

# Supplementary Section



Supplementary Section

Annual Comprehensive Financial Report  
For the Fiscal Years Ended  
June 30, 2021 and June 30, 2020



**TRIUNFO**  
WATER & SANITATION DISTRICT



**TRIUNFO**  
WATER & SANITATION DISTRICT

**COMBINING  
SUPPLEMENTARY SCHEDULES  
FISCAL YEAR ENDED JUNE 30, 2021**



**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** – 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, 2021

	Wastewater	Recycled Water	Potable Water	Total
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 10,093,898	\$ 4,384,976	\$ 5,504,686	\$ 19,983,560
Accrued interest receivable	16,529	-	544	17,073
Accounts receivable - water sales and services, net	-	781,754	455,993	1,237,747
Accounts receivable - sanitation fees	353,396	-	-	353,396
Accounts receivable - other, net	30,177	-	7,559	37,736
Advance deposits - investment-in-joint venture LVMWD/TWSD	2,453,224	-	-	2,453,224
Water-in-storage inventory	-	-	23,925	23,925
Prepaid and other	43,672	22,404	21,194	87,270
Total current assets - unrestricted	<u>12,990,896</u>	<u>5,189,134</u>	<u>6,013,901</u>	<u>24,193,931</u>
Restricted current assets:				
Cash and cash equivalents	643,200	-	672,915	1,316,115
Total current assets - restricted	<u>643,200</u>	<u>-</u>	<u>672,915</u>	<u>1,316,115</u>
Total current assets - unrestricted and restricted	<u>13,634,096</u>	<u>5,189,134</u>	<u>6,686,816</u>	<u>25,510,046</u>
Non-current assets - capital assets, net				
Capital assets, net	6,712,347	12,256,365	15,241,282	34,209,994
Investment-in-joint venture LVMWD/TWSD	32,620,366	-	-	32,620,366
Total non-current assets	<u>39,332,713</u>	<u>12,256,365</u>	<u>15,241,282</u>	<u>66,830,366</u>
<b>Total assets</b>	<u>52,966,809</u>	<u>17,445,499</u>	<u>21,928,098</u>	<u>92,340,406</u>
<b>LIABILITIES</b>				
Current liabilities:				
Payable from current assets:				
Accounts payable and accrued expenses	3,939,252	891,612	581,683	5,412,547
Accrued interest payable - loan	-	102,255	96,768	199,023
Loan payable - current portion	-	712,580	546,878	1,259,458
Developer refund agreements - current portion	-	-	27,254	27,254
Payable from current assets - unrestricted	<u>3,939,252</u>	<u>1,706,447</u>	<u>1,252,583</u>	<u>6,898,282</u>
Payable from restricted current assets:				
Customer deposits	40,000	-	66,085	106,085
Unearned revenue	603,200	-	4,830	608,030
Payable from restricted current assets	<u>643,200</u>	<u>-</u>	<u>70,915</u>	<u>714,115</u>
Total current liabilities - unrestricted and restricted	<u>4,582,452</u>	<u>1,706,447</u>	<u>1,323,498</u>	<u>7,612,397</u>
Non-current liabilities:				
Loans payable	-	8,412,559	5,683,354	14,095,913
Developer refund agreements	-	-	279,332	279,332
Total non-current liabilities	<u>-</u>	<u>8,412,559</u>	<u>5,962,686</u>	<u>14,375,245</u>
<b>Total liabilities</b>	<u>4,582,452</u>	<u>10,119,006</u>	<u>7,286,184</u>	<u>21,987,642</u>
<b>NET POSITION</b>				
Net investment in capital assets	6,712,347	3,131,226	8,704,464	18,548,037
Restricted:				
Conifer loan reserve requirement	-	-	602,000	602,000
Unrestricted	41,672,010	4,195,267	5,335,450	51,202,727
<b>Total net position</b>	<u>\$ 48,384,357</u>	<u>\$ 7,326,493</u>	<u>\$ 14,641,914</u>	<u>\$ 70,352,764</u>

# TRIUNFO WATER & SANITATION DISTRICT

## Combining Schedule of Revenues, Expenses, and Changes in Net Position For the Fiscal Year Ended June 30, 2021

	Wastewater	Recycled Water	Potable Water	Total
Operating revenues:				
Sanitation fees	\$ 11,204,741	\$ -	\$ -	\$ 11,204,741
Potable water sales	-	-	7,668,684	7,668,684
Recycled water sales	-	2,745,232	-	2,745,232
Water meter service fees	-	223,216	2,073,206	2,296,422
Connection fees	59,892	-	-	59,892
Other charges for services	42,927	-	23,873	66,800
	<u>11,307,560</u>	<u>2,968,448</u>	<u>9,765,763</u>	<u>24,041,771</u>
Total operating revenues				
Operating expenses:				
Wastewater treatment	5,995,456	-	-	5,995,456
Potable water purchased	-	-	3,864,442	3,864,442
Recycled water purchased	-	646,629	-	646,629
Professional services	320,221	7,332	33,113	360,666
Operations, management and admin	2,914,849	470,868	3,027,865	6,413,582
	<u>9,230,526</u>	<u>1,124,829</u>	<u>6,925,420</u>	<u>17,280,775</u>
Total operating expenses				
Operating income before depreciation	2,077,034	1,843,619	2,840,343	6,760,996
Depreciation and amortization	(329,479)	(394,199)	(687,169)	(1,410,847)
	<u>1,747,555</u>	<u>1,449,420</u>	<u>2,153,174</u>	<u>5,350,149</u>
Operating income				
Non-operating revenue (expense):				
Change in investment-in-joint venture LVMWD/TWSD	(4,737,936)	-	-	(4,737,936)
Rental revenue - cellular antennas	20	-	185,752	185,772
Interest and investment earnings	33,261	-	309	33,570
Interest expense	-	(282,047)	(278,928)	(560,975)
Other income (expense),net	914	-	1,554	2,468
Central administration expense allocation	906,079	(234,909)	(671,170)	-
	<u>(3,797,662)</u>	<u>(516,956)</u>	<u>(762,483)</u>	<u>(5,077,101)</u>
Total non-operating revenues, net				
Change in net position	(2,050,107)	932,464	1,390,691	273,048
Net position, beginning of fiscal year	<u>50,434,464</u>	<u>6,394,029</u>	<u>13,251,223</u>	<u>70,079,716</u>
Net position, end of fiscal year	<u>\$ 48,384,357</u>	<u>\$ 7,326,493</u>	<u>\$ 14,641,914</u>	<u>\$ 70,352,764</u>

# TRIUNFO WATER & SANITATION DISTRICT

## Combining Schedule of Cash Flows For the Fiscal Year Ended June 30, 2021

	Wastewater	Recycled Water	Potable Water	Total
Cash flows from operating activities:				
Receipts from customers for water sales and services	\$ -	\$ 3,344,346	\$ 9,706,908	\$ 13,051,254
Receipts from customers for sanitation services	14,398,303	-	-	14,398,303
Receipts for other services	102,819	-	23,873	126,692
Payments to vendors for materials and services	(9,230,526)	(1,124,829)	(6,925,420)	(17,280,775)
Advance deposits - investment-in-joint venture LVMWD/TWSD facility	(2,499,115)	-	-	(2,499,115)
Net cash provided by (used in) operating activities	<u>2,771,481</u>	<u>2,219,517</u>	<u>2,805,361</u>	<u>7,796,359</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(88,812)	-	-	(88,812)
Principal paid on long-term debt	-	(691,726)	(551,630)	(1,243,356)
Interest paid on long-term debt	-	(290,546)	(287,185)	(577,731)
Net cash provided by (used in) capital and related financing activities	<u>(88,812)</u>	<u>(982,272)</u>	<u>(838,815)</u>	<u>(1,909,899)</u>
Cash flows from non-capital financing activities:				
Transfers in (out)	906,079	(234,909)	(671,170)	-
Net cash provided by (used in) non-capital financing activities	<u>906,079</u>	<u>(234,909)</u>	<u>(671,170)</u>	<u>-</u>
Cash flows from investing activities:				
Proceeds from rental revenue - cellular antennas	20	-	185,752	185,772
Proceeds from interest and investment earnings	69,188	-	2,109	71,297
Net cash provided by investing activities	<u>69,208</u>	<u>-</u>	<u>187,861</u>	<u>257,069</u>
Net increase in cash and cash equivalents	3,657,956	1,002,336	1,483,237	6,143,529
Cash and cash equivalents (unrestricted and restricted, beginning of year)	<u>7,079,142</u>	<u>3,382,640</u>	<u>4,694,364</u>	<u>15,156,146</u>
Cash and cash equivalents (unrestricted and restricted, end of year)	<u>\$ 10,737,098</u>	<u>\$ 4,384,976</u>	<u>\$ 6,177,601</u>	<u>\$ 21,299,675</u>
Reconciliation of cash and cash equivalents to statement of net position:				
Cash and cash equivalents	\$ 10,093,898	\$ 4,384,976	\$ 5,504,686	\$ 19,983,560
Restricted cash and cash equivalents	643,200	-	672,915	1,316,115
Total cash and cash equivalents	<u>\$ 10,737,098</u>	<u>\$ 4,384,976</u>	<u>\$ 6,177,601</u>	<u>\$ 21,299,675</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	<u>\$ 1,747,555</u>	<u>\$ 1,449,420</u>	<u>\$ 2,153,174</u>	<u>\$ 5,350,149</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	329,479	394,199	687,169	1,410,847
Other non-operating income, net	914	-	1,694	2,608
Changes in assets and liabilities:				
(Increase) decrease in net assets:				
Accounts receivable - water sales and services, net	-	(77,417)	(23,754)	(101,171)
Accounts receivable - sanitation fees	(59,315)	-	-	(59,315)
Accounts receivable - other, net	(18,466)	-	-	(18,466)
Water in-storage inventory	-	-	(367)	(367)
Prepaid and other	(6,711)	(56)	(1,815)	(8,582)
Advance deposits - investment-in-joint venture LVMWD/TWSD facility	(2,499,115)	-	-	(2,499,115)
Increase (decrease) in liabilities:				
Accounts payable and accrued expenses	3,273,140	453,371	(19,990)	3,706,521
Customer deposits	4,000	-	9,250	13,250
Total adjustments	<u>1,023,926</u>	<u>770,097</u>	<u>652,187</u>	<u>2,446,210</u>
Net cash provided by (used in) operating activities	<u>\$ 2,771,481</u>	<u>\$ 2,219,517</u>	<u>\$ 2,805,361</u>	<u>\$ 7,796,359</u>



**TRIUNFO WATER & SANITATION DISTRICT**

**Budgetary Comparison Schedule  
For the Fiscal Year Ended June 30, 2021**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>Operating revenues</b>			
Sanitation fees	\$ 11,220,872	\$ 11,204,741	\$ (16,131)
Potable water sales	7,245,686	7,668,684	422,998
Recycled water sales	2,873,597	2,745,232	(128,365)
Water meter service fees	2,263,044	2,296,422	33,378
Connection fees	154,000	59,892	(94,108)
Other charges for services	144,847	66,800	(78,047)
Total operating revenues	<u>23,902,046</u>	<u>24,041,771</u>	<u>139,725</u>
<b>Operating expenses</b>			
Wastewater treatment	5,692,486	5,995,456	(302,970)
Potable water purchased	3,864,809	3,864,442	367
Recycled water purchased	623,345	646,629	(23,284)
Professional services	313,549	360,666	(47,117)
Operations, management and admin	6,502,755	6,413,582	89,173
Total operating expenses	<u>16,996,944</u>	<u>17,280,775</u>	<u>(283,831)</u>
Operating income before depreciation	6,905,102	6,760,996	(144,106)
Depreciation and amortization	<u>(1,439,723)</u>	<u>(1,410,847)</u>	<u>28,876</u>
Operating income	<u>5,465,379</u>	<u>5,350,149</u>	<u>(115,230)</u>
<b>Non-operating revenue (expense)</b>			
Change in investment-in-joint venture LVMWD/TWSD	(3,272,373)	(4,737,936)	(1,465,563)
Rental revenue - cellular antennas	181,768	185,772	4,004
Interest and investment earnings	253,581	33,570	(220,011)
Interest expense	(561,030)	(560,975)	55
Other income (expenses), net	<u>-</u>	<u>2,468</u>	<u>2,468</u>
Total non-operating expenses, net	<u>(3,398,054)</u>	<u>(5,077,101)</u>	<u>(1,679,047)</u>
Change in net position	2,067,325	273,048	<u>\$ (1,794,277)</u>
Net position, beginning of fiscal year	<u>70,079,716</u>	<u>70,079,716</u>	
Net position, ending of fiscal year	<u>\$ 72,147,041</u>	<u>\$ 70,352,764</u>	

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