

TRIUNFO SANITATION DISTRICT

COMBINING

SUPPLEMENTARY SCHEDULES

FISCAL YEAR ENDED JUNE 30, 2009



TYPES OF OPERATIONS

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

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

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

**TRIUNFO SANITATION DISTRICT
COMBINING SCHEDULE OF NET ASSETS
JUNE 30, 2009**

<i>Assets</i>	Wastewater	Recycled Water	Potable Water	Total
Current assets:				
Cash and cash equivalents	\$ 8,546,297	\$ 800,613	\$ 2,010,111	\$ 11,357,021
Accrued interest receivable	125,161	-	-	125,161
Accounts receivable – water sales and services, net	454	150,909	339,958	491,321
Accounts receivable – sanitation fees	384,439	-	-	384,439
Accounts receivable – other, net	19,134	-	583	19,717
Notes receivable – sewer extension line	8,387	-	-	8,387
Advances due – investment-in-joint venture LVMWD/TSD	1,587,637	-	-	1,587,637
Water-in-storage inventory	-	1,887	66,034	67,921
Prepaid and other	14,685	-	47,089	61,774
Total current assets – unrestricted	<u>10,686,194</u>	<u>953,409</u>	<u>2,463,775</u>	<u>14,103,378</u>
Restricted current assets:				
Cash and cash equivalents	921,320	500	1,084	922,904
Investments	920,000	-	-	920,000
Total current assets – restricted	<u>1,841,320</u>	<u>500</u>	<u>1,084</u>	<u>1,842,904</u>
Total current assets – unrestricted and restricted	<u>12,527,514</u>	<u>953,909</u>	<u>2,464,859</u>	<u>15,946,282</u>
Non-current assets – capital assets, net				
Investments	2,445,130	-	-	2,445,130
Capital assets, net	11,186,354	2,082,086	9,757,748	23,026,188
Investment-in-joint venture LVMWD/TSD	37,062,411	-	-	37,062,411
Deferred charges, net	197,042	-	73,599	270,641
Total non-current assets	<u>50,890,937</u>	<u>2,082,086</u>	<u>9,831,347</u>	<u>62,804,370</u>
Total assets	<u>\$ 63,418,451</u>	<u>\$ 3,035,995</u>	<u>\$ 12,296,206</u>	<u>\$ 78,750,652</u>
<i>Liabilities and Net Assets</i>				
Current liabilities:				
Payable from current assets:				
Accounts payable and accrued expenses	\$ 652,080	\$ 105,574	\$ 386,016	\$ 1,143,670
Accrued interest payable – loan	-	-	10,219	10,219
Loan payable – current portion	-	-	695,000	695,000
Developer refund agreements – current portion	-	-	27,254	27,254
Payable from current assets – unrestricted	<u>652,080</u>	<u>105,574</u>	<u>1,118,489</u>	<u>1,876,143</u>
Payable from restricted current assets:				
Customer deposits	162,724	-	908	163,632
Unearned Revenue	666,373	-	-	666,373
Bonds payable – current portion	400,000	-	-	400,000
Payable from restricted current assets	<u>1,229,097</u>	<u>-</u>	<u>908</u>	<u>1,230,005</u>
Total current liabilities – unrestricted and restricted	<u>1,881,177</u>	<u>105,574</u>	<u>1,119,397</u>	<u>3,106,148</u>
Non-current liabilities:				
Bonds payable	4,800,000	-	-	4,800,000
Loans payable	-	-	1,780,000	1,780,000
Developer refund agreements	-	-	606,378	606,378
Total non-current liabilities	<u>4,800,000</u>	<u>-</u>	<u>2,386,378</u>	<u>7,186,378</u>
Total liabilities	<u>6,681,177</u>	<u>105,574</u>	<u>3,505,775</u>	<u>10,292,526</u>
Net assets:				
Invested in capital assets, net of related debt	5,986,354	2,082,086	6,649,116	14,717,556
Restricted – debt service	1,012,223	500	176	1,012,899
Unrestricted	49,738,697	847,835	2,141,139	52,727,671
Total net assets	<u>56,737,274</u>	<u>2,930,421</u>	<u>8,790,431</u>	<u>68,458,126</u>
Total liabilities and net assets	<u>\$ 63,418,451</u>	<u>\$ 3,035,995</u>	<u>\$ 12,296,206</u>	<u>\$ 78,750,652</u>

**TRIUNFO SANITATION DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Wastewater</u>	<u>Recycled Water</u>	<u>Potable Water</u>	<u>Total</u>
Operating revenues:				
Sanitation fees	\$ 7,033,630	\$ -	\$ -	\$ 7,033,630
Potable water sales	-	-	2,751,363	2,751,363
Recycled water sales	-	1,261,914	-	1,261,914
Water meter service fees	-	161,436	1,054,355	1,215,791
Connection fees	26,308	-	-	26,308
Other charges for services	10,228	-	73,369	83,597
Total operating revenues	<u>7,070,166</u>	<u>1,423,350</u>	<u>3,879,087</u>	<u>12,372,603</u>
Operating expenses:				
Wastewater treatment	4,368,737	-	-	4,368,737
Potable water purchased	-	-	2,451,137	2,451,137
Recycled water purchased	-	1,026,030	-	1,026,030
Professional services	127,143	2,813	57,545	187,501
Management and administrative	1,403,721	93,007	1,269,247	2,765,975
Total operating expenses	<u>5,899,601</u>	<u>1,121,850</u>	<u>3,777,929</u>	<u>10,799,380</u>
Operating income before depreciation	1,170,565	301,500	101,158	1,573,223
Depreciation and amortization	<u>(327,069)</u>	<u>(96,985)</u>	<u>(457,928)</u>	<u>(881,982)</u>
Operating income	<u>843,496</u>	<u>204,515</u>	<u>(356,770)</u>	<u>691,241</u>
Non-operating revenue (expense)				
Change in investment-in-joint venture LVMWD/TSD	(2,315,646)	-	-	(2,315,646)
Rental revenue - cellular antennas	-	-	121,381	121,381
Interest and investment earnings	325,441	10,758	187,916	524,115
Interest expense	(95,370)	-	(135,044)	(230,414)
Debt administration and amortization of deferred charges	(64,055)	-	(7,739)	(71,794)
Other, net	7,860	-	4,699	12,559
Total non-operating revenues, net	<u>(2,141,770)</u>	<u>10,758</u>	<u>171,213</u>	<u>(1,959,799)</u>
Net income (loss) before capital contributions	<u>(1,298,274)</u>	<u>215,273</u>	<u>(185,557)</u>	<u>(1,268,558)</u>
Capital contributions				
Donated assets	43,118	-	-	43,118
Total capital contributions	<u>43,118</u>	<u>-</u>	<u>-</u>	<u>43,118</u>
Change in net assets	(1,255,156)	215,273	(185,557)	(1,225,440)
Net assets, beginning of year	<u>57,992,430</u>	<u>2,715,148</u>	<u>8,975,988</u>	<u>69,683,566</u>
Net assets, end of year	<u>\$ 56,737,274</u>	<u>\$ 2,930,421</u>	<u>\$ 8,790,431</u>	<u>\$ 68,458,126</u>

**TRIUNFO SANITATION DISTRICT
COMBINING SCHEDULE OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Wastewater</u>	<u>Recycled Water</u>	<u>Potable Water</u>	<u>Total</u>
Cash flows from operating activities:				
Receipts from customers for water sales and services	\$ 26,308	\$ 1,550,411	\$ 3,890,325	\$ 5,467,044
Receipts from customers for sanitation services	6,853,187	-	-	6,853,187
Receipts for other services	12,791	-	77,485	90,276
Payments to vendors for materials and services	<u>(5,836,018)</u>	<u>(1,125,360)</u>	<u>(3,815,745)</u>	<u>(10,777,123)</u>
Net cash provided by operating activities	<u>1,056,268</u>	<u>425,051</u>	<u>152,065</u>	<u>1,633,384</u>
Cash flows from non-capital financing activities:				
Advances due – investment-in-joint venture LVMWD/TSD facility	<u>(1,693,376)</u>	<u>-</u>	<u>-</u>	<u>(1,693,376)</u>
Net cash used in non-capital financing activities	<u>(1,693,376)</u>	<u>-</u>	<u>-</u>	<u>(1,693,376)</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(175,507)	-	(455,018)	(630,525)
Principal and interest paid on long-term debt	<u>(539,721)</u>	<u>-</u>	<u>(831,273)</u>	<u>(1,370,994)</u>
Net cash used in capital and related financing activities	<u>(715,228)</u>	<u>-</u>	<u>(1,286,291)</u>	<u>(2,001,519)</u>
Cash flows from investing activities:				
Principal received (issued) on notes, net – sewer line extension	3,640	-	-	3,640
Proceeds from rental revenue - cellular antennas	-	-	121,381	121,381
Proceeds from interest and investment earnings	421,007	10,758	187,916	619,681
Proceeds from sales and maturities of investments	<u>2,238,000</u>	<u>-</u>	<u>-</u>	<u>2,238,000</u>
Net cash provided by investing activities	<u>2,662,647</u>	<u>10,758</u>	<u>309,297</u>	<u>2,982,702</u>
Net increase (decrease) in cash and cash equivalents	1,310,311	435,809	(824,929)	921,191
Cash and cash equivalents (unrestricted and restricted), beginning of year	<u>8,157,306</u>	<u>365,304</u>	<u>2,836,124</u>	<u>11,358,734</u>
Cash and cash equivalents (unrestricted and restricted), end of year	<u>\$ 9,467,617</u>	<u>\$ 801,113</u>	<u>\$ 2,011,195</u>	<u>\$ 12,279,925</u>
Reconciliation of cash and cash equivalents to statement of net assets:				
Cash and cash equivalents	\$ 8,546,297	\$ 800,613	\$ 2,010,111	\$ 11,357,021
Restricted cash and cash equivalents	<u>921,320</u>	<u>500</u>	<u>1,084</u>	<u>922,904</u>
Total cash and cash equivalents	<u>\$ 9,467,617</u>	<u>\$ 801,113</u>	<u>\$ 2,011,195</u>	<u>\$ 12,279,925</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 843,496	\$ 204,515	\$ (356,770)	\$ 691,241
Adjustments to reconcile operating income to net cash provided by operating activities:				
Deprecation and amortization	327,069	96,985	457,928	881,982
Other non-operating income, net	7,860	-	4,699	12,559
Changes in assets and liabilities:				
(Increase)decrease in assets:				
Accounts receivable – water sales and services, net	-	127,060	83,948	211,008
Accounts receivable – sanitation fees	(180,443)	-	-	(180,443)
Accounts receivable – other, net	(5,297)	-	(583)	(5,880)
Prepaid and other	(7,192)	-	(40,494)	(47,686)
Increase (decrease) in liabilities:				
Accounts payable and accrued expenses	70,775	(3,509)	2,679	69,945
Customer deposits	-	-	658	658
Total adjustments	<u>212,772</u>	<u>220,536</u>	<u>508,835</u>	<u>942,143</u>
Net cash provided by operating activities	<u>\$ 1,056,268</u>	<u>\$ 425,051</u>	<u>\$ 152,065</u>	<u>\$ 1,633,384</u>
Noncash investing, capital, and financing activities:				
Capital assets donated	\$ 43,118	-	-	\$ 43,118

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