	\$ 38,491	\$ 299,022	\$ 779,414

Multiple Fiscal Year Projects	CIP #	Eng #1401.*	Total Cost	Source of Funding			Previous YR	YEAR TO DATE			Total YTD	Variance
				Sewer Fund	Water Fund	Recycled Fund		YEAR TO DATE				
				Sewer Fund	Water Fund	Recycled Fund		Sewer Fund	Water Fund	Recycled Fund		
Potable Water Looping Phase II (Knabe)	W-2-2019		\$ 615,000	\$ -	\$ 615,000	\$ -	\$ 69,093		\$ 573,463		\$ 573,463	\$ (27,556)
Recycled and Non-potable Pipeline extentions	NP-2018		\$ 775,000	\$ -	\$ -	\$ 775,000	\$ 30,510				\$ -	\$ 744,490
Sewer System Master Plan		1815	\$ 100,000	\$ 100,000	\$ -	\$ -	\$ 60,565	\$ 354			\$ 354	\$ 39,081
Urban Water Management Plan 2020, ERP,AWIA RRA	G-23-2019		\$ 100,000			\$ 100,000	\$ 11,355		\$ 90,566		\$ 90,566	\$ (1,921)
WRF 225,000 GPD Expansion (District Share)	S-1-2015		\$ 7,500,000	\$ 7,500,000	\$ -	\$ -	\$ 5,430,590	\$ 2,013,573			\$ 2,013,573	\$ 55,837
Convert to Recycled			\$ 135,000	\$ -	\$ 75,000	\$ 60,000	\$ -				\$ -	\$ 135,000
Well Replacement/Cleaning and Rehab			\$ 300,000	\$ -	\$ -	\$ 300,000	\$ 75,663			\$ 116,338	\$ 116,338	\$ 107,999
Alternate Tertiary Percolation Area and Rehab			\$ 320,000	\$ 300,000	\$ -	\$ 20,000	\$ 219,707	\$ 5,200			\$ 5,200	\$ 95,093
Potable Reservoir Design	W-1-2015	1810	\$ 200,000	\$ -	\$ 200,000	\$ -	\$ 212,986				\$ -	\$ (12,986)
Potable Reservoir Construction	W-1-2015		\$ 5,770,000	\$ -	\$ 5,770,000	\$ -	\$ -				\$ -	\$ 5,770,000
Automatic Meter Read System	W-1-2021		\$ 3,050,000		\$ 3,050,000		\$ -				\$ -	\$ 3,050,000
Sludge Processing Facility with Odor Control	S-1-2021		\$ 3,295,000	\$ 3,295,000			\$ -				\$ -	\$ 3,295,000
Property Purchase and Relocation of Emergency Pump	W-2-2021		\$ 587,000		\$ 587,000		\$ -				\$ -	\$ 587,000
Reservoir Management System - Terramor Reservoir	W-3-2021		\$ 102,000		\$ 102,000		\$ 50,872		\$ 8,324		\$ 8,324	\$ 42,804
Primary Flow EQ Covers	S-2-2021		\$ 454,500	\$ 454,500			\$ -				\$ -	\$ 454,500
							\$ -				\$ -	\$ -
SUBTOTAL			\$ 23,303,500	\$ 11,649,500	\$ 10,399,000	\$ 1,255,000	\$ 6,161,341	\$ 2,019,127	\$ 672,353	\$ 116,338	\$ 2,807,818	\$ 14,334,341
TOTAL			\$ 24,490,500	\$ 12,176,500	\$ 10,781,250	\$ 1,532,750	\$ 6,269,905	\$ 2,137,150	\$ 814,862	\$ 154,829	\$ 3,106,840	\$ 15,113,755



PMIA/LAIF Performance Report as of 05/11/22



PMIA Average Monthly Effective Yields⁽¹⁾

Apr	0.523
Mar	0.365
Feb	0.278

Quarterly Performance Quarter Ended 03/31/22

LAIF Apportionment Rate ⁽²⁾ :	0.32
LAIF Earnings Ratio ⁽²⁾ :	0.00000875657176851
LAIF Fair Value Factor ⁽¹⁾ :	0.988753538
PMIA Daily ⁽¹⁾ :	0.42%
PMIA Quarter to Date ⁽¹⁾ :	0.29%
PMIA Average Life ⁽¹⁾ :	310

Pooled Money Investment Account Monthly Portfolio Composition ⁽¹⁾ 04/30/22 \$225.5 billion

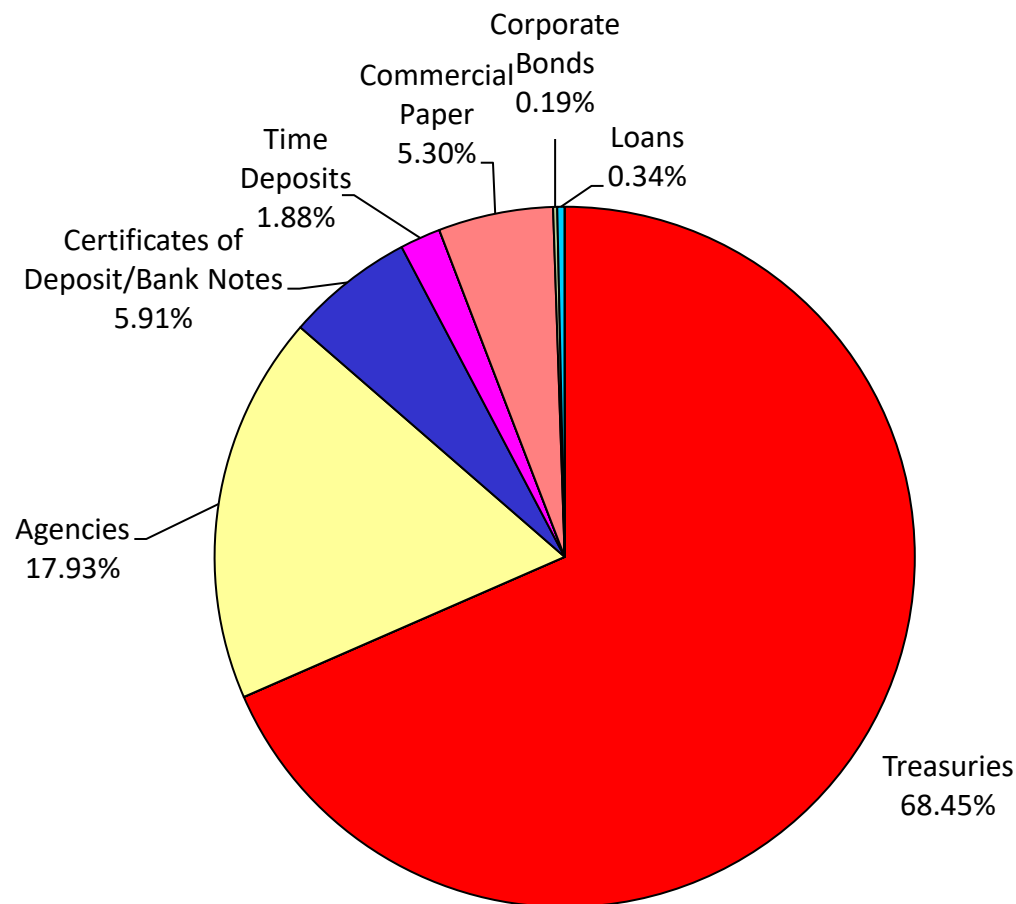


Chart does not include \$5,303,000.00 in mortgages, which equates to 0.002%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

Source:

⁽¹⁾ State of California, Office of the Treasurer

⁽²⁾ State of California, Office of the Controller

2022 Conflict of Interest Code Biennial Notice Instructions for Local Agencies

The Political Reform Act requires every local government agency to review its conflict of interest code biennially. A conflict of interest code tells public officials, governmental employees, and consultants what financial interests they must disclose on their Statement of Economic Interests (Form 700).

By **July 1, 2022**: The code reviewing body must notify agencies and special districts within its jurisdiction to review their conflict of interest codes.

By **October 3, 2022**: The biennial notice must be filed with the agency's code reviewing body.

The FPPC has prepared a 2022 Local Agency Biennial Notice form for local agencies to complete or send to agencies within its jurisdiction to complete before submitting to the code reviewing body. The City Council is the code reviewing body for city agencies. The County Board of Supervisors is the code reviewing body for county agencies and any other local government agency whose jurisdiction is determined to be solely within the county (e.g., school districts, including certain charter schools). The FPPC is the code reviewing body for any agency with jurisdiction in **more than one county** and will contact them.

The Local Agency Biennial Notice is not forwarded to the FPPC.

If amendments to an agency's conflict of interest code are necessary, the amended code must be forwarded to the code reviewing body for approval within 90 days. An agency's amended code is not effective until it has been approved by the code reviewing body.

If you answer yes, to any of the questions below, your agency's code probably needs to be amended.

- Is the current code more than five years old?
- Have there been any substantial changes to the agency's organizational structure since the last code was approved?
- Have any positions been eliminated or re-named since the last code was approved?
- Have any new positions been added since the last code was approved?
- Have there been any substantial changes in duties or responsibilities for any positions since the last code was approved?

If you have any questions or are still not sure if you should amend your agency's conflict of interest code, please contact the FPPC. Additional information including an online webinar regarding how to amend a conflict of interest code is available on [FPPC's website](#).

2022 Local Agency Biennial Notice

Name of Agency: _____

Mailing Address: _____

Contact Person: _____ Phone No. _____

Email: _____ Alternate Email: _____

Accurate disclosure is essential to monitor whether officials have conflicts of interest and to help ensure public trust in government. The biennial review examines current programs to ensure that the agency's code includes disclosure by those agency officials who make or participate in making governmental decisions.

This agency has reviewed its conflict of interest code and has determined that *(check one BOX)*:

An amendment is required. The following amendments are necessary:

(Check all that apply.)

- Include new positions
- Revise disclosure categories
- Revise the titles of existing positions
- Delete titles of positions that have been abolished and/or positions that no longer make or participate in making governmental decisions
- Other *(describe)* _____

The code is currently under review by the code reviewing body.

No amendment is required. (If your code is over five years old, amendments may be necessary.)

Verification (to be completed if no amendment is required)

This agency's code accurately designates all positions that make or participate in the making of governmental decisions. The disclosure assigned to those positions accurately requires that all investments, business positions, interests in real property, and sources of income that may foreseeably be affected materially by the decisions made by those holding designated positions are reported. The code includes all other provisions required by Government Code Section 87302.

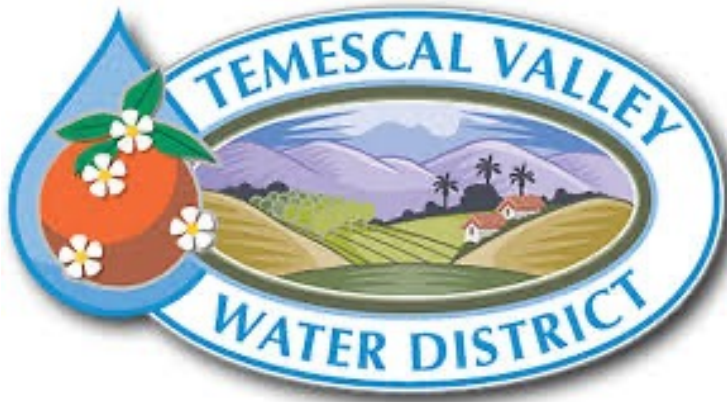
Signature of Chief Executive Officer

Date

All agencies must complete and return this notice regardless of how recently your code was approved or amended. Please return this notice no later than **October 3, 2022**, or by the date specified by your agency, if earlier, to:

(PLACE RETURN ADDRESS OF CODE REVIEWING BODY HERE)

PLEASE DO NOT RETURN THIS FORM TO THE FPPC.



Temescal Valley Water District
Community Facilities District No. 4
(Terramor)

Formation of Improvement Area No. 3

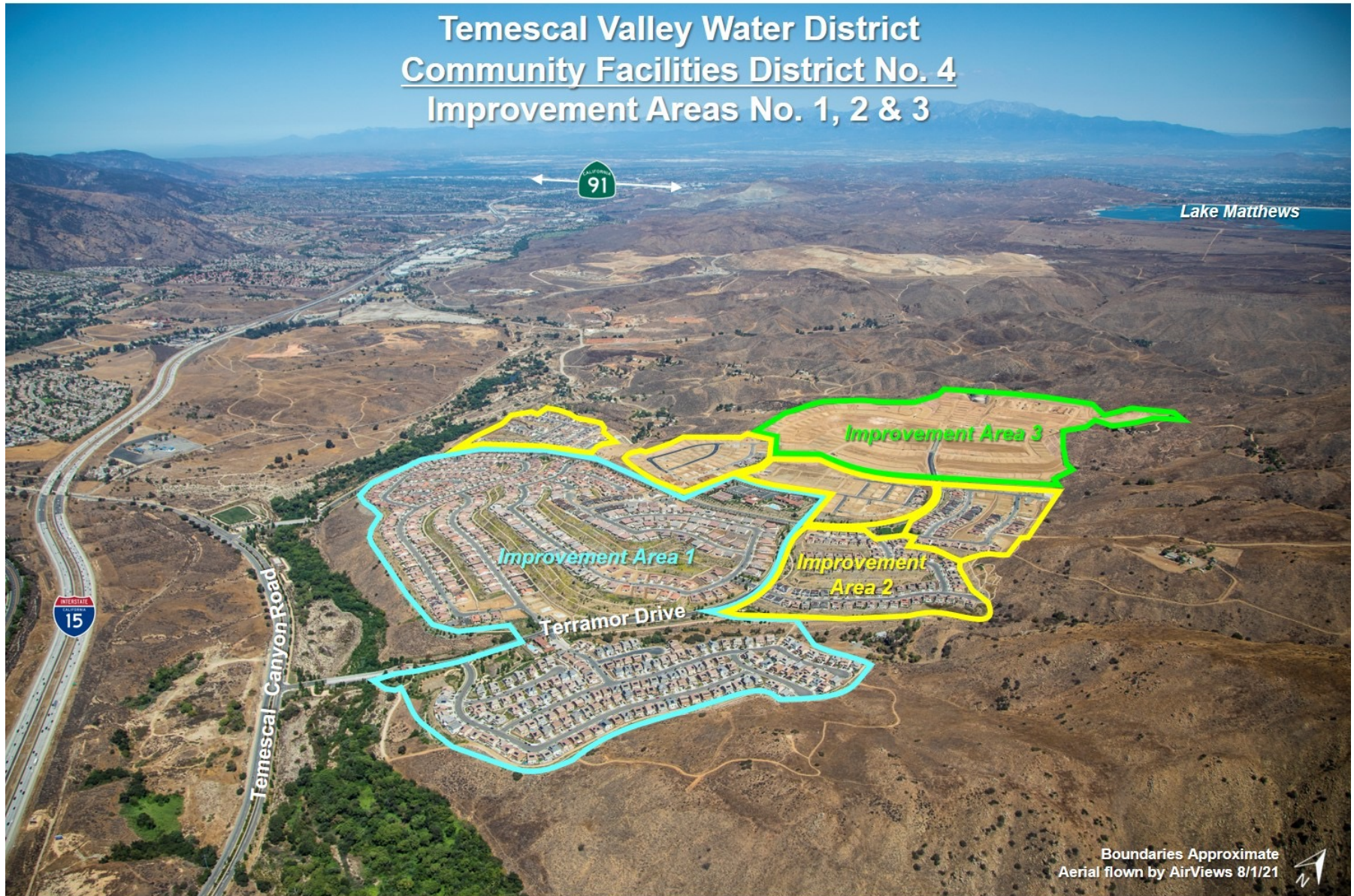
CSG | advisors

Tuesday, May 26, 2022

2016 Terramor Project Phasing Map




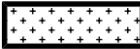

Aerial Overview (flown August 1, 2021)

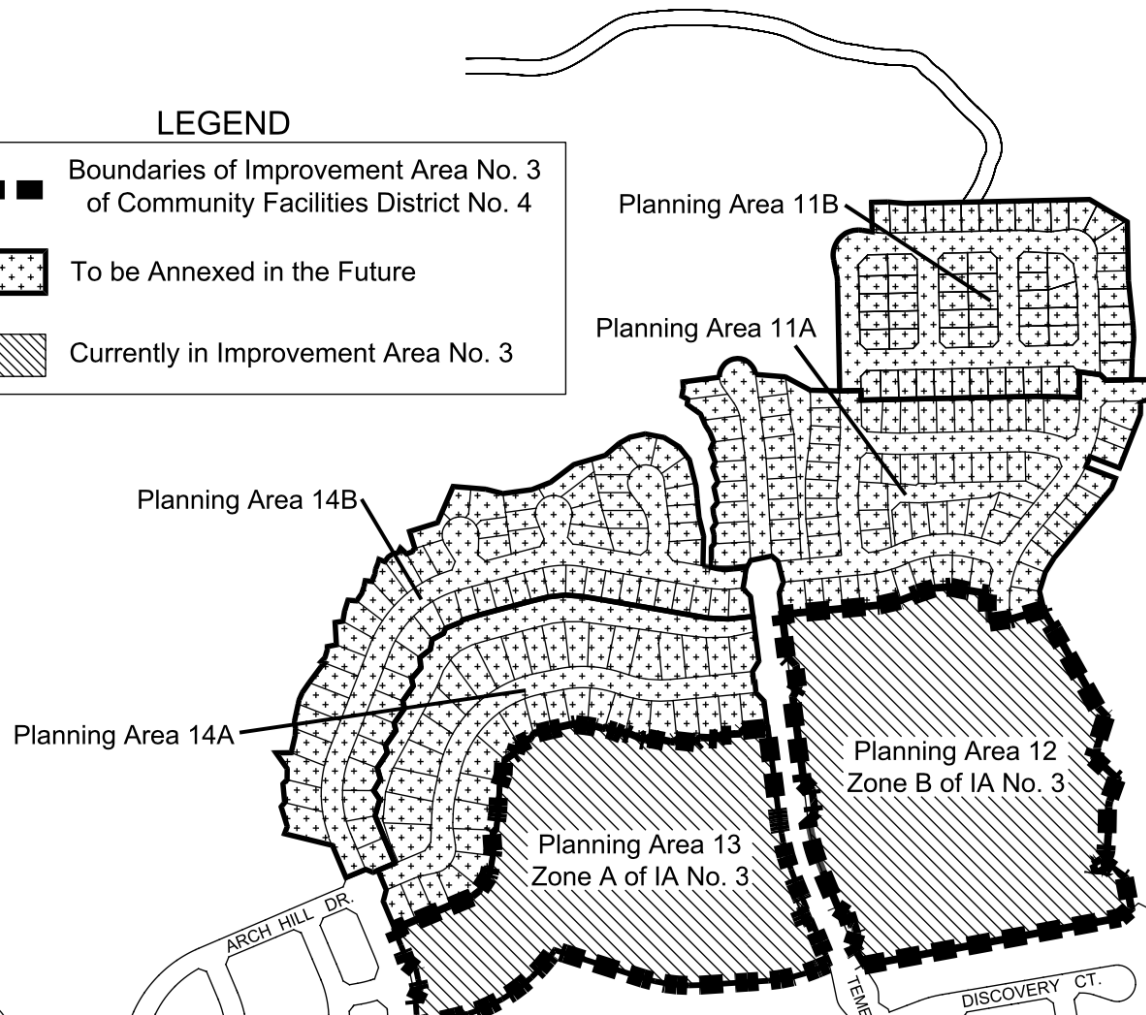


Improvement Area No. 3 Boundaries

PLANNING AREA MAP IMPROVEMENT AREA NO. 3 OF TEMESCAL VALLEY WATER DISTRICT COMMUNITY FACILITIES DISTRICT NO. 4

LEGEND

	Boundaries of Improvement Area No. 3 of Community Facilities District No. 4
	To be Annexed in the Future
	Currently in Improvement Area No. 3



Annexation of IA 3 (plus Future Annexation)

- IA No. 3 consists initially of 143 planned units
 - 79 Age-Qualified units to be developed by Del Webb (PulteGroup)
 - 64 Market Rate units to be developed by Richmond American Homes
- PA's 11A&B and 14 A&B (planned for approx. 251 units) are future annexation areas for IA 3 as the Master Developer continues to market for future sale to builders with option to develop as either MR or AQ

Establishing the Special Tax Rates

- Effective Tax Rate definition
 - Sum of Projected Tax Bill divided by Home Price
 - TVWD Policy Limit = 2.00%
- Two-tiered tax structure confirmed prior to bond issuance
 - Market Rate = 2.00% Effective Tax Rate
 - Age Qualified = 1.75% Effective Tax Rate
 - Rate & Method of Apportionment requires updated Price Point Study at least 30 days prior to 1st bond issue
- TVWD engaged an independent market consultant to determine current market base home prices
- MR units avg approximately 1.71% Effective Tax Rate
- AQ units avg approximately 1.60% Effective Tax Rate

Tax Rate Comparison to IA's 1 & 2

SPECIAL TAX CLASS		IMPROVEMENT AREA NO. 1		IMPROVEMENT AREA NO. 2		IMPROVEMENT AREA NO. 3*	
		UNITS AT BUILDOUT	SPECIAL TAX RATE	UNITS AT BUILDOUT	SPECIAL TAX RATE	UNITS AT BUILDOUT	SPECIAL TAX RATE
ZONE	DESCRIPTION						
A	MARKET RATE (> 3,101 SF)		\$3,478		\$3,478		\$3,478
A	MARKET RATE (2,901-3,101 SF)		\$3,377	60	\$3,377	22	\$3,377
A	MARKET RATE (2,601-2,900 SF)		\$3,278	62	\$3,278	21	\$3,278
A	MARKET RATE (2,301-2,600 SF)	114	\$3,183	29	\$3,183	21	\$3,183
A	MARKET RATE (2,151 - 2,300 SF)	56	\$3,094	29	\$3,094		\$3,094
A	MARKET RATE (2,001 - 2,150 SF)		\$2,977		\$2,977		\$2,977
A	MARKET RATE (1,851 - 2,000 SF)		\$2,888		\$2,888		\$2,888
A	MARKET RATE (< 1,850 SF)		\$2,799		\$2,799		\$2,799
<i>SUBTOTAL</i>		170		180		64	
B	AGE QUALIFIED (> 2,599 SF)	56	\$2,921		\$2,921		\$2,921
B	AGE QUALIFIED (2,300 - 2,599 SF)	62	\$2,703		\$2,703		\$2,703
B	AGE QUALIFIED (1,900 - 2,299 SF)	175	\$2,502	135	\$2,502		\$2,502
B	AGE QUALIFIED (1,601 - 1,899 SF)	93	\$2,115	104	\$2,115	53	\$2,115
B	AGE QUALIFIED (1,301 - 1,600 SF)	42	\$1,888	76	\$1,888	26	\$1,888
B	AGE QUALIFIED (1,101 - 1,300 SF)		\$1,875		\$1,875		\$1,875
B	AGE QUALIFIED (< 1,601 SF)		\$1,819		\$1,819		\$1,819
<i>SUBTOTAL</i>		428		315		79	
TOTAL UNITS		598		495		143	

* INCLUDES ONLY PA'S 12 & 13

Eligible Costs to be Reimbursed from CFD Bond Proceeds (All Three Phases)

In \$million's

Participating Agency	Total Eligible Costs	Funded from IA 1	Funded from IA 2	Remainder*
Temescal Valley Water District	\$39.93	\$20.57	\$11.86	\$7.50
County of Riverside (Road Improvements)	10.43	-	2.13	8.30
County of Riverside Flood Control	6.70	-	5.90	0.80
Total	\$57.06	\$20.57	\$19.89	\$16.60

* Assuming PA's 11A&B are AQ units and 14A&B are MR units, the Developer projects bond proceeds of approx. \$13.2M

- Master Developer has been reimbursed approx. \$41 million to date
- Assuming PA's 11A&B and 14A&B are annexed, bond proceeds are projected to be approx. \$13 million to fund \$16 million in remaining eligible costs

Recommended Board Action

- Adopt Resolution Accepting Unanimous Approval of Property Owners to Annex into IA No. 3 of CFD No. 4 (Terramor)
 - Directs recordation of the CFD Annexation Map
 - References public improvements to be financed
 - Authorizes Bonded Indebtedness up to \$18 million
 - Authorizes levy of the special tax in accordance with the Rate & Method of Apportionment (the RMA) attached to the Resolution, which is consistent with the form of the RMA's approved for IA's 1 & 2

RESOLUTION NO. R-22-02

RESOLUTION OF THE BOARD OF DIRECTORS OF TEMESCAL VALLEY WATER DISTRICT, ACTING AS THE LEGISLATIVE BODY OF COMMUNITY FACILITIES DISTRICT NO. 4 (TERRAMOR) OF TEMESCAL VALLEY WATER DISTRICT ACCEPTING UNANIMOUS APPROVAL OF PROPERTY OWNERS TO ANNEX PROPERTY TO COMMUNITY FACILITIES DISTRICT NO. 4 (TERRAMOR) OF TEMESCAL VALLEY WATER DISTRICT AS IMPROVEMENT AREA NO. 3 THEREIN

WHEREAS, on September 27, 2016, the Board of Directors (“Board of Directors”) of the Temescal Valley Water District adopted Resolution No. R-16-11 (“Resolution of Intention”) declaring its intention to form Community Facilities District No. 4 (Terramor) of the Temescal Valley Water District (the “District”) and designate Improvement Area No. 1 therein (“Improvement Area No. 1”), and designate territory proposed for annexation to the District in the future (“Annexation Territory”) pursuant to the Mello-Roos Community Facilities Act of 1982, as amended, being Chapter 2.5 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California (the “Act”); and

WHEREAS, on November 22, 2016, after providing all notice required by the Act, the Board of Directors conducted a noticed public hearing required by the Act relative to: (i) the proposed formation of the District, (ii) the proposed levy of a special tax within Improvement Area No. 1 to finance certain authorized facilities described in the Resolution of Intention and to secure the payment of any bonded indebtedness of the District for Improvement Area No. 1, and the proposed issuance of bonded indebtedness for Improvement Area No. 1; and

WHEREAS, on November 22, 2016, following the close of the public hearing, the Board of Directors adopted (i) a resolution which formed the District and designated Improvement Area No. 1 and the Annexation Territory (“Resolution of Formation”), and (ii) a resolution determining the necessity to incur bonded indebtedness within the District and Improvement Area No. 1 therein (“Resolution Determining Necessity to Incur Debt”), which resolutions called a special election within Improvement Area No. 1 on November 22, 2016 on three propositions relating to the levy of a special tax within Improvement Area No. 1, the issuance of bonds by the District for Improvement Area No. 1, and the establishment of an appropriations limit within the District; and

WHEREAS, on November 22, 2016, a special election was held within Improvement Area No. 1 at which the qualified electors therein approved by more than a two-thirds vote, Propositions A, B and C as set forth in Attachment “B” to the Resolution of Formation, authorizing the levy of a special tax within Improvement Area No. 1 for the purposes described in the Resolution of Formation, the issuance of bonds for Improvement Area No. 1 as described in the Resolution Determining Necessity to Incur Debt, and establishing an appropriations limit for the District; and

WHEREAS, pursuant to Section 53350(b) of the Act, the Resolution of Formation and the Resolution Determining Necessity to Incur Debt, the District may levy special taxes on any parcel or parcels annexed to the District only with the unanimous consent and approval of the owner or owners of the parcel or parcels at the time of annexation (each a “Unanimous

Approval”) and the maximum principal amount of bonds authorized for any property annexed to or as an improvement area of the District, other than Improvement Area No. 1, shall be set forth in a Unanimous Approval delivered in connection with such annexation; and

WHEREAS, certain property has been annexed to the District as Improvement Area No. 2 of the District pursuant to the provisions of the Act, the Resolution of Formation and the Resolution Determining Necessity to Incur Debt; and

WHEREAS, Pulte Home Company, LLC, a Michigan limited liability company and Richmond American Homes of Maryland, Inc., A Maryland corporation (each an “Owner” and collectively, the “Owners”) each own a portion of the property described and depicted in Attachment “A” hereto (together, the “Property”) which Property is included in the Annexation Territory; and

WHEREAS, each Owner has executed and delivered to the District a Unanimous Approval, which together, request and approve the annexation of the Property as Improvement Area No. 3 of the District (together, the “Improvement Area No. 3 Unanimous Approvals”); and

WHEREAS, the Improvement Area No. 3 Unanimous Approvals request and approve the levy of a special tax in accordance with the rate and method of apportionment of special tax for Improvement Area No. 3 attached thereto as Attachment A and attached hereto as Attachment “B” (the “Improvement Area No. 3 Rate and Method”); and

WHEREAS, the Improvement Area No. 3 Unanimous Approvals request and approve the incurring of bonded indebtedness in one or more series by the District for Improvement Area No. 3 in an aggregate principal amount not-to-exceed \$18,000,000 to finance the authorized facilities and related costs set forth in the Resolution of Intention; and

NOW, THEREFORE, THE BOARD OF DIRECTORS OF TEMESCAL VALLEY WATER DISTRICT, ACTING AS THE LEGISLATIVE BODY OF COMMUNITY FACILITIES DISTRICT NO. 4 (TERRAMOR) OF TEMESCAL VALLEY WATER DISTRICT, DOES HEREBY RESOLVE, DETERMINE AND ORDER AS FOLLOWS:

1. Each of the above recitals is true and correct.
2. The boundaries of Improvement Area No. 1 and the Annexation Territory are as shown on the map designated “Proposed Boundaries of Temescal Valley Water District Community Facilities District No. 4 (Terramor)”, which map is on file in the office of the Secretary and was recorded pursuant to Sections 3111 and 3113 of the Streets and Highways Code in the County of Riverside Book of Maps of Assessment and Community Facilities Districts in the County Recorder’s Office in Book No. 80, Page Nos. 7-8 on September 28, 2016.

The boundaries of Improvement Area No. 2 of the District are as shown on the maps designated: (1) “Proposed Boundaries of Improvement Area No. 2 of Temescal Valley Water District Community Facilities District No. 4 (Terramor)”, which map is on file in the office of the Secretary and was recorded pursuant to Sections 3111 and 3113 of the Streets and Highways Code in the County of Riverside Book of Maps of Assessment and Community Facilities Districts in the County Recorder’s Office in Book No. 83, Page Nos. 62-63 on March 13, 2019; (2) “Annexation No. 1 to Improvement Area No. 2 of Temescal Valley Water District Community Facilities District No. 4 (Terramor)”, which map is on file in the office of the Secretary and was recorded pursuant to Sections 3111 and 3113 of the Streets and Highways Code in the County

of Riverside Book of Maps of Assessment and Community Facilities Districts in the County Recorder's Office in Book No. 86, Page Nos. 36-37 on February 3, 2021; and (3) "Annexation No. 2 to Improvement Area No. 2 of Temescal Valley Water District Community Facilities District No. 4 (Terramor)", which map is on file in the office of the Secretary and was recorded pursuant to Sections 3111 and 3113 of the Streets and Highways Code in the County of Riverside Book of Maps of Assessment and Community Facilities Districts in the County Recorder's Office in Book No. 86, Page Nos. 38-39 on February 3, 2021.

The Property to be annexed as Improvement Area No. 3 of the District has the legal boundaries described in, and the boundaries shown on, the annexation map attached as Attachment "A" hereto. Pursuant to Section 3110.5 of the California Streets and Highways Code of the State of California, the Secretary is hereby directed to sign the original annexation map of the Property to be annexed as Improvement Area No. 3 and record it within 15 days of the date hereof with all proper endorsements thereon with the County Recorder's Office

3. The types of Improvements and Incidental Expenses (as defined in the Resolution of Intention) authorized to be provided for Improvement Area No. 3 are those set forth in the Resolution of Intention. The estimated cost of the Improvements and Incidental Expenses to be financed for Improvement Area No. 3 is set forth in the Community Facilities District Report prepared in connection with the establishment of the District, which estimates may change as the Improvements are designed and bid for construction and acquisition.

4. The Board of Directors, acting as the legislative body of the District, hereby finds that the Improvement Area No. 3 Unanimous Approvals executed and delivered by the Owners satisfy the requirements under Sections 53329.6 and 53339 et seq. of the Act. The Board of Directors, acting as the legislative body of the District, hereby accepts the Improvement Area No. 3 Unanimous Approvals executed and delivered by the Owners. The Board of Directors, acting as the legislative body of the District, hereby determines that the Property is annexed to and added to the District as Improvement Area No. 3 with full legal effect.

5. The Board of Supervisors is hereby authorized to levy on the land within the Property the special tax in each fiscal year in accordance with the Improvement Area No. 3 Rate and Method for the purposes described in the Resolution of Intention, and to incur bonded indebtedness for Improvement Area No. 3 in one or more series in an aggregate principal amount not to exceed \$18,000,000, in accordance with the Resolution Determining Necessity to Incur Debt and the Improvement Area No. 3 Unanimous Approvals.

6. In the event that a portion of the property within Improvement Area No. 3 shall become for any reason exempt, wholly or partially, from the levy of the special tax specified in the Improvement Area No. 3 Rate and Method, the Board of Directors shall, on behalf of the District, increase the levy to the extent necessary and permitted by law and these proceedings upon the remaining property within Improvement Area No. 3 which is not delinquent or exempt in order to yield the required debt service payments on any outstanding bonds of the District for Improvement Area No. 3 or to prevent the District from defaulting on any other obligations or liabilities of the District; provided, however, that in no event shall the special tax on a residential property increase by more than ten percent as a result of a default or defaults in the payment of special taxes by other property owner(s). The amount of the special tax is set in accordance with the Improvement Area No. 3 Rate and Method.

7. The Secretary is hereby directed to record in the Office of the County Recorder within 15 days of the date hereof a notice of special tax lien with respect to Improvement Area No. 3, in the form required by Streets and Highways Code Section 3114.5

8. This Resolution shall be effective upon its adoption.

Dated: May 24, 2022.

C.W. Colladay, President

I hereby certify that the foregoing is a full, true and correct copy of the Resolution adopted by the Board of Directors of the Temescal Valley Water District at its meeting held on May 24, 2022.

ATTEST:

Fred Myers, Board Secretary

(SEAL)

ATTACHMENT "A"

PROPERTY ANNEXED AS IMPROVEMENT AREA NO. 3

County of Riverside Assessor's Parcel Nos:

283-240-022

290-930-063

and

Tract No. 37556 as shown on the map recorded in the County of Riverside Assessor-County Clerk Recorder's office on December 15, 2021, as Instrument No. 2021-0738287

ATTACHMENT A

PROPOSED BOUNDARIES OF
IMPROVEMENT AREA NO. 3 OF
TEMESCAL VALLEY WATER DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 4
(TERRAMOR)
COUNTY OF RIVERSIDE
STATE OF CALIFORNIA

(1) Filed in the District Office of the Temescal Valley
Water District this ____ day of _____, 2022.

Fred Myers, Secretary
Temescal Valley Water District

Assessor Parcel Numbers
within the Boundaries of Improvement Area
No. 3 of Community Facilities District No. 4:
283-240-022
283-240-024 (portion)
290-940-014 (portion)
290-930-063

Zone B of Improvement Area No. 3
consists of Tract No. 37556.

(2) I hereby certify that the within map showing the
proposed boundaries of Improvement Area No. 3
of Temescal Valley Water District Community
Facilities District No. 4 (Terramor), County of
Riverside, State of California, was approved by the
Board of Directors of the Temescal Valley Water
District at a regular meeting thereof, held on
this ____ day of _____, 2022, by its
Resolution No. _____.

Fred Myers, Secretary
Temescal Valley Water District

(3) Filed this ____ day of _____, 2022, at the
hour of ____ o'clock ____ m, in Book _____ of
Maps of Assessment and Community Facilities
Districts at page _____ and as Instrument
No. _____ in the office of the County
Recorder of Riverside County, State of California.

Peter Aldana
Assessor-County Clerk-Recorder of Riverside
County




By _____
Deputy
Fee _____

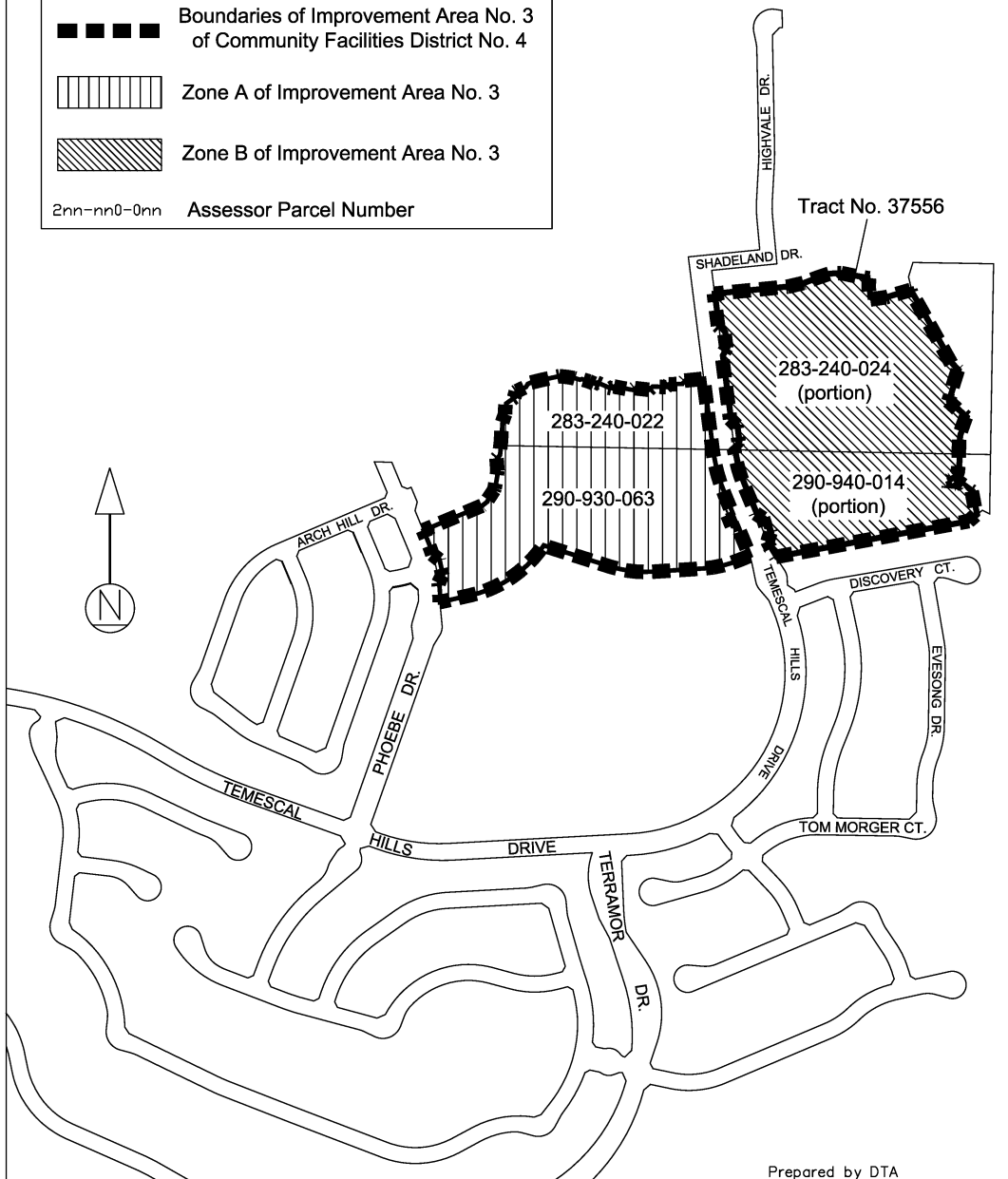
For a description of the lines and dimensions
of each lot and parcel, reference is hereby
made to the Assessor maps of the County of
Riverside, California., and to Tract No. 37556
recorded on December 15, 2021 in Book 481
of Maps, at Pages 88 through 94, as
Instrument No. 2021-0738287 in the Office of
the Riverside County Recorder, California.

Exempt recording requested, per
CA Government Code § 27383

PROPOSED BOUNDARIES OF
IMPROVEMENT AREA NO. 3 OF
TEMESCAL VALLEY WATER DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 4
(TERRAMOR)
COUNTY OF RIVERSIDE
STATE OF CALIFORNIA

LEGEND

	Boundaries of Improvement Area No. 3 of Community Facilities District No. 4
	Zone A of Improvement Area No. 3
	Zone B of Improvement Area No. 3
2nn-nn0-0nn	Assessor Parcel Number



Prepared by DTA

ATTACHMENT "B"

**RATE AND METHOD OF APPORTIONMENT OF SPECIAL TAX FOR
IMPROVEMENT AREA NO. 3 OF COMMUNITY FACILITIES DISTRICT NO. 4
(TERRAMOR)
OF TEMESCAL VALLEY WATER DISTRICT**

ATTACHMENT B

**RATE AND METHOD OF APPORTIONMENT FOR
IMPROVEMENT AREA NO. 3 OF
TEMESCAL VALLEY WATER DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 4
(TERRAMOR)**

A Special Tax as hereinafter defined shall be levied on all Assessor's Parcels in Improvement Area No. 3 ("IA No. 3") of Temescal Valley Water District Community Facilities District No. 4 (Terramor) ("CFD No. 4") and collected each Fiscal Year commencing in Fiscal Year 2022-2023, in an amount determined by the Board, through the application of the Rate and Method of Apportionment as described below. All of the real property in IA No. 3, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent and in the manner herein provided.

A. DEFINITIONS

The terms hereinafter set forth have the following meanings:

"Acre" or "Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable Final Map, parcel map, condominium plan, or other recorded County parcel map.

"Act" means the Mello-Roos Community Facilities Act of 1982, as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means the following actual or reasonably estimated costs directly related to the administration of IA No. 3: the costs of computing the Special Taxes and preparing the annual Special Tax collection schedules (whether by the Water District or designee thereof or both); the costs of collecting the Special Taxes (whether by the Water District or otherwise); the costs of remitting the Special Taxes to the Trustee; the costs of the Trustee (including its legal counsel) in the discharge of the duties required of it under the Indenture; the costs to the Water District, CFD No. 4 or any designee thereof of complying with arbitrage rebate requirements; the costs to the Water District, CFD No. 4 or any designee thereof of complying with Water District, IA No. 3 or obligated persons disclosure requirements associated with applicable federal and state securities laws and of the Act; the costs associated with preparing Special Tax disclosure statements and responding to public inquiries regarding the Special Taxes; the costs of the Water District, CFD No. 4 or any designee thereof related to an appeal of the Special Tax; the costs associated with the release of funds from an escrow account; the costs associated with the Special Tax reduction described in

Section J; the costs associated with the issuance of Bonds; and the Water District's annual administration fees and third party expenses. Administrative Expenses shall also include amounts estimated or advanced by the Water District or CFD No. 4 for any other administrative purposes of IA No. 3, including attorney's fees and other costs related to commencing and pursuing to completion any foreclosure, or otherwise addressing the disposition of delinquent Special Taxes.

"Approved Property" means, for each Fiscal Year, all Taxable Property, exclusive of Developed Property, Taxable Property Owner Association Property, and Taxable Public Property, for which a Final Map was recorded prior to January 1 of the previous Fiscal Year.

"Assessor's Parcel" means any real property to which an Assessor's parcel number is assigned as shown on an Assessor's Parcel Map.

"Assessor's Parcel Map" means an official map of the County Assessor of the County designating parcels by Assessor's Parcel number.

"Assigned Special Tax" means the Special Tax for each Land Use Class of Developed Property within IA No. 3, as determined in accordance with Section C below.

"Backup Special Tax" means the Special Tax applicable to each Assessor's Parcel of Developed Property within IA No. 3, as determined in accordance with Section C below.

"Board" means the Board of Directors of the Water District, acting as the legislative body of CFD No. 4.

"Bonds" means any bonds or other debt (as defined in Section 53317(d) of the Act), whether in one or more series, issued by CFD No. 4 for IA No. 3 under the Act.

"CFD Administrator" means an official of the Water District, or designee thereof, responsible for determining the Special Tax Requirement and providing for the levy and collection of the Special Taxes.

"CFD No. 4" means the Temescal Valley Water District Community Facilities District No. 4 (Terramor).

"County" means the County of Riverside.

"Developed Property" means, for each Fiscal Year, all Taxable Property, exclusive of Other Taxable Property, (i) for which a building permit was issued

prior to March 1 of the prior Fiscal Year, and (ii) that is located within a Final Map.

"Exempt Welfare Exemption Property" means, for each Fiscal Year, an Assessor's Parcel that is (a) receiving a welfare exemption under subdivision (g) of Section 214 of the California Revenue and Taxation Code (or any successor statute), as indicated in the County's assessor's roll finalized as of January 1 of the previous Fiscal Year, and (b) exempt from the Special Tax pursuant to Section 53340(c) of the Act. Pursuant to Section 53340(c) of the Act, after the issuance of the first series of Bonds in IA No. 3, as applicable, any Assessor's Parcels that receive a welfare exemption under subdivision (g) of Section 214 of the California Revenue and Taxation Code (or any successor statute) shall not be classified as Exempt Welfare Exemption Property and will be subject to the Special Tax.

"Final Map" means (i) a final map, or portion thereof, approved by the County pursuant to the Subdivision Map Act (California Government Code Section 66410 *et seq.*) that creates individual lots or parcels for which building permits may be issued without further subdivision, or (ii) for condominiums, a final map approved by the County and a condominium plan recorded pursuant to California Civil Code Section 4285 creating such individual lots or parcels.

"Fiscal Year" means the period starting July 1 and ending on the following June 30.

"Improvement Area No. 3" or "IA No. 3" means Improvement Area No. 3 of CFD No. 4.

"Indenture" means the indenture, fiscal agent agreement, resolution or other instrument pursuant to which Bonds are issued, as modified, amended and/or supplemented from time to time.

"Land Use Class" means any of the classes listed in Tables 1 and 2 below.

"Maximum Special Tax" means the Maximum Special Tax, determined in accordance with Section C and Section D below, that can be levied in any Fiscal Year on any Assessor's Parcel within IA No. 3.

"Non-Residential Property" means Developed Property for which a building permit(s) was issued for a non-residential use.

"Original IA No. 3 Property" means the property located within IA No. 3 at the time of formation as identified on the original boundary map for IA No. 3 of CFD No. 4.

"Outstanding Bonds" means all Bonds which are deemed to be outstanding under the Indenture.

"Other Taxable Property" means Taxable Public Property and Taxable Property Owner Association Property.

"Planning Area" means any one of the separate geographic areas designated on Exhibit C herein as: Planning Area 11A, Planning Area 11B, Planning Area 12, Planning Area 13, Planning Area 14A, or Planning Area 14B. The areas indicated in Exhibit C are approximations of the future Planning Areas and the final Planning Area boundaries shall be determined based on the actual Final Map or other applicable information, as determined by the CFD Administrator, at the time of annexation.

"Proportionately" means, for Developed Property, that the ratio of the actual Special Tax levy to the Assigned Special Tax is equal for all Assessor's Parcels of Developed Property, except to the extent that the Special Tax levy on Residential Property is limited as described in the first step in Section D below. For Approved Property or Undeveloped Property, "Proportionately" means that the ratio of the actual Special Tax levy per Acre to the Maximum Special Tax per Acre is equal for all Assessor's Parcels of Approved Property or Undeveloped Property. For Other Taxable Property, "Proportionately" means that the ratio of the actual Special Tax levy per Acre to the Maximum Special Tax per Acre is equal for all Assessor's Parcels of Other Taxable Property.

"Property Owner Association Property" means, for each Fiscal Year, any property within the boundaries of IA No. 3 that was owned by a property owner association, including any master or sub-association, as of January 1 of the prior Fiscal Year.

"Public Property" means, for each Fiscal Year, any property within IA No. 3 that is owned by, irrevocably offered for dedication to, or dedicated to the federal government, the State, the County, Water District, or any other public agency as of June 30 of the prior Fiscal Year; provided however that any property leased by a public agency to a private entity and subject to taxation under Section 53340.1 of the Act shall be taxed and classified in accordance with its use. To ensure that property is classified as Public Property in the first Fiscal Year after it is acquired by, irrevocably offered for dedication to, or dedicated to a public agency, the property owner shall notify the CFD Administrator in writing of such acquisition, offer, or dedication not later than June 30 of the Fiscal Year in which the acquisition, offer, or dedication occurred.

"Residential Floor Area" means all of the square footage of living area within the perimeter of a residential dwelling unit, not including any carport,

walkway, garage, overhang, patio, enclosed patio, or similar area. The CFD Administrator shall determine the Residential Floor Area based upon the building permit(s) issued for such residential dwelling unit.

"Residential Property" means Developed Property for which a building permit has been issued for purposes of constructing one or more residential dwelling units.

"Special Tax" means the special tax to be levied in each Fiscal Year on each Assessor's Parcel of Taxable Property to fund the Special Tax Requirement.

"Special Tax Requirement" means that amount required in any Fiscal Year to: (i) pay debt service on all Outstanding Bonds; (ii) pay periodic costs on the Bonds, including but not limited to, credit enhancement and rebate payments on the Bonds; (iii) pay Administrative Expenses; (iv) pay any amounts required to establish or replenish any reserve funds for all Outstanding Bonds; (v) pay directly for the acquisition or construction of facilities authorized to be financed by IA No. 3 to the extent that inclusion of such amount does not increase the Special Tax levy on Approved Property or Undeveloped Property; and (vi) pay for reasonably anticipated Special Tax delinquencies based on the historical delinquency rate for IA No. 3 as determined by the CFD Administrator; less (vii) a credit for funds available to reduce the annual Special Tax levy, as determined by the CFD Administrator pursuant to the Indenture.

"State" means the State of California.

"Taxable Property" means all of the Assessor's Parcels within the boundaries of IA No. 3 which are not exempt from the Special Tax pursuant to law or Section E below.

"Taxable Property Owner Association Property" means all Assessor's Parcels of Property Owner Association Property that are not exempt pursuant to Section E below.

"Taxable Public Property" means all Assessor's Parcels of Public Property that are not exempt pursuant to Section E below.

"Trustee" means the trustee or fiscal agent under the Indenture.

"Undeveloped Property" means, for each Fiscal Year, all Taxable Property not classified as Approved Property, Developed Property, or Other Taxable Property.

"Water District" means the Temescal Valley Water District.

"Zone" means Zone A and/or Zone B, as applicable.

"Zone A" means Zone A of IA No. 3, as identified on the boundary map for IA No. 3 of CFD No. 4 (including any annexation map).

"Zone B" means Zone B of IA No. 3, as identified on the boundary map for IA No. 3 of CFD No. 4, (including any annexation map).

B. ASSIGNMENT TO LAND USE CATEGORIES

Each Fiscal Year, all Taxable Property within Zone A and Zone B of IA No. 3 shall be classified as Developed Property, Approved Property, Other Taxable Property, Undeveloped Property, or Exempt Welfare Exemption Property, and shall be subject to Special Taxes in accordance with this Rate and Method of Apportionment as determined pursuant to Sections C and D below. Developed Property shall be further classified as Residential Property or Non-Residential Property.

C. MAXIMUM SPECIAL TAX

1. Developed Property

Residential Property in Zone A shall be assigned to Land Use Classes 1 through 8 of Table 1 below, and Non-Residential Property in Zone A shall be assigned to Land Use Class 9 of Table 1 below. Residential Property in Zone B shall be assigned to Land Use Class 1 through 8 of Table 2 below, and Non-Residential Property in Zone B shall be assigned to Land Use Class 9 of Table 2 below. The Assigned Special Tax for Residential Property shall be based on the Residential Floor Area of the dwelling unit(s) located on the Assessor's Parcel. The Assigned Special Tax for Non-Residential Property shall be based on the Acreage of the Assessor's Parcel.

(a) Maximum Special Tax

The Maximum Special Tax for each Assessor's Parcel classified as Developed Property shall be the greater of (i) the amount derived by application of the Assigned Special Tax or (ii) the amount derived by application of the Backup Special Tax.

The Maximum Special Tax (including the Assigned Special Taxes and the Backup Special Tax set forth in Sections C.1.(b), C.1.(c) and C.1.(d) below) may be reduced in accordance with, and subject to the conditions set forth in, Section J below.

(b) Assigned Special Tax – Zone A (Market Rate Units)

The Assigned Special Tax for each Land Use Class within Zone A is shown below in Table 1.

TABLE 1
Assigned Special Tax for Developed Property in
Zone A
(Market Rate Units)

Land Use Class	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 3,101 s.f.	\$3,478 per unit
2	Residential Property	2,901 – 3,101 s.f.	\$3,377 per unit
3	Residential Property	2,601 – 2,900 s.f.	\$3,278 per unit
4	Residential Property	2,301 – 2,600 s.f.	\$3,183 per unit
5	Residential Property	2,151 – 2,300 s.f.	\$3,094 per unit
6	Residential Property	2,001 – 2,150 s.f.	\$2,977 per unit
7	Residential Property	1,851 – 2,000 s.f.	\$2,888 per unit
8	Residential Property	< 1,851 s.f.	\$2,799 per unit
9	Non-Residential Property	NA	\$31,672 per Acre

(c) Assigned Special Tax – Zone B (Age-Qualified Units)

The Assigned Special Tax for each Land Use Class within Zone B is shown below in Table 2.

TABLE 2
Assigned Special Tax for Developed Property in
Zone B
(Age-Qualified Units)

Land Use Class	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 2,599 s.f.	\$2,921 per unit
2	Residential Property	2,300 – 2,599 s.f.	\$2,703 per unit

3	Residential Property	1,900 – 2,299 s.f.	\$2,502 per unit
4	Residential Property	1,601 – 1,899 s.f.	\$2,115 per unit
5	Residential Property	1,301 – 1,600 s.f.	\$1,888 per unit
6	Residential Property	1,101 – 1,300 s.f.	\$1,875 per unit
7	Residential Property	< 1,101 s.f.	\$1,819 per unit
8	Non-Residential Property	NA	\$19,524 per Acre

(d) Backup Special Tax

The Backup Special Tax for an Assessor's Parcel of Developed Property will equal the amount indicated in Table 3 below for the applicable Zone.

TABLE 3
Backup Special Tax for
Zone A and Zone B

Zone	Backup Special Tax
A	\$31,672 per Acre
B	\$19,524 per Acre

2. Approved Property, Undeveloped Property and Other Taxable Property

The Maximum Special Tax for Approved Property, Undeveloped Property, and Other Taxable Property will equal the amount indicated in Table 4 below for the applicable Zone.

TABLE 4
Approved Property, Undeveloped
Property, and Other Taxable
Property in
Zone A and Zone B

Zone	Maximum Special Tax
A	\$31,672 per Acre
B	\$19,524 per Acre

3. Multiple Land Uses

In some instances an Assessor's Parcel of Developed Property may contain more than one Land Use Class. The Assigned Special Tax levied on an Assessor's Parcel shall be the sum of the Assigned Special Taxes for all Land Use Classes located on that Assessor's Parcel. The Maximum Special Tax that can be levied on an Assessor's Parcel shall be the sum of the Maximum Special Taxes that can be levied for all Land Use Classes located on that Assessor's Parcel. For an Assessor's Parcel that contains multiple land uses, the Acreage of such Assessor's Parcel shall be allocated to each type of property based on the amount of Acreage designated for each land use as determined by reference to the site plan approved for such Assessor's Parcel.

The CFD Administrator's allocation to each type of property shall be final.

D. APPORTIONMENT OF THE SPECIAL TAX

For each Fiscal Year, commencing Fiscal Year 2022-2023, the Board shall determine the Special Tax Requirement and shall levy the Special Tax as follows:

First: The Special Tax shall be levied Proportionately on each Assessor's Parcel of Developed Property at up to 100% of the applicable Assigned Special Tax as needed to satisfy the Special Tax Requirement;

Second: If additional monies are needed to satisfy the Special Tax Requirement after the first step has been completed, the Special Tax shall be levied Proportionately on each Assessor's Parcel of Approved Property at up to 100% of the Maximum Special Tax for Approved Property;

Third: If additional monies are needed to satisfy the Special Tax Requirement after the first two steps have been completed, the Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property at up to 100% of the Maximum Special Tax for Undeveloped Property;

Fourth: If additional monies are needed to satisfy the Special Tax Requirement after the first three steps have been completed, then the levy of the Special Tax on each Assessor's Parcel of Developed Property whose Maximum Special Tax is determined through the application of the Backup Special Tax shall be increased in equal percentages from the Assigned Special Tax up to 100% of the Maximum Special Tax for each such Assessor's Parcel.

Fifth: If additional monies are needed to satisfy the Special Tax Requirement after the first four steps have been completed, then the Special Tax shall be levied Proportionately on each Assessor’s Parcel of Other Taxable Property at up to 100% of the Maximum Special Tax for Other Taxable Property.

Notwithstanding the above, pursuant to Section 53321(d)(3) of the California Government Code, under no circumstances will the Special Tax levied in any Fiscal Year against any Assessor’s Parcel for which an occupancy permit for private residential use has been issued be increased as a consequence of delinquency or default by the owner or owners of any other Assessor’s Parcel(s) within CFD No. 4 by more than 10% above the amount that would have been levied in that Fiscal Year had there never been any such delinquencies or defaults. To the extent that the levy of the Special Tax on residential property is limited by the provision in the previous sentence, the levy of the Special Tax on each Assessor’s Parcel of non-residential property shall continue to increase in equal percentages at up to 100% of the Maximum Special Tax.

E. EXEMPTIONS

1. Property Owner Association Property and Public Property

No Special Taxes shall be levied on Property Owner Association Property and Public Property in a particular Planning Area, so long as the total Acreage of Taxable Property in such Planning Area is at least equal to the “Minimum Taxable Acreage” for such Planning Area as shown in Table 5 below. Additional Planning Areas are expected to be annexed into IA No. 3 and assigned to the applicable Zone at a future date. Notwithstanding the foregoing, any Acreage for property classified as Exempt Welfare Exemption Property shall be deducted from the Minimum Taxable Acreage for the applicable Planning Area shown in Table 5 below.

**Table 5
Minimum Taxable Acreage**

Planning Area	Annexation Status	Minimum Taxable Acreage
12	Part of Original IA No. 3 Property	9.70 Acres
13	Part of Original IA No. 3 Property	7.91 Acres
11A	To be annexed in future	7.33 Acres
11B	To be annexed in future	4.96 Acres
14A	To be annexed in future	5.77 Acres
14B	To be annexed in future	6.90 Acres

For each Planning Area, tax-exempt status will be assigned by the CFD Administrator in the chronological order in which property becomes Property Owner Association Property or Public Property. However, should an Assessor's Parcel no longer be classified as Property Owner Association Property or Public Property, its tax-exempt status will be revoked.

To the extent that the exemption of an Assessor's Parcel of Property Owner Association Property or Public Property would reduce the Acreage of Taxable Property below the Minimum Taxable Acreage in the applicable Planning Area, such Assessor's Parcel shall be classified as Taxable Property Owner Association Property or Taxable Public Property, as applicable, and shall be subject to the levy of the Special Tax and shall be taxed as part of the fifth step in Section D above, at up to 100% of the applicable Maximum Special Tax for Other Taxable Property.

2. Exempt Welfare Exemption Property

No Special Tax shall be levied on any Assessor's Parcel in any Fiscal Year in which such Assessor's Parcel is classified as Exempt Welfare Exemption Property. The actual Acreage for Taxable Property may fall below the Minimum Taxable Acreage shown in Table 5 above if certain property is classified as Exempt Welfare Exemption Property in a Fiscal Year.

F. APPEALS AND INTERPRETATIONS

Any taxpayer may file a written appeal of the Special Tax on his/her property with the CFD Administrator, provided that the appellant is current in his/her payments of Special Taxes. During the pendency of an appeal, all Special Taxes previously levied must be paid on or before the payment date established when the levy was made. The appeal must specify the reasons why the appellant claims the Special Tax is in error. The CFD Administrator shall review the appeal, meet with the appellant if the CFD Administrator deems necessary, and advise the appellant of its determination. If the CFD Administrator agrees with the appellant, the CFD Administrator shall eliminate or reduce the Special Tax on the appellant's property and/or provide a refund to the appellant. If the CFD Administrator disagrees with the appellant and the appellant is dissatisfied with the determination, the appellant then has 30 days in which to appeal to the Board by filing a written notice of appeal with the clerk of the Board, provided that the appellant is current in his/her payments of Special Taxes. The second appeal must specify the reasons for its disagreement with the CFD Administrator's determination.

The CFD Administrator may interpret this Rate and Method of Apportionment for purposes of clarifying any ambiguity and make determinations relative to the annual administration of the Special Tax and any property owner appeals.

Any decision of the CFD Administrator shall be subject to appeal to the Board whose decision shall be final and binding as to all persons.

G. MANNER OF COLLECTION

The Special Tax will be collected in the same manner and at the same time as ordinary *ad valorem* property taxes; provided, however, that CFD No. 4 may directly bill the Special Tax, may collect the Special Tax at a different time or in a different manner if necessary to meet its financial obligations, and may covenant to foreclose and may actually foreclose on delinquent Assessor's Parcels as permitted by the Act.

H. PREPAYMENT OF SPECIAL TAX

The following definitions apply to this Section H:

"CFD Public Facilities" means (i) for the Original IA No. 3 Property, an amount equal to \$4.6 million, (ii) after each annexation into IA No. 3 and depending on the Planning Area and which Zone(s) such property is annexed into, the applicable amounts indicated in (i) above shall be increased by the amount(s) indicated in Table 6 below, or (iii) such lower number as (a) determined by the CFD Administrator as sufficient to provide the public facilities to be provided by CFD No. 4 on behalf of IA No. 3 under the authorized bonding program for IA No. 3, or (b) shall be determined by the Board concurrently with a covenant that it will not issue any more Bonds to be supported by Special Tax levied under this Rate and Method of Apportionment as described in Section D.

**Table 6
Increase in CFD Public Facilities
After Annexation of Property**

Planning Area	Increase in CFD Public Facilities if Planning Area is annexed into Zone A	Increase in CFD Public Facilities if Planning Area is annexed into Zone B
11A	\$3.7 million	\$2.2 million
11B	\$2.9 million	\$1.7 million
14A	\$2.1 million	\$1.3 million
14B	\$3.1 million	\$1.9 million

"Construction Fund" means an account specifically identified in the Indenture to hold funds which are currently available for expenditure to acquire or construct public facilities eligible under the Act.

"Future Facilities Costs" means the CFD Public Facilities minus (i) public facility costs previously paid from the Construction Fund, (ii) moneys

currently on deposit in the Construction Fund, and (iii) moneys currently on deposit in an escrow fund that are expected to be available to finance facilities costs.

"Outstanding Bonds" means all Previously Issued Bonds which are deemed to be outstanding under the Indenture after the first interest and/or principal payment date following the current Fiscal Year.

"Previously Issued Bonds" means all Bonds that have been issued by CFD No. 4 for IA No. 3 prior to the date of prepayment.

1. Prepayment in Full

The obligation of an Assessor's Parcel to pay the Special Tax may be prepaid and permanently satisfied as described herein; provided that a prepayment may be made only for Assessor's Parcels of Developed Property and Approved Property and/or Undeveloped Property for which a building permit has been issued, and only if there are no delinquent Special Taxes with respect to such Assessor's Parcel at the time of prepayment. An owner of an Assessor's Parcel intending to prepay the Special Tax obligation shall provide the CFD Administrator with written notice of intent to prepay. Within 30 days of receipt of such written notice, the CFD Administrator shall notify such owner of the prepayment amount of such Assessor's Parcel. The CFD Administrator may charge a reasonable fee for providing this service. Prepayment must be made not less than 45 days prior to the next occurring date that notice of redemption of Bonds from the proceeds of such prepayment may be given to the Trustee pursuant to the Indenture.

The Special Tax Prepayment Amount (as defined in paragraph 14 below) shall be calculated as summarized below (capitalized terms as defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Future Facilities Amount
plus	Defeasance Amount
plus	Administrative Fees and Expenses
less	<u>Reserve Fund Credit</u>
Total: equals	Prepayment Amount

As of the proposed date of prepayment, the Special Tax Prepayment Amount (as defined in paragraph 14 below) shall be calculated as follows:

Paragraph No.:

1. Confirm that no Special Tax delinquencies apply to such Assessor's Parcel.
2. For Assessor's Parcels of Developed Property, compute the Assigned Special Tax and Backup Special Tax applicable for the Assessor's Parcel to be prepaid. For Assessor's Parcels of Approved Property and/or Undeveloped Property (for which a building permit has been issued) to be prepaid, compute the Assigned Special Tax and Backup Special Tax for that Assessor's Parcel as though it was already designated as Developed Property, based upon the building permit which has already been issued for that Assessor's Parcel.
3. (a) Divide the Assigned Special Tax computed pursuant to paragraph 2 by the total estimated Assigned Special Tax for the entire IA No. 3 based on the Developed Property Special Tax which could be charged in the current Fiscal Year on all expected development at buildout of IA No. 3, excluding any Assessor's Parcels which have been prepaid, and

(b) Divide the Backup Special Tax computed pursuant to paragraph 2 by the estimated total Backup Special Tax at buildout of IA No. 3, excluding any Assessor's Parcels which have been prepaid.
4. Multiply the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the Outstanding Bonds to compute the amount of Outstanding Bonds to be retired and prepaid (the "Bond Redemption Amount").
5. Multiply the Bond Redemption Amount computed pursuant to paragraph 4 by the applicable redemption premium, if any, on the Outstanding Bonds to be redeemed (the "Redemption Premium").
6. Compute the current Future Facilities Costs.
7. Multiply the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the amount determined pursuant to paragraph 6 to compute the amount of Future Facilities Costs to be prepaid (the "Future Facilities Amount").
8. Compute the amount needed to pay interest on the Bond Redemption Amount from the first bond interest and/or principal payment date following the current Fiscal Year until the earliest redemption date for the Outstanding Bonds.

9. Determine the Special Tax levied on the Assessor's Parcel in the current Fiscal Year which has not yet been paid.
10. Compute the minimum amount the CFD Administrator reasonably expects to derive from the reinvestment of the Special Tax Prepayment Amount less the Future Facilities Amount and the Administrative Fees and Expenses from the date of prepayment until the redemption date for the Outstanding Bonds to be redeemed with the prepayment.
11. Add the amounts computed pursuant to paragraphs 8 and 9 and subtract the amount computed pursuant to paragraph 10 (the "Defeasance Amount").
12. Verify the administrative fees and expenses of CFD No. 4 related to the IA No. 3 prepayment, including the costs of computation of the prepayment, the costs to invest the prepayment proceeds, the costs of redeeming Bonds, and the costs of recording any notices to evidence the prepayment and the redemption (the "Administrative Fees and Expenses").
13. The reserve fund credit ("Reserve Fund Credit") shall equal the lesser of:
(a) the expected reduction in the reserve requirement (as defined in the Indenture), if any, associated with the redemption of Outstanding Bonds as a result of the prepayment, or (b) the amount derived by subtracting the new reserve requirement (as defined in the Indenture) in effect after the redemption of Outstanding Bonds as a result of the prepayment from the balance in the reserve fund on the prepayment date, but in no event shall such amount be less than zero.
14. The Special Tax prepayment is equal to the sum of the amounts computed pursuant to paragraphs 4, 5, 7, 11 and 12, less the amount computed pursuant to paragraph 13 (the "Prepayment Amount").
15. From the Prepayment Amount, the amounts computed pursuant to paragraphs 4, 5, 11, and 13 shall be deposited into the appropriate fund as established under the Indenture and be used to retire Outstanding Bonds or make debt service payments. The amount computed pursuant to paragraph 7 shall be deposited into the Construction Fund. The amount computed pursuant to paragraph 12 shall be retained by CFD No. 4.

The Special Tax Prepayment Amount may be sufficient to redeem other than a \$5,000 increment of Bonds. In such cases, the increment above \$5,000 or integral multiple thereof will be retained in the appropriate fund established

under the Indenture to be used with the next prepayment of Bonds or to make debt service payments.

As a result of the payment of the current Fiscal Year's Special Tax levy as determined under paragraph 9 (above), the CFD Administrator shall remove the current Fiscal Year's Special Tax levy for such Assessor's Parcel from the County tax rolls. With respect to any Assessor's Parcel that is prepaid, the Board shall cause a suitable notice to be recorded in compliance with the Act, to indicate the prepayment of Special Tax and the release of the Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay the Special Tax shall cease.

Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Assigned Special Tax that may be levied on Taxable Property (based on expected development at build out), both prior to and after the proposed prepayment, less expected Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all Outstanding Bonds (excluding Bonds to be redeemed by such prepayment and all prior prepayments) in each future Fiscal Year and such prepayment will not impair the security of all Outstanding Bonds, as reasonably determined by the CFD Administrator.

2. Prepayment in Part

The Special Tax on an Assessor's Parcel of Developed Property or an Assessor's Parcel of Approved Property and/or Undeveloped Property for which a building permit has been issued may be partially prepaid. The amount of the prepayment shall be calculated as in Section H.1; except that a partial prepayment shall be calculated according to the following formula:

$$PP = [(P_E - AE) \times F] + AE$$

These terms have the following meaning:

- AE = the Administrative Fees and Expenses
- PP = the partial prepayment
- P_E = the Prepayment Amount calculated according to Section H.1
- F = the percentage by which the owner of the Assessor's Parcel is partially prepaying the Special Tax.

The owner of any Assessor's Parcel who desires such prepayment shall notify the CFD Administrator of such owner's intent to partially prepay the Special Tax and the percentage by which the Special Tax shall be prepaid. The CFD Administrator shall provide the owner with a statement of the amount

required for the partial prepayment of the Special Tax for an Assessor's Parcel within thirty (30) days of the request and may charge a reasonable fee for providing this service. With respect to any Assessor's Parcel that is partially prepaid, the Water District shall (i) distribute the funds remitted to it according to Section H.1, and (ii) indicate in the records of CFD No. 4 that there has been a partial prepayment of the Special Tax and that a portion of the Special Tax with respect to such Assessor's Parcel, equal to the outstanding percentage (1.00 - F) of the remaining Maximum Special Tax, shall continue to be levied on such Assessor's Parcel pursuant to Section D.

Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Assigned Special Tax that may be levied on Taxable Property (based on expected development at build out), both prior to and after the proposed prepayment, less expected Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all Outstanding Bonds (excluding Bonds to be redeemed by such prepayment and all prior prepayments) in each future Fiscal Year and such partial prepayment will not impair the security of all Outstanding Bonds, as reasonably determined by the CFD Administrator.

I. TERM OF SPECIAL TAX

The Special Tax shall be levied for the period necessary to fully satisfy items (i) through (iv) of the Special Tax Requirement, but in no event shall it be levied after Fiscal Year 2061-62.

J. SPECIAL TAX REDUCTION

"**Contractual Encumbrances**" means (a) a voluntary contractual assessment established and levied on an individual Assessor's Parcel pursuant to Chapter 29 of Part 3 of Division 7 of the California Streets and Highways Code (commencing with Section 5898.10 et seq.), as amended from time to time, (b) a special tax established and levied on an individual Assessor's Parcel pursuant to Section 53328.1 of the California Government Code and related provisions of the Act, as amended from time to time, and (c) any other fee, charge, tax or assessment established and levied on an individual Assessor's Parcel pursuant to a contractual agreement or other voluntary consent by the owner thereof.

"**Independent Price Point Consultant**" means any consultant or firm of such consultants selected by CFD No. 4 that (a) has substantial experience in performing Price Point Studies for residential units within community facilities districts or otherwise estimating or confirming pricing for residential units in community facilities districts, (b) is well versed in analyzing economic and real estate data that relates to the pricing of residential units in

community facilities districts, (c) is in fact independent and not under the control of CFD No. 4 or the Water District, (d) does not have any substantial interest, direct or indirect, with or in (i) CFD No. 4, (ii) the Water District, (iii) any owner of real property in CFD No. 4, or (iv) any real property in CFD No. 4, and (e) is not connected with CFD No. 4 or the Water District as an officer or employee thereof, but who may be regularly retained to make reports to CFD No. 4 or the Water District.

"Plan Type" means, for each Zone, a discrete residential plan type that is constructed or expected to be constructed within IA No. 3 as identified in the Price Point Study.

"Price Point" means, with respect to the residential dwelling units in each Plan Type, as of any date, the minimum base price of such residential dwelling units, estimated as of such date, including any incentives and concessions, but excluding potential appreciation or premiums, options or upgrades, based upon their actual or expected characteristics, such as living area and lot size.

"Price Point Study" means a price point study or a letter updating a previous price point study, which (a) has been prepared by an Independent Price Point Consultant, (b) sets forth the Plan Types constructed or expected to be constructed within IA No. 3, (c) sets forth the estimated number of constructed and expected residential dwelling units for each Plan Type, (d) sets forth such Independent Price Point Consultant's estimate of the Price Point for each Plan Type and (e) uses a date for establishing such Price Points that is no earlier than 60 days prior to the date the Price Point Study is delivered to the CFD Administrator pursuant to this Section J.

"Total Effective Tax Rate" means, for a Plan Type, the quotient of (a) the Total Tax and Assessment Obligation for such Plan Type divided by (b) the Price Point for such Plan Type, converted to a percentage.

"Total Tax and Assessment Obligation" means, with respect to a Plan Type, for the Fiscal Year in which the calculation is being performed, the quotient of (a) the sum of the Assigned Special Tax and estimated *ad valorem* property taxes, special assessments, special taxes for any overlapping community facilities districts, and any other governmental taxes, fees and charges (excluding any Contractual Encumbrances), levied or imposed on all residential dwelling units of such Plan Type in such Fiscal Year or that would have been levied or imposed on all such residential dwelling units had such residential dwelling units been completed, sold and subject to such levies and impositions, in such Fiscal Year divided by (b) the number of residential dwelling units in such Plan Type. The Total Tax and Assessment Obligation for each Plan Type shall be calculated based on the applicable Residential

Floor Area, Price Point, and number of constructed and expected residential dwelling units for such Plan Type as identified in the Price Point Study.

Prior to the issuance of the first series of Bonds, the following steps shall be taken:

Step No.:

1. At least 30 days prior to the expected issuance date of the first series of Bonds, CFD No. 4 shall cause a Price Point Study to be delivered to the CFD Administrator.
2. As soon as practicable after receipt of the Price Point Study, the CFD Administrator shall calculate the Total Effective Tax Rate for each Plan Type.
3. Separately, for each Land Use Class, the CFD Administrator shall determine whether or not the Total Effective Tax Rate for all Plan Types in a Land Use Class is less than or equal to 2.00% for property in Zone A and 1.75% for property in Zone B.
 - a. If the Total Effective Tax Rate for all Plan Types in a Land Use Class is less than or equal to 2.00% for property in Zone A and 1.75% for property in Zone B, then there shall be no change in the Assigned Special Tax for such Land Use Class.
 - b. If the Total Effective Tax Rate for any Plan Type in a Land Use Class is greater than 2.00% for property in Zone A or 1.75% for property in Zone B, then the CFD Administrator shall calculate a revised Assigned Special Tax for such Land Use Class, which revised Assigned Special Tax shall be the highest amount (rounded to the nearest whole dollar) that will not cause the Total Effective Tax Rate for any Plan Type in such Land Use Class to exceed 2.00% for property in Zone A and 1.75% for property in Zone B.
4. If the Assigned Special Tax for any Land Use Class in a Zone is revised pursuant to step 3.b. above, the CFD Administrator shall calculate a revised Backup Special Tax for all property within such Zone. The revised Backup Special Tax for such Zone shall be an amount (rounded to the nearest whole dollar) equal to the Backup Special Tax for such Zone as set forth in Section C.1.(d), reduced by a percentage equal to the weighted average percentage reduction in the Assigned Special Taxes for all Land Use Classes of Residential Property in such Zone resulting from the calculations in steps 3.a. and 3.b. above. The weighted average percentage will be calculated by taking the sum of

the products of the number of units constructed or expected to be constructed in each Land Use Class multiplied by the percentage change for each Land Use Class (or 0 for Land Use Classes that are not changing). This amount is then divided by the total number of units constructed or expected to be constructed within the Zone and converted to a percentage.

5. If the Assigned Special Tax for any Land Use Class is revised pursuant to step 3.b. above, the CFD Administrator shall prepare and execute a Certificate of Reduction in Special Taxes substantially in the form of Exhibit A hereto and shall deliver such Certificate of Reduction in Special Taxes to CFD No. 4. The Certificate of Reduction in Special Taxes shall be completed for all Land Use Classes and shall set forth, as applicable, either (i) the reduced Assigned Special Tax for a Land Use Class as calculated pursuant to step 3.b., or (ii) the Assigned Special Tax as identified in Table 1 or Table 2 in Section C.1.(b) and C.1.(c) for a Land Use Class that was not revised as determined pursuant to step 3.a.; as well as either (i) the revised Backup Special Tax for a Zone as calculated pursuant to step 4, or (ii) the Backup Special Tax as identified in Table 3 in Section C.1.(d) for a Zone that was not revised as determined pursuant to step 4.
6. If the first series of Bonds is issued within 90 days of the date of receipt of the Price Point Study by the CFD Administrator, CFD No. 4 shall execute the acknowledgement on such Certificate of Reduction in Special Taxes, dated as of the date of such issuance, and, upon the issuance of such first series of Bonds, the Assigned Special Tax for each Land Use Class and the Backup Special Tax shall, *ipso facto*, be, for all purposes, as set forth in such Certificate of Reduction in Special Taxes. If the first series of Bonds is not issued within 90 days of the date of receipt of the Price Point Study by the CFD Administrator, such Certificate of Reduction in Special Taxes shall not be acknowledged by CFD No. 4 and shall, as of such date, be void and of no further force and effect. In such case, if subsequently, a first series of Bonds is expected to be issued, at least 30 days prior to the expected issuance date of such first series of Bonds, the CFD Administrator shall cause a new Price Point Study to be delivered to the CFD Administrator and, following such delivery, steps 2 through 5 of this section shall be performed based on such new Price Point Study.
7. As soon as practicable after the execution by CFD No. 4 of the acknowledgement on the Certificate of Reduction in Special Taxes, CFD No. 4 shall cause to be recorded in the records of the County Recorder an Amended Notice of Special Tax Lien for IA No. 3 reflecting the

Assigned Special Taxes and the Backup Special Tax for each Zone set forth in such Certificate of Reduction in Special Taxes.

8. If the Assigned Special Tax is not required to be changed for any Land Use Class based on the calculations performed under step 3 above, there shall be no reduction in the Maximum Special Tax, and no Certificate of Reduction in Special Taxes shall be required. However the CFD Administrator shall prepare and deliver to CFD No. 4 a Certificate of No Reduction in Special Taxes substantially in the form of Exhibit B hereto dated as of the date of the issuance of the first series of Bonds that states that the calculations required pursuant to this Section J have been made and that no changes to the Assigned Special Tax or Backup Special Tax are necessary.
9. CFD No. 4 and the CFD Administrator shall take no further actions under this Section J upon the earlier to occur of the following: (i) the execution of the acknowledgement by CFD No. 4 on a Certificate of Reduction in Special Taxes pursuant to step 6; or (ii) the delivery by the CFD Administrator of a Certificate of No Reduction in Special Taxes pursuant to step 8.

EXHIBIT A

CERTIFICATE OF REDUCTION IN SPECIAL TAXES

**Temescal Valley Water District
IA No. 3 of CFD No. 4**

1. Pursuant to Section J of the Rate and Method of Apportionment, the Assigned Special Tax and Backup Special Tax for Developed Property for [certain or all] Land Use Classes within IA No. 3 has been reduced.
2. The calculations made pursuant to Section J were based upon a Price Point Study that was received by the CFD Administrator on _____.
3. Tables 1A and 2A below show the Assigned Special Tax for each Land Use Class in Zones A and B after such reduction.

**TABLE 1A
Assigned Special Tax for Developed Property in
Zone A
(Market Rate Units)**

Land Use Class	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 3,101 s.f.	\$_____ per unit
2	Residential Property	2,901 – 3,101 s.f.	\$_____ per unit
3	Residential Property	2,601 – 2,900 s.f.	\$_____ per unit
4	Residential Property	2,301 – 2,600 s.f.	\$_____ per unit
5	Residential Property	2,151 – 2,300 s.f.	\$_____ per unit
6	Residential Property	2,001 – 2,150 s.f.	\$_____ per unit
7	Residential Property	1,851 – 2,000 s.f.	\$_____ per unit
8	Residential Property	< 1,851 s.f.	\$_____ per unit
9	Non-Residential	NA	\$_____ per Acre

TABLE 2A
Assigned Special Tax for Developed Property in
Zone B
(Age-Qualified Units)

Land Use	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 2,599 s.f.	\$_____ per unit
2	Residential Property	2,300 – 2,599 s.f.	\$_____ per unit
3	Residential Property	1,900 – 2,299 s.f.	\$_____ per unit
4	Residential Property	1,601 – 1,899 s.f.	\$_____ per unit
5	Residential Property	1,301 – 1,600 s.f.	\$_____ per unit
6	Residential Property	1,101 – 1,300 s.f.	\$_____ per unit
7	Residential Property	< 1,101 s.f.	\$_____ per unit
8	Non-Residential	NA	\$_____ per Acre

4. The Backup Special Tax for each Assessor's Parcel of Developed Property shall equal \$_____ per Acre in Zone A and \$_____ per Acre in Zone B after such reduction.
5. Upon execution of this certificate by CFD No. 4, CFD No. 4 shall cause an amended notice of Special Tax lien for IA No. 3 to be recorded reflecting the Assigned Special Tax and Backup Special Tax set forth herein.

Submitted

CFD ADMINISTRATOR

By: _____ Date: _____

By execution hereof, the undersigned acknowledges, on behalf of CFD No. 4, receipt of this certificate and modification of the Rate and Method of Apportionment as set forth in this certificate.

TEMESCAL VALLEY WATER DISTRICT CFD NO. 4

By: _____ Date as of: [date of issuance of Bonds]

EXHIBIT B

CERTIFICATE OF NO REDUCTION IN SPECIAL TAXES

**Temescal Valley Water District
IA No. 3 of CFD No. 4**

1. All calculations required pursuant to Section J of the Rate and Method of Apportionment have been made based upon a Price Point Study that was received by the CFD Administrator on _____.
2. Total Effective Tax Rate for all Plan Types in all Land Use Classes is less than or equal to 2.00% for property in Zone A and 1.75% for property in Zone B.
3. The Maximum Special Tax for Developed Property within IA No. 3, including the Assigned Special Taxes set forth in Sections C.1.(b) and C.1.(c) and the Backup Special Tax set forth in Section C.1.(d) of the Rate and Method of Apportionment, shall remain in effect and not be reduced.

Submitted

CFD ADMINISTRATOR

By: _____
Bonds]


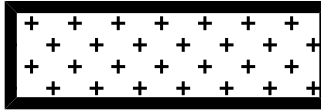
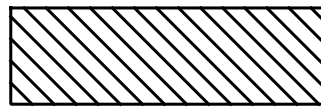
Date as of: [date of issuance of

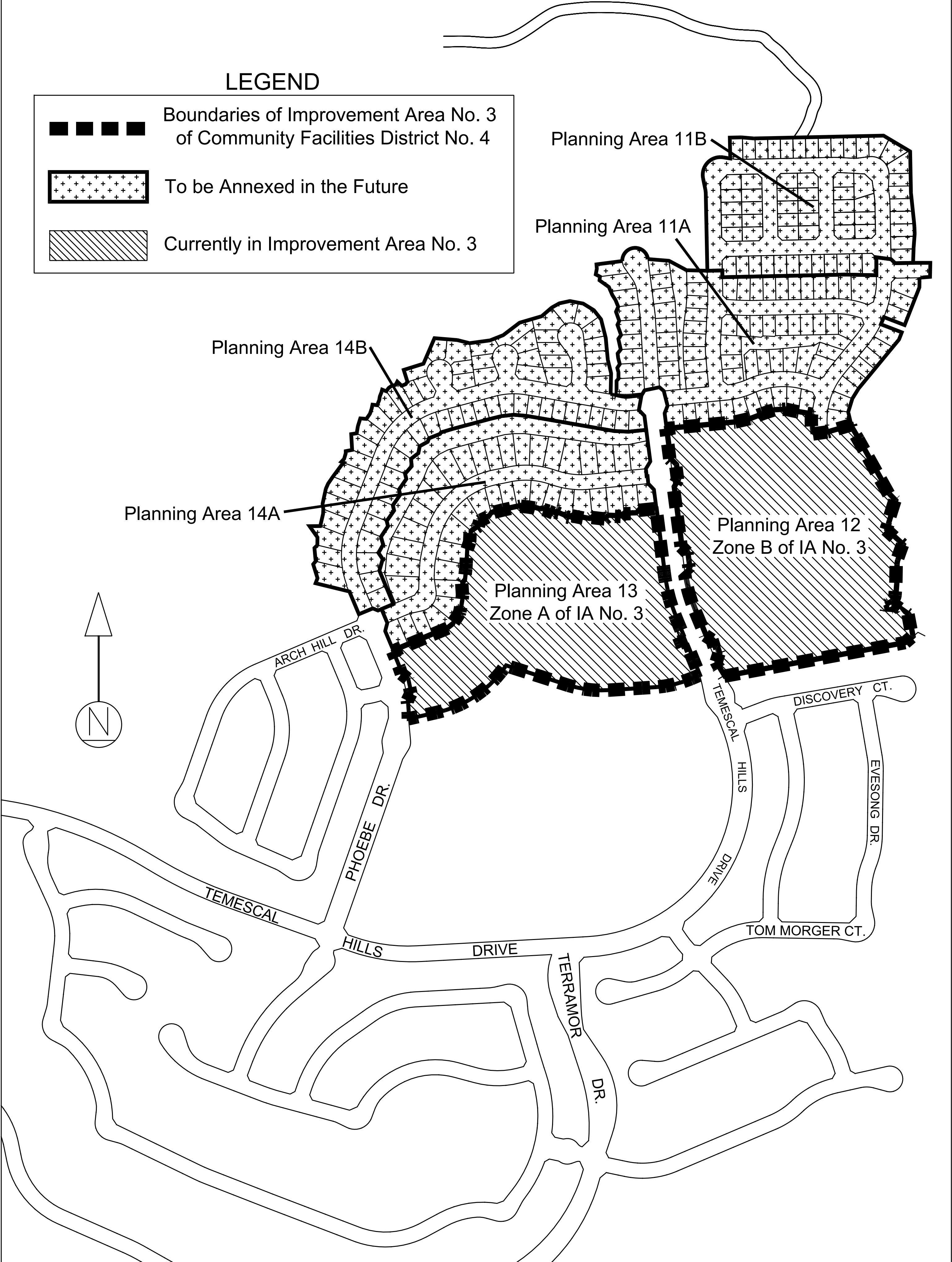
EXHIBIT C

PLANNING AREA DESIGNATION

PLANNING AREA MAP
IMPROVEMENT AREA NO. 3 OF
TEMESCAL VALLEY WATER DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 4

LEGEND

	Boundaries of Improvement Area No. 3 of Community Facilities District No. 4
	To be Annexed in the Future
	Currently in Improvement Area No. 3



UNANIMOUS APPROVAL

(Richmond American Homes of Maryland, Inc.)

**Community Facilities District No. 4
of the Temescal Valley Water District (Terramor)
Improvement Area No. 3**

Community Facilities District No. 4
of the Temescal Valley Water District (Terramor)
22646 Temescal Canyon Road,
Temescal Valley, CA 92883
Attn: General Manager

The Temescal Valley Water District (the "Water District") has formed Community Facilities District No. 4 of the Temescal Valley Water District (Terramor) (the "District") pursuant to the Mello-Roos Community Facilities Act of 1982, as amended, commencing with Section 53311 of the Government Code (the "Act").

The purpose of the District is to finance the construction, purchase, modification, expansion, improvement or rehabilitation of: (a) (1) water and sewer facilities including the acquisition of capacity in the sewer system and/or water system of the Water District (the "Water District Improvements"), (2) certain roadways and roadway improvements and related infrastructure and improvements of the County of Riverside (the "County Improvements"), and (3) storm and sewer drains and related infrastructure and improvements of the Riverside County Flood Control and Water Conservation District (the "Flood Control Improvements" and together with the Water District Improvements and County Improvements, the "Improvements"); and (b) incidental expenses including costs associated with the creation of the District, the issuance of the bonds, the determination of the amount of special taxes to be levied, costs otherwise incurred in order to carry out the authorized purposes of the District, including legal fees, fees of consultants, engineering, planning, designing and the annual administration cost of the District (the "Incidental Expenses").

The undersigned property owner (the "Owner") here by states and certifies as follows:

1. This Unanimous Approval is submitted by the Owner who is the record owner of fee title to the real property and improvements thereon as described in Attachment "B" hereto (collectively, the "Annexation Territory"). The Owner has provided the District sufficient and current evidence of their ownership of fee title to the Annexation Territory and possesses all legal authority necessary to execute this Unanimous Approval.

2. There are no registered voters residing within the Annexation Territory and have been none during the 90-day period preceding May 24, 2022.

3. This Unanimous Approval constitutes the unanimous approval of the Owner in favor of the following within the meaning of Sections 53329.6 and 53339 et seq. of the Act:

(a) Annexation. The annexation of the Annexation Territory to the District as Improvement Area No. 3 for the purpose of financing the Improvements and Incidental

Expenses set forth in Attachment D to Resolution No. R-16-11, adopted by the Board of Directors of the Water District on September 27, 2016.

(b) Special Tax. The levy of special taxes (the "Special Tax") in the Annexation Territory to finance the Improvements and Incidental Expenses, including the repayment of bonds issued to finance such Improvements, in accordance with the rate and method of apportionment of special tax for Improvement Area No. 3 (the "Rate and Method") attached as Attachment A to this Unanimous Approval.

(c) Incurring of Bonded Indebtedness. The incurring of bonded indebtedness in one or more series by the District for Improvement Area No. 3 in the aggregate principal amount not to exceed \$18,000,000, with the maximum term and interest rate as set forth in Resolution No. R-16-14, adopted by the Board of Directors, acting as the legislative body of the District, on November 22, 2016.

Pursuant to Section 53329.6 of the Act, this Unanimous Approval constitutes the vote of the qualified elector in favor of the matters addressed in this Section 3 for purposes of the California Constitution, including, but not limited to Articles XIII A and XIII C.

4. The Owner hereby acknowledges that no further hearings or procedures are required with respect to the approval of the matters set forth in Section 3 above.

5. The Owner understands and hereby unanimously approves that the Special Tax is authorized to be levied on the Annexation Territory annexed to Improvement Area No. 3 and included in Zone A therein, and the lien is a continuing lien which shall secure each annual levy of the Special Tax and which shall continue in force and effect until the Special Tax obligation is canceled in accordance with law or until the Special Tax ceases to be levied and a notice of cessation of special tax is recorded in accordance with Section 53330.5 of the Government Code.

6. The Owner hereby waives any and all requirements with respect to the approval of the matters set forth in this Unanimous Approval, including without limitation, the preparation of an impartial analysis, arguments or rebuttals concerning elections as provided for by Elections Code Sections 9160 to 9167, inclusive, and 9190 and preparation of a tax rate statement as provided in Section 9401 of the Elections Code and any further notices of such approvals as may be required pursuant to the Elections Code or the Government Code. Having been fully advised with respect to the approval process set forth herein, the Owner waives compliance with any and all provisions of the Elections Code and Government Code, with any time limits or other procedural requirements pertaining to this Unanimous Approval.

The undersigned hereby represents that compliance with any additional procedural requirements for the Unanimous Approval provided for herein, including the receipt of any arguments for or against such approval and impartial analyses and the time limitations which may apply in connection with scheduling, mailing and publishing notices, are unnecessary in light of the fact that the undersigned has received sufficient information regarding the imposition of the Special Tax as set forth in Resolution No. R-19-02 to allow it to properly complete this Unanimous Approval. The Owner further waives its right to make any protest or complaint or undertake any legal action challenging the validity of this Unanimous Approval and any proceedings taken in connection therewith or the levy of the Special Tax and the incurring of bonded indebtedness to finance the costs of the Improvements and Incidental Expenses for the benefit of the Annexation Territory.

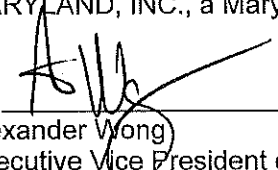
7. The Owner hereby designates the Annexation Territory to be within Zone A (as defined in the Rate and Method).

8. The Owner hereby authorizes the District to execute and record in the office of the Recorder of the County of Riverside, a notice of special tax lien on the Annexation Territory in accordance with Streets & Highways Code Section 3117.5, which shall give notice that a lien to secure payment of the Special Tax is imposed by the District.

9. This Unanimous Approval shall be effective upon its execution and delivery and acceptance by the Board of Directors of the Water District, acting as the legislative body of the District.

The foregoing Unanimous Approval is hereby executed this ____ day of May, 2022 in _____, California.

RICHMOND AMERICAN HOMES OF
MARYLAND, INC., a Maryland corporation

By: 
Alexander Wong
Executive Vice President of Operations

[THIS UNANIMOUS APPROVAL SHALL BE NOTARIZED]

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA)
)
COUNTY OF Riverside) ss.

On May 18, 2022 before me, Jodie Atha, Notary Public,

personally appeared Alexander Wong, who proved to me on the basis of satisfactory evidence to be the person(s) whose names(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal

Jodie Atha
SIGNATURE OF NOTARY PUBLIC



ATTACHMENT A

**RATE AND METHOD OF APPORTIONMENT OF SPECIAL TAX FOR
IMPROVEMENT AREA NO. 3 OF COMMUNITY FACILITIES DISTRICT NO. 4
(TERRAMOR)
OF TEMESCAL VALLEY WATER DISTRICT**

**RATE AND METHOD OF APPORTIONMENT FOR
IMPROVEMENT AREA NO. 3 OF
TEMESCAL VALLEY WATER DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 4
(TERRAMOR)**

A Special Tax as hereinafter defined shall be levied on all Assessor's Parcels in Improvement Area No. 3 ("IA No. 3") of Temescal Valley Water District Community Facilities District No. 4 (Terramor) ("CFD No. 4") and collected each Fiscal Year commencing in Fiscal Year 2022-2023, in an amount determined by the Board, through the application of the Rate and Method of Apportionment as described below. All of the real property in IA No. 3, unless exempted by law or by the provisions hereof, shall be taxed for the purposes, to the extent and in the manner herein provided.

A. DEFINITIONS

The terms hereinafter set forth have the following meanings:

"Acre" or "Acreage" means the land area of an Assessor's Parcel as shown on an Assessor's Parcel Map, or if the land area is not shown on an Assessor's Parcel Map, the land area shown on the applicable Final Map, parcel map, condominium plan, or other recorded County parcel map.

"Act" means the Mello-Roos Community Facilities Act of 1982, as amended, being Chapter 2.5, Division 2 of Title 5 of the Government Code of the State of California.

"Administrative Expenses" means the following actual or reasonably estimated costs directly related to the administration of IA No. 3: the costs of computing the Special Taxes and preparing the annual Special Tax collection schedules (whether by the Water District or designee thereof or both); the costs of collecting the Special Taxes (whether by the Water District or otherwise); the costs of remitting the Special Taxes to the Trustee; the costs of the Trustee (including its legal counsel) in the discharge of the duties required of it under the Indenture; the costs to the Water District, CFD No. 4 or any designee thereof of complying with arbitrage rebate requirements; the costs to the Water District, CFD No. 4 or any designee thereof of complying with Water District, IA No. 3 or obligated persons disclosure requirements associated with applicable federal and state securities laws and of the Act; the costs associated with preparing Special Tax disclosure statements and responding to public inquiries regarding the Special Taxes; the costs of the Water District, CFD No. 4 or any designee thereof related to an appeal of the Special Tax; the costs associated with the release of funds from an escrow account; the costs associated with the Special Tax reduction described in

Section J; the costs associated with the issuance of Bonds; and the Water District's annual administration fees and third party expenses. Administrative Expenses shall also include amounts estimated or advanced by the Water District or CFD No. 4 for any other administrative purposes of IA No. 3, including attorney's fees and other costs related to commencing and pursuing to completion any foreclosure, or otherwise addressing the disposition of delinquent Special Taxes.

"Approved Property" means, for each Fiscal Year, all Taxable Property, exclusive of Developed Property, Taxable Property Owner Association Property, and Taxable Public Property, for which a Final Map was recorded prior to January 1 of the previous Fiscal Year.

"Assessor's Parcel" means any real property to which an Assessor's parcel number is assigned as shown on an Assessor's Parcel Map.

"Assessor's Parcel Map" means an official map of the County Assessor of the County designating parcels by Assessor's Parcel number.

"Assigned Special Tax" means the Special Tax for each Land Use Class of Developed Property within IA No. 3, as determined in accordance with Section C below.

"Backup Special Tax" means the Special Tax applicable to each Assessor's Parcel of Developed Property within IA No. 3, as determined in accordance with Section C below.

"Board" means the Board of Directors of the Water District, acting as the legislative body of CFD No. 4.

"Bonds" means any bonds or other debt (as defined in Section 53317(d) of the Act), whether in one or more series, issued by CFD No. 4 for IA No. 3 under the Act.

"CFD Administrator" means an official of the Water District, or designee thereof, responsible for determining the Special Tax Requirement and providing for the levy and collection of the Special Taxes.

"CFD No. 4" means the Temescal Valley Water District Community Facilities District No. 4 (Terramor).

"County" means the County of Riverside.

"Developed Property" means, for each Fiscal Year, all Taxable Property, exclusive of Other Taxable Property, (i) for which a building permit was issued

prior to March 1 of the prior Fiscal Year, and (ii) that is located within a Final Map.

"Exempt Welfare Exemption Property" means, for each Fiscal Year, an Assessor's Parcel that is (a) receiving a welfare exemption under subdivision (g) of Section 214 of the California Revenue and Taxation Code (or any successor statute), as indicated in the County's assessor's roll finalized as of January 1 of the previous Fiscal Year, and (b) exempt from the Special Tax pursuant to Section 53340(c) of the Act. Pursuant to Section 53340(c) of the Act, after the issuance of the first series of Bonds in IA No. 3, as applicable, any Assessor's Parcels that receive a welfare exemption under subdivision (g) of Section 214 of the California Revenue and Taxation Code (or any successor statute) shall not be classified as Exempt Welfare Exemption Property and will be subject to the Special Tax.

"Final Map" means (i) a final map, or portion thereof, approved by the County pursuant to the Subdivision Map Act (California Government Code Section 66410 *et seq.*) that creates individual lots or parcels for which building permits may be issued without further subdivision, or (ii) for condominiums, a final map approved by the County and a condominium plan recorded pursuant to California Civil Code Section 4285 creating such individual lots or parcels.

"Fiscal Year" means the period starting July 1 and ending on the following June 30.

"Improvement Area No. 3" or "IA No. 3" means Improvement Area No. 3 of CFD No. 4.

"Indenture" means the indenture, fiscal agent agreement, resolution or other instrument pursuant to which Bonds are issued, as modified, amended and/or supplemented from time to time.

"Land Use Class" means any of the classes listed in Tables 1 and 2 below.

"Maximum Special Tax" means the Maximum Special Tax, determined in accordance with Section C and Section D below, that can be levied in any Fiscal Year on any Assessor's Parcel within IA No. 3.

"Non-Residential Property" means Developed Property for which a building permit(s) was issued for a non-residential use.

"Original IA No. 3 Property" means the property located within IA No. 3 at the time of formation as identified on the original boundary map for IA No. 3 of CFD No. 4.

"Outstanding Bonds" means all Bonds which are deemed to be outstanding under the Indenture.

"Other Taxable Property" means Taxable Public Property and Taxable Property Owner Association Property.

"Planning Area" means any one of the separate geographic areas designated on Exhibit C herein as: Planning Area 11A, Planning Area 11B, Planning Area 12, Planning Area 13, Planning Area 14A, or Planning Area 14B. The areas indicated in Exhibit C are approximations of the future Planning Areas and the final Planning Area boundaries shall be determined based on the actual Final Map or other applicable information, as determined by the CFD Administrator, at the time of annexation.

"Proportionately" means, for Developed Property, that the ratio of the actual Special Tax levy to the Assigned Special Tax is equal for all Assessor's Parcels of Developed Property, except to the extent that the Special Tax levy on Residential Property is limited as described in the first step in Section D below. For Approved Property or Undeveloped Property, "Proportionately" means that the ratio of the actual Special Tax levy per Acre to the Maximum Special Tax per Acre is equal for all Assessor's Parcels of Approved Property or Undeveloped Property. For Other Taxable Property, "Proportionately" means that the ratio of the actual Special Tax levy per Acre to the Maximum Special Tax per Acre is equal for all Assessor's Parcels of Other Taxable Property.

"Property Owner Association Property" means, for each Fiscal Year, any property within the boundaries of IA No. 3 that was owned by a property owner association, including any master or sub-association, as of January 1 of the prior Fiscal Year.

"Public Property" means, for each Fiscal Year, any property within IA No. 3 that is owned by, irrevocably offered for dedication to, or dedicated to the federal government, the State, the County, Water District, or any other public agency as of June 30 of the prior Fiscal Year; provided however that any property leased by a public agency to a private entity and subject to taxation under Section 53340.1 of the Act shall be taxed and classified in accordance with its use. To ensure that property is classified as Public Property in the first Fiscal Year after it is acquired by, irrevocably offered for dedication to, or dedicated to a public agency, the property owner shall notify the CFD Administrator in writing of such acquisition, offer, or dedication not later than June 30 of the Fiscal Year in which the acquisition, offer, or dedication occurred.

"Residential Floor Area" means all of the square footage of living area within the perimeter of a residential dwelling unit, not including any carport,

walkway, garage, overhang, patio, enclosed patio, or similar area. The CFD Administrator shall determine the Residential Floor Area based upon the building permit(s) issued for such residential dwelling unit.

"Residential Property" means Developed Property for which a building permit has been issued for purposes of constructing one or more residential dwelling units.

"Special Tax" means the special tax to be levied in each Fiscal Year on each Assessor's Parcel of Taxable Property to fund the Special Tax Requirement.

"Special Tax Requirement" means that amount required in any Fiscal Year to: (i) pay debt service on all Outstanding Bonds; (ii) pay periodic costs on the Bonds, including but not limited to, credit enhancement and rebate payments on the Bonds; (iii) pay Administrative Expenses; (iv) pay any amounts required to establish or replenish any reserve funds for all Outstanding Bonds; (v) pay directly for the acquisition or construction of facilities authorized to be financed by IA No. 3 to the extent that inclusion of such amount does not increase the Special Tax levy on Approved Property or Undeveloped Property; and (vi) pay for reasonably anticipated Special Tax delinquencies based on the historical delinquency rate for IA No. 3 as determined by the CFD Administrator; less (vii) a credit for funds available to reduce the annual Special Tax levy, as determined by the CFD Administrator pursuant to the Indenture.

"State" means the State of California.

"Taxable Property" means all of the Assessor's Parcels within the boundaries of IA No. 3 which are not exempt from the Special Tax pursuant to law or Section E below.

"Taxable Property Owner Association Property" means all Assessor's Parcels of Property Owner Association Property that are not exempt pursuant to Section E below.

"Taxable Public Property" means all Assessor's Parcels of Public Property that are not exempt pursuant to Section E below.

"Trustee" means the trustee or fiscal agent under the Indenture.

"Undeveloped Property" means, for each Fiscal Year, all Taxable Property not classified as Approved Property, Developed Property, or Other Taxable Property.

"Water District" means the Temescal Valley Water District.

"Zone" means Zone A and/or Zone B, as applicable.

"Zone A" means Zone A of IA No. 3, as identified on the boundary map for IA No. 3 of CFD No. 4 (including any annexation map).

"Zone B" means Zone B of IA No. 3, as identified on the boundary map for IA No. 3 of CFD No. 4, (including any annexation map).

B. ASSIGNMENT TO LAND USE CATEGORIES

Each Fiscal Year, all Taxable Property within Zone A and Zone B of IA No. 3 shall be classified as Developed Property, Approved Property, Other Taxable Property, Undeveloped Property, or Exempt Welfare Exemption Property, and shall be subject to Special Taxes in accordance with this Rate and Method of Apportionment as determined pursuant to Sections C and D below. Developed Property shall be further classified as Residential Property or Non-Residential Property.

C. MAXIMUM SPECIAL TAX

1. Developed Property

Residential Property in Zone A shall be assigned to Land Use Classes 1 through 8 of Table 1 below, and Non-Residential Property in Zone A shall be assigned to Land Use Class 9 of Table 1 below. Residential Property in Zone B shall be assigned to Land Use Class 1 through 8 of Table 2 below, and Non-Residential Property in Zone B shall be assigned to Land Use Class 9 of Table 2 below. The Assigned Special Tax for Residential Property shall be based on the Residential Floor Area of the dwelling unit(s) located on the Assessor's Parcel. The Assigned Special Tax for Non-Residential Property shall be based on the Acreage of the Assessor's Parcel.

(a) Maximum Special Tax

The Maximum Special Tax for each Assessor's Parcel classified as Developed Property shall be the greater of (i) the amount derived by application of the Assigned Special Tax or (ii) the amount derived by application of the Backup Special Tax.

The Maximum Special Tax (including the Assigned Special Taxes and the Backup Special Tax set forth in Sections C.1.(b), C.1.(c) and C.1.(d) below) may be reduced in accordance with, and subject to the conditions set forth in, Section J below.

(b) **Assigned Special Tax – Zone A (Market Rate Units)**

The Assigned Special Tax for each Land Use Class within Zone A is shown below in Table 1.

TABLE 1
Assigned Special Tax for Developed Property in
Zone A
(Market Rate Units)

Land Use Class	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 3,101 s.f.	\$3,478 per unit
2	Residential Property	2,901 – 3,101 s.f.	\$3,377 per unit
3	Residential Property	2,601 – 2,900 s.f.	\$3,278 per unit
4	Residential Property	2,301 – 2,600 s.f.	\$3,183 per unit
5	Residential Property	2,151 – 2,300 s.f.	\$3,094 per unit
6	Residential Property	2,001 – 2,150 s.f.	\$2,977 per unit
7	Residential Property	1,851 – 2,000 s.f.	\$2,888 per unit
8	Residential Property	< 1,851 s.f.	\$2,799 per unit
9	Non-Residential Property	NA	\$31,672 per Acre

(c) **Assigned Special Tax – Zone B (Age-Qualified Units)**

The Assigned Special Tax for each Land Use Class within Zone B is shown below in Table 2.

TABLE 2
Assigned Special Tax for Developed Property in
Zone B
(Age-Qualified Units)

Land Use Class	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 2,599 s.f.	\$2,921 per unit
2	Residential Property	2,300 – 2,599 s.f.	\$2,703 per unit

3	Residential Property	1,900 – 2,299 s.f.	\$2,502 per unit
4	Residential Property	1,601 – 1,899 s.f.	\$2,115 per unit
5	Residential Property	1,301 – 1,600 s.f.	\$1,888 per unit
6	Residential Property	1,101 – 1,300 s.f.	\$1,875 per unit
7	Residential Property	< 1,101 s.f.	\$1,819 per unit
8	Non-Residential Property	NA	\$19,524 per Acre

(d) Backup Special Tax

The Backup Special Tax for an Assessor's Parcel of Developed Property will equal the amount indicated in Table 3 below for the applicable Zone.

TABLE 3
Backup Special Tax for
Zone A and Zone B

Zone	Backup Special Tax
A	\$31,672 per Acre
B	\$19,524 per Acre

2. Approved Property, Undeveloped Property and Other Taxable Property

The Maximum Special Tax for Approved Property, Undeveloped Property, and Other Taxable Property will equal the amount indicated in Table 4 below for the applicable Zone.

TABLE 4
Approved Property, Undeveloped
Property, and Other Taxable
Property in
Zone A and Zone B

Zone	Maximum Special Tax
A	\$31,672 per Acre
B	\$19,524 per Acre

3. Multiple Land Uses

In some instances an Assessor's Parcel of Developed Property may contain more than one Land Use Class. The Assigned Special Tax levied on an Assessor's Parcel shall be the sum of the Assigned Special Taxes for all Land Use Classes located on that Assessor's Parcel. The Maximum Special Tax that can be levied on an Assessor's Parcel shall be the sum of the Maximum Special Taxes that can be levied for all Land Use Classes located on that Assessor's Parcel. For an Assessor's Parcel that contains multiple land uses, the Acreage of such Assessor's Parcel shall be allocated to each type of property based on the amount of Acreage designated for each land use as determined by reference to the site plan approved for such Assessor's Parcel.

The CFD Administrator's allocation to each type of property shall be final.

D. APPORTIONMENT OF THE SPECIAL TAX

For each Fiscal Year, commencing Fiscal Year 2022-2023, the Board shall determine the Special Tax Requirement and shall levy the Special Tax as follows:

First: The Special Tax shall be levied Proportionately on each Assessor's Parcel of Developed Property at up to 100% of the applicable Assigned Special Tax as needed to satisfy the Special Tax Requirement;

Second: If additional monies are needed to satisfy the Special Tax Requirement after the first step has been completed, the Special Tax shall be levied Proportionately on each Assessor's Parcel of Approved Property at up to 100% of the Maximum Special Tax for Approved Property;

Third: If additional monies are needed to satisfy the Special Tax Requirement after the first two steps have been completed, the Special Tax shall be levied Proportionately on each Assessor's Parcel of Undeveloped Property at up to 100% of the Maximum Special Tax for Undeveloped Property;

Fourth: If additional monies are needed to satisfy the Special Tax Requirement after the first three steps have been completed, then the levy of the Special Tax on each Assessor's Parcel of Developed Property whose Maximum Special Tax is determined through the application of the Backup Special Tax shall be increased in equal percentages from the Assigned Special Tax up to 100% of the Maximum Special Tax for each such Assessor's Parcel.

Fifth: If additional monies are needed to satisfy the Special Tax Requirement after the first four steps have been completed, then the Special Tax shall be levied Proportionately on each Assessor's Parcel of Other Taxable Property at up to 100% of the Maximum Special Tax for Other Taxable Property.

Notwithstanding the above, pursuant to Section 53321(d)(3) of the California Government Code, under no circumstances will the Special Tax levied in any Fiscal Year against any Assessor's Parcel for which an occupancy permit for private residential use has been issued be increased as a consequence of delinquency or default by the owner or owners of any other Assessor's Parcel(s) within CFD No. 4 by more than 10% above the amount that would have been levied in that Fiscal Year had there never been any such delinquencies or defaults. To the extent that the levy of the Special Tax on residential property is limited by the provision in the previous sentence, the levy of the Special Tax on each Assessor's Parcel of non-residential property shall continue to increase in equal percentages at up to 100% of the Maximum Special Tax.

E. EXEMPTIONS

1. Property Owner Association Property and Public Property

No Special Taxes shall be levied on Property Owner Association Property and Public Property in a particular Planning Area, so long as the total Acreage of Taxable Property in such Planning Area is at least equal to the "Minimum Taxable Acreage" for such Planning Area as shown in Table 5 below. Additional Planning Areas are expected to be annexed into IA No. 3 and assigned to the applicable Zone at a future date. Notwithstanding the foregoing, any Acreage for property classified as Exempt Welfare Exemption Property shall be deducted from the Minimum Taxable Acreage for the applicable Planning Area shown in Table 5 below.

**Table 5
Minimum Taxable Acreage**

Planning Area	Annexation Status	Minimum Taxable Acreage
12	Part of Original IA No. 3 Property	9.70 Acres
13	Part of Original IA No. 3 Property	7.91 Acres
11A	To be annexed in future	7.33 Acres
11B	To be annexed in future	4.96 Acres
14A	To be annexed in future	5.77 Acres
14B	To be annexed in future	6.90 Acres

For each Planning Area, tax-exempt status will be assigned by the CFD Administrator in the chronological order in which property becomes Property Owner Association Property or Public Property. However, should an Assessor's Parcel no longer be classified as Property Owner Association Property or Public Property, its tax-exempt status will be revoked.

To the extent that the exemption of an Assessor's Parcel of Property Owner Association Property or Public Property would reduce the Acreage of Taxable Property below the Minimum Taxable Acreage in the applicable Planning Area, such Assessor's Parcel shall be classified as Taxable Property Owner Association Property or Taxable Public Property, as applicable, and shall be subject to the levy of the Special Tax and shall be taxed as part of the fifth step in Section D above, at up to 100% of the applicable Maximum Special Tax for Other Taxable Property.

2. Exempt Welfare Exemption Property

No Special Tax shall be levied on any Assessor's Parcel in any Fiscal Year in which such Assessor's Parcel is classified as Exempt Welfare Exemption Property. The actual Acreage for Taxable Property may fall below the Minimum Taxable Acreage shown in Table 5 above if certain property is classified as Exempt Welfare Exemption Property in a Fiscal Year.

F. APPEALS AND INTERPRETATIONS

Any taxpayer may file a written appeal of the Special Tax on his/her property with the CFD Administrator, provided that the appellant is current in his/her payments of Special Taxes. During the pendency of an appeal, all Special Taxes previously levied must be paid on or before the payment date established when the levy was made. The appeal must specify the reasons why the appellant claims the Special Tax is in error. The CFD Administrator shall review the appeal, meet with the appellant if the CFD Administrator deems necessary, and advise the appellant of its determination. If the CFD Administrator agrees with the appellant, the CFD Administrator shall eliminate or reduce the Special Tax on the appellant's property and/or provide a refund to the appellant. If the CFD Administrator disagrees with the appellant and the appellant is dissatisfied with the determination, the appellant then has 30 days in which to appeal to the Board by filing a written notice of appeal with the clerk of the Board, provided that the appellant is current in his/her payments of Special Taxes. The second appeal must specify the reasons for its disagreement with the CFD Administrator's determination.

The CFD Administrator may interpret this Rate and Method of Apportionment for purposes of clarifying any ambiguity and make determinations relative to the annual administration of the Special Tax and any property owner appeals.

Any decision of the CFD Administrator shall be subject to appeal to the Board whose decision shall be final and binding as to all persons.

G. MANNER OF COLLECTION

The Special Tax will be collected in the same manner and at the same time as ordinary *ad valorem* property taxes; provided, however, that CFD No. 4 may directly bill the Special Tax, may collect the Special Tax at a different time or in a different manner if necessary to meet its financial obligations, and may covenant to foreclose and may actually foreclose on delinquent Assessor's Parcels as permitted by the Act.

H. PREPAYMENT OF SPECIAL TAX

The following definitions apply to this Section H:

"**CFD Public Facilities**" means (i) for the Original IA No. 3 Property, an amount equal to \$4.6 million, (ii) after each annexation into IA No. 3 and depending on the Planning Area and which Zone(s) such property is annexed into, the applicable amounts indicated in (i) above shall be increased by the amount(s) indicated in Table 6 below, or (iii) such lower number as (a) determined by the CFD Administrator as sufficient to provide the public facilities to be provided by CFD No. 4 on behalf of IA No. 3 under the authorized bonding program for IA No. 3, or (b) shall be determined by the Board concurrently with a covenant that it will not issue any more Bonds to be supported by Special Tax levied under this Rate and Method of Apportionment as described in Section D.

**Table 6
Increase in CFD Public Facilities
After Annexation of Property**

Planning Area	Increase in CFD Public Facilities if Planning Area is annexed into Zone A	Increase in CFD Public Facilities if Planning Area is annexed into Zone B
11A	\$3.7 million	\$2.2 million
11B	\$2.9 million	\$1.7 million
14A	\$2.1 million	\$1.3 million
14B	\$3.1 million	\$1.9 million

"**Construction Fund**" means an account specifically identified in the Indenture to hold funds which are currently available for expenditure to acquire or construct public facilities eligible under the Act.

"**Future Facilities Costs**" means the CFD Public Facilities minus (i) public facility costs previously paid from the Construction Fund, (ii) moneys

currently on deposit in the Construction Fund, and (iii) moneys currently on deposit in an escrow fund that are expected to be available to finance facilities costs.

"Outstanding Bonds" means all Previously Issued Bonds which are deemed to be outstanding under the Indenture after the first interest and/or principal payment date following the current Fiscal Year.

"Previously Issued Bonds" means all Bonds that have been issued by CFD No. 4 for IA No. 3 prior to the date of prepayment.

1. Prepayment in Full

The obligation of an Assessor's Parcel to pay the Special Tax may be prepaid and permanently satisfied as described herein; provided that a prepayment may be made only for Assessor's Parcels of Developed Property and Approved Property and/or Undeveloped Property for which a building permit has been issued, and only if there are no delinquent Special Taxes with respect to such Assessor's Parcel at the time of prepayment. An owner of an Assessor's Parcel intending to prepay the Special Tax obligation shall provide the CFD Administrator with written notice of intent to prepay. Within 30 days of receipt of such written notice, the CFD Administrator shall notify such owner of the prepayment amount of such Assessor's Parcel. The CFD Administrator may charge a reasonable fee for providing this service. Prepayment must be made not less than 45 days prior to the next occurring date that notice of redemption of Bonds from the proceeds of such prepayment may be given to the Trustee pursuant to the Indenture.

The Special Tax Prepayment Amount (as defined in paragraph 14 below) shall be calculated as summarized below (capitalized terms as defined below):

	Bond Redemption Amount
plus	Redemption Premium
plus	Future Facilities Amount
plus	Defeasance Amount
plus	Administrative Fees and Expenses
less	<u>Reserve Fund Credit</u>
Total: equals	Prepayment Amount

As of the proposed date of prepayment, the Special Tax Prepayment Amount (as defined in paragraph 14 below) shall be calculated as follows:

Paragraph No.:

1. Confirm that no Special Tax delinquencies apply to such Assessor's Parcel.
2. For Assessor's Parcels of Developed Property, compute the Assigned Special Tax and Backup Special Tax applicable for the Assessor's Parcel to be prepaid. For Assessor's Parcels of Approved Property and/or Undeveloped Property (for which a building permit has been issued) to be prepaid, compute the Assigned Special Tax and Backup Special Tax for that Assessor's Parcel as though it was already designated as Developed Property, based upon the building permit which has already been issued for that Assessor's Parcel.
3. (a) Divide the Assigned Special Tax computed pursuant to paragraph 2 by the total estimated Assigned Special Tax for the entire IA No. 3 based on the Developed Property Special Tax which could be charged in the current Fiscal Year on all expected development at buildout of IA No. 3, excluding any Assessor's Parcels which have been prepaid, and

(b) Divide the Backup Special Tax computed pursuant to paragraph 2 by the estimated total Backup Special Tax at buildout of IA No. 3, excluding any Assessor's Parcels which have been prepaid.
4. Multiply the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the Outstanding Bonds to compute the amount of Outstanding Bonds to be retired and prepaid (the "Bond Redemption Amount").
5. Multiply the Bond Redemption Amount computed pursuant to paragraph 4 by the applicable redemption premium, if any, on the Outstanding Bonds to be redeemed (the "Redemption Premium").
6. Compute the current Future Facilities Costs.
7. Multiply the larger quotient computed pursuant to paragraph 3(a) or 3(b) by the amount determined pursuant to paragraph 6 to compute the amount of Future Facilities Costs to be prepaid (the "Future Facilities Amount").
8. Compute the amount needed to pay interest on the Bond Redemption Amount from the first bond interest and/or principal payment date following the current Fiscal Year until the earliest redemption date for the Outstanding Bonds.

9. Determine the Special Tax levied on the Assessor's Parcel in the current Fiscal Year which has not yet been paid.
10. Compute the minimum amount the CFD Administrator reasonably expects to derive from the reinvestment of the Special Tax Prepayment Amount less the Future Facilities Amount and the Administrative Fees and Expenses from the date of prepayment until the redemption date for the Outstanding Bonds to be redeemed with the prepayment.
11. Add the amounts computed pursuant to paragraphs 8 and 9 and subtract the amount computed pursuant to paragraph 10 (the "Defeasance Amount").
12. Verify the administrative fees and expenses of CFD No. 4 related to the IA No. 3 prepayment, including the costs of computation of the prepayment, the costs to invest the prepayment proceeds, the costs of redeeming Bonds, and the costs of recording any notices to evidence the prepayment and the redemption (the "Administrative Fees and Expenses").
13. The reserve fund credit ("Reserve Fund Credit") shall equal the lesser of: (a) the expected reduction in the reserve requirement (as defined in the Indenture), if any, associated with the redemption of Outstanding Bonds as a result of the prepayment, or (b) the amount derived by subtracting the new reserve requirement (as defined in the Indenture) in effect after the redemption of Outstanding Bonds as a result of the prepayment from the balance in the reserve fund on the prepayment date, but in no event shall such amount be less than zero.
14. The Special Tax prepayment is equal to the sum of the amounts computed pursuant to paragraphs 4, 5, 7, 11 and 12, less the amount computed pursuant to paragraph 13 (the "Prepayment Amount").
15. From the Prepayment Amount, the amounts computed pursuant to paragraphs 4, 5, 11, and 13 shall be deposited into the appropriate fund as established under the Indenture and be used to retire Outstanding Bonds or make debt service payments. The amount computed pursuant to paragraph 7 shall be deposited into the Construction Fund. The amount computed pursuant to paragraph 12 shall be retained by CFD No. 4.

The Special Tax Prepayment Amount may be sufficient to redeem other than a \$5,000 increment of Bonds. In such cases, the increment above \$5,000 or integral multiple thereof will be retained in the appropriate fund established

under the Indenture to be used with the next prepayment of Bonds or to make debt service payments.

As a result of the payment of the current Fiscal Year's Special Tax levy as determined under paragraph 9 (above), the CFD Administrator shall remove the current Fiscal Year's Special Tax levy for such Assessor's Parcel from the County tax rolls. With respect to any Assessor's Parcel that is prepaid, the Board shall cause a suitable notice to be recorded in compliance with the Act, to indicate the prepayment of Special Tax and the release of the Special Tax lien on such Assessor's Parcel, and the obligation of such Assessor's Parcel to pay the Special Tax shall cease.

Notwithstanding the foregoing, no prepayment will be allowed unless the amount of Assigned Special Tax that may be levied on Taxable Property (based on expected development at build out), both prior to and after the proposed prepayment, less expected Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all Outstanding Bonds (excluding Bonds to be redeemed by such prepayment and all prior prepayments) in each future Fiscal Year and such prepayment will not impair the security of all Outstanding Bonds, as reasonably determined by the CFD Administrator.

2. Prepayment in Part

The Special Tax on an Assessor's Parcel of Developed Property or an Assessor's Parcel of Approved Property and/or Undeveloped Property for which a building permit has been issued may be partially prepaid. The amount of the prepayment shall be calculated as in Section H.1; except that a partial prepayment shall be calculated according to the following formula:

$$PP = [(P_E - AE) \times F] + AE$$

These terms have the following meaning:

- AE = the Administrative Fees and Expenses
- PP = the partial prepayment
- P_E = the Prepayment Amount calculated according to Section H.1
- F = the percentage by which the owner of the Assessor's Parcel is partially prepaying the Special Tax.

The owner of any Assessor's Parcel who desires such prepayment shall notify the CFD Administrator of such owner's intent to partially prepay the Special Tax and the percentage by which the Special Tax shall be prepaid. The CFD Administrator shall provide the owner with a statement of the amount

required for the partial prepayment of the Special Tax for an Assessor's Parcel within thirty (30) days of the request and may charge a reasonable fee for providing this service. With respect to any Assessor's Parcel that is partially prepaid, the Water District shall (i) distribute the funds remitted to it according to Section H.1, and (ii) indicate in the records of CFD No. 4 that there has been a partial prepayment of the Special Tax and that a portion of the Special Tax with respect to such Assessor's Parcel, equal to the outstanding percentage (1.00 - F) of the remaining Maximum Special Tax, shall continue to be levied on such Assessor's Parcel pursuant to Section D.

Notwithstanding the foregoing, no partial prepayment will be allowed unless the amount of Assigned Special Tax that may be levied on Taxable Property (based on expected development at build out), both prior to and after the proposed prepayment, less expected Administrative Expenses, shall be at least 1.1 times the regularly scheduled annual interest and principal payments on all Outstanding Bonds (excluding Bonds to be redeemed by such prepayment and all prior prepayments) in each future Fiscal Year and such partial prepayment will not impair the security of all Outstanding Bonds, as reasonably determined by the CFD Administrator.

I. TERM OF SPECIAL TAX

The Special Tax shall be levied for the period necessary to fully satisfy items (i) through (iv) of the Special Tax Requirement, but in no event shall it be levied after Fiscal Year 2061-62.

J. SPECIAL TAX REDUCTION

"Contractual Encumbrances" means (a) a voluntary contractual assessment established and levied on an individual Assessor's Parcel pursuant to Chapter 29 of Part 3 of Division 7 of the California Streets and Highways Code (commencing with Section 5898.10 et seq.), as amended from time to time, (b) a special tax established and levied on an individual Assessor's Parcel pursuant to Section 53328.1 of the California Government Code and related provisions of the Act, as amended from time to time, and (c) any other fee, charge, tax or assessment established and levied on an individual Assessor's Parcel pursuant to a contractual agreement or other voluntary consent by the owner thereof.

"Independent Price Point Consultant" means any consultant or firm of such consultants selected by CFD No. 4 that (a) has substantial experience in performing Price Point Studies for residential units within community facilities districts or otherwise estimating or confirming pricing for residential units in community facilities districts, (b) is well versed in analyzing economic and real estate data that relates to the pricing of residential units in

community facilities districts, (c) is in fact independent and not under the control of CFD No. 4 or the Water District, (d) does not have any substantial interest, direct or indirect, with or in (i) CFD No. 4, (ii) the Water District, (iii) any owner of real property in CFD No. 4, or (iv) any real property in CFD No. 4, and (e) is not connected with CFD No. 4 or the Water District as an officer or employee thereof, but who may be regularly retained to make reports to CFD No. 4 or the Water District.

"Plan Type" means, for each Zone, a discrete residential plan type that is constructed or expected to be constructed within IA No. 3 as identified in the Price Point Study.

"Price Point" means, with respect to the residential dwelling units in each Plan Type, as of any date, the minimum base price of such residential dwelling units, estimated as of such date, including any incentives and concessions, but excluding potential appreciation or premiums, options or upgrades, based upon their actual or expected characteristics, such as living area and lot size.

"Price Point Study" means a price point study or a letter updating a previous price point study, which (a) has been prepared by an Independent Price Point Consultant, (b) sets forth the Plan Types constructed or expected to be constructed within IA No. 3, (c) sets forth the estimated number of constructed and expected residential dwelling units for each Plan Type, (d) sets forth such Independent Price Point Consultant's estimate of the Price Point for each Plan Type and (e) uses a date for establishing such Price Points that is no earlier than 60 days prior to the date the Price Point Study is delivered to the CFD Administrator pursuant to this Section J.

"Total Effective Tax Rate" means, for a Plan Type, the quotient of (a) the Total Tax and Assessment Obligation for such Plan Type divided by (b) the Price Point for such Plan Type, converted to a percentage.

"Total Tax and Assessment Obligation" means, with respect to a Plan Type, for the Fiscal Year in which the calculation is being performed, the quotient of (a) the sum of the Assigned Special Tax and estimated *ad valorem* property taxes, special assessments, special taxes for any overlapping community facilities districts, and any other governmental taxes, fees and charges (excluding any Contractual Encumbrances), levied or imposed on all residential dwelling units of such Plan Type in such Fiscal Year or that would have been levied or imposed on all such residential dwelling units had such residential dwelling units been completed, sold and subject to such levies and impositions, in such Fiscal Year divided by (b) the number of residential dwelling units in such Plan Type. The Total Tax and Assessment Obligation for each Plan Type shall be calculated based on the applicable Residential

Floor Area, Price Point, and number of constructed and expected residential dwelling units for such Plan Type as identified in the Price Point Study.

Prior to the issuance of the first series of Bonds, the following steps shall be taken:

Step No.:

1. At least 30 days prior to the expected issuance date of the first series of Bonds, CFD No. 4 shall cause a Price Point Study to be delivered to the CFD Administrator.
2. As soon as practicable after receipt of the Price Point Study, the CFD Administrator shall calculate the Total Effective Tax Rate for each Plan Type.
3. Separately, for each Land Use Class, the CFD Administrator shall determine whether or not the Total Effective Tax Rate for all Plan Types in a Land Use Class is less than or equal to 2.00% for property in Zone A and 1.75% for property in Zone B.
 - a. If the Total Effective Tax Rate for all Plan Types in a Land Use Class is less than or equal to 2.00% for property in Zone A and 1.75% for property in Zone B, then there shall be no change in the Assigned Special Tax for such Land Use Class.
 - b. If the Total Effective Tax Rate for any Plan Type in a Land Use Class is greater than 2.00% for property in Zone A or 1.75% for property in Zone B, then the CFD Administrator shall calculate a revised Assigned Special Tax for such Land Use Class, which revised Assigned Special Tax shall be the highest amount (rounded to the nearest whole dollar) that will not cause the Total Effective Tax Rate for any Plan Type in such Land Use Class to exceed 2.00% for property in Zone A and 1.75% for property in Zone B.
4. If the Assigned Special Tax for any Land Use Class in a Zone is revised pursuant to step 3.b. above, the CFD Administrator shall calculate a revised Backup Special Tax for all property within such Zone. The revised Backup Special Tax for such Zone shall be an amount (rounded to the nearest whole dollar) equal to the Backup Special Tax for such Zone as set forth in Section C.1.(d), reduced by a percentage equal to the weighted average percentage reduction in the Assigned Special Taxes for all Land Use Classes of Residential Property in such Zone resulting from the calculations in steps 3.a. and 3.b. above. The weighted average percentage will be calculated by taking the sum of

the products of the number of units constructed or expected to be constructed in each Land Use Class multiplied by the percentage change for each Land Use Class (or 0 for Land Use Classes that are not changing). This amount is then divided by the total number of units constructed or expected to be constructed within the Zone and converted to a percentage.

5. If the Assigned Special Tax for any Land Use Class is revised pursuant to step 3.b. above, the CFD Administrator shall prepare and execute a Certificate of Reduction in Special Taxes substantially in the form of Exhibit A hereto and shall deliver such Certificate of Reduction in Special Taxes to CFD No. 4. The Certificate of Reduction in Special Taxes shall be completed for all Land Use Classes and shall set forth, as applicable, either (i) the reduced Assigned Special Tax for a Land Use Class as calculated pursuant to step 3.b., or (ii) the Assigned Special Tax as identified in Table 1 or Table 2 in Section C.1.(b) and C.1.(c) for a Land Use Class that was not revised as determined pursuant to step 3.a.; as well as either (i) the revised Backup Special Tax for a Zone as calculated pursuant to step 4, or (ii) the Backup Special Tax as identified in Table 3 in Section C.1.(d) for a Zone that was not revised as determined pursuant to step 4.
6. If the first series of Bonds is issued within 90 days of the date of receipt of the Price Point Study by the CFD Administrator, CFD No. 4 shall execute the acknowledgement on such Certificate of Reduction in Special Taxes, dated as of the date of such issuance, and, upon the issuance of such first series of Bonds, the Assigned Special Tax for each Land Use Class and the Backup Special Tax shall, *ipso facto*, be, for all purposes, as set forth in such Certificate of Reduction in Special Taxes. If the first series of Bonds is not issued within 90 days of the date of receipt of the Price Point Study by the CFD Administrator, such Certificate of Reduction in Special Taxes shall not be acknowledged by CFD No. 4 and shall, as of such date, be void and of no further force and effect. In such case, if subsequently, a first series of Bonds is expected to be issued, at least 30 days prior to the expected issuance date of such first series of Bonds, the CFD Administrator shall cause a new Price Point Study to be delivered to the CFD Administrator and, following such delivery, steps 2 through 5 of this section shall be performed based on such new Price Point Study.
7. As soon as practicable after the execution by CFD No. 4 of the acknowledgement on the Certificate of Reduction in Special Taxes, CFD No. 4 shall cause to be recorded in the records of the County Recorder an Amended Notice of Special Tax Lien for IA No. 3 reflecting the

Assigned Special Taxes and the Backup Special Tax for each Zone set forth in such Certificate of Reduction in Special Taxes.

8. If the Assigned Special Tax is not required to be changed for any Land Use Class based on the calculations performed under step 3 above, there shall be no reduction in the Maximum Special Tax, and no Certificate of Reduction in Special Taxes shall be required. However the CFD Administrator shall prepare and deliver to CFD No. 4 a Certificate of No Reduction in Special Taxes substantially in the form of Exhibit B hereto dated as of the date of the issuance of the first series of Bonds that states that the calculations required pursuant to this Section J have been made and that no changes to the Assigned Special Tax or Backup Special Tax are necessary.
9. CFD No. 4 and the CFD Administrator shall take no further actions under this Section J upon the earlier to occur of the following: (i) the execution of the acknowledgement by CFD No. 4 on a Certificate of Reduction in Special Taxes pursuant to step 6; or (ii) the delivery by the CFD Administrator of a Certificate of No Reduction in Special Taxes pursuant to step 8.

EXHIBIT A

CERTIFICATE OF REDUCTION IN SPECIAL TAXES

Temescal Valley Water District
IA No. 3 of CFD No. 4

1. Pursuant to Section J of the Rate and Method of Apportionment, the Assigned Special Tax and Backup Special Tax for Developed Property for [certain or all] Land Use Classes within IA No. 3 has been reduced.
2. The calculations made pursuant to Section J were based upon a Price Point Study that was received by the CFD Administrator on _____.
3. Tables 1A and 2A below show the Assigned Special Tax for each Land Use Class in Zones A and B after such reduction.

TABLE 1A
Assigned Special Tax for Developed Property in
Zone A
(Market Rate Units)

Land Use Class	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 3,101 s.f.	\$_____ per unit
2	Residential Property	2,901 – 3,101 s.f.	\$_____ per unit
3	Residential Property	2,601 – 2,900 s.f.	\$_____ per unit
4	Residential Property	2,301 – 2,600 s.f.	\$_____ per unit
5	Residential Property	2,151 – 2,300 s.f.	\$_____ per unit
6	Residential Property	2,001 – 2,150 s.f.	\$_____ per unit
7	Residential Property	1,851 – 2,000 s.f.	\$_____ per unit
8	Residential Property	< 1,851 s.f.	\$_____ per unit
9	Non-Residential	NA	\$_____ per Acre

TABLE 2A
Assigned Special Tax for Developed Property in
Zone B
(Age-Qualified Units)

Land Use	Description	Residential Floor Area	Assigned Special Tax
1	Residential Property	> 2,599 s.f.	\$_____ per unit
2	Residential Property	2,300 – 2,599 s.f.	\$_____ per unit
3	Residential Property	1,900 – 2,299 s.f.	\$_____ per unit
4	Residential Property	1,601 – 1,899 s.f.	\$_____ per unit
5	Residential Property	1,301 – 1,600 s.f.	\$_____ per unit
6	Residential Property	1,101 – 1,300 s.f.	\$_____ per unit
7	Residential Property	< 1,101 s.f.	\$_____ per unit
8	Non-Residential	NA	\$_____ per Acre

4. The Backup Special Tax for each Assessor's Parcel of Developed Property shall equal \$_____ per Acre in Zone A and \$_____ per Acre in Zone B after such reduction.
5. Upon execution of this certificate by CFD No. 4, CFD No. 4 shall cause an amended notice of Special Tax lien for IA No. 3 to be recorded reflecting the Assigned Special Tax and Backup Special Tax set forth herein.

Submitted

CFD ADMINISTRATOR

By: _____ Date: _____

By execution hereof, the undersigned acknowledges, on behalf of CFD No. 4, receipt of this certificate and modification of the Rate and Method of Apportionment as set forth in this certificate.

TEMESCAL VALLEY WATER DISTRICT CFD NO. 4

By: _____ Date as of: [date of issuance of Bonds]

EXHIBIT B

CERTIFICATE OF NO REDUCTION IN SPECIAL TAXES

Temescal Valley Water District
IA No. 3 of CFD No. 4

1. All calculations required pursuant to Section J of the Rate and Method of Apportionment have been made based upon a Price Point Study that was received by the CFD Administrator on _____.
2. Total Effective Tax Rate for all Plan Types in all Land Use Classes is less than or equal to 2.00% for property in Zone A and 1.75% for property in Zone B.
3. The Maximum Special Tax for Developed Property within IA No. 3, including the Assigned Special Taxes set forth in Sections C.1.(b) and C.1.(c) and the Backup Special Tax set forth in Section C.1.(d) of the Rate and Method of Apportionment, shall remain in effect and not be reduced.

Submitted

CFD ADMINISTRATOR

By: _____
Bonds]




Date as of: [date of issuance of

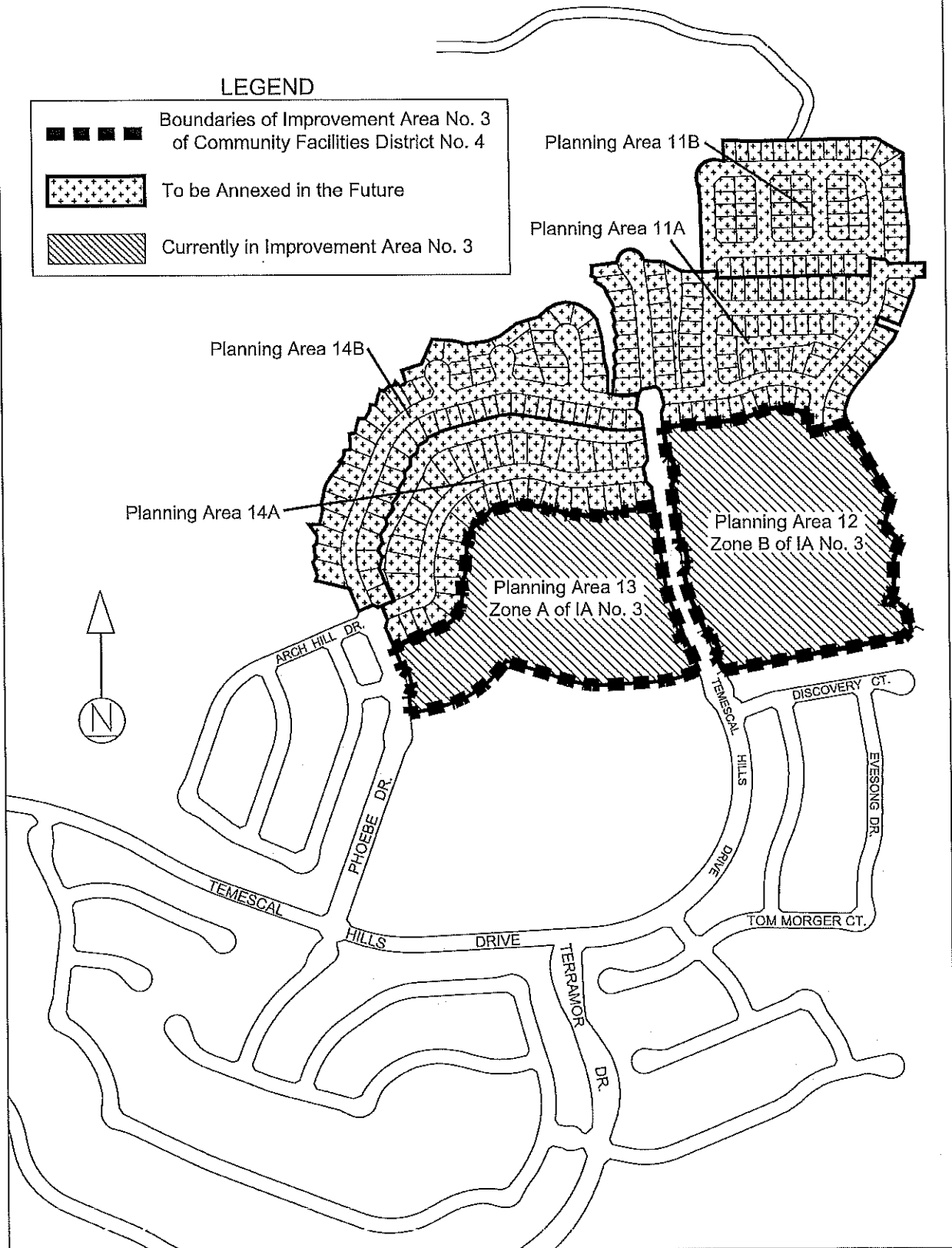
EXHIBIT C

PLANNING AREA DESIGNATION

PLANNING AREA MAP
IMPROVEMENT AREA NO. 3 OF
TEMESCAL VALLEY WATER DISTRICT
COMMUNITY FACILITIES DISTRICT NO. 4

LEGEND

	Boundaries of Improvement Area No. 3 of Community Facilities District No. 4
	To be Annexed in the Future
	Currently in Improvement Area No. 3



ATTACHMENT B
ANNEXATION TERRITORY

Real property in the County of Riverside, State of California, described as follows:

County of Riverside Assessor's Parcel Nos:

283-240-022
290-930-063

ORDINANCE NO. O-22-01

ORDINANCE OF THE BOARD OF DIRECTORS OF TEMESCAL VALLEY WATER DISTRICT, ACTING IN ITS CAPACITY AS THE LEGISLATIVE BODY OF COMMUNITY FACILITIES DISTRICT NO. 4 (TERRAMOR) OF TEMESCAL VALLEY WATER DISTRICT, AUTHORIZING THE LEVY OF A SPECIAL TAX WITHIN IMPROVEMENT AREA NO. 3 OF THE DISTRICT

WHEREAS, on September 27, 2016, the Board of Directors (“Board of Directors”) of the Temescal Valley Water District adopted Resolution No. R-16-11 (“Resolution of Intention”) declaring its intention to form Community Facilities District No. 4 (Terramor) of the Temescal Valley Water District (the “District”) and designate Improvement Area No. 1 therein (“Improvement Area No. 1”), and designate territory proposed for annexation to the District in the future (“Annexation Territory”) pursuant to the Mello-Roos Community Facilities Act of 1982, as amended, being Chapter 2.5 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California (the “Act”); and

WHEREAS, on November 22, 2016, after providing all notice required by the Act, the Board of Directors conducted a noticed public hearing required by the Act relative to: (i) the proposed formation of the District, (ii) the proposed levy of a special tax within Improvement Area No. 1 to finance certain authorized facilities described in the Resolution of Intention and to secure the payment of any bonded indebtedness of the District for Improvement Area No. 1, and the proposed issuance of bonded indebtedness for Improvement Area No. 1; and

WHEREAS, on November 22, 2016, following the close of the public hearing, the Board of Directors adopted (i) a resolution which formed the District and designated Improvement Area No. 1 and the Annexation Territory (“Resolution of Formation”), and (ii) a resolution determining the necessity to incur bonded indebtedness within the District and Improvement Area No. 1 therein (“Resolution Determining Necessity to Incur Debt”), which resolutions called a special election within Improvement Area No. 1 on November 22, 2016 on three propositions relating to the levy of a special tax within Improvement Area No. 1, the issuance of bonds by the District for Improvement Area No. 1, and the establishment of an appropriations limit within the District; and

WHEREAS, on November 22, 2016, a special election was held within Improvement Area No. 1 at which the qualified electors therein approved by more than a two-thirds vote, Propositions A, B and C as set forth in Attachment "B" to the Resolution of Formation, authorizing the levy of a special tax within Improvement Area No. 1 for the purposes described in the Resolution of Formation, the issuance of bonds for Improvement Area No. 1 as described in the Resolution Determining Necessity to Incur Debt, and establishing an appropriations limit for the District; and

WHEREAS, pursuant to Section 53350(b) of the Act, the Resolution of Formation and the Resolution Determining Necessity to Incur Debt, the District may levy special taxes on any parcel or parcels annexed to the District only with the unanimous consent and approval of the owner or owners of the parcel or parcels at the time of annexation (each a “Unanimous Approval”) and the maximum principal amount of bonds authorized for any property annexed to or as an improvement area of the District, other than Improvement Area No. 1, shall be set forth in a Unanimous Approval delivered in connection with such annexation; and

WHEREAS, certain property has been annexed to the District as Improvement Area No. 2 of the District pursuant to the provisions of the Act, the Resolution of Formation and the Resolution Determining Necessity to Incur Debt; and

WHEREAS, Pulte Home Company, LLC, a Michigan limited liability company and Richmond American Homes of Maryland, Inc., A Maryland corporation (each an “Owner” and collectively, the “Owners”) each own a portion of the property (the “Property”) described and depicted in Attachment A to the Annexation Resolution (as defined below) which Property is included in the Annexation Territory; and

WHEREAS, each Owner has executed and delivered to the District a Unanimous Approval, which together, request and approve the annexation of the Property as Improvement Area No. 3 of the District (together, the “Improvement Area No. 3 Unanimous Approvals”); and

WHEREAS, on May 24, 2022, the Board of Directors, acting as the legislative body of the District, adopted Resolution No. _____ (the “Annexation Resolution”), accepting the Improvement Area No. 3 Unanimous Approvals, designating the Property as Improvement Area No. 3 of the District and authorizing the levy of a special tax of the District within Improvement Area No. 3 in accordance with the rate and method of apportionment of Improvement Area No. 3 (the “Rate and Method”) as set forth in Attachment B to the Annexation Resolution;

NOW, THEREFORE, THE BOARD OF DIRECTORS, ACTING AS THE LEGISLATIVE BODY OF COMMUNITY FACILITIES DISTRICT 4 (TERRAMOR) OF TEMESCAL VALLEY WATER DISTRICT, ORDAINS AS FOLLOWS:

1. The above recitals are all true and correct.
2. By the passage of this Ordinance, the Board of Directors authorizes the levy of a special tax within Improvement Area No. 3 of the District at the maximum rates and in accordance with the Rate and Method.
3. The Board of Directors is hereby further authorized to determine in each subsequent fiscal year, by ordinance, or by resolution if permitted by then applicable law, on or before August 10 of each year, or such later date as is permitted by law, the specific special tax rate and amount to be levied on each parcel of land in Improvement Area No. 3 of the District pursuant to the Rate and Method. The special tax rate to be levied pursuant to the Rate and Method shall not exceed the applicable maximum rates set forth therein, but the special tax may be levied at a lower rate.
4. Properties or entities of the state, federal or other local governments shall be exempt from the special tax, except as otherwise provided in Sections 53317.3 and 53317.5 of the Act and the Rate and Method. No other properties or entities are exempt from the special tax unless the properties or entities are expressly exempted in the Resolution of Formation, or in a resolution of consideration to levy a new special tax or special taxes or to alter the Rate or Method of an existing special tax as provided in Section 53334 of the Act.
5. All of the collections of the special tax pursuant to the Rate and Method shall be used as provided for in the Act and the Resolution of Formation. The special tax shall be levied within Improvement Area No. 3 of the District only so long as needed for the purposes described in the Resolution of Formation.

6. The special tax levied pursuant to the Rate and Method shall be collected in the same manner as ordinary *ad valorem* property taxes are collected and shall be subject to the same penalties and the same procedure, sale and lien priority in case of delinquency as is provided for ad valorem taxes (which such procedures include the exercise of all rights and remedies permitted by law to make corrections, including, but not limited to, the issuance of amended or supplemental tax bills), as such procedure may be modified by law or by this Board of Directors from time to time.

7. As a cumulative remedy, if any amount levied as a special tax for payment of the interest or principal of any bonded indebtedness of the District for Improvement Area No. 3, together with any penalties and other charges accruing under this Ordinance, are not paid when due, the Board of Directors may, not later than four years after the due date of the last installment of principal on bonds issued by the District for Improvement Area No. 3, order that the same be collected by an action brought in the superior court to foreclose the lien of such special tax.

8. The President shall sign this Ordinance and the Secretary shall attest to the President's signature and then cause the same to be published within fifteen (15) days after its passage at least once in a newspaper of general circulation published and circulated in Temescal Valley Water District.

9. This Ordinance relating to the levy of the special tax within the Improvement Area No. 3 of the District shall take effect 30 days following its final passage, and the specific authorization for adoption is pursuant to the provisions of Section 53340 of the Act.

10. The Secretary is hereby authorized to transmit a certified copy of this ordinance to the Riverside County Assessor and Treasurer-Tax Collector, and to perform all other acts which are required by the Act, this Ordinance or by law in order to accomplish the purpose of this Ordinance.

INTRODUCED ON the ___ day of _____, 2022.

C.W. Colladay, President

I hereby certify that the foregoing is a full, true and correct copy of the Ordinance adopted by the Board of Directors of the Temescal Valley Water District at its meeting held on _____, 2022.

ATTEST:

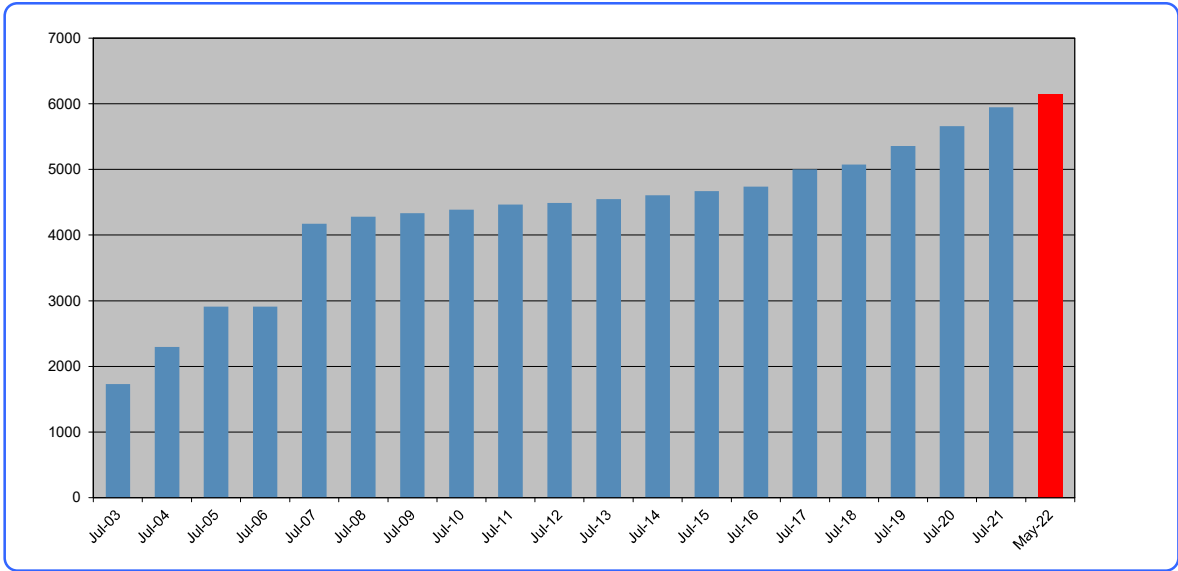
Fred Myers, Board Secretary

(SEAL)

TEMESCAL VALLEY WATER DISTRICT CUSTOMER COUNT PER YEAR(RESIDENTIAL)

(Excludes SID#1 and SID#2 sewer customers)

DATE	Jul-03	Jul-04	Jul-05	Jul-06	Jul-07	Jul-08	Jul-09	Jul-10	Jul-11	Jul-12	Jul-13	Jul-14	Jul-15	Jul-16	Jul-17	Jul-18	Jul-19	Jul-20	Jul-21	May-22
CUSTOMERS	1729	2295	2910	2910	4173	4279	4332	4386	4463	4492	4547	4605	4670	4736	5000	5076	5358	5662	5948	6146



RESIDENTIAL	Total Homes	Completed Homes	
Wildrose Ranch	1043	1043	100%
Trilogy at Glen Ivy	1317	1317	100%
Painted Hills	204	204	100%
Canyon Oaks	26	26	100%
Montecito Ranch	306	306	100%
Sycamore Creek	1735	1735	100%
The Retreat	525	525	100%
Terramor	1443	940	65% 15 MODELS
Harmony Grove	50	50	100%
Sycamore Highlands	79	0	0%
Temescal Office Part	80	0	0%
	6808	6146	90%

TOTAL CUSTOMER COUNT REPORT

April 30, 2022

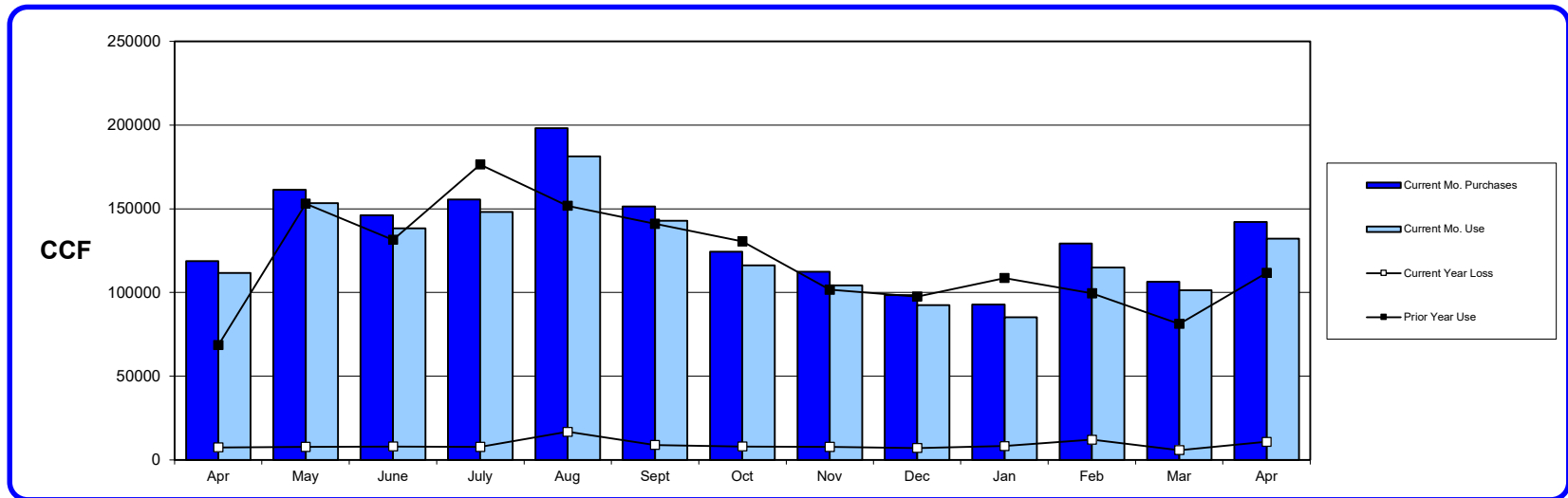
	Water & Sewer	Water Only	Sewer Only	Count
New homes added 13 Accts closed/transf 55 Empty Homes 0			Butterfield (305) Calif. Meadows (345)	
Residential	6116	2	650	6768
Commercial	98	0	2	100
Commercial-fireheld inactive	41			41
Public Govt	4	1	0	5
Irrigation-Industrial	0	67	0	67
Non-Potable Water other	0	148	0	148
Construction-Bulk Sales	0	13	0	13
Total Active Customers	6259	231	652	7142

DELINQUENT REPORT

Meters Read - Customers Billed	6449	
Received Delinquent Notice on current bill	430	
Turned Off for lack of payment	0	0.00%
Customers turned back on, amount paid	0	0.00%

WATER USAGE REPORT FOR THIRTEEN MONTHS

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	TOTAL
Beg Water Levels	13202	12786	12967	12886	12791	13105	12830	13091	13383	12271	11507	14012	13478	
Ending Water Levels	12786	12967	12886	12791	13105	12830	13091	13383	12271	11507	14011	13478	12806	
Cur Yearly Purchases	118676	161255	155626	155626	198282	151403	124397	112327	98488	92725	129333	106514	142162	1746814
Cur Yr Monthly Use	111662	153372	148077	148077	181209	142826	116129	104291	92551	85242	114797	101282	132069	1631584
Prior Yr Monthly Use	68501	153127	131536	176462	151828	141011	130445	101649	99436	108646	99436	81228	111662	1554967



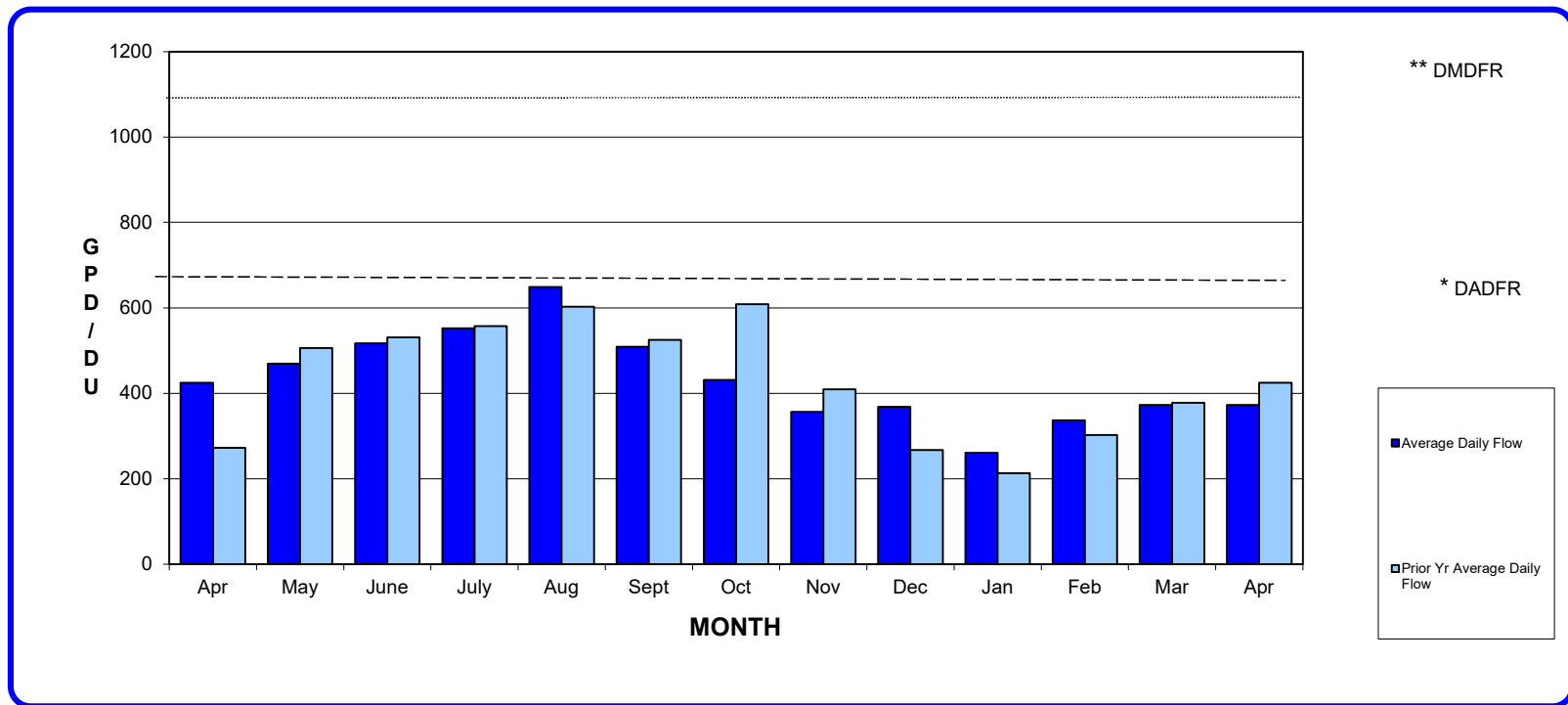
KEY

2018-2019
2019-2020
2020-2021
2021-2022

SUMMARY	
Beginning Water in System	13202 CCF
Water Purchased in last 13 months	1746814 CCF
Water Used in last 13 months	1631584 CCF
Water Remaining in System	12806 CCF
(Loss)/Gain over last 13 months	(115626) CCF
	-6.62%

RESIDENTIAL WATER USAGE AVERAGE DAILY FLOW

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	YEARLY AVERAGE
Average Daily Flow	425	470	517	552	648	508	432	357	368	261	337	373	373	433
Prior Yr Average Daily Flow	272	506	531	557	603	525	608	409	267	213	302	378	425	444

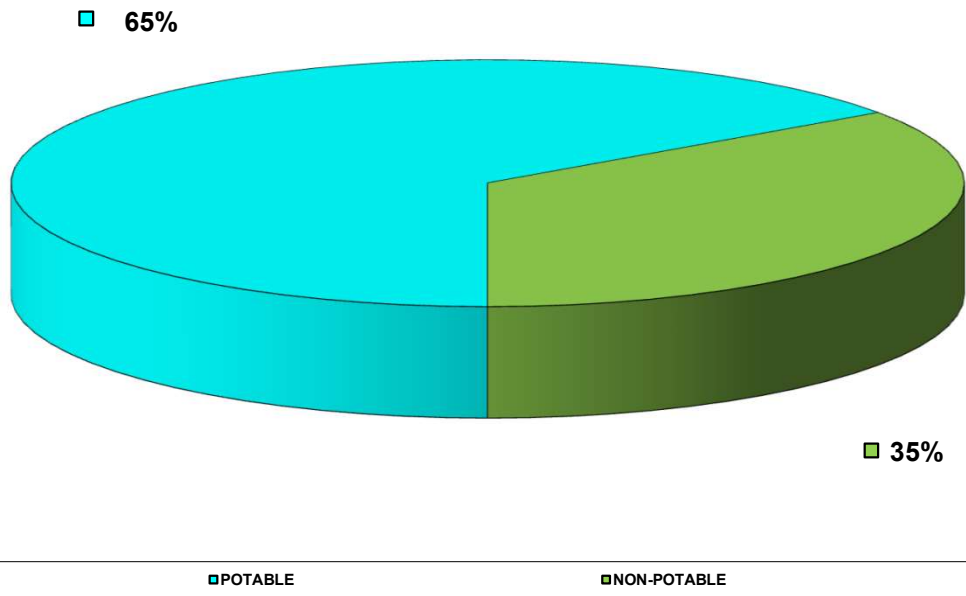


Key

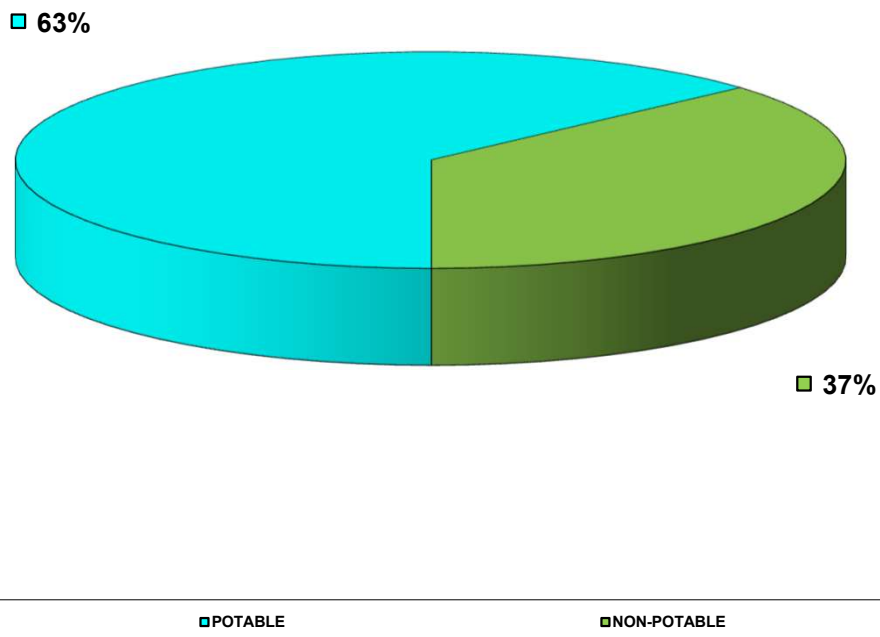
2019-2020
2020-2021
2021-2022

* DESIGN AVERAGE DAILY FLOW RATE IN GPD (650)
** DESIGN MAXIMUM DAILY FLOW RATE IN GPD (1140)

**Temescal Valley Water District
Volume of Water Sold
For Ten Months Ending April 30, 2022
F/Y 2021-2022**

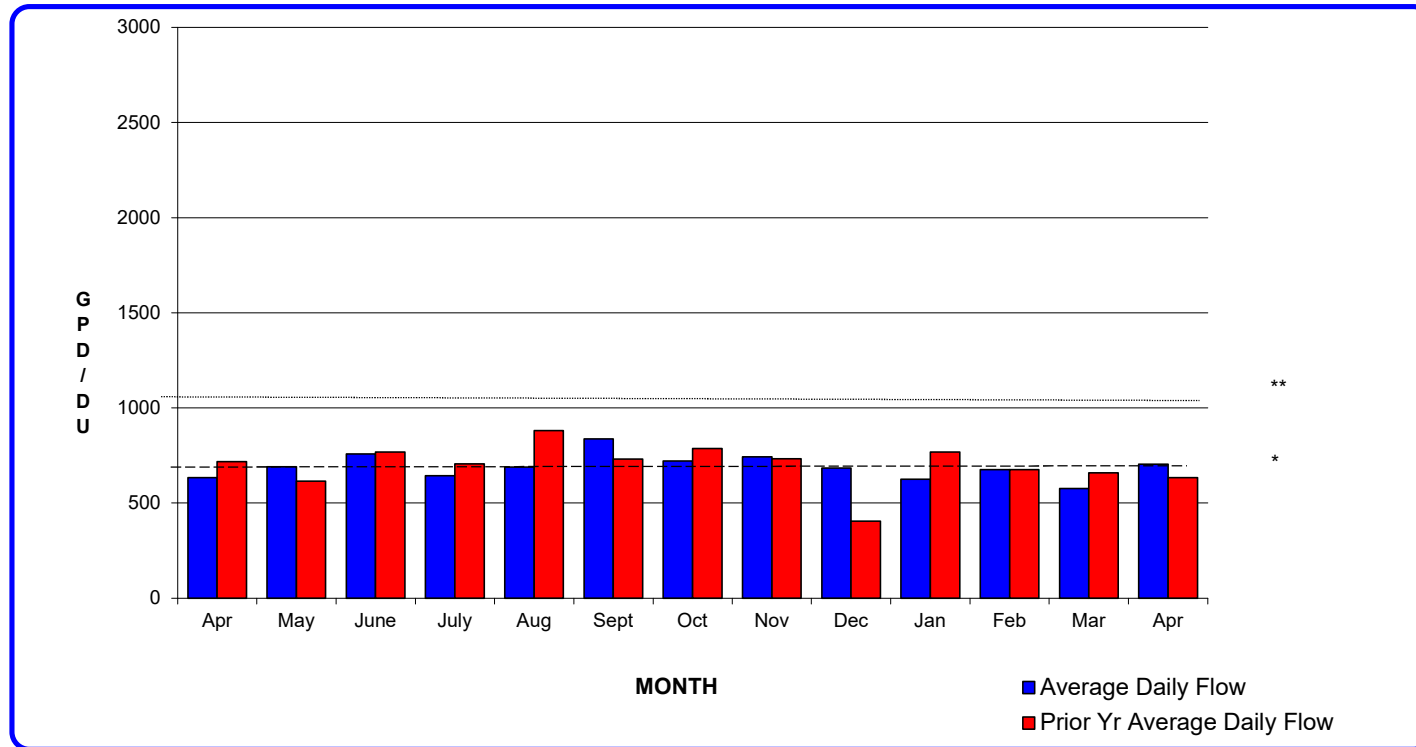


**Temescal Valley Water District
Water Volume Sold
For F/Y 2020-2021
Twelve Months**



COMMERCIAL WATER USAGE AVERAGE DAILY FLOW

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	YEARLY AVERAGE
Average Daily Flow	634	691	758	643	689	838	721	744	684	625	675	577	704	696
Prior Yr Average Daily Flow	717	615	769	705	881	730	788	732	405	768	676	660	634	1195



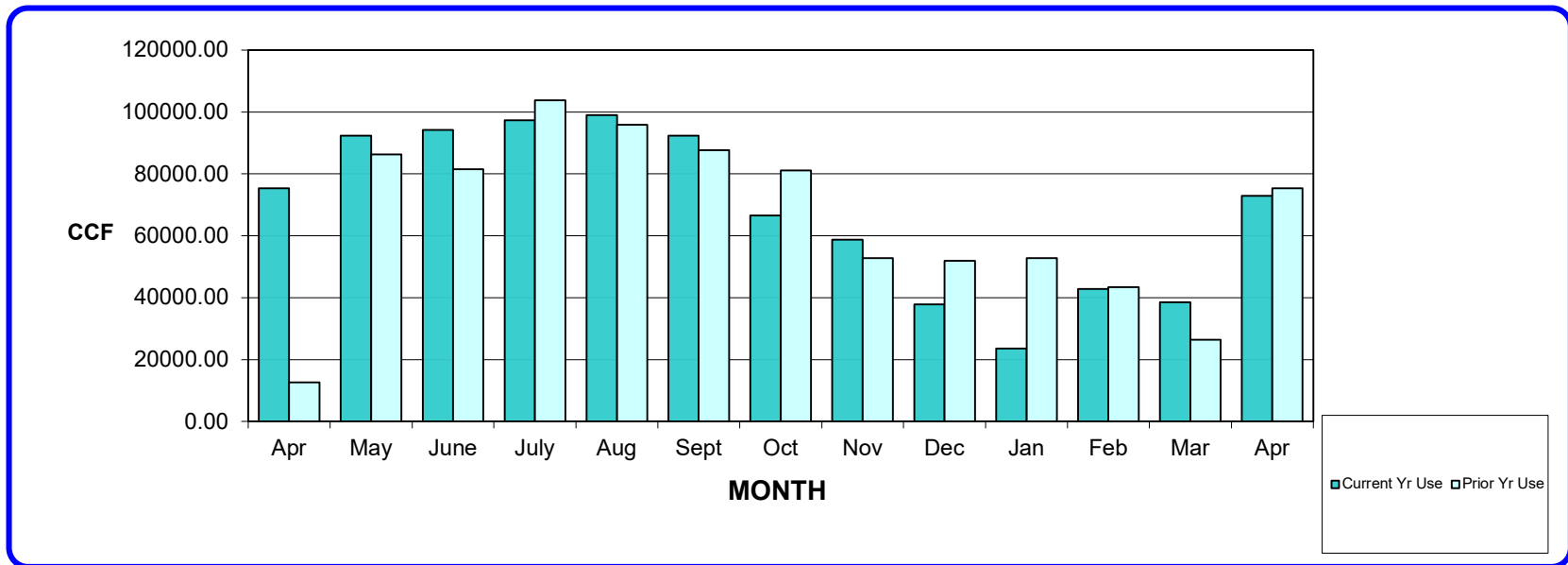
Key
2019-2020
2020-2021
2021-2022

* DESIGN AVERAGE DAILY FLOW RATE IN GPD (650)

** DESIGN MAXIMUM DAILY FLOW RATE IN GPD (1140)

RECYCLED AND NON-POTABLE WELL WATER MONTHLY FLOW (ccf)

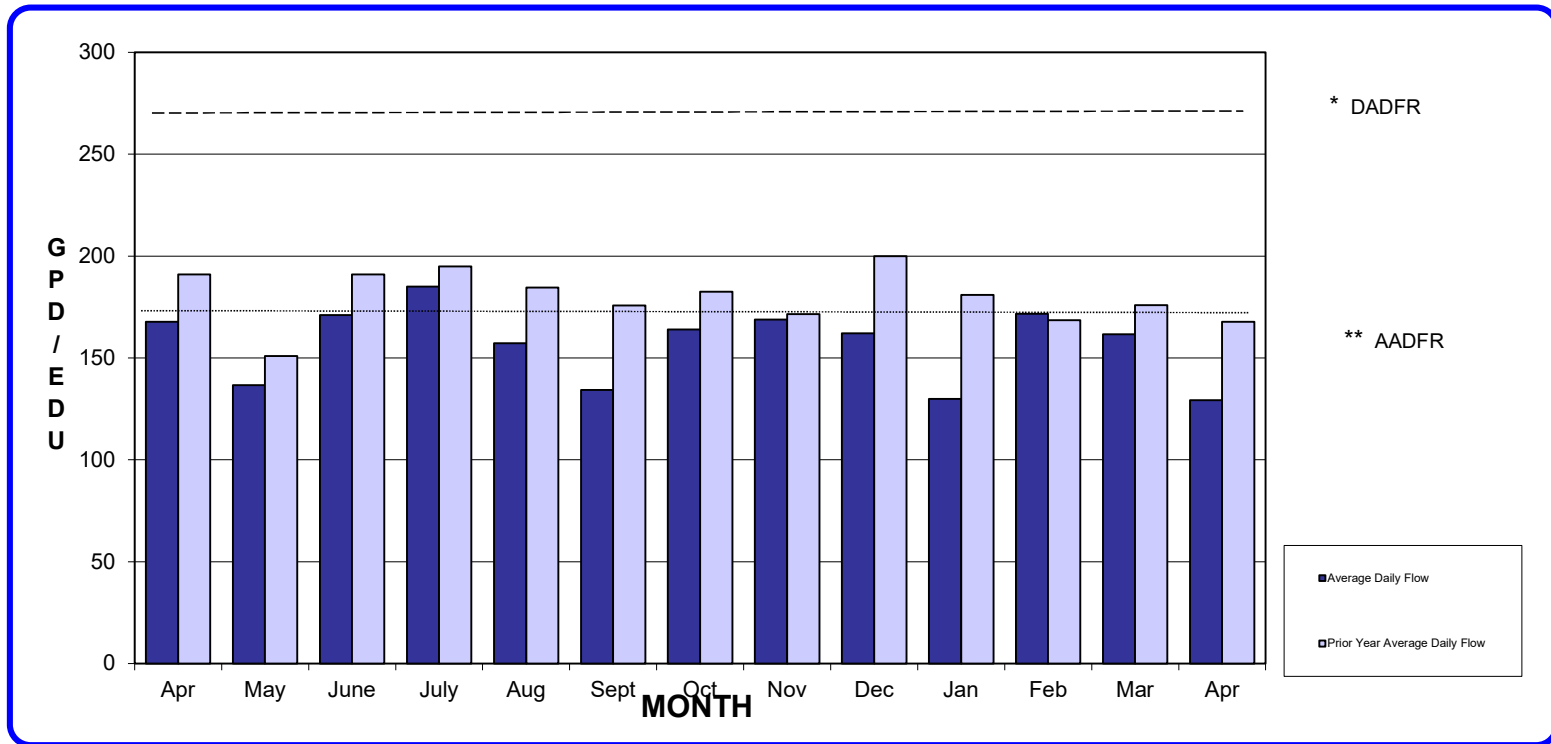
	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr
Current Yr Use	75335.76	92363.00	94145.68	97230.00	98914.00	92269.57	66474.53	58720.00	37812.00	23570.72	42797.73	38517.00	72833.55
Prior Yr Use	12552.04	86301.85	81489.94	103731.39	95840.25	87622.51	81051.36	52720.00	51836.00	52720.00	43322.39	26400.23	75335.76
Revenue	\$221,743	\$265,178	\$268,857	\$306,524	\$311,579	\$262,607.00	\$262,607	\$180,268	\$136,385	\$83,291	\$140,197	\$126,336	\$238,938



Key	
2019-2020	
2020-2021	
2021-2022	

RESIDENTIAL & COMMERCIAL SEWER USAGE AVERAGE DAILY FLOW (GALLONS per DAY per DWELLING UNIT)

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	12-Month Average
Average Daily Flow	168	137	171	185	157	134	164	169	162	130	172	162	129	170
Prior Year Average Daily Flow	191	151	191	195	185	176	183	172	200	181	169	176	168	179



** ACTUAL AVERAGE DAILY FLOW RATE IN GPD

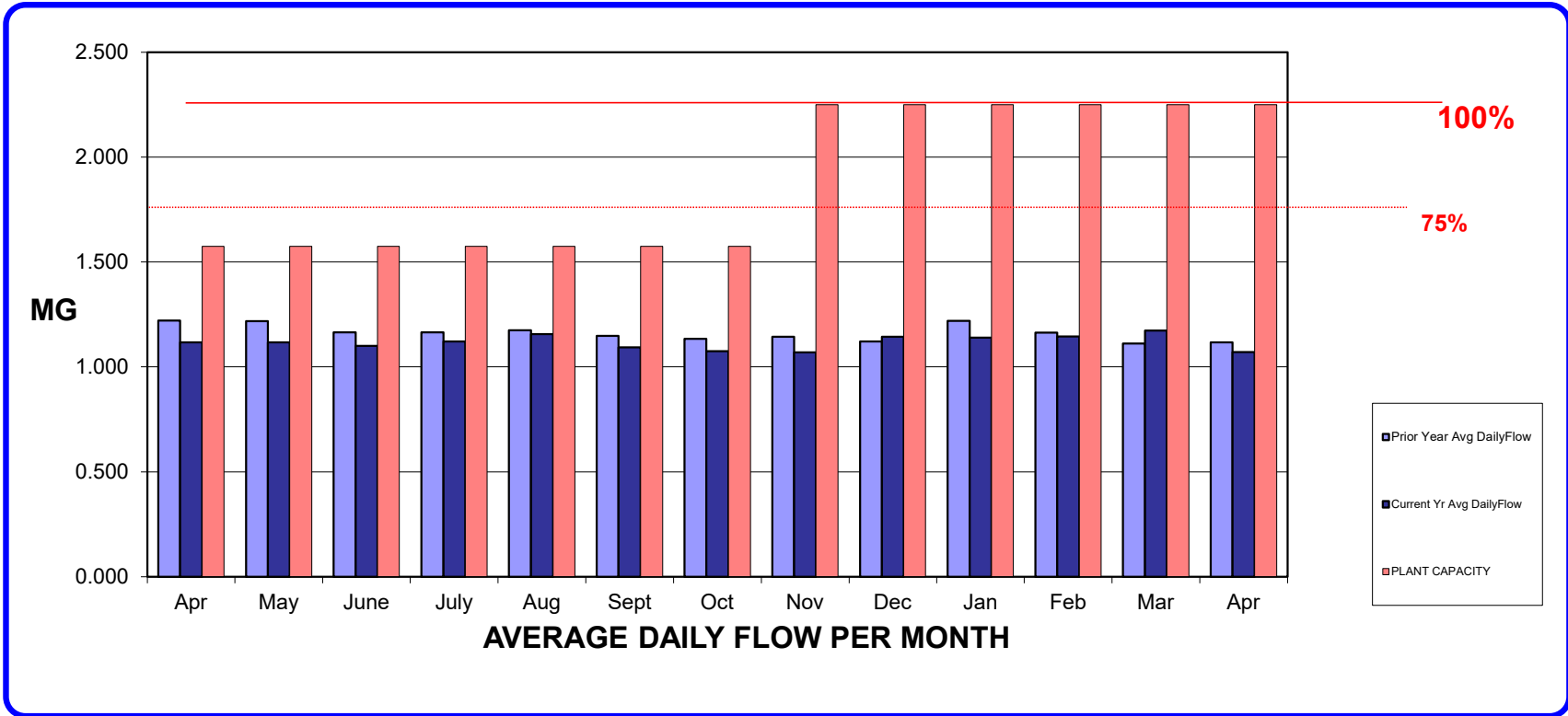
RECLAMATION PLANT FLOW REPORT

AVERAGE DAILY FLOW (Million Gallons)

Key	
2019-2020	
2020-2021	
2021-2022	

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr
Current Yr Avg DailyFlow	1.1170	1.1180	1.1000	1.1210	1.1570	1.0940	1.0760	1.0690	1.1430	1.1400	1.1460	1.1730	1.0710
Prior Year Avg DailyFlow	1.2210	1.2190	1.1650	1.1650	1.1750	1.1490	1.1340	1.1430	1.1210	1.2200	1.1630	1.1110	1.1170

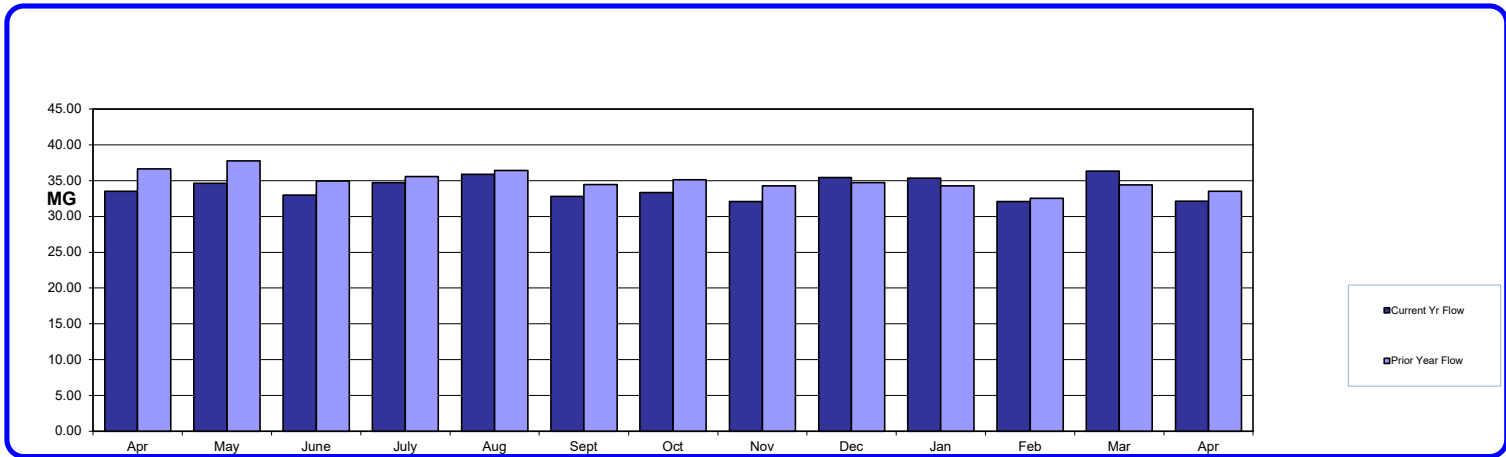
PLANT CAPACITY 1.575 1.575 1.575 1.575 1.575 1.575 1.575 1.575 2.250 2.250 2.250 2.250 2.250 2.250



RECLAMATION PLANT DISCHARGE REPORT MONTHLY FLOW (Million Gallons)

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	Total/yr
Current Yr Flow	33.50	34.66	33.00	34.76	35.87	32.82	33.36	32.07	35.44	35.35	32.08	36.36	32.12	407.87
Prior Year Flow	36.65	37.78	34.95	35.59	36.44	34.47	35.14	34.28	34.75	34.28	32.56	34.44	33.50	418.18

Potential Revenue \$133,906 \$138,527 \$131,912 \$138,935 \$143,388 \$131,180 \$133,351 \$128,190 \$141,665 \$141,305 \$128,214 \$145,343 \$128,390 \$1,630,401

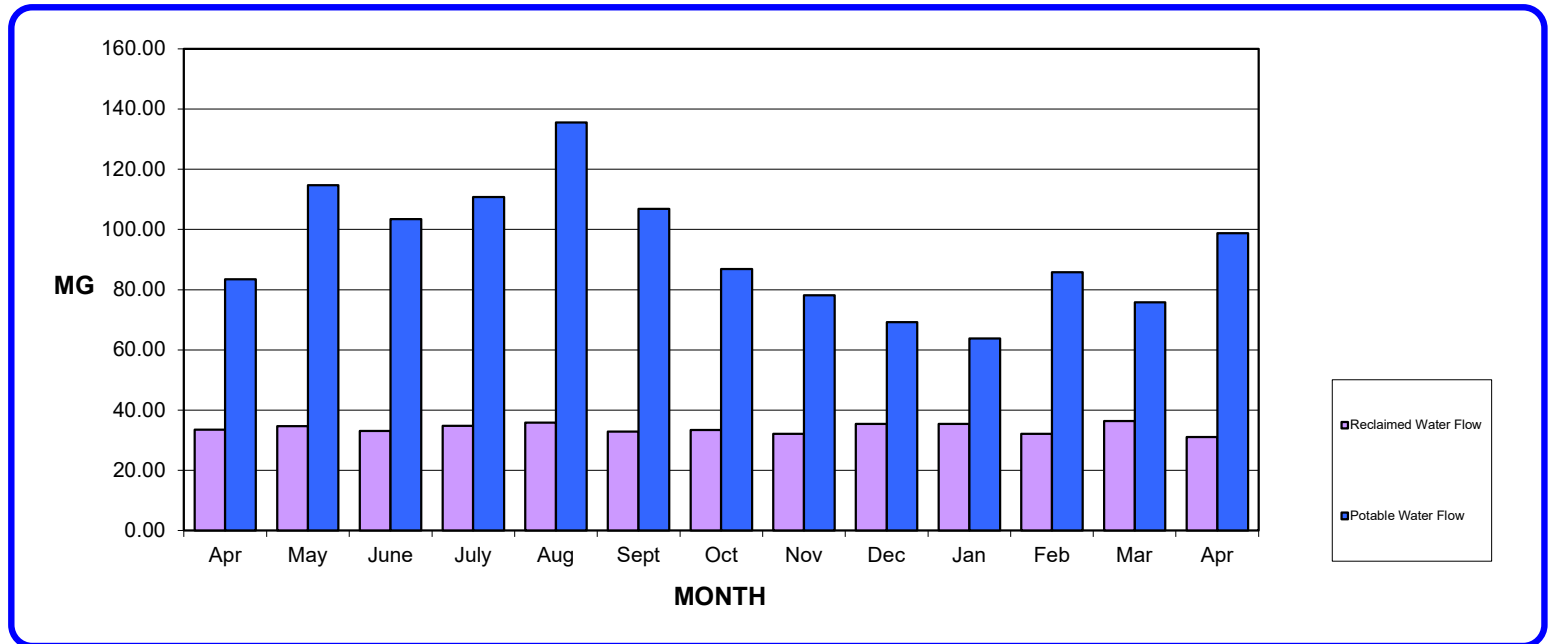


Key	
■	2019-22020
■	2020-2021
■	2021-2020

Note - recycled water only

RECLAIMED WATER VERSUS POTABLE WATER MONTHLY FLOW (Million Gallons)

	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr
No. of Sewer Dwelling Units Connected	6798	6884	6896	6923	6923	6954	6983	6985	6996	7037	7052	7058	7097
Reclaimed Water Flow	33.50	34.66	33.00	34.76	35.87	32.82	33.36	32.07	35.44	35.35	32.08	36.36	31.12
Potable Water Flow	83.52	114.72	103.44	110.76	135.54	106.83	86.87	78.10	69.23	63.76	85.87	75.76	98.79



TEMESCAL VALLEY WATER DISTRICT
AVERAGE WATER UNITS PER MONTH BY ROUTE

FOR THE MONTH OF OCTOBER 2021

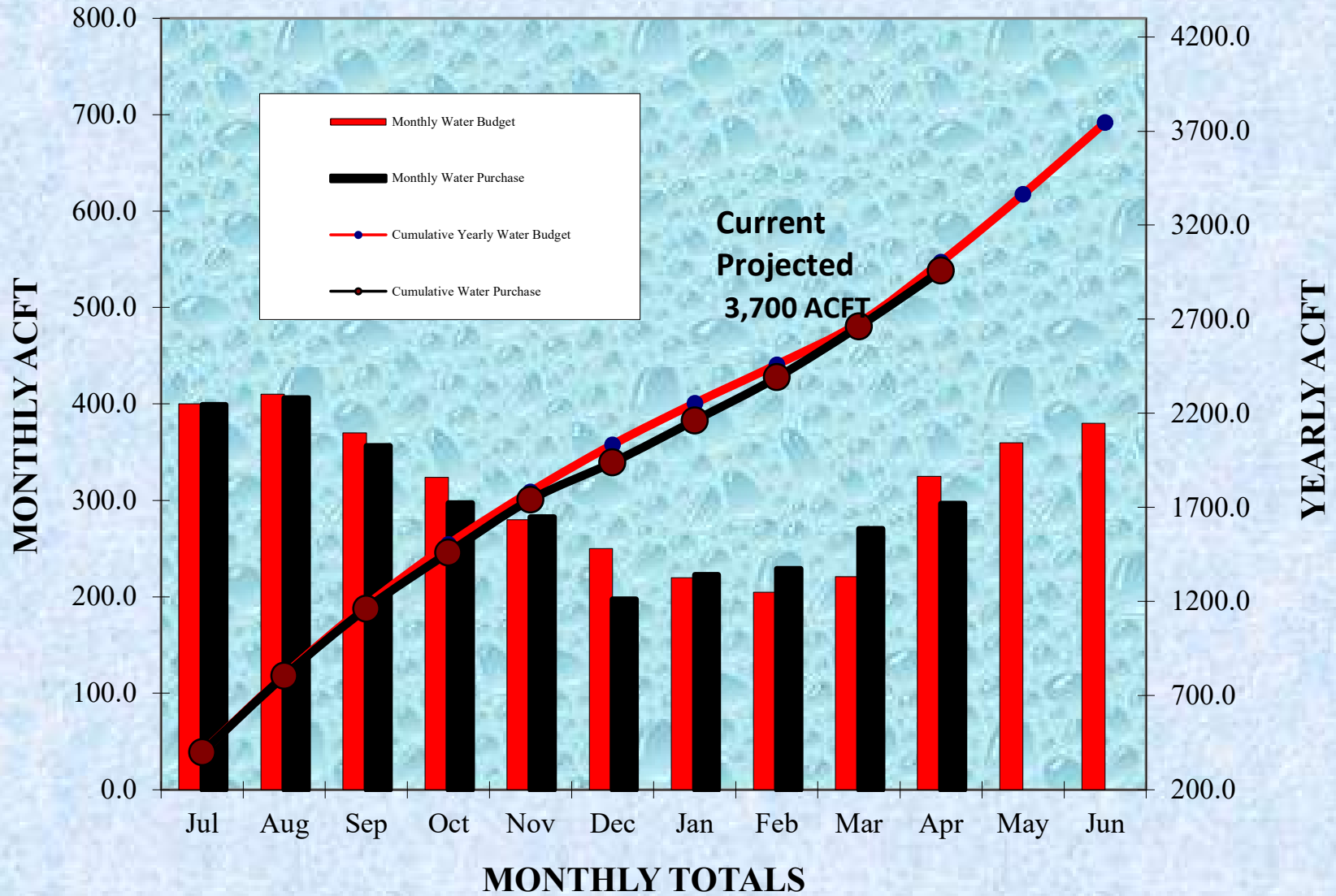
Month	Wildrose(2)	Montecito(3)	Trilogy(4)	Painted Hills(5)	Syc Crk(6)	Retreat(7)	Terramor(8)	Harm Gr(13)	Delta	AVG IND-BK / IRR (1)	TOTAL		
											RECYCLED	NONPOT-Other	NONPOT-Trilogy Golf
AVG '07-'08	18.1	32.7	15.9	32.2	21.7	37.1	0.03	-	25.9	83.9			
AVG '08-'09	24.6	33.8	17.0	33.3	32.6	40.8	-	-	25.4	53.3			
AVG '09-'10	21.9	30.0	15.8	30.2	26.3	0.0	-	-	23.0	51.7			
AVG '10-'11	20.6	27.6	15.5	25.8	25.1	35.2	-	-	22.3	36.0			
AVG '11-'12	21.0	27.9	15.9	27.3	24.7	34.0	-	-	22.5	82.3			
AVG '12-'13	21.9	31.3	15.6	27.5	23.6	30.5	-	-	22.9	190.0			
AVG '13-'14	22.5	33.8	16.5	28.2	24.5	30.6	-	-	23.0	9.8			
AVG '14-'15	20.7	28.4	15.4	26.8	21.9	28.2	-	-	21.2	62.8			
AVG '15-'16	17.4	21.3	10.6	22.4	16.9	24.3	-	-	16.5	105.4	38,401.9	4,639.1	18,977.2
AVG '16-'17	18.4	26.4	16.7	24.8	18.5	27.1	26.4	-	19.4	211.0	46,977.4	8,442.6	16,068.4
AVG '17-'18	18.2	22.9	14.0	25.4	18.4	27.1	16.0	-	18.8	378.4	48,106.6	4,904.8	16,348.5
AVG '18-'19	20.3	26.4	15.7	27.1	19.2	27.3	12.9	0.3	19.5	145.9	39,101.6	4,511.4	12,445.3
AVG '19-'20	20.1	24.4	15.4	25.6	18.6	27.2	12.7	6.1	18.9	399.3	41,168.9	3,775.2	11,460.0
AVG '20-'21	21.5	28.2	17.6	25.9	19.6	30.5	13.8	7.9	19.7	54.9	49,744.3	4,450.3	12,932.8
Jul-21	24.4	33.3	24.0	30.0	22.4	35.3	13.8	11.9	24.0	32.4	61,608.0	5,517.8	25,917.2
Aug-20	30.6	41.5	26.8	36.8	28.0	42.2	16.7	14.3	26.8	92.7	73,126.4	6,369.7	14,193.3
Sep-21	23.5	33.6	21.7	28.4	21.3	33.8	13.0	10.3	22.6	132.4	56,944.0	5,629.4	25,070.6
Oct-21	19.3	26.6	15.2	22.5	18.0	28.8	12.1	9.6	18.3	81.4	41,649.5	3,405.8	20,850.2
Nov-21	18.5	24.2	12.7	21.4	16.8	23.7	11.6	7.9	16.6	55.9	39,347.4	2,909.6	15,862.0
Dec-21	13.6	21.1	11.5	16.9	14.9	20.4	11	8.2	14.2	29.0	26,124.8	2,178.0	8,788.1
Jan-22	15.9	17.1	9.1	14.0	14.8	17.0	11.3	9.1	14.2	23.7	11,617.6	4,650.5	2,535.3
Feb-22	20.4	25.2	15.2	20.3	18.5	24.1	12.2	10.3	18.1	65.0	28,289.0	3,132.7	8,169.7
Mar-22	18.14	22.7	14.7	18.0	15.4	21.5	10.7	8.3	16.0	41.7	38,517.1	3,583.4	9,125.3
Apr-22	20.58	20.3	20.7	26.6	20.8	29.3	13.6	8.9	20.6	29.1	38,185.1	4,018.7	18,125.0
May-22													
Jun-22													
AVG '21-'22													

NOTE: AVG UNITS PER MONTH

WHOLESALE BUDGET vs PURCHASE

Water Year July 2021 through June 2022

3700 ACFT PROJECTION)





Engineering Committee Meeting Agenda

8:30 AM – 10:30 AM
May 5, 2022

- I. FY 22/23 Capital Projects review
- II. General Discussion



May 24, 2022

Board of Directors
Temescal Valley Water District

RE: General Manager's Report

Dear Board:

The following is a brief status report on several issues that I have been involved in since the last meeting.

- Water Supply Availability - Restrictions
 - New access to Local Water with Sterling Pump Station – Western Letter
 - 7-29-2021 Western's Water Resource Manager – indicated MWD has more water in storage than in any time in its history, approx. 3 million acre feet. As of now there is no pressure from MWD to restrict water demands. They will illustrate alignment with the Governor's request for 15% voluntary reduction with increased marketing for efficient water use and participation in rebate programs. Western will be rolling out a regional outreach effort in partnership with Eastern MWD, Inland Empire UA, and Valley District. We will make these messages/materials available to you when available.
 - 8-19-2021 MWD has a current message that requests a voluntary 15% reduction
 - 4-21-22 SWRCB – Zero SWP allocation possible/ new restrictions on outdoor irrigation possible/Western not reliant on SWP this water year –
 - Restriction on Ornamental Turf coming in June.
 - Possible requirement to go to Conservation Stage II in June
- Working on non-potable water supply improvements
 - Park Canyon Drive RW line – Property owner has agreed to build the RW line along Park Canyon to our existing pipeline from the sump well.
- Working on Conservation opportunities and RW/NP conversion locations
 - Reviewing all 2" potable irrigation meters for potential conversion to RW.
 - Map complete reviewing opportunities to convert to Non-potable or RW
- Working with Land Developers on water and sewer fees for multiple infill projects.
 - Deleo adjacent to Tom's Farms – no news
 - Retreat Infill – Kiley Court – Plans signed – new Will Serve sent
 - Temescal Canyon Road at Campbell Ranch Road – Taylor Morris purchased property, Received a construction meter for grading. Grading started. Signed plans for water, sewer, and RW. Grading continues. Sewer construction started.
 - Kiley Family Trust Property – Tract Map Stage - Public Hearing scheduled – W & S plans submitted – Requested water system study. Plans ready for signature

Temescal Valley Water District

22646 Temescal Canyon Road | Temescal Valley, CA 92883-4106 | tel: 951.277.1414 | fax: 951.277.1419
www.temescalvwd.com



- Amazon Fulfillment Center (Rinker Property) – Map Stage – Preliminary W & S plans reviewed
- Terramor CFD – CFD 4 annexation of Phase 2 completed - Constructing the WRF expansion. Annexation of final PA in Phase 2 completed – Working on Phase 3 Water, Sewer and RW plans. Working on second Bond issuance for IA 2. Bond Issuance for IA2 complete
- Annexation of IA3 is started.
- Terramor Review:
 - Phase 3 –Reviewed phase 3 water and sewer plans – ready for signature.
- Terramor Onsite Water, Sewer and RW improvements
 - Work continues Improvement Area 2 – Richmond America, Pardee and Pulte. Grading of Phase 3 pads will be complete in August. Developer currently building the upper zone booster.
- WRF 225K GPD upgrade
 - The WRF is finished – a few final punch warrantee items outstanding.
- New Storage Building
 - Received three prices on the building – above Cap budget amount - looking for ways to reduce the cost..
- AMI/AMR Meter Reading system upgrade
 - Research continues different data collection systems, software and meters.

Jeffery Pape

From: Melissa Matlock <MMatlock@wmwd.com>
Sent: Wednesday, May 18, 2022 1:36 PM
To: Jeffery Pape
Subject: RE: Annual Water Supply and Demand Assessment

Hi Jeff,

Thank you for the update. We will be showing the state a roll-up for our wholesale region. All demands are lower than the 105 TAF and the supplies should be able to accommodate your update.

Melissa Matlock, Ph.D., P.M.P

Water Resources Specialist II
p: 951.571.7260 | wmwd.com

Western Municipal Water District

14205 Meridian Parkway, Riverside, CA 92518

Securing Your Water Supply



From: Jeffery Pape <JeffP@temescalvwd.com>
Sent: Wednesday, May 18, 2022 1:32 PM
To: Melissa Matlock <MMatlock@wmwd.com>
Subject: RE: Annual Water Supply and Demand Assessment

Hi Melissa – With our current rate of growth TVWD is projecting purchasing 4130 ACFT from Western in FY 22/23. We are on track to purchase 3750 ACFT this Fiscal year ending June 30.

Thanks for allowing me to update.

Jeff R. Pape

General Manager
Temescal Valley Water District
Office: (951) 277-1414
Direct: (951) 667-6323
Email: jeffp@TemescalVWD.com
Website: TemescalVWD.com

From: Melissa Matlock <MMatlock@wmwd.com>
Sent: Wednesday, May 18, 2022 11:25 AM
To: Leo Ferrando <LFerrando@riversideca.gov>; pkalaria@evmwd.net; Jesus Gastelum <jgastelum@evmwd.net>; Jeff Sims <jsims@rcsd.org>; Jeffery Pape <JeffP@temescalvwd.com>; Jeff Kirschberg (kirschberg@ranchowater.com) <kirschberg@ranchowater.com>; Chad Blais <cblais@ci.norco.ca.us>; Don Hough <dhough@rhwco.com>; Chander

Letulle <cletulle@jcsd.us>; Kristian Alfelor <kristian.alfelor@coronaca.gov>; Melissa Estrada-Maravilla <Melissa.Estrada-Maravilla@CoronaCA.gov>

Cc: Ryan Shaw <RShaw@wmwd.com>; Sayer Pinto <spinto@wmwd.com>

Subject: RE: Annual Water Supply and Demand Assessment

Hello Everyone,

As a reminder, with Governor Newsom's [Executive Order N-7-22](#), a draft Annual Water Supply and Demand Assessment will need to be submitted prior to June 1, 2022. You will submit the draft via email to awsda@waterca.gov. The final will be submitted via an [online portal](#).

Metropolitan Water District has stated that those agencies that are not in State Water Project Dependent Areas can assume no supply restrictions for this next fiscal year. Therefore, Western's wholesale assessment will be using the aggregated Metropolitan Water District's annual Tier 1 allocation estimate from our 10-year Purchase order to show the state the available water supplies. Below is the estimated annual breakdown by agency. This breakdown is what Western's Board of Directors adopts annually.

Western's wholesale assessment is reporting supplies for Metropolitan's imported water, Arlington Desalter water, and Western's Chino Desalter water.

Please reach out if you have any questions or wish to update your numbers.

	All Deliveries
Agency	FY 2022-2023 AF
Corona	21,110.0
Norco	1,223.0
MWD	3.5
Elsinore	21,037.1
Temescal Valley	3,458.5
Riverside	1,912.9
Rancho	27,312.1
Eagle Valley	948.2
Western	28,777.7
Total	105,783.0

Melissa Matlock, Ph.D., P.M.P

Water Resources Specialist II
p: 951.571.7260 | wmwd.com

Western Municipal Water District

14205 Meridian Parkway, Riverside, CA 92518

Securing Your Water Supply



From: Melissa Matlock

Sent: Tuesday, March 15, 2022 11:42 AM

To: Leo Ferrando <LFerrando@riversideca.gov>; pkalaria@evmwd.net; Jesus Gastelum <jgastelum@evmwd.net>; Jeff Sims <jsims@rcsd.org>; Jeff Pape <jeffp@temescalvwd.com>; Jeff Kirschberg (kirschbergj@ranchowater.com) <kirschbergj@ranchowater.com>; Chad Blais <cblais@ci.norco.ca.us>; Don Hough <dough@rhwco.com>; Chander Letulle <cletulle@jcsd.us>; Kristian Alfelor <kristian.alfelor@coronaca.gov>; Melissa Estrada-Maravilla <Melissa.Estrada-Maravilla@CoronaCA.gov>

Cc: Ryan Shaw <RShaw@wmwd.com>; Sayer Pinto <spinto@wmwd.com>

Subject: Annual Water Supply and Demand Assessment

Hello Everyone,

On March 1, the California Department of Water Resources released their draft Annual Water Supply and Demand Assessment Guidance. The Annual Water Supply and Demand Assessment is to be conducted by urban water suppliers every year as required by California Water Code Section 10632 (a) and an Annual Water Shortage Assessment Report will be submitted annually on or before July 1.

I've attached the draft guidance and proposed tables for your review.

Western will be following up in April to coordinate the imported water supply numbers.

Please let us know if you need anything.

Melissa Matlock, Ph.D., P.M.P

Water Resources Specialist II

p: 951.571.7260 | wmwd.com

Western Municipal Water District

14205 Meridian Parkway, Riverside, CA 92518

Securing Your Water Supply



PROPOSED EMERGENCY REGULATION TEXT

Version: May 13, 2022

Title 23. Waters

Division 3. State Water Resources Control Board and Regional Water Quality Control Boards

Chapter 3.5. Urban Water Use Efficiency and Conservation

Article 2. Prevention of Drought Wasteful Water Uses

§ 996. Urban Drought Response Actions

(a) As used in this section:

(1) “Commercial, industrial and institutional” refers to commercial water users, industrial water users, and institutional water users as respectively defined in Water Code, section 10608.12, subdivisions (e), (i), and (j), and includes homeowners’ associations, common interest developments, community service organizations, and other similar entities but does not include the residences of these entities’ members or separate interests.

(2) “Common interest development” has the same meaning as in section 4100 of the Civil Code.

(3) “Community service organization or similar entity” has the same meaning as in section 4110 of the Civil Code.

(4) “Homeowners’ association” means an “association” as defined in section 4080 of the Civil Code.

(5) “Non-functional turf” means turf that is solely ornamental and not regularly used for human recreational purposes or for civic or community events. Non-functional turf does not include sports fields and turf that is regularly used for human recreational purposes or for civic or community events.

(6) “Separate interest” has the same meaning as in section 4185 of the Civil Code.

(7) “Turf” has the same meaning as in section 491.

(8) “Urban water supplier” has the same meaning as Water Code section 10617.

(9) “Water shortage contingency plan” means the plan required by Water Code section 10632.

- (b) Each urban water supplier shall submit to the Department of Water Resources a preliminary annual water supply and demand assessment consistent with section 10632.1 of the Water Code no later than June 1, 2022, and submit a final annual water supply and demand assessment to the Department of Water Resources no later than the deadline set by section 10632.1 of the Water Code.
- (c) (1) Each urban water supplier that has submitted a water shortage contingency plan to the Department of Water Resources shall implement by June 10, 2022, at a minimum, the demand reduction actions identified in the supplier's water shortage contingency plan adopted under Water Code 10632 for a shortage level of ten to twenty percent (Level 2).
- (2) Notwithstanding subdivision (1), urban water suppliers shall not be required to implement new residential connection moratoria pursuant to this section.
- (d) Each urban water supplier that has not submitted a water shortage contingency plan to the Department of Water Resources shall, by June 10, 2022, and continuing until the supplier has implemented the demand reduction actions identified in the supplier's water shortage contingency plan adopted under Water Code 10632 for a shortage level of ten to twenty percent (Level 2), implement at a minimum the following actions:
- (1) Initiate a public information and outreach campaign for water conservation and promptly and effectively reach the supplier's customers, using efforts such as email, paper mail, bill inserts, customer app notifications, news articles, websites, community events, radio and television, billboards, and social media.
- (2) Implement and enforce a rule or ordinance limiting landscape irrigation to no more than two days per week and prohibiting landscape irrigation between the hours of 10:00 a.m. and 6:00 p.m.
- (3) Implement and enforce a rule or ordinance banning, at a minimum, the water uses prohibited by section 995. Adoption of a rule or ordinance is not required if the supplier has authority to enforce, as infractions, the prohibitions in section 995 and takes enforcement against violations.
- (e) (1) To prevent the unreasonable use of water and to promote water conservation, the use of potable water is prohibited for the irrigation of non-functional turf at commercial, industrial, and institutional sites.
- (2) Notwithstanding subdivision (e)(1), the use of water is not prohibited by this section to the extent necessary to ensure the health of trees and other perennial non-turf plantings or to the extent necessary to address an immediate health and safety need.

- (f) The taking of any action prohibited in subdivision (e) is an infraction punishable by a fine of up to five hundred dollars (\$500) for each day in which the violation occurs. The fine for the infraction is in addition to, and does not supersede or limit, any other remedies, civil or criminal.
- (g) A decision or order issued under this section by the Board, or an officer or employee of the Board, is subject to reconsideration under article 2 (commencing with section 1122) of chapter 4 of part 1 of division 2 of the Water Code.

Authority: Section 1058.5, Water Code.

References: Article X, Section 2, California Constitution; Sections 4080, 4100, 4110, and 4185, Civil Code; Section 8627.7, Government Code; Sections 102, 104, 105, 275, 350, 491, 1122, 10608.12, 10617, 10632, and 10632.1, Water Code; *Light v. State Water Resources Control Board* (2014) 226 Cal.App.4th 1463; *Stanford Vina Ranch Irrigation Co. v. State of California* (2020) 50 Cal.App.5th 976.

May 19, 2022

Board of Directors
Temescal Valley Water District

Re: Water and Sewer Operations – April 2022

Dear Board Members:

Temescal Valley Water District operations personnel perform the following tasks on a regular and routine basis:

- Managed 326.36 acre-feet of water through system.
- Collected weekly potable water samples as required by the State Water Resources Control Board, Division of Drinking Water. Collected weekly and monthly wastewater samples as required by Regional Water Quality Control Board.
- Submitted monthly SMR to the Regional Water Quality Control Board for: Temescal Valley Wastewater Reclamation Facility.
- Submitted monthly report and 2nd Quarter Disinfection Byproducts Report to the State Water Resources Control Board, Division of Drinking Water for: TVWD distribution system monitoring.
- Meters read 6,449.
- 0 shut offs.
- Responded 104 service calls.
- Installed 13 meters for the various developers.
- Responded to 59 USA Dig Alerts to mark District underground utilities.

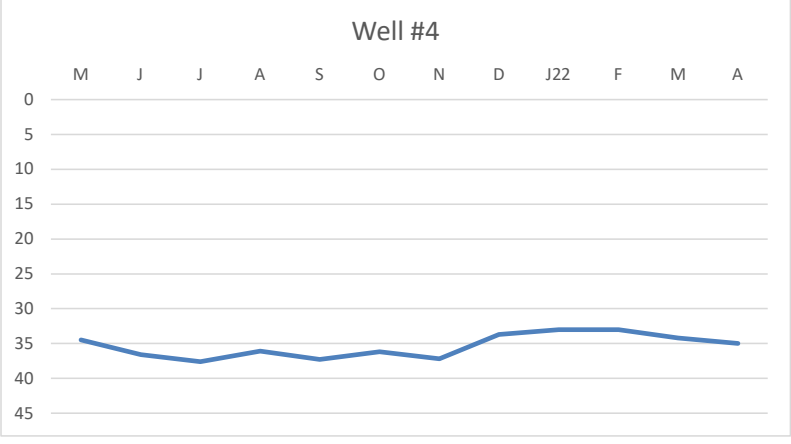
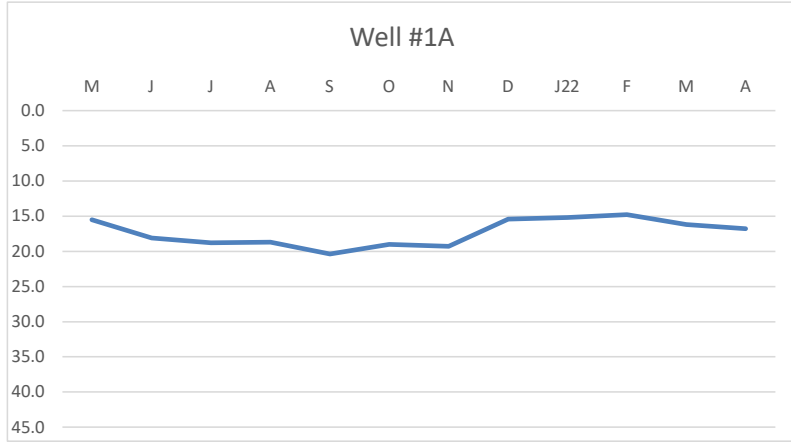
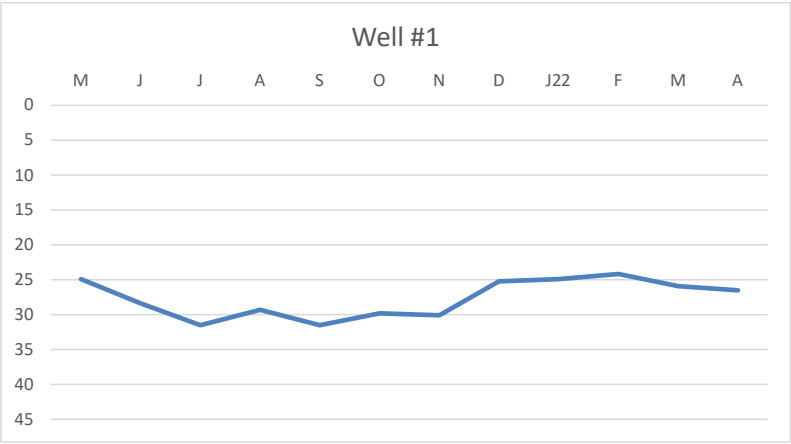
In addition to the above regular and routine tasks we also performed the following operational tasks.

- 0 loads of biosolids were hauled off this month.
- Annual maintenance of the district's potable water pumps at each station was performed.

- TVWD's generator fleet had its semi-annual service completed by an outside contractor.
- The Terramor Sewer Lift Station wet well was vacuored out and inspected. Temescal Canyon Road adjacent to the station was also cleaned.
- Quarterly HVAC maintenance of the districts air conditioning units completed.

Sincerely,

Paul Bishop, Superintendent



**TEMESCAL VALLEY WATER DISTRICT
ENGINEERING DEPARTMENT**

DISTRICT ENGINEER'S MONTHLY REPORT

Date: May 19, 2022
To: Jeff Pape, General Manager
From: Justin Scheidel, District Engineer
Subject: Engineering Activities Update for the Month of May 2022

Following is a summary of the status of current engineering projects:

PLAN CHECKING & DEVELOPER RELATED PROJECTS

Terramor (10555-17 Tracts 38051-1, 2, and 3): First plan check complete, waiting for second submittal.

Track 37155: Third plan check complete, waiting for fourth submittal.

AS-NEEDED ENGINEERING SERVICES **Status**

General Engineering Initiated During FY 2019/20

- Project 1401.2101: As-Needed Potable Water Engineering for FY 2021/22: No activity this month.
- Project 1401.2002: Wastewater Related Services for FY 2020/21: Conducted as-built research for various projects to be designed by developers and other municipalities.
- Project 1401.2103: Non-Potable Water Related Services for FY 2020/21: Development of the district engineering report and attendance of the District's board meeting.
- Project 1401.2104: Potable to No-Potable Conversion Studies: Printed maps to demonstrate potential location of meters to be converted to recycled water.
- Project 1401.2105: Potable Water Studies for FY 2020/21: No activity this month.
- Project 1401.2106: Wastewater Studies for FY 2020/21: No activity this month.

CAPITAL IMPROVEMENT PROJECTS **Status**

- Project 1401.1810: Dawson Canyon 1320 Potable Water Reservoir Design: Completed the 90% design submittal for the reservoir portion of the project. The preliminary alignment for the pipeline has been created and easement documents are currently being processed by the landowner for both the pipeline, and the reservoir site.

90% Design Complete

Project 1401.2008: DWR LAM Validation: Information regarding residential landscape acreage within the District has been submitted to DWR per their requirements. We have received the second batch of GIS information from DWR and are currently cross checking the data for accuracy.

50% Complete