

Supplementary Section



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Comprehensive Annual Financial Report
For the Fiscal Years Ended
June 30, 2020 and June 30, 2019





TRIUNFO
WATER & SANITATION DISTRICT

COMBINING
SUPPLEMENTARY SCHEDULES
FISCAL YEAR ENDED JUNE 30, 2020



TRIUNFO
WATER & SANITATION DISTRICT

TYPES OF OPERATIONS

Wastewater Operations – The Triunfo Water & Sanitation District owns, operates and maintains a wastewater collection system including piping; pump stations, force mains and pressure mains within its boundaries. The collection system delivers effluent to the Tapia Wastewater Reclamation Facility located in Los Angeles County. There is a joint partnership between the Triunfo Water & Sanitation District and the Las Virgenes Municipal Water District for the ownership and operation of this facility.

Recycled Water Operations – The District provides recycled water from Tapia through two pipelines to the communities of Oak Park, Lake Sherwood and North Ranch. The recycled water from Tapia travels through 5.4 miles of District retail recycled water lines to irrigate 7 parks, 6 schools, a golf course, 15 acres of landscaping and medians, and 16 homeowners associations. In hot summer months, local irrigation consumes all of the recycled water Tapia produces.

Potable Water Operations – Through the Oak Park Water Service (OPWS), the District provides potable water service to households in the community of Oak Park. The Oak Park community is mostly residential and is located at the eastern edge of the county.

TRIUNFO WATER & SANITATION DISTRICT

Combining Schedule of Net Position June 30, 2020

	<u>Wastewater</u>	<u>Recycled Water</u>	<u>Potable Water</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 6,439,942	\$ 3,382,640	\$ 4,030,839	\$ 13,853,421
Accrued interest receivable	52,456	-	2,344	54,800
Accounts receivable - water sales and services, net	-	704,337	432,239	1,136,576
Accounts receivable - sanitation fees	294,081	-	-	294,081
Accounts receivable - other, net	11,711	-	7,559	19,270
Advance deposits - investment-in-joint venture LVMWD/TSD	5,016,554	-	-	5,016,554
Water-in-storage inventory	-	-	23,558	23,558
Prepaid and other	36,961	22,348	19,379	78,688
Total current assets - unrestricted	<u>11,851,705</u>	<u>4,109,325</u>	<u>4,515,918</u>	<u>20,476,948</u>
Restricted current assets:				
Cash and cash equivalents	639,200	-	663,525	1,302,725
Total current assets - restricted	<u>639,200</u>	<u>-</u>	<u>663,525</u>	<u>1,302,725</u>
Total current assets - unrestricted and restricted	<u>12,490,905</u>	<u>4,109,325</u>	<u>5,179,443</u>	<u>21,779,673</u>
Non-current assets - capital assets, net				
Capital assets, net	6,940,578	12,650,564	15,928,451	35,519,593
Investment-in-joint venture LVMWD/TSD	32,295,857	-	-	32,295,857
Total non-current assets	<u>39,236,435</u>	<u>12,650,564</u>	<u>15,928,451</u>	<u>67,815,450</u>
Total assets	<u>51,727,340</u>	<u>16,759,889</u>	<u>21,107,894</u>	<u>89,595,123</u>
LIABILITIES				
Current liabilities:				
Payable from current assets:				
Accounts payable and accrued expenses	653,676	438,241	601,673	1,693,590
Accrued interest payable - loan	-	110,754	105,025	215,779
Loan payable - current portion	-	691,726	524,376	1,216,102
Developer refund agreements - current portion	-	-	27,254	27,254
Payable from current assets - unrestricted	<u>653,676</u>	<u>1,240,721</u>	<u>1,258,328</u>	<u>3,152,725</u>
Payable from restricted current assets:				
Customer deposits	36,000	-	56,835	92,835
Unearned revenue	603,200	-	4,690	607,890
Payable from restricted current assets	<u>639,200</u>	<u>-</u>	<u>61,525</u>	<u>700,725</u>
Total current liabilities - unrestricted and restricted	<u>1,292,876</u>	<u>1,240,721</u>	<u>1,319,853</u>	<u>3,853,450</u>
Non-current liabilities:				
Loans payable	-	9,125,139	6,230,232	15,355,371
Developer refund agreements	-	-	306,586	306,586
Total non-current liabilities	<u>-</u>	<u>9,125,139</u>	<u>6,536,818</u>	<u>15,661,957</u>
Total liabilities	<u>1,292,876</u>	<u>10,365,860</u>	<u>7,856,671</u>	<u>19,515,407</u>
NET POSITION				
Net investment in capital assets	6,940,578	2,833,699	8,840,003	18,614,280
Restricted:				
Conifer loan reserve requirement	-	-	602,000	602,000
Unrestricted	43,493,886	3,560,330	3,809,220	50,863,436
Total net position	<u>\$ 50,434,464</u>	<u>\$ 6,394,029</u>	<u>\$ 13,251,223</u>	<u>\$ 70,079,716</u>

TRIUNFO WATER & SANITATION DISTRICT

Combining Schedule of Revenues, Expenses, and Changes in Net Position For the Fiscal Year Ended June 30, 2020

	Wastewater	Recycled Water	Potable Water	Total
Operating revenues:				
Sanitation fees	\$ 9,752,279	\$ -	\$ -	\$ 9,752,279
Potable water sales	-	-	6,395,205	6,395,205
Recycled water sales	-	2,208,635	-	2,208,635
Water meter service fees	-	222,189	1,955,439	2,177,628
Connection fees	166,166	-	-	166,166
Other charges for services	39,408	28,515	83,170	151,093
Total operating revenues	9,957,853	2,459,339	8,433,814	20,851,006
Operating expenses:				
Wastewater treatment	4,120,929	-	-	4,120,929
Potable water purchased	-	-	3,436,768	3,436,768
Recycled water purchased	-	597,313	-	597,313
Professional services	803,361	38,602	94,498	936,461
Operations, management and admin	2,715,840	261,893	2,236,203	5,213,936
Total operating expenses	7,640,130	897,808	5,767,469	14,305,407
Operating income before depreciation	2,317,723	1,561,531	2,666,345	6,545,599
Depreciation and amortization	(347,904)	(394,199)	(763,238)	(1,505,341)
Operating income	1,969,819	1,167,332	1,903,107	5,040,258
Non-operating revenue (expense):				
Change in investment-in-joint venture LVMWD/TSD	(1,068,966)	-	-	(1,068,966)
Rental revenue - cellular antennas	-	-	181,379	181,379
Interest and investment earnings	295,891	-	17,378	313,269
Interest expense	-	(304,129)	(302,144)	(606,273)
Other income (expense),net	54,133	-	(27,369)	26,764
Central administration expense allocation	688,148	(178,649)	(509,499)	-
Total non-operating revenues, net	(30,794)	(482,778)	(640,255)	(1,153,827)
Change in net position	1,939,025	684,554	1,262,852	3,886,431
Net position, beginning of fiscal year	48,495,439	5,709,475	11,988,371	66,193,285
Net position, end of fiscal year	\$ 50,434,464	\$ 6,394,029	\$ 13,251,223	\$ 70,079,716

TRIUNFO WATER & SANITATION DISTRICT

Combining Schedule of Cash Flows For the Fiscal Year Ended June 30, 2020

	Wastewater	Recycled Water	Potable Water	Total
Cash flows from operating activities:				
Receipts from customers for water sales and services	\$ -	\$ 2,564,276	\$ 8,220,203	\$ 10,784,479
Receipts from customers for sanitation services	10,156,702	-	-	10,156,702
Receipts for other services	205,574	28,515	83,170	317,259
Payments to vendors for materials and services	(7,400,826)	(897,808)	(5,767,469)	(14,066,103)
Advance deposits - investment-in-joint venture LVMWD/TSD facility	(3,385,670)	-	-	(3,385,670)
Net cash provided by (used in) operating activities	<u>(424,220)</u>	<u>1,694,983</u>	<u>2,535,904</u>	<u>3,806,667</u>
Cash flows from capital and related financing activities:				
Principal paid on long-term debt	-	(671,503)	(530,077)	(1,201,580)
Interest paid on long-term debt	-	(310,768)	(308,739)	(619,507)
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>(982,271)</u>	<u>(838,816)</u>	<u>(1,821,087)</u>
Cash flows from non-capital financing activities:				
Transfers in (out)	688,148	(178,649)	(509,499)	-
Net cash provided by (used in) non-capital financing activities	<u>688,148</u>	<u>(178,649)</u>	<u>(509,499)</u>	<u>-</u>
Cash flows from investing activities:				
Proceeds from rental revenue - cellular antennas	-	-	181,379	181,379
Proceeds from interest and investment earnings	322,755	-	19,295	342,050
Net cash provided by investing activities	<u>322,755</u>	<u>-</u>	<u>200,674</u>	<u>523,429</u>
Net increase in cash and cash equivalents	586,683	534,063	1,388,263	2,509,009
Cash and cash equivalents (unrestricted and restricted, beginning of year)	<u>6,492,459</u>	<u>2,848,577</u>	<u>3,306,101</u>	<u>12,647,137</u>
Cash and cash equivalents (unrestricted and restricted, end of year)	<u>\$ 7,079,142</u>	<u>\$ 3,382,640</u>	<u>\$ 4,694,364</u>	<u>\$ 15,156,146</u>
Reconciliation of cash and cash equivalents to statement of net position:				
Cash and cash equivalents	\$ 6,439,942	\$ 3,382,640	\$ 4,030,839	\$ 13,853,421
Restricted cash and cash equivalents	639,200	-	663,525	1,302,725
Total cash and cash equivalents	<u>\$ 7,079,142</u>	<u>\$ 3,382,640</u>	<u>\$ 4,694,364</u>	<u>\$ 15,156,146</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	<u>\$ 1,969,819</u>	<u>\$ 1,167,332</u>	<u>\$ 1,903,107</u>	<u>\$ 5,040,258</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	347,904	394,199	763,238	1,505,341
Other non-operating income, net	54,133	-	(22,679)	31,454
Abandoned CIP projects	239,304	-	-	239,304
Changes in assets and liabilities:				
(Increase) decrease in net assets:				
Accounts receivable - water sales and services, net	-	(198,893)	(110,158)	(309,051)
Accounts receivable - sanitation fees	(23,409)	-	-	(23,409)
Accounts receivable - other, net	177,018	-	179,622	356,640
Water in-storage inventory	-	-	(4,752)	(4,752)
Prepaid and other	(7,405)	22	19	(7,364)
Advance deposits - investment-in-joint venture LVMWD/TSD facility	(3,385,670)	-	-	(3,385,670)
Increase (decrease) in liabilities:				
Accounts payable and accrued expenses	188,086	332,323	(178,488)	341,921
Customer deposits	16,000	-	5,995	21,995
Total adjustments	<u>(2,394,039)</u>	<u>527,651</u>	<u>632,797</u>	<u>(1,233,591)</u>
Net cash provided by (used in) operating activities	<u>\$ (424,220)</u>	<u>\$ 1,694,983</u>	<u>\$ 2,535,904</u>	<u>\$ 3,806,667</u>

TRIUNFO WATER & SANITATION DISTRICT

**Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2020**

	Budget	Actual	Variance
Operating revenues:			
Sanitation fees	\$ 9,818,732	\$ 9,752,279	\$ (66,453)
Potable water sales	6,306,989	6,395,205	88,216
Recycled water sales	2,776,756	2,208,635	(568,121)
Water meter service fees	2,151,160	2,177,628	26,468
Connection fees	70,000	166,166	96,166
Other charges for services	121,460	151,093	29,633
Total operating revenues	<u>21,245,097</u>	<u>20,851,006</u>	<u>(394,091)</u>
Operating expenses:			
Wastewater treatment	4,824,819	4,120,929	703,890
Potable water purchased	3,402,736	3,436,768	(34,032)
Recycled water purchased	714,625	597,313	117,312
Professional services	779,842	936,461	(156,619)
Operations, management and admin	5,955,439	5,213,936	741,503
Total operating expenses	<u>15,677,461</u>	<u>14,305,407</u>	<u>1,372,054</u>
Operating income before depreciation	5,567,636	6,545,599	977,963
Depreciation and amortization	<u>(1,497,496)</u>	<u>(1,505,341)</u>	<u>(7,845)</u>
Operating income	<u>4,070,140</u>	<u>5,040,258</u>	<u>970,118</u>
Non-operating revenue (expense)			
Change in investment-in-joint venture LVMWD/TSD	(3,053,302)	(1,068,966)	1,984,336
Rental revenue - cellular antennas	176,020	181,379	5,359
Interest and investment earnings	300,708	313,269	12,561
Interest expense	(619,507)	(606,273)	13,234
Other income (expenses), net	<u>-</u>	<u>26,764</u>	<u>26,764</u>
Total non-operating expenses, net	<u>(3,196,081)</u>	<u>(1,153,827)</u>	<u>2,042,254</u>
Change in net position	874,059	3,886,431	<u>3,012,372</u>
Net position, beginning	<u>66,193,285</u>	<u>66,193,285</u>	
Net position, ending	<u>\$ 67,067,344</u>	<u>\$ 70,079,716</u>	

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