

**REGULAR MEETING
OF
CACHUMA OPERATION AND MAINTENANCE BOARD**

**3301 Laurel Canyon Road
Santa Barbara, CA 93105**

Monday, January 28, 2013

2:00 P.M.

AGENDA

- 1. CALL TO ORDER, ROLL CALL**
- 2. PUBLIC COMMENT** (Public may address the Board on any subject matter not on the agenda and within the Board's jurisdiction. See "Notice to the Public" below. Please make your comments from the podium once acknowledged by the President of the Board.)
- 3. CONSENT AGENDA** (All items on the Consent Agenda are considered to be routine and will be approved or rejected in a single motion. Any item placed on the Consent Agenda may be removed and placed on the Regular Agenda for discussion and possible action upon the request of any Board Member.)
Action: Recommend Approval of Consent Agenda
 - a. Minutes December 17, 2012 Regular Board Meeting, and December 14, 2012, December 21, 2012, and January 02, 2013 Special Board Meetings
 - b. Investment of Funds
 - Financial Reports
 - Investment Reports
 - c. Payment of Claims
- 4. REPORT FROM THE AUDITOR FOR FISCAL YEAR 2011-2012**
Action: Recommend Acceptance by Motion and Vote of the Board
- 5. APPOINTMENT OF SECRETARY OF THE BOARD, ACWA/JPIA REPRESENTATIVE AND ALTERNATE REPRESENTATIVE**
Action: Recommend Appointment by Motion and Vote of the Board
- 6. PROPOSED RESOLUTIONS REGARDING BANK ACCOUNTS**
Action: Recommend Approval by Roll Call Vote on One Motion Unless Member Requests Separate Consideration
 - a. Resolution No. 556 Establishing a Supplemental Account Agreement for Telephone Transfers
 - b. Resolution No. 557 Authorizing Signatories for Revolving Fund Account at Santa Barbara Bank and Trust

- c. Resolution No. 558 Authorizing Investment of Monies in the Local Agency Investment Fund
 - d. Resolution No. 559 Authorizing Signatories for General Fund Account at Santa Barbara Bank & Trust
 - e. Resolution No. 560 Authorizing Signatories for Trust Fund and Renewal Fund Accounts at Santa Barbara Bank and Trust
7. **APPOINTMENT OF BOARD STANDING COMMITTEES**
- a. Board Committees are appointed by the Board President
8. **CONSIDER APPROVAL OF CALIFORNIA DEPARTMENT OF FISH AND WILDLIFE LETTER REGARDING SHARING DATA**
Action: Recommend Approval by Motion and Vote of the Board
9. **REPORTS FROM BOARD COMMITTEES**
- a. Administrative Committee Meeting, January 16, 2013
 - b. Ad Hoc Oak Tree Meeting, January 22, 2013
 - c. Ad Hoc Transition/General Manager Recruitment Committee
10. **GENERAL MANAGER RECRUITMENT PROCESS**
Action: Board to discuss recruitment process and approve recruitment materials
11. **INTERIM GENERAL MANAGER REPORT**
12. **PROGRESS REPORT ON CACHUMA LAKE OAK TREE PROGRAM**
13. **REPORT ON MODIFIED SCC UPPER REACH RELIABILITY PROJECT**
14. **REPORT ON QUIOTA CREEK CROSSING 7 FISH PASSAGE IMPROVEMENT PROJECT**
15. **CONVEYANCE SYSTEM OPERATIONS PROGRAM REPORT**
16. **FISHERIES PROGRAM REPORT**
17. **MONTHLY CACHUMA PROJECT REPORTS**
- a. Cachuma Reservoir Current Conditions
 - b. Lake Cachuma Quagga Survey
18. **DIRECTORS' REQUESTS FOR AGENDA ITEMS FOR NEXT MEETING**
19. **[CLOSED SESSION]:**
- a. CONFERENCE WITH LABOR NEGOTIATORS [Government Code Section 54957.6]

Agency Representatives For Labor Negotiations: Board Ad Hoc
Transition/General Manager Recruitment Committee [Beebe,
Hanson]

Unrepresented Employee: Interim General Manager

- b. PUBLIC EMPLOYEE APPOINTMENT/EMPLOYMENT
[Government Code Section 54957]
Title: General Manager
 - c. CONFERENCE WITH LEGAL COUNSEL --- ANTICIPATED
LITIGATION
Significant exposure to Litigation Pursuant to Government Code
Section 54956.9(b): one case
20. RECONVENE INTO OPEN SESSION [Government Code Section
54957.7]
Disclosure of actions taken in closed session, as applicable
[Government Code Section 54957.1]
21. INTERIM GENERAL MANAGER COMPENSATION
Action: Approval of compensation for Interim General Manager
22. MEETING SCHEDULE
- February 25, 2013 at 2:00 P.M., COMB Office
 - Board Packages Available on COMB Website
www.cachuma-board.org
23. COMB ADJOURNMENT

NOTICE TO PUBLIC

Posting of Agenda: This agenda was posted at COMB's offices, located at 3301 Laurel Canyon Road, Santa Barbara, California, 93105 and on COMB's website, in accordance with Government Code Section 54954.2. The agenda contains a brief general description of each item to be considered by the Governing Board. The Board reserves the right to modify the order in which agenda items are heard. Copies of staff reports or other written documents relating to each item of business are on file at the COMB offices and are available for public inspection during normal business hours. A person with a question concerning any of the agenda items may call COMB's General Manager at (805) 687-4011.

Written materials: In accordance with Government Code Section 54957.5, written materials relating to an item on this agenda which are distributed to the Governing Board less than 72 hours (for a regular meeting) or 24 hours (for a special meeting) will be made available for public inspection at the COMB offices during normal business hours. The written materials may also be posted on COMB's website subject to staff's ability to post the documents before the scheduled meeting.

Public Comment: Any member of the public may address the Board on any subject within the jurisdiction of the Board that is not scheduled for as an agenda item before the Board. The total time for this item will be limited by the President of the Board. The Board is not responsible for the content or accuracy of statements made by members of the public. No action will be taken by the Board on any Public Comment item.

Americans with Disabilities Act: in compliance with the Americans with Disabilities Act, if you need special assistance to review agenda materials or participate in this meeting, please contact the Cachuma Operation and Maintenance Board office at (805) 687-4011 at least 48 hours prior to the meeting to enable the Board to make reasonable arrangements.

Note: If you challenge in court any of the Board's decisions related to the listed agenda items you may be limited to raising only those issues you or someone else raised at any public hearing described in this notice or in written correspondence to the Governing Board prior to the public hearing.

**MINUTES OF A REGULAR MEETING
of the
CACHUMA OPERATION & MAINTENANCE BOARD**

**held at
3301 Laurel Canyon Road, Santa Barbara, CA
Monday, December 17, 2012**

1. Call to Order, Roll Call

The meeting was called to order at 2:03 p.m. by President Lauren Hanson who chaired the meeting. Those in attendance were:

Directors present:

Lauren Hanson	Goleta Water District
Matt Roberts	Carpinteria Valley Water District
Doug Morgan	Montecito Water District
Dennis Beebe	SYR Water Conservation District, ID No. 1
Dale Francisco	City of Santa Barbara

Others present:

Bruce Mowry	Tony Trembley
Charles Hamilton	Tim Robinson
Karen Carroll	Adelle Capponi
Janet Gingras	Ruth Snodgrass
Chris Dahlstrom	Sonia Fernandez
David Baum	Douglas DeFlitch
Nick Zaninovich	Kim Chisholm
Tom Brown	

2. Public Comment

There were no comments from the Public.

3. Consent Agenda

- a. **Minutes:**
November 19, 2012 Regular Board Meetings

- b. **Investment Funds**
Financial Report
Investment Report

- c. **Payment of Claims**

Director Beebe moved to approve the consent agenda, seconded by Director Francisco, passed 7/0/0.

4. Consider Approval of Resolution No. 555, 2013 Board Meeting Schedule

The approval of Resolution No. 555 would establish the regular Board meeting dates for calendar year 2013.

Director Beebe moved to approve Resolution No. 555, seconded by Director Francisco, the motion passed by a roll call vote:

Ayes: Beebe, Francisco, Hanson, Roberts, Morgan

Nays: None

Absent/Abstain: None

5. Report From Board Committees

a. Fisheries Board Committee Meetings, November 27, 2012 and December 12, 2012

Director Beebe reported on the Fisheries Board Committee meetings. The meeting held on November 27th was for a final review of the 2010 Annual Monitoring report. The committee provided comments which were incorporated in the report before submitting it to Reclamation. The December 12th meeting was spent mostly discussing the sharing of data with CDFG in regards to their DIDSON system used for monitoring fish migration. CDFG has requested that our current data from fish trapping be released to them so they could verify the accuracy of their new system. This will come back to the Board in the form of a letter for Board consideration. The committee also discussed a grant for riparian corridor fencing to prevent cattle from reaching the creek in certain areas in order to protect steelhead habitat.

6. Progress Report on Cachuma Lake Oak Tree Program

The monthly report prepared by Tim Robinson and Scott Volan was included in the board packet.

The ad hoc committee has been appointed for the Oak Tree Program which would include Director Morgan, Chair and Director Beebe, member.

7. Report on Modified SCC Upper Reach Reliability Project

David Baum presented a photo overview of the project; the completion date is expected to be January 11, 2013.

Tom Brown, landowner and Charles Hamilton, CVWD General Manager made comments.

8. Report on Quiota Creek Crossing 7 Fish Passage Improvement Project

Tim Robinson had a photo presentation of the Quiota Creek Crossing 7 Project. The project began 9/4/2012, the stream was allowed to flow on 10/18/2012, the Refugio Road was reopened on 11/16/2012 and the project was successfully completed on 11/20/2012.

9. Conveyance System Operations Program Report

The December Conveyance System Operations Program report by David Baum was included in the board packet. Bruce Mowry highlighted the preparation for the Tecolote Tunnel Inspection to be held on December 19, 2012.

10. Fisheries Program Report

Tim Robinson highlighted the monthly report on the Fisheries Program. Mr. Robinson reported that two grants have been submitted for the construction cost of the Quiota Creek Crossing 1 project, staff has met with the CDFG grants coordinator regarding Crossing 0 and COMB staff is waiting for the revisions from HDR for the Jalama Road Fish Ladder modification. Staff also participated in a Santa Ynez Charter School field trip to the Santa Ynez River.

11. Tri County Fish Team Meeting December 4, 2012

The draft forum agenda for the Tri County Fish Team was included in the board packet.

12. Reports From the Manager

a. Cachuma Water Reports

The monthly reports were included in the board packet.

b. Cachuma Reservoir Current Conditions

The Lake Cachuma Daily Operations report through December 10, 2012 was included in the board packet.

c. Lake Cachuma Quagga Survey

The County's summary of Aquatic Invasive Species Inspection Program for November 2012 was included in the board packet.

d. COMB Activities

General Manager Bruce Mowry had nothing to add to his report.

13. Directors' Request for Agenda Items for Next Meeting

Director Beebe requested that the 'unaccounted for water' be added to a future agenda.

Director Morgan requested the benefits program for future hires be added to an agenda after the Administrative Committee has prepared a proposed plan.

14. [Closed Session]:

a. Conference with Legal Counsel – Anticipated Litigation

Significant Exposure to Litigation (Government Code 54956.9): One Case (November 9, 2012 Government Claim of Andrew and Jessica Brown)

Tony Trembley announced that the Board would adjourn into closed session, conference with legal counsel to discuss Item 14a.

The Board took a break at 3:35 p.m.

The Board entered into closed session at 3:42 p.m. and came out of closed session at 4:00 p.m.

In accordance with Government Code Section 54957.1, the report of action taken in closed session was:

On a vote of 6/0/1, Director Beebe abstained, the Governing Board adopted the following motion: "The Governing Board hereby rejects the November 9, 2012 claim of Andrew and Jessica Brown for Breach of Right of Entry and Revocable License Agreement, and directs COMB staff to provide written notice of the rejection of the claim to claimants' attorney in accordance with Government Code Section 913."

15. Meeting Schedule

- The next regular Board meeting will be held January 28, 2013 at 2:00 P.M.
- The Agendas and Board Packets are available on the COMB website, www.cachuma-board.org

16. COMB Adjournment

There being no further business, the meeting was adjourned at 4:00 p.m.

Respectfully submitted,

Secretary of the Board

APPROVED:

Lauren Hanson, President of the Board

Approved _____
Unapproved _____ ✓

**MINUTES OF A SPECIAL MEETING
of the
CACHUMA OPERATION & MAINTENANCE BOARD**

held at
3301 Laurel Canyon Road
Santa Barbara, CA

Friday, December 14, 2012

Note: This is a special meeting of the Governing Board called in accordance with Government Code Section 54956. Other than the listed agenda items, no other business will be conducted by the Governing Board.

1. Call to Order, Roll Call

The meeting was called to order at 4:02 p.m. by President Lauren Hanson, who chaired the meeting. Those in attendance were:

Directors Present:

Lauren Hanson	Goleta Water District
Doug Morgan	Montecito Water District
Matthew Roberts	Carpinteria Valley Water District
Dennis Beebe	SYR Conservation Dist ID#1
Dale Francisco	City of Santa Barbara

Others present

Bruce Mowry	Tony Trembley
Ruth Snodgrass	David Baum
Charles Hamilton	Tim Robinson
Francisco Bautista	

2. Public Comment

Charles Hamilton, General Manager, Carpinteria Valley Water District made comments on the need for significant organizational development and culture change at COMB before "Public Employee Discipline/Dismissal/Release" action is taken. He also submitted a letter to the Board reflecting his comments.

Francisco Bautista commented on his professional relationship with Bruce Mowry and his support for Mr. Mowry.

Letters submitted to the Board were from:

Nick Zaninovich, Chief, Operations Division, US Bureau of Reclamation

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Jim Blois, President, Blois Construction, Inc.
David Baum, Senior Engineer, COMB
Charles Hamilton, General Manager, Carpinteria Valley Water District

**3. [Closed Session]
Public Employee Discipline/Dismissal/Release [Government Code Section 54957]**

Counsel Tony Trembley announced that the Board would go into closed session addressing Item #3 of the agenda.

The Board went into closed session at 4:12 p.m. and came out of closed session at 6:07 p.m. There was no action to report out of closed session.

4. COMB Adjournment

There being no further business, the meeting was adjourned at 6:07 p.m.

Respectfully submitted,

Secretary of the Board

APPROVED:

Lauren Hanson, President of the Board

Approved _____

Unapproved _____ ✓

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**MINUTES OF A SPECIAL MEETING
of the
CACHUMA OPERATION & MAINTENANCE BOARD**

held at
3301 Laurel Canyon Road
Santa Barbara, CA

Friday, December 21, 2012

NOTICE: This Meeting shall include teleconferencing as authorized and in accordance with Government Code section 54953. The teleconferencing will take place at the COMB Board room at 3301 Laurel Canyon Road, Santa Barbara, CA 93105 and at 28110 Montereina Drive, Rancho Palos Verdes, CA 90275. This agenda will be posted at the teleconferencing locations, which will be accessible to the public.

Note: This is a special meeting of the Governing Board called in accordance with Government Code Section 54956. Other than the listed agenda items, no other business will be conducted by the Governing Board.

1. Call to Order, Roll Call

The meeting was called to order at 4:14 p.m. by President Lauren Hanson, who chaired the meeting. Those in attendance were:

Directors Present:

Lauren Hanson	Goleta Water District
Doug Morgan (via teleconference)	Montecito Water District
Matthew Roberts	Carpinteria Valley Water District
Dennis Beebe	SYR Conservation Dist ID#1
Dale Francisco	City of Santa Barbara

Others present

Kristine Kwong	Janet Gingras
David Baum	Charles Hamilton
Sonia Fernandez	Tim Robinson
Adelle Capponi	Tom Brown

2. Public Comment

There were no comments from the public.

3. [Closed Session]

Public Employee Discipline/Dismissal/Release [Government Code Section 54957]

President Hanson announced that the Board would go into closed session addressing Item #3 of the agenda, Public Employee Discipline/Dismissal/Release [Government Code Section 54957].

Comments were made on this item by Tom Brown, Charles Hamilton, Sonia Fernandez.

The Board went into closed session at 4:25 p.m. and came out of closed session at 5:15 p.m. Report of action taken in closed session: the Board voted 6/1/0 (Ayes – Board Members Beebe, Francisco, Hanson, Morgan; Nay – Roberts) to terminate the employment of General Manager Bruce Mowry, effective immediately.

4. COMB Adjournment

There being no further business, the meeting was adjourned at 5:16 p.m.

Respectfully submitted,

Secretary of the Board

APPROVED:

Lauren Hanson, President of the Board

Approved _____

Unapproved _____

ITEM # 3a

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**MINUTES OF A SPECIAL MEETING
of the
CACHUMA OPERATION & MAINTENANCE BOARD**

held at
3301 Laurel Canyon Road
Santa Barbara, CA

Wednesday, January 2, 2013

Note: This is a special meeting of the Governing Board called in accordance with Government Code Section 54956. Other than the listed agenda items, no other business will be conducted by the Governing Board.

1. Call to Order, Roll Call

The meeting was called to order at 11:00 a.m. by President Lauren Hanson, who chaired the meeting. Those in attendance were:

Directors Present:

Lauren Hanson	Goleta Water District
Doug Morgan	Montecito Water District
Alonzo Orozco	Carpinteria Valley Water District
Dennis Beebe	SYR Conservation Dist ID#1
Dale Francisco	City of Santa Barbara

Others present

Tony Trembley	Kristine Kwong (via phone)
Charles Hamilton	Janet Gingras
Tim Robinson	Ruth Snodgrass

2. Public Comment

There were no comments from the public.

3. [Closed Session]

a. Public Employment/Public Employee Appointment [Govt. Code Sec 54957]

Title: Interim General Manager

b. Public Employment/Public Employee Appointment [Govt. Code Sec. 54957]

Title: General Manager

c. Conference With Legal Counsel: Anticipated Litigation
Significant exposure to litigation pursuant to Govt. Code Sec. 54956.9(b): one case

Counsel Tony Trembley announced that the Board would adjourn into closed session regarding Item #3, a, b, and c. Item c was noted by Counsel as a matter concerning the termination of employment of the prior General Manager, Bruce Mowry.

The Board went into closed session at 11:02 a.m. and came out of closed session at 12:17 p.m. The report out of closed session with regard to item #3a: On a 7/0/0 vote, the Board appointed Janet Gingras as Interim General Manager effective immediately. The Board will discuss the Interim General Manager's compensation at its next regular Board meeting.

4. COMB Adjournment

There being no further business, the meeting was adjourned at 12:18 p.m.

Respectfully submitted,

Secretary of the Board

APPROVED:

Lauren Hanson, President of the Board

Approved _____

Unapproved _____ ✓

1/23/2013

Accrual Basis

COMB
Statement of Net Assets
As of December 31, 2012

ASSETS

Current Assets

Checking/Savings

TRUST FUNDS

1210 · WARREN ACT TRUST FUND 25,403.57

1220 · RENEWAL FUND 127,144.70

Total TRUST FUNDS 152,548.27

1050 · GENERAL FUND 1,126,207.04

1100 · REVOLVING FUND 113,587.98

Total Checking/Savings 1,392,343.29

Other Current Assets

1010 · PETTY CASH 400.00

1200 · LAIF 3,875.52

1303 · Bradbury SOD Act Assmnts Rec 70,212.00

1304 · Lauro Dam SOD Assesmnt Rec 12,640.00

1305 · ACCRUED INTEREST RECEIVABLE 68.44

1308 · Prop 50 Grant Receivable 309,639.79

1400 · PREPAID INSURANCE 15,192.72

Total Other Current Assets 412,028.47

Total Current Assets 1,804,371.76

Fixed Assets

1500 · VEHICLES 444,890.47

1505 · OFFICE FURN & EQUIPMENT 384,565.63

1510 · MOBILE OFFICES 97,803.34

1515 · FIELD EQUIPMENT 493,184.33

1525 · PAVING 22,350.00

1550 · ACCUMULATED DEPRECIATION -1,199,075.89

Total Fixed Assets 243,717.88

Other Assets

1910 · LT Bradbury SOD Act Assess Rec 5,487,041.07

1920 · LT Lauro SOD Act Assess Rec 983,798.00

Total Other Assets 6,470,839.07

TOTAL ASSETS 8,518,928.71

1/23/2013

Accrual Basis

COMB
Statement of Net Assets
As of December 31, 2012

LIABILITIES & NET ASSETS

Liabilities

Current Liabilities

Accounts Payable

2200 · ACCOUNTS PAYABLE

1,380,934.10

Total Accounts Payable

1,380,934.10

Other Current Liabilities

Payroll-DepPrm Admin

52.31

Payroll-DepPrm FD

2.31

Payroll-DepPrm Ops

34.24

2550 · VACATION/SICK

92,114.03

2561 · BRADBURY DAM SOD ACT

70,212.62

2562 · SWRCB - WATER RIGHTS FEE

-0.10

2563 · LAURO DAM SOD ACT

12,640.00

2565 · ACCRUED INTEREST SOD ACT

87,008.00

2590 · DEFERRED REVENUE

152,548.27

Total Other Current Liabilities

414,611.68

Total Current Liabilities

1,795,545.78

Long Term Liabilities

2602 · LT SOD Act Liability-Bradbury

5,487,041.07

2603 · LT SOD Act Liability - Lauro

981,823.00

2604 · OPEB LT Liability

254,623.00

Total Long Term Liabilities

6,723,487.07

Total Liabilities

8,519,032.85

NET ASSETS

3901 · Retained Net Assets

-174,941.02

Net Income

174,836.88

Total Net Assets

-104.14

TOTAL LIABILITIES & NET ASSETS

8,518,928.71

Cachuma Operations & Maintenance Fund
Statement of Revenues and Expenditures
 Budget vs. Actuals - July 2012-Jun 2013

	Fisheries			Operations			TOTAL		
	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget
Income									
3000 REVENUE									
3001 - O&M Budget (Qtrly Assessments)	533,050.19	813,727.00	65.51%	2,303,023.50	3,147,450.00	73.17%	2,836,073.69	3,961,177.00	71.6%
3008 - Warren Act	43,559.00	43,559.00	100.0%	0.00	0.00	0.00%	43,559.00	43,559.00	100.0%
3007 - Renewal Fund	102,786.72	219,770.00	46.77%	0.00	0.00	0.00%	102,786.72	219,770.00	46.77%
3010 - Interest Income	0.00	0.00	0.00%	240.74	0.00	0.00%	240.74	0.00	0.00%
3020 - Misc Income	0.00	0.00	0.00%	1,634.80	0.00	0.00%	1,634.80	0.00	0.00%
3021 - Grant Income	0.00	840,419.00	0.0%	303,568.00	2,000,000.00	15.18%	303,568.00	2,000,000.00	15.18%
3023 - Prop 50 Grant Income	0.00	0.00	0.0%	0.00	0.00	0.00%	0.00	0.00	0.0%
3035 - Cachuma Project Betterment Fund	0.00	90,000.00	0.0%	2,608,467.04	5,147,450.00	50.69%	3,287,862.95	7,154,925.00	45.95%
Total 3000 REVENUE	679,395.91	2,007,475.00	33.84%	2,608,467.04	5,147,450.00	50.69%	3,287,862.95	7,154,925.00	45.95%
Total Income	679,395.91	2,007,475.00	33.84%	2,608,467.04	5,147,450.00	50.69%	3,287,862.95	7,154,925.00	45.95%
Gross Profit	679,395.91	2,007,475.00	33.84%	2,608,467.04	5,147,450.00	50.69%	3,287,862.95	7,154,925.00	45.95%
Expenses									
3100 - LABOR - OPERATIONS									
Total 3100 - LABOR - OPERATIONS	397,135.24	822,944.00	48.26%	397,135.24	822,944.00	48.26%	397,135.24	822,944.00	48.26%
3200 VEH & EQUIPMENT									
3201 - Vehicle/Equip Mice	14,851.51	30,000.00	49.51%	14,851.51	30,000.00	49.51%	14,851.51	30,000.00	49.51%
3202 - Fixed Capital	1,383.35	15,000.00	9.22%	1,383.35	15,000.00	9.22%	1,383.35	15,000.00	9.22%
3203 - Equipment Rental	1,220.32	5,000.00	24.41%	1,220.32	5,000.00	24.41%	1,220.32	5,000.00	24.41%
3204 - Miscellaneous	2,200.57	5,000.00	44.01%	2,200.57	5,000.00	44.01%	2,200.57	5,000.00	44.01%
Total 3200 VEH & EQUIPMENT	19,655.75	55,000.00	35.74%	19,655.75	55,000.00	35.74%	19,655.75	55,000.00	35.74%
3300 - CONTRACT LABOR									
3301 - Conduit, Meter, Valve & Misc	245.00	20,000.00	1.23%	245.00	20,000.00	1.23%	245.00	20,000.00	1.23%
3302 - Buildings & Roads	6,513.02	20,000.00	32.57%	6,513.02	20,000.00	32.57%	6,513.02	20,000.00	32.57%
3303 - Reservoirs	1,943.00	10,000.00	19.43%	1,943.00	10,000.00	19.43%	1,943.00	10,000.00	19.43%
3304 - Engineering, Misc Services	0.00	10,000.00	0.0%	0.00	10,000.00	0.0%	0.00	10,000.00	0.0%
Total 3300 - CONTRACT LABOR	8,701.02	60,000.00	14.5%	8,701.02	60,000.00	14.5%	8,701.02	60,000.00	14.5%
3400 - MATERIALS & SUPPLIES									
3401 - Conduit, Meter, Valve & Misc	15,231.81	25,000.00	60.93%	15,231.81	25,000.00	60.93%	15,231.81	25,000.00	60.93%
3402 - Buildings & Roads	3,650.86	15,000.00	24.34%	3,650.86	15,000.00	24.34%	3,650.86	15,000.00	24.34%
3403 - Reservoirs	398.36	10,000.00	3.98%	398.36	10,000.00	3.98%	398.36	10,000.00	3.98%
Total 3400 - MATERIALS & SUPPLIES	19,281.03	50,000.00	38.56%	19,281.03	50,000.00	38.56%	19,281.03	50,000.00	38.56%
3500 - OTHER EXPENSES									
3501 - Utilities	4,066.50	7,000.00	58.09%	4,066.50	7,000.00	58.09%	4,066.50	7,000.00	58.09%
3502 - Uniforms	456.59	6,000.00	7.61%	456.59	6,000.00	7.61%	456.59	6,000.00	7.61%
3503 - Communications	10,024.40	18,000.00	55.69%	10,024.40	18,000.00	55.69%	10,024.40	18,000.00	55.69%
3504 - USA & Other Services	1,285.75	4,000.00	32.14%	1,285.75	4,000.00	32.14%	1,285.75	4,000.00	32.14%
3505 - Miscellaneous	3,566.77	8,000.00	44.59%	3,566.77	8,000.00	44.59%	3,566.77	8,000.00	44.59%
3508 - Training	434.28	3,000.00	14.48%	434.28	3,000.00	14.48%	434.28	3,000.00	14.48%
Total 3500 - OTHER EXPENSES	19,834.29	46,000.00	43.12%	19,834.29	46,000.00	43.12%	19,834.29	46,000.00	43.12%

Cacuma Operation & Maintenance Board
Statement of Revenues and Expenditures
Budget vs. Actuals - July 2012-Jun 2013

	Fisheries			Operations			TOTAL		
	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget
4100 - LABOR - FISHERIES	221,729.31	451,192.00	49.14%	221,729.31	451,192.00	49.14%	-229,462.69		
Total 4100 - LABOR - FISHERIES									
4200 - VEHICLES & EQUIP - FISHERIES	6,372.02	13,000.00	49.02%	6,372.02	13,000.00	49.02%	-6,627.98		
4270 - Vehicle/Equip Mntce	0.00	10,000.00	0.0%	0.00	10,000.00	0.0%	-10,000.00		
4280 - Fixed Capital	728.98	2,500.00	29.16%	728.98	2,500.00	29.16%	-1,771.02		
4290 - Miscellaneous	7,101.00	25,500.00	27.85%	7,101.00	25,500.00	27.85%	-18,399.00		
Total 4200 - VEHICLES & EQUIP - FISHERIES									
4220 - CONTRACT LABOR - FISHERIES	0.00	3,000.00	0.0%	0.00	3,000.00	0.0%	-3,000.00		
4221 - Meters & Valves	7,592.29	13,000.00	58.4%	7,592.29	13,000.00	58.4%	-5,407.71		
4222 - Fish Projects Maintenance	7,592.29	16,000.00	47.45%	7,592.29	16,000.00	47.45%	-8,407.71		
Total 4220 - CONTRACT LABOR - FISHERIES									
4300 - MATERIALS/SUPPLIES - FISHERIES	190.60	6,000.00	3.18%	190.60	6,000.00	3.18%	-5,809.40		
4390 - Miscellaneous	190.60	6,000.00	3.18%	190.60	6,000.00	3.18%	-5,809.40		
Total 4300 - MATERIALS/SUPPLIES - FISHERIES									
4600 - OTHER EXPENSES - FISHERIES	325.63	2,500.00	13.03%	325.63	2,500.00	13.03%	-2,174.37		
4602 - Uniforms	325.63	2,500.00	13.03%	325.63	2,500.00	13.03%	-2,174.37		
Total 4600 - OTHER EXPENSES - FISHERIES									
4999 - GENERAL & ADMINISTRATIVE	563.93	1,530.00	36.86%	563.93	1,530.00	36.86%	-966.07		
5000 - Director Fees	5,241.60	6,270.00	83.6%	5,241.60	6,270.00	83.6%	-1,028.40		
5001 - Director Mileage	5,805.53	7,800.00	74.43%	5,805.53	7,800.00	74.43%	-1,994.47		
5000 - Director Fees - Other									
Total 5000 - Director Fees									
5100 - Legal	55,870.80	100,000.00	55.87%	55,870.80	100,000.00	55.87%	-44,129.20		
5101-1 - Audit	5,686.85	11,700.00	48.61%	5,686.85	11,700.00	48.61%	-6,013.15		
5200 - Liability Insurance	36,293.40	40,000.00	90.73%	36,293.40	40,000.00	90.73%	-3,706.60		
5201 - Health & Workers Comp	61,044.57	155,566.00	39.24%	61,044.57	155,566.00	39.24%	-94,521.43		
5250 - PERS	26,650.97	53,810.00	49.53%	26,650.97	53,810.00	49.53%	-27,159.03		
5260 - Company FICA Admin	7,798.17	17,553.00	44.43%	7,798.17	17,553.00	44.43%	-9,754.83		
5265 - Company MCARE Admin	2,474.20	4,105.00	60.27%	2,474.20	4,105.00	60.27%	-1,630.80		
5300 - Manager Salary	64,420.51	104,000.00	61.94%	64,420.51	104,000.00	61.94%	-39,579.49		
5301 - Administrative Manager	32,045.91	64,092.00	50.0%	32,045.91	64,092.00	50.0%	-32,046.09		
5304 - Administrative Secretary	18,367.43	36,785.00	49.93%	18,367.43	36,785.00	49.93%	-18,417.57		
5308 - Administrative Assistant	19,907.48	39,590.00	50.28%	19,907.48	39,590.00	50.28%	-19,682.52		
5307 - Water Resources Planner	18,973.70	38,642.00	49.1%	18,973.70	38,642.00	49.1%	-19,668.30		
5310 - Postage/Office Exp	3,366.72	9,100.00	37.0%	3,366.72	9,100.00	37.0%	-5,733.28		
5311 - Office Equip/Leases	4,573.73	9,691.00	47.2%	4,573.73	9,691.00	47.2%	-5,117.27		
5312 - Misc Admin Expenses	2,840.26	10,790.00	27.25%	2,840.26	10,790.00	27.25%	-7,949.74		
5313 - Communications	4,590.90	7,995.00	57.42%	4,590.90	7,995.00	57.42%	-3,404.10		
5314 - Utilities	4,311.17	9,737.00	44.28%	4,311.17	9,737.00	44.28%	-5,425.83		
5315 - Membership Dues	5,339.75	6,425.00	83.11%	5,339.75	6,425.00	83.11%	-1,085.25		
5316 - Admin Fixed Assets	1,023.95	5,000.00	20.48%	1,023.95	5,000.00	20.48%	-3,976.05		
5318 - Computer Consultant	6,321.78	16,625.00	50.06%	6,321.78	16,625.00	50.06%	-8,303.22		
5325 - Emp Training/Subscriptions	600.27	2,000.00	30.01%	600.27	2,000.00	30.01%	-1,399.73		

Statement of Revenues and Expenditures

Budget vs. Actuals - July 2012-Jun 2013

	Fisheries			Operations			TOTAL		
	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget
5330 - Admin Travel/Conferences				596.22	2,000.00	29.81%	596.22	2,000.00	29.81%
5331 - Public Information				323.08	1,000.00	32.31%	323.08	1,000.00	32.31%
5333 - Relocation Expense - Other				1,599.78	4,468.44	35.8%	1,599.78	4,468.44	35.8%
Total 5333 - Relocation Expense				1,599.78	0.00	100.0%	1,599.78	0.00	100.0%
Total 4999 - GENERAL & ADMINISTRATIVE				392,927.13	754,006.00	52.11%	392,927.13	754,006.00	52.11%
5400 - GENERAL & ADMIN - FISHERIES									
5401 - Health & Workers Comp.									
5402 - CalPERS									
5403 - Company Fica									
5404 - Admin Secretary									
5405 - GM Salary									
5406 - Company MCar									
5407 - Legal - FD									
5408 - Administrative Manager									
5409 - Administrative Assistant									
5410 - Postage / Office Supplies									
5411 - Office Equipment / Leases									
5412 - Misc. Admin Expense									
5413 - Communications									
5414 - Utilities									
5415 - Membership Dues									
5416 - Admin Fixed Assets									
5418 - Computer Consultant									
5425 - Employee Education/Subscription									
5426 - Director Fees									
5427 - Director Mileage									
5430 - Travel									
5431 - Public Information									
5433 - Relocation Expense - GM - Other									
5441 - Audit									
5443 - Liab & Property Ins									
5450 - Fish Projects Interest Expense									
5450 - Water Resources Planner									
Total 5400 - GENERAL & ADMIN - FISHERIES				177,650.37	339,283.00	52.36%	177,650.37	339,283.00	52.36%
5510 - Integrated Reg. Water Mgt Plan				1,961.00	5,000.00	39.22%	1,961.00	5,000.00	39.22%
5512 - OPEB Actuarial				0.00	3,000.00	0.0%	0.00	3,000.00	0.0%
6000 - SPECIAL PROJECTS									
6062 - SCADA									
6080-1 - COMB Bldg/Grounds Repair									
6090 - COMB Office Building									
6092 - SCC Improv Plan & Design									
6097 - GIS and Mapping									
6103 - SCCMURRP									
6104 - Lower Reach Boundary Meter									
6106 - NP/Lake Intake Tower Phase I									
Total 6000 - SPECIAL PROJECTS				944,898.82	3,349,500.00	28.21%	944,898.82	3,349,500.00	28.21%

Cacnuma Operation & Maintenance Board
Statement of Revenues and Expenditures
Budget vs. Actuals - July 2012-Jun 2013

	Fishes			Operations			TOTAL		
	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget	Jul - Dec 12	Budget	% of Budget
6200 - FISHERIES ACTIVITIES									
6201 - FMP Implementation	3,189.79	92,000.00	3.47%				3,189.79	92,000.00	3.47%
6202 - GIS and Mapping	3,506.38	10,000.00	35.06%				3,506.38	10,000.00	35.06%
6203 - Grants Technical Support	0.00	10,000.00	0.0%				0.00	10,000.00	0.0%
6204 - SYR Hydrology Technical Support	3,204.05	10,000.00	32.04%				3,204.05	10,000.00	32.04%
6205 - USGS Stream Gauge Program	37,075.00	75,000.00	49.43%				37,075.00	75,000.00	49.43%
6206 - Tri County Fish Team Funding	0.00	5,000.00	0.0%				0.00	5,000.00	0.0%
6207 - Oak Tree Restoration Program	18,460.99	20,000.00	92.31%				18,460.99	20,000.00	92.31%
6208 - Legislative & Steelhead Funding	0.00	5,000.00	0.0%				0.00	5,000.00	0.0%
6209 - SYR RiverWare Model Peer Review - Other	3,627.38	18,629.89	19.47%				3,627.38	18,629.89	19.47%
6211 - SYR RiverWare Model Use	0.00	12,000.00	0.0%				0.00	12,000.00	0.0%
Total 6200 - FISHERIES ACTIVITIES	69,063.59	239,000.00	28.9%				69,063.59	239,000.00	28.9%
6300 - HABITAT ENHANCEMENT									
6303 - Tributary Projects Support	0.00	3,000.00	0.0%				0.00	3,000.00	0.0%
6304 - Engineering Designs - QC	26,141.38	35,000.00	74.69%				26,141.38	35,000.00	74.69%
6308 - Quilota Creek Crossing #7	765,775.61	890,000.00	86.04%				765,775.61	890,000.00	86.04%
Total 6300 - HABITAT ENHANCEMENT	791,916.99	928,000.00	85.34%				791,916.99	928,000.00	85.34%
6400 - STORM DAMAGE									
6401 - 2005 Storm Disaster Funds returned				33,072.00	0.00	100.0%	33,072.00	0.00	100.0%
Total 6400 - STORM DAMAGE				33,072.00	0.00	100.0%	33,072.00	0.00	100.0%
7006 - INTEREST EXPENSE									
Total Expense	1,275,569.77	2,007,475.00	63.54%	1,837,456.31	5,147,450.00	35.7%	3,113,026.08	7,154,925.00	43.51%
come	-596,173.86	0.00	100.0%	771,010.73	0.00	100.0%	174,836.87	174,836.87	100.0%

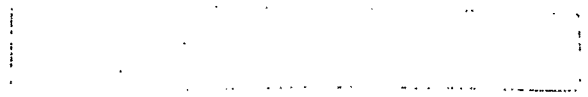
Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif
January 17, 2013

CACHUMA OPERATION AND MAINTENANCE BOARD

GENERAL MANAGER
3301 LAUREL CANYON ROAD
SANTA BARBARA, CA 93105-2017

PMIA Average Monthly Yields



Tran Type Definitions

December

Account Summary

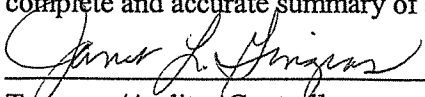
Total Deposit:	0.00	Beginning Balance:	3,875.52
Total Withdrawal:	0.00	Ending Balance:	3,875.52

MEMO TO: Board of Directors
Cachuma Operation & Maintenance Board

FROM: Janet L. Gingras, Treasurer/Auditor-Controller

SUBJECT: COMB INVESTMENT POLICY

The above statement of investment activity for the month of December, 2012, complies with legal requirements for investment policy of government agencies, AB 1073. I hereby certify that it constitutes a complete and accurate summary of all LAIF investments of this agency for the period indicated.



Treasurer/Auditor-Controller

**SANTA BARBARA
BANK & TRUST**

P.O. Box 60839, Santa Barbara, CA 93160-0839

5716

Cachuma Operation & Maintenance Board
Master Contract Renewal Fund
3301 Laurel Canyon Rd
Santa Barbara CA 93105-2017

Banking Statement

Statement Period: 12/01/2012 to 12/31/2012

Customer Service Representative
(888) 400-SBBT (400-7228)

BANKLINE-24-HOUR AUTOMATED INFORMATION
(800) 287-SBBT (287-7228)

www.sbbt.com

**Notice of Expiration: Temporary Unlimited Coverage
for Noninterest-Bearing Transaction Accounts**

NOTICE: By federal law, as of 1/1/2013, funds in a noninterest-bearing transaction account (including an IOLTA/IOLA) will no longer receive unlimited deposit insurance coverage, but will be FDIC-insured to the legal maximum of \$250,000 for each ownership category. For more information, visit -

<http://www.fdic.gov/deposit/deposits/unlimited/expiration.html>

Public Interest Checking

Checking Summary

Cachuma Operation & Maintenance Board

Master Contract Renewal Fund

Account Number	102335072
Interest Paid YTD	85.34
Interest Paid Last Year	47.87

Deposit Account Recap

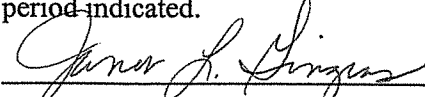
Beginning Balance as of	
December 1, 2012	229,924.61
1 Deposits (Plus)	6.81
1 Withdrawals (Minus)	102,786.72
Ending Balance as of	
December 31, 2012	127,144.70
Interest Paid	6.81

MEMO TO: Board of Directors
Cachuma Operation & Maintenance Board

FROM: Janet L. Gingras, Treasurer/Auditor-Controller

SUBJECT: COMB INVESTMENT POLICY

The above statement of investment activity for the month of December, 2012, complies with legal requirements for investment policy of government agencies, AB 1073. I hereby certify that it constitutes a complete and accurate summary of all Santa Barbara Bank & Trust investments of this agency for the period indicated.


Treasurer/Auditor-Controller

ITEM # 36
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**SANTA BARBARA
BANK & TRUST**

P.O. Box 60839, Santa Barbara, CA 93160-0839

5717

Cachuma Operation & Maintenance Board
Cachuma Project Trust Fund
3301 Laurel Canyon Rd
Santa Barbara CA 93105-2017

Banking Statement

Statement Period: 12/01/2012 to 12/31/2012

Customer Service Representative
(888) 400-SBBT (400-7228)

BANKLINE-24-HOUR AUTOMATED INFORMATION
(800) 287-SBBT (287-7228)

www.sbbt.com

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<http://www.fdic.gov/deposit/deposits/unlimited/expiration.html>

Public Capital Tiered MMDA

Checking Summary

Cachuma Operation & Maintenance Board

Cachuma Project Trust Fund

Account Number	102335080
Interest Paid YTD	174.03
Interest Paid Last Year	383.00

Deposit Account Recap

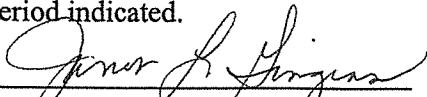
Beginning Balance as of	
December 1, 2012	68,952.52
1 Deposits (Plus)	10.05
1 Withdrawals (Minus)	43,559.00
Ending Balance as of	
December 31, 2012	25,403.57
Interest Paid	10.05

MEMO TO: Board of Directors
Cachuma Operation & Maintenance Board

FROM: Janet L. Gingras, Treasurer/Auditor-Controller

SUBJECT: COMB INVESTMENT POLICY

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Treasurer/Auditor-Controller

ITEM # 3b
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Payment of Claims
As of December 31, 2012

Date	Num	Name	Memo	Amount
1050 · GENERAL FUND				
12/03/2012	21425	CA Emergency Management Agency	2005 Storm reimb de-obligation/project overpayment	-26,851.00
12/03/2012	21426	CA Emergency Management Agency	2005 Storm reimb de-obligation/project overpayment	-6,221.00
12/03/2012	21427	COMB-Petty Cash	Fleet veh mtce/smoke flares/cake for Lieberknecht	-380.73
			dive tanks/poison oak control/cable ties for oaks	
12/03/2012	21428	Department of Public Health	Application fee-Grade 2 Water Dist Exam-S King	-65.00
12/03/2012	21429	Iraj Vatankhah	Reimb-steel toe boots	-121.22
12/03/2012	21430	State Board of Equalization	Water Rights Fee 7/1/12-6/30/2013	-35,707.10
12/03/2012	21431	Tim Robinson	Reimb-materials/supplies	-108.76
12/04/2012	21432	Blois Construction, Inc.	Payment #11 (partial)	-100,000.00
12/05/2012	21433	A-OK Mower Shops, Inc.	Weed whacker blades	-107.75
12/05/2012	21434	Acorn Landscape Management Co.	Scheduled mtce	-260.77
12/05/2012	21435	Bartlett, Pringle & Wolf, LLP	Client #A6145.1100 Audit 11-12	-7,919.00
12/05/2012	21436	Business Card	GM-Nov chrgs-tires for Highlander/phone case/crew meal for shutdown/airfare/misc supplies/anchor wall blocks	-7,375.12
			AM-Nov chrgs-Satellite fee/webhosting/DFG permit (collecting-SE/SV)	-197.82
12/05/2012	21437	Channel City Lumber	Tools for fisheries vehicles/treated round stakes	-732.53
12/05/2012	21438	Coastal Copy, LP	Copier lease agmts	-252.84
12/05/2012	21439	County of SB-P.W. Water Agency	Prop 84 MOU Cost share	-1,961.00
12/05/2012	21440	Dell Marketing L.P.	Dell 90 w auto/air DC travel adapters PO#9174	-168.95
12/05/2012	21441	Department of Public Health	Application fee-Grade D3-BM	-120.00
12/05/2012	21442	ECHO Communications	Answering service	-63.20
12/05/2012	21443	GE Capital	Copier lease KM-C4035E Billing ID#90133933786	-494.57
12/05/2012	21444	Grainger	Elbow/socket tees/pipe/grd rail PO#9161	-1,278.68
12/05/2012	21445	HDR Engineering, Inc.	Oct services-various tasks	-12,145.30
12/05/2012	21446	Hydrex Pest Control Co.	Ant/pest control	-108.00
12/05/2012	21447	Kenneth A. Knight, Consulting	Arborist services-Oak Tree Program-Nov	-2,430.00
12/05/2012	21448	Manzanita Nursery	Oaks/Sycamores/Maples/Alders	-1,192.93
12/05/2012	21449	MarBorg Industries	Portable toilets/ADA (final) rental	-882.30
12/05/2012	21450	Mid-State Concrete Products	Slab cover access hatch PO#9172	-2,214.26
12/05/2012	21451	Milpas Rental	Snake	-41.15
12/05/2012	21452	Musick, Peeler & Garrett LLP	General Counsel-Oct	-13,928.70
12/05/2012	21453	Nextel Communications	Cellular	-668.40
12/05/2012	21454	Orchard Commercial Services	Misc tools/supplies/oak tree supp/paint supplies	-255.55
12/05/2012	21455	Pacific Coast Jiffy Lube	Oil change/filter-Ford F-150/Highlander	-114.84
12/05/2012	21456	PG&E	Tecolote tunnel/NP	-315.32
12/05/2012	21457	Prudential Overall Supply	Mats	-99.48
12/05/2012	21458	Salmonid Restoration Federation	2013 SRF Conference Sponsorship	-1,000.00
12/05/2012	21459	Santa Barbara Sand & Top Soil Corp.	Gravel-MURRP	-682.45
12/05/2012	21460	Spatial Wave	Field Mapplet Software mtce 4/1/12-3/31/13	-3,600.00
12/05/2012	21461	Wright Express Fleet Services	Fleet fuel	-2,271.24
12/06/2012	21462	Paychex, Inc.	11/9, 26 payrolls/taxes	-296.82
12/07/2012	21463	County of Santa--Barbara	Mulch	-15.00
12/07/2012	21464	Blois Construction, Inc.	Payment #11 (partial)	-100,000.00
12/11/2012	21466	American Fisheries Society	Member dues 2013-T Robinson	-90.00
12/11/2012	21467	Assoc. of California Water Agencies	2013 Agency Dues	-8,070.00
12/11/2012	21468	AT&T	Nov statement	-314.77
12/11/2012	21469	Big Brand Tire Company	Oil change/filter-Chev Silverado	-26.74
12/11/2012	21470	Cardno ENTRIX	AMC/CC Participation/Tech support-Sep-Oct	-890.40
12/11/2012	21471	CIO Solutions, LP	Maintain IT/Postini	-1,845.00
12/11/2012	21472	City of Santa-Barbara	Refuse/recycle 10/29-11/29/12	-182.14
12/11/2012	21473	CMC Rescue, Inc	Headlamps-Tecolote tunnel walk PO#9176	-581.53
12/11/2012	21474	Cox Communications	Business internet Dec	-195.00
12/11/2012	21475	Crop Production Services, Inc	Compost/gopher baskets/ties/lodgepoles	-263.17
12/11/2012	21476	Culligan Water	RO system Dec	-24.95
12/11/2012	21477	Dale Francisco	Nov mtg fees	-132.60
12/11/2012	21478	David Baum	Reimb-travel/mileage	-298.59
12/11/2012	21479	Dell Marketing L.P.	Modular bay battery for laptop PO#9173	-106.24
12/11/2012	21480	Dennis E. Beebe	Nov mtg fees	-318.96
12/11/2012	21481	Environmental Systems Research Inst.	ArcInfo/ArcGIS/ArcView 1/11/13-1/10/14	-5,836.39
12/11/2012	21482	Frazee Paint	Structure mtce supplies	-39.61
12/11/2012	21483	Fugro Consultants, Inc.	Quota xng 7 bridge xngs geotech services-Oct	-5,473.75

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01/17/13
Accrual Basis

comb2
Payment of Claims
As of December 31, 2012

<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Amount</u>
12/11/2012	21484	Home Depot Credit Services	MURRP supplies/ADA bathroom materials	-828.83
12/11/2012	21485	Lauren W. Hanson	Nov mtg fees	-400.65
12/11/2012	21486	MarVac Electronics	Fuses for volt meter	-29.14
12/11/2012	21487	Praxair Distribution, Inc	Cylinder rental	-60.45
12/11/2012	21488	Republic Elevator Co.	Scheduled mtce-NP elevator	-278.12
12/11/2012	21489	Robert R. Lieberknecht	Nov mtg fees	-143.71
12/11/2012	21490	SBHRA Treasurer	Membership Dues-1/13-12/13 JGingras	-145.00
12/11/2012	21491	Southern California Edison	Main ofc/outlying stations	-1,231.11
12/11/2012	21492	Specialty Tool, LTD	Misc small tools	-124.69
12/11/2012	21493	Staples Contract and Commercial, Inc.	Office supplies	-645.49
12/11/2012	21494	Tim Robinson	Reimb-deer netting/cable ties	-79.69
12/11/2012	21495	Underground Service Alert of So. Calif.	New ticket charges-47	-70.50
12/11/2012	21496	W. Douglas Morgan	Nov mtg fees	-278.20
12/11/2012	21497	Frazee Paint	Structure mtce supplies	-21.53
12/11/2012	21498	GE Capital	Copier lease TASKalfa Billing ID#90136047559	-133.61
12/11/2012	21499	MarVac Electronics	Digital meter/iron/core solder/butane torch	-117.63
12/11/2012	21500	Verizon California	Main ofc/outlying stations	-469.09
12/12/2012	21465	COMB - Revolving Fund	Dec 21 payrolls/taxes	-60,730.14
12/13/2012	21501	Association of Ca Water Agencies/JPIA	1/1/13-2/1/13 coverage	-22,753.10
12/13/2012	21502	Blois Construction, Inc.	Payment #11 (balance)	-273,880.00
12/13/2012	21503	COMB - Revolving Fund	Jan 4 & 18 payrolls/taxes	-130,000.00
12/13/2012	21504	Southern California Edison	Corona-Glen Anne Rd/Glen Anne gate	-49.08
12/13/2012	21505	Verizon Wireless	Cellular Eng/GM/Modems	-514.63
12/18/2012	21506	Peter Lapidus Construction, Inc.	Quiota Crk xng 7-Change Order #2	-7,796.47
12/18/2012	21507	Santa Ynez River Water Cons. Dist. ID#	BO/FMP Implementation-tech support/SYR Hydrology support/RiverWare	-2,187.75
12/18/2012	21508	SB Home Improvement Center	Structure mtce mat/supp/SCADA supp/sml tools	-134.01
12/18/2012	21509	Southern California Edison	Foothill Rd	-26.70
12/18/2012	21510	Verizon California	SCADA	-505.05
12/18/2012	21511	Stetson Engineers, Inc.	RiverWare	-2,430.85
12/18/2012	21513	Pacific Materials Laboratory	Compaction testing site visit-Nov	-200.00
12/18/2012	21512	COMB-Petty Cash	Fleet veh mtce/staff refreshments/deer netting/fence repair-Quiota Crk xng 7	-322.04
12/21/2012	21514	David Flora	Reimb steel toe boots	-107.74
12/21/2012	21515	Tim Robinson	Reimb-steel toe boots	-129.29
Total 1050 · GENERAL FUND				<u>-864,162.91</u>
TOTAL				<u>-864,162.91</u>

CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Janet Gingras
Approved by:	Administrative Committee

SUBJECT: Report from the Auditor for Fiscal Year 2012 and 2011

SUMMARY:

For the Board's consideration, attached are the Draft Financial Statements for the Fiscal Year ending June 30, 2012 and the Draft Independent Auditors Report prepared by COMB's Auditor Bartlett, Pringle & Wolf, LLP. Ms. Danna McGrew and Ms. Nina Pisani will present the audit to the Board as edited and approved by the Administrative Committee on January 16, 2013. There were no management concerns or reportable conditions affiliated with the audit. The substantive portions of the FY 2012 - 2011 Audit and the Notes to the Financial Statement will be brought to your attention during presentation and discussion.

On page 7 of the audit, the condensed Statement of Revenues and Expenses portrays an operating income deficit of \$202,096. This deficit is due primarily to the timing of the Modified Upper Reach Reliability Project and affiliated expenses that were booked into FY 2012. This project was originally projected to be back-loaded and contain most of the expenses in fiscal year ending 2013. But due to construction components accelerating in the field, as well as our ability to submit reimbursements for Proposition 50 funds for cash flow timing, the majority of the expenses were booked into FY 2012. Since the project is extended over two fiscal years, this deficit and associated change in net assets will correct itself during the course of the current fiscal year.

FISCAL IMPACTS:

N/A

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

Administrative Committee reviewed and approved Audit with corrections as presented on January 16, 2013.

RECOMMENDATION:

Motion by the Board: Accept the Financial Statements and the Independent Auditors Report for Fiscal Year ending June 30, 2012. (Roll call vote)

LIST OF EXHIBITS:

1. 2012 – 2011 Audited Financial Statements and Independent Auditors Report

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January 10, 2013

Board of Directors
Cachuma Operations and Maintenance Board
3301 Laurel Canyon Road
Santa Barbara, CA 93105-2017

We are pleased to present this letter related to our audit of the financial statements of Cachuma Operations and Maintenance Board for the year ended June 30, 2012. This letter summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for Cachuma Operations and Maintenance Board's financial reporting process.

Auditors' Responsibility under Professional Standards

As stated in our arrangement letter dated June 29, 2012, we were engaged to conduct our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement whether caused by error, fraudulent financial reporting, or misappropriation of assets. Accordingly, a material misstatement, whether caused by error, fraudulent financial reporting or misappropriation of assets, may remain undetected. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. As a result, an audit is not designed to detect errors or fraud that is immaterial to the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provided a reasonable basis for our report.

An audit of financial statements also includes obtaining an understanding of internal control sufficient to plan the audit and to determine the nature, timing and extent of audit procedures to be performed. An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses.

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Accounting Practices

Adoption of, or Change in, Accounting Policies

Management has the ultimate responsibility for the appropriateness of the accounting policies used by COMB. COMB did not adopt any significant new accounting policies nor have there been any changes in existing significant accounting policies during the current period.

Significant or Unusual Transactions

We did not identify any significant or unusual transactions or significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Alternative Treatments Discussed with Management

We did not discuss with management any alternative treatments within generally accepted accounting principles for accounting policies and practices related to material items during the current audit period.

Management's Judgments and Accounting Estimates

Accounting estimates are an integral part of the preparation of financial statements and are based upon management's current judgment. The process used by management encompasses their knowledge and experience about past and current events and certain assumptions about future events. You may wish to monitor throughout the year the process used to compute and record these accounting estimates. The following describes the significant accounting estimates reflected in the Agency's June 30, 2011 financial statements:

- Estimation of the liability to the Bureau of Reclamation for the construction on Bradbury Dam and Lauro Dam under the Safety of Dams Act - The liability at June 30, 2012 is estimated by adding fifteen percent of the construction cost in excess of the original repayment contract amount to the liability under the original repayment contract, less principal payments to the Bureau of Reclamation. The final liability amount will be based on the final repayment contract amount negotiated with the Bureau of Reclamation.
- Estimation of Other Post Employment Benefit Obligations - The Annual Required Contribution and Actuarial Accrued Liability at June 30, 2012 is estimated based on independent actuarial valuation performed by Total Compensation Systems, Inc.

Audit Adjustments

Audit adjustments were recorded as follows:

- \$63,000 to record expense related to Other Post-Employment Benefit in accordance with GASB 45.

Uncorrected Misstatements

There were no uncorrected misstatements noted during our audit.

Consultations with Other Accountants

We are not aware of any consultations management had with other accountants about accounting or auditing matters.

Significant Issues Discussed with Management

No significant issues arising from the audit were discussed or were the subject of correspondence with management.

Disagreements with Management

We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the financial statements.

Difficulties Encountered in Performing the Audit

We did not encounter any difficulties in dealing with management during the audit.

Certain Written Representations between Management and Our Firm

In conjunction with the audit of the financial statements, we have been provided a letter of certain representations from management dated January 10, 2013.

Board of Directors
Cachuma Operations and Maintenance Board
January 10, 2013
Page 4

Conclusion

This letter is intended solely for the information and use of the Board of Directors and management and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

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

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January 10, 2013

**To the Board of Directors
Cachuma Operation and Maintenance Board**

In planning and performing our audit of the financial statements of Cachuma Operation and Maintenance Board (COMB) for the year ended June 30, 2012, we considered COMB's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of COMB's internal control. Accordingly, we do not express an opinion on the effectiveness of COMB's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A deficiency in design exists when a control necessary to meet the control objective is missing, or when an existing control is not properly designed so that even if the control operates as designed, the control objective would not be met. A deficiency in operation exists when a properly designed control does not operate as designed or when the person performing the control does not possess the necessary authority or qualifications to perform the control effectively.

Prior Year Comments

The following comment appeared in our prior year letter to you December 8, 2011:

Fixed Asset Disposals

During internal control documentation, we noted that there are no formal procedures in place to ensure all current year disposals are removed from the fixed asset listing. We recommend someone who is familiar with fixed assets, such as the Operations Manager or Biologist, review the fixed asset listing at least annually for disposals and notify the Administrative Manager of any discrepancies.

Cachuma Operation and Maintenance Board
January 10, 2013
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Current Status:

During the audit we did not note any significant changes. However, it is our understanding that COMB is currently reviewing and implementing procedures related to fixed asset disposals.

Conclusion

This communication is intended solely for the information and use of the Board, management, and others within COMB, and is not intended to be and should not be used by anyone other than these specified parties. This letter does not affect our report dated January 10, 2013 on the financial statements of Cachuma Operation and Maintenance Board.

We will review the status of the comment during our next audit engagement. We would be pleased to discuss this matter in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

We would like to express our appreciation of the cooperation extended to us by COMB's staff during the course of our audit work. If you have any questions regarding the above issue, do not hesitate to call.

Very truly yours,

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

CACHUMA OPERATION AND MAINTENANCE BOARD

FINANCIAL STATEMENTS

June 30, 2012 and 2011



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

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CACHUMA OPERATION AND MAINTENANCE BOARD

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INDEPENDENT AUDITORS' REPORT

**To the Board of Directors of
Cachuma Operation and Maintenance Board**

We have audited the accompanying statement of net assets of Cachuma Operation and Maintenance Board ("COMB") as of June 30, 2012 and 2011 and the related statements of revenues, expenses and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of COMB's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirements for California Special Districts. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of COMB at June 30, 2012 and 2011, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and state regulations governing Special Districts.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



Our audits were conducted for the purpose of forming an opinion on the basic financial statements. The Supplemental Schedule of Operation and Maintenance, General and Administrative, and Other Maintenance Expense is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Santa Barbara, California
January 10, 2013

CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS

FISCAL YEAR ENDED JUNE 30, 2012

This section presents management's analysis of the financial condition and activities of the Cachuma Operation and Maintenance Board (COMB) for the fiscal year ended June 30, 2012. This information should be read in conjunction with the financial statements and the additional information included herewith.

OVERVIEW OF THE FINANCIAL STATEMENTS

COMB operates as a proprietary fund-type. All proprietary fund-types are using a flow of economic resources measurement focus. Under this measurement focus, all assets and liabilities associated with the operation of these funds are included on the statement of net assets and where appropriate, total net assets (i.e., fund equity) are segregated into invested in capital and unrestricted net assets. Proprietary fund-type operating statements present increases (revenues) and decreases (expenses) in total net assets.

All proprietary fund-types utilize the accrual basis of accounting. Under this method, revenues are recognized when earned, regardless of when received, and expenses are recognized at the time the related liabilities are incurred, regardless of when paid.

Summary of Organization and Business

COMB is a public entity duly organized and existing in accordance with enabling legislation of the State of California: Chapter 5, Division 7, Title 1, of the Government Code (Section 6500 et seq.), the Joint Exercise of Powers Act. COMB was officially established as a joint powers agency as of January 1, 1957 by and among six public agencies (Member Units) in Santa Barbara County, two of which have subsequently reorganized (merged). On May 23, 1996 the Joint Exercise of Powers Agreement (Agreement) for COMB was amended and restated. The Member Units entered into the Agreement to exercise their common power to provide for the rights to, the facilities of, and the operation, maintenance and use of the United States, Department of the Interior, Bureau of Reclamation project known as the Cachuma Project, including storage, treatment, transport and appurtenant facilities, and all necessary tangible and intangible property and rights. In particular, the Member Units expressed their desire to create COMB for the purpose of providing authority for the financing of "costs" for the capture, development, treatment, storage, transport and delivery of water; and for repayment of notes, bonds, loans, warrants, and revenue bonds as may be issued to finance facilities, operations or services. In September 2010, the Cachuma Operation and Maintenance Board approved a budget adjustment effective January 2011 to transfer from Cachuma Conservation and Release Board (CCRB) the implementation of the Santa Ynez River Fisheries Program as required by the 2000 Biological Opinion.

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**CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Summary of Organization and Business (Continued)

COMB currently has a staff of 15 full time employees. Of these, five are employed in an administrative capacity and ten are in field operations.

COMB is presently composed of five Member Units, all of which are public agencies: the Carpinteria Valley Water District, the Goleta Water District, the Montecito Water District, the Santa Ynez River Water Conservation District Improvement District No. 1, and the City of Santa Barbara. (A founding Member Unit of COMB, the Summerland Water District, reorganized with the Montecito Water District, with Montecito Water District as the successor agency. Another founding Member Unit of COMB, the Santa Ynez River Water Conservation District, assigned its Member Unit water contract to the Santa Ynez River Water Conservation District, Improvement District No. 1.)

Under the Agreement, each of the five Member Units appoints a representative to the COMB Board of Directors. The following table shows each Member Unit's share of the Cachuma Project yield (water entitlement) and the number of votes each has on the Board of Directors:

<u>Member Unit</u>	<u>Entitlement Percentage</u>	<u>Board Representation</u>
Carpinteria Valley WD	10.94 %	1 vote
Goleta Water District	36.25 %	2 votes
Montecito Water District	10.31 %	1 vote
Santa Ynez RWCD ID No. 1	10.31 %	1 vote
City of Santa Barbara	32.19 %	2 votes
Total	100.00%	7 votes

Votes representing a majority of the number of votes authorized under the Agreement are required for the approval of any decision, other than adjournment, which requires action of the Board of Directors. Also, the affirmative vote of at least three representatives to the Board of Directors is necessary for the approval of such a decision. The unanimous consent of the representatives of all the Member Units is required for COMB to take action on the following matters:

1. Approval of a Cachuma Project Master Contract amendment, renewal or extension;
2. A matter involving water rights of any party;
3. Acquisition of significant facilities from the United States;
4. Issuance of bonds, loans or other forms of indebtedness in excess of one million (\$1,000,000) dollars.

A decision of COMB authorizing a capital expenditure in excess of one million dollars or incurring an indebtedness or obligation in excess of one million dollars is not effective unless it has been ratified by a resolution approved by all of the Member Units.



**CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Operating Assessments

Current operations of COMB are funded by assessment of the Member Units, with the assessments based on the Member Units' Cachuma Project entitlement percentages. In September 2010, the Cachuma Operation and Maintenance Board approved a budget adjustment effective January 2011 to transfer from CCRB the implementation of the Santa Ynez River Fisheries Program as required by the 2000 Biological Opinion. All five Member Units fund the general and administrative portion of the annual budget as well as the cost of special projects (capital improvements, rehabilitation & betterment, maintenance & modifications, etc.) for Bradbury Dam and Lake Cachuma, the main Cachuma Project storage facility, located on the Santa Ynez River in northern Santa Barbara County. All five Member Units also fund the Santa Ynez River Fisheries Program and related activities.

Four of the Member Units, not including Santa Ynez River Water Conservation District, Improvement District No. 1, fund the operation and maintenance portion of the annual budget as well as the cost of special projects for other Cachuma Project storage and conveyance facilities that serve the South Coast of Santa Barbara County. These facilities include the Tecolote Tunnel, the South Coast Conduit (SCC), and four dams and reservoirs (Glen Anne, Lauro, Ortega and Carpinteria). During the fiscal year ended June 30, 2012, COMB conducted and/or completed a number of special studies and projects using revenue provided by these assessments. These included SCC improvements; and rehabilitation and betterment of control stations, valves and structures.

COMB Committees

COMB has four committees: the Administrative Committee (financial, personnel and legal matters), the Operations Division Committee, the Fisheries Division Committee, and the Public Outreach Committee. Each committee is composed of two Board members and one alternate Board member. Appointments to the committees are made by the President of the Board. The committees meet with staff on an as-needed basis and review and recommend actions to the Board of Directors with regard to capital improvements, finance, and other matters. From time-to-time, COMB utilizes ad-hoc committees which are temporary in nature.

**CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS**

FINANCIAL HIGHLIGHTS

The following table shows a condensed version of COMB's statement of net assets with corresponding analysis regarding significant variations. This statement includes the assets and liabilities related to the transfer of fisheries activities into COMB effective January 2011.

Condensed Statement of Net Assets

	Year Ended		Variance	
	June 30, 2012	June 30, 2011	Dollars	Percent
Current Assets	\$ 2,753,747	\$ 606,986	\$ 2,146,761	353.7%
Restricted Assets	64,603	129,171	(64,568)	-50.0%
Property, Plant & Equipment	243,717	234,542	9,175	3.9%
Other Assets	6,468,864	6,549,770	(80,906)	-1.2%
Total Assets	\$ 9,530,931	\$ 7,520,469	\$ 2,010,462	26.7%
Current Liabilities	\$ 2,984,305	\$ 640,326	\$ 2,343,979	366.1%
Long-Term Liabilities	6,721,512	6,739,338	(17,826)	-0.3%
Total Liabilities	9,705,817	7,379,664	2,326,153	31.5%
Net Assets				
Invested in Capital Assets	243,717	234,542	9,175	3.9%
Unrestricted	(418,603)	(93,737)	(324,866)	100.0%
Total Liabilities & Net Assets	\$ 9,530,931	\$ 7,520,469	\$ 2,010,462	26.7%

Statement of Net Assets Analysis

Total assets as of June 30, 2012 are 26.7% greater than the June 30, 2011 amount. The changes are noted below.

- Current assets are considerably more than the prior year largely attributable to the Proposition 50 Grant Receivable balance at year end affiliated with the construction of the Modified Upper Reach Reliability Project.
- Restricted assets are less as compared to the prior year due to a decrease in deposits into the Warren Act Trust Fund. The Warren Act Trust Fund deposits are variable in nature and are directly tied to the amount of State Water Project Water delivered to the lake on behalf of the SWP participants during the previous year.
- The value of property, plant, and equipment is essentially the same as the previous fiscal year.
- Current liabilities are much greater than the prior year amount primarily due to expenditures associated with the Modified Upper Reach Reliability Project.
- Long term liabilities are, in general, about the same as the previous year.



**CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS**

FINANCIAL HIGHLIGHTS (Continued)

Statement of Net Assets Analysis (Continued)

- Unrestricted net assets are considerably lower than the previous year primarily due to a net loss for the year end June 30, 2012. The non-cash, non-budgeted items which affected the net loss for the year were depreciation expense and the OPEB liability expense. The matching funds affiliated with the Proposition 50 Grant, which are not reimbursed, also affected the unrestricted net assets.

The following table shows a condensed version of COMB's Statement of Revenues, Expenses, and Changes in Net Assets, with corresponding analysis regarding significant variances.

Condensed Statement of Revenues, Expenses and Changes in Net Assets

	Year Ended		Variance	
	June 30, 2012	June 30, 2011	Dollars	Percent
Operating Revenues (Expenses):				
Operating Revenues	\$ 7,226,322	\$ 2,776,114	\$ 4,450,208	160.3%
Operating Expenses, excluding Depreciation Expense	(7,319,732)	(2,666,332)	(4,653,400)	174.5%
Depreciation	(108,686)	(89,659)	(19,027)	21.2%
Operating Income (Deficit)	(202,096)	20,123	(222,219)	-1104.3%
Non-operating Revenues	511	18,065	(17,554)	-97.2%
Non-operating Expenses	(114,106)	(119,395)	5,289	-4.4%
Change in Net Assets	\$ (315,691)	\$ (81,207)	\$ (234,484)	288.7%

Statement Analysis

- Operating revenues as of June 30, 2012 show a significant increase as compared to the prior year primarily due to an increased budget for construction activities affiliated with the Modified Upper Reach Reliability Project and the Quiota Creek Crossing No. 7 Project.
- Operating expenses, excluding depreciation and amortization expense are significantly greater than the prior year due to the construction activities related to the Modified Upper Reach Reliability Project and the Quiota Creek Project.
- Depreciation expense is 21% higher than the previous fiscal year due to the partial year transfer of assets from CCRB into COMB during FY 2011. In future years, this line item will be comparatively similar from year-to-year.

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**CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS**

FINANCIAL HIGHLIGHTS (Continued)

Statement Analysis (Continued)

- Non-operating revenues were smaller as compared to the prior fiscal year primarily due to the previous year entries affiliated with the transfer of the fisheries department into COMB.
- Non-operating expenses were essentially the same as compared to the prior fiscal year.
- The large decrease in the Change in Net Assets was primarily attributed to the timing of recording the Modified Upper Reach Reliability Project revenues and expenses. The construction contract associated with the MURRP project contained a defined payment schedule. The construction of the project accelerated unintentionally during the first six months which led to the submittal of Proposition 50 grant reimbursements sooner than projected. This also led to the recording of expenses sooner than originally anticipated. COMB did not exceed the approved budget for FY ending June 30, 2012. Since the MURRP project is extending over a two fiscal year period, the deficit and associated change in net assets will be smoothed out during the current fiscal year.

Capital Assets

The following table provides a summary of COMB's capital assets and changes from the prior year.

	Capital Assets			
	<u>Year Ended</u>		<u>Variance</u>	
	<u>June 30, 2012</u>	<u>June 30, 2011</u>	<u>Dollars</u>	<u>Percent</u>
Vehicles	\$ 444,890	\$ 412,962	\$ 31,928	7.7%
Office Furniture and Equipment	384,566	346,249	38,317	11.1%
Field Equipment	493,184	447,613	45,571	10.2%
Mobile Offices Used for Facilities	97,803	97,803	-	0.0%
Resurfacing	22,350	22,350	-	0.0%
Total Capital Assets	<u>1,442,793</u>	<u>1,326,977</u>	<u>115,816</u>	<u>8.7%</u>
Accumulated Depreciation	<u>(1,199,076)</u>	<u>(1,092,435)</u>	<u>(106,641)</u>	<u>9.8%</u>
Net Capital Assets	<u>\$ 243,717</u>	<u>\$ 234,542</u>	<u>\$ 9,175</u>	<u>3.9%</u>

**CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS**

FINANCIAL HIGHLIGHTS (Continued)

Debt Administration

COMB and the Cachuma Project Authority (CPA) merged in 1996, with COMB as the successor agency. With this merger, COMB assumed responsibility for the oversight and payment of the Series 1993 CPA revenue bonds. However, the bonds are not recorded on the books of COMB because, under Joint Participation Agreements between COMB and three of the Member Units, these Member Units are obligated to make the bond principal and interest payments on behalf of COMB. The Series 1993 bonds were refinanced by COMB in the first quarter of fiscal year 2004/05.

Under the terms and conditions of a repayment contract executed in 2002, COMB is responsible for payment to the United States of fifteen percent (15%) of the total amount of Safety of Dams (SOD) Act funds expended by the United States for structural stability and related work at Bradbury Dam. The debt total under the contract as executed is approximately \$6,791,000 plus interest and is to be repaid by annual payments over a 50-year period. COMB assesses the Member Units annually to collect the revenue for the payment due that year, with the assessments calculated in accordance with each Member Units' Cachuma Project entitlement percentages.

All work activities related to the Bradbury SOD Act rehabilitation project have been completed as of June 30, 2012.

The funds expended by Reclamation through June 30, 2012 on the Lauro Dam rehabilitation project as identified in the Re-Payment Schedule for this project are approximately \$5,974,937. The fifteen percent obligation plus interest during construction equates to approximately \$912,038 for the Lauro SOD Act repayment debt which appears in the long term liability account.

Work activities related to the completion of the Lauro Dam SOD Act rehabilitation produced additional costs which increased the cost of the project by \$12,997 as of June 30, 2012. Fifteen percent of that total equals approximately \$1,945 which has been reflected in the long term liability obligation.

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF NET ASSETS
June 30, 2012 and 2011

<u>ASSETS</u>		
	<u>2012</u>	<u>2011</u>
Current Assets		
Cash (Note 3)	\$ 615,760	\$ 266,105
Investments (Note 3)	3,869	54,786
Receivable from related entity (Note 13)	-	47,072
Receivable from member units	-	141,151
Interest receivable	68	64
Grant receivable	2,029,476	-
Prepaid insurance	15,192	12,861
Deposits	6,529	6,529
Current portion of SOD Act assessments receivable (Note 6)	82,853	78,418
Total current assets	<u>2,753,747</u>	<u>606,986</u>
Restricted Cash (Note 4)	<u>64,603</u>	<u>129,171</u>
Capital Assets (Note 8)		
Vehicles	444,890	412,962
Office furniture and equipment	384,566	346,249
Field equipment	493,184	447,613
Modular administrative offices	97,803	97,803
Resurfacing	22,350	22,350
Subtotal	1,442,793	1,326,977
Less: accumulated depreciation	<u>(1,199,076)</u>	<u>(1,092,435)</u>
Capital assets, net	<u>243,717</u>	<u>234,542</u>
Other Assets		
Long-term assessments receivable SOD Act (Note 6)	<u>6,468,864</u>	<u>6,549,770</u>
Total other assets	<u>6,468,864</u>	<u>6,549,770</u>
Total assets	<u>\$ 9,530,931</u>	<u>\$ 7,520,469</u>

See accompanying notes
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CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF NET ASSETS
June 30, 2012 and 2011

LIABILITIES AND NET ASSETS

	2012	2011
Current Liabilities		
Accounts payable	\$ 2,657,727	\$ 294,487
Accrued vacation and sick leave benefits	92,114	51,242
Deferred revenue	64,603	129,172
Accrued interest	87,008	87,008
Current portion of SOD Act contract payable (Note 6)	82,853	78,417
Total current liabilities	2,984,305	640,326
Long-Term Liabilities		
Net Other Post Employment Benefit obligation	252,648	189,568
SOD Act contract payable, net of current portion (Note 6)	6,468,864	6,549,770
Total long-term liabilities	6,721,512	6,739,338
Total liabilities	\$ 9,705,817	\$ 7,379,664
Commitments and Contingencies (Note 15)		
Net Assets		
Invested in capital assets, net of related debt	\$ 243,717	\$ 234,542
Unrestricted:		
Accumulated deficit	(418,603)	(93,737)
Total net assets	\$ (174,886)	\$ 140,805

See accompanying notes

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
For the Years Ended June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Operating Revenues		
Operating assessments from member agencies	\$ 3,267,459	\$ 2,695,309
Grant revenue	3,595,540	-
Warren Act Fund (Note 4)	76,884	7,231
Renewal Fund (Note 4)	191,210	-
Cachuma Project Betterment Fund (Note 5)	90,000	73,000
Other revenues	5,229	574
	<u>7,226,322</u>	<u>2,776,114</u>
Total operating revenues		
Operating Expenses		
Operation and maintenance division:		
Operation and maintenance	961,860	908,181
General and administrative	768,698	708,353
South Coast Conduit MURRP	3,463,797	67,868
Quiota Creek crossing habitat enhancement	729,317	-
Other maintenance and habitat enhancement	408,178	445,128
Fisheries division:		
Operation and maintenance	468,355	236,580
General and administrative	266,663	72,826
Fishery related projects	252,864	180,439
Jesusita Fire damage	-	46,957
Depreciation	108,686	89,659
	<u>7,428,418</u>	<u>2,755,991</u>
Total operating expenses		
Net Operating Gain (Loss)	<u>(202,096)</u>	<u>20,123</u>
Non-Operating Revenues (Expenses)		
Interest income	511	1,649
Gain related to transfer from related entity (Note 14)	-	16,416
Interest expense	(114,106)	(119,395)
	<u>(113,595)</u>	<u>(101,330)</u>
Total non-operating expenses		
Change in Net Assets	(315,691)	(81,207)
Total Net Assets, Beginning of Year	<u>140,805</u>	<u>535,564</u>
Amount constructively returned to members	-	(313,552)
Total Net Assets, End of Year	<u>\$ (174,886)</u>	<u>\$ 140,805</u>

See accompanying notes



CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
<u>Cash Flows from Operating Activities</u>		
Cash received from member agencies	\$ 3,487,028	\$ 1,889,019
Cash received from other sources	5,229	574
Cash received from grantor	1,566,064	-
Cash received from Cachuma Betterment Fund	90,000	-
Cash received from Renewal and Warren Act Funds	268,094	-
Cash received from related entity	-	253,701
Cash payments to suppliers for operations	(3,618,545)	(1,376,698)
Cash payments to employees	(1,189,254)	(1,140,294)
Net cash provided (used) by operating activities	<u>608,616</u>	<u>(373,698)</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Increase (decrease) in restricted assets	(64,568)	4,723
(Increase) decrease in deferred revenue	<u>64,568</u>	<u>(4,723)</u>
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Acquisition of capital assets	(117,860)	(57,979)
Interest payments on SOD Act contract payable	(114,108)	(119,395)
Principle payments on SOD Act contract payable	<u>(78,417)</u>	<u>(74,220)</u>
Net cash flows used by capital and related financing activities	<u>(310,385)</u>	<u>(251,594)</u>
<u>Cash Flows From Investing Activities</u>		
Interest received	507	2,874
Purchase of investments	-	(452,697)
Proceeds from redemptions of investments	<u>50,917</u>	<u>978,000</u>
Net cash flows provided by investing activities	<u>51,424</u>	<u>528,177</u>
Net increase (decrease) in Cash	349,655	(97,115)
Cash and Cash Equivalents - Beginning of Year	<u>266,105</u>	<u>363,220</u>
Cash and Cash Equivalents - End of Year	<u>\$ 615,760</u>	<u>\$ 266,105</u>

See accompanying notes



CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
<u>Reconciliation of net operating loss to net cash provided</u>		
<u>by operating activities</u>		
Net operating gain (loss)	\$ (202,096)	\$ 20,123
Adjustments to reconcile net operating gain (loss) to net cash provided (used) by operating activities:		
Depreciation expense	108,686	89,659
Gain from transfer from related entity	-	(16,416)
Changes in operating assets and liabilities		
Receivable from related entity	47,072	19,753
Other receivables	141,151	(141,151)
Prepaid insurance	(2,331)	2,561
Current portion of SOD Act assessment receivable	76,472	74,220
Accounts payable	2,363,240	33,589
Accrued vacation and sick leave benefits	40,873	(96,226)
Deferred revenue	-	(171,220)
Amounts constructively returned to members	-	(313,552)
SOD Act liability	1,945	31,507
OPEB liability	63,080	93,455
Grant receivables	(2,029,476)	-
	<u>608,616</u>	<u>(373,698)</u>
Net cash provided (used) by operating activities	\$ <u>608,616</u>	\$ <u>(373,698)</u>

See accompanying notes

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Organization

The Cachuma Operation and Maintenance Board (COMB) is a joint powers agency organized to operate and maintain the water delivery system of the Cachuma Project located in Santa Barbara County. COMB's member agencies (Member Units) consist of five water purveyors as follows: Carpinteria Valley Water District, City of Santa Barbara, Goleta Water District, Montecito Water District, and Santa Ynez River Water Conservation District Improvement District No. 1.

The Member Units entered into a Joint Exercise of Powers Agreement to exercise their common power to provide for the rights to, the facilities of, and the operation, maintenance and use of the United States, Department of the Interior, Bureau of Reclamation project known as the Cachuma Project, including storage, treatment, transport and appurtenant facilities, and all necessary tangible and intangible property rights. In September 2010, the Cachuma Operation and Maintenance Board approved a budget adjustment effective January 2011 to transfer from CCRB the implementation activities of the Santa Ynez River Fisheries Program as required by the 2000 Biological Opinion.

Note 2 - Summary of Significant Accounting Policies

A) Basis of Accounting

COMB operates as a proprietary fund type. All proprietary fund types are accounted for on a flow of economic resources measurement focus. Under this measurement focus, all assets and liabilities associated with the operation of these funds are included in the statement of net assets. Where appropriate, net total assets are segregated into net assets invested in capital assets and unrestricted net assets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net assets.

All proprietary fund types utilize the accrual basis of accounting. Under this method, revenues are recognized at the time the related liabilities are incurred regardless of when paid.

This report has been prepared in accordance with Accounting Principles Generally Accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (GASB). Additionally, COMB applies all Financial Accounting Standards Board statements and interpretations, Accounting Principles Board opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

COMB distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with COMB's principal ongoing operations. The principal operating revenues of COMB are assessments of the Member Units and grant monies received. Operating expenses for COMB include maintenance and administrative expenses, depreciation on capital assets and litigation costs. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.



CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 2 - Summary of Significant Accounting Policies (Continued)

A) Basis of Accounting (Continued)

This Statement requires that COMB account for, and report, the annual cost of other postemployment benefits (OPEB) and the outstanding obligations and commitments related to OPEB in the same manner as it currently does for pensions. The Statement does not require that COMB fund their OPEB plans, only that it accounts for them and reports them. OPEB generally consists of health insurance and dental, vision, prescription, or other healthcare benefits provided to eligible retirees, including their beneficiaries in some cases.

B) Cash and Cash Equivalents

For purposes of the statement of cash flows, cash includes demand deposits and money market accounts, but does not include restricted cash or funds invested in the Local Agency Investment Fund (LAIF).

C) Capital Assets

Property and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, which is generally 5 years. Title to the assets of the Cachuma Project is with the United States of America; the assets are not recorded as assets of COMB. Costs relating to capital improvements, rehabilitation, betterment, maintenance and modifications are therefore reported as expenditures when incurred by COMB.

D) Investments

Investments in governmental investment pools are reported at fair value based on the fair value per share of the pool's underlying portfolio.

E) Accrued Vacation and Sick Pay

Employees are entitled to certain compensated absences based on their length of employment. With minor exceptions, compensated absences vest and accumulate and are accrued when they are earned.

F) Unspent Operating Assessments

The operating assessments represent amounts received from COMB's Member Units to fund current operations. To the extent that revenues exceed expenses in a given year, they are constructively returned to the Member Units in subsequent years.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 2 - Summary of Significant Accounting Policies (Continued)

G) Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. COMB's principal areas that include estimates are the liabilities and related receivables for Safety of Dams Act construction in process and the lives of capitalized assets. Actual results could differ from those estimates.

F) Deferred Revenue

Deferred revenue consists of the unspent Renewal Fund and Warren Act Trust fund money that is restricted for Lake Cachuma projects. Each year, the Fund Committees decide how to spend these funds and revenue is recognized when the money is spent. See Note 4 for disclosures on restricted cash.

Note 3 - Cash and Investments

Cash and investments as of June 30, 2012 and 2011 consist of the following:

	2012	2011
Cash on hand	\$ 400	\$ 400
Deposits with financial institutions	679,963	394,876
Investments	3,869	54,786
Total cash and investments, at fair value	\$ 684,232	\$ 450,062

Investments

Under the provisions of COMB's investment policy, the agency may invest in state or national banks, state or federal saving and loan associations, the State of California Local Agency Investment Fund (LAIF), or may invest as provided in the California Government Code.

In accordance with governmental accounting standards, investments are categorized by level of credit risk assumed at year end. Category 1 includes investments that are insured or registered or for which the securities are held by COMB or its agency in COMB's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in COMB's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter party, by its trust department or agency but not in COMB's name. Currently, COMB's investments are held within LAIF. This is a non-categorized investment vehicle permitted under the provisions of COMB's investment policy.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Cash and Investments (Continued)

Short-term investments consist of deposits with the LAIF, a fund established by the State of California to assist local agencies in the achievement of maximum earnings. The interest rate on the LAIF deposit varies. For the years ended June 30, 2012 and 2011, the average earnings rate was approximately 1%. The amounts on deposit as of June 30, 2012 and 2011 were \$3,869 and \$54,786, respectively.

Investment Risk

GASB Statement No. 40 requires a determination as to whether COMB was exposed to the following investment risks at the year end and if so, the reporting of certain related disclosures:

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, COMB was not significantly exposed to credit risk.

At June 30, 2012, COMB’s investments, other than those which are obligations of or guaranteed by the U.S. Government, are rated as to credit quality as follows:

<u>Investment</u>	<u>S&P Rating</u>
Local Agency Investment Fund (LAIF)	Not rated

Custodial Credit Risk – Deposits are exposed to custodial credit risk if they are uninsured and uncollateralized. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, COMB will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of COMB and are held by either the counter-party or the counter-party’s trust department or agent but not in COMB’s name.

All cash is entirely insured or collateralized. The California Government Code requires California banks and savings and loans associations to secure COMB’s deposits by pledging government securities, which equal at least 110% of COMB’s deposits. California law also permits financial institutions to secure COMB’s deposits by the pledging of first trust deed mortgage notes in excess of 150% of the COMB’s deposits. COMB may waive collateral requirements for deposits that are fully insured by the Federal Deposit Insurance Corporation (FDIC) to \$250,000.

Concentration of Credit Risk – This risk is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. At year end, COMB was not exposed to concentration of credit risk.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Cash and Investments (Continued)

Interest Rate Risk – Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

As of June 30, 2012, COMB had the following investments:

<u>Investment Type</u>	<u>Amount</u>	<u>Maturity</u>
Local Agency Investment Fund (LAIF)	\$ 3,869	N/A

Foreign Currency Risk – This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, COMB was not exposed to foreign currency risk.

Note 4 - Restricted Cash

The Cachuma Project Renewal Fund (Renewal Fund) and Cachuma Project Trust Fund (Trust Fund) are two separate funds that have been established through contracts with the U.S. Bureau of Reclamation (Reclamation).

The Trust Fund is a requirement of the Warren Act contract that the Central Coast Water Authority (CCWA) negotiated with Reclamation for the use of the Cachuma Project for transport of State Water Project (SWP) water through Cachuma Project facilities. The memorandum of understanding (MOU) creating the Trust Fund established a two person Fund Committee and an Advisory Committee. One member of the Fund Committee is appointed by the Member Units through COMB or CCRB. The other member of the Fund Committee is appointed by Santa Barbara County Board of Supervisors from the County Water Agency.

The Renewal Fund is a requirement of the Cachuma Project Renewal Master Contract for water service from the Cachuma Project to the five Cachuma Project Member Units. The Cachuma Project Renewal Master Contract is mostly silent on the process for managing the Renewal Fund, other than stating that the Fund Committee must agree on its use.

Both the Trust Fund and the Renewal Fund require annual and five-year plans. Reclamation and the Cachuma Project Member Units agreed to use the committee process for both funds and to have common annual and five-year plans. To date, the annual and five-year plans have authorized the combined funds to be used for implementation of the Biological Opinion (BO)/Fish Management Plan (FMP). Pursuant to the Renewal Master Contract, COMB administers both the Trust Fund and the Renewal Fund accounts.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Restricted Cash (Continued)

Summary of restricted cash as of June 30:

	2012	2011
Trust Fund	\$ 54,469	\$ 119,136
Renewal Fund	10,134	10,035
Total Restricted Cash	\$ 64,603	\$ 129,171

Note 5 - Cachuma Project Betterment Fund

Since the Cachuma Project was completed in the mid-1950s, the Santa Barbara County Water Agency has collected \$100,000 per year in taxes for the betterment of the Cachuma Project. For the first 40 years, these funds were used to pay down the capital cost of constructing the Cachuma Project. The authorized uses of these funds were broadened in 1995 pursuant to the Renewal Master Contract. The County Water Agency was still obligated to provide \$100,000 annually to the Cachuma Project. However, under Article 8 (b), the funds could to be used for any beneficial purpose consistent with the Water Agency Act within the Santa Ynez River watershed or the Cachuma Project service area. Each fiscal year, representatives from the Cachuma Project Member Units and the County Water Agency must mutually agree on the activities to be funded by the County Water Agency's \$100,000 contribution. To date, the Betterment Fund has been combined with the Trust Fund and Renewal Fund revenues to offset the costs of the Fisheries Program. On January 1, 2011, the balance of the Betterment fund was transferred from Cachuma Conservation Release Board to COMB to support the Fisheries Program.

Note 6 - SOD Act Assessments Receivable and Contract Payable

Bradbury Dam

On July 1, 2002, COMB executed a repayment contract with U.S. Bureau of Reclamation in the Department of Interior of the United States (Reclamation). Under the terms of the agreement and in accordance with the United States Safety of Dams (SOD) Act, COMB will reimburse Reclamation for fifteen percent (15%) of the total amount of SOD Act funds expended by Reclamation to preserve the structural integrity of Bradbury Dam and related Cachuma Project facilities.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 6 - SOD Act Assessments Receivable and Contract Payable (Continued)

COMB entered into a repayment contract with Reclamation when the project was deemed to be substantially complete. The repayment contract, as executed, calls for a repayment of 15% of a total cost of \$45,276,008 or approximately \$6,791,000 plus interest, as appropriate, over a 50-year period. The repayment obligation has been allocated fifty-one and three tenths percent (51.3%) to irrigation uses (Irrigation Allocation) or \$3,483,989, and forty eight and seven tenths percent (48.7%) to municipal and industrial (M&I) uses (M&I Allocation) or \$3,307,412. The Irrigation allocation bears no interest and repayment commences in fiscal year end 2017. Interest during construction in the amount of \$325,477 was added to the M&I Allocation. During construction COMB made advances in the amount of \$1,496,148 that were applied against the M&I Allocation amounts. Accounting for advances made by COMB during construction, the balance due under the M&I Allocation contract was \$2,136,741.

COMB will assess the Member Units annually amounts equal to the obligation due Reclamation. The annual payment requirements at June 30, 2012 to retire the contract as of June 30, 2052, including interest payments at 5.856%, are presented in the following table. This table does not include adjustments that will be made to the Bradbury Dam repayment contract due to additional incurred costs or for payments that will be required under the Lauro Dam repayment contract.

	M&I Allocation		Irrigation Allocation	Total
	Principal	Interest		
2013	\$ 70,212	\$ 94,658	\$ -	\$ 164,870
2014	74,323	90,547	-	164,870
2015	78,676	86,194	-	164,870
2016	83,283	81,587	-	164,870
2017	88,160	76,710	96,777	261,647
2018-2022	524,558	299,792	483,887	1,308,237
2023-2027	697,221	127,129	483,887	1,308,237
2028-2032	-	-	483,888	483,888
2033-2037	-	-	483,887	483,887
2038-2042	-	-	483,888	483,888
2043-2047	-	-	483,887	483,887
2048-2052	-	-	483,888	483,888
	<u>\$ 1,616,433</u>	<u>\$ 856,617</u>	<u>\$ 3,483,989</u>	<u>\$ 5,957,039</u>

The interest expense for the Bradbury Dam SOD Act contract payable was \$98,542 and \$102,212 for the years ended June 30, 2012 and 2011, respectively.



CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 6 - SOD Act Assessments Receivable and Contract Payable (Continued)

Bradbury Dam (Continued)

The total cost of the Bradbury Dam SOD Act project is to be reevaluated and the repayment agreement amended as necessary by Reclamation and COMB when all phases of the work are completed. Total project costs as of June 30, 2012 were \$48,321,547, \$3,045,539 higher than the total cost authorized under the repayment contract. It is management's opinion that COMB will be responsible for reimbursing Reclamation 15% of the total construction costs in excess of the costs per the original repayment contract. As of June 30, 2012, an additional liability of \$456,831 was recorded for construction costs incurred in excess of the original repayment agreement. This is an estimate based on management's best judgment which may be adjusted as more current information becomes available.

Reclamation can also reevaluate the ability of COMB's Member Units to repay the Irrigation Allocation every five years, commencing in fiscal year end 2008. No adjustment has been made to the Irrigation Allocation balance to reflect a discount due to the non-interest bearing feature of the contract.

Lauro Dam

On March 21, 2007, COMB executed a repayment contract with U.S. Bureau of Reclamation in the Department of Interior of the United States (Reclamation). Under the terms of the agreement and in accordance with the United States Safety of Dams (SOD) Act, COMB will reimburse Reclamation for fifteen percent (15%) of the total amount of SOD Act funds expended by Reclamation to preserve the structural integrity of Lauro Dam and reservoir; total costs not to exceed \$17,314,125. The primary contract for construction of the modification project was awarded by Reclamation in September 2005 and the work was deemed substantially complete in February 2007.

COMB entered into a repayment contract with the Reclamation when the project was deemed to be substantially complete. The repayment contract, as executed, calls for a repayment of 15% of a total cost of \$5,974,934 or approximately \$896,240 plus interest, as appropriate, over a 50-year period. The repayment obligation has been allocated fifty and seventy two one hundredths percent (50.72%) to irrigation uses (Irrigation Allocation) or \$454,573, and forty nine and twenty eight hundredths percent (49.28%) to municipal and industrial (M&I) uses (M&I Allocation) or \$441,667. The Irrigation allocation bears no interest and repayment commences October 2017. The M&I allocation balance due during the construction period accrued interest in the amount of \$15,798.

COMB will assess the South Coast Member Units annually amounts equal to the obligation due January 4, 2057, including interest payments at 4.886%, are presented in the following table. This table does not include adjustments that will be made to the Lauro Dam repayment contract due to additional incurred costs or for payments that will be required under the Lauro Dam repayment contract.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 6 - SOD Act Assessments Receivable and Contract Payable (Continued)

Lauro Dam (Continued)

	M&I Allocation		Irrigation Allocation	Total
	Principal	Interest		
2013	\$ 12,640	\$ 19,448	\$ -	\$ 32,088
2014	13,216	18,875	-	32,088
2015	13,818	18,270	-	32,088
2016	14,447	17,641	-	32,088
2017	15,106	16,982	10,823	42,911
2018-2022	86,500	73,940	54,115	214,555
2023-2027	108,084	52,356	54,115	214,555
2028-2032	135,053	25,387	54,115	214,555
2033-2037	28,007	1,274	54,115	54,115
2038-2042	-	-	54,115	54,115
2043-2047	-	-	54,115	54,115
2048-2052	-	-	54,115	54,115
2049-2056	-	-	54,115	54,115
2057-2062	-	-	10,830	10,830
	<u>\$ 426,871</u>	<u>\$ 244,173</u>	<u>\$ 454,573</u>	<u>\$ 1,125,617</u>

The interest expense for the Lauro Dam SOD Act contract payable was \$19,999 and \$20,526 for the years ended June 30, 2012 and 2011, respectively.

The total costs of the Lauro Dam SOD Act project is to be reevaluated and repayment agreement amended as necessary by Reclamation and COMB when all phases of work are completed. The total project costs as of June 30, 2012 were \$6,728,401, \$753,467 higher than the total costs authorized by the repayment contract. It is management's opinion that COMB will be responsible for reimbursing Reclamation 15% of the total construction cost incurred in excess of the original repayment contract. As of June 30, 2012, an additional liability of \$113,020 is recorded for construction costs incurred in excess of the original repayment agreement.

Management deems the assessments receivable related to the Bradbury and Lauro Dams SOD Act projects to be fully collectable. The total SOD Act liability at June 30, 2012 is composed of the following:

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 6 - SOD Act Assessments Receivable and Contract Payable (Continued)

Bradbury Dam repayment contract:	
M&I principal	\$ 1,616,433
Irrigation principal	3,483,989
<hr/>	
Total Bradbury Dam repayment contract obligation excluding interest	5,100,422
Bradbury Dam liability for 15% of additional costs incurred over repayment contract	456,831
<hr/>	
Total Bradbury Dam SOD Act liability	5,557,253
Lauro Dam repayment contract:	
M&I principal	\$ 426,871
Irrigation principal	454,573
<hr/>	
Total Lauro Dam repayment contract obligation excluding interest	881,444
Lauro Dam liability for 15% of additional costs incurred over repayment contract	113,020
<hr/>	
Total Lauro SOD Act liability	994,464
Total SOD Act Liability	6,551,717
Less current portion	(82,853)
<hr/>	
Long-term portion of SOD Act liability	\$ 6,468,864

Note 7 - Long-Term Debt

Changes in long term debt amounts for years ended June 30, 2012 and 2011 were as follows:

	<u>Beginning Balance 2012</u>	<u>Additions</u>	<u>Principal Payments</u>	<u>Ending Balance 2012</u>
SOD Act Liabilities	\$ 6,628,187	\$ 1,945	\$ (78,415)	\$ 6,551,717
	<u>\$ 6,628,187</u>	<u>\$ 1,945</u>	<u>\$ (78,415)</u>	<u>\$ 6,551,717</u>
	<u>Beginning Balance 2011</u>	<u>Additions</u>	<u>Principal Payments</u>	<u>Ending Balance 2011</u>
SOD Act Liabilities	\$ 6,670,373	\$ 32,035*	\$ (74,221)	\$ 6,628,187
	<u>\$ 6,670,373</u>	<u>\$ 32,035</u>	<u>\$ (74,221)</u>	<u>\$ 6,628,187</u>

* During the year ended June 30, 2011, the Bureau of Reclamation adjusted COMB's long term debt related to the Lauro Dam by this amount.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 8 - Capital Assets

The following is a summary of capital assets which include property, plant and equipment at June 30, 2012 and 2011.

	Beginning				Ending
	Balance 2012	Additions	Deletions	Transfers	Balance 2012
Vehicles	\$ 412,962	\$ 31,928	\$ -	\$ -	\$ 444,890
Office furniture and equipment	346,249	38,317	-	-	384,566
Field equipment	447,613	47,616	(2,045)	-	493,184
Mobile offices used for facilities	97,803	-	-	-	97,803
Resurfacing	22,350	-	-	-	22,350
Total capital assets	1,326,977	117,861	(2,045)	-	1,442,793
Less: accumulated depreciation and amortization	(1,092,435)	(108,686)	2,045	-	(1,199,076)
Net capital assets	\$ 234,542	\$ 9,175	\$ -	\$ -	\$ 243,717

	Beginning				Ending
	Balance 2011	Additions	Deletions	Transfers	Balance 2011
Vehicles	\$ 338,974	\$ 5,225	\$ -	\$ 68,763	\$ 412,962
Office furniture and equipment	237,870	26,338	-	82,041	346,249
Field equipment	377,491	26,916	(6,500)	49,706	447,613
Mobile offices used for facilities	97,803	-	-	-	97,803
Resurfacing	22,350	-	-	-	22,350
Total capital assets	1,074,488	58,479	(6,500)	200,510	1,326,977
Less: accumulated depreciation and amortization	(852,476)	(89,659)	6,000	(156,300)	(1,092,435)
Net capital assets	\$ 222,012	\$ (31,180)	\$ (500)	\$ 44,210	\$ 234,542

Note 9 - Joint Powers Insurance Authority

COMB participates in the property and liability program organized by the Association of California Water Agencies/Joint Powers Insurance Authority (ACWA/JPIA). Employees working for COMB receive the benefits of this plan through the employee services agreement. ACWA/JPIA is a Joint Powers Authority created to provide a self-insurance program to water agencies in the State of California. The ACWA/JPIA is not a component unit of COMB for financial reporting purposes, as explained below.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 9 - Joint Powers Insurance Authority (Continued)

ACWA/JPIA provides liability, property and workers' compensation insurance for approximately 300 water agencies for losses in excess of the member agencies specified self-insurance retention levels. Individual claims (and aggregate public liability and property claims) in excess of specified levels are covered by excess insurance policies purchased from commercial carriers. ACWA/JPIA is governed by a board comprised of members from participating agencies. The board controls the operations of ACWA/JPIA, including selection of management and approval of operating budgets, independent of any influence by the members beyond the representation on the board. Each member shares surpluses and deficiencies proportionately to its participation in ACWA/JPIA.

Additional information and complete financial statements for the ACWA/JPIA are available for public inspection at 5620 Birdcage Street, Suite 200, Citrus Heights, CA, between the hours of 8 a.m. and 5 p.m., Monday through Friday.

Note 10 - Defined Benefit Pension Plan

Plan Description

COMB contributes to the California Public Employees Retirement System Miscellaneous 2% at 55 Risk Pool, a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees Retirement System ("CalPERS"). A menu of benefit provisions, as well as other requirements, is established by State statutes within California Public Employee Retirement Law. COMB selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through the Board of Directors' (the "Board") authorization.

CalPERS issue a separate comprehensive annual financial report for the Miscellaneous 2% at 55 Risk Pool. Copies of the annual financial report may be obtained from the CalPERS Executive Office at 400 P Street, Sacramento, California 95814.

Funding Policy

Active plan members in the COMB defined benefit plan (the "Plan") are required to contribute 7% of their annual covered salary. COMB pays this amount to CalPERS on behalf of its employees. The required employer contribution rates for 2012 and 2011 were 11.621% and 10.671%, respectively. The contribution requirements of the Plan's members are established by State statute, and the employer contribution rate is established and may be amended by CalPERS.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Defined Benefit Pension Plan (Continued)

Annual Pension Cost

For the years ended June 30, 2012 and 2011, COMB's annual pension cost (APC) of \$194,346 and \$140,647 respectively, was equal to COMB's required and actual contributions. The following is a summary of the actuarial assumptions and methods:

Valuation Date	June 30, 2009
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level percentage of payroll
Remaining Amortization Period	18 Years as of the valuation date
Asset Valuation Method	15 Year smoothed market
Actuarial Assumptions:	
Investment rate of return	7.75%
Projected salary increases	3.55% to 14.45% depending on age, service, and type of employment
Discount Rate	5.00%
Inflation	3.00%
Payroll Growth	3.00%
Individual salary growth	A metric scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%

The actuarial value of the Plan's assets was determined using a technique that smoothes the effect of short-term volatility in the market value of investments over a fifteen-year period. CalPERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis over 20 years.

Three-year trend information for CalPERS:

Fiscal Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2010	\$ 102,038	100%	-
2011	140,647	100%	-
2012	194,346	100%	-

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Defined Benefit Pension Plan (Continued)

Required Supplementary Information

Effective for the June 30, 2003 valuation, PERS requires mandatory pooling for plans with less than 100 active members. The schedule for funding progress below represents the recent history of the risk pool's actuarial value of assets, accrued liability, their relationship, and the relationship of the unfunded liability.

	(A)	(B)	(C)	(D)	(E)	(F)
Actuarial Valuation Date	Actuarial Accrued Liability	Actuarial Value of Assets	Unfunded Liability (A) - (B)	Funded Ratio (B)/(A)	Annual Covered Payroll	UL as a % of Payroll (C)/(E)
06/30/08	\$ 2,780,280,768	\$ 2,547,323,278	\$ 232,957,490	91.6%	\$ 688,606,681	33.8%
06/30/09	3,104,798,222	2,758,511,101	346,287,121	88.9%	742,981,488	46.6%
06/30/10	3,309,064,934	2,946,408,106	362,656,828	89.0%	748,401,352	48.5%

Note 11 - Deferred Compensation Plan

COMB offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan, available to employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are maintained (until paid or made available to the participant or beneficiary) in a trust account administered by State Street Bank and Trust. Participants have sole rights under the plan in an amount equal to the fair market value of the deferred for each participant. Contributions made by COMB for the employees to the plan for the years ended June 30, 2012 and 2011 were and \$115,310 and \$90,910, respectively.

Note 12 - Post-retirement Health Care Benefits

COMB offers post-retirement health insurance benefits to retired employees. Retired employees are eligible to receive benefits, equal to medical, dental and vision insurance, if the employee has reached age 50 and has twelve years of covered service.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 12 - Post-retirement Health Care Benefits (Continued)

Funding Policy

COMB's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The annual required contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The current ARC rate is 10% of the annual covered payroll. COMB has elected to make contributions equal to the pay-as-you-go amount.

Annual OPEB Cost

For 2012, the COMB's annual OPEB cost (expense) of \$130,528 for the plan was equal to the ARC. COMB's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012 and the two preceding years were as follows:

<u>Fiscal Year</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2010	\$ 121,050	21%	\$ 96,113
6/30/2011	125,856	26%	189,568
6/30/2012	130,528	52%	252,648

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2012, was as follows:

Actuarial Accrued Liability (AAL)	\$ 1,164,773
Actuarial Value of Plan Assets	\$ -
Unfunded Actuarial Accrued Liability (UAAL)	\$ 1,164,773
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0%
Covered Payroll (Active Plan Members)	\$ 1,160,852
UAAL as a Percentage of Covered Payroll	100%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 12 - Post-retirement Health Care Benefits (Continued)

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following is a summary of the actuarial assumptions and methods:

Valuation Date	December 1, 2009
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level percentage of payroll
Remaining Amortization Period	30 years as of the valuation date
Asset Valuation Method	Not applicable
Actuarial Assumptions:	
Discount Rate	5.00%
Inflation	3.00%
Healthcare Cost Trend	4.00%
Payroll Growth	3.00%

Note 13 - Related Party Transactions

Three of the Member Units of COMB are the same as the Member Units of another joint powers agency, the Cachuma Conservation and Release Board (CCRB), Santa Ynez Water Conservation District Improvement District No. 1 (ID#1) and Carpinteria Valley Water District are not members of CCRB.

COMB had an Employee Services Agreement with CCRB and ID#1 which had expired but was utilized in compliance with the terms of the agreement through December 31, 2010. The costs of materials and supplies, and salaries and related benefits for services performed by COMB under the Employee Services Agreement were recorded by CCRB as operating expenses. CCRB assesses its Member Units to fund 89.69% of this obligation and receives the 10.31% balance from ID#1, in accordance with provisions of the Employee Services Agreement. These items are not shown as operating expenses in the financial statements. As of June 30, 2012 and 2011, CCRB owed COMB \$0 and \$47,072, respectively for these services.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 14 - Transfer from Related Entity

In September 2010, the Cachuma Operation and Maintenance Board approved a budget adjustment effective January 2011 to transfer from CCRB the implementation of the Santa Ynez River Fisheries Program as required by the 2000 Biological Opinion. Revenue, capital assets, liabilities and accrued vacation related to the Fishery Projects were transferred to Cachuma Operation and Maintenance Board. As a result of the transfer, COMB realized a net asset transfer gain of approximately \$16,416 which was recognized on the statement of revenue, expenses and changes in net assets.

Note 15 - Commitments and Contingencies

1993 Cachuma Project Authority Bonds

In 1996 COMB merged with the Cachuma Project Authority (CPA) and as a result of this merger COMB became the agency responsible for the oversight and payment of the 1993 CPA bonds. These bonds have not been recorded on the books of COMB since three of the Member Units are obligated under Joint Participation Agreements to make the principal and interest payments on behalf of COMB.

On August 19, 2004, COMB refinanced the 1993 CPA bonds with the 2004 Cachuma Operation and Maintenance Board Bonds ("Bonds") for \$4,480,000 at varying interest rates from 3.000% to 4.625% on behalf of three Member Units. Each of the three Member Unit participants has entered into one or more joint participation agreements with COMB pursuant to which the Member Unit is obligated to make certain payments with respect to certain additions, betterments, extensions or improvements to such Member Unit's water system. Such payments will constitute revenues pledged to secure the payment of the principal of and interest on the Bonds.

In the ordinary course of business, various legal proceedings may be pending, however, in the opinion of management, the ultimate disposition of these matters will not have a significant impact on the financial position of the entity.

Commitments

COMB has entered into a contract related to the Santa Ynez River Model Peer Review totaling approximately \$19,000. Of this amount, \$0 has been paid as of June 30, 2012.

Note 16 - Reclassifications

Certain reclassifications have been made to prior year amounts to conform with current year presentation.

Note 17 - Subsequent Events

Subsequent events have been evaluated through January 10, 2013, the date that the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

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**CACHUMA OPERATION AND MAINTENANCE BOARD
SUPPLEMENTAL SCHEDULE OF OPERATION AND MAINTENANCE,
GENERAL AND ADMINISTRATIVE AND OTHER MAINTENANCE EXPENSE
For the Years Ended June 30, 2012 and 2011**

	<u>2012</u>	<u>2011</u>
Operation and Maintenance Division		
Operation and Maintenance Expense		
Salaries and benefits	\$ 773,634	\$ 725,825
Contract labor	58,349	66,021
Equipment	4,324	2,630
Equipment rental	5,646	4,581
Materials and supplies	43,712	32,824
Vehicle maintenance	30,614	31,054
Other expenses	45,581	45,246
Total operation and maintenance expense	<u>\$ 961,860</u>	<u>\$ 908,181</u>
General and Administrative Expense		
Administration salaries	\$ 258,825	\$ 218,156
Accrued wages and vacation	15,854	-
Directors fees and expense	13,941	12,058
Legal and audit	118,953	97,993
Liability insurance	39,715	43,570
Health insurance and workers compensation	30,299	73,056
Retirement plan contributions	178,991	166,694
Payroll tax expense	22,017	23,814
Office supplies and expense	41,846	39,585
Administrative travel and conferences	3,258	4,827
Membership dues	5,776	6,640
Employee training	1,734	2,644
Public information	1,197	797
Other expenses	36,292	18,519
Total general and administrative expense	<u>\$ 768,698</u>	<u>\$ 708,353</u>
Other Maintenance Expense and Habitat Enhancement		
Flow meter upgrades and SCADA system	\$ 1,105	\$ 10,398
COMB building / grounds repair	19,268	44,059
SCC improvement plan and design	50,571	228,436
SCC Valves and control station rehabilitation	-	7,108
SCC structure rehabilitation	20,010	22,285
GIS and mapping	6,544	12,572
Sanitary Survey	-	49,396
Hilton Creek habitat enhancement	-	14,573
Quiota Creek Crossing engineering designs	26,991	34,475
Tributary projects support	1,975	6,835
Jalama habitat enhancement	-	14,991
SCC emergency pipeline repairs	204,482	-
Lauro Debris Basin maintenance	77,232	-
Total other maintenance expense and habitat enhancement	<u>\$ 408,178</u>	<u>\$ 445,128</u>

See accompanying notes

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**CACHUMA OPERATION AND MAINTENANCE BOARD
 SUPPLEMENTAL SCHEDULE OF OPERATION AND MAINTENANCE,
 GENERAL AND ADMINISTRATIVE AND OTHER MAINTENANCE EXPENSE (CONTINUED)
 For the Years Ended June 30, 2012 and 2011**

Fisheries Division	<u>2012</u>	<u>2011</u>
Operation and Maintenance Expense		
Salaries and benefits	\$ 431,801	\$ 209,069
Contract labor	16,606	12,535
Vehicles and equipment	16,338	11,738
Materials and supplies	1,118	1,872
Other expenses	2,492	1,366
Total operation and maintenance expense	<u>\$ 468,355</u>	<u>\$ 236,580</u>
General and Administrative Expense		
Administration salaries	\$ 111,517	\$ 27,120
Health insurance and workers compensation	24,790	8,670
Retirement plan contributions	20,618	4,659
Payroll tax expense	9,368	2,450
Office supplies and expense	18,791	16,594
Administrative travel and conferences	4,492	2,145
Membership dues	2,478	90
Legal and audit	31,361	-
Accrued wages and vacation	8,537	-
Liability insurance	18,020	-
Other expenses	16,691	11,098
Total general and administrative expense	<u>\$ 266,663</u>	<u>\$ 72,826</u>
Fishery related projects		
FMP implementation	\$ 45,857	\$ 37,808
GIS and mapping	8,814	1,395
Grants technical support	3,032	3,860
SYR hydrology technical support	7,352	13,141
USGS stream gauge program	74,000	55,227
Tri county fish team funding	5,000	2,500
Oak tree restoration program	79,439	66,508
Santa Ynez River model peer review	29,370	-
Total fishery related projects	<u>\$ 252,864</u>	<u>\$ 180,439</u>

See accompanying notes



January 10, 2013

Bartlett, Pringle & Wolf, LLP
1123 Chapala Street
Santa Barbara, CA 93101

Dear Sir or Madam:

In connection with your audit of the statement of net assets of Cachuma Operation and Maintenance Board (COMB), as of June 30, 2012 and 2011, and the related statements of revenue, expenses, and changes in net assets and cash flows for the years then ended, we confirm that we are responsible for the fair presentation in the financial statements of financial position, revenue and expense, changes in net assets and cash flows in conformity with accounting principles generally accepted in the United States of America.

We confirm to the best of our knowledge and belief, as of the following representations made to you during your audit.

1. The financial statements referred to above are fairly presented in conformity with accounting principles generally accepted in the United States of America.
2. We have made available to you:
 - a. All financial records and related data.
 - b. Minutes of the meetings of directors and committees of directors or summaries of actions of recent meetings for which minutes have not yet been prepared.
3. We have no knowledge of fraud or suspected fraud affecting the entity involving:
 - a. Management or employees who have significant roles in the internal control.
 - b. Others where the fraud could have a material effect on the financial statements.
4. We acknowledge our responsibility for the design and implementation of programs and controls to provide reasonable assurance that fraud is prevented and detected.
5. We have no knowledge of any allegations of fraud or suspected fraud affecting COMB received in communications from employees, former employees, analysts, regulators, short sellers, or others.
6. We are aware of no significant deficiencies, including material weaknesses, in the design or operation of internal controls that could adversely affect the entity's ability to record, process, summarize, and report financial data.
7. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

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8. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
9. The following have been properly recorded and/or disclosed in the financial statements:
 - a. Related party transactions.
 - b. The fair value of investments.
 - c. All significant estimates and material concentrations known to management that are required to be disclosed in accordance with the Risks and Uncertainties Topic of the FASB Accounting Standards Codification. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets for which events could occur that would significantly disrupt normal finances within the next year.
 - d. Deposits and investment securities category of custodial credit risk.
10. We are responsible for making the accounting estimates included in the financial statements. Those estimates reflect our judgment based on our knowledge and experience about past and current events and our assumptions about conditions we expect to exist and courses of action we expect to take. In that regard, adequate provisions have been made.
 - a. To reduce receivables to their estimated net collectable amounts.
 - b. For risk retention, including uninsured losses or loss retentions (deductibles) attributable to events occurring through June 30, 2012 and/or for expected retroactive insurance premium adjustments applicable to periods through June 30, 2012.
 - c. For pension obligations, post-retirement benefits other than pensions and deferred compensation agreements attributable to employee services rendered through June 30, 2012.
11. There are no:
 - a. Material transactions that have not been properly recorded in the accounting records underlying the financial statements. For purposes of this representation, we consider items to be material, regardless of their size, if they involve the misstatement or omission of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.
 - b. Violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency. In that regard, we specifically represent that we have not been designated as, or alleged to be, a "potentially responsible party" by the Federal Environmental Protection Agency or any equivalent state agencies in connection with any environmental contamination.
 - c. Other material liabilities or gain or loss contingencies that are required to be accrued or disclosed by the Contingencies Topic of the FASB Accounting Standards Codification and/or GASB Statement No. 10.

- d. Guarantees, whether written or oral, under which the COMB is contingently liable.
 - e. Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances.
 - f. Liens or encumbrances on assets or revenues or any assets or revenues which were pledged as collateral for any liability or which were subordinated in any way.
 - g. Material losses to be sustained in the fulfillment of, or from the inability to fulfill, any service commitments.
 - h. Lines of credit or similar arrangements.
 - i. Agreements to repurchase assets previously sold.
 - j. Impairment of capital assets.
 - k. Security agreements in effect under the Uniform Commercial Code.
 - l. Contractual obligations for construction and purchase of real property or equipment not included in the liabilities or encumbrances recorded on the books.
 - m. Liabilities which are subordinated in any way to any other actual or possible liabilities.
 - n. Derivative financial instruments.
 - o. Leases or material amounts of rental obligations under long-term leases.
12. There are no unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with the Contingencies Topic of the FASB Accounting Standards Codification and/or GASB Statement No. 10.
 13. We have no direct or indirect, legal or moral, obligation for any debt of any organization, public or private, or to special assessment bond holders, which is not disclosed in the financial statement.
 14. We have satisfactory title to all owned assets.
 15. We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
 16. Net asset components (invested in capital assets, net of related debt; restricted; and unrestricted) and fund balance reserves and designations are properly classified and, if applicable, approved.
 17. Capital assets, including infrastructure assets, are properly capitalized, reported, and depreciated.
 18. With respect to supplementary information presented in relation to the financial statements as a whole:
 - a. We acknowledge our responsibility for the presentation of such information.

- c. The methods of measurement or presentation have not changed from those used in the prior period.
19. With respect to the Management Discussion and Analysis presented as required by the Government Accounting Standards Board to supplement the basic financial statements:
- a. We acknowledge our responsibility for the presentation of such required supplementary information.
 - b. We believe such required supplementary information is measured and presented in accordance with guidelines prescribed by accounting principles generally accepted in the United States of America.
20. We are responsible for determining that significant events or transactions that have occurred since the balance sheet date and through January 10, 2013, have been recognized or disclosed in the financial statements. No events or transactions other than those disclosed in the financial statements have occurred subsequent to the balance sheet date and through January 10, 2013 that would require recognition or disclosure in the financial statements. We further represent that as of January 10, 2013, the financial statements were complete in a form and format that complied with accounting principles generally accepted in the United States of America, and all approvals necessary for issuance of the financial statements had been obtained.
21. During the course of your audit, you may have accumulated records containing data that should be reflected in our books and records. All such data have been so reflected. Accordingly, copies of such records in your possession are no longer needed by us.
22. We have reviewed amounts received under grant agreements and determined that we do not have a single audit requirement for the year ended June 30, 2012.

Cachuma Operations and Maintenance Board

Janet Gingras
Interim General Manager & Administrative Manager

Date

Lauren Hanson
President, Board of Directors

Date

CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Janet Gingras

SUBJECT: Appointment of Secretary of the Board, ACWA/JPIA Representative and Alternate Representative

SUMMARY:

The COMB Board had a recent change in one Director and its General Manager. The position of Secretary of the Board, historically held by the General Manager, is vacant at this time. Following the recent retirement of Director Lieberknecht, the ACWA/JPIA Representative position is vacant as well. The position of the ACWA Representative and Alternate Representative historically are occupied by a Director and the General Manager, respectively.

FISCAL IMPACTS:

N/A

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

N/A

RECOMMENDATION:

To affirm the Interim General Manager as the Secretary of the Board and appoint an ACWA/JPIA Representative and Alternate.

LIST OF EXHIBITS:

None

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CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Janet Gingras

SUBJECT: Proposed Resolutions Regarding Bank Accounts

SUMMARY:

The COMB Board had a recent change in one Director. Following the recent retirement of Director Lieberknecht, Alonzo Orozco was recently appointed to the COMB Board representing Carpinteria Valley Water District. The attached resolutions add Director Orozco as a signatory on the COMB Renewal Fund and Cachuma Project Trust Fund Accounts as well as the COMB General Fund Account. Additionally, with the appointment of Janet Gingras as Interim General Manager, adoption of these Resolutions, which include the Revolving Fund and the Local Agency Investment Fund (LAIF), give the Interim General Manager signatory and telephone transfer authority as needed.

FISCAL IMPACTS:

N/A

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

N/A

RECOMMENDATION:

Approve Resolutions No. 556 through 560 by roll call vote, on one motion, unless members request separate consideration.

LIST OF EXHIBITS:

- 1) Resolutions No. 556 through 560

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RESOLUTION NO. 556

**A RESOLUTION OF THE
CACHUMA OPERATION AND MAINTENANCE BOARD (CUSTOMER)
ESTABLISHING A SUPPLEMENTAL ACCOUNT AGREEMENT FOR
TELEPHONE TRANSFERS**

The undersigned Customer further agrees with Santa Barbara Bank and Trust (*Bank*) in connection with its Agreement for Checking Account No. 3102-563 (*General Fund*) and Account No. 3102-555 (*Revolving Fund*), hereinafter referred to as the "checking accounts", that the Bank may honor telephone instructions to transfer funds to and from the State Treasurer's Local Agency Investment Fund, sub-account No. 70-42-001, maintained at the Bank of America Sacramento Branch No. 148 to and from Customer's above listed local accounts when such instructions are given by the person, or one of the persons, authorized below to make such transfers.

In consideration of the Bank accepting telephone instructions to transfer, the Bank may require such identification of the person giving such instructions as it may deem necessary and sufficient and the undersigned Customer will indemnify and hold harmless the Bank from all loss or damage resulting from such instructions, including incorrect identification.

Any one of the following persons is authorized to make telephone transfers to and from the Checking Accounts(s):

President, Board of Directors

Vice-President, Board of Directors

Interim General Manager/Secretary of the Board

The Bank is authorized to accept and rely upon the telephone instructions of the above persons, and each of them, unless and until the undersigned Customer shall deliver to the Bank at the Branch where the Checking accounts are located a specific written instruction revoking the authority of such person(s) to make such telephone instruction, and the Bank has a reasonable opportunity to comply (*which shall be at least one banking business day*) with the written revocation of authority.

This resolution supersedes Resolution No. 545 dated July 23, 2012, and all resolutions preceding it pertaining to said Agreement.

PASSED, APPROVED AND ADOPTED this 28th day of January 2013, by the Cachuma Operation and Maintenance Board by the following roll call vote:

AYES:

NAYS:

ABSENT/ABSTAIN:

President of the Board

ATTEST:

Secretary of the Board

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RESOLUTION NO. 557

**A RESOLUTION OF THE
CACHUMA OPERATION AND MAINTENANCE BOARD AUTHORIZING
SIGNATORIES FOR REVOLVING FUND ACCOUNT AT
SANTA BARBARA BANK AND TRUST**

WHEREAS, the Cachuma Operation and Maintenance Board maintains a separate checking account at Santa Barbara Bank and Trust for the payment of payroll and related items herein called the Revolving Fund, and

WHEREAS, the checks issued on the Revolving Fund require one authorized signature before the checks are honored by the Bank.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Cachuma Operation and Maintenance Board that the following persons are authorized signatories on said account:

President of the Board of Directors

Vice-President of the Board of Directors

Interim General Manager/Secretary of the Board

This resolution supersedes Resolution No. 546 dated July 23, 2012 and all resolutions preceding it pertaining to authorized signatories for said account.

PASSED, APPROVED, AND ADOPTED this 28th day of January 2013 by the following vote:

- AYES:**
- NAYES:**
- ABSENT/ABSTAIN:**

President of the Board

ATTEST:

Secretary of the Board

RESOLUTION NO. 558

**A RESOLUTION OF THE
CACHUMA OPERATION AND MAINTENANCE BOARD AUTHORIZING
INVESTMENT OF MONIES IN THE LOCAL AGENCY INVESTMENT FUND**

WHEREAS, Pursuant to Chapter 730 of the statutes of 1976 Section 16429.1 was added to the California Government Code to create a Local Agency Investment Fund in the State Treasury for the deposit of money of a local agency for purposes of investment by the State Treasurer; and

WHEREAS, The Board of Directors does hereby find that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein is in the best interests of the Cachuma Operation and Maintenance Board (COMB).

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors does hereby authorize the deposit and withdrawal of COMB monies in the Local Agency Investment Fund in the State Treasury in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein, and verification by the State Treasurer's Office of all banking information provided in that regard.

BE IT FURTHER RESOLVED, that the following COMB officers or their successors in office shall be authorized to order the deposit or withdrawal of monies in the Local Agency Investment Fund.

<u>Lauren Hanson</u> (NAME)	<u>Doug Morgan</u> (NAME)	<u>Janet Gingras</u> (NAME)
<u>President</u> (TITLE)	<u>Vice President</u> (TITLE)	<u>Interim Gen.Mgr./Secretary</u> (TITLE)
_____ SIGNATURE	_____ SIGNATURE	_____ SIGNATURE

PASSED AND ADOPTED, by the Board of Directors of COMB, County of Santa Barbara State of California on January 28, 2013, by the following vote:

AYES:
NAYES:
ABSENT/ABSTAIN:

[SEAL]

APPROVED:

President of the Board

ATTEST:

Secretary of the Board

ITEM # 6
PAGE 4

RESOLUTION NO. 559

**A RESOLUTION OF THE
CACHUMA OPERATION AND MAINTENANCE BOARD AUTHORIZING
SIGNATORIES FOR GENERAL FUND ACCOUNT AT
SANTA BARBARA BANK AND TRUST**

WHEREAS, the Cachuma Operation and Maintenance Board maintains a separate checking account at Santa Barbara Bank and Trust for the payment of bills and claims presented to the Board herein called the General Fund, and

WHEREAS, the checks issued on the General Fund require two (2) authorized signatures before the checks are honored by the bank, and

WHEREAS, the Board of Directors reviews and approves the payment of claims for all checks issued on the General Fund at the Board's monthly meeting.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Cachuma Operation and Maintenance Board that the following persons are authorized signatories on said account subject to those conditions as specified in Resolution No. 548 adopted by this Board on July 23, 2012

President of the Board

Vice-President of the Board

Director

Director

Director

Interim General Manager/Secretary of the Board

Administrative Manager

PASSED, APPROVED AND ADOPTED this 28th day of January 2013, by the following vote:

AYES:

NAYES:

ABSENT/ABSTAIN:

President of the Board

ATTEST:

Secretary of the Board

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RESOLUTION NO. 560

**A RESOLUTION OF THE
CACHUMA OPERATION AND MAINTENANCE BOARD AUTHORIZING
SIGNATORIES FOR THE CACHUMA PROJECT TRUST FUND AND THE
CACHUMA MASTER CONTRACT RENEWAL FUND ACCOUNTS AT
SANTA BARBARA BANK AND TRUST**

WHEREAS, the Cachuma Operation and Maintenance Board (COMB) by Resolution No. 249 of January 27, 1997 assumed responsibility for managing the Cachuma Project Trust Fund and the Cachuma Master Contract Renewal Fund (Renewal Fund), and

WHEREAS, COMB has identified Santa Barbara Bank and Trust as the most favorable institution with which to establish these accounts; and

WHEREAS, the checks issued on the Renewal Fund and Cachuma Project Trust Fund require two (2) authorized signatures before the checks are honored by the Bank; and

WHEREAS, the Board of Directors reviews and approves the payment of claims for all checks issued on the Renewal Fund and Cachuma Project Trust Fund accounts at the Board's monthly meeting,

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Cachuma Operation and Maintenance Board that the following persons are authorized signatories on said account subject to those conditions as specified in Resolution No. 550 adopted by this Board on July 23, 2012.

President of the Board

Vice-President of the Board

Director

Director

Director

Interim General Manager/Secretary of the Board

Administrative Manager

PASSED, APPROVED AND ADOPTED this 28th day of January 2013, by the following vote:

AYES:

NAYES:

ABSENT/ABSTAIN:

ATTEST:

President of the Board

Secretary of the Board

ITEM # 6

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CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Janet Gingras

SUBJECT: Appointment of Board Standing Committees

SUMMARY:

The COMB Board had a recent change in one Director which creates a vacancy on the Board standing Committees. The President of the Board will make appointments accordingly.

FISCAL IMPACTS:

N/A

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

N/A

RECOMMENDATION:

For the President of the Board to make standing committee appointments for the remaining 2012-13 Fiscal Year.

LIST OF EXHIBITS:

- 1) Current Committee Appointments

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PAGE 1

**COMMITTEE APPOINTMENTS
FY 2012-2013**

COMMITTEE NAME	COMMITTEE MEMBER	COMMITTEE MEMBER	ALTERNATE MEMBER
Administrative (Finance, Personnel, Legal)	Chair Lauren Hanson	Doug Morgan	Dale Francisco
Operations Division	Chair Bob Lieberknecht	Lauren Hanson	Dale Francisco
Fisheries Division	Chair Dennis Beebe	Lauren Hanson	Doug Morgan
Public Outreach	Chair Doug Morgan	Dale Francisco	Dennis Beebe

**COMMITTEE APPOINTMENTS
JANUARY 2013**

COMMITTEE NAME	COMMITTEE MEMBER	COMMITTEE MEMBER	ALTERNATE MEMBER
Administrative (Finance, Personnel, Legal)	Chair Lauren Hanson	Doug Morgan	
Operations Division	Chair		
Fisheries Division	Chair Dennis Beebe	Lauren Hanson	Doug Morgan
Public Outreach	Chair		

ITEM # 7

CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Tim Robinson
Approved by:	Janet Gingras

SUBJECT: Approval of California Department of Fish and Wildlife Letter Regarding Sharing Data

SUMMARY:

The letter will be submitted to the Board of Directors at the January 28, 2013 meeting.

FISCAL IMPACTS:

N/A

LEGAL CONCURRENCE:

Review has been completed by legal counsel.

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

The topic has been discussed at the committee level.

RECOMMENDATION:

Approve the California Department of Fish and Wildlife letter regarding sharing data.

LIST OF EXHIBITS:

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**CACHUMA OPERATION & MAINTENANCE BOARD
Administrative Committee Meeting**

3301 Laurel Canyon Road
Santa Barbara, CA 93105

**Wednesday, January 16, 2013
10:00 A.M.**

AGENDA

1. Draft Audit Review Fiscal Year 2011 - 2012
2. Two Tier Benefits Data / OPEB Actuarial Study
3. Adjournment

[This Agenda was Posted at 3301 Laurel Canyon Road,
Santa Barbara, CA. and Notices and Delivered in
Accordance with Section 54954.1 and .2 of the
Government Code.]

ITEM # 9a
PAGE 1

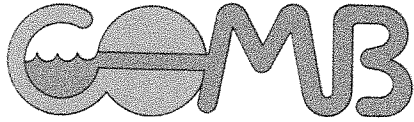
Ad Hoc Oak Tree Committee Meeting

**To be held at
Cachuma Operation & Maintenance Board
3301 Laurel Canyon Road
Santa Barbara, CA 93105**

**Tuesday, January 22, 2013
10:00 a.m.**

Agenda

- 1. Call to Order**
- 2. Status Report of the Trees and Maintenance**
- 3. Formative Pruning**
- 4. Mitigation Obligation**
- 5. Lakeshore Survey / Baseline**
- 6. Future Action / Timeline**
- 7. Budget**
- 8. Schedule Next Meeting**
- 9. Adjourn**



GENERAL MANAGER
Cachuma Operation & Maintenance Board
3301 Laurel Canyon Road
Santa Barbara, California 93105

“To Provide a Reliable Source of Water to Our Member Agencies in an Efficient and Cost Effective Manner for the Betterment of Life in our Communities”

CACHUMA OPERATION & MAINTENANCE BOARD is seeking a dynamic leader to serve as its new General Manager. The Cachuma Operation and Maintenance Board (COMB) is a California Joint Exercise of Powers Authority (JPA) originally formed by Agreement in 1957 and Amended in 1996 by the Carpinteria County Water District, the City of Santa Barbara, Goleta Water District, Montecito Water District, and Santa Ynez River Water Conservation District--Improvement District No.1 This Agreement established a Board of Control pursuant to an Agreement with the Bureau of Reclamation to operate and maintain the Cachuma Project transferred Project Works and its appurtenant facilities.

The General Manager is an at-will position that is accountable to the Board of Directors. This individual is responsible for the overall operations and maintenance of the Cachuma Project Works facilities as well as other programs related to the Cachuma Project. This position will lead a management team consisting of an Administrative Manager, Engineer, Operations Manager and Senior Resource Scientist. COMB employs 14 full time personnel with 4 part time seasonal positions. The incumbent oversees a \$3 million annual budget with authority to manage day-to-day operations in carrying out the policies of the Board of Directors.

The ideal candidate has 1) a Bachelor's degree in public administration, engineering, business management, water resources or a closely related field (a Master's degree is desirable), 2) seven years of increasingly responsible, high-level administrative, management, or public works experience with public agencies and 3) extensive leadership experience in an environment that places a premium on reliable service and intergovernmental relations. A successful leader is considered as one who:

- Operates within a strong ethical framework, works to uphold the trust of the participating agencies and their customers and provides a high level of accountability, service and organizational efficiency;
- Has strong ethical commitment, high level of personal integrity, sound judgment, and quality decision making skills;
- Is confident when challenges are presented, performs well under pressure and is a fluent speaker and writer;
- Demonstrates experience addressing complex issues in public settings and governmental hearings, gains knowledge and is masterful in communications and balanced in influencing others to affect exceptional organizational outcomes;
- Is a seasoned professional with the ability to develop creative vision for the future of the agency;
- Has a proven professional track record for using interpersonal strengths and versatile communication styles to build rapport and influence strategic change;
- Demonstrates resiliency, leading with confidence and assurance, finding opportunity in difficult situations and taking direct action that is consistent with the policies and positions of the Board of Directors;
- Is a true craftsman who creates and executes a vision aligned with organizational goals, takes pride in ownership and seeks out opportunities to develop solutions to organizational and infrastructure challenges.

Carpinteria Valley Water District
City of Santa Barbara
Goleta Water District
Montecito Water District
Santa Ynez River Water Conservation District, Improvement District #1

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- Demonstrates the ability to maintain a positive and focused attitude, work with the managers of the participating agencies and act in the best interest of those agencies.
- Formulates focused and comprehensive work plans to promote staff development and teamwork;
- Maintains consistency with adopted policies and cultivates trust relationships;
- Anticipates challenges and identifies strategic solutions to keep the agency's participating agencies well informed;
- Promotes inter-agency and inter-departmental teamwork and collaboration;
- Establishes a "big picture" approach to issues and project resolution; and
- Has successfully developed and managed budgets and is capable of addressing significant fiscal challenges.

The starting annual salary range is \$125,000 to \$180,000, depending on qualifications. A comprehensive benefits package is also offered which includes Agency contribution to a health benefits plan; life insurance; paid vacation; accrued sick leave; CalPERS Retirement Program; 457 plan; and use of an agency provided vehicle.

The first consideration of applications for this position must be submitted by close of business on February 18, 2013. If you are interested in this opportunity, please visit our website at www.cachuma-board.org to download the job description and application. You may email your cover letter, application and resume to the Administrative Manager, Janet Gingras at JGingras@cachuma-board.org.

DRAFT

Cachuma Operation and Maintenance Board

2013

GENERAL MANAGER

DEFINITION

Under the policy direction of the Board of Directors, provide day-to-day management of all functions, services and activities of the Cachuma Operation and Maintenance Board (COMB); direct the development of agency goals, objectives and policies, oversee all aspects of the Operations, Engineering, Administration and Fisheries functions; represent the COMB Board in various public, private and governmental matters; manage consultants and contractors providing a variety of services, and perform related duties as assigned.

CLASS CHARACTERISTICS

The General Manager is an exempt, single-position employment classification reporting to the Cachuma Operation and Maintenance Board of Directors. An incumbent is responsible for the effective management of COMB, which functions as the agent of the five participating agencies pursuant to the Joint Exercise of Powers Agreement. The General Manager may serve as the secretary to the Board.

EXAMPLES OF DUTIES - Duties may include, but are not limited to, the following:

- Provides overall management of the day-to-day and long-term operations and activities of COMB; organizes and assigns responsibilities and directs and oversees the management provided by subordinate managers. Organizes and assigns responsibilities and direction and oversees the management provided by subordinate managers.
- Interprets and ensures compliance with all agency policies and procedures, standards of quality and safety, and all applicable local, state and federal laws and regulations; approves periodic updates of standard operating procedures, emergency action plans, and the employee handbook.
- Within a broad framework established by the Board, directs the establishment of overall strategic plans, long-term goals and objectives for the agency; guides departmental long- and short-term planning and the development of departmental goals and objectives.
- Coordinates the development and management of the agency's annual budget; reviews and approves expenditures and deposits; manages investments of excess revenue and reserve funds.
- Represents COMB in certain matters involving the U.S. Bureau of Reclamation, the County of Santa Barbara, the five Member Units of the Cachuma Project and all other public agencies and private groups; coordinates activities and schedules projects.
- Meets with Cachuma Member Unit managers to develop collaborative and feasible plans and strategies that will maintain system reliability and sustainability.
- Works with the COMB general counsel and other attorneys as needed to develop plans and strategies to resolve contractual and legal issues.

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PAGE 3

- Administers a grant program; reviews and approves submittal of required reports.
- Administers the development of hydrologic and biologic programs.
- Manages permitting and environmental compliance for program implementation.
- Monitors legislation, trends and issues affecting endangered species and steelhead salmonids in the Western United States.
- Participates on Western states, California, regional and local committees involving ESA issues and steelhead /salmonid funding.
- Coordinates engineering planning and design, contract preparation and administration, and inspection services for new maintenance projects.
- Approves applications for permits for encroachment on U.S. project lands or rights-of-way by third parties.
- Keeps the Board informed of COMB activities and of laws, issues or problems that may affect COMB operations; requests policy and related actions from the Board; directs the preparation of meeting materials for the Board and its committees and attends all Board meetings.
- Selects, supervises and evaluates the performance of subordinate managerial and support staff. Provides for appropriate training and professional / technical development for staff, and implements disciplinary action as appropriate.
- Directs COMB fiscal, administrative, engineering, construction and maintenance activities through subordinate personnel; provides guidance and direction to management staff on issues related to general management of their functions, policies and procedures, finance, inter-and intra-organizational coordination, and personnel management.
- Provides final authority on COMB personnel matters, including a safety program, benefits programs, payroll and other employee services, and employment / discharge of all staff.
- Implements risk management policies and manages insurance programs.
- Directs the initiation and execution of consulting and contract service agreements.
- Performs or oversees the monitoring and evaluation of legislation, trends and issues affecting the water industry, and directs the formulation of appropriate responses.
- Responds to emergency call-outs for system problems as required.
- Directs, reviews and approves special studies, reports and significant correspondence.
- Receives and responds to inquiries, concerns and complaints regarding agency projects, policies, programs and activities.
- Performs general administrative duties as required, including but not limited to attending and conducting meetings, preparing reports and correspondence, compiling data for reports, reviewing professional literature, entering computer data and preparing spreadsheets, etc.

DESIRED QUALIFICATIONS

Knowledge of:

Federal, State and local laws, regulations and standards affecting agency programs and operations.

Principles and practices of executive management and leadership, including goal setting, planning, program and budget development and implementation, motivation and delegation of authority.

Organizational and management practices as applied to the analysis and evaluation of programs, policies and operational needs.

Administrative, fiscal and personnel management principles and practices.

Principles of supervision, training and performance evaluation.

Principles and techniques of program planning and management.

Advanced principles and practices employed in water resources management and application.

Legal requirements, procedures and processes to ensure environmental compliance at both the state and federal levels.

Water storage and distribution principles and practices.

Technical, legal and financial issues involved in the conduct of a water storage, transportation and treatment program.

Principles and practices of public works planning and development, engineering design and construction, operation and maintenance.

Modern office practices and technology, including the use of computers for data and word processing.

English usage, spelling, grammar and punctuation.

Business letter and report writing.

Ability to:

Interpret, analyze and apply federal, state and local laws, rules and regulations, policies and procedures pertaining to agency administration and operations.

Develop, implement and interpret goals, objectives, policies and procedures, and work standards.

Interact and coordinate with federal, state and local agencies and maintain open interagency relations.

Guide the future growth and development of agency facilities and operations in accordance with the goals, policies and regulations established by the Board of Directors.

Analyze complex problems, evaluate alternatives and make sound recommendations in support of goals.

Determine work priorities and effectively coordinate and schedule resources and staff to perform activities and projects within time limits.

Prepare and administer a budget; monitor and control fiscal and revenue activities.

Select, train, supervise and evaluate the performance of staff.

Exercise sound independent judgment within general policy guidelines.

Read and interpret blueprints, maps, drawings and documents related to water works projects.

Collect, compile, analyze, organize and present technical and statistical information.

Prepare and present concise written and oral administrative and technical reports, using good grammar and writing skills.

Communicate clearly and concisely, both orally and in writing, in English.

Establish and maintain effective working relationships with those contacted in the course of the work.

Gain cooperation through discussion and persuasion.

Represent the agency effectively in meetings with others and make presentations to various groups.

Interpret complex projects and programs to the public.

Deal constructively with conflict and develop effective resolutions.

Use computers effectively for word and data processing.

Perform required mathematical computations with accuracy.

Education:

Graduation from an accredited college or university with a Bachelor's degree in public administration, engineering, business management, water resources or closely related field. A Master's degree is highly desirable.

Experience:

Seven years of increasingly responsible management experience in a local government setting. Direct experience in Public Works-related functions such as water resources and conveyance is desirable.

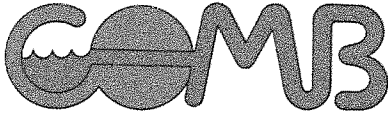
Other Requirements:

Possession of a valid California driver's license and an insurable driving record.
Must pass a pre-employment physical, which includes drug screening.
Must be willing to attend meetings outside of regular work hours and to be available for emergency response.

TYPICAL PHYSICAL REQUIREMENTS

The physical demands described here are representative of those that must be met by an employee to successfully perform the essential functions of this job. Reasonable accommodations may be made to enable individuals with disabilities to perform the essential functions.

Requires the ability to sit at desk and intermittently walk, stand, climb, balance, stoop, kneel, crouch, crawl and reach while performing office duties and/or field work; drive vehicles to meetings and inspections; lift and/or move up to 15 pounds frequently and up to 25 pounds occasionally; use hands to finger, handle, feel or operate objects, tools and controls. Must be able to maintain effective audio-visual discrimination and perception needed for making observations, communicating with others, reading and writing, and operating office equipment and hand tools. Must be able to use a telephone to communicate verbally and a keyboard to communicate through written means, to review information and enter/retrieve data, to see and read characters on a computer screen.



Mission Statement:

*"To provide a reliable source of water
to our member agencies in an efficient and cost effective
manner for the betterment of life in our communities."*

January 28, 2013

Interim General Manager Report

Board of Directors:

I appreciate the confidence the Board has conveyed in selecting me to serve as Interim General Manager of COMB during this transitional time period. I truly recognize the responsibilities that are associated with this challenging position and look forward to the opportunity to implement leadership concepts that I feel will be of great benefit and value to COMB. My immediate goal is to continue our important work and to earn the respect, trust, and support from the Member Units, staff and all stakeholders involved in the Cachuma Project. The following summary will provide the Board with an overview of progress on current COMB activities.

Internal Management Structure

During the past three weeks, I have introduced internal measures intended to provide the Board of Directors, Member Units, and stakeholders a renewed sense of confidence from the leadership at COMB while also establishing a productive and professional work environment for staff. Attached is an organizational chart which serves to define lines of authority, responsibility and accountability. The objective is to improve morale by establishing organizational structure and provide staff with a sense of focus in their everyday work.

As a way to provide clear and decisive communication, I have formulated performance expectations for each of COMB's Division Managers which they have signed and accepted as a part of their management duties. Included in these expectations were fine points on internal and external communication, personnel supervision, staff expectations and performance reviews, budget and expenditure processes, as well as developing and maintaining stakeholder relationships. It is understood and accepted that the Division Managers will be held accountable for the performance of their subordinate personnel and affiliated work product.

External Relationships

I am in the midst of scheduling meetings with each of the Member Unit Managers in order to work closely with them and their respective personnel as needed. I have been in contact with Nick Zaninovich, Chief of Operations, USBR, to re-introduce myself and keep the channels of communication open. We briefly discussed topics such as the recent inspection of the SCC facilities as well as the Tecolote Tunnel and the pending reports affiliated with those inspections; the elevator at the North Portal; and the upcoming Comprehensive Review of Ortega, Carpinteria, Lauro and Glen Anne Dams, which are scheduled to be performed during the month of February. I have spoken with Matt Naftely, Santa Barbara County Water Agency Manager, who offered assistance if needed during this transition time. I will soon be in touch with Tom Fayram, Water Resources Deputy Director, Santa Barbara County, to set up a meeting to collaborate and discuss topics of mutual interest as well.

Current Status on Projects and Activities

Identified below is an overview of work activities related to each division. During the past few weeks, I have visited COMB work sites and observed our operations crew in action in order to gain an understanding and perspective on the work being performed in the field.

Engineering - Operations Division

- Modified Upper Reach Reliability Project

The Modified Upper Reach Reliability Project construction was completed as of January 11, 2013. The permits affiliated with this project are in the process of being closed with the appropriate permitting agency. The as-built plans are in review at this time and once finalized, the Notice of Completion will be executed and submitted to the USBR.

- Prop 50 Component Report

A final Prop 50 component report regarding the MURR Project will be submitted to the SWRCB once the as-built plans have been finalized. The remaining reimbursements from Prop 50 funding, which is essentially the retention, totals \$320,000 and is scheduled to be received in March 2013.

- Air-vac air-release valve rehabilitation preparation

Staff has met with Montecito Water District to collaborate and formulate a plan to rehabilitate three high priority AVAR structures in the south reach of the system. This project will be fully presented to the Board for approval in February 2013.

- USBR Functional Emergency Exercise scheduled for May 2013

The USBR will be performing a functional emergency exercise planned for May 2013. This tabletop exercise will most likely include a scenario that contains an earthquake event with a large magnitude. A collaborative planning effort from various agencies including the County of Santa Barbara and the USBR has begun.

- USBR Comprehensive Review of Dams scheduled for February 19–22, 2013

The USBR Comprehensive Review (CR) of Dams is scheduled for February 19-22, 2013. Representatives from the USBR in Fresno, Sacramento and Denver will be performing the Cachuma Project CR which will include Glen Anne, Lauro, Ortega and Carpinteria Dams. The CR inspection involves both civil and mechanical examinations of each dam facility. COMB will receive the findings and recommendations once the CR has been completed.

- Field Mapplet launch

Field Mapplet software utilizes COMB's Geographic Information Systems to generate the location of Dig Alert lookups near the SCC. The Field Mapplet interface is housed on toughbook laptops that can be taken into the field and utilized to look up and log maintenance data for each appurtenance structure. Field Mapplet will track maintenance performed, supplies used, and time spent on each structure in the system. COMB has completed the expansion of the GIS database and is awaiting a final software product from our supplier, Spatial Wave. The final product is expected to be launched and operational during the next few months.

Fisheries Division

- Quiota Creek Crossing #7 Project

This project replaced an existing concrete Arizona crossing and degraded culvert with a 60-foot bottomless-arched culvert, which included two rock weirs to create aquatic habitat within the project footprint. The project complied with all terms within the FRGP Biological Opinion and all permit conditions. The project was completed as scheduled with an 11/20/2012 ending date. The Cachuma Project Biology Staff (CPBS) is now tasked with monitoring the project site as well as the mandated performance evaluations necessary to comply with California Department of Fish and Wildlife (CDFW) and the National Marine Fisheries Service (NMFS).

- Routine Field Monitoring Program

The CPBS has completed its regular fall snorkel survey regiment, beaver dam surveys, and water quality monitoring within the Lower Santa Ynez River. The staff is also making preparations to begin the WY 2013 migrant trapping program by moving supplies, building traps, prepping trapping locations, and reestablishing trail access.

- Seasonal Staff Training

The WY 2013 seasonal staff has been selected and trained for the upcoming field season. Of the four seasonal staff members, three are returning from WY 2012. The entire CPBS (including seasonal staff) visited the Fillmore Fish Hatchery on January 3rd for fish handling training. This training included taking measurements, photos, scale, and tissue samples from hatchery trout.

- Migrant Trapping

The CPBS will likely begin their trapping program within the next few weeks, depending on the amount of stormflow and runoff received in the basin. In the event that no heavy rains are realized in the next few weeks, the staff will likely begin trapping exclusively at Hilton Creek. The Hilton Creek Watering System provides flow year-round, and fish will migrate to and from the creek without additional stormflow.

- Redd Surveys

Spawning surveys are typically conducted between January-May depending on flow conditions and migration opportunities. The CPBS is planning to begin these surveys in late January or early February.

- Lake Cachuma Oak Tree Restoration Program

The CPBS has put forth a concentrated effort in the maintenance of oak trees in the summer and fall, and will be transitioning to lighter schedule in the winter and spring. This is mainly due to the crew being focused on fisheries activities the next few months, but also due to the oak trees going into their dormant winter cycle.

- Tributary Project Performance Monitoring

Performance monitoring will be conducted through spawning surveys, migrant trapping, and photo documentation through the winter and spring.

- Grant Writing for Fish Passage Barrier Removal

The next round of grant writing will likely occur in February and March. A CDFW grant writing meeting is scheduled for early February and the CPBS will be in attendance.

- BO Compliance Reporting

The 2010 Annual Monitoring Report has been reviewed by Reclamation and will be forwarded to NMFS soon. The 2011 and 2012 Annual Monitoring Reports are currently being drafted by the CPBS.

Administrative Division

- FY 2011-12 Audited Financial Statements (as previously presented)
- Mid Year Budget Status

The 2012-13 COMB approved Budget projected operational expenditures in the amount of \$7,154,925 with corresponding revenues as outlined below:

Budget Assessments	\$3,961,177
Warren Act Trust Fund	\$ 43,559
Cachuma Project Renewal Fund	\$ 219,770
Quiota Creek Grant Funds	\$ 840,419
Proposition 50 Grant Funds	\$2,000,000
Cachuma Project Betterment Fund	<u>\$ 90,000</u>
	\$7,154,925

For the six month period ending December 31, 2012, revenues totaled \$3,287,830 which is 46% of expected income. Specifically, the Fisheries Division shows a 33.8% of anticipated revenues to date while the Operations Division indicates 50.7% revenues to date. We are awaiting grant reimbursements affiliated with the Quiota Creek Crossing #7 project from both the California Department of Fish and Wildlife and WCB, which total \$757,127. Prop 50 reimbursements affiliated with the MURRP, which total \$320,000, will be received in March 2013.

The labor line item in the Operations Division is currently 48% expended which is on course for the remaining of the fiscal year. Overall, the expenses affiliated with the Operations Division do not exceed their intended percentage of 50% at this mid year junction. Most items in this division are under-expended to date.

The labor line item included in the Fisheries Division is on par at 49% expended. The expenses for operations in the Fisheries Division are also under-expended to date. Directors fees are above average at 75% expended for this time of year due to extraordinary amount of special meetings to date.

General and Administrative expenses affiliated with the Operations Division are at 52.11% expended for the year-to-date. One of the items that drives this number over the 50% mark is the full year expenditure of our liability insurance program which is paid in September of each year. The Fisheries Division General and Administrative expenses mimic the Operations G & A percentage for the year to date.

The Special Projects expenditures for the Operations Division appears to be low (28%) due to the booking of expenses affiliated with the MURR Project. Last fiscal year it appeared that we exceeded the budgeted line item while this fiscal year it seems we are largely under expended. This is due to the timing of the booking of the expenditures in conjunction with the actual payments made to the contractor.

The Fisheries Activities overall to date seem low at 28% expended, although the Oak Tree Restoration Program line item is nearing the 100% expended mark. The greater portion of these expenditures will most likely smooth out during the next six months.

The Habitat Enhancement line items are 85% expended year-to-date due to the completion of the Quiota Creek crossing #7 Project. The total project cost on Quiota #7 was lower than originally anticipated. As mentioned above, we are awaiting grant funding reimbursement on this project.

As a recap, while some line items appear to be exceeding the 50% expenditure mark, overall expenditures to date are in align with the Board approved budget for fiscal year 2013.

Conclusion

During the next ninety days, I will be working with the Ad Hoc Transition Committee to carry out the recruitment of a permanent General Manager. I have taken steps to create an internal working environment which will provide stability and structure for this organization. In this way, the Division Managers can direct their subordinate staff to carry out regular scheduled activities in a timely and professional manner. During the next few months we will be tasked with the preparation and development of the FY 2013-14 Budget. With each of the Member Units making significant investments in COMB, I will work closely with the Member Unit Managers to collaborate on this process.

As we move through this transition period and strive to achieve our mission, I look forward to ongoing positive interactions with the Board of Directors, Member Units, external stakeholders and staff to ensure the overall future success of COMB.

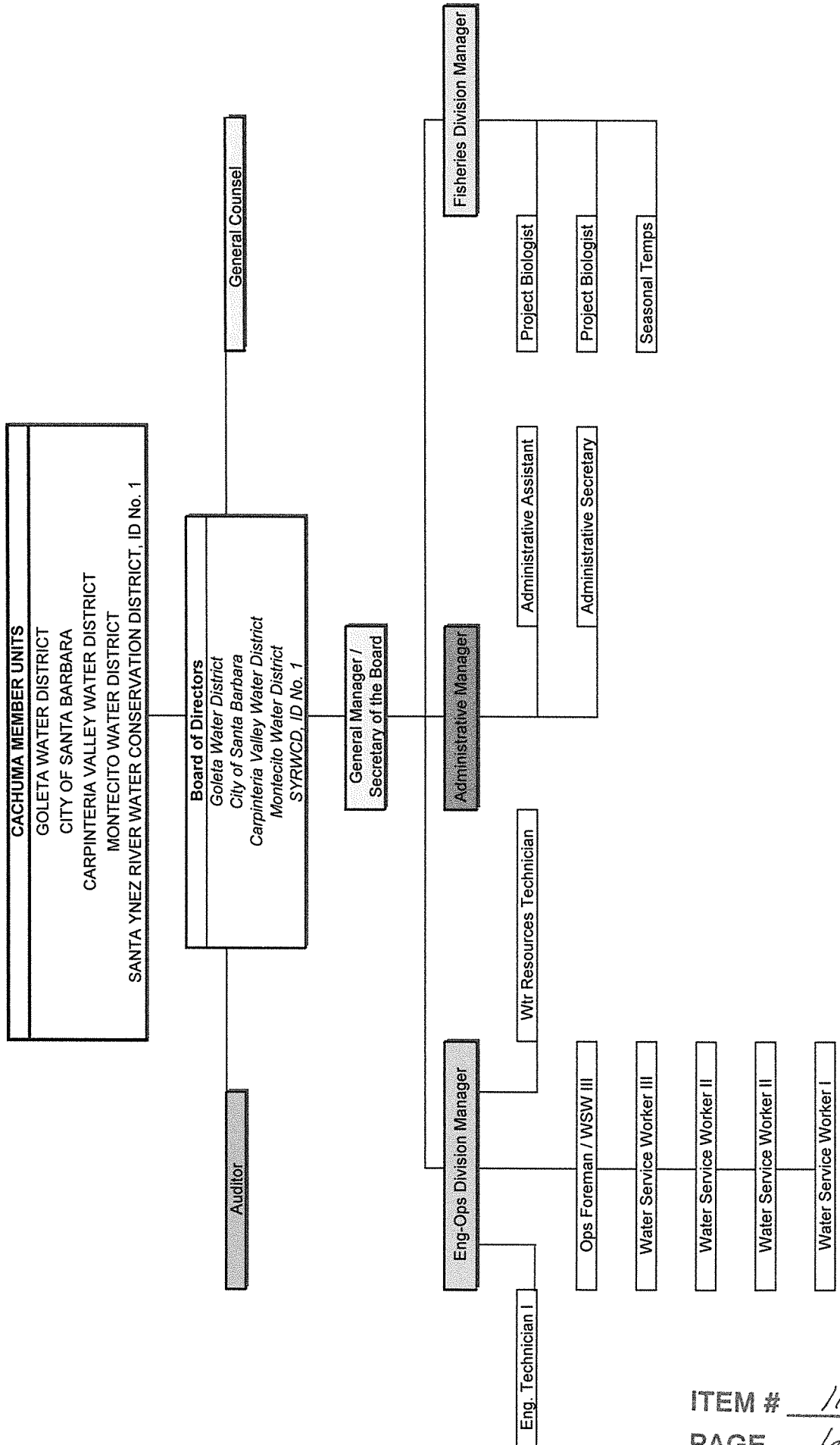
Respectfully Submitted,

Janet Gingras
Interim General Manager

CACHUMA OPERATION & MAINTENANCE BOARD

ORGANIZATIONAL CHART

January 2013



CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Tim Robinson and Scott Volan
Approved by:	Janet Gingras

SUBJECT: Lake Cachuma Oak Tree Restoration Program

SUMMARY:

COMB staff is transitioning from an intense oak tree maintenance schedule in the summer and fall to a lighter maintenance and monitoring schedule in the winter and spring. Cage maintenance and formative pruning was recently completed for the Year 1, Year 2 and Year 6 oak trees at Storke Flats. A complete list of maintenance tasks since July of 2012 is provided in Table 1. The total amount of water used from Lake Cachuma to water oak trees since July is provided in Table 2, which has remained unchanged since the last watering event in October of 2012. Table 3 shows the number of staff hours and personnel cost to date, and Table 4 shows material, supplies, and fuel expenses to date. The bottom of Table 4 reflects the total expenses (labor, material, and supplies) of the Lake Cachuma Oak Tree Restoration Program incurred to date.

Table 1: Cachuma Oak Tree Program completed tasks since 7/1/12.

Oak Year Class	Completed Tasks						
	July 2012	August 2012	September 2012	October 2012	November 2012	December 2012	January 2013
Year 6 Oaks (2010-2011)	Site inspection Irrigated Weed whacked	Mulched Irrigated Cage maintenance Hand weeded Inventoried	Irrigated	Irrigated Tag replacement			Cage maintenance Pruning
Year 5 Oaks (2009-2010)	Site inspection Irrigated Weed whacked	Mulched Irrigated Hand weeded	Irrigated Inventoried	Irrigated			
Year 4 Oaks (2008-2009)	Site inspection Irrigated* Weed whacked	Mulch delivered Irrigated*	Irrigated Inventoried	Inventoried Mulched			
Year 3 Oaks (2007-2008)	Site inspection Irrigated* Weed whacked	Mulch delivered Irrigated*	Irrigated Inventoried	Inventoried Mulched			
Year 2 Oaks (2006-2007)	Site inspection Weed whacked	Cage maintenance Irrigated*	Cage maintenance	Inventoried Cage maintenance	Inventoried Cage maintenance	Cage maintenance Pruning	Cage maintenance Pruning
Year 1 Oaks (2005-2006)	Site inspection Weed whacked	Cage maintenance Irrigated*	Cage maintenance	Inventoried Cage maintenance	Inventoried Cage maintenance	Cage maintenance Pruning	Cage maintenance Pruning
*Valley Oaks watered							

Water Use:

Table 2: Cachuma Oak Tree Program number of tank fill-ups/day during oak tree watering.

	7/13	7/16	7/17	7/30	7/31	8/1	8/2	8/3	8/28	8/29	8/30	10/2	10/3	10/10	10/11
(900 gallon tank)	2	2	2.75	3	4	3.25	4	2.25	3	2.5	4	2.5	2.5	4	3
(300 gallon tank)	3	3.5	4												
Gallons/day	2,700	2,850	3,675	2,700	3,600	2,925	3,600	2,025	2,700	2,250	3,600	2,250	2,250	3,600	2,700
Acre-feet/day	0.008	0.009	0.011	0.008	0.011	0.009	0.011	0.006	0.008	0.007	0.011	0.007	0.007	0.011	0.008
			Gallons	Acre-feet					1 acre-foot = 325,851 gallons						
			July Total =	15,525	0.048										
			August Total =	17,100	0.052										
			October Total =	10,800	0.033										
			Total Water Used to Date =	43,425	0.13										

FINANCIAL IMPACT:

Table 3: Cachuma Oak Tree Program staff hours and personnel cost each month to date.

Staff hours and cost for each month of the Oak Tree Program During FY13

	July	August	September	October	November	December	January (through 1/18)	Total
COMB Staff (hours):								
Seasonal Biologist Aide A		177.75	96.5	73.75	64.25	78	64	554.25
Seasonal Biologist Aide B	33.5	170.5	88.5			8	8	308.5
Seasonal Biologist Aide C				14	63	81.5	48	206.5
Seasonal Biologist Aide D					66.5	95	84	245.5
Administrative Secretary				12				12
Water Service Worker I		8		8				16
Water Service Worker II	31	48		32				111
Water Service Worker III		16		7				23
Engineer Technician I				18				18
Project Biologist A	17	17		16		9		59
Project Biologist B	25.25	60	0.5	23	11	9		128.75
Senior Resource Scientist	18	52.5	12	19	20	14	8	143.5
Total Staff Hours:	124.75	549.75	197.5	222.75	224.75	294.5	212	1826
Cost - Labor plus burden	\$5,549.22	\$16,504.02	\$3,676.53	\$8,306.31	\$5,036.00	\$6,179.97	\$3,761.00	\$49,013.05
Consultant Service Hours (Ken Knight):	12	28.5	12	53.5	40.5	72.5	n/a*	219
Consultant Cost	\$720.00	\$1,710.00	\$720.00	\$3,210.00	\$2,430.00	\$4,350.00		\$13,140.00
Total Personnel/Consultant Cost	\$6,269.22	\$18,214.02	\$4,396.53	\$11,516.31	\$7,466.00	\$10,529.97	\$3,761.00	\$62,153.05

n/a*, = January hours not billed yet.

Table 4: Cachuma Oak Tree Program expenses to date with total expenses (labor, materials, and supplies).

	July	August	September	October	November	December	January*	Total
Materials and Supplies:								
Tree stakes		\$759.16		\$322.15	\$964.54	\$1,142.59		\$3,188.44
Hand tools		\$176.23			\$129.29	\$209.78		\$515.30
Protective deer netting		\$458.08			\$74.32	\$93.69		\$626.09
Tree tags		\$32.12	\$25.18	\$50.36				\$107.66
Mulch			\$383.10					\$383.10
Rebar		\$51.66						\$51.66
Hoses		\$210.77		\$7.85				\$218.62
Cable ties				\$41.99	\$46.30	\$71.08		\$159.37
PPE		\$70.75						\$70.75
Vehicle Fuel Cost	\$222.00	\$555.00	\$88.80	\$399.60	\$88.80	\$244.20		\$1,598.40
Equipment Fuel Cost	\$58.35	\$70.02		\$46.68				\$175.05
Total Materials and Supplies	\$280.35	\$2,383.79	\$497.08	\$868.63	\$1,303.25	\$1,761.34		\$7,094.44
TOTAL EXPENSES (labor, materials + supplies)	\$6,549.57	\$20,597.81	\$4,893.61	\$12,384.94	\$8,769.25	\$12,291.31		\$69,247.49

*January expenses not billed yet.

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

N/A

RECOMMENDATION:

For Board information only.

LIST OF EXHIBITS:

CACHUMA OPERATION AND MAINTENANCE BOARD

MEMORANDUM

DATE: January 28, 2013
TO: Board of Directors
FROM: David Baum, Engineering/Operations Division Manager
RE: **Modified Upper Reach Reliability Project (MURRP)**

PROJECT DESCRIPTION: Construct approximately 2,000 feet of 48-inch diameter welded steel pipe, install a 48-inch magnetic flowmeter, intertie the new pipeline with the existing pipeline at the Glen Annie Turnout, replace the existing Goleta West meter with a 24-inch magnetic flowmeter, and reconstruct the Tecolote Tunnel South Portal Transition Structure.

PROJECT LOCATION: On a private road at the north end of Glen Annie Road. The project begins at the South Portal of the Tecolote Tunnel and terminates at the Glen Annie Turnout.

PURPOSE: Increase the operational flexibility, reliability, and capacity of the Conduit between the South Portal of the Tecolote Tunnel and the Corona Del Mar Water Treatment Plan. The increase in operational flexibility, reliability, and capacity are intended to accommodate peak demand levels and to allow maintenance of the pipeline.

CONTRACTOR: Blois Construction, Inc.

DESIGN ENGINEER: Perliter & Ingalsbe

Contract Status - Time

Notice to Proceed:	December 22, 2011
Contract Time (complete all work):	386 Calendar Days
Completion Date:	January 11, 2013
Elapsed Time:	397 days
Remaining Time (complete all work):	0 days
Time Elapsed to Date:	100%

Contract Status – Financial

Original Contract Sum:	\$ 3,948,997
Approved Change Orders:	\$ 176,412
Adjusted Contract Sum:	\$ 4,125,409
Total Work Completed to Date:	\$ 4,125,409
10% Retention:	\$ 412,541*
Total Paid to Date:	\$ 3,530,243
Balance to Finish, Includes Retention:	\$ 412,541*
% of Work Completed to Date:	100%

*Retention will be released in 30 days

SUMMARY OF WORK PERFORMED

The Tecolote Tunnel was shutdown on December 19, 2012 for the tunnel inspection. On the same day, after all personnel had exited the tunnel, Blois applied coatings to the windows from the tunnel to the Junction Structure east and west chambers. The remaining steel pipe wall (where the new 48" pipe connects to the existing 48" pipe) at the Glen Annie Turnout was removed. A list of items, mostly small, necessary to complete the project was compiled and initiated. Change Order No. 2 was executed and all work contained therein was completed. Blois Construction has submitted the As-Built plans for COMB's review.

WORK PROJECTED FOR NEXT MONTH

All work is complete.

PROP 50 COMPONENT REPORT

COMB is in the final phase of receiving the \$3.2m in funding from the Proposition 50 Integrated Regional Water Management Grant Program. Every quarter, COMB submits an invoice to the State along with a progress report on permits, construction, planning, and environmental monitoring. This progress report is used to receive reimbursements, and to ensure the project is being completed in a timely manner. At the end of the project, COMB is required to submit a Component Report to the State Water Resources Control Board (SWRCB). This report is a summary of the project and is used to highlight how Proposition 50 money was spent. COMB has submitted a draft report for review. The final report will be submitted in March, as required.

CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	January 28, 2013
Submitted by:	Tim Robinson and Dave Baum
Approved by:	Janet Gingras

SUBJECT: Final Report on the Quiota Creek Crossing 7 Fish Passage Project

SUMMARY:

The project began on 9/4/12 and was successfully completed on 11/20/12. Santa Barbara County approved the project and signed the Encroachment Permit. A Notice of Completion has been filed with the County. A press release that describes the results of the project will be submitted by the end of January. Landowners, the County and regulatory agencies are very pleased with this exemplary project. All grant reimbursement requests, reports, and permit obligations will be finished by the end of January. An addendum to the MOU between COMB and the County needs to be completed that describes the project and future maintenance.

FINANCIAL IMPACT:

The following Match Table was used in our grant reimbursement process and breaks out costs by task and funding source (CDFG grant, WCB grant, or COMB cost share). The contractor stayed within budget and the project came in under budget even with three change orders; the third was not included since it was paid for by ConTech. All grant reimbursements are expected within 1-2 months.

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MATCH TABLE

Fish Passage Improvements on Crossing 7, Quiota Creek
Cachuma Operation and Maintenance Board

Date: 1/11/13

3301 Laurel Canyon Road
 Santa Barbara, CA 93105
 Tel: 805-687-4011



CDFG Grant Agreement #: P1050003 00
CDFG Grant Manager: Mary Larson
WCB Grant Agreement: WC-1191TC (Project ID 2012039)
WCB Project Manager: Tony Chappelle

Project Task (invoice number below each line item)	Total Cost Estimate	Available Funding (grants and match)			Actual Expenditures (grant disbursement requests and match)		
		(CDFG)	(WCB)	(COMB)	(CDFG)	(WCB)	(COMB)
COMB SERVICES	\$78,745.00	\$0.00	\$0.00	\$78,745.00	\$0.00		\$81,287.75
OPERATING EXPENSES							
DESIGN, PERMITTING, TESTING AND OVERSIGHT	\$72,750.00	\$42,125.00	\$0.00	\$30,625.00	\$60,379.07		\$32,528.00
CONSTRUCTION							
MOBILIZATION	\$29,000.00	\$29,000.00	\$0.00	\$0.00	\$43,000.00	\$0.00	\$0.00
DEMOLITION, C&G, DISPOSAL	\$20,736.00	\$20,736.00	\$0.00	\$0.00	\$30,000.00	\$0.00	\$750.00
INSTALL, OPERATE, & MONITOR DEWATERING SYSTEM	\$27,310.00	\$0.00	\$27,310.00	\$0.00	\$0.00	\$17,205.52	\$0.00
EROSION CONTROL AND REVEGETATION	\$7,770.00	\$0.00	\$7,770.00	\$0.00	\$0.00	\$12,826.74	\$950.00
SITE EX, OVER EX, STOCKPILING, AND PREP	\$35,298.00	\$0.00	\$35,298.00	\$0.00	\$0.00	\$24,040.00	\$0.00
EXPORT UNSUITABLE MATERIAL	\$13,400.00	\$0.00	\$13,400.00	\$0.00	\$0.00	\$0.00	\$0.00
FOOTING PREPARATION	\$8,366.00	\$0.00	\$8,366.00	\$0.00	\$0.00	\$8,366.00	\$0.00
CONSTRUCT CIP FOOTINGS	\$37,880.00	\$0.00	\$37,880.00	\$0.00	\$0.00	\$40,434.00	\$0.00
INSTALL 60-FOOT SPAN PREFAB BRIDGE ARCH SYSTEM	\$205,048.00	\$0.00	\$205,048.00	\$0.00	\$0.00	\$199,749.11	\$0.00
ONSITE STRUCTURE BACKFILL, COMPACTION, NATIVE	\$4,653.00	\$0.00	\$4,653.00	\$0.00	\$0.00	\$0.00	\$0.00
ROAD EMBANKMENT FILL, COMPACTION, AND GRADING	\$31,358.00	\$31,358.00	\$0.00	\$0.00	\$66,500.00	\$0.00	\$0.00
STRUCTURAL EARTH (Ready-Rock) WALL	\$10,839.00	\$10,839.00	\$0.00	\$0.00	\$26,846.30	\$0.00	\$0.00
ROAD BASE IMPORT, PREPARATION, AND GRADING	\$18,221.00	\$18,221.00	\$0.00	\$0.00	\$21,812.23	\$0.00	\$0.00
INSTALL ASPHALTIC CONCRETE PAVEMENT	\$25,432.00	\$25,432.00	\$0.00	\$0.00	\$27,780.00	\$0.00	\$0.00
INSTALL GUARD RAIL AND BRIDGE RAIL SYSTEM	\$184,760.00	\$150,880.00	\$0.00	\$33,880.00	\$64,790.83	\$0.00	\$15,559.70
BRIDGE COATING SYSTEMS (ANTI-GRAFFITI)	\$16,000.00	\$0.00	\$0.00	\$16,000.00	\$0.00	\$0.00	\$5,250.00
CONSTRUCT TWO ROCK WEIR	\$56,483.00	\$56,483.00	\$0.00	\$0.00	\$50,000.00	\$0.00	\$0.00
INSTALL ROCK SLOPE PROTECTION	\$92,714.00	\$41,514.00	\$51,200.00	\$0.00	\$0.00	\$45,000.00	\$0.00
PERFORM FINISH GRADING	\$5,648.00	\$5,648.00	\$0.00	\$0.00	\$8,000.00	\$0.00	\$0.00
REPLACE EXISTING FENCE	\$6,758.00	\$0.00	\$6,758.00	\$0.00	\$0.00	\$9,397.00	\$350.00
SITE CLEAN-UP AND DEMOBILIZATION	\$10,500.00	\$10,500.00	\$0.00	\$0.00	\$1,000.00	\$0.00	\$1,300.00
Totals:	\$999,669	\$442,736	\$397,683	\$159,250	\$400,108.43	\$357,018.37	\$137,975.45
TOTAL ACTUAL PROJECT COST:							\$895,102.25
Remaining Grant Funding:					\$42,627.57	\$40,664.63	
Remaining Match:							\$21,274.55

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

N/A

RECOMMENDATION:

For Board information only.

LIST OF EXHIBITS:

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CACHUMA OPERATION AND MAINTENANCE BOARD

MEMORANDUM

DATE: January 28, 2013
TO: Board of Directors
FROM: David Baum, Engineering/Operations Division Manager
RE: **December 2012 OPERATIONS PROGRAM REPORT**

Summary

To ensure reliability, the Operation and Maintenance staff performs routine maintenance on COMB's Distribution and Storage System. Staff continually works to improve the system as well as making sure any deficiencies are addressed.

Lake Cachuma Operations

The total flow from Lake Cachuma into the Tecolote Tunnel for January was 1157.1 acre-feet for an average daily flow of 52.6. The lake elevation was 730.55 feet at the beginning of the month and 729.93 feet at the end. The storage change decreased 1,492 acre-feet.

Air Valve Rehabilitation

Air Valves susceptible to rainwater intrusion are being rehabilitated to relocate the air valve above ground. Four air valves in the Santa Barbara Reach (STA 2+74, 16+21, 38+72, 67+86) have been relocated above ground. Three valves in the Montecito Reach (STA 352+07, 411+41, 442+50) have been designed to relocate the air valve above ground and work is anticipated to be performed in March after Board approval. Two of the air valves will be relocated by COMB Staff and one will be relocated by MWD staff. An additional four valves in the Carpinteria Reach (STA 643+92, 676+67, 874+00, 900+15) will be designed and relocated soon.

Tecolote Tunnel Inspection

Three Bureau of Reclamation staff and three COMB staff walked the length of the 6½ mile tunnel to inspect and evaluate the condition of the tunnel lining. The Tecolote Tunnel conveys water from Lake Cachuma to the head of the South Coast Conduit. The USBR will be providing an inspection report.

USBR Functional Emergency Exercise scheduled for May 2013

A conference call was held on January 10, 2013 and included participants from the USBR in Fresno and Sacramento and a representative from the County Emergency Operations Center. USBR will be performing a functional emergency exercise with respect to the Cachuma Project this year. Functional exercises are required every six years on high-risk dams. USBR will include multiple facilities related to the Cachuma Project in the exercise. These facilities include Bradbury Dam, Tecolote Tunnel, Glen Anne Dam, Lauro Dam, Ortega Dam, and Carpinteria Dam. The collaborative effort with various agencies has begun to explore alternative scenarios and ensure good working relationships with all participants. USBR is in the process of setting up a preliminary meeting for February 19th.

USBR Comprehensive Review of Dams scheduled for February 19–22, 2013

USBR Comprehensive Review of Dams is scheduled for February 19–21, 2013. Comprehensive Reviews are performed every 6 years by the USBR. Representatives from the

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USBR in Fresno, Sacramento, and Denver will be performing the Cachuma Project CR that will take place at Glen Anne, Lauro, Ortega and Carpinteria Dams. The CR inspection involves two separate examinations of the civil and mechanical aspects of each dam facility. After the Comprehensive Review has been completed, COMB will receive documentation of findings and recommendations for Cachuma Project Facilities, submitted by the USBR.

Field Mapplet

COMB began utilizing field mapplet in 2009 for USA Dig-Alerts. Field Mapplet software utilizes COMB's Geographic Information Systems to generate the location of Dig Alert lookups near the SCC daily. The Field Mapplet interface is housed on the toughbook laptops that can be taken into the field. When staff is working in the field, they are able to utilize the Field Mapplet software to look up and log data for each appurtenance structure. The convenience of the software allows staff to utilize the GIS Interface for their maintenance management program. COMB is working with Spatial Wave, the creators of Field Mapplet, to incorporate the maintenance management system into the software. Before launching the software, COMB will need to ensure all SCC assets are in the GIS and add any additional data needed for field work. Field Mapplet will track maintenance performed, supplies used, and time spent on each valve in the system. COMB has completed the expansion of the GIS database and is waiting for the next phase to be implemented by Spatial Wave. The final product is expected to be launched and operational during the next few months.

Biological Assessment

COMB staff has cooperated in writing an Environmental Resource Protection Plan for activities related to the development of the Biological Assessment. This plan outlines COMB's procedures for any operation that involves an environmental impact. COMB also provided information and answered questions regarding each of the four regulating reservoirs and the SCC.

Activities this Period

- Monitor activities on the MURRP project as needed.
- Exercise South Reach valves
- Clean and inspect South Reach ARV and Blow Off Vaults
- Adjust program read out for new flow meter at Glen Anne Turnout
- Check all vaults for water intrusion after rain
- Perform Lauro tunnel inspection
- Assist in development of Field Mapplet program
- Replace anodes at the North Portal Intake Tower

Routine Monthly Operation and Maintenance Activities

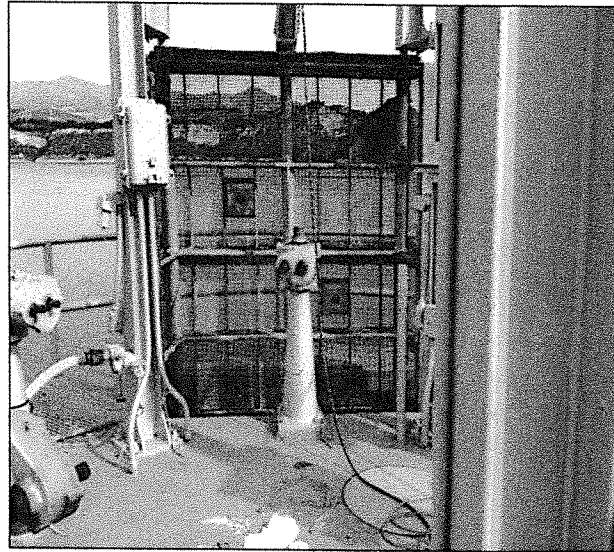
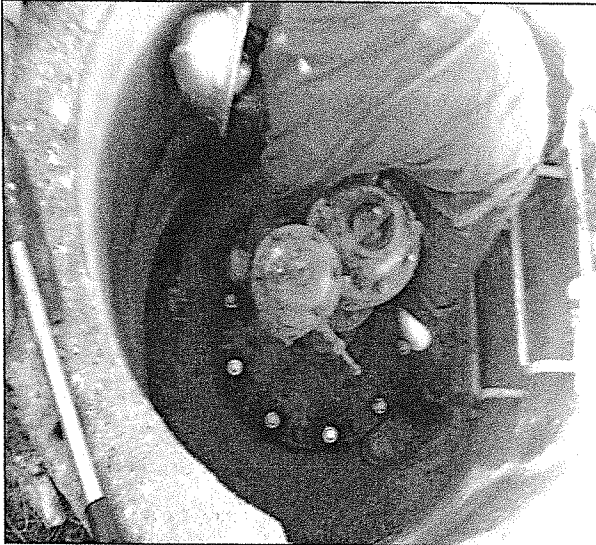
- Perform preventative maintenance on North Portal Flow Control Valve
- Flush all Venturi Meters
- Maintain and service vehicles and equipment
- Take water samples at the North Portal Intake Tower
- Clean fish screens and perform Quagga mussel inspection at the North Portal Intake Tower
- Read Anodes and record data
- Monitor conduit right-of-way and respond to Dig Alert Notices
- Monthly dam inspections, and send report to USBR
- Read Piezometer and underdrains at Glen Anne, Lauro, Ortega, and Carpinteria Dams
- Place rodent bait in all traps at all facilities
- Meter reads
- Water mitigation oak trees at both Cachuma Lake and Lauro reservoir sites
- Carpinteria/Ortega/Lauro weed abatement/spraying

Weekly Safety Meetings

The purpose of the weekly safety meetings is to continue education of Staff on safe practices in the field and on-site. In these safety meetings Staff is urged to ask questions about the topic being discussed and share some incidences related to the topic. Discussion includes how the incident could have been prevented. Regular safety meetings help Staff to constantly have safety on their mind. The following topics were reviewed.

- Driving Safety
- Dangers of Hypothermia
- Ladder Safety

Photos



CACHUMA OPERATION AND MAINTENANCE BOARD

MEMORANDUM

DATE: January 28, 2013
TO: Board of Directors
FROM: Tim Robinson, Fisheries Division Manager
RE: December 2012 FISHERIES PROGRAM REPORT

In compliance with the 2000 Cachuma Project Biological Opinion (BO) and as described in the 2004 Lower Santa Ynez River Fish Management Plan (FMP) and the Monitoring Program in the 2000 Revised Biological Assessment (BA), the Cachuma Project Biology Staff (CPBS) conducts routine monitoring of steelhead/rainbow trout and their habitat on the Lower Santa Ynez River (LSYR) below Bradbury Dam. The following is a list of activities carried out by CPBS during the month of December 2012 that has been broken out by categories.

Thermograph Network:

All thermographs were deployed at the beginning of May and picked up at the end of December to record water temperatures at all designated locations within the LSYR mainstem and several tributaries. The units are downloaded monthly and the results are summarized in the Annual Monitoring Report. All units were removed from the river and streams at the end of the month for the winter.

Lake Profiles:

Lake Cachuma water quality measurements (temperature, dissolved oxygen concentration and total dissolved solids) at one meter intervals from the surface to the bottom of the lake (Lake Profile) are taken once a month from April through December at the Hilton Creek Watering System (HCWS) intake barge. This is considered to be at or near the deepest point in the lake and allows for monitoring of lake stratification, water quality conditions at the intake level for the HCWS and lake-turnoff.

Migrant Trapping:

This program will start up in February due to limitations in the number of take described in the BO.

Redd Surveys:

This monitoring effort will begin in January.

Cachuma Lake Oak Tree Restoration Program:

COMB staff, with guidance from the hired professional arborist, continues to implement the Program and have successfully conducted all management actions as required. An update of the project is provided in a separate Board memo.

Tributary Project Updates:

Quiota Creek Crossing 7: This project was successfully completed in November 2012. A separate final Board memo is provided.

Quiota Creek Crossing 1: Two grants have now been submitted for the construction cost of this project to the Restoration Program at California Department of Fish and Game (now

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California Department of Fish and Wildlife – CDFW) and California Wildlife Conservation Board. COMB has committed to a \$50,000 construction match for this effort. Results of these grant competitions will be announced by the end of this month (January). If successful with these grants, this project would be constructed in the fall of 2013.

Quiota Creek Crossing 0: The required detailed land survey work has been completed. Now the design effort can go forward. Staff is in process of gathering the needed materials to submit two grants in the spring of 2013 for the construction of this project in the fall of 2014 as suggested by the CDFW grants coordinator during her site visit in November 2012.

Salsipuedes Creek – Jalama Road Fish Ladder: COMB staff has reviewed the HDR draft drawings for this project to modify the fish ladder. We are expecting their revisions shortly at which point they will be submitted to CDFW/NMFS for their review and suggestion on how to fund and permit the project.

Highway 192 and Mission Creek: Results of the CDFW grant submitted for the fish passage part of this project will be announced by the end of this month (January). If successful with this grant, a COMB Board discussion will be needed regarding how to fund the pipe relocation part of the project and when to construct the project. CDFW normally grants a two year window in which the project must be built.

Surcharge Water Accounting:

The following table summarizes the amount of Surcharge water used to date from each of the three accounts (Table 1). All numbers come from Reclamation’s Daily Operations Report. The start time for the use of the Surcharge Water Accounts was 5/27/11, or the last day of full surcharge. As of May of this year, all of the Fish Rearing account waters have been used and we are now using Project Yield to meet target flows. The amount of water used during December was 369.0 acre-feet. Subtracted from the Project Yield total was the Adaptive Management Account (AMA) release of 35 acre-feet in October that was called for by the Adaptive Management Committee.

Table 1: Summary of the surcharge water accounting and use of Project Yield.

Accounts*	Allocation	Amount Used**	Amount Remaining
Units:	(acre-feet)	(acre-feet)	(acre-feet)
Fish Passage	3,200	0	3,200
Adaptive Management	500	35	465
Fish Rearing***	5,242	5,242	0
Project Yield		6,061	
Total:	8,942	11,338	3,665

* Originally was 9,200 and as of 2008 it is 8,942.

** Values as of 12/31/12.

*** This water is for meeting required target flows. This is not an official account and is what remains after subtracting the other two accounts.

Reporting:

The draft WY2010 Annual Monitoring Report (AMR) was reviewed by Reclamation. Staff has incorporated their suggestions and sent a revised and final version back to Reclamation to be forwarded to NMFS shortly. Staff continues drafting the WY2011 AMR.

Outreach and Training:

Staff has been working with CDFW on the training and installation of a DIDSON system at the Salsipuedes Creek trap site. The system is now fully operational and will facilitate monitoring fish migration during high and turbid flow conditions when our conventional trapping system needs to

be removed. The collaborative research effort with CDFW is presented in a separate Board memo. Staff continues to work with Quiota Creek landowners regarding all potential fish passage projects.

Consultant Activity Summary (December):

Kenneth A. Knight Consulting (Ken Knight) – Cachuma Lake Oak Tree Restoration Program: monthly field maintenance, monitoring and Plan development.

HDR Fisheries Design Center (Mike Garelo) – Design and engineering oversight for Quiota Creek Crossing 7 project.

Stetson Engineers (Ali Shahroody) – Santa Ynez River hydrological analyses.

UNITED STATES DEPARTMENT OF THE INTERIOR
 U.S. BUREAU OF RECLAMATION-CACHUMA PROJECT-CALIFORNIA

JANUARY 2013

LAKE CACHUMA DAILY OPERATIONS

RUN DATE: January 23, 2013

DAY	ELEV	STORAGE		COMPUTED* INFLOW AF.	CCWA INFLOW AF.	PRECIP ON RES. SURF. AF.	RELEASE - AF.				EVAP		PRECIP INCHES	
		IN LAKE	CHANGE				TUNNEL	HILTON CREEK	OUTLET	SPILLWAY	AF.	INCH		
	730.56	134,851												
1	730.55	134,827	-24	22.6	0.0	.0	28.9	11.8	.0	.0	5.9	.046	.00	
2	730.54	134,803	-24	22.9	0.0	.0	28.9	11.8	.0	.0	6.2	.048	.00	
3	730.50	134,709	-94	-41.3	0.0	.0	34.1	11.8	.0	.0	6.8	.053	.00	
4	730.48	134,661	-48	10.4	0.0	.0	41.5	11.8	.0	.0	5.1	.040	.00	
5	730.44	134,566	-95	-34.2	0.0	.0	40.8	11.8	.0	.0	8.2	.064	.00	
6	730.44	134,566	+0	8.0	0.0	49.4	40.5	11.8	.0	.0	5.1	.040	.25	
7	730.43	134,543	-23	-5.4	0.0	37.5	41.1	11.7	.0	.0	2.3	.018	.19	
8	730.40	134,471	-72	-8.3	0.0	.0	45.1	11.7	.0	.0	6.9	.054	.00	
9	730.38	134,424	-47	26.7	0.0	.0	57.1	11.7	.0	.0	4.9	.038	.00	
10	730.33	134,305	-119	-53.3	0.0	.0	46.9	11.7	.0	.0	7.1	.055	.00	
11	730.32	134,282	-23	-25.4	0.0	37.5	23.3	11.7	.0	.0	.1	.001	.19	
12	730.29	134,211	-71	-17.3	0.0	3.9	37.2	11.7	.0	.0	8.7	.068	.02	
13	730.27	134,163	-48	0.4	0.0	.0	29.8	11.7	.0	.0	6.9	.054	.00	
14	730.23	134,068	-95	0.8	0.0	.0	74.9	11.7	.0	.0	9.2	.072	.00	
15	730.19	133,973	-95	0.6	0.0	.0	74.6	11.7	.0	.0	9.3	.073	.00	
16	730.16	133,902	-71	-4.8	0.0	.0	51.6	11.7	.0	.0	2.9	.023	.00	
17	730.13	133,831	-71	-6.7	0.0	.0	44.2	11.7	.0	.0	8.4	.066	.00	
18	730.10	133,760	-71	21.9	0.0	.0	71.8	11.5	.0	.0	9.6	.075	.00	
19	730.05	133,642	-118	0.2	0.0	.0	94.6	11.6	.0	.0	12.0	.094	.00	
20	730.01	133,547	-95	31.4	0.0	.0	100.4	11.6	.0	.0	14.4	.113	.00	
21	729.97	133,453	-94	-14.1	0.0	.0	58.0	11.7	.0	.0	10.2	.080	.00	
22	729.93	133,359	-94	22.4	0.0	.0	91.8	11.6	.0	.0	13.0	.102	.00	
23	729.89	133,265	-94	7.2	0.0	.0	73.1	11.6	.0	.0	16.5	.129	.00	
TOTAL (AF)			-1,586	-35.3	0.0	128.3	1,230.2	269.1	.0	.0	179.7	1.406	.65	
(AVG)		134,145												

COMMENTS:

* COMPUTED INFLOW IS THE SUM OF CHANGE IN STORAGE, RELEASES, AND EVAPORATION MINUS PRECIP ON THE RESERVOIR SURFACE AND CCWA INFLOW.

DATA BASED ON 24-HOUR PERIOD ENDING 0800.

INDICATED OUTLETS RELEASE INCLUDE ANY LEAKAGE AROUND GATES.

ITEM # 17 a
 PAGE 1

Subject:

FW: FYI - California has added another infested water body in San Benito County

Please see below. Until now, the only body of water infested with mussels outside of Southern California was San Justo Reservoir in San Benito County. This new infestation is connected to that resv.

Liz Gaspar
Cachuma Lake
Parks Division , Community Services Department
(805) 688-4515
Lgaspar@sbccsd.org
www.cachuma.com

----- Forwarded by Misty Pontes/PubWorks/COSLO on 01/07/2013 08:23 AM -----

From: "Robin Dickerson" <rdickerson@tjcross.com>
Date: 01/04/2013 05:29 PM
Subject: FYI - California has added another infested water body in San Benito County

To all:

FYI - Ridgemark Golf Course in San Benito County in Hollister CA has been identified as # 27 according to the California Quagga and Zebra Mussel Distribution map on the Department of Fish and Game website. (See attached map) This appears to be an infestation from water received from infected San Justo Reservoir.

San Justo Reservoir is operated by San Benito County Water District. San Justo Reservoir is used to store water and supplement water deliveries during high demand for the water district. Zebra mussels had previously infested the Hollister Conduit and Distribution system.

Hope you have a great weekend.

Robin S. Dickerson, PE
Project Specialist
TJCross Engineers
200 New Stine Road, Suite 270
Bakersfield, CA 93309
(o) 661-831-8782 Ext. 217
(c) 661-364-5523

[attachment "Infested Lake Map 12-2012.pdf" deleted by Lisa Wallender/PubWorks/COSLO]



**Santa Barbara County Community Services Department
Cachuma Lake Recreation Area**

**Summary of Aquatic Invasive Species Vessel Inspection Program
and Early Detection Monitoring Program: DECEMBER 2012**

Cachuma Lake Recreation Area Boat Launch Data -- DECEMBER 2012			
Inspection Data			
Total Vessels entering Park	314		
Total Vessels launched	314		
Total Vessels Quarantined	0	0%	
Returning with Boat Launch Tag	239	76%	
Arriving new: Inspected, washed	51	16%	
Kayak/Canoe: Inspected	24	8%	
4-stroke engines	89	28%	
2-strokes, w/CARB star ratings	93	30%	
2-strokes, NO emissions ratings	108	34%	

Boat Launch Tags: Boats with Cachuma Lake Boat Launch Tags attached to boat and trailer. These boats have not been removed from trailer since last visit to lake and are not subject to inspection or decontamination.

No mussel species have been located on any vessel entering Cachuma Lake as of DECEMBER 31, 2012.

Quarantine Data		
Total Vessels Quarantined	0	
Quarantined 7 days	0	
Quarantined 14 days	0	

Quarantine Reasons -- May be several for 1 boat		
Water on vessel	0	
Debris on hull	0	
Plug installed	0	
From infected county	0	
Ballast tanks	0	
Boat longer than 24 feet	0	
Out-of-state	0	
Unspecified	0	

Demographic Data		
Quarantined from infected county	0	
Quarantined from SB County	0	

CACHUMA LAKE QUAGGA SURVEY:

Summary: No Dreissenid mussels were detected
 Inspection site: Cachuma Lake Marina, Santa Barbara County, California
 Inspection Date and Time : 2012.12.19; 1000– 1300 PDT
 Method: 14 PVC/Cement/Plastic Mesh Sampling Stations; 394 linear feet of line
 Surveyors: Liz Gaspar (CSD), Carrie Culver, Heather Lahr, Dana Shultz, Keith Yaeger (Sea Grant).
 Lake Elevation: 730.75 from maximum of 753 feet