

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

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

Monday, December 19, 2011

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**
Action: Recommend Approval of Consent Agenda by vote on one motion unless member requests separate consideration
 - a. Minutes November 21, 2011 Regular Board Meeting
 - b. Investment of Funds
 - Financial Reports
 - Investment Reports
 - c. Payment of Claims
- 4. MODIFIED SCC UPPER REACH RELIABILITY PROJECT CONSTRUCTION CONTRACT AWARD**
Action: Recommend Approval by Motion and Roll Call Vote of the Board
- 5. CHANGE IN JOB DESCRIPTION FOR COMB'S ENGINEER**
Action: Recommend Approval by Motion and Vote of the Board
- 6. JOINT DEFENSE AND COOPERATION AGREEMENT – UPDATE AND POSSIBLE APPROVAL**
Action: Recommend Approval by Motion and Roll Call Vote of the Board
- 7. REPORT FROM GENERAL COUNSEL**
 - a. Status Report:
 1. Fisheries Implementation Agreement
 2. Quiota Creek MOU's with County of Santa Barbara
- 8. REPORT FROM BOARD COMMITTEES**

- a. Board Administration Committee Meeting, December 9, 2011
9. **OPERATIONS DIVISION ACTIVITIES**
 - a. Operations Report
10. **FISHERIES DIVISION ACTIVITIES**
 - a. Lower Santa Ynez River Fisheries Report
11. **REPORTS FROM THE MANAGER**
 - a. Cachuma Reservoir Current Conditions
 - b. Lake Cachuma Quagga Survey
 - c. **Verbal** - California Conservation Corp
 - d. **Verbal** - Report on San Luis Obispo County's action on Quagga Mussels
 - e. Mid Pacific Region Water Users Conference, January 25-27, 2012
 - f. **Verbal** - Work Plan for COMB
 - g. 2012 Board Meeting Schedule
12. **[CLOSED SESSION]: CONFERENCE WITH LEGAL COUNSEL-
ANTICIPATED LITIGATION**
 - a. **INITIATION OF LITIGATION PURSUANT TO GOVERNMENT
CODE SECTION 54956.9(c). Two cases**
 - b. **SIGNIFICANT EXPOSURE TO LITIGATION PURSUANT TO
GOVERNMENT CODE SECTION 54956.9 (b): Two cases**
 - c. **THREAT TO PUBLIC SERVICES OR FACILITIES.
[GOVERNMENT CODE SECTION 54957(a)] CONSULTATION
WITH: AGENCY COUNSEL, SECURITY OPERATIONS
MANAGER**
13. **REPORT FROM THE AUDITOR FOR FISCAL YEAR 2010-2011**
Action: Recommend Acceptance by Motion and Vote of the Board
14. **DIRECTORS' REQUEST FOR AGENDA ITEMS FOR NEXT
MEETING**
15. **MEETING SCHEDULE**
 - January 23, 2012 at 2:00 P.M., COMB Office
 - Board Packages Available on COMB Website
www.cachuma-board.org
16. **COMB ADJOURNMENT**

NOTICE TO PUBLIC

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 a public hearing before the Board. The total time for this item will be limited by the President of the Board. If you wish to address the Board under this item, please complete and deliver to the Secretary of the Board before the meeting is convened, a "Request to Speak" forms including a description of the subject you wish to address.

Americans with Disabilities Act: In compliance with the Americans with Disabilities Act, if you need special assistance to 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.

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

**MINUTES OF A REGULAR MEETING
Of the
CACHUMA OPERATION & MAINTENANCE BOARD
Held at the**

Cachuma Operation & Maintenance Board Office
3301 Laurel Canyon Road, Santa Barbara, CA
Monday, November 21, 2011

1. Call to Order, Roll Call

The meeting was called to order at 2:01 p.m. by President Lauren Hanson who chaired the meeting. Those in attendance were:

Directors present:

Lauren Hanson	Goleta Water District
Bob Lieberknecht	Carpinteria Valley Water District
Doug Morgan	Montecito Water District
Harlan Burchardi	SYR Water Conservation District, ID No. 1
Dale Francisco	City of Santa Barbara

Others present:

Bruce Mowry	Tony Trembley
John McInnes	Charles Hamilton
Rebecca Bjork	Ruth Snodgrass
Tim Robinson	Kate Rees
Sonia Fernandez	Phil Walker
Sandy Mowry	Luke Mowry

2. Public Comment

General Manager Bruce Mowry introduced his wife, Sandy Mowry and his son, Luke Mowry.

Phil Walker commented on seismic activity in the area in relation to Bradbury Dam, Intake Tower and SCC.

4. Verbal update From General Counsel

a. Joint Defense and Cooperation Agreement

Tony Trembley, General Counsel reported that he had sent the draft agreement with his mark ups on November 15th to Gary Kvistad, ID No. 1 Counsel and Kevin O'Brien, CCRB Counsel. He is waiting for their comments.

b. Quiota Creek MOU's with the County of Santa Barbara

Tony Trembley reported that he had sent the draft MOU for Crossing #6 to Chris Dahlstrom, ID No. 1 General Manager and their General Counsel Gary Kvistad on November 8th and is waiting for their response.

- 9. [Closed Session]: Conference with Legal Counsel-Anticipated Litigation**
- a. Initiation of Litigation Pursuant to Government Code Section 54956.9 (c). Two Cases**
 - b. Significant Exposure to Litigation Pursuant to Government Code Section 54956.9(b). Two Cases**

Tony Trembley, General Counsel announced that there are two items under 9a as stated in the agenda and also two items under 9b, the first one is AECOM Task Order 37 Modified South Coast Conduit Upper Reach and the second one is the liability claim of Melinda Fournier and Zach Fournier [claim available for public inspection per GC 54957.5].

The Board went into closed session at 2:10 p.m. and came out of closed session at 2:58 p.m.

Tony Trembley, General Counsel reported out of closed session on one matter under Item 9a. This report is pursuant to Government Code Section 54957.1(a)2: By a vote of 6/0/1, Director Burchardi abstaining, the Governing Board has approved initiation of an action. Once the action has formally commenced, the action, defendants and other information shall be disclosed upon inquiry, unless: (a) to do so would jeopardize COMB's service of process on an unserved party; or (b) to do so would jeopardize COMB's ability to conclude existing settlement negotiations to its advantage.

*President Hanson recessed the COMB meeting at 3:00 p.m.
COMB resumed the meeting at 3:41 p.m.
Director Francisco left the meeting at 3:42 p.m.*

- 3. Consent Agenda**
- a. Minutes:**
October 24, 2011 Regular Board Meeting
 - b. Investment Funds**
Financial Report
Investment Report
Payment of Claims

Director Morgan moved to approve the Consent Agenda as presented, seconded by Director Lieberknecht passed 5/0/2, Director Francisco was absent.

- 5. Operations Division Activities**
- a. Operations Report**
The monthly report was included in the board packet. Director Morgan requested an update on the Modified Upper Reach Reliability Project, Lauro Debris Basin clean out and Verizon in regards to SCADA.

- 6. Fisheries Division Activities**
- a. Lower Santa Ynez River Fisheries Report**

The monthly report was included in the board packet. Director Morgan requested some clarification on the 2011 fall snorkel survey for next months report.

7. Reports From the Manager

a. Cachuma Water Reports

The monthly water reports were included in the board packet.

b. Cachuma Reservoir Current Conditions

The daily operations report for Lake Cachuma through November 16, 2011 was included in the board packet.

c. Lake Cachuma Quagga Survey

The Cachuma Lake Quagga Survey for October was included in the board packet. Director Morgan reported that the Flood Control of San Luis Obispo County intends to send a letter to Governor Brown asking that a state of emergency be declared for preventing Quagga mussel invasion, he requested that Bruce Mowry, General Manager follow up with this and discuss it with Santa Barbara County.

8. Directors' Request for Agenda Items for Next Meeting

A report on the action that San Luis Obispo has taken, regarding the Quagga mussel letter to the Governor.

10. Meeting Schedule

- The next regular Board meeting will be held December 19, 2011 at 2:00 P.M.
- The Agendas and Board Packets are available on the COMB website, www.cachuma-board.org

11. COMB Adjournment

There being no further business, the meeting was adjourned at 4:06 p.m.

Respectfully submitted,

Bruce Mowry, Secretary of the Board

APPROVED:

Lauren Hanson, President of the Board

Approved _____

Unapproved _____ ✓

ITEM # 3a

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COMB
Statement of Net Assets
As of November 30, 2011

ASSETS

Current Assets

Checking/Savings

TRUST FUNDS

1210 · WARREN ACT TRUST FUND 128,090.46

1220 · RENEWAL FUND 131,946.25

Total TRUST FUNDS 260,036.71

1050 · GENERAL FUND 872,498.58

1100 · REVOLVING FUND 7,294.08

Total Checking/Savings 1,139,829.37

Other Current Assets

1010 · PETTY CASH 400.00

1200 · LAIF 3,861.29

1303 · Bradbury SOD Act Assmnts Rec 66,328.00

1304 · Lauro Dam SOD Assesmnt Rec 12,089.00

1305 · ACCRUED INTEREST RECEIVABLE 65.00

1400 · PREPAID INSURANCE 12,860.72

1401 · W/C INSURANCE DEPOSIT 6,529.00

Total Other Current Assets 102,133.01

Total Current Assets 1,241,962.38

Fixed Assets

1500 · VEHICLES 412,962.06

1505 · OFFICE FURN & EQUIPMENT 346,249.32

1510 · MOBILE OFFICES 97,803.34

1515 · FIELD EQUIPMENT 447,612.64

1525 · PAVING 22,350.00

1550 · ACCUMULATED DEPRECIATION -1,092,434.64

Total Fixed Assets 234,542.72

Other Assets

1910 · LT Bradbury SOD Act Assess Rec 5,557,253.07

1920 · LT Lauro SOD Act Assess Rec 992,518.00

Total Other Assets 6,549,771.07

TOTAL ASSETS 8,026,276.17

COMB
Statement of Net Assets
As of November 30, 2011

LIABILITIES & NET ASSETS

Liabilities

Current Liabilities

Accounts Payable

2200 · ACCOUNTS PAYABLE

150,028.01

Total Accounts Payable

150,028.01

Other Current Liabilities

Payroll-DepPrm Admin

64.62

Payroll-DepPrm FD

4.62

Payroll-DepPrm Ops

43.86

2550 · VACATION/SICK

51,242.30

2561 · BRADBURY DAM SOD ACT

66,328.61

2562 · SWRCB - WATER RIGHTS FEE

-13,046.10

2563 · LAURO DAM SOD ACT

12,089.00

2565 · ACCRUED INTEREST SOD ACT

87,008.00

2590 · DEFERRED REVENUE

260,036.71

Total Other Current Liabilities

463,771.62

Total Current Liabilities

613,799.63

Long Term Liabilities

2602 · LT SOD Act Liability-Bradbury

5,557,253.07

2603 · LT SOD Act Liability - Lauro

992,518.00

2604 · OPEB LT Liability

189,568.00

Total Long Term Liabilities

6,739,339.07

Total Liabilities

7,353,138.70

NET ASSETS

3901 · Retained Net Assets

140,805.42

Net Income

532,332.05

Total Net Assets

673,137.47

TOTAL LIABILITIES & NET ASSETS

8,026,276.17

Cachuma Operation & Maintenance Board

Statement of Revenues and Expenditures

Budget vs. Actuals - July-Nov 2011

	Fisheries			Operations			TOTAL		
	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget
Income									
3000 REVENUE									
3001 · O&M Budget (Qtrly Assessments)	584,635.17	852,475.00	68.6%	1,672,311.50	2,275,848.00	73.5%	2,256,946.67	3,128,323.00	72.1%
3006 · Warren Act	0.00	76,884.00	0.0%	0.00	0.00	0.0%	0.00	76,884.00	0.0%
3007 · Renewal Fund	0.00	191,210.00	0.0%	0.00	0.00	0.0%	0.00	191,210.00	0.0%
3010 · Interest Income	0.00			259.29			259.29	0.00	100.0%
3020 · Misc Income	0.00			2,805.60			2,805.60	0.00	100.0%
3021 · Grant Income	0.00			0.00	1,200,000.00	0.0%	0.00	1,200,000.00	0.0%
3022 · QC Crossing #2 Grant Income	51,415.66	735,501.00	7.0%	0.00			51,415.66	735,501.00	7.0%
3023 · Prop 50 Grant Income	0.00			62,471.23			62,471.23	0.00	100.0%
3035 · Cachuma Project Betterment Fund	0.00	90,000.00	0.0%	0.00			0.00	90,000.00	0.0%
Total 3000 REVENUE	636,050.83	1,946,070.00	32.7%	1,737,847.62	3,475,848.00	50.0%	2,373,898.45	5,421,918.00	43.8%
Total Income	636,050.83	1,946,070.00	32.7%	1,737,847.62	3,475,848.00	50.0%	2,373,898.45	5,421,918.00	43.8%
Gross Profit									
Expense									
PAYROLL									
Gross	0.00			0.05			0.05	0.00	100.0%
Gross-FD	-0.05			0.00			-0.05	0.00	100.0%
Total PAYROLL	-0.05			0.05			0.00	0.00	0.0%
3100 · LABOR - OPERATIONS									
3101-E · Engineer	0.00			0.00			0.00	-35,745.00	0.0%
3101-E1 · QC 2 RE Labor	0.00			36,388.96			36,388.96	0.00	100.0%
3101-E · Engineer - Other									
Total 3101-E · Engineer	0.00			36,388.96	-35,745.00	-101.8%	36,388.96	-35,745.00	-101.8%
3101-H · Holiday Leave	0.00			6,149.55			6,149.55	0.00	100.0%
3101-S · Sick Leave	0.00			4,093.48			4,093.48	0.00	100.0%
3101-V · Vacation Leave	0.00			7,607.36			7,607.36	0.00	100.0%
3102 · Meter Reading	0.00			863.54			863.54	0.00	100.0%
3103 · SCC Ops	0.00			58,863.06			58,863.06	0.00	100.0%
3104 · Veh & Equip Mitce	0.00			1,207.52			1,207.52	0.00	100.0%
3105 · SCADA	0.00			1,566.84			1,566.84	0.00	100.0%
3106 · Rodent Bait	0.00			1,996.44			1,996.44	0.00	100.0%
3107 · NORTH PORTAL									
3107-1 · NP INTAKE TOWER									
3107-1a · Maintenance	0.00			204.39			204.39	0.00	100.0%
3107-1b · Cleaning	0.00			252.01			252.01	0.00	100.0%
3107-1f · Operations	0.00			599.52			599.52	0.00	100.0%
Total 3107-1 · NP INTAKE TOWER	0.00			1,055.92			1,055.92	0.00	100.0%
3107-2 · NP CONTROL STATION									
3107-2a · Maintenance	0.00			94.28			94.28	0.00	100.0%
3107-2h · Inspection	0.00			125.70			125.70	0.00	100.0%
Total 3107-2 · NP CONTROL STATION	0.00			219.98			219.98	0.00	100.0%
3107-3 · NP TECOLOTE TUNNEL									
3107-3h · Inspection	0.00			125.70			125.70	0.00	100.0%
Total 3107-3 · NP TECOLOTE TUNNEL	0.00			125.70			125.70	0.00	100.0%

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Cachuma Operation & Maintenance Board

Statement of Revenues and Expenditures

Budget vs. Actuals - July-Nov 2011

	Fisheries		Operations		TOTAL	
	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	% of Budget
Total 3107 - NORTH PORTAL	0.00		1,401.60		1,401.60	100.0%
3108 - GLEN ANNE						
3108-1 - GA SOUTH PORTAL						
3108-1a - Maintenance	0.00		321.18		321.18	100.0%
3108-1d - Weed Management	0.00		4,133.86		4,133.86	100.0%
3108-1g - Road	0.00		223.90		223.90	100.0%
3108-1h - Inspection	0.00		44.51		44.51	100.0%
Total 3108-1 - GA SOUTH PORTAL	0.00		4,723.45		4,723.45	100.0%
3108-2 - GA RESERVOIR						
3108-2d - Weed Management	0.00		1,883.91		1,883.91	100.0%
Total 3108-2 - GA RESERVOIR	0.00		1,883.91		1,883.91	100.0%
3108-3 - GA PUMP STATION						
3108-3a - Maintenance	0.00		20.53		20.53	100.0%
Total 3108-3 - GA PUMP STATION	0.00		20.53		20.53	100.0%
3108-4 - GA TURNOUT						
3108-4d - Weed Management	0.00		4,260.04		4,260.04	100.0%
3108-4g - Road	0.00		118.23		118.23	100.0%
Total 3108-4 - GA TURNOUT	0.00		4,378.27		4,378.27	100.0%
Total 3108 - GLEN ANNE	0.00		11,006.16		11,006.16	100.0%
3109 - CORONA DEL MAR						
3109-1 - TURNOUT						
3109-1h - Inspection	0.00		94.28		94.28	100.0%
Total 3109-1 - TURNOUT	0.00		94.28		94.28	100.0%
Total 3109 - CORONA DEL MAR	0.00		94.28		94.28	100.0%
3110 - LAURO						
3110-1 - YARD						
3110-1a - Maintenance	0.00		14,015.69		14,015.69	100.0%
3110-1b - Cleaning	0.00		2,038.70		2,038.70	100.0%
3110-1d - Weed Management	0.00		361.52		361.52	100.0%
3110-1e - Landscaping	0.00		618.00		618.00	100.0%
3110-1g - Road	0.00		1,696.95		1,696.95	100.0%
3110-1h - Inspection	0.00		125.70		125.70	100.0%
3110-1j - Rehabilitation	0.00		408.53		408.53	100.0%
Total 3110-1 - YARD	0.00		19,265.09		19,265.09	100.0%
3110-2 - CONTROL STATION						
3110-2a - Maintenance	0.00		94.28		94.28	100.0%
Total 3110-2 - CONTROL STATION	0.00		94.28		94.28	100.0%
3110-3 - RESERVOIR						
3110-3d - Weed Management	0.00		926.29		926.29	100.0%
3110-3e - Landscaping	0.00		94.28		94.28	100.0%
3110-3f - Operations	0.00		125.70		125.70	100.0%
3110-3h - Inspection	0.00		107.36		107.36	100.0%
Total 3110-3 - RESERVOIR	0.00		1,253.63		1,253.63	100.0%

Cachuma Operation & Maintenance Board Statement of Revenues and Expenditures

Budget vs. Actuals - July-Nov 2011

	Fisheries		Operations		TOTAL	
	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	Budget	Budget	% of Budget
3110-4 · DEBRIS BASINS						
3110-4a · Maintenance	0.00		642.02	0.00	0.00	100.0%
3110-4b · Cleaning	0.00		439.95	0.00	0.00	100.0%
3110-4f · Operations	0.00		408.53	0.00	0.00	100.0%
3110-4h · Inspection	0.00		217.74	0.00	0.00	100.0%
3110-4i · Engineering	0.00		331.03	0.00	0.00	100.0%
Total 3110-4 · DEBRIS BASINS	0.00		2,039.27	0.00	0.00	100.0%
Total 3110 · LAURO	0.00		22,652.27	0.00	0.00	100.0%
3111 · OFFICE						
3111-1 · CREW OFFICE	0.00		231.73	0.00	0.00	100.0%
3111-fj · Rehabilitation	0.00		231.73	0.00	0.00	100.0%
Total 3111-1 · CREW OFFICE	0.00		231.73	0.00	0.00	100.0%
Total 3111 · OFFICE	0.00		231.73	0.00	0.00	100.0%
3112 · SHEFFIELD						
3112-1 · CONTROL STATION	0.00		31.43	0.00	0.00	100.0%
3112-1h · Inspection	0.00		31.43	0.00	0.00	100.0%
Total 3112-1 · CONTROL STATION	0.00		31.43	0.00	0.00	100.0%
Total 3112 · SHEFFIELD	0.00		31.43	0.00	0.00	100.0%
3113 · ORTEGA						
3113-1 · CONTROL STATION	0.00		252.87	0.00	0.00	100.0%
3113-1a · Maintenance	0.00		31.43	0.00	0.00	100.0%
3113-1h · Inspection	0.00		94.28	0.00	0.00	100.0%
3113-fj · Rehabilitation	0.00		378.58	0.00	0.00	100.0%
Total 3113-1 · CONTROL STATION	0.00		378.58	0.00	0.00	100.0%
3113-2 · RESERVOIR						
3113-2a · Maintenance	0.00		521.51	0.00	0.00	100.0%
3113-2d · Weed Management	0.00		384.95	0.00	0.00	100.0%
3113-2f · Operations	0.00		475.06	0.00	0.00	100.0%
3113-2h · Inspection	0.00		116.81	0.00	0.00	100.0%
Total 3113-2 · RESERVOIR	0.00		1,498.33	0.00	0.00	100.0%
Total 3113 · ORTEGA	0.00		1,876.91	0.00	0.00	100.0%
3114 · BOUNDARY METER						
3114-1 · VAULT	0.00		86.42	0.00	0.00	100.0%
3114-1a · Maintenance	0.00		219.98	0.00	0.00	100.0%
3114-fj · Rehabilitation	0.00		306.40	0.00	0.00	100.0%
Total 3114-1 · VAULT	0.00		306.40	0.00	0.00	100.0%
Total 3114 · BOUNDARY METER	0.00		306.40	0.00	0.00	100.0%
3115 · CARPINTERIA						
3115-1 · CONTROL STATION	0.00		766.58	0.00	0.00	100.0%
3115-1a · Maintenance	0.00		31.43	0.00	0.00	100.0%
3115-1h · Inspection	0.00		699.43	0.00	0.00	100.0%
3115-fj · Rehabilitation	0.00		157.13	0.00	0.00	100.0%

Cachuma Operation & Maintenance Board Statement of Revenues and Expenditures

Budget vs. Actuals - July-Nov 2011

	Fisheries		Operations		TOTAL	
	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	% of Budget
Total 3115-1 · CONTROL STATION	0.00		1,654.57		1,654.57	100.0%
3115-2 · RESERVOIR						
3115-2a · Maintenance	0.00		258.72		258.72	100.0%
3115-2d · Weed Management	0.00		149.61		149.61	100.0%
3115-2h · Inspection	0.00		282.82		282.82	100.0%
Total 3115-2 · RESERVOIR	0.00		691.15		691.15	100.0%
Total 3115 · CARPINTERIA	0.00		2,345.72		2,345.72	100.0%
3116 · GOLETA REACH						
3116-1 · STRUCTURES						
3116-1a · Maintenance	0.00		8,283.98		8,283.98	100.0%
3116-1d · Weed Management	0.00		249.50		249.50	100.0%
3116-1h · Inspection	0.00		157.13		157.13	100.0%
3116-1j · Rehabilitation	0.00		94.28		94.28	100.0%
Total 3116-1 · STRUCTURES	0.00		8,784.89		8,784.89	100.0%
Total 3116 · GOLETA REACH	0.00		8,784.89		8,784.89	100.0%
3117 · CARPINTERIA REACH						
3117-1 · STRUCTURES						
3117-1a · Maintenance	0.00		3,492.67		3,492.67	100.0%
3117-1h · Inspection	0.00		537.62		537.62	100.0%
3117-1j · Rehabilitation	0.00		4,004.68		4,004.68	100.0%
Total 3117-1 · STRUCTURES	0.00		8,034.97		8,034.97	100.0%
3117-3 · VALVES						
3117-3j · Rehabilitation	0.00		534.23		534.23	100.0%
Total 3117-3 · VALVES	0.00		534.23		534.23	100.0%
3117-4 · CONDUIT						
3117-4b · Cleaning	0.00		729.98		729.98	100.0%
Total 3117-4 · CONDUIT	0.00		729.98		729.98	100.0%
Total 3117 · CARPINTERIA REACH	0.00		9,299.18		9,299.18	100.0%
3150 · Health & Workers Comp	0.00		83,912.24		83,912.24	100.0%
3155 · PERS	0.00		32,162.82		32,162.82	100.0%
3160 · Ops Co FICA	0.00		12,377.76		12,377.76	100.0%
3165 · Ops Co Medicare	0.00		2,959.70		2,959.70	100.0%
3100 · LABOR - OPERATIONS - Other	0.00		0.00	0.0%	0.00	0.0%
Total 3100 · LABOR - OPERATIONS	0.00		308,179.84	36.8%	308,179.84	36.8%
3200 VEH & EQUIPMENT						
3201 · Vehicle/Equip Mtce	0.00		9,682.94	38.7%	9,682.94	38.7%
3202 · Fixed Capital	0.00		1,500.48	15.0%	1,500.48	15.0%
3203 · Equipment Rental	0.00		1,694.38	33.9%	1,694.38	33.9%
3204 · Miscellaneous	0.00		2,992.90	59.9%	2,992.90	59.9%
Total 3200 VEH & EQUIPMENT	0.00		15,870.70	35.3%	15,870.70	35.3%
3300 · CONTRACT LABOR						
3301 · Conduit, Meter, Valve & Misc	0.00		1,581.00	13.2%	1,581.00	13.2%
3302 · Buildings & Roads	0.00		8,174.07	40.9%	8,174.07	40.9%

Cachuma Operation & Maintenance Board

Statement of Revenues and Expenditures

Budget vs. Actuals - July-Nov 2011

1:47 PM
12/13/11
Accrual Basis

	Fisheries			Operations			TOTAL		
	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget
3303 · Reservoirs	0.00			1,943.00	10,000.00	19.4%	1,943.00	10,000.00	19.4%
3304 · Engineering, Misc Services	0.00			0.00	30,000.00	0.0%	0.00	30,000.00	0.0%
Total 3300 · CONTRACT LABOR	0.00			11,698.07	72,000.00	16.2%	11,698.07	72,000.00	16.2%
3400 · MATERIALS & SUPPLIES									
3401 · Conduit, Meter, Valve & Misc	0.00			422.41	25,000.00	1.7%	422.41	25,000.00	1.7%
3402 · Buildings & Roads	0.00			5,561.67	12,000.00	46.3%	5,561.67	12,000.00	46.3%
3403 · Reservoirs	0.00			2,481.41	10,000.00	24.8%	2,481.41	10,000.00	24.8%
Total 3400 · MATERIALS & SUPPLIES	0.00			8,465.49	47,000.00	18.0%	8,465.49	47,000.00	18.0%
3500 · OTHER EXPENSES									
3501 · Utilities	0.00			2,041.32	6,800.00	30.0%	2,041.32	6,800.00	30.0%
3502 · Uniforms	0.00			2,349.48	4,500.00	52.2%	2,349.48	4,500.00	52.2%
3503 · Communications	0.00			6,684.44	20,000.00	33.4%	6,684.44	20,000.00	33.4%
3504 · USA & Other Services	0.00			454.50	4,000.00	11.4%	454.50	4,000.00	11.4%
3505 · Miscellaneous	0.00			5,100.35	8,000.00	63.8%	5,100.35	8,000.00	63.8%
3506 · Training	0.00			1,627.72	3,000.00	54.3%	1,627.72	3,000.00	54.3%
Total 3500 · OTHER EXPENSES	0.00			18,257.81	46,300.00	39.4%	18,257.81	46,300.00	39.4%
4000 · Reconciliation Discrepancies	0.00			0.01	0.00		0.01	0.00	100.0%
4100 · LABOR - FISHERIES									
4101 · Senior Resource Scientist									
4101-1 · QC 2 Project Administration	0.00		0.0%	0.00			0.00		0.0%
4101-2 · QC 2 Permit Writing/Admin	0.00		0.0%	0.00			0.00		0.0%
4101 · Senior Resource Scientist - Other	30,649.24		33.5%	0.00	91,529.00		30,649.24	91,529.00	33.5%
Total 4101 · Senior Resource Scientist	30,649.24		41.7%	0.00	73,529.00		30,649.24	73,529.00	41.7%
4102 · Project Biologist									
4102-1 · QC 2 Bio Monitoring	0.00		0.0%	0.00			0.00		0.0%
4102 · Project Biologist - Other	32,191.52		37.2%	0.00	86,565.00		32,191.52	86,565.00	37.2%
Total 4102 · Project Biologist	32,191.52		42.0%	0.00	76,565.00		32,191.52	76,565.00	42.0%
4103 · Biologist									
4103-1 · QC 2 Bio Monitoring	0.00		0.0%	0.00			0.00		0.0%
4103 · Biologist - Other	26,298.47		38.9%	0.00	67,657.00		26,298.47	67,657.00	38.9%
Total 4103 · Biologist	26,298.47		45.6%	0.00	57,657.00		26,298.47	57,657.00	45.6%
4110 · Seasonal Aide - BL	0.00		0.0%	0.00	10,000.00		0.00	10,000.00	0.0%
4111 · Seasonal Aide - AB	0.00		0.0%	0.00	8,000.00		0.00	8,000.00	0.0%
4112 · Seasonal Aide - SH	799.25		5.3%	0.00	15,000.00		799.25	15,000.00	5.3%
4113 · Seasonal Aide - KL	3,426.63		49.0%	0.00	7,000.00		3,426.63	7,000.00	49.0%
4150 · FD Health & WC	35,956.09		47.1%	0.00	76,315.00		35,956.09	76,315.00	47.1%
4151 · FD PERS	19,219.64		43.4%	0.00	44,296.00		19,219.64	44,296.00	43.4%
4152 · FD Co FICA	7,477.45		44.8%	0.00	16,700.00		7,477.45	16,700.00	44.8%
4153 · FD Co Medicare	1,748.77		83.3%	0.00	2,100.00		1,748.77	2,100.00	83.3%
Total 4100 · LABOR - FISHERIES	157,767.06		40.7%	0.00	387,162.00		157,767.06	387,162.00	40.7%
4200 · VEHICLES & EQUIP - FISHERIES									
4270 · Vehicle/Equip Mfctc	3,981.71		30.6%	0.00	13,000.00		3,981.71	13,000.00	30.6%
4280 · Fixed Capital	966.72		3.2%	0.00	30,000.00		966.72	30,000.00	3.2%
4290 · Miscellaneous	532.39		21.3%	0.00	2,500.00		532.39	2,500.00	21.3%
Total 4200 · VEHICLES & EQUIP - FISHERIES	5,480.82		12.0%	0.00	45,500.00		5,480.82	45,500.00	12.0%
4220 · CONTRACT LABOR - FISHERIES									

ITEM #
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Cachuma Operation & Maintenance Board Statement of Revenues and Expenditures Budget vs. Actuals - July-Nov 2011

	Fisheries			Operations			TOTAL		
	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget
4221 · Meters & Valves	0.00	3,000.00	0.0%	0.00	0.00	0.0%	0.00	3,000.00	0.0%
4222 · Fish Projects Maintenance	3,112.86	15,000.00	20.8%	0.00	3,112.86	20.8%	3,112.86	15,000.00	20.8%
Total 4220 · CONTRACT LABOR - FISHERIES	3,112.86	18,000.00	17.3%	0.00	3,112.86	17.3%	3,112.86	18,000.00	17.3%
4300 · MATERIALS/SUPPLIES - FISHERIES	101.15	6,000.00	1.7%	0.00	101.15	1.7%	101.15	6,000.00	1.7%
4390 · Miscellaneous	101.15	6,000.00	1.7%	0.00	101.15	1.7%	101.15	6,000.00	1.7%
Total 4300 · MATERIALS/SUPPLIES - FISHERIES	0.00	2,500.00	0.0%	0.00	0.00	0.0%	0.00	2,500.00	0.0%
4500 · OTHER EXPENSES - FISHERIES	0.00	2,500.00	0.0%	0.00	0.00	0.0%	0.00	2,500.00	0.0%
4502 · Uniforms	0.00	2,500.00	0.0%	0.00	0.00	0.0%	0.00	2,500.00	0.0%
Total 4500 · OTHER EXPENSES - FISHERIES	0.00	2,500.00	0.0%	0.00	0.00	0.0%	0.00	2,500.00	0.0%
4999 · GENERAL & ADMINISTRATIVE	0.00	12,000.00	55.5%	446.68	6,656.00	55.5%	446.68	0.00	100.0%
5000 · Director Fees	0.00	12,000.00	59.2%	7,102.68	12,000.00	59.2%	7,102.68	12,000.00	59.2%
5001 · Director Mileage	0.00	31,953.60	42.6%	31,953.60	75,000.00	42.6%	31,953.60	75,000.00	42.6%
5000 · Director Fees - Other	0.00	9,209.90	70.8%	9,209.90	13,000.00	70.8%	9,209.90	13,000.00	70.8%
Total 5000 · Director Fees	0.00	41,393.00	134.4%	41,393.00	30,800.00	134.4%	41,393.00	30,800.00	134.4%
5100 · Legal	0.00	43,618.93	30.3%	43,618.93	143,790.00	30.3%	43,618.93	143,790.00	30.3%
5101-1 · Audit	0.00	20,731.15	42.9%	20,731.15	48,334.00	42.9%	20,731.15	48,334.00	42.9%
5200 · Liability Insurance	0.00	7,529.75	42.7%	7,529.75	17,632.00	42.7%	7,529.75	17,632.00	42.7%
5201 · Health & Workers Comp	0.00	1,760.96	42.7%	1,760.96	4,123.00	42.7%	1,760.96	4,123.00	42.7%
5250 · PERS	0.00	47,384.70	42.3%	47,384.70	112,000.00	42.3%	47,384.70	112,000.00	42.3%
5260 · Company FICA Admin	0.00	27,749.36	41.2%	27,749.36	67,339.00	41.2%	27,749.36	67,339.00	41.2%
5265 · Company MCARE Admin	0.00	16,413.75	42.5%	16,413.75	38,648.00	42.5%	16,413.75	38,648.00	42.5%
5300 · Manager Salary	0.00	17,562.92	42.2%	17,562.92	41,595.00	42.2%	17,562.92	41,595.00	42.2%
5301 · Administrative Manager	0.00	2,913.73	26.0%	2,913.73	11,200.00	26.0%	2,913.73	11,200.00	26.0%
5304 · Administrative Secretary	0.00	4,378.56	44.7%	4,378.56	9,800.00	44.7%	4,378.56	9,800.00	44.7%
5306 · Administrative Assistant	0.00	2,500.67	20.8%	2,500.67	12,000.00	20.8%	2,500.67	12,000.00	20.8%
5310 · Postage/Office Exp	0.00	3,332.88	39.7%	3,332.88	8,400.00	39.7%	3,332.88	8,400.00	39.7%
5311 · Office Equip/Leases	0.00	3,837.86	45.2%	3,837.86	8,500.00	45.2%	3,837.86	8,500.00	45.2%
5312 · Misc Admin Expenses	0.00	5,218.50	71.5%	5,218.50	7,295.00	71.5%	5,218.50	7,295.00	71.5%
5313 · Communications	0.00	8,075.82	46.1%	8,075.82	17,500.00	46.1%	8,075.82	17,500.00	46.1%
5314 · Utilities	0.00	60.00	2.0%	60.00	3,000.00	2.0%	60.00	3,000.00	2.0%
5315 · Membership Dues	0.00	0.00	0.0%	0.00	0.00	0.0%	0.00	0.00	0.0%
5316 · Admin Fixed Assets	0.00	335.57	33.6%	335.57	1,000.00	33.6%	335.57	1,000.00	33.6%
5318 · Computer Consultant	0.00	1,723.26	172.3%	1,723.26	1,000.00	172.3%	1,723.26	1,000.00	172.3%
5325 · Emp Training/Subscriptions	0.00	9,098.16	65.0%	9,098.16	14,000.00	65.0%	9,098.16	14,000.00	65.0%
5330 · Admin Travel/Conferences	0.00	0.00	0.0%	0.00	20,000.00	0.0%	0.00	20,000.00	0.0%
5331 · Public Information	0.00	313,885.71	43.2%	313,885.71	725,956.00	43.2%	313,885.71	725,956.00	43.2%
5332 · Transportation	0.00	0.00	0.0%	0.00	0.00	0.0%	0.00	0.00	0.0%
5333 · Relocation Expense	0.00	43,099.00	25.5%	43,099.00	168,000.00	25.5%	43,099.00	168,000.00	25.5%
5390 · MURRP Interest Expense	0.00	20,716.00	42.2%	20,716.00	49,000.00	42.2%	20,716.00	49,000.00	42.2%
Total 4999 · GENERAL & ADMINISTRATIVE	0.00	43,099.00	25.5%	0.00	43,099.00	25.5%	0.00	43,099.00	25.5%
5400 · GENERAL & ADMIN - FISHERIES	10,973.92	20,716.00	42.2%	8,743.80	20,716.00	42.2%	8,743.80	20,716.00	42.2%
5401 · Health & Workers Comp.	8,743.80	7,556.00	42.7%	3,227.05	7,556.00	42.7%	3,227.05	7,556.00	42.7%
5402 · CalPERS	3,227.05	16,563.00	42.5%	7,034.49	16,563.00	42.5%	7,034.49	16,563.00	42.5%
5403 · Company Fica	7,034.49	48,000.00	42.3%	20,307.65	48,000.00	42.3%	20,307.65	48,000.00	42.3%
5404 · Admin Secretary	20,307.65	1,765.00	42.8%	754.69	1,765.00	42.8%	754.69	1,765.00	42.8%
5405 · GM Salary	754.69	25,000.00	24.7%	6,187.00	25,000.00	24.7%	6,187.00	25,000.00	24.7%
5406 · Company MCare	6,187.00	0.00	0.0%	0.00	0.00	0.0%	0.00	0.00	0.0%
5407 · Legal - FD	0.00	0.00	0.0%	0.00	0.00	0.0%	0.00	0.00	0.0%
5408 · Administrative Manager	0.00	0.00	0.0%	0.00	0.00	0.0%	0.00	0.00	0.0%

Cachuma Operation & Maintenance Board Statement of Revenues and Expenditures Budget vs. Actuals - July-Nov 2011

	Fisheries		Operations		TOTAL	
	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	% of Budget	Jul '10 - Nov 11	% of Budget
5408-1 · QC 2 Contract Administration	0.00	0.0%	0.00	0.0%	0.00	0.0%
5408 · Administrative Manager - Other	12,209.78	42.3%	0.00	0.0%	12,209.78	42.3%
Total 5408 · Administrative Manager	12,209.78	45.5%	0.00	0.0%	12,209.78	45.5%
5409 · Administrative Assistant	0.00	0.0%	0.00	0.0%	0.00	0.0%
5409-1 · QC 2 Contract Administration	7,741.20	43.4%	0.00	0.0%	7,741.20	43.4%
5409 · Administrative Assistant - Other	7,741.20	52.2%	0.00	0.0%	7,741.20	52.2%
Total 5409 · Administrative Assistant	1,395.58	29.1%	0.00	0.0%	1,395.58	29.1%
5410 · Postage / Office Supplies	1,876.41	44.7%	0.00	0.0%	1,876.41	44.7%
5411 · Office Equipment / Leases	998.32	16.6%	0.00	0.0%	998.32	16.6%
5412 · Misc. Admin Expense	1,511.24	42.0%	97.85	0.0%	1,609.09	44.7%
5413 · Communications	1,586.31	35.3%	0.00	0.0%	1,586.31	35.3%
5414 · Utilities	2,416.50	86.6%	0.00	0.0%	2,416.50	86.6%
5415 · Membership Dues	0.00	0.0%	0.00	0.0%	0.00	0.0%
5416 · Admin Fixed Assets	3,510.61	46.8%	0.00	0.0%	3,510.61	46.8%
5425 · Employee Education/Subsription	0.00	0.0%	0.00	0.0%	0.00	0.0%
5430 · Travel	0.00	0.0%	0.00	0.0%	0.00	0.0%
5431 · Public Information	143.79	14.4%	0.00	0.0%	143.79	14.4%
5432 · Transportation	773.10	77.3%	0.00	0.0%	773.10	77.3%
5433 · Relocation Expense - GM	3,899.20	65.0%	0.00	0.0%	3,899.20	65.0%
5441 · Auct	3,947.10	65.8%	0.00	0.0%	3,947.10	65.8%
5443 · Liab & Property Ins	13,200.00	100.0%	0.00	0.0%	13,200.00	100.0%
5490 · Fish Projects Interest Expense	0.00	0.0%	0.00	0.0%	0.00	0.0%
Total 5400 · GENERAL & ADMIN - FISHERIES	112,437.74	38.7%	97.85	0.0%	112,535.59	38.7%
5510 · Integrated Reg. Water Mgt Plan	0.00	0.0%	0.00	0.0%	0.00	0.0%
5513 · Cost / Benefit Analysis	0.00	0.0%	0.00	0.0%	0.00	0.0%
6000 · SPECIAL PROJECTS	0.00	0.0%	0.00	0.0%	0.00	0.0%
6062 · SCADA	0.00	0.0%	0.00	0.0%	0.00	0.0%
6090-1 · COMB Bldg/Grounds Repair	0.00	0.0%	1,488.92	5.0%	1,488.92	5.0%
6092 · SCC Improv Plan & Design	0.00	0.0%	231.75	0.5%	231.75	0.5%
6096 · SCC Structure Rehabilitation	0.00	0.0%	0.00	0.0%	0.00	0.0%
6097 · GIS and Mapping	0.00	0.0%	3,115.18	31.2%	3,115.18	31.2%
6101 · SCC Emergency Pipeline Repairs	0.00	0.0%	8,197.73	4.0%	8,197.73	4.0%
6102 · Lauro Debris Basin Maintenance	0.00	0.0%	62,232.00	81.7%	62,232.00	81.7%
6103 · SCCMURR	0.00	0.0%	118,836.87	9.9%	118,836.87	9.9%
Total 6000 · SPECIAL PROJECTS	0.00	0.0%	194,096.45	11.9%	194,096.45	11.9%
6200 · FISHERIES ACTIVITIES	2,788.30	2.3%	0.00	0.0%	2,788.30	2.3%
6201 · FMP Implementation	5,566.57	55.7%	0.00	0.0%	5,566.57	55.7%
6202 · GIS and Mapping	0.00	0.0%	0.00	0.0%	0.00	0.0%
6203 · Grants Technical Support	425.89	1.7%	0.00	0.0%	425.89	1.7%
6204 · SYR Hydrology Technical Support	36,925.00	49.2%	0.00	0.0%	36,925.00	49.2%
6205 · USGS Stream Gauge Program	0.00	0.0%	0.00	0.0%	0.00	0.0%
6206 · Tri County Fish Team Funding	31,193.00	39.0%	0.00	0.0%	31,193.00	39.0%
6207 · Oak Tree Restoration Program	0.00	0.0%	0.00	0.0%	0.00	0.0%
6208 · Legislative & Steelhead Funding	2,097.90	4.4%	0.00	0.0%	2,097.90	4.4%
6209 · SYR Riverware Model Peer Review	78,996.66	20.7%	0.00	0.0%	78,996.66	20.7%
Total 6200 · FISHERIES ACTIVITIES	82,470.22	68.7%	0.00	0.0%	82,470.22	68.7%
6300 · HABITAT ENHANCEMENT	0.00	0.0%	0.00	0.0%	0.00	0.0%
6303 · Tributary Projects Support	0.00	0.0%	0.00	0.0%	0.00	0.0%

Cachuma Operation & Maintenance Board Statement of Revenues and Expenditures Budget vs. Actuals - July-Nov 2011

	Fisheries			Operations			TOTAL		
	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget	Jul '10 - Nov 11	Budget	% of Budget
6304 - Engineering Designs - QC	8,580.98	33,000.00	26.0%	0.00	0.00	0.0%	8,580.98	33,000.00	26.0%
6306 - Jalama Repair Design	0.00			0.00	0.00	0.0%	0.00	0.00	0.0%
6307 - Quiota Creek Crossing #2									
6307-1 - Labor									
6307-1a - Resident Engineer	6,884.37	35,745.00	19.3%	0.00	0.00	0.0%	6,884.37	35,745.00	19.3%
6307-1b - Project Administrator	4,840.44	15,000.00	32.3%	0.00	0.00	0.0%	4,840.44	15,000.00	32.3%
6307-1c - Contract Administration	2,067.92	5,000.00	41.4%	0.00	0.00	0.0%	2,067.92	5,000.00	41.4%
6307-1d - Permit Writing / Administration	132.01	3,000.00	4.4%	0.00	0.00	0.0%	132.01	3,000.00	4.4%
6307-1e - Biological Monitoring	11,642.52	20,000.00	58.2%	0.00	0.00	0.0%	11,642.52	20,000.00	58.2%
Total 6307-1 - Labor	25,567.26	78,745.00	32.5%	0.00	0.00	0.0%	25,567.26	78,745.00	32.5%
6307-2 - Design, Permtg, Testing, Ovrsite	28,808.99	44,000.00	65.5%	0.00	0.00	0.0%	28,808.99	44,000.00	65.5%
6307-3 - Bottomless Arched Culvert	172,312.64	159,800.00	107.8%	0.00	0.00	0.0%	172,312.64	159,800.00	107.8%
6307-4 - Mobilization	43,000.00	29,000.00	148.3%	0.00	0.00	0.0%	43,000.00	29,000.00	148.3%
6307-5 - Demolition, Disposal	30,500.00	20,736.00	147.1%	0.00	0.00	0.0%	30,500.00	20,736.00	147.1%
6307-6 - Install, O & M Dewatering Sys	15,192.25	27,310.00	55.6%	0.00	0.00	0.0%	15,192.25	27,310.00	55.6%
6307-7 - Erosion Cntrl - Revegetation	4,053.06	7,770.00	52.2%	0.00	0.00	0.0%	4,053.06	7,770.00	52.2%
6307-8 - Site Ex. Stockpiling, Mat Prep	17,325.00	35,298.00	49.1%	0.00	0.00	0.0%	17,325.00	35,298.00	49.1%
6307-9 - Over Ex, Footing Prep	7,200.00	22,266.00	32.3%	0.00	0.00	0.0%	7,200.00	22,266.00	32.3%
6307-10 - Construct CIP Footing Prep	40,000.00	37,880.00	105.6%	0.00	0.00	0.0%	40,000.00	37,880.00	105.6%
6307-11 - Install Prefab Arched Sys	30,000.00	30,048.00	99.8%	0.00	0.00	0.0%	30,000.00	30,048.00	99.8%
6307-12 - Road Embkmt Fll, Cmpct, Grad	47,000.00	39,640.00	118.6%	0.00	0.00	0.0%	47,000.00	39,640.00	118.6%
6307-13 - Rd bse import, prep, grading	20,880.00	13,170.00	158.5%	0.00	0.00	0.0%	20,880.00	13,170.00	158.5%
6307-14 - Install Asphaltic Cnctr Pmnt	0.00	25,432.00	0.0%	0.00	0.00	0.0%	0.00	25,432.00	0.0%
6307-15 - Install Grdtrail, Bridgrail sys	0.00	85,360.00	0.0%	0.00	0.00	0.0%	0.00	85,360.00	0.0%
6307-16 - Apply Bridge Coating Sys	7,000.00	16,000.00	43.8%	0.00	0.00	0.0%	7,000.00	16,000.00	43.8%
6307-17 - Construct Rock Weir	24,400.00	35,427.00	68.9%	0.00	0.00	0.0%	24,400.00	35,427.00	68.9%
6307-18 - Construct Rock Riffles	44,080.00	51,922.00	84.9%	0.00	0.00	0.0%	44,080.00	51,922.00	84.9%
6307-19 - Install Rock Slope Protection	30,900.00	32,748.00	94.4%	0.00	0.00	0.0%	30,900.00	32,748.00	94.4%
6307-20 - Perform Finish Grading	12,000.00	5,648.00	212.5%	0.00	0.00	0.0%	12,000.00	5,648.00	212.5%
6307-21 - Cattle Exclusion Fencing	0.00	1,200.00	0.0%	0.00	0.00	0.0%	0.00	1,200.00	0.0%
6307-22 - Replace Existing Fence	0.00	4,346.00	0.0%	0.00	0.00	0.0%	0.00	4,346.00	0.0%
6307-23 - Site Clean-up and Demobilizatio	0.00	10,500.00	0.0%	0.00	0.00	0.0%	0.00	10,500.00	0.0%
6307 - Quiota Creek Crossing #2 - Other	0.00			0.00	0.00	0.0%	0.00	0.00	0.0%
Total 6307 - Quiota Creek Crossing #2	600,219.20	814,246.00	73.7%	0.00	0.00	0.0%	600,219.20	814,246.00	73.7%
Total 6300 - HABITAT ENHANCEMENT	608,800.18	849,246.00	71.7%	0.00	0.00	0.0%	608,800.18	849,246.00	71.7%
6400 - STORM DAMAGE									
6403 - Jesusita Fire Damage	0.00			4,318.00		0.0%	4,318.00	0.00	100.0%
Total 6400 - STORM DAMAGE	0.00	0.00	0.0%	4,318.00	0.00	0.0%	4,318.00	0.00	100.0%
9600 - Extraordinary Items - reorg									
Total Expense	966,696.42	1,981,815.00	48.8%	874,869.98	3,440,103.00	25.4%	1,841,566.40	5,421,918.00	34.0%
Net Income	-330,645.59	-35,745.00	925.0%	862,977.64	35,745.00	2,414.3%	532,332.05	0.00	100.0%

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

www.treasurer.ca.gov/pmia

-laif

December 05,
2011

CACHUMA OPERATION AND MAINTENANCE BOARD

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

PMIA Average Monthly Yields

Transactions
Tran Type Definitions

November 2011 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	3,861.29
Total Withdrawal:	0.00	Ending Balance:	3,861.29

MEMO TO: Board of Directors
Cachuma Operation & Maintenance Board

FROM: Bruce A. Mowry, Secretary

SUBJECT: COMB INVESTMENT POLICY

The above statement of investment activity for the month of November, 2011, 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.


Secretary

ITEM # 36

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SANTA BARBARA BANK & TRUST

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

1702
Cachuma Operation & Maintenance Board
Master Contract Renewal Fund
3301 Laurel Canyon Rd
Santa Barbara CA 93105-2017

Banking Statement

Statement Period: 11/01/2011 to 11/30/2011

Customer Number:

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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Business Money Market

Checking Summary

Cachuma Operation & Maintenance Board

Master Contract Renewal Fund

Account Number	102335072
Interest Paid YTD	22.04
Interest Paid Last Year	39.98

Deposit Account Recap


Beginning Balance as of	
November 1, 2011	10,045.46
3 Deposits (Plus)	121,900.79
Ending Balance as of	
November 30, 2011	131,946.25
Interest Paid	3.79

MEMO TO: Board of Directors
Cachuma Operation & Maintenance Board

FROM: Bruce A. Mowry, Secretary

SUBJECT: COMB INVESTMENT POLICY

The above statement of investment activity for the month of November, 2011, 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.


Secretary

ITEM # 36
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SANTA BARBARA BANK & TRUST

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

1703
Cachuma Operation & Maintenance Board
Cachuma Project Trust Fund
3301 Laurel Canyon Rd
Santa Barbara CA 93105-2017

Banking Statement

Statement Period: 11/01/2011 to 11/30/2011

Customer Number:

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

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

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Public Capital Tiered MMDA

Checking Summary

Cachuma Operation & Maintenance Board

Cachuma Project Trust Fund

Account Number	102335080
Interest Paid YTD	344.92
Interest Paid Last Year	447.50

Deposit Account Recap

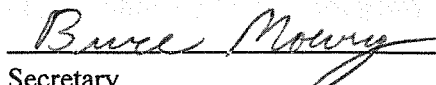
Beginning Balance as of	
November 1, 2011	128,053.62
1 Deposits (Plus)	36.84
Ending Balance as of	
November 30, 2011	128,090.46
Interest Paid	36.84

MEMO TO: Board of Directors
Cachuma Operation & Maintenance Board

FROM: Bruce A. Mowry, Secretary

SUBJECT: COMB INVESTMENT POLICY

The above statement of investment activity for the month of November, 2011, 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.


Secretary

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Payment of Claims
As of November 30, 2011

	Date	Num	Name	Memo	Amount
1050 - GEN FUND	11/07/2011	20382	COMB-Petty Cash	Replenish petty cash	-194.69
	11/07/2011	20383	COMB - Revolving Fund	Nov 11 & 25 payrolls/taxes	-116,390.66
	11/08/2011	20384	A-OK Mower Shops, Inc.	Stihl saw/chains-oil for chainsaw	-604.51
	11/08/2011	20385	Acorn Landscape Management Co.	Scheduled mtce	-253.17
	11/08/2011	20386	ACWA Health Benefits Authority (HBA)	Nov EAP	-49.56
	11/08/2011	20387	Assoc. of California Water Agencies	2012 Agency Dues	-7,055.00
	11/08/2011	20388	AT&T	Oct statement	-476.55
	11/08/2011	20389	Bedrock Building Supplies	Wash plaster sand/cold patch/sack slurry/rebar	-343.41
	11/08/2011	20390	Brown and Caldwell	Ops Sup-BCwaterjobs	-200.00
	11/08/2011	20391	Cardno ENTRIX	Task Mgt/File Mtce/Fish Monitoring Prog Supp-Sep	-401.48
	11/08/2011	20392	CDPH-OCP	Grade 2 Dist Cert Request-JC	-80.00
	11/08/2011	20393	CDPH-OCP	Grade 1 Dist Cert Request-BM	-70.00
	11/08/2011	20394	CIO Solutions, LP	Internal hard drive/usb adapters/Maintain IT-Nov	-2,183.38
	11/08/2011	20395	Coastal Copy, LP	Mtce agmt KM-4035/TASKalpha	-293.42
	11/08/2011	20396	Crop Production Services, Inc	Rodent bait	-121.07
	11/08/2011	20397	Culligan Water	RO system Nov	-24.95
	11/08/2011	20398	Dale Francisco	Oct mtg fees	-132.23
	11/08/2011	20399	Dennis E. Beebe	Oct mtg fees	-156.92
	11/08/2011	20400	Department of Industrial Relations	Elevator Inspection fee (NP)	-225.00
	11/08/2011	20401	ECHO Communications	Answering service	-64.04
	11/08/2011	20402	Environmental Systems Research Inst.	Arclnfo/ArcGIS/ArcView 1/11/12-1/10/13 PO#9059	-5,836.39
	11/08/2011	20403	Famcon Pipe & Supply	Connection bend/couplers	-139.00
	11/08/2011	20404	GE Capital	Lease agmt KM-4035E Billing ID#90133933786	-494.57
	11/08/2011	20405	Home Depot Credit Services	Stakes/sledge hammers/door locks/filler	-100.80
	11/08/2011	20406	James Colton	Reimb D2 Application fee	-65.00
	11/08/2011	20407	Lauren W. Hanson	Oct mtg fees	-266.20
	11/08/2011	20408	MarBorg Industries	Portable toilets	-328.30
	11/08/2011	20409	Milpas Rental	Vibra plate	-101.88
	11/08/2011	20410	Nextel Communications	Cellular/equip	-466.89
	11/08/2011	20411	Northern Safety Co. Inc.	Accumulation container (paint) PO#9057	-402.96
	11/08/2011	20412	Pacific Coast Jiffy Lube	Service-F150 (FD)/GM vehicle	-197.97
	11/08/2011	20413	Paychex, Inc.	10/14,28 payrolls/taxes	-271.22
	11/08/2011	20414	Pitney Bowes Global Financial Services	Postage meter lease 10/10/11-1/10/12	-442.86
	11/08/2011	20415	Praxair Distribution, Inc	Cylinder rental	-52.88
	11/08/2011	20416	Quinn Company	Cat keys	-27.24
	11/08/2011	20418	Robert R. Lieberknecht	Oct mtg fees	-142.43
	11/08/2011	20419	Santa Barbara Concrete Cutting	10" below grade vault core hole-Foothill Rd	-250.00
	11/08/2011	20420	Scott Volan	Oct Reimb	-99.67
	11/08/2011	20421	Southern California Edison	Main ofc/outlying stations	-1,301.83
	11/08/2011	20422	State Compensation Insurance Fund	Payroll Report Oct 2011	-4,244.82
	11/08/2011	20423	The Wharf	Steel toe boots-FB	-116.90
	11/08/2011	20424	Underground Service Alert of So. Calif.	New ticket charges	-72.00
	11/08/2011	20425	United States Geological Survey	Agmt#11W4CAD44600 4th Qrtly billing Agmt Dated 10/24/11	-18,462.50
	11/08/2011	20426	Vulcan Materials Company	Asphalt	-159.80
	11/08/2011	20427	W. Douglas Morgan	Oct mtg fees	-276.40
	11/08/2011	20429	ACWA Health Benefits Auth. (HBA)	12/1/11-1/1/12 coverage	-18,913.23
	11/08/2011	20430	Boone Graphics	Business cards-AC/SV/TR	-147.52
	11/08/2011	20431	CIO Solutions, LP	Postini-Nov	-42.50
	11/08/2011	20432	City of Santa-Barbara	Refuse/recycle 9/29-10/24/11	-179.78
	11/08/2011	20433	County of Santa--Barbara	Green waste	-81.60
	11/08/2011	20434	GE Capital	Lease agmt TASKalfa Billing ID#90136047559	-133.61
	11/08/2011	20435	Lash Construction, Inc.	Base	-90.51
	11/08/2011	20436	Manzanita Nursery	Oaks/Sycamores/Alders	-890.02
	11/08/2011	20437	Melinda L. Fournier	Oak Tree Restoration Program-Oct	-5,996.00
	11/08/2011	20438	Musick, Peeler & Garrett LLP	General Counsel-Sep	-9,114.80
	11/08/2011	20439	O'Reilly Automotive, Inc.	Battery	-128.87
	11/08/2011	20440	State Board of Equalization	Water Rights Fee 7/1/11-6/30/2012	-35,707.10
	11/08/2011	20441	Western Welding	Rebar/safety glasses	-52.54
	11/08/2011	20442	WFCB-OSH Commercial Services	Misc tools for trucks/paint supplies	-225.04
	11/09/2011	20443	HDR Engineering, Inc.	BO/FMP implem/Quiota Crk xng 6/Quiota Crk tech supp-Oct	-11,921.76
	11/09/2011	20444	Cox Communications	Business internet Nov	-195.00
	11/09/2011	20445	Fleet Services	Fuel	-2,560.12
	11/09/2011	20446	Prudential Overall Supply	Mats	-135.48
	11/09/2011	20447	Republic Elevator Co.	Scheduled mtce-NP elevator	-278.12
	11/09/2011	20448	Southern California Edison	Glen Anne gate/Corona-Glen Anne Rd	-46.62

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Payment of Claims
 As of November 30, 2011

<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Amount</u>
11/09/2011	20449	Staples Credit Plan	Office Supplies	-714.16
11/09/2011	20450	Verizon California	Main ofc/outlying stations	-456.06
11/10/2011	20451	Peter Lapidus Construction, Inc.	Quiota Crk xng 2-Pay request #2	-186,534.00
11/10/2011	20452	Bartlett, Pringle & Wolf, LLP	Client #A6145.1100 Audit 10-11	-12,115.00
11/10/2011	20453	Cashier, DPR	QAC cert-DN#81207	-60.00
11/10/2011	20454	Cashier, DPR	QAC cert-JS#122878	-60.00
11/10/2011	20455	Verizon Wireless	Cellular	-122.80
11/17/2011	20456	ACWA Health Benefits Authority (HBA)	Dec EAP	-49.56
11/17/2011	20457	All Around Landscape Supply	Tubing staple box-erosion control	-99.07
11/17/2011	20458	Balance Hydrologics, Inc.	SYR Model Peer Review-9/18-10/22/11	-2,097.90
11/17/2011	20459	Famcon Pipe & Supply	Flanges/bolts/nets/gaskets/connectors	-826.45
11/17/2011	20460	Grainger	Poison ivy protectant/anti-skid tape/fix ladder	-1,754.67
11/17/2011	20461	Hydrex Pest Control Co.	Ant/pest control	-84.00
11/17/2011	20462	J&C Services	Cleaning services 10/14,21,28, 11/4	-600.00
11/17/2011	20463	McMaster-Carr Supply Co.	Wall mount-walk through dock ladder PO#9065	-171.14
11/17/2011	20464	Megan Emami	Reimb-workshop travel	-152.74
11/17/2011	20465	Mid-State Concrete Products	Catch basin box and steel grate PO#9067	-975.14
11/17/2011	20466	Milpas Rental	Jumping jack	-134.65
11/17/2011	20467	Pacific Coast Jiffy Lube	Service-Explorer	-48.58
11/17/2011	20468	Santa Barbara News Press	Ops Sup ad	-341.52
11/17/2011	20469	Santa Ynez River Water Cons. Dist. ID#	Stetson-RiverWare Aug-Sep	-425.89
11/17/2011	20470	Southern California Edison	Foothill Rd	-40.86
11/17/2011	20471	SWRCB Fees	Annual fee-waste discharge requirement 7/1/11-6/30/12	-1,943.00
11/17/2011	20472	Verizon California	SCADA	-522.29
11/17/2011	20473	B & B Surplus, Inc.	Galvanized angle PO#9066	-117.98
11/28/2011	20474	Department of Public Health	Dist Cert Renewal Grade D1-JSmith #35619	-70.00
11/28/2011	20475	RKA Consulting Group	Engineering services-MURRP Sep/Oct	-39,842.50
11/29/2011	20476	Cachuma O & M Board-Renewal Fund	ID#1/CVWD Renewal Fund assessments transfer	-40,632.00
11/30/2011	20477	Dale Francisco	Re-issued non-cashed per diem cks Jan-May 2011	-1,049.30
Total 1050 · GENERAL FUND				<u>-542,522.03</u>
				<u>-542,522.03</u>

CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date:	December 19, 2011
Submitted by:	Bruce Mowry
Approved by:	Bruce Mowry

SUBJECT: Modified Upper Reach Reliability Project Construction Contract Award

SUMMARY:

The contract documents have been issued and bids are scheduled to be opened at 3:00 PM on Wednesday, December 14, 2011. The Bid Tabulation has not been completed and will be furnished to the Board at a later time.

- Modified Upper Reach Reliability Project reconstructs the South Portal structure in the original location with splitting flow into the old 48 inch pipeline and new 48 inch pipeline with a magnetic flow meter. Intertie old and new pipelines at a location past the Glen Annie Turn Out structure to give higher reliability and flexibility, including operational options to feed Goleta West. In addition to this work the Goleta West Meter will be replaced with a new magnetic flow meter and Air/Vac/Blow-off structures will be rehabilitated to ensure reliability of the existing upper reach pipeline.

FISCAL IMPACTS:

Project Budgeted under Special Projects Account Number 6103
Fiscal Year 2011-2012 Phase 1 value of \$1,200,000
Total cost of Project valued at \$4,200,000 including grant allowance of \$3,200,000

LEGAL CONCURRENCE:

General Counsel participated in the development of the Contract Documents

ENVIRONMENTAL COMPLIANCE:

All required permits have been obtained with the exception of the Bureau of Reclamation permit that will be issued after the drawings have been stamped and signed in January 2012. The Bureau of Reclamation has reviewed the Contract Documents and their comments have been incorporated into the documents. The review and approval in January by the Bureau should move ahead quickly and not impact the schedule of work.

COMMITTEE STATUS:

N/A

RECOMMENDATION:

ITEM # 4
PAGE 1

Motion to award the construction contract as defined in the project "Modified Upper Reach Reliability Project dated October 2011" Contract Documents to the lowest responsive bidder _____ for the amount of \$ _____; and authorizes COMB General Manager to sign and execute the contract documents inclusive of Addendums No. 1 thru No. 3 and after submittal of all required documents from the bidder.

(Motion vote by roll call)

LIST OF EXHIBITS:

N/A

ITEM # 4
PAGE 2

CACHUMA OPERATION & MAINTENANCE BOARD

BOARD MEMORANDUM

Date: 12/19/2011
Submitted by: Bruce Mowry
Administration
Approved by: Committee

SUBJECT: Change in Job Description for COMB's Engineer position

SUMMARY:

The General Manager is requesting the Board's consideration of a revised job description and commensurate salary range increase for the Engineer position which, once approved, will include management of the field crew operations division.

COMB's Engineer submitted his resignation effective December 16, 2011. In an effort to find a replacement for this position, it was discovered that the current salary range is sub par within industry standards and will not attract and retain a qualified Professional Engineer candidate. In anticipation of the MURRP project commencing, I feel it necessary to change the Engineers job description to include management of the operations field crew and increase the salary range to become commensurate with the responsibilities and duties of the new position. The job description and salary range are attached as exhibits to this memo.

FISCAL IMPACTS:

The current FY 2011-12 COMB Budget will not be amended to accommodate the change in salary range due to the vacancy of the Operations Supervisor position since the beginning of the fiscal year.

LEGAL CONCURRENCE:

N/A

ENVIRONMENTAL COMPLIANCE:

N/A

COMMITTEE STATUS:

The Administration Committee reviewed the concept of revising the job description and salary range for the Engineer position at the 12/09/2011 Administration Committee meeting.

RECOMMENDATION:

The COMB Board approve the revised job description and salary range maximum of \$120,000 for the Engineer / Operations Manager position.

LIST OF EXHIBITS:

1. Engineer / Operations Manager Job Description
2. Engineer / Operations Manager Salary Range

ITEM # 5
PAGE 1

Cachuma Operation and Maintenance Board

2011

ENGINEER / OPERATIONS MANAGER

DEFINITION

Under the direction of the General Manager, the Engineer / Operations Manager will perform a wide variety of professional Engineer work for Cachuma Operation and Maintenance Board's (COMB) Capital Improvement Program related to the planning, design, construction, operation and rehabilitation of Cachuma Project structures and facilities used for water storage, water supply and transmission. The Engineer / Operations Manager prepares plans, specifications, and cost estimates; organizes, manages, directs, and supervises COMB's engineering functions; acts as a liaison between the public and federal, state and local governmental agencies; handles utilities rights-of-way; oversee and manage the Maintenance Management Program; provides project coordination and direction to technical engineering staff; manages operations division field crew; serves as the agency engineer on construction projects; and performs related duties as assigned.

CLASS CHARACTERISTICS

The Engineer / Operations Manager is a single-position classification responsible for performing professional engineer work in the design and construction of a wide variety of complex engineering projects. Individuals in this class exercise considerable discretion and judgment in the coordination and prioritization of projects including, but not limited to, planning, designing and coordinating projects as well as contract administration. The Engineer / Operations Manager reports to and assists the General Manager in both long-range planning, budget preparation, and project management for capital improvement projects. The Engineer / Operations Manager coordinates activities to be completed by the engineering technical staff, COMB field crew, outside contractors, or engineering consultants.

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

- Responsible for the development and implementation of a capital improvement program and budget for major construction projects for COMB facilities.
- Provides general guidance related to engineering functions for COMB projects, and coordinates projects with professional engineering consultants, including the approval of plans and specifications developed by consultants.
- Coordinates and supervises the development of capital improvement projects, including contract administration, environmental compliance, permit acquisition, preparation of bid documents and contracts, consultant and contractor coordination, and construction monitoring.
- Directs the preparation and reviews a variety of engineering reports and technical analyses.
- Represents COMB in coordinating with other utilities, regulatory agencies, governmental bodies, planning agencies, trade and professional associations, technical groups, and developers.
- Coordinates the progress, inspection, and proper completion of major construction projects.
- 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.

- Trains, schedules, supervises and evaluates the performance of COMB technical engineering staff as well as the COMB operations field crew engaged in the operation, maintenance, rehabilitation and betterment of the Cachuma Project and related facilities; implements disciplinary action as appropriate.
- Oversees the Maintenance Management program; reviews completed work orders and directs work order scheduling.
- Collects and maintains data on water supply resources; uses data to update and refine operational criteria to optimize system yield from surface sources.
- Works with operations and maintenance staff to develop safety and training programs.
- Performs general administrative duties as required, including but not limited to attending and conducting meetings, preparing Board reports and correspondence, compiling data for reports, entering computer data, and preparing spreadsheets, etc.

OTHER DUTIES

- Regularly updates the General Manager regarding projects and personnel issues.
- Represents the General Manager at meetings and conferences as delegated.
- Provides support to the General Manager in making presentations regarding engineering issues to the Board of Directors.
- Performs related duties as assigned.

ABILITY TO:

- Plan, organize, and develop COMB engineering functions, particularly as they affect water storage and distribution system rehabilitation.
- Interpret, analyze and apply federal, state and local laws, rules and regulations, policies and procedures pertaining to assigned areas of responsibility.
- Develop long-range capital improvement programs to implement agency goals, objectives, policies, procedures, and work standards.
- Determine work priorities and scope, and effectively coordinate and schedule resources and staff to perform activities and projects within time limits.
- Schedule, train, supervise and evaluate the performance of staff; deal constructively with conflict and develop effective resolutions.
- Exercise sound independent judgment within general policy guidelines.
- Read and interpret blueprints, maps, drawings and documents related to water projects, and collect, compile, analyze, organize and present technical and statistical information.
- Read, write and speak English fluently; communicate clearly and concisely, both orally and in writing; prepare and present written and oral technical reports, using good grammar and writing skills.

- Perform required mathematical computations with accuracy.
- Adhere to prescribed work schedule to conduct job responsibilities.

KNOWLEDGE OF:

- Principles and practices of civil engineering and engineering economics with particular emphasis on the design and construction of water distribution systems and/or other hydraulic projects and facilities.
- Federal, state, and local laws, codes, rules, regulations and standards affecting areas of responsibility.
- Budget development, fiscal controls, and capital improvement cost development.
- Contract development and administration.
- Principles of organizational management, planning, staffing, supervision, and employee development.
- Administrative principles and methods, including goal setting, planning, program and budget development and implementation.
- Organizational and management practices as applied to the engineering functions and operational needs.
- Computer systems and software packages related to engineering analysis and functions as well as for word and data processing, spreadsheet preparation, graphics, Geographic Information Systems, and SCADA applications.
- Technical issues involved in the operation and maintenance of water facilities and pipelines.
- Professional standards for the development of operation and maintenance programs as applied to planning, permitting and environmental review.
- Business letter and report writing, English usage, spelling, grammar and punctuation.

REQUIRED QUALIFICATIONS

Graduation from an accredited college or university with a Bachelor of Science degree in engineering. Upper division course work in hydrology or water resources is highly desirable.

Minimum of five years of increasingly responsible professional engineering experience in design and construction of pipeline, irrigation, flood control, water treatment, water distribution, or wastewater treatment facilities, including at least two years in a management or supervisory capacity.

LICENSE / CERTIFICATE REGISTRATION REQUIREMENT

Possession of a valid and current Certificate of Registration as a Civil Engineer issued by the State of California.

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Possession of a valid California Class C Drivers License and an insurable driving record. Failure to obtain or maintain such required license(s) may be cause for disciplinary action. Individuals who do not meet this requirement due to a physical disability will be considered for accommodation on a case-by-case basis.

Possession of a Grade IV Water Distribution Certificate preferred.

Must pass a pre-employment physical, which includes drug screening.

COMPENSATION TYPE

Salaried (Exempt Employee)

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, bend, crouch, crawl, push, pull and reach while performing office duties and/or field work; operate motor vehicles; enter confined spaces and engage in work activities therein; lift and/or move up to 25 pounds frequently and up to 40 pounds occasionally; use hands to finger, handle, feel or operate objects, tools and controls. Must be able to work effectively despite occasional exposure to adverse environmental conditions, including extreme weather conditions, heights, confined spaces, wetness, humidity, noise, air contaminants, fumes, dust, grease / oil, solvents, machinery hazards, traffic hazards, etc. 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.

COMB SALARIES - BIWEEKLY PAY - EFFECTIVE JULY 1, 2011 (Previous COLA increase effective 7/1/2009)

FY 2011-12

01-Jul-11 PAY SCALE USING 2% STEP REDUCTION FROM THE STEP ABOVE

Annual Salary	Position Number	Position Name	1	2	3	4	5	6	7	8	9	10	TOP STEP ANNUAL SALARY
100,049.73	300	Engineer / Operations Mgr	3848.067	3926.599	4006.733	4088.503	4171.942	4257.084	4343.963	4432.615	4523.077	4615.385	120,000.000
85,277.83	300-1	Engineer	3279.916	3346.854	3415.157	3484.854	3555.973	3628.544	3702.596	3778.159	3855.264	3933.943	102,282.527

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**AGREEMENT BETWEEN THE SANTA YNEZ RIVER WATER
CONSERVATION DISTRICT, IMPROVEMENT DISTRICT NO. 1, THE
CACHUMA CONSERVATION RELEASE BOARD, THE SANTA YNEZ RIVER
WATER CONSERVATION DISTRICT AND THE CACHUMA OPERATION
AND MAINTENANCE BOARD CONCERNING JOINT DEFENSE AND
COOPERATION IN THE CACHUMA PROJECT PERMIT PROCEEDINGS
AND THE CACHUMA PROJECT ENDANGERED SPECIES ACT MATTERS**

This Joint Defense and Cooperation Agreement (referred to herein as the "Agreement") is made and entered into as of December __, 2011 and is intended to define the terms and conditions upon which the Santa Ynez River Water Conservation District, Improvement District No. 1 (referred to herein as "I.D. No. 1"), the Cachuma Conservation Release Board (referred to herein as "CCRB"), the Santa Ynez River Water Conservation District (referred to herein as "SYRWCD") and the Cachuma Operation and Maintenance Board (referred to herein as "COMB")(collectively the "Parties" or individually a "Party") will cooperate in connection with: (1) ongoing hearings before the California State Water Resources Control Board (referred to herein as "State Board") regarding appropriate water rights permits 11308 and 11310 previously issued for the Cachuma Project (the "Cachuma Project") and litigation that may arise out of those hearings ("Cachuma Project Permit Proceedings"), and (2) proceedings and matters including potential litigation involving the National Marine Fisheries Service ("NMFS") Endangered Species Act listing of steelhead/rainbow trout as related to the continuing operation of the Cachuma Project ("Cachuma Project ESA Matters").

**THIS JOINT DEFENSE AND COOPERATION AGREEMENT IS
SUBJECT TO THE FOLLOWING RECITALS:**

A. I.D. No. 1 was formed by SYRWCD to provide a water supply for an extensive unincorporated area of the County of Santa Barbara, CCRB was formed to represent its member agencies, consisting of the City of Santa Barbara, the Goleta Water District, the Carpinteria Valley Water District and the Montecito Water District, in connection with the use and application of water developed from the Cachuma Project in Santa Barbara County, California, and SYRWCD was formed to protect the interests of landowners and residents within its boundaries, generally the lands within the Santa Ynez River watershed downstream of Bradbury Dam of the Cachuma Project. The Carpinteria Valley Water District withdrew from CCRB effective December 31, 2010. COMB was initially formed in 1956 and is responsible for operation, repair and maintenance of Cachuma Project facilities except Bradbury Dam through a March 1, 2003 "Contract For The Transfer of The Operation and Maintenance Of The Cachuma Transferred Project Works" with the United States Bureau of Reclamation (referred to herein as "Reclamation"). The member agencies of CCRB, I.D. No. 1 and the Carpinteria Valley Water District are commonly referred to as the "Cachuma Member Units"; and

B. Reclamation holds the appropriate water rights permits (11308 and 11310) for the Cachuma Project and owns and operates Bradbury Dam on the Santa Ynez River for the purpose of providing a water supply to the Cachuma Member Units which

are the Cachuma Project beneficiaries, sponsors and financial supporters of the Cachuma Project;

C. By Agreement dated December 17, 2002, I.D. No. 1, CCRB, SYRWCD and the City of Lompoc entered into a comprehensive Settlement Agreement concerning operation of the Cachuma Project (“Settlement Agreement”), settling longstanding disputes between various parties to the Settlement Agreement, final implementation of portions of which need to be confirmed through the Cachuma Project Permit Proceedings, and since that time the Parties have been working cooperatively concerning the Cachuma Project Permit Proceedings, Cachuma Project ESA Matters, and other matters;

D. The Cachuma Project Permit Proceedings are ongoing and it is anticipated that there will be additional hearings on the State Board’s Final Environmental Impact Report (“EIR”) to be issued by the State Board in connection with its review of Reclamation’s continuing operation of the Cachuma Project ; and, one or more hearings on a draft water rights order or decision that is anticipated to be issued by the State Board sometime in the future;

E. It is further anticipated that judicial proceedings will follow the issuance by the State Board of a water rights decision or order regarding Cachuma Project permits 11308 and 11310 in which I.D. No. 1, CCRB and SYRWCD may participate as petitioners or respondents/real parties-in-interest, depending upon the substance of the anticipated State Board water rights order or decision;

F. I.D. No. 1, CCRB, SYRWCD and certain COMB staff are also jointly involved in the on-going Cachuma Project ESA matters. Re-consultation proceedings have been initiated by NMFS and Reclamation that relate to the preparation of a new Biological Opinion (“BiOp”) that may include components of the 2000 BiOp regarding continuing operation of the Cachuma Project;

G. The Parties have a mutual interest in the continuing operation of the Cachuma Project that they desire to further maintain and, in support of those interests, I.D. No. 1, CCRB and SYRWCD wish to coordinate and cooperate in their respective legal representation before state and federal agencies and the courts and preserve the confidentiality of certain communications in accordance with this Agreement and applicable law, while acknowledging and reserving their differences;

H. I.D. No. 1, CCRB and SYRWCD are parties to a Joint Defense and Cooperation Agreement dated as of March 1, 2011 relating to the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters (referred to herein as the “March 1, 2011 JDCA”); and

I. The Parties desire to enter into this Agreement for the purpose of including COMB staff, legal counsel and consultants in certain joint defense, confidentiality and cooperation obligations and protections as specified herein.

NOW THEREFORE, the Parties agree as follows:

1. MARCH 1, 2011 JDCA. This Agreement shall not be construed as modifying or otherwise affecting the March 1, 2011 JDCA, which shall remain in full force and effect.

2. RESERVATION OF LEGAL RIGHTS. This Agreement is intended to coordinate legal efforts with respect to well recognized and commonly understood shared interests in the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters. This Agreement is also intended to benefit ID No. 1, CCRB and SYRWCD by efficiently and effectively developing and presenting information, performing obligations, and complying with the terms, conditions and regulatory requirements related to continuing operation of the Cachuma Project, in coordination with one another and without duplication of effort. Each Party and each member agency or represented interest, as applicable, shall be free and reserves all rights to maintain separate positions, to obtain additional information or material and to independently represent their individual interests as they may see such interests to be without restriction or impairment by this Agreement.

3. LEGAL REPRESENTATION AND EXPENSES. COMB will be responsible for payment of all legal fees and expenses incurred by legal counsel retained by COMB. COMB will have no obligation for payment of legal fees or expenses incurred by counsel retained by any other Party. This Agreement is not intended to disturb existing relationships between the Parties and their respective legal counsel or interfere with each Party's use of their respective legal counsel in the future, whether related to the Cachuma Project Permit Proceedings, the Cachuma Project ESA Matters, subsequent litigation or otherwise.

4. CONSULTANTS AND CONSULTANT EXPENSES. COMB will be responsible for payment of all fees and expenses incurred by consultants retained by COMB including but not limited to fisheries consultants. COMB will have no obligation for payment of fees or expenses incurred by consultants retained by any other Party. This Agreement is not intended to disturb existing relationships between the Parties and their respective consultants or interfere with each Party's use of their respective consultants in the future, whether related to the Cachuma Project Permit Proceedings, the Cachuma Project ESA Matters, subsequent litigation or otherwise.

5. SCOPE OF COMB INVOLVEMENT. For purposes of this Agreement, the scope of COMB's support of I.D. No. 1, CCRB and SYRWCD in the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters will be limited in accordance with this paragraph 5. To assist I.D. No. 1, CCRB and SYRWCD in the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, COMB's staff and fisheries consultants (Dr. Timothy Robinson, or such fisheries consultants as COMB may retain) may collect fisheries data, carry out analyses, and prepare reports, as needed, at the request of and in coordination with the staffs of, and consultants retained by, I.D. No. 1, CCRB and SYRWCD including but not limited to Cardno Entrix (Jean

Baldrige), Hanson Environmental (Dr. Charles Hanson), and Stetson Engineers (Ali Shahroody). All fisheries data collected pursuant to this Agreement, and all communications, analyses or reports regarding such data, shall be maintained on a confidential basis by all Parties in accordance with paragraph 13 of this Agreement.

6. COOPERATION. The Parties, with assistance from their respective legal counsel, will cooperate in the development of materials and positions to be presented by I.D. No. 1, CCRB and SYRWCD in the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters. The parties shall mutually develop communication protocols between themselves for purposes of effectuating this Agreement. Each Party shall be responsible for the cost of their respective staffs and consultants.

7. ADMINISTRATION. For the purpose of preserving attorney work-product privileges and other appropriate restrictions on the use of materials that are developed for the work necessary for the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, including any subsequent litigation, Downey Brand, LLP, Best Best & Krieger, LLP, Young Wooldridge, LLP, and Musick, Peeler & Garrett, LLP may share legal advice and opinions regarding the work described in this Agreement.

8. IMPLEMENTATION. The Parties and their respective legal counsel shall all use their best efforts to ensure that the activities outlined in this Agreement are carried out to effectuate the purposes of this Agreement.

9. TERM. This Agreement shall remain in full force and effect when executed by the Parties until withdrawal by COMB, or by any two other Parties in which case this Agreement shall terminate. The Parties shall each have the right to withdraw from this Agreement upon 30 days advance written notice to the other Parties. Upon a Party's withdrawal, this Agreement shall remain in full force and effect as to the other Parties. The Parties' respective obligations to maintain the confidentiality of communications and information, as provided in this Agreement, shall survive a Party's withdrawal from this Agreement and the termination of this Agreement.

10. CONFIDENTIAL STATEMENTS. Pursuant to the provisions of California Evidence Code, Section 1152, and the Federal Rules of Evidence, Rule 408, all offers, statements and commitments prepared or presented during the course of this Agreement shall remain confidential to the Parties to this Agreement and shall not be used against any Party to this Agreement or its member agencies or constituents for any purpose in any administrative or judicial proceeding.

11. CONTINUED USE OF CONSULTANTS. The shared work product and opinions developed during the term of this Agreement by any consultant referenced in this Agreement are developed for the purpose of the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, including any related judicial proceedings, and may be used by I.D. No. 1, CCRB and SYRWCD for those purposes. Any consultant referenced in the Agreement and employed in the preparation, presentation, review and

development of the shared work product and opinions shall not, by reason of that work, be precluded from representation of the Party who has retained that consultant in these same proceedings and matters or in any other on-going or future proceedings that are unrelated. It is the express understanding and agreement of the Parties that each consultant referenced in this Agreement and employed on behalf of one of the Parties for the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, may continue to work as a consultant or an expert witness before any administrative or judicial proceeding involving the Santa Ynez River or otherwise on behalf of the Party that retained them.

12. ACCESS TO INFORMATION. I.D. No. 1, CCRB and SYRWCD shall have access to, and the right to use for purposes of the hearings before the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, any and all information, data, summaries, charts, programs and other materials developed by COMB or jointly developed by the Parties prior to or during the term and pursuant to this Agreement. In the event any third party seeks disclosure of information developed pursuant to this Agreement, the Parties shall cooperate and mutually agree in determining whether, and to what extent, such information shall be disclosed.

13. CONFIDENTIALITY OF COMMUNICATIONS. Each Party agrees to receive and hold in confidence the contents and embodiments of any and all oral or written communications exchanged between or among the Parties and their respective counsel relating to the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, whether or not such communications are otherwise privileged or protected. No Party or its legal counsel shall disclose any such communication to any person or entity that is not either an employee, officer, director, consultant, expert or legal counsel of a Party or legal counsel for a Party who is directly involved in the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters without the written consent of the other Parties and their legal counsel, or without a court order or valid compulsory process compelling such disclosure nor shall any Party or its counsel utilize such joint defense communication for any purpose other than as provided in this Agreement; provided, however, any of the Parties may share such confidential communications with their respective members or other agencies within their jurisdiction provided that such third parties execute a joint defense agreement containing similar provisions as this agreement concerning confidential communications. However, the Parties acknowledge to the extent COMB carries out other activities and projects not subject to this Agreement, information and data derived in conjunction with such efforts may constitute public records subject to disclosure.

14. LIMITATION OF SHARED INFORMATION. Nothing in this Agreement is intended to: (1) limit or prohibit any Party from using or developing for its own use, any information, technical, legal, or other work product, or retaining its own consultants, for the development of information and work product, all of which may be used for any purpose; (2) preclude any Party from communicating confidentially with its own employees, officers, directors, legal counsel, consultants, or experts; (3) require any

Party, or its legal counsel, to share any independently generated privileged or confidential information, communication, documentation, or attorney work product; or, (4) limit or constrain the use by any Party of information that was prepared solely by that Party, its legal counsel or their agents, in a context unrelated to this Agreement, provided the confidentiality provided through this Agreement is preserved.

15. NO ADMISSIONS OR LIMITATIONS ON CONFLICTS. No Party, by entering into, or by complying with its obligations under, this Agreement, waives or releases any of its rights, contentions or positions with respect to the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, except as specifically provided herein, nor shall this Agreement operate or be construed as an admission by any party of any liability or obligation other than those created by this Agreement. Nothing in this Agreement shall be construed to conflict with or otherwise affect the separate and independent representation of each Party by its respective counsel according to what its counsel believes to be in that Party's best interest, nor to create an attorney-client relationship between any Party and any counsel retained by any other Party. Each of the Parties understands that it is represented by its own legal counsel in this matter and although legal counsel representing another Party have a duty to preserve the confidences disclosed to them pursuant to this Agreement, each legal counsel will be acting only as the legal counsel for their respective client and will owe a duty of loyalty only to their client. It is further agreed that no legal counsel who has entered into this Agreement shall be disqualified from examining or cross-examining any Party who testifies in the proceedings related to the Cachuma Project Permit Proceedings and the Cachuma Project ESA Matters, merely because of such legal counsel's participation in or withdrawal from this Agreement.

16. INDEMNIFICATION. I.D. No. 1, CCRB and SYRWCD (collectively "Indemnifying Parties") agree jointly to indemnify, defend and hold harmless COMB and its directors, officers, employees and agents (collectively "Indemnified Parties") from and against all liability, losses, damages, claims and expenses, including without limitation reasonable attorneys' fees, arising from or relating to work performed by COMB or its employees or agents at the request of the Indemnifying Parties which is not covered by insurance maintained by COMB. The scope of this indemnification obligation specifically includes, but is not limited to, any action, lawsuit or proceeding brought against COMB alleging that the information or data generated or maintained by COMB pursuant to paragraph 5 constitutes a disclosable public record pursuant to the California Public Records Act or comparable federal authority and that COMB has refused to release such information or data consistent with its obligations herein. However, the Indemnifying Parties will have no obligations whatsoever under this paragraph 16 to indemnify or hold harmless the Indemnified Parties for any liability, losses, damages, claims or expenses caused by the negligent acts or omissions of the Indemnified Parties. The Indemnifying Parties respective indemnification obligations shall be limited as follows: I.D. No. 1 – 20%, CCRB – 60% and SYRWCD – 20%.

17. ASSIGNABILITY AND SUCCESSION. This Agreement shall not be assignable without the prior written consent of the other Parties, who shall have the

discretion to consent or not to consent to any proposed assignment; provided that the rights and obligations of this Agreement shall automatically inure to any successor in interest to the Parties. Any attempted assignment without the approval of the Parties shall be void and of no force or effect.

18. CONSTRUCTION. The provisions of this Agreement shall be liberally construed to effectuate its purposes. The language of all parts of this Agreement shall be construed simply according to its plain meaning and shall not be construed for or against either Party, as each Party has participated in the drafting of this document and had the opportunity to have their counsel review it.

19. AUTHORITY. The individuals executing this Agreement represent and warrant that they have the authority to enter into this Agreement and to perform all acts required by this Agreement, and that the consent, approval or execution of or by any third party is not required to legally bind either Party to the terms and conditions of this Agreement.

20. ENTIRE AGREEMENT. This Agreement contains the entire understanding and agreement of the Parties, and supersedes all prior agreements and understandings, oral and written, between the Parties. There have been no binding promises, representations, agreements, warranties or undertakings by any of the Parties, either oral or written, of any character or nature, except as stated in this Agreement. This Agreement may be altered, amended or modified only by an instrument in writing, executed by the Parties to this Agreement and by no other means. Each Party waives its future right to claim, contest or assert that this Agreement was modified, canceled, superseded or changed by any oral agreement, course of conduct, waiver or estoppel.

21. COUNTERPARTS. This Agreement may be executed in counterparts, each of which shall be deemed an original (including copies sent to a Party by facsimile transmission or in portable document format (pdf)) as against the Party signing such counterpart, but which together shall constitute one and the same instrument.

22. SEVERABILITY. If any term, provision or covenant of this Agreement shall be or become illegal, null, void or against public policy, or shall be held by any court of competent jurisdiction to be illegal, null, void or against policy, the remaining provisions of this Agreement shall remain in full force and effect, and shall not be affected, impaired or invalidated. The term, provision or covenant that is so invalidated, voided or held to be unenforceable, shall be modified or changed by the Parties to the extent possible to carry out the intentions and directives of this Agreement.

23. RESERVATION OF RIGHTS. The Parties acknowledged that there is a difference of opinion among some of the Parties as to COMB's scope, authorization and authorities for COMB to perform fish activities and projects and related matters. Notwithstanding, by entering into and performing their respective obligations under this Agreement, the Parties expressly reserve and do not waive or release any of their rights, contentions or positions with respect to such matters, nor shall the Parties by entering into

this Agreement or performing hereunder operate or be construed as an admission by any Party or be admissible in any administrative or judicial proceeding for any such purposes.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the date and year first written above.

**SANTA YNEZ RIVER WATER CONSERVATION DISTRICT,
IMPROVEMENT DISTRICT NO. 1**

By _____
Dennis Beebe, President

CACHUMA CONSERVATION RELEASE BOARD

By _____
Lauren Hanson, President

SANTA YNEZ RIVER WATER CONSERVATION DISTRICT

By _____
Jon Picciuolo, President

CACHUMA OPERATION AND MAINTENANCE BOARD

By _____
Lauren Hanson, President

APPROVED AS TO FORM:

Best Best & Krieger, LLP

By _____
Gregory Wilkinson

DRAFT

Downey Brand, LLP

By _____
Kevin M. O'Brien

Young Wooldridge, LLP

By _____
Ernest A. Conant

Musick Peeler & Garrett, LLP

By _____
Anthony Trembley

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

3301 Laurel Canyon Road
Santa Barbara, CA 93105

**Friday, December 9, 2011
10:00 A.M.**

AGENDA

1. COMB Compensation
 - a. Engineer Recruitment
2. Review of Topics of Interest with the County
3. CONSIDER COMB FY 2010 - 2011 AUDIT *(For Review, Discussion, and Development of Recommendations)*
4. 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.]

Operations Report- December 2011

The average flow from Lake Cachuma into the Tecolote Tunnel for November was 59.05 acre-feet per day. The lake elevation was 746.80 at the beginning of the month and 746.14 at the end. The storage change was -2,030 acre-feet. 37.9 Acre-feet of State Water Project water was delivered to South Coast Member Units during the month.

Activities conducted this period include:

- Replaced the man ways on four Air/Vac structures in the lower reach from Cater Water Treatment plant to Sheffield Station. Also upgraded blow off structures in this segment of pipeline during the two day shutdown. Staff also obtained the necessary Caltrans permits to perform the work in Hwy 192. Procured all valves and pipes for both structures upgraded by staff and the contractor. The contractor performed work on one Air/Vac and one Blow Off structure located in Hwy 192.
- Install a new ladder with proper safety cage in the Carpinteria Reservoir valve pit area and also cored a drain in another valve vault that held water at this location. This access ladder was noted by our insurance company to be installed. Staff will procure and install safety cages on the existing ladders next month.
- Stabilized a slope along the access road up to the Glen Annie Turn Out and had a contractor pave the road to improve access for chlorine deliveries to this structure.
- Installed security/safety lights on the front and side of the Board Room Building

Routine monthly operation and maintenance activities conducted during this period included:

- Daily structure maintenance per maintenance program
- Water samples taken at the North Portal Intake Tower
- Fish screens were pulled and cleaned
- Monitored conduit right-of-way and responded to Dig Alert reports
- Read peizometers and underdrains at Glen Anne, Lauro, Ortega, and Carpinteria Dams
- Place rodent bait all traps all facilities
- Meter reads, monthly dam inspections, and venturi meters flushed
- Monitor dam inspections and send report to USBR
- Weekly safety meetings
- Watered oak trees in our mitigation area

- Clean Drainways at Ortega Reservoir and Carpinteria Reservoir
- Install pump at Lauro Debris Basin
- Right-of-Way clearing at Glen Anne Canyon
- SCADA System Repair
- Pesticide Applicators Professional Association (PAPA) Training

CACHUMA OPERATION AND MAINTENANCE BOARD

MEMORANDUM

DATE: December 19, 2011
TO: Board of Directors
FROM: Tim Robinson, Sr. Resource Scientist
Bruce Mowry, General Manager
RE: **November 2011 LOWER SANTA YNEZ RIVER FISHERIES REPORT**

In compliance with the Cachuma Project Biological Opinion (BO) and as described in the Lower Santa Ynez River Fish Management Plan (FMP) and the Monitoring Program in the 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 November 2011 that has been broken out by categories.

Thermograph Network:

All thermographs were deployed at the beginning of June to record water temperatures at all designated locations within the LSYR mainstem and several tributaries. All thermographs were picked up this month in anticipation of the winter and high flow season. The units are downloaded monthly and the results are summarized in the Annual Monitoring Report.

Lake Cachuma Water Quality Profiles:

CPBS conducted their monthly water quality profile (temp and DO) at the intake barge for the Hilton Creek Watering System within Lake Cachuma. The lake turned over on 10/28/11 after a cooling event with wind. This monitoring effort is done from May through November to track water quality and lake stratification to depth.

Tributary Project Updates:

- **Quiota Creek Crossing 2:** This project has been successfully completed. The final paper work and reporting are in process and will be completed shortly. The County, landowners, regulatory agencies and the public are very pleased with the outcome of the project.
- **Quiota Creek Crossing 7:** We are working on getting 100% design approval from NMFS and the County, as well as moving our permit applications forward.
- **Quiota Creek Crossing 1:** Staff will be submitting all permits for this project during December or January. The design level is currently at 90% and these drawings plus technical hydraulic memo will be submitted to NMFS and the County for their review. If successful with both pending grant applications, this project will be constructed in the fall, 2013 (date correction from the last Fisheries Report).
- **El Jaro Creek at Cross Creek Ranch:** The repairs on the two upstream rock weirs were successfully completed on 12/1/11. A final report is in process that will go to the granting (CDFG) and the regulatory agencies, and is expected to be completed by the end of December.

Surcharge Water Accounting:

The following is a table (Table 1) of the amount of Surcharge water used to date from each of the three accounts. 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.

Table 1: Summary of the surcharge water accounting.

Accounts*	Allocation	Amount Used**	Amount Remaining
Units:	(acre-feet)	(acre-feet)	(acre-feet)
Fish Passage	3,200	0	3,200
Adaptive Management	500	0	500
Rearing***	5,242	4,066	1,176
Total:	8,942	4,066	4,876

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

** Values as of 11/30/11

*** This is not an official account and is what remains after subtracting the other two accounts.

Reporting:

The final 2009 Annual Monitoring Report should be completed and delivered to NMFS soon. Progress was made on the 2010 and 2011 Annual Monitoring Report that will be ready for review soon. Staff submitted to NMFS a summary of take from our trapping program since 2001 with the objective of facilitating a needed discussion with NMFS regarding the Incidental Take Statement within the Cachuma Project Biological Opinion. Staff hopes to hold that meeting with NMFS within the next four weeks to give us guidance on how to carry out this year's migrant trapping effort.

Outreach and Training:

The Cachuma Project Biology Staff continued to meet with landowners on Quiota Creek in preparation for constructing fish passage projects this fall and next year.

Consultant Activity Summary (November):

Melinda Fournier Tree Specialist (Melinda Fournier) – Cachuma Lake Oak Tree Restoration Program: monthly field maintenance and nursery operations.

HDR Fisheries Design Center (Mike Garelo) – Design work for Quiota Creek Crossings in preparation for project permitting, regulatory review and grant proposals.

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

Cardno ENTRIX (Jean Baldrige) – BO compliance tasks and support.

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

DECEMBER 2011

LAKE CACHUMA DAILY OPERATIONS

RUN DATE: December 13, 2011

DAY	ELEV	STORAGE		COMPUTED* INFLOW AF.	CCWA INFLOW AF.	PRECIP ON RES. SURF. AF.	RELEASE - AF.				EVAP AF.	PRECIP INCH	PRECIP INCHES	
		ACRE-FEET IN LAKE	CHANGE				TUNNEL	HILTON CREEK	OUTLET	SPILLWAY				
1	746.14	175,472												
1	746.09	175,329	-143	-75.5	5.1	.0	37.2	11.9	.0	.0	23.5	.150	.00	
2	746.08	175,301	-28	42.6	0.0	.0	41.1	11.3	.0	.0	18.2	.116	.00	
3	746.04	175,186	-115	-42.2	0.0	.0	47.3	12.0	.0	.0	13.5	.086	.00	
4	746.03	175,158	-28	41.4	0.0	.0	42.1	12.1	.0	.0	15.2	.097	.00	
5	745.99	175,044	-114	-47.0	0.0	.0	39.0	11.1	.0	.0	16.9	.108	.00	
6	745.97	174,987	-57	25.9	0.0	.0	58.9	13.0	.0	.0	11.0	.070	.00	
7	745.94	174,902	-85	-1.5	0.0	.0	65.1	12.0	.0	.0	6.4	.041	.00	
8	745.91	174,817	-85	9.0	0.0	.0	65.4	12.0	.0	.0	16.6	.106	.00	
9	745.86	174,675	-142	-63.5	0.0	.0	63.2	12.0	.0	.0	3.3	.021	.00	
10	745.84	174,618	-57	38.1	0.0	.0	72.5	12.0	.0	.0	10.6	.068	.00	
11	745.81	174,533	-85	19.5	0.0	.0	81.1	12.0	.0	.0	11.4	.073	.00	
12	745.79	174,477	-56	-8.2	0.0	33.2	65.7	12.0	.0	.0	3.3	.021	.14	
13	745.78	174,448	-29	-3.9	0.0	28.4	38.8	11.9	.0	.0	2.8	.018	.12	
TOTAL (AF)			-1,024	-65.3	5.1	61.6	717.4	155.3	.0	.0	152.7	.975	.26	
(AVG)		174,883												

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.



Santa Barbara County Parks Department
Cachuma Lake Recreation Area

Summary of Aquatic Invasive Species Vessel Inspection Program
and Early Detection Monitoring Program: November 2011

Santa Barbara County Parks -- Cachuma Lake Boat Launch Data -- November 2011		
Inspection Data		
Total Vessels entering Park	546	
Total Vessels launched	544	
Total Vessels Quarantined	2	0%
Returning with Boat Launch Tag	351	65%
Arriving new: Inspected, washed	90	17%
Kayak/Canoe: Inspected	100	18%
Paddle Board: Inspected	3	
4-stroke engines	174	32%
2-strokes, w/CARB star ratings	104	19%
2-strokes, NO emissions ratings	163	30%

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 November 30, 2011,

Quarantine Data		
Total Vessels Quarantined	2	
Quarantined 7 days	0	
Quarantined 14 days	2	

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	1	
Out-of-state	1	
Unspecified	0	

Demographic Data		
Quarantined from infected county	0	
Quarantined from SB County	1	

CACHUMA LAKE QUAGGA SURVEY:

Summary: No Dreissenid mussels were detected
 Inspection site: Cachuma Lake Marina, Santa Barbara County, California
 Inspection Date and Time : 2011.11.16; 1000– 1330 PDT
 Method: 14 PVC/Cement/Plastic Mesh Sampling Stations; 394 linear feet of line
 Surveyors: Liz Gaspar (SB County Parks), Heather Lahr (Sea Grant); Ben Miller & Kylan Tyny, Dunn Middle School Interns
 Lake Elevation: 746.36 from maximum of 753 feet

Zebra/Quagga Surface Survey Data

(Use Pencil Only)

Waterbody Cachuma Lake Reservoir

Date 11 / 16 / 11

Location 2225 Hwy 154, Santa Barbara County, SB County Parks

Crew L.Gaspar, HLahr, BMillar, KTynty

GPS 34.578333/119.956389

(Decimal Degrees, WSG 84)

Secchi Depth Various

Wave Chop no

Linear Feet of:

Boat Ramp Bottom
(100ft at marina, 200ft at ramp only)

Shoreline
(100ft at marina, 200ft at ramp only)

Dock (200 ft)

Concrete Structures (100 ft)

Mooring Line (200 ft)

Logs/Woody Debris (100 ft)

Anchor/Dock Cable (100 ft) 394

Other See notes

% of Dock/Marina/Boat Ramp Searched NA

Zebra/Quagga Mussels Present? Y / N

Specimens Collected? Y / N

Exact GPS Location
(if isolated occurrences):

Mussel Density (# of mussels):

Method
(circle one):

1

Ruler / Petri

Ruler Length (if < 12 inches)

Substrate Type

2

Ruler / Petri

Ruler Length (if < 12 inches)

Substrate Type

3

Ruler / Petri

Ruler Length (if < 12 inches)

Substrate Type

Corbicula Clams Present? Y / N NO

Snails Present? Y / N YES

Other Mussel/Clam Species Present? Y / N NO

Specimens Collected? Y / N NO

ITEM # 116

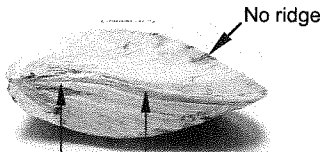
PAGE 2

Quagga Mussel

Dreissena rostriformis bugensis



- Shell: D-shaped and triangular; thin, fragile; smooth or shallowly ridged; solid light to dark brown or dark concentric rings; paler near hinge
- Attaches to hard and soft surfaces



Byssal groove

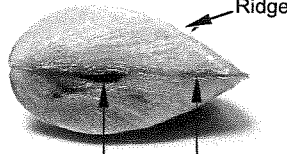
No ridge
Asymmetrical; curved midventral line; shells do not join together tightly

Zebra Mussel

Dreissena polymorpha



- Shell: D-shaped and triangular; thin, fragile; smooth or shallowly ridged; solid light to dark brown or striped
- Attaches to hard surfaces

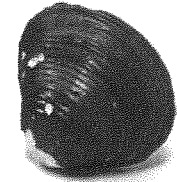


Byssal groove

Ridge
Bilaterally symmetrical; join together in a midventral line

Asian Clam

Corbicula fluminea



- Shell: fan-shaped and symmetrical; thick, hard; deep ridges; solid light to dark brown; may have a white patch near hinge
- Burrows into sand or mud; never attaches to structures
- Dead shells often found along shoreline

Map of sampling location:

Place empty circles (○) in areas that were surveyed but no mussels were found. Place circles with plus sign (⊕) where mussels were found, and number 1, 2, or 3 to correspond to GPS coordinates.

Please see attached docs: Quagga Survey Stations 2011.11.16 & Quagga Survey Map 2011

Did weather conditions negatively affect sampling conditions? Y / N

Comments Inspected in Cachuma Lake marina: 14 sampling stations @ 12 or .5 meters, and 120 meters of rope. See attached files of sampling station details and locations as noted above.





SANTA BARBARA COUNTY PARKS DEPARTMENT
 610 Mission Canyon Road
 Santa Barbara, CA 93105-2911
 (805) 568-2461 • FAX (805) 568-2459
 www.sbparcs.org

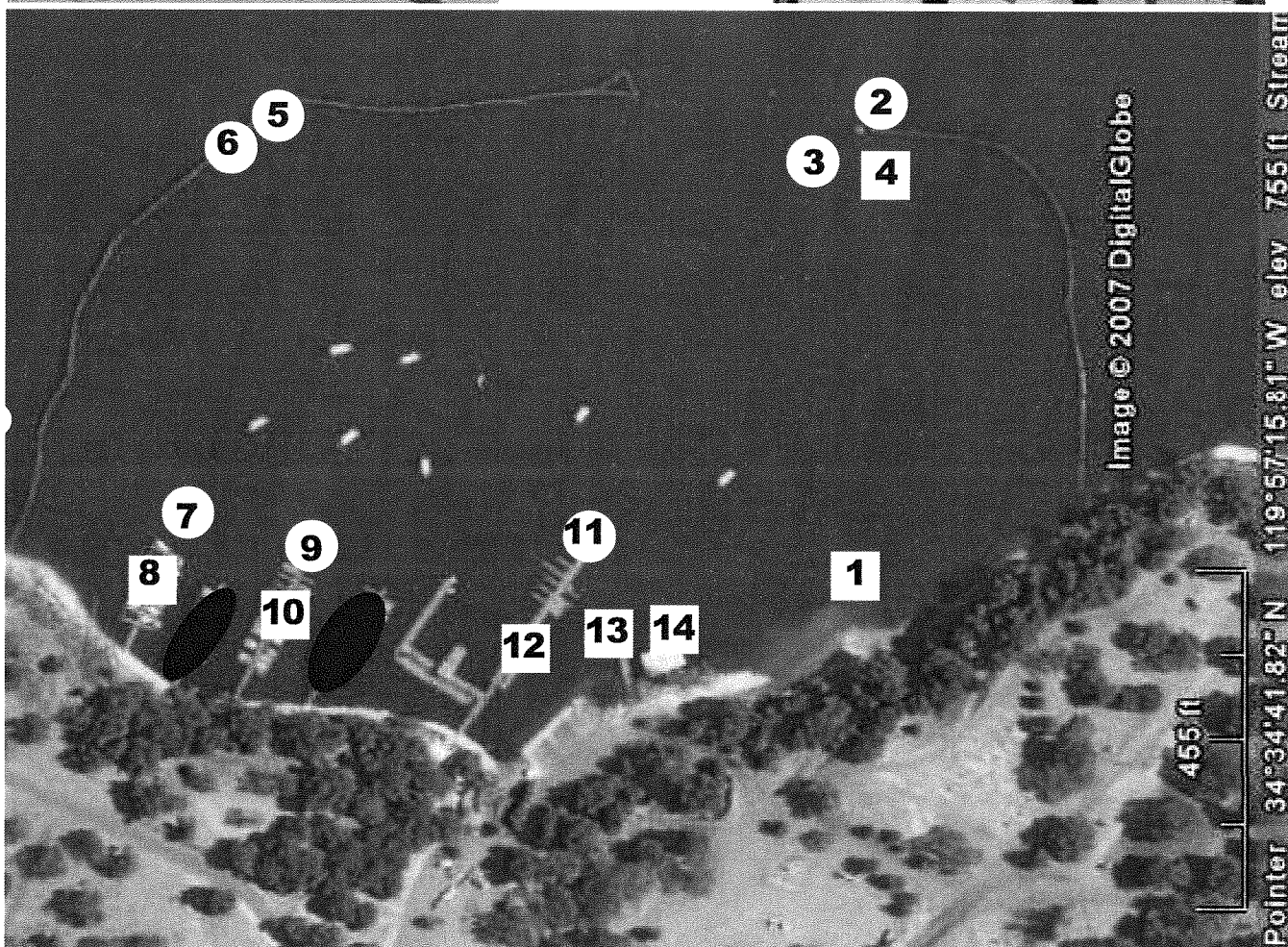
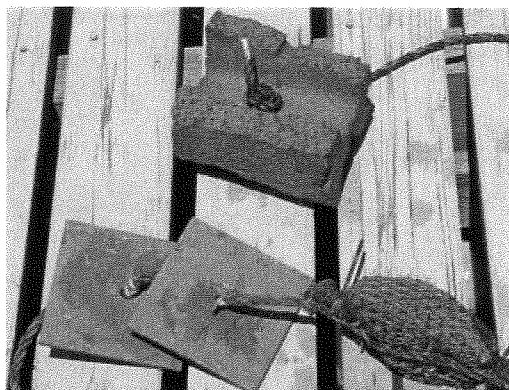
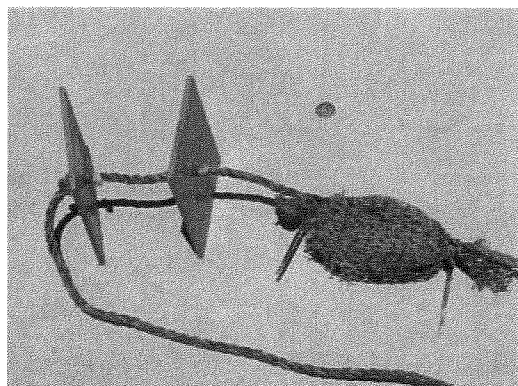


Cachuma Lake Marina Monthly Quagga Survey Map: Sampling stations and lines, docks, boat ramp, boathouse, logs

Fourteen survey station locations, as of May 2010

 = 4 meter long HORIZONTAL survey line with PVC plates and Tuffies @ .5 m depth

 = 12 meter VERTICAL survey line with PVC plates & Tuffies @ 6 m, and cement block @ 12 m depth



Cachuma Lake Marina Monthly Quagga Survey: Sampling Station Details

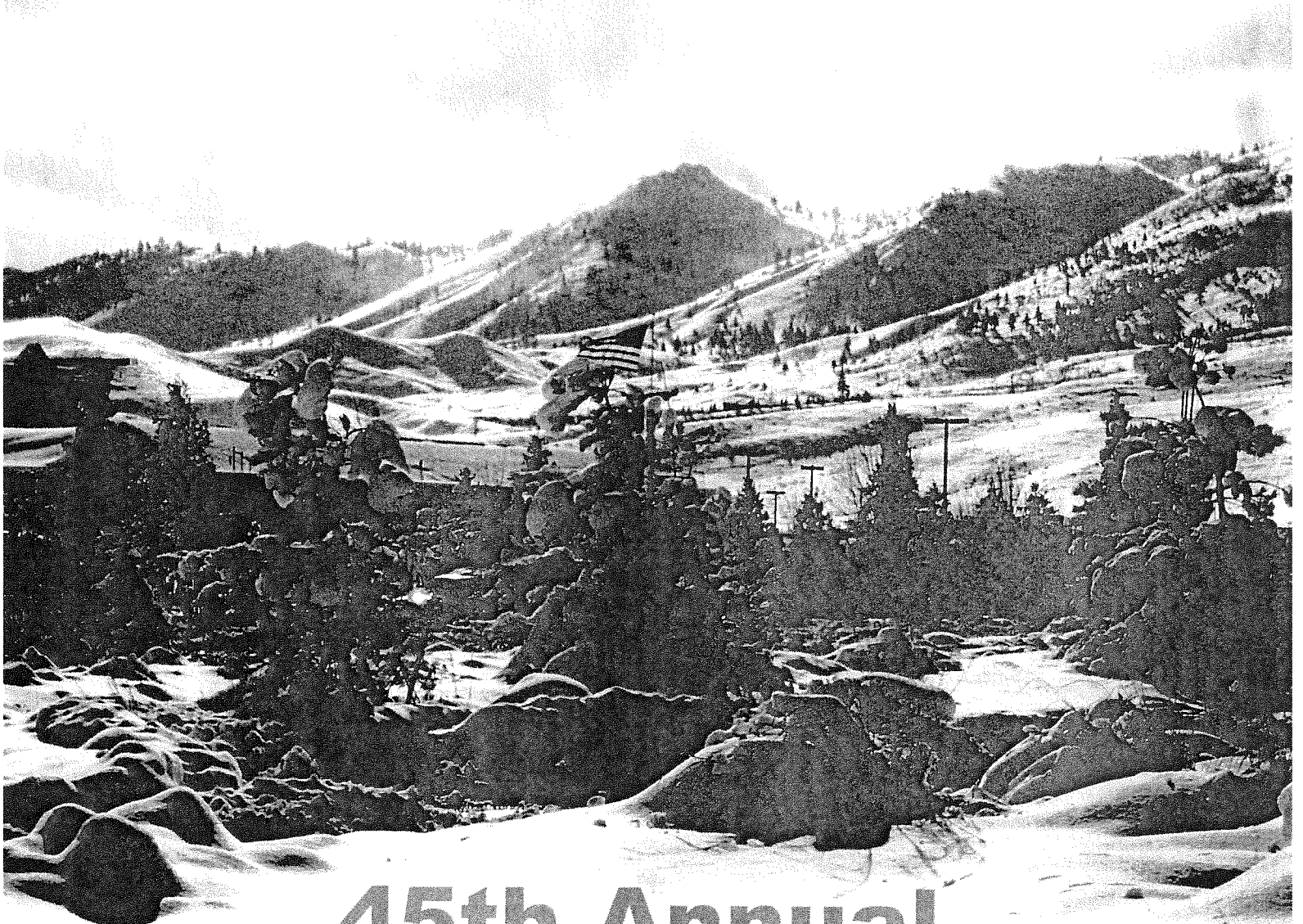
Inspection Date: 2011.11.16
 Inspection Time: 1000 - 1300
 Lake Elevation from max 753 feet: 746.36

Surveyors: Liz Gaspar, SB County Parks; Heather Lahr, Sea Grant; Dunn Middle School Interns Ben Miller & Kylan Tyny

Station #	Location/Description	Stn Type	Lake Depth Meters	Anchor/Line Depth Meters	Tuff/Plate Depth Meters	Secchi Depth & Temp Deg F @ 3 Meters	NOTES: Tuffies were not collected, which will be standard practice in winter months. Data loggers recording temperature and light data were not changed this month.	Mussels?	Stn #
Station 1	Boathouse, left middle ramp	Horizontal: 4 m line, 1 tuffy, 1 plate set	8'	.5 m	.5 m	3.1m 63 F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Amphipod, bryozoan PLATES: Amphipod, bryozoan, physella snail	No	Stn 1
Station 2	Logboom platform at entrance, south east corner.	Vertical: Anchor, Tuffy, plates	30'	12 m	6 m	3.15m 62F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 DID NOT Download temp/light data from 3 loggers at 10', 20', 30' Organisms: LINE: bryozoan PLATES: Amphipod BLOCK: Bryozoan	No	Stn 2
Station 3	Logboom platform at entrance, north west corner	Vertical: Anchor, Tuffy, plate set	125'	12 m	6 m	3.15m 62F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 Organisms: LINE: Algae, bryozoan PLATES: Amphipod, bryozoan BLOCK: Bryozoan	No	Stn 3
Station 4	Logboom platform at entrance, under platform.	Horizontal: 4 m line, 1 tuffy, 1 plate set	125'	.5 m	.5 m	3.15m 62F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Algae, bryozoan PLATES: Amphipod, algae, bryozoan	No	Stn 4
Station 5	N logboom, 13th log from S end, attached to chain at middle	Vertical: Anchor, 1 Tuffy, 1 plate set	125'	12 m	6 m	3.3m 62F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 Organisms: LINE: Algae, bryozoan PLATES: Algae, amphipod BLOCK: Bryozoan	No	Stn 5
Station 6	N logboom, 14th log from S end, attached to chain on NE side, west end.	Vertical: Anchor, 1 Tuffy, 1 plate set	127'	12 m	6 m	3.2m 62F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 Organisms: LINE: Algae, bryozoan, midge PLATES: Bryozoan BLOCK: Bryozoan	No	Stn 6

Station #	Location/Description	Stn Type	Lake Depth Meters	Anchor/Line Depth Meters	Tuff/Plate set Depth Meters	Secchi Depth & Temp Deg F @ 3 Meters	NOTES:	Mussel 5?	Stn #
Station 7	Far N dock at E end; S side; 14th slip from shore	Vertical: Anchor, 1 Tuffy, 1 plate set	47'	12 m	6 m	2.8m 62F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 DID NOT Download temp/light data from 3 loggers at 10', 20', 30' Organisms: LINE: Algae, bryozoan, opaque jelly egg mass (OEM) PLATES: Algae, amphipod BLOCK: Sponge	No	Stn 7
Station 8	Far N dock at middle @ slip 10/12	Horizontal: 4 m line, 1 tuffy, 1 plate set	43'	.5 m	.5 m	3.1m 63F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Algae, bryozoan PLATES: Amphipod, bryozoan, physella snail	No	Stn 8
Station 9	Middle dock at E end	Vertical: Anchor, 1 Tuffy, 1 plate set		12 m	6 m	3.3m 62F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 Organisms: LINE: Bryozoan PLATES: Amphipod BLOCK: Amphipod, midge	No	Stn 9
Station 10	Middle dock at W end; slip 11 & 40	Horizontal: 4 m line, 1 tuffy, 1 plate set	43'	.5 m	.5 m	3m 63F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Algae, amphipod, bryozoan PLATES: Amphipod, bryozoan, midge, OEM	No	Stn 10
Station 11	Fuel Dock @ far E end	Vertical: Anchor, 1 Tuffy, 1 plate set	45'	12 m	6 m	3.3m 63F	Line, knots, Tuffies, plate sets, block checked. Samples: 0 Organisms: LINE: Bryozoan PLATES: Amphipod BLOCK: Amphipod	No	Stn 11
Station 12	Fuel Dock W end strung diagonally under gas pump platform	Horizontal: 4 m line, 3 tuffy, 3 plate set	34'	.5 m	.5 m	2.8m 62F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Amphipod, bryozoan, aquatic plant seedling PLATES: Amphipod, bryozoan, midge, aquatic plant seedling	No	Stn 12
Station 13	North Launch Dock E end	Horizontal: 4 m line, 1 tuffy, 1 plate set	10'	.5 m	.5 m	3.1m 62F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Algae, bryozoan PLATES: Algae, amphipod, physella snail	No	Stn 13
Station 14	South Launch Dock E end	Horizontal: 4 m line, 1 tuffy, 1 plate set	10'	2 m	.5 m	3.2m 62F	Line, knots, Tuffies, plate sets checked. Samples: 0 Organisms: LINE: Algae, bryozoan PLATES: Amphipod, midge, physella snail	No	Stn 14

WATER USERS CONFERENCE



45th Annual

January 25-27, 2012

Reno, Nevada

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2012 MID PACIFIC REGION WATER USERS CONFERENCE SCHEDULE AT A GLANCE

WEDNESDAY, JAN. 25

- 7:30am-6:00pm **REGISTRATION**
- 8:00am **CONTINENTAL BREAKFAST**
- 8:30am-12:00pm **CALL TO ORDER and GENERAL SESSION**
Welcome Address *Chris Dahlstrom, WUC Planning Committee Chair*

Bureau of Reclamation Regional Director Address *Don Glaser, Bureau of Reclamation*

BR Area Managers' Roundtable *Panel Discussion*
- 12:15pm-1:30pm **LUNCHEON**
Special Guest *Commissioner Michael Connor, U.S. Bureau of Reclamation (invited)*

MP Regional Directors Water Conservation Award *Presented by Don Glaser, Bureau of Reclamation*
- 1:45pm-3:00pm **GENERAL SESSION**
Keynote Address *U.S. District Court Judge Oliver W. Wanger (Ret.)*
- 5:30pm-7:30pm **EXHIBITOR RECEPTION & SLOTS TOURNAMENT**
Cocktails, Hors D'oeuvres, Visits with Exhibitors and our Famous Slots Tournament!

THURSDAY, JAN. 26

- 8:00am-9:10am **BREAKFAST**
Congressional/Washington Report *Dan Keppen, Family Farm Alliance*

F. Gordon Johnston Award
- 9:20am-12:15pm **GENERAL SESSION**
Trading Off: The Social, Political and Ecological Effects of Dam Removal *Panel Discussion*

Delta Issues/Federal District Circuit Court Decisions *Panel Discussion*
- 12:30pm-1:30pm **LUNCHEON**
Newlands Project Report *Rusty Jardina, Truckee-Carson Irrigation District*

Cachuma Report *Chris Dahlstrom, Santa Ynez River Water Conservation District ID #1*
- 1:45pm-3:00pm **GENERAL SESSION**
Klamath Report *Greg Addington, Klamath Water Users Association*

Special Guest *John Tubbs, Deputy Assistant Secretary for Water & Science, U.S. Department of Interior (invited)*
- 6:00pm-9:00pm **"Wii WANT YOU" AT THE BUBINGA LOUNGE**
Dinner, Cocktails, Live Entertainment, and a Wii Games Tournament you'll never forget, all in the ultra chic BuBinga Lounge at the Eldorado. See next page for info.

FRIDAY, JAN. 27

- 8:30am-11:30am **BREAKFAST**
Communicating with People: Talking, Texting and Tweeting *Panel led by Mike Wade, California Farm Water Coalition*

2011 Water Supply Outlook *Paul Fujitani, Bureau of Reclamation*

Closing Comments and Cash Raffle *Chris Dahlstrom, WUC Planning Committee Chair*

THE CONFERENCE

The Mid-Pacific Region Water Users Conference is an annual conference attended by Managers, Directors, O&M Personnel, Consultants, and Government Agency Representatives from districts served by the United States Bureau of Reclamation facilities in California, Nevada, and Oregon.



KEYNOTE SPEAKER:

JUDGE OLIVER W. WANGER (ret.)

We are honored to have newly retired U.S. District Court Judge Oliver Wanger as the 2012 Keynote Speaker at the conference. Retired from the bench on September 30, Wanger is now a member of Wanger Jones Helsley PC in Fresno. As a judge, Wanger heard and ruled on some of the most complex and high profile cases in California involving water and environmental issues. Judge Wanger will share his unique first hand perspective on California water law, politics and regulations.

OPTIONAL ACTIVITIES

USBR PRIVATE MEETINGS

The U.S. Bureau of Reclamation Management Team and Water Conservation Staff will be available for private meetings during the conference. To arrange meetings in advance, please contact the following:

- U.S.B.R. Management: contact Francia Morales at (916)978-5000 or fmorales@usbr.gov
- U.S.B.R. Water Conservation: contact Melissa Crandell at (916)978-5208 or mcrandell@usbr.gov

THURSDAY NIGHT: Wii WANT YOU!

Join us, wii dare ya, as we take over the ultra chic BuBinga Lounge in the Eldorado for an evening of food, drink, live entertainment and Wii sports.

Never played Wii? It's easy to learn and the Wii puts you and Mii in the game! Try your hand at several game stations like bowling, golf and baseball. Not a gamer? That's OK, every sporting tournament needs a gallery — Wiit-ness the thrill of victory and the agony of defeat as you enjoy great food, hosted cocktails and outstanding live entertainment.

At the end of the evening, someone will be singing "Wii Are The Champions!" as three lucky Wii-ners will take home their very own Wii game system. Will Wii see you there? Wii hope so!

SLOTS TOURNAMENT

Feeling lucky?? Back by popular demand, try your hand at our exclusive slots tournament during the Exhibitors Reception on Wednesday evening. Play as often as you like or just watch the excitement from the sidelines. \$20 cash buy-in per person per play payable at the tournament. All cash taken in will be paid out! Pre-registration is not required.

HOTEL INFORMATION & RESERVATIONS

*The 2012 Mid Pacific Region Water Users Conference will be held at the Eldorado Hotel & Casino in Reno, Nevada. The special room rate is \$59.99 per night plus applicable taxes. Make reservations directly with the hotel by calling (800)648-5966. Please mention the Water Users Conference and/or group code **JH2012** to ensure the group rate. **MAKE YOUR RESERVATIONS EARLY!!!! THE DEADLINE FOR HOTEL RESERVATIONS AT THE SPECIAL RATE IS JANUARY 6, 2012 OR UNTIL OUR ROOM BLOCK IS FILLED.** After the January 6th deadline, rooms will likely NOT be available and/or may be at a higher rate.*

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CONFERENCE DEADLINES

- *The Eldorado Hotel room reservation deadline is January 6, 2012 or until our block fills. **MAKE YOUR RESERVATIONS EARLY!***
- *Conference pre-registration deadline is January 13, 2012.*

CANCELLATIONS

- *Conference registrations cancelled by January 13, 2012, will be refunded in full. There will be no refunds for registrations cancelled after January 13.*
- *Eldorado Hotel room reservation cancellations must be made directly with the hotel and received prior to 24 hours of your scheduled arrival to avoid a cancellation penalty.*

EXHIBITOR INFORMATION

The Exhibitor Reception will be held Wednesday evening, January 25. For details, please refer to the enclosed Exhibitor Information and Application. If you have questions, please call us at 916/448-1638 or email JTownsend@cgfa.org.

SPONSORSHIP INFORMATION

A limited number of sponsorship opportunities are available. Please refer to the enclosed sponsorship opportunities menu.

QUESTIONS

Please contact us by mail at Mid Pacific Region Water Users Conference, 1521 I Street, Sacramento, CA 95814, by email (JTownsend@cgfa.org), by phone at (916)448-1638, or by fax at (916)446-1063.

CONFERENCE COMMITTEE

*Chair: Chris Dahlstrom, Santa Ynez River Water Conservation District ID #1
Larry Bauman, CVP Water Association
Jeff Bryant, Firebaugh Canal Water District
Richard Harriman, Truckee Carson Irrigation District
Lynn Hurley, Santa Clara Valley Water District
Dan Keppen, Family Farm Alliance
Bill Luce, Friant Water Authority
Cynthia Peterson, Dunnigan Water District
Richard Stevenson, U.S. Bureau of Reclamation
Jane Townsend, MPR WUC Meeting Coordinator*

COVER PHOTOGRAPH

Sincere thanks to Mr. Steven James of Massachusetts for allowing us to use his photograph on our cover — Fresh Snow In The Sierras. To see more of Mr. James' photos, visit <http://www.panoramio.com/user/1143674>.

Memorandum

TO: COMB Board of Directors

FROM: Bruce Mowry
General Manager

SUBJECT: COMB Regular Board Meeting Dates/Board Packet Information Deadline

The following are the scheduled Board meeting dates for calendar year 2012:

Board Meeting Date	Day	Board Packet Information Deadline
January 23	4 th Monday	Monday, January 16
February 27	4 th Monday	Monday, February 20
March 26	4 th Monday	Monday, March 19
April 23	4 th Monday	Monday, April 16
May 21	3 rd Monday*	Monday, May 14
June 25	4 th Monday	Monday, June 18
July 23	4 th Monday	Monday, July 16
August 27	4 th Monday	Monday, August 20
September 24	4 th Monday	Monday, September 17
October 22	4 th Monday	Monday, October 15
November 19	3 rd Monday*	Monday, November 12
December 17	3 rd Monday*	Monday, December 10

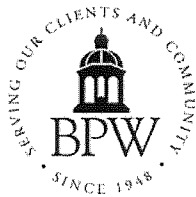
*May meeting is on the 3rd Monday, due to the Memorial Day Holiday
 *November meeting is on the 3rd Monday, due to the Thanksgiving Holiday
 * December meeting is on the 3rd Monday, due to the Christmas Holiday

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CACHUMA OPERATION AND MAINTENANCE BOARD

FINANCIAL STATEMENTS

June 30, 2011 and 2010



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

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CACHUMA OPERATION AND MAINTENANCE BOARD

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Supplemental Information:	
Supplemental Schedule of Operation and Maintenance, General and Administrative and Other Maintenance Expense	31 - 32

December 8, 2011

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, 2011 and 2010 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, 2011 and 2010, 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.

Management's discussion and analysis on pages 3 through 9 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. This supplementary information is the responsibility of COMB's management. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit such information and we do not express an opinion on it.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The additional information included in the supplemental schedule on page 31 - 32 is presented for the purpose of additional analysis and is not a

required part of the basic financial statements. This additional information is the responsibility of COMB's management. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole.

CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS

FISCAL YEAR ENDED JUNE 30, 2011

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, 2011. 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 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 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 CCRB the implementation of the Santa Ynez River Fisheries Program as required by the 2000 Biological Opinion.

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

Summary of Organization and Business (Continued)

COMB currently has a staff of 14 full time employees. Of these, four 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	<u>100.00%</u>	<u>7 votes</u>

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, Laura, Ortega and Carpinteria). During the fiscal year ended June 30, 2011, COMB conducted and/or completed a number of special studies and projects using revenue provided by these assessments. These included SCC improvement plans and life expectancy studies; 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.

**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, 2011	June 30, 2010	Dollars	Percent
Current Assets	\$ 606,986	\$ 1,114,829	\$ (507,843)	-45.6%
Restricted Assets	129,171	124,448	4,723	3.8%
Property, Plant & Equipment	234,542	222,012	12,530	5.6%
Other Assets	6,549,770	6,588,918	(39,148)	-0.6%
Total Assets	\$ 7,520,469	\$ 8,050,207	\$ (529,738)	-6.6%
Current Liabilities	\$ 640,326	\$ 829,612	\$ (189,286)	-22.8%
Long-Term Liabilities	6,739,338	6,685,031	54,307	0.8%
Total Liabilities	7,379,664	7,514,643	(134,979)	-1.8%
Net Assets				
Invested in Capital Assets	234,542	222,012	12,530	5.6%
Unrestricted	(93,737)	313,552	(407,289)	-129.9%
Total Liabilities & Net Assets	\$ 7,520,469	\$ 8,050,207	\$ (529,738)	-6.6%

Statement of Net Assets Analysis

Total assets as of June 30, 2011 are 6.5% less than the June 30, 2010 amount. The changes are noted below.

- Current assets are considerably less than the prior year attributable to a decreased amount of cash in LAIF at year end due to the distribution of unexpended funds from the prior year in the amount of \$313,552 and recognizing deferred revenue of \$171,000 related to the SCC Improvement and Erosion Restoration projects.
- Restricted assets are essentially the same as the prior year.
- The value of property, plant and equipment is slightly more than the previous year amount due to the absorption of the fisheries division assets and associated accumulated depreciation during the second half of the fiscal year.

CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS

Statement of Net Assets Analysis (Continued)

- Current liabilities are less than the prior year amount primarily due to a net decrease in accrued vacation/sick liabilities associated with three employee retirements and transfer of accrued vacation balances from CCRB associated fishery projects and a decrease in the amount of deferred revenue balance at year end.
- Long term liabilities are, in general, about the same as the previous year due to an increase in Other Post Retirement Benefit obligations as outlined in Note 11 and a decrease in SOD Act repayment amounts as outlined in Note 6.
- Unrestricted net assets are considerably lower than the previous year due to the distribution of unexpected funds from the prior year in the amount of \$313,552 and a net loss for the year end June 30, 2011.

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, 2011	June 30, 2010	Dollars	Percent
Operating Revenues (Expenses):				
Operating Revenues	\$ 2,776,114	\$ 1,848,680	\$ 927,434	50.2%
Operating Expenses, excluding Depreciation Expense	(2,666,332)	(2,037,924)	(628,408)	30.8%
Depreciation	(89,659)	(84,267)	(5,392)	6.4%
Operating Income (Deficit)	20,123	(273,511)	293,634	-107.4%
Non-operating Revenues	18,065	6,608	11,457	173.4%
Non-operating Expenses	(119,395)	(210,597)	91,202	-43.3%
Change in Net Assets	\$ (81,207)	\$ (477,500)	\$ 396,293	-83.0%

Statement Analysis

- Operating revenues as of June 30, 2011 show a significant increase partially due to an increased budget as compared to the prior year and partially due to the absorption of the fisheries activities effective January 1, 2011.

CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS

Statement Analysis (Continued)

- Operating expenses, excluding depreciation and amortization expense are about 29% greater than the prior year amount due primarily to the absorption of the fisheries activities effective January 1, 2011.
- Non-operating revenues were greater compared with the prior fiscal year primarily due to the entries related to the absorption of the fisheries activities effective January 1, 2011.
- Non-operating expenses were considerably lower compared to the prior year primarily due to the recording of accrued interest expense related to the SOD Act contract payable during the prior fiscal year.

Capital Assets

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

	Capital Assets		Variance	
	Year Ended		Dollars	Percent
	June 30, 2011	June 30, 2010		
Vehicles	\$ 412,962	\$ 338,974	\$ 73,988	21.8%
Office Furniture and Equipment	346,249	237,870	108,379	45.6%
Field Equipment	447,613	377,491	70,122	18.6%
Mobile Offices Used for Facilities	97,803	97,803	-	0.0%
Resurfacing	22,350	22,350	-	0.0%
Total Capital Assets	1,326,977	1,074,488	252,489	23.5%
Accumulated Depreciation	(1,092,435)	(852,476)	(239,959)	28.1%
Net Capital Assets	\$ 234,542	\$ 222,012	\$ 12,530	5.6%

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)

CACHUMA OPERATION AND MAINTENANCE BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS

Debt Administration (Continued)

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 based on the Member Units' Cachuma Project entitlement percentages.

Work activities related to the completion of the Bradbury SOD Act rehabilitation produced additional costs which increased the cost of the project by approximately \$3.045 million as of June 30, 2011. Fifteen percent of that total equals approximately \$456,831 which has been reflected in the long term liability obligation.

The funds expended by Reclamation through June 30, 2011 regarding the Laura Dam rehabilitation project as identified in the Re-Payment Schedule for this project approximate \$5,974,937. The fifteen percent obligation plus interest during construction equates to approximately \$912,038 for the Laura SOD Act repayment debt which appears in the long term liability account.

Work activities related to the completion of the Laura Dam SOD Act rehabilitation produced additional costs which increased the cost of the project by \$740,502 as of June 30, 2011. Fifteen percent of that total equals approximately \$111,076 which has been reflected in the long term liability obligation.

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF NET ASSETS
June 30, 2011 and 2010

<u>ASSETS</u>		
	<u>2011</u>	<u>2010</u>
Current Assets		
Cash (Note 3)	\$ 266,105	\$ 363,220
Investments (Note 3)	54,786	580,089
Receivable from related entity (Note 12)	47,072	66,825
Receivable from member units	141,151	-
Interest Receivable	64	1,289
Prepaid insurance	12,861	15,422
Deposits	6,529	6,529
Current portion of SOD Act assessments receivable (Note 5)	78,418	81,455
Total current assets	<u>606,986</u>	<u>1,114,829</u>
Restricted Cash (Note 4)	<u>129,171</u>	<u>124,448</u>
Capital Assets (Note 7)		
Vehicles	412,962	338,974
Office furniture and equipment	346,249	237,870
Field equipment	447,613	377,491
Mobile offices used for facilities	97,803	97,803
Resurfacing	22,350	22,350
Subtotal	1,326,977	1,074,488
Less: accumulated depreciation	<u>(1,092,435)</u>	<u>(852,476)</u>
Capital assets, net	<u>234,542</u>	<u>222,012</u>
Other Assets		
Long-term assessments receivable SOD Act (Note 5)	<u>6,549,770</u>	<u>6,588,918</u>
Total other assets	<u>6,549,770</u>	<u>6,588,918</u>
Total assets	<u>\$ 7,520,469</u>	<u>\$ 8,050,207</u>

See accompanying notes

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF NET ASSETS
June 30, 2011 and 2010

LIABILITIES AND NET ASSETS

	2011	2010
Current Liabilities		
Accounts payable	\$ 294,487	\$ 260,898
Accrued vacation and sick leave benefits	51,242	104,583
Payable to related entity (Note 4)	129,171	124,448
Accrued interest	87,008	87,008
Deferred revenue	-	171,220
Current portion of SOD Act contract payable (Note 5)	78,418	81,455
Total current liabilities	640,326	829,612
Long-Term Liabilities		
Net Other Post Employment Benefit obligation	189,568	96,113
SOD Act contract payable, net of current portion (Note 5)	6,549,770	6,588,918
Total long-term liabilities	6,739,338	6,685,031
Total liabilities	\$ 7,379,664	\$ 7,514,643
Commitments and Contingencies (Note 14)		
Net Assets		
Invested in capital assets, net of related debt	\$ 234,542	\$ 222,012
Unrestricted:		
Accumulated deficit	(93,737)	
Designated to be constructively returned	-	313,552
Total net assets	\$ 140,805	\$ 535,564

See accompanying notes

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
For the Years Ended June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Operating Revenues		
Operating assessments from member agencies	\$ 2,695,309	\$ 1,839,866
Warren Act Fund	7,231	-
Cachuma Project Betterment Fund	73,000	-
Other revenues	574	8,814
Total operating revenues	<u>2,776,114</u>	<u>1,848,680</u>
Operating Expenses		
Operation and maintenance division:		
Operation and maintenance	979,055	794,084
General and administrative	708,353	683,490
Other maintenance	442,122	476,097
Fisheries division:		
Operation and maintenance	236,580	-
General and administrative	72,826	-
Fishery related projects	180,439	-
Jesusita Fire damage, net of insurance proceeds of \$312,035 in 2010	46,957	84,253
Depreciation	89,659	84,267
Total operating expenses	<u>2,755,991</u>	<u>2,122,191</u>
Net Operating Gain (Loss)	<u>20,123</u>	<u>(273,511)</u>
Non-Operating Revenues (Expenses)		
Interest income	1,649	6,608
Gain related to transfer from related entity (Note 13)	16,416	-
Interest expense	(119,395)	(210,597)
Total non-operating expenses	<u>(101,330)</u>	<u>(203,989)</u>
Change in Net Assets	(81,207)	(477,500)
Total Net Assets, Beginning of Year	<u>535,564</u>	<u>1,013,064</u>
Amount constructively returned to members	(313,552)	-
Total Net Assets, End of Year	<u>\$ 140,805</u>	<u>\$ 535,564</u>

See accompanying notes

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
<u>Cash Flows from Operating Activities</u>		
Cash received from member agencies	\$ 1,889,019	\$ 2,080,491
Cash received from other sources	574	8,814
Cash received for insurance reimbursement	-	312,035
Cash received from related entity	253,701	-
Cash payments to suppliers for operations	(1,376,698)	(1,627,039)
Cash payments to employees	(1,140,294)	(609,153)
Net cash provided (used) by operating activities	<u>(373,698)</u>	<u>165,148</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Increase (decrease) in restricted assets	4,723	(65,050)
(Increase) decrease in deposits held for related entity	(4,723)	65,050
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	(57,979)	(29,010)
Interest payments on SOD Act contract payable	(119,395)	(115,503)
Principle payments on SOD Act contract payable	(74,220)	(77,491)
Net cash flows used by capital and related financing activities	<u>(251,594)</u>	<u>(222,004)</u>
<u>Cash Flows From Investing Activities</u>		
Interest received	2,874	7,635
Purchase of investments	(452,697)	(1,702,414)
Proceeds from redemptions of investments	978,000	1,552,000
Net cash flows provided (used) by investing activities	<u>528,177</u>	<u>(142,779)</u>
Net decrease in Cash	(97,115)	(199,635)
Cash and Cash Equivalents - Beginning of Year	<u>363,220</u>	<u>562,855</u>
Cash and Cash Equivalents - End of Year	<u>\$ 266,105</u>	<u>\$ 363,220</u>

See accompanying notes

CACHUMA OPERATION AND MAINTENANCE BOARD
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
<u>Reconciliation of net operating loss to net cash provided</u>		
<u>by operating activities</u>		
Net operating gain (loss)	\$ 20,123	\$ (273,511)
Adjustments to reconcile net operating gain (loss) to net cash provided (used) by operating activities:		
Depreciation expense	89,659	84,267
Gain from transfer from related entity	(16,416)	-
Changes in operating assets and liabilities		
Receivable from related entity	19,753	(38,546)
Other receivables	(141,151)	-
Prepaid insurance	2,561	(1,965)
Deposits	-	(2,623)
Current portion of SOD Act assessment receivable	74,220	69,405
Accounts payable	33,589	29,834
Accrued vacation and sick leave benefits	(96,226)	30,954
Deferred revenue	(171,220)	171,220
Amounts constructively returned to members	(313,552)	-
SOD Act liability	31,507	-
OPEB liability	93,455	96,113
	<u>\$ (373,698)</u>	<u>\$ 165,148</u>
Net cash provided (used) by operating activities		

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 conformance 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.

New Accounting Pronouncements

For the fiscal year ended June 30, 2010, COMB implemented Government Accounting Standards Board (GASB) Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension."

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.

B) Deferred Revenue

Deferred revenue consists of operating assessments collected from member units for use on projects that have not been completed but have open task orders for the work to be completed. Deferred revenue is recognized in the amount of the open task orders.

Note 3 - Cash and Investments

Cash and investments as of June 30, 2011 and 2010 consist of the following:

	2011	2010
Cash on hand	\$ 400	\$ 400
Deposits with financial institutions	394,876	487,268
Investments	54,786	580,089
Total cash and investments, at fair value	\$ 450,062	\$ 1,067,757

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.

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, 2011 and 2010, the average earnings rate was approximately 1%. The amounts on deposit as of June 30, 2011 and 2010 were \$54,786 and \$580,089, respectively.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Cash and Investments (Continued)

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, 2011, 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:

Investment	S&P Rating
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.

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, 2011, COMB had the following investments:

Investment Type	Amount	Maturity
Local Agency Investment Fund (LAIF)	\$ 54,786	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.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

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 BO/FMP. Pursuant to the Renewal Master Contract, COMB administers both the Trust Fund and the Renewal Fund accounts.

Summary of restricted cash as of June 30:

	2011	2010
Trust Fund	\$ 119,136	\$ 119,408
Renewal Fund	10,035	5,040
Total Restricted Cash	\$ 129,171	\$ 124,448

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 5 - 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.

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, 2011 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.

	<u>M&I Allocation</u>		<u>Irrigation Allocation</u>	<u>Total</u>
	<u>Principal</u>	<u>Interest</u>		
2012	\$ 66,328	\$ 98,542	\$ -	\$ 164,870
2013	70,212	94,658	-	164,870
2014	74,323	90,547	-	164,870
2015	78,676	86,194	-	164,870
2016	78,676	86,194	-	164,870
2017-2021	495,539	328,811	483,887	1,308,237
2022-2026	658,651	165,699	483,887	1,308,237
2027-2031	155,749	9,121	483,887	648,757
2032-2036	-	-	483,887	483,887
2037-2041	-	-	483,888	483,888
2042-2046	-	-	483,887	483,887
2047-2051	-	-	483,888	483,888
2052	-	-	96,777	96,777
	<u>\$ 1,682,760</u>	<u>\$ 955,160</u>	<u>\$ 3,483,989</u>	<u>\$ 6,121,909</u>

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 5 - SOD Act Assessments Receivable and Contract Payable (Continued)

The interest expense for the Bradbury Dam SOD Act contract payable was \$102,212 and \$105,678 for the years ended June 30, 2011 and 2010, respectively.

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, 2011 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, 2011, 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 5 - SOD Act Assessments Receivable and Contract Payable (Continued)

	M&I Allocation		Irrigation Allocation	Total
	Principal	Interest		
2012	\$ 12,089	\$ 19,999	\$ -	\$ 32,088
2013	12,640	19,448	-	32,088
2014	13,216	18,872	-	32,088
2015	13,818	18,270	-	32,088
2016	14,447	17,641	-	32,088
2017-2021	82,731	77,709	54,115	214,555
2022-2026	103,374	57,066	54,115	214,555
2027-2031	129,168	31,272	54,115	214,555
2032-2036	57,477	3,895	54,115	115,486
2037-2041	-	-	54,115	54,115
2042-2046	-	-	54,115	54,115
2047-2048	-	-	54,115	54,115
2049-2056	-	-	54,115	54,115
2057	-	-	21,653	21,653
	<u>\$ 438,959</u>	<u>\$ 264,172</u>	<u>\$ 454,573</u>	<u>\$ 1,192,597</u>

The interest expense for the Laura Dam SOD Act contract payable was \$20,526 and \$13,789 for the years ended June 30, 2011 and 2010, 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, 2011 were \$6,715,436, \$740,502 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, 2011, an additional liability of \$111,076 is recorded for construction costs incurred in excess of the original repayment agreement.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 5 - SOD Act Assessments Receivable and Contract Payable (Continued)

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, 2011 is composed of the following:

Bradbury Dam repayment contract:	
M&I principal	\$ 1,682,761
Irrigation principal	3,483,989
Total Bradbury Dam repayment contract obligation excluding interest	5,166,750
Bradbury Dam liability for 15% of additional costs incurred over repayment contract	456,831
Total Bradbury Dam SOD Act liability	5,623,581
Lauro Dam repayment contract:	
M&I principal	\$ 438,959
Irrigation principal	454,573
Total Lauro Dam repayment contract obligation excluding interest	893,532
Lauro Dam liability for 15% of additional costs incurred over repayment contract	111,076
Total Lauro SOD Act liability	1,004,607
Total SOD Act Liability	6,628,188
Less current portion	(78,418)
Long-term portion of SOD Act liability	\$ 6,542,539

Note 6 - Long-Term Debt

Changes in long term debt amounts for years ended June 30, 2011 and 2010 were as follows:

	Beginning Balance 2011	Additions	Principal Payments	Ending Balance 2011
SOD Act Liabilities	\$ 6,670,373	\$ 32,035*	\$ (74,220)	\$ 6,628,188
	\$ 6,670,379	\$ 32,035	\$ (74,220)	\$ 6,628,188
	Beginning Balance 2010	Additions	Principal Payments	Ending Balance 2010
SOD Act Liabilities	\$ 6,739,778	\$ 8,086	\$ (77,491)	\$ 6,670,373
	\$ 6,739,778	\$ 8,086	\$ (77,491)	\$ 6,670,373

* 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 7 - Capital Assets

The following is a summary of capital assets which include property, plant and equipment at June 30, 2011 and 2010.

	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

	Beginning				Ending
	Balance 2010	Additions	Deletions	Transfers	Balance 2010
Vehicles	\$ 338,974	\$ -	\$ -	\$ -	\$ 338,974
Office furniture and equipment	219,802	18,068	-	-	237,870
Field equipment	366,549	10,942	-	-	377,491
Mobile offices used for facilities	97,803	-	-	-	97,803
Resurfacing	22,350	-	-	-	22,350
Total capital assets	1,045,478	29,010	-	-	1,074,488
Less: accumulated depreciation and amortization	(768,209)	(84,267)	-	-	(852,476)
Net capital assets	\$ 277,269	\$ (55,257)	\$ -	\$ -	\$ 222,012

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 8 - 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.

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 9 - 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 their employees. The required employer contribution rates for 2011 and 2010 were 10.671% and 10.361%, 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 9 - Defined Benefit Pension Plan (Continued)

Annual Pension Cost

For the years ended June 30, 2011 and 2010, COMB's annual pension cost (APC) of \$90,910 and \$102,038 respectively, was equal to COMB's required and actual contributions. The required contribution for the years ended June 30, 2011 and 2010 was determined as part of the actuarial valuation using the entry-age-normal-actuarial-cost method, with the contributions determined as percentage of pay. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses), (b) projected salary increases of 3.25% to 14.45% a year compounded annually, depending on age, service, and type of employment, attributable to inflation, and (c) merit increases. Both (a) and (b) include an inflation component of 3.0%. 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
2009	\$ 148,497	100%	-
2010	102,038	100%	-
2011	140,647	100%	-

Note 10 - 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, 2011 and 2010 were and \$90,910 and \$104,778, respectively.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 11 - 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.

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 2011, the COMB's annual OPEB cost (expense) of \$121,050 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 2011 and the two preceding years were as follows:

Fiscal Year	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2010	\$ 121,050	21%	\$ 96,113
6/30/2011	125,856	26%	189,568
*	*	*	*

* 2010 was the first year that COMB implemented GASB 45; therefore, only two years of data is available for presentation.

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2011, 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%

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 11 - Post-retirement Health Care Benefits (Continued)

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.

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	June 30, 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%
Payroll Growth	3.00%

The current annual required contribution is 10% of the annual covered payroll.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 12 - 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, 2011 and 2010, CCRB owed COMB \$47,072 and \$66,825, respectively for these services.

Note 13 - 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 14 - 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 to COMB with respect to certain additions, betterments, extensions or improvements to such Member Unit's water system. Such payments, when received by or on behalf of COMB, 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.

CACHUMA OPERATION AND MAINTENANCE BOARD
NOTES TO THE FINANCIAL STATEMENTS

Note 15 - Reclassifications

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

Note 16 - Subsequent Events

Subsequent events have been evaluated through December 8, 2011, the date that the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

ITEM # 13
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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, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Operation and Maintenance Division		
Operation and Maintenance Expense		
Salaries and benefits	\$ 796,699	\$ 670,497
Contract labor	66,021	38,498
Equipment	2,630	3,331
Equipment rental	4,581	2,783
Materials and supplies	32,824	17,198
Vehicle maintenance	31,054	24,035
Other expenses	45,246	37,742
Total operation and maintenance expense	<u>\$ 979,055</u>	<u>\$ 794,084</u>
General and Administrative Expense		
Administration salaries	\$ 218,156	\$ 228,227
Accrued wages and vacation	-	11,307
Directors fees and expense	12,058	12,771
Legal and audit	97,993	111,198
Liability insurance	43,570	34,962
Health insurance and workers compensation	73,056	45,566
Retirement plan contributions	166,694	160,376
Payroll tax expense	19,717	18,097
Office supplies and expense	7,187	6,004
Administrative travel and conferences	4,827	2,960
Membership dues	6,640	5,713
Employee training	2,644	1,769
Public information	797	482
Other expenses	55,014	44,058
Total general and administrative expense	<u>\$ 708,353</u>	<u>\$ 683,490</u>
Other Maintenance Expense		
Flow meter upgrades and SCADA system	\$ 10,398	\$ 10,947
COMB building / grounds repair	44,059	45,917
SCC improvement plan and design	228,436	380,140
SCC Valves and control station rehabilitation	7,108	-
SCC structure rehabilitation	22,285	-
SCC Life Expectancy		1,593
GIS and mapping	12,572	29,700
Integrated Regional Water Management Plan	-	7,800
Sanitary Survey	49,396	-
SCC MURRP Project	67,868	-
Total other maintenance expense	<u>\$ 442,122</u>	<u>\$ 476,097</u>

See accompanying notes

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, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Fisheries Division		
Operation and Maintenance Expense		
Salaries and benefits	209,069	
Contract labor	12,535	
Vehicles and equipment	11,738	
Materials and supplies	1,872	
Other expenses	1,366	
Total operation and maintenance expense	<u>\$ 236,580</u>	<u>\$</u>
General and Administrative Expense		
Administration salaries	27,120	
Health insurance and workers compensation	8,670	
Retirement plan contributions	4,659	
Payroll tax expense	2,450	
Office supplies and expense	4,791	
Administrative travel and conferences	2,145	
Membership dues	90	
Other expenses	22,901	
Total general and administrative expense	<u>\$ 72,826</u>	<u>\$</u>
Fishery related projects		
FMP implementation	37,808	
GIS and mapping	1,395	
Grants technical support	3,860	
SYR hydrology technical support	13,141	
USGS stream gauge program	55,227	
Tri county fish team funding	2,500	
Oak tree restoration program	66,508	
Total fishery related projects	<u>\$ 180,439</u>	<u>\$</u>

See accompanying notes