

# LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY

## DRAFT Minutes—REGULAR BOARD OF DIRECTORS MEETING

9:30 a.m. Wednesday, June 18, 2014 at our La Mesa Office, 521 St Valentine St.

Note: Minutes are in DRAFT form until approved by the Board

- I. **Call to Order, Roll Call to Establish Quorum** Sign-in sheet and agenda are attached. Directors present were Chairman Robert “Marty” Nieto (District 5), Vice-Chairman John Holguin (District 4), Director Arturo Terrazas (District 1), Director Mike McMullen (District 6) and Director Furman Smith (District 7). Absent were Secretary Santos Ruiz (District 2) and Director Cali Tellez (District 3). Staff members present were General Manager Martin Lopez, Finance Manager Kathi Jackson, Projects Manager Karen Nichols and Adm. Asst. Joan Ferguson. Also present were Espy Holguin (HUD) and Bill Gomez, State Representative Elect, District 34. With a quorum established the meeting was called to order by Mr. Nieto at 9:30 a.m.
- II. **Pledge of Allegiance** {0:44}
- III. **Approval of Agenda** Because Mike Lopez, Operations Manager was not present, there will be no operations report. The Organ audit has not been released by the State Auditor and that item (VIII.A) will be postponed. With those changes, Mr. Holguin moved to approve the agenda. Mr. Smith seconded the motion and it carried 5-0. {1:30}
- IV. **Approval of Minutes of May 21, 2014, Regular Meeting** Mr. McMullen moved to approve the minutes of May 21, 2014. Mr. Terrazas seconded the motion and it carried 5-0. {2:20}
- V. **Guest Presentation** Mr. Bill Gomez who, Representative-elect of the 34<sup>th</sup> District introduced himself and talked briefly about his goals and the recent meetings he has had in the community. {14:36}
- VI. **Public Input—15 minutes total allotted for this item, 3 minutes time limit per person** Ms. Espy Holguin (HUD) briefed the Board on a housing project that she was involved with in the community and asked the help of Mr. Terrazas and Mr. Gomez. She also thanked the Board for their attention to the Veteran’s Rd issue. There currently is no timeline on that project. {22:35}
- VII. **Managers’ Reports**
  - A. **General Manager** Mr. Martin Lopez submitted a written report and stood for questions. After research, it was discovered that what was previously understood as a piece of property in Organ was actually a tank and a fence but there is an easement.  
  
Mr. Holguin asked about the FCC licenses. These are licenses to operate telemetry.  
  
Mr. Smith asked about Timberline in Organ. Timberline’s work on the Organ project should be finished by June 27. {25:30}
  - B. **Projects** Ms. Karen Nichols submitted a written report and stood for questions. Mr. Holguin had asked about the Lower Rio Grande Water Users Organization. Ms. Nichols explained that the organization is composed of all the major players in Dona Ana County who are interested in water and who are very involved in the regional water plan.  
  
Ms. Nichols mentioned the monies that were granted to the LRG by the CITF.  
  
Ms. Nichols discussed the RCAC Work Group on Regional Authority Legislation. The group includes Rural Communities Assistance Corporation (RCAC), Santa Fe County, the El Valle Alliance, Doña Ana MDWCA and the Authority. The goal of the legislation is to provide a framework for future regionalization. She was encouraged with the progress.

USDA-RD closed on the Berino/Mesquite-del Cerro Water System Project. LRG should be able to do first draw as soon as the UCC filings are processed by the Secretary of State's office and received by the Authority's attorney. The first draw is more than \$850,000 which will be used to pay off the RCAC bridge loan and reimburse the Authority. The reimbursed monies will go into reserves.

Approval for the RFP for the new billing software has been received. It should be in the newspaper June 19 and also will be posted on the website.

Additionally, there were non-substantial changes to the ICIP. {39:07}

**C. Operations** Mr. Mike Lopez was not present and did not submit a written report.

**D. Finance** Ms. Kathi Jackson submitted a written report and stood for questions.

Ms. Jackson reported that the Authority ended April with \$39,000 in income. The May numbers will be similar.

Finance will be in good shape for the \$10,000/month loan payment on the Mesquite/Berino-del Cerro project. That loan also requires a \$412,000 reserve which will be met with monthly payments of \$900.

Management is still protesting the short-lived fund reserves which would total \$25,000/month.

HIDTA fee is being reduced because their funding was cut.

Additional bad debt has been recovered and more customers are in good standing. Penalties are being waived.

The radio read meters have been a huge success. They allow a customer to see their usage history (by the hour), take far less time to read and are having a significant impact on revenue.

Mr. Martin Lopez announced a South Central Council of Governments meeting Friday, June 27 at 10am at La Posta in Mesilla. {45:30}

#### **VIII. Unfinished Business**

**A. Organ Audit—for approval** postponed {45:32}

**IX. Motion to convene in Closed Session pursuant to NMSA 1978 Section 10-15-1(H)(7) threatened or pending litigation and 10-15-1(2) limited personnel matters—ROLL CALL VOTE** Mr. Holguin made a motion to convene in closed session pursuant to NMSA 1978 Section 10-15-1(H)(7) threatened or pending litigation and 10-15-1(2) limited personnel matters. Mr. Smith seconded the motion. The roll call was as follows: Chairman Marty Nieto (District 5) voted aye, Vice-Chairman John Holguin (District 4) voted aye, Director Arturo Terrazas (District 1) voted aye, Director Mike McMullen (District 6) voted aye and Director Furman Smith (District 7) voted aye. The ayes carried and the meeting was closed at 10:16am. {46:23}

**A. Motion to resume the Open Meeting** Mr. Holguin moved to resume the open meeting. Mr. Terrazas seconded the motion. It carried 5-0. The meeting opened at 10:27 am. {46:40}

**B. Action, if any, related to the Closed Session topic** The Chair stated that the closed session only addressed matters on the agenda and no action was taken.

**X. New Business—approval to lift hiring freeze** Mr. Martin Lopez asked for approval from the board to lift the hiring freeze in order to hire two additional employees. A current employee is requesting part-time instead of

full-time. Her reduced hours and the future need to transcribe data into a new billing system necessitates hiring an additional employee. The second employee would be an operations member that would be dedicated to the new wastewater system. Chemical levels in the system will have to be monitored enough to require a full time employee. Mr. Martin Lopez would probably transfer a current Level II Wastewater Operator to that position and hire an new employee at the entry level. Mr. Holguin moved to approve the hiring freeze. Mr. Terrazas seconded the motion and it carried 5-0. It was clarified that the hiring freeze would be lifted for the two requested hires.

**XI. Other discussion and agenda items for next meeting, 9:30 a.m. July 16, 2014 at the La Mesa Office**

- A. 2015 final Budget
- B. Final budget amendment for 2014 {:}

**XII. Adjourn** Mr. Holguin moved to adjourn the meeting. Mr. Terrazas seconded the motion and it carried 5-0. The meeting closed at 10:43. {1:01:10}



# Lower Rio Grande Public Water Works Authority

## Sign In Sheet Page 1 of 1

Date: Jun 19, 2014

Time: 9:00 A

Places: LANES A

Event: Regular Board Mtg

Signature	Print Name, Title, Company or Agency Represented	Contact Information	Email Address
<i>[Signature]</i>	LRGP WWA	575-233-5742 ext 123	joan.ferguson@lrgaauthority.org
<i>[Signature]</i>	Arturo Terrazas M: KEMAMULLAU	915-731-0751 970-302-7852	
<i>[Signature]</i>	Kathie Jackson Finance Manager LRG-Board Roberta Winters	(575) 646-4330	
<i>[Signature]</i>	Karen Nichols Kadena Projects Mgr.	575-636-3851 575-233-5742 ext 122	Karen.nichols@lrgaauthority.org
MANTIN COVER	MANTIN COVER & M Ave. 34 State Kap. elect	575-571-3625	mantin1@lrgaauthority.org
Bealquin Bill Cooper	Bealquin Bill Cooper FURMAN SMITH	575-642-1379 382 5982	bealquin@msn.com SMITH@LANET.COM
<i>[Signature]</i>	John Hill	575-695-9007	john.hill@lrgaauthority.org
<i>[Signature]</i>	Esper Higuin	575-644-9543	Esper@D.com

## LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY

### Meeting Notice & DRAFT Agenda—REGULAR BOARD OF DIRECTORS MEETING

9:30 a.m. Wednesday, June 18, 2014 at our La Mesa Office, 521 St Valentine St.

Agendas are final 72 hours prior to the meeting and may be obtained at any LRGPWVA Office—call 575-233-5742 for information

- I. Call to Order, Roll Call to Establish Quorum
- II. Pledge of Allegiance
- III. Approval of Agenda
- IV. Approval of Minutes of May 21, 2014, Regular Meeting
- V. Guest Presentation
- VI. Public Input—15 minutes total allotted for this item, 3 minutes time limit per person
- VII. Managers' Reports
  - A. General Manager
  - B. Projects
  - C. Operations
  - D. Finance
- VIII. Unfinished Business
  - A. Organ Audit—for approval
- IX. Motion to convene in Closed Session pursuant to NMSA 1978 Section 10-15-1(H)(7) threatened or pending litigation and 10-15-1(2) limited personnel matters—ROLL CALL VOTE
  - A. Motion to resume the Open Meeting
  - B. Action, if any, related to the Closed Session topic
- X. New Business—approval to lift hiring freeze
- XI. Other discussion and agenda items for next meeting, 9:30 a.m. July 16, 2014 at the La Mesa Office
- XII. Adjourn

If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aide or service to attend or participate in the hearing or meeting, please contact the LRGPWVA office at 575-233-5742, PO Box 2646, Anthony NM 88021 OR 215 Bryant St., Mesquite NM at least one week prior to the meeting or as soon as possible. Public documents, including the agenda and minutes, can be provided in various accessible formats. Please contact the LRGPWVA office if a summary or other type of accessible format is needed.

*Si es un individuo con una incapacidad esta en necesidad de un lector, amplificador, lenguaje por señas, o cualquier otra forma de asistencia o servicio para atender o participar en las juntas, por favor llame a la oficina LRGPWVA, 575-233-5742, PO Box 2646, Anthony NM 88021 O 215 Bryant St., Mesquite NM una semana antes de la junta o en cuanto posible. Documentos públicos, incluyendo la agenda y minutos, están disponibles en varios formatos. Por favor opóngase en contacto con la oficina LRGPWVA si un resumen o otro tipo de forma accesible es necesario.*

## LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY

### Meeting Notice & DRAFT Agenda—REGULAR BOARD OF DIRECTORS MEETING

9:30 a.m. Wednesday, May 21, 2014 at our Vado Office, 325 Holguin Rd

Agendas are final 72 hours prior to the meeting and may be obtained at any LRGPWVA Office—call 575-233-5742 for information

- I. **Call to Order, Roll Call to Establish Quorum Sign-in sheet and agenda are attached** Directors present were Chairman Robert “Marty” Nieto (District 5), Vice-Chairman John Holguin (District 4), Secretary Santos Ruiz (District 2), Director Arturo Terrazas (District 1), Director Cali Tellez (District 3), Director Mike McMullen (District 6) and Director Furman Smith (District 7). Staff members present were General Manager Martin Lopez, Finance Manager Kathi Jackson, Operations Manager, Mike Lopez and Adm Asst. Joan Ferguson. Also present were Doreen Gallegos (State Representative) and Edward Ybarra (left early); Gabriel Villanueva, Guillermo Orquiz, Anthony Herrera, Robert Couarrabia and Hector Vasquez from Vencor Engineering (left early); Espy Holguin (HUD) (arrived late) and Edward Nieto. With a quorum established, the meeting was called to order by Mr. Nieto at 9:30. {0:15}
- II. **Pledge of Allegiance** {1:20}
- III. **Approval of Agenda** Because of the guests, the Chair asked that the agenda order be changed so that item IV—Approval of the Minutes—would be after the guest presentations. Mr Holguin moved to approve the agenda with the changes. Mr. Tellez seconded the motion and it passed 7–0. {1:44}
- IV. **Approval of Minutes**
  - A. **3/19/2014 Regular Meeting** Mr. McMullen moved to approve the minutes of the 3/19/2014 meeting. Mr. Holguin seconded the motion and it passed 7–0. {9:12}
  - B. **3/27/2014 Special Meeting** Mr. Holguin moved to approve the minutes of the 3/27/2014 special meeting. Mr. Tellez seconded the motion and it passed 7–0. {10:10}
  - C. **4/16/2014 Regular Meeting** Mr. McMullen moved to approve the minutes of the 4/16/2014 meeting. Mr. Smith seconded the motion and it passed 7–0. {11:23}
- V. **Guest Presentation—Hector Vasquez**
  - A. Ms. Doreen Gallegos, State Representative for District 52 introduced herself and said she would like to become better acquainted with the water issues of her district as well as LRG projects. She left her contact information.
  - B. Mr. Hector Vasquez from Vencor Engineering presented a plaque to Vice Chair, John Holguin to recognize and honor his service and purple heart he belatedly received while in the Marine Corps during the Vietnam War. {7:32}
- VI. **Public Input—15 minutes total allotted for this item, 3 minutes time limit per person** none {12:58}
- VII. **Managers’ Reports**
  - A. **General Manager** Mr. Martin Lopez submitted a written report and answered questions. Mr. Tellez asked about the Tierra Alta Drive property in Organ. It appears that the property address is to a house. Mr. Smith explained that the owners of the home would not allow Organ MDWCA to access their property so they had to use the right of Way. His question is whether the Authority has access to the well site. The GM said that the Authority’s attorney is researching the issue.  
  
Mr. Tellez asked about the loans that had been paid off. One Rural Development loan of \$4,200.00 was paid off. A second loan (RIP) from NM Environment Dept for \$22,500.00 was also closed.

The New Mexico Finance Authority will not be able to refinance the Organ/Butterfield Park/Brazito loans until (July) 2016. However, there seems to be some movement on the assumption of those loans through RD because they have (finally) requested additional information. The total of the annual debt payment on those loans is around \$800,000. {19:25}

**B. Finance** Ms. Kathi Jackson submitted a written report and answered questions.

Ms. Jackson called the Board's attention to several items in the balance sheet. As of March 31 there was still \$64,000 outstanding in accounts receivable. Two projects in the "Construction in Progress" column will be moved next month: the Organ Water & Sewer Improvement and the Radio Read Meter Project. Additionally there will be reimbursements of \$29,000 from the meter project.

Sewer expenses are being broken out to their own line item in order to keep track of costs. In the future there will probably be a separate accounting for the sewer system. There have been some complaints about the cost—mainly because the higher usage for sewer is in the winter months—so Mr. Martin Lopez suggested that averaging the cost out over the year might be considered after a year's data is available. The electric usage has also been given its own line item. Looking at the well pump electric usage, Mr. Nieto asked if it were possible to not pump from all the wells. Mr. Martin Lopez said that while some of the wells that are not in use have been disconnected, not using a pump is not viable: shutting down a pump for a week could cause too much sand to be kicked up.

Ms. Jackson also pointed out the \$43 million in assets, adding that in 2010 total assets added up to \$20 million.

The (negative) net income on the profit and loss will be balanced out with \$190,000 in depreciation and \$90,000 in bad debt, leaving the Authority with a positive balance of \$7,000.

Referring to the budget worksheets, she explained that the percentages are off but by the end of the fiscal year (June 30) the budget will be balanced. Unlike in years past, reserves are not being dipped into. To-date, reserves stand around \$140,000, the debt service account is around \$95,000 and reimbursements are expected to be \$219,000. Mr. Nieto asked what the Authority's reserves should be. Ms. Jackson talked about industry standards. Mr. Martin Lopez said it should be 10–15% of the annual budget. Olga Morales at RCAC projected in her rate study, that given the current rate increases, the Authority should have \$500,000 in reserves by 2019. Even given the maintenance issues with vehicles, management believes this is a reachable goal.

Two office staff attended a two-day human resources workshop at DACC. They brought back productive ideas. Additionally, all staff that interact with customers will be taking a day-long course on customer service. And, Ms. Jackson announced that she had completed her certificate in public utilities regulation.

It appears that the Authority is required to have a procurement officer and that certification needs to be arranged. {52:41}

**C. Projects** Ms. Nichols submitted a written statement. She was not available for questions but the GM and the OM were able to answer any questions.

Mr. Tellez asked about the water fair. It was a success and LRG is planning on participating next year.

The closing on the Berino/Mesquite-Del Cerro Water System Project is June 11.

Layne Construction is still tying up loose ends on the Mesquite Wastewater Project. Part of the problem is that some customers have not responded to requests to access their property to remove the electrical boxes from the previous system. On June 1 Layne will be sending a camera through the sewer lines to

check for clogs or sediment build-up. Mr. Martin Lopez is anticipating finishing the project by the end of the June

Mr. Terrazas asked if the Authority should ask Rep. Gallegos to make the Surface Water Treatment Plant Project a priority. Mr. Martin Lopez explained that given the current funding situation with that project she would probably be more helpful in the Berino/Mesquite Del-Cerro Project.

The RFP for the system-wide technology project has been returned by Mr. Deal. Ms. Jackson is working on the revisions so that it can be re-submitted.

Mr. Nieto asked how much outlay the Authority had received for the Veteran's Rd. project. It is part of the looping project and the dollar amount is \$2.25 million.

Mr. Smith asked how the new meters were working. Mr. Mike Lopez told him that it only takes 2–3 hours to read the entire system as opposed to an entire week with the manual read meters. There were 240 meters left over and those will be installed in the Brazito area. {1:04:07}

- D. Operations** Mr. Mike Lopez submitted a written report and discussed it with the Board. The Organ Project, the Mesquite Wastewater Project and the Radio Read meter installations used a significant amount of Operations' manpower. Now that those projects are finished, it will free up operations staff.

Mr. Mike Lopez reported a water loss of 17.1% for the month of April.

Mr. Tellez asked why the water production for April (see report) is less than April of last year. It could be economizing and/or the cooler spring. {1.13.21}

## **VIII. Unfinished Business**

- A. Organ Audit—for approval** The Organ audit still has not been released by the State Auditor. Inquiries are being made. {1:31:47}
- B. Amendments to Schedule of Rates & Fees, meter testing—for approval** A meter testing fee of \$50.00 has been added and an additional disconnection fee has been changed to "delinquency." Mr. Holguin moved to approve the amendments to Schedule of Rates and Fees. Mr. Terrazas seconded the motion and it passed 7–0. {1:15:07}

## **IX. New Business**

- A. Resolution FY2014-15 Interim Budget for FY 2015—for adoption** Mr. Holguin moved to adopt Resolution FY2014-15 Interim Budget for FY 2015. Mr. Terrazas seconded the motion and with no further discussion, the motion passed 7–0. {1:16:28}
- B. Resolution FY2014-16 Open Meetings Act—for adoption** Mr. Tellez moved to adopt Resolution FY2014-16 Open Meetings Act. Mr. Smith seconded the motion and with no further discussion, it passed 7–0. {1:17:49}
- C. Resolution FY2014-17 ICIP for FY2016-2020—for adoption** The final version of the ICIP has not changed from the first draft. Mr. Tellez moved to adopt Resolution FY2014-17 ICIP for FY2016-2020. Mr. Holguin seconded the motion and with no further discussion, the motion passed 7–0. {1:20:36}
- D. Water System Purchase Project Consultant Contracts—for approval** The Board had authorized management to explore the purchase of Valle del Rio Water system. The Authority had been granted an NMFA grant with a local match requirement to this end. Requests for assessment and appraisal services were advertised. There was one response to the request for assessment services. It was from Souder



Miller and Associates for \$7,477.00. There was one response to the request for appraisal services. It was from Barrett Appraisal Services for \$5,163.00. Both of these companies provided services to Doña Ana MDWA when they were considering purchases. Mr. Holguin moved to approve the water system purchase project consultant contracts. Mr. Tellez seconded the motion and it passed 7–0. {1:28:44}

- E. Renewal of Doña Ana Contract #11-143A (trash coupons)—for approval** This contract is to renew the Authority’s sale of trash coupons. Since the last renewal, the Board had approved management buying the coupons outright in order to avoid the paperwork burden. It has worked out well. Mr. Terrazas doesn’t like the county trash system. Mr. Tellez approved the renewal of Doña Ana Contract #11-143A. Mr. Ruiz seconded the motion and it passed 6–1 with Mr. Terrazas against. {1:31:11}
- F. NM Mutual Driver Monitoring System—for approval** The Authority’s car insurance is with NM Mutual and they offer a driver risk management program at no cost called SambaSafety Driver Risk Management. The program monitors employee citations and whether an employee’s license is valid. Mr. Holguin moved to approve signing up for SambaSafety Driver Risk Management. Mr. Smith seconded the motion and it passed 7–0. {1:33.38}
- X. Motion to convene in Closed Session pursuant to NMSA 1978 Section 10-15-1(H)(7) threatened or pending litigation** Mr. Holguin moved to convene in Closed Session pursuant to NMSA 1978 Section 10-15-1(H)(7) threatened or pending litigation. Mr. Tellez seconded the motion. ROLL CALL VOTE: Chairman Robert “Marty” Nieto (District 5), aye; Vice-Chairman John Holguin (District 4), aye; Secretary Santos Ruiz (District 2), aye; Director Arturo Terrazas (District 1), aye; Director Cali Tellez (District 3), aye; Director Mike McMullen (District 6), aye and Director Furman Smith (District 7), aye. The ayes carried and the session closed at 11:05. {1:13:02}

  - A. Motion to resume the Open Meeting** Mr. Tellez moved to resume the open meeting. Mr. Smith seconded the motion. The motion passed 7–0 and the session resumed at 11:30 am. {1:33:27}
  - B. Action, if any, related to the Closed Session topic** Chairman stated that discussion was limited to and no action was taken related to pending or threatened litigation. {1:35:27}
- XI. Other discussion and agenda items for next meeting, 9:30 a.m. 6/18/2014 at the La Mesa Office**

  - A.** Final Budget FY15
  - B.** Closed session pursuant to threatened or pending litigation
  - C.** GM will be on vacation for a week starting Jun 2. {1:36:24}
- XII. Adjourn** Mr. Holguin moved to adjourn the meeting. Mr. Terrazas seconded the motion and it passed 7–0. The meeting adjourned at 11:32 am. {1:36:50}

**Minutes approved June 18, 2014**

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Roberto Nieto, Chairman (District 5)

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John Holguin, Vice-Chairman (District 4)

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Santos Ruiz, Secretary (District 2)

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Arturo Terrazas, Director (District 1)

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Carlos Tellez, Director (District 3)

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Michael McMullen, Director (District 6)

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Furman Smith, Director (District 7)

**LRGPWWA**  
**Manager's Report**  
**June 18, 2014**

- Transfer of Assets from Associations
  - RD Mortgage Release prior to merger need to be recorded at DAC; awaiting documents from RD
  - Organ Audit complete-waiting release by State Auditor; property is not property but tank/fence enclosure at Tierra Alta Drive-will be deeded to LRGPWWA
  - FCC Licenses: Desert Sands' transferred, others pending
- FEMA (Berino Office) still waiting for funds
- Refinance application finalized for Brazito, Butterfield Park and Organ RD loans-NMFA denied, additional information provided to USDA RD for transfer and assumption
- Attended Drivers' Monitoring Training to oversee employee's driving program
- LRGWUO will meet on June 26 to discuss NM Interstate Stream Commission regional water plans.

**LOWER RIO GRANDE PUBLIC WATER WORKS AUTHORITY  
PROJECTS REPORT – 6/18/14 BOARD OF DIRECTORS MEETING**

**Authority Construction Projects:**

**LRG: 11-02.1 -Mesquite Wastewater Project – Gannett Fleming– CONSTRUCTION Stage – Layne Southwest - RD \$7,262,081, CITF \$1,670,257:** Construction was substantially complete at the end of February. The contractor continues to address outstanding issues. We are withholding final payment until all issues have been addressed. “Final” inspection was held on June 12, but many residences have not had electric service for the old sewer pumps removed yet, so another inspection will be scheduled. The video inspections to re-inspect the lines that had potential issues began on June 2, are done and will be sent to the engineer by the end of this week.

**LRG-11-02.2 - Authority/Brazito Sewer Project – Vencor – Pre-Design/Funding Application Stage – NMFA/SAP funded Planning, CITF/RD Applications pending:** PER & EID are complete and approved by NMED-CPB and under review at USDA-RD. Comments were received on 5/13 and engineer responded on 5/22/14. NMFA Planning Grant funds have been received. Capital Outlay Request was awarded in the amount of \$30,000. Colonias Infrastructure Trust Fund application was funded in the amount of \$540,608 for design work (10% loan component) and USDA Rural Development application has been submitted and is currently under review.

**LRG-11-03 – Interconnect & Looping Project – see 12-01 Authority PER**

**LRG-11-04 – Berino/ Mesquite-Del Cerro Water System Project WTB #223 – Vencor – Construction Stage - Smithco – RD - \$5,420,147/WTB - \$4,371,630:** USDA-RD closing was held on June 11 at 10:00 am followed by Pre-Construction Conference at 11:00. Notice to Proceed was issued to Smithco for 7/7/14. NMED-CPB approval of Change Order #1 is still pending, and Mr. Deal did not attend the Pre-Con. Water Trust Board funds will be drawn first for construction, and if they are not fully expended before the end of the year, we will need to request an extension. The first draw on RD funds will be submitted as soon as the closing is finalized and will pay off the RCAC bridge loan and reimburse the LRGPWWA over \$252,000 in project expenses initially paid by Berino & Mesquite MDWC & MSWAs and the LRGPWWA.

**LRG-11-05 – Surface Water Treatment Plant WTB #252– Bohannon Huston - Design stage - \$750,000 WTB – 10% Loan 10% Match –** Final Draft report has been reviewed by Authority staff. Final draft PER amendment has been submitted to NMED-CPB for review and comment. PER amendment was shipped May 12th and received May 15th at NMED. A minimum 30 day review is expected.

**Authority PERs/EAs/40 Yr. Water Plan, Equipment:**

**LRG-12-01 – Authority Water System Improvements PER 2013 – Vencor – Planning Stage - CDBG Planning Grant \$50,000, NMFA Planning Grant \$37,500 & \$12,500 Local Match:** PER is complete, planning grants have both closed.

**Forty-Year Water Plan – CE&M – complete – needs update for new mergers:** pending NM-OSE comments/approval.

**LRG-12-02 - Radio Read Meters – in-house/Rio Grande Pump & Supply – Installation Ongoing - 600,950 DWSRLF:** : \$595,000 was approved at 50% subsidized + 25% grant = 75% grant, 25% loan at 0% plus fees approved by NMFA Board 4/27/12. All (7½ pallets) of the meters have been received, 7 funds requisitions have been submitted and 7 paid. All 5% of the funding withheld by NMFA until project completion has been received. All meters for the original five systems have been replaced with radio-read meters with 215 remaining which are being used for new services and to begin replacing meters in Brazito. The project is complete and NMFA close-out is pending.

**LRG-13-02 – System-wide Information Technology Standardization - \$175,000 NM STB:** Monthly reporting is up to date. RFP & Specifications were put together by Finance Manager and were submitted to Mr. Deal at NMED-CPB on 3/28/14. We received his comments on 4/21/14 and submitted a response and revised documents on 5/30/14. Approval to issue the RFP was received on 6/13/14. Publication date will be 6/19/14 with a deadline of 2:00 pm on 7/22/14. Grant agreement for 2014 Capital Outlay for SCADA should arrive soon after July 1.

**LRG-13-03 – Water System Purchase Project – for RFP – Planning Stage - \$37,500 NMFA Planning Grant – on DWSRLF Priority List:** Engineering Agreement was approved by NMED-CPB on 5/22/14. Appraisal Services Agreement was approved by NMFA, and Notice to Proceed was issued to consultants on 5/22/14. We had our attorney research the issue of potential NM PRC jurisdiction and provided that information to the consultant. Both consultants met with the owner on 6/11/14 for an initial inspection of the system.

#### **Individual MDWCA Projects:**

**LRG-12-04 - Organ Water & Sewer Project – Bohannon Huston – Construction Phase – Morrow - \$2,990,382 RD Colonias Grant, \$101,000 RD Loan:** Morrow Enterprises has relocated the SCADA panel to the new booster building and the antenna from the old pump building at the Organ Tank site to on top of the tanks at that site. They also moved the Tierra Alta RTU to Butterfield Park Timberline provided a new RTU for the Butterfield well site. Timberline Electric began the onsite SCADA work on June 9<sup>th</sup>, and that will take a couple of weeks. After the SCADA upgrades are complete by Timberline Electric the project can then be closed out.

**LRG-13-01 – Brazito Water System Improvements – Souder, Miller & Associates. – Design Phase - \$523,354 NM CITF Grant, \$58,150 Loan, \$58,150 Match Requirement:** 2014 CITF Application was funded in the amount of \$157,896. SMA addressed the design plan comments provided by Lower Rio Grande Public Water Works Authority staff. Preliminary design plans, contract documents and technical specification on the waterline project will be submitted to New Mexico Environment Department Drinking Water Bureau the week of June 16, 2014. SMA has received information regarding the Onnie's Booster station and has determine the location of the new pressure sustaining valve that will alleviate the starving/low pressure of the system's upstream distribution line.

#### **Other projects:**

**USDA-RD Transfer & Assumption Application Packages:** Application packages for Butterfield Park, Organ & Brazito were submitted 1/7/13 and are still under review at RD at national level. Updated financial information was requested and has been provided.

**Infrastructure Capital Improvements Plan 2016-2020:** Final draft was adopted by the Board last month. NM DFA requested some corrections (probably due to database issues) and clarifications, but nothing substantive. Final corrected document has been posted on the website.

**Documents Retention & Destruction** – Sorting of old association documents for storage or destruction is ongoing, and staff is implementing approved retention/destruction schedules for LRGPWWA documents. Two containers were sent out for shredding in the past month. Desert Sands, La Mesa, Vado, Berino and Brazito files have all been sorted and stored or destroyed.

**Website and Email** – Notices and Board Minutes pages are current. Operations page has been added.

**Training** – Nothing new to report.

**Lower Rio Grande Water Users Organization** – attended stakeholder meeting for the regional water plan update on 5/21/14. There will be a Lower Rio Grande Regional Water Planning Meeting at the Las Cruces City Council Chambers from 2:30-4:00 PM on June 26<sup>th</sup>.

**RCAC Work Group on Regional Authority Legislation** – participated in second conference call on 5/28.

**Funding Applications Pending:**

- Three 2014 Colonias Infrastructure Trust Fund applications have been funded with a 10% loan component:
  - Mesquite-Brazito Sewer Project - \$540,608 total
  - Waterline Extension Project – Design Build (includes Veterans Rd., Bosque area & Berino/Mesquite-Del Cerro shortfall) - \$882,430 total
  - Waterline Extension Project – Brazito (funding shortfall from 2012 CITF Project) - \$157,896 total
  
- PER, Environmental Document were previously submitted to RD, Application for Funding was submitted 1<sup>st</sup> week of February, and complete WEP Application Notebook and proposed Engineering Agreement for the Mesquite Brazito Sewer Project were submitted to USDA Rural Development on 4/17/14. These are still under review.

### Colonias Applications 2014 - PRC Recommendations

Application No.	Applicant	Benefiting Colonia	County	Project Type	Amount Requested	Loan % and Source	Identified source of Matching Pledge	Match Amount	PRC Recommended Funding Amount	USDA Funded	BECC Funded	Brief Project Description
CIF14-065	Town of Carrizozo	Carrizozo	Lincoln	Roads/Drainage and Water Project	\$1,236,524	10%-GF	CDBG, SAP, NMDOT	\$705,132	\$484,000			Replace old asbestos waterlines underneath 14th Street. Road patching and repairs over water lines.
CIF14-046	Lower Rio Grande PWWA	Brazito	Dona Ana	Water	\$157,896	10%-NSR	USDA Loan	\$775,887	\$157,896			Brazito Budget shortfall from 2012 Colonias Award.
CIF14-048	Lower Rio Grande PWWA	Mesquite	Dona Ana	Water	\$1,034,580	10%-NSR	USDA, SAP	\$190,613	\$1,034,580			Design and construct waterline throughout various roadways to several communities to tie in homes that are not currently served by the water system.
CIF14-055	Town of Silver City	Town of Silver City	Grant	Roads/Drainage	\$489,623	N/A	ARRA Grant, Soft Match (Phase I engineering, Phase II Engineering)	\$579,193	\$489,623			Construction of Phase II street and drainage improvements on Silver Street from Pine Street to South Lamb Street.
CIF14-023	Dona Ana County	Las Palmeras	Dona Ana	Roads/Drainage	\$209,292	N/A	County Road Fund and Soft Match	\$52,323	\$209,292			Construction of 1,100 ft. of roadway that will connect the community to Shrode Road.
CIF14-051	Catron County	Alma	Catron	Roads/Drainage	\$749,202	N/A	NMDOT, Catron County Road Fund reserves	\$248,776	\$749,202			Road and Drainage improvement to Mineral Creek Road. Due to flooding last year and during the rain season the road becomes impassable.
CIF14-001	Grant County	Rosedale	Grant	Roads/Drainage	\$692,133	N/A	State Share GRT	\$292,256	\$692,133			Complete Construction of Rosedale Road
CIF14-047	Lower Rio Grande PWWA	Mesquite/Brazito	Dona Ana	Waste Water	\$540,608	10%-NSR	USDA, SAP, Soft Match	\$7,701,086	\$540,608			Design phase of Mesquite/Brazito waste water infrastructure to tie into the Dona Ana County trunk line. Design collection system and lift stations.
CIF14-049	City of Bayard	Bayard, Hanover, Vanadin	Grant	Water	\$125,000	10%-NSR	USDA	\$100,000	\$125,000			replace 60 year old 4" pipe with new 8" waterlines providing adequate water supply to approx. 400 homes. This is part of a larger regional project spearheaded by the Town of Silver City
CIF14-052	Village of Santa Clara	Multiple Colonias served	Grant	Water	\$628,153	10%-NSR	Grant County Reserves, SAP	\$183,912	\$628,153			Design construct water system improvements of 4,800 8" line for additional water service and also connect to the Arenas Valley MDWCA
CIF14-054	Town of Silver City	Multiple Colonias served	Grant	Waste Water	\$591,905	10%-NSR	Utility cash reserves	\$68,734	\$591,905			Construct belt filter press to increase sludge dewatering capacity, additional sludge drying beds. Entire region positively effected by this additional capacity.



Application No.	Applicant	Benefiting Colonia	County	Project Type	Amount Requested	Loan % and Source	Identified source of Matching Pledge	Match Amount	PRC Recommended Funding Amount	USDA Funded	BECC Funded	Brief Project Description
CIF14-061	City of Deming	Multiple Colonias served	Luna	Solid Waste	\$1,070,288	10%-NSR	2013 SAP NMED Solid Waste Fund Local Funds	\$659,822			\$1,070,288	Construction of new cell 1B which serves multiple colonias within the region for solid waste disposal and by eliminating illegal dumping
CIF14-063	Luna County	Multiple Colonias served	Luna	Solid Waste	\$151,023	10%-NSR	EPA Phase I & II	\$200,000	\$151,023			Design construct Phase I and II for reclamation and capping of hazardous area, bank stabilization, and fencing to stop illegal dumping
CIF14-004	Anthony Water and San. District	Anthony	Dona Ana	Waste Water	\$100,000	10%-NSR	NSR Reserves	\$10,000	\$100,000			To complete design phase of line extension. USDA funding construction.
CIF14-005	Anthony Water and San. District	Anthony	Dona Ana	Planning	\$82,000	N/A	SAP 2014	\$18,000	\$82,000			To complete PER/ER for water line extension to new homes in the direction of La Union
CIF14-007	North Park MDWCA	North Park	Eddy	Waste Water	\$173,616	10%-NSR	Soft Match - Senior Water Rights	\$20,000	\$173,616			Construction of Waste Water Lines....under EPA Order
CIF14-022	Dona Ana County	Chaparral	Dona Ana	Roads/Drainage	\$125,000	N/A	SAP	\$65,700	\$125,000			Plan and design for improvements on McCombs Road and the corridor
CIF14-027	Truth or Consequences	Truth or Consequences and the Village of Williamsburg	Sierra	Waste Water	\$750,000	10%-NSR	CWSRF - NMED 2014 SAP	\$900,465	\$750,000	\$4,500,000		Design and construct Phase II of the entire T or C waste water system. PER completed and total project costs is Approx \$10M
CIF14-043	Picacho MDWCA	Picacho	Dona Ana	Water	\$259,433	10%-NSR	Cash Reserves	\$28,270	\$259,433			Design construct emergency water line to either the city of Las Cruces or Dona Ana MDWCA
CIF14-053	Tyrone MDWCA	Multiple Colonias served	Grant	Water	\$487,253	Requesting Waiver	Requesting Waiver of Loan component	\$0	\$487,253			Design and construct replacement of 1 1/2" water line with 6" ductile iron pipes and valves.
CIF14-060	Luna County	Rockhound	Luna	Roads/Drainage	\$424,386	N/A	In-kind soft match and local road fund	\$105,346	\$424,386			Design and construct various roadways throughout the Rockhound colonias community that are currently dirt roads and are school bus routes.
CIF14-058	City of Lordsburg	City of Lordsburg	Hidalgo	Waste Water	\$687,792	10%-NSR	Soft Match (repairs and improvements)	\$83,593	\$687,792			Construct replacement of the existing sewer lift station on Mountain Road and repairs and improvements to the lift station near Motel Drive and I-10 interchange.
CIF14-025	Dona Ana County	Tortugas	Dona Ana	Roads/Drainage	\$330,000	N/A	3-SAP's	\$630,000	\$330,000			Phase III construction of roads and drainage that positively effects over 60% of the community residents
CIF14-036	Dona Ana MDWCA	Fairacres	Dona Ana	Water	\$188,000	10%-NSR	Soft Match (PER)	\$34,420	\$188,000			Design regional connection of water system to Fairview Area and replacement of existing lines, fire suppression and water quality



Application No.	Applicant	Benefiting Colonia	County	Project Type	Amount Requested	Loan % and Source	Identified source of Matching Pledge	Match Amount	PRC Recommended Funding Amount	USDA Funded	BECC Funded	Brief Project Description
CIF14-039	City of Anthony	Anthony	Dona Ana	Flood/Drainage	\$532,657	10%-Municipal GRT	Dona Ana Flood Commission	\$100,000	\$532,657			Construct the Acosta pond to protect 4th Street homes and businesses from flooding between Acosta and Canders Street
CIF14-071	Garfeild MDWCA	Garfeild	Dona Ana	Water	\$600,042	10%-NSR	USDA-RD	\$66,671	\$400,000			Design, permitting, surveying for water system improvements and adding unserved homes to the system.
CIF14-073	Otero County	Multiple Colonias served	Otero	Solid Waste	\$420,595	10%-NSR	Soft Match, GF	\$45,256	\$420,595			Design solid waste facility in La Luz to serve over 4,000 users
CIF14-075	Otero County	Timberon	Otero	Roads/Drainage	\$227,375	N/A	County Road Fund	\$56,844	\$227,375			Construct failing storm water drainage structure on Bobwhite Street.
CIF14-076	Otero County	Chaparral	Otero	Solid Waste	\$215,318	Requesting Additional Match in lieu of Loan	In-kind soft match (PER)	\$53,289	\$215,318			solid waste convenience centers, improvements to three (3) centers. Chaparral, Cloudcroft, and Weed.
CIF14-009	Lea County	Bennett	Lea	Water	\$1,568,652	10%-NSR	Soft Match-Plans and cash reserves	\$156,865	\$320,602			Plan and Design replacement of older asbestos and transsite water lines and increase line size from 2" line. System is connected to the City of Jal and has very low water pressure and interruptions
CIF14-035	Dona Ana MDWCA	Fort Selden, Radium Springs	Dona Ana	Water	\$100,200	10%-NSR	Soft Match (PER)	\$40,544	\$100,200			Plan and design of replacement of undersized water main lines from Radium Springs and Fort Selden to Dona Ana MDWCA.
CIF14-037	La Luz MDWCA	La Luz	Otero	Water	\$420,451	10%-NSR	Soft Match ( PER/ER)	\$77,500	\$420,451			Design phase of water system improvements, evaluate expansion, increased water supply and pressure.
CIF14-044	San Antonio MDWCA	San Antonio	Socorro	Water	\$257,499	Requesting Waiver	Requesting additional match in lieu of loan component RUS Funds and Cash Reserves	\$378,223	\$257,499			Design and construct the retrofit of the Luis Lopez well with arsenic treatment equipment to utilize throughout the entire water system.
CIF14-050	Town of Hurley	Town of Hurley	Grant	Roads/Drainage	\$709,749	N/A	NMDOT	\$56,161			\$709,749	Road and Drainage improvements on Cortez Avenue
CIF14-067	Village of Loving	Village of Loving	Eddy	Waste Water	\$818,865	10%-NSR	CDBG 08 CDBG 12 DFA CIF 08	\$1,447,000		\$818,865		Design construct Phase VI, final phase of replacing and expanding the entire waste water system
CIF14-068	Town of Lake Arthur	Town of Lake Arthur	Chaves	Waste Water	\$556,400	10%-NSR	CDBG 11 CDBG 07 DFA CIF 07	\$1,498,470	\$556,400			Phase IV and final phase of entire waste water system

Application No.	Applicant	Benefiting Colonia	County	Project Type	Amount Requested	Loan % and Source	Identified source of Matching Pledge	Match Amount	PRC Recommended Funding Amount	USDA Funded	BECC Funded	Brief Project Description
CIF14-003	Chamberino MDWCA	Chamberino	Dona Ana	Water	\$94,500	N/A	NSR Reserves	\$10,500	\$94,500			Plan and Design for waterline extension to supply homes currently not being served by the water system.
CIF14-070	Desert Aire MDW & SWA	Chaparral	Dona Ana	Water	\$174,336	10%-NSR	CDBG	\$45,000	\$174,336			Design water system improvements to add service to homes currently not served by the water system and also improve water quality to all users
CIF14-059	Village of Virden	Village of Virden	Hidalgo	Water	\$732,335	10%-NSR	CDBG	\$449,974	\$250,000			Design and construct looping of existing deadlines, and new water valves.
CIF14-029	City of Carlsbad	Spencer	Eddy	Planning Water and Waste Water plan	\$102,533	10%-GF	Soft Match thru In-Kind services requested	\$0	\$102,533			Water and Waste water PER on Standpipe Road and Spencer Road.
CIF14-019	Village of Cloudcroft	Village of Cloudcroft	Otero	Water and Waste Water	\$586,300	10%-NSR	SAP	\$225,000		\$586,300		Design and construct Mountain top water and waste water lines, increase line size and install fire suppression hydrants
CIF14-064	Village of Hope	Village of Hope	Eddy	Water	\$1,047,450	10%-NSR	Village reserves	\$26,800	\$300,000			To install new/additional water tank.
CIF14-062	City of Deming	Deming	Luna	Planning - Waste Water	\$150,000	N/A	Waste Water Ent. Fund	\$15,000	\$150,000			Complete PER and Environmental document for the sanitary sewer system to replace old clay pipes from the 1950's
CIF14-045	Timberon MDWCA	Timberon	Otero	Water	\$110,000	10%-Solid Waste Mill levy	Soft Match (dirt removal)	\$11,000	\$110,000			Construct surface water pond liner to use as fire suppression and water reserves.
CIF14-011	Village of Cloudcroft	Village of Cloudcroft	Otero	Planning - Water Feasibility Study	\$32,756	N/A	Soft Match	\$10,000	\$32,756			Complete Water Feasibility Study of entire system
CIF14-026	Dona Ana County	All Colonias within DAC	Dona Ana	Planning - Affordable Housing Study for all the colonias in DAC	\$50,000	N/A	MFA	\$15,000	\$50,000			Comprehensive affordable housing study for all the colonias communities in Dona Ana County
CIF14-056	Rancho Grande MDWCA	Rancho Grande	Catron	Planning - Water	\$59,523	N/A	Requesting Waiver	\$0	\$59,523			To fund a PER to study water system as access to water is worsened by drought.
									\$14,235,640	\$5,905,165	\$1,780,037	



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 Accrual Basis

**LRGPWWA**  
**Profit & Loss**  
 April 2014

	Apr 14	Jul '13 - Apr 14
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
Credit Card Fees	721.10	5,358.50
Interest	17.72	210.66
<b>Non-Operating Revenue</b>		
Copy/Fax	139.00	759.85
Other Income	1,113.05	39,373.54
Tower Rent	0.00	13,077.28
<b>Total Non-Operating Revenue</b>	1,252.05	53,210.67
<b>Operating Revenue</b>		
Activation & Connection Fees	3,900.00	32,367.28
Contract Services	1,750.00	14,150.00
Impact Fees	11,961.76	35,903.96
Installation Fees	550.00	11,868.33
Membership Fees	535.00	5,560.00
Monthly Services	147,525.59	1,516,869.06
Monthly Services-Sewer	11,730.48	90,628.43
Other Income	80.00	13,158.20
Penalties-Sewer	287.72	2,637.67
Penalties-Water	-18,534.17	921.55
Returned Check Fees	0.00	1,290.00
Tampering Fee/Line Breaks	0.00	4,770.36
<b>Total Operating Revenue</b>	159,786.38	1,730,124.84
<b>Professional Fees-Other</b>	2,857.92	32,024.05
<b>Total Income</b>	164,635.17	1,820,928.72
<b>Cost of Goods Sold</b>		
Cost of Goods Sold	-1,115.12	-5,991.84
<b>Total COGS</b>	-1,115.12	-5,991.84
<b>Gross Profit</b>	165,750.29	1,826,920.56
<b>Expense</b>		
<b>Accounting, Auditing, Legal</b>		
Accounting Fees	0.00	751.24
Advertising	133.29	133.29
Audit	0.00	20,813.50
Bad Debts	-25,577.15	65,120.14
Bank Service Charges	723.40	5,969.04
Cash Short/Over	60.15	485.97
Dues and Subscriptions	0.00	602.00
Engineering Fees	0.00	1,650.01
Legal Fees	0.00	5,292.08
Legal Notices	0.00	1,101.74
Licenses & Fees	0.00	1,050.00
Meals	71.41	107.59
Permit Fees	0.00	760.00
Postage	1,405.30	17,883.44
Project Development	0.00	14,090.69
Tank Site Lease	0.00	1,109.46
Training	390.00	3,261.16
<b>Travel</b>		
Lodging Per Diem	0.00	1,013.70
Meals Per Diem	0.00	214.37
Mileage/Parking Per Diem	0.00	24.60
Travel - Other	0.00	178.72
<b>Total Travel</b>	0.00	1,431.39
<b>Total Accounting, Auditing, Legal</b>	-22,793.60	141,612.74

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**LRGPWWA**  
**Profit & Loss**  
 April 2014

	Apr 14	Jul '13 - Apr 14
<b>Debit Service</b>		
Interest paid to NMED	0.00	539.77
Interest paid to NMFA	1,920.86	21,352.70
Interest paid to USDA	4,785.35	46,028.92
<b>Total Debit Service</b>	<b>6,706.21</b>	<b>67,921.39</b>
<b>Depreciation Expense</b>		
Sewer	5,693.92	56,953.03
Water	57,571.83	576,361.34
<b>Total Depreciation Expense</b>	<b>63,265.75</b>	<b>633,314.37</b>
<b>Salaries</b>		
401K 10% Company Contribution	0.00	-35,884.24
401K Employee Contribution	0.00	0.76
Accrued Leave	2,066.56	14,086.92
Administrative Labor	20,115.93	203,135.05
Clerical Labor	13,953.44	156,176.34
Employee Benefits-401K Contrib	2,063.68	19,592.02
Federal Income Tax Withholding	0.00	20.38
HISC-Blue Medicare Rx.	84.70	912.00
Insurance-Dental	859.18	8,994.15
Insurance-Health	9,916.45	95,604.53
Insurance-Life, Disability	857.98	856.46
Insurance-Work Comp	1,676.00	13,333.00
Merit	0.00	3,031.97
Mileage	0.00	272.80
Operations Labor	28,234.72	276,745.83
Payroll Taxes-Federal Unemploym	0.00	712.07
Payroll Taxes-Medicare	656.39	9,120.70
Payroll Taxes-Social Security	2,806.81	40,007.35
Payroll Taxes-State Unemploymen	2,424.00	2,424.00
Payroll Taxes-Worker's Comp Fee	0.00	-8.30
<b>Total Salaries</b>	<b>85,715.84</b>	<b>809,133.79</b>
<b>Sewer</b>		
DAC Waste Water Flow Charge	3,440.42	8,375.75
Electricity-Sewer	25.34	9,681.85
Lab & Chemicals-Sewer	0.00	3,363.25
Supplies & Materials	0.00	5,378.00
<b>Total Sewer</b>	<b>3,465.76</b>	<b>26,798.85</b>
<b>Supplies</b>		
Automobile Repairs & Maint.	2,263.29	49,368.27
Computer Maintenance	2,501.45	32,263.14
Equipment Rental	0.00	26.00
Fuel	1,661.43	63,062.81
Lab, Chemicals-Water		
Chemicals	2,031.64	18,168.90
Laboratory Fees	9.68	1,684.71
<b>Total Lab, Chemicals-Water</b>	<b>2,041.32</b>	<b>19,853.61</b>
Locates	0.00	2,928.11
Maint. & Repairs-Infrastructure	0.00	1,271.56
Maint. & Repairs-Office	0.00	1,625.19
Maintenance & Repairs-Other	71.29	47,322.98
Materials & Supplies	2,117.97	70,968.23
Office Supplies	339.98	5,499.33
Printing and Copying	754.18	6,874.70
Tool, Furniture	507.89	507.89
Uniforms-Employee	685.82	6,815.10
<b>Total Supplies</b>	<b>12,944.62</b>	<b>308,386.92</b>

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**LRGPWWA**  
**Profit & Loss**  
 April 2014

	Apr 14	Jul '13 - Apr 14
<b>Taxes, Liability, Insurance</b>		
Cobra Fee	15.30	153.00
Government Penalties & Interest	82.28	3,013.70
GRT	0.00	1,886.32
Insurance-General Liability	18,179.00	58,014.00
Insurance-Vision	0.00	0.00
Property Taxes	0.00	2,306.40
State Taxes	0.00	23.00
Water Conservation Fee	1,267.25	13,849.06
<b>Total Taxes, Liability, Insurance</b>	<b>19,543.83</b>	<b>79,245.48</b>
<b>Utilities</b>		
Cell Phone	1,236.06	13,908.41
Electricity-Lighting	451.49	4,429.35
Electricity-Offices	917.88	11,588.25
Electricity-Wells	16,633.15	200,189.28
Garbage Service	0.00	1,663.00
Natural Gas	149.20	2,008.12
Security/Alarm	0.00	1,074.56
Telephone	1,055.99	10,839.16
Wastewater	88.20	1,767.60
<b>Total Utilities</b>	<b>20,531.97</b>	<b>247,467.73</b>
<b>Total Expense</b>	<b>189,380.38</b>	<b>2,313,881.27</b>
<b>Net Ordinary Income</b>	<b>-23,630.09</b>	<b>-486,960.71</b>
<b>Other Income/Expense</b>		
Other Expense		
Ask My Accountant	0.00	0.00
<b>Total Other Expense</b>	<b>0.00</b>	<b>0.00</b>
<b>Net Other Income</b>	<b>0.00</b>	<b>0.00</b>
<b>Net Income</b>	<b>-23,630.09</b>	<b>-486,960.71</b>

*Depreciation Expense*

*+ 63,265.75*

*+ 633,314.37*

*Net Income*

*39,635.66*

*146,353.66*