



**QUANTIFICATION SETTLEMENT AGREEMENT  
JOINT POWERS AUTHORITY  
REGULAR MEETING**

**AGENDA**

**WEBINAR/CONFERENCE CALL**

**April 2, 2025**

**2:00 PM**

**Webinar link:** [Click here to join the meeting](#)

**Conference Call Number:** (619) 483-4264 **Conference ID Number:** 531 135 707#

**Conference Call Locations:**

San Diego County Water Authority  
Lobby Conference Room  
4677 Overland Avenue  
San Diego, CA 92123

Coachella Valley Water District  
Administration Conference Room  
75-515 Hovley Lane East  
Palm Desert, CA 92211

Imperial Irrigation District  
Library, J-1 Building  
333 East Barioni Boulevard  
Imperial, CA 92251

Best, Best, & Krieger  
3390 University Avenue, 5th Floor  
Riverside, CA 92501

California Department of Fish and Wildlife  
78078 Country Club Drive, Suite 109  
Bermuda Dunes, CA 92203

**PRELIMINARY MATTERS**

1. Call to Order
2. Roll Call - Determination of Quorum
3. Public Comment - Opportunity for members of the public who wish to address the Authority on matters within the Authority's jurisdiction

**ORGANIZATIONAL MATTERS**

4. Action: Approve minutes of regular QSA JPA meeting held January 27, 2025 (Alexi Schnell, SDCWA)
5. Information: Annual Conflict of Interest Form 700 filings deadline April 1 (Alexi Schnell, SDCWA)

## **FINANCIAL MATTERS**

6. Information: Fiscal Year 2025 audit engagement (Jennifer Farr, Davis Farr)
7. Information: Financial Report ending December 31, 2024 (Chris Woidzik, SDCWA)
8. Information: Treasurer's Report ending December 31, 2024 (Alan Okewole, SDCWA)

## **IMPLEMENTATION**

9. Information: Status report on implementation of mitigation measures (Jessica Humes, IID)
10. Information: Update on State Salton Sea Management Program (Miguel Hernández, CNRA)
11. Adjourn



**QUANTIFICATION SETTLEMENT AGREEMENT  
JOINT POWERS AUTHORITY  
VIRTUAL MEETING MINUTES  
January 27, 2025, at 2:00 p.m.**

**Commissioners and Alternates present:**

Tonya Marshall, California Department of Fish and Wildlife (CDFW) – Chair  
Tina Shields, Imperial Irrigation District (IID) – Commissioner  
Jim Barrett, Coachella Valley Water District (CVWD) – Commissioner  
Dan Denham, San Diego County Water Authority (SDCWA) – Commissioner  
Alexi Schnell, San Diego County Water Authority – Alternate Commissioner

**QSA JPA staff present:**

Jeff Ferre, Best, Best, and Krieger – Legal Counsel  
Alexi Schnell, SDCWA – Chief Administrative Officer

**Others present:**

Jessica Schroeder, CDFW	Michael Cohen, Pacific Institute
Miguel Hernández, California Natural Resources Agency (CNRA)	Dennis Davis, SDCWA
Genny Lynkiewicz, Chandler Asset Management	Deborah Hodgins, SDCWA
Joanna Hoff, IID	Alan Okewole, SDCWA
Jessica Humes, IID	Marilen Santos, SDCWA

**PRELIMINARY MATTERS**

1. Call to Order  
Chair Marshall called the meeting to order at 2:00 p.m.
2. Roll Call  
There was a quorum of the Commission present at the time of the meeting.
3. Public Comment  
There were no public comments at that time.

**ORGANIZATIONAL MATTERS**

4. Action: Approve minutes of regular QSA JPA meeting held October 31, 2024 (Alexi Schnell, SDCWA)  
Commissioner Shields made a motion to approve the minutes, which was seconded by Commissioner Barrett. The minutes were approved unanimously by a roll call vote.

## FINANCIAL MATTERS

5. Information: Investment update (Genny Lynkiewicz, Chandler Asset Management)

Alternate Commissioner Schnell introduced Ms. Genny Lynkiewicz of Chandler Asset Management to present an investment update. Ms. Lynkiewicz presented an economic update on the following topics: employment, unemployment claims, inflation, gross domestic product, and bond yields. She touched on the QSA JPA's account profile, which included objectives and strategies, compliance, portfolio characteristics, sector distribution, issuers, quality distribution, and the duration of the distribution as well as investment performance. Lastly, Ms. Lynkiewicz reviewed the holdings report and the transactions portfolio.

6. Information: Finance Report ending September 30, 2024 (Alan Okewole, SDCWA)

Mr. Okewole provided a review of the Financial Report ending September 30. Total assets were \$79.2 million, with \$2.04 million in liabilities. The total fund balance was \$77.1 million. The total revenues were \$2.05 million, and total expenditures were \$971,598. Approximately 7% of the FY 2025 budget was spent through this period.

7. Information: Treasurer's Report ending September 30, 2024 (Alan Okewole, SDCWA)

Mr. Okewole provided a review of the Treasurer's Report ending September 30. The quarter ended with \$77.7 million in cash and investments. Approximately \$63.3 million of that amount was managed by Chandler Asset Management. The effective rate of return for the portfolio was reported at 3.73%, and the interest received (FY to date) was \$724,484. Three invoices were paid, totaling approximately \$2 million. The second page of the Treasurer's report, which historically tracked deposit and invoice activity, will only track JPA invoice activity going forward since SDCWA, IID, and CVWD have satisfied their mitigation contribution obligations.

## IMPLEMENTATION

8. Information: Status report on implementation of mitigation measures (Jessica Humes, IID)

Ms. Humes provided an update on various mitigation measures:

*Task 2 – QSA Implementation Team Biologists:* IID reported that its team is fully staffed and working on annual mitigation reports for IID's Biological Opinion and Incidental Take Permit, both due at the end of March 2025.

*Task 8 – Drain Habitat (Aquatic) – “Managed Marsh” Areas:* IID reported ongoing operation and maintenance activities. In January, a crew of volunteers from the Imperial Valley planted cuttings and removed invasive tamarisk shrubs.

*Task 15 – Pre-Construction Activity Burrowing Owl Surveys and Relocation:* IID reported ongoing inspections for burrowing owl activity at all of its water department activities and construction projects.

*Task 24 – Salton Sea Air Quality:* IID reported that it is working with the Clubhouse Vegetation Project contractor, Laurel Ag & Water, to fix solar power issues and to address a few operational items at the project site before they start the seeding and irrigation phase of the project. The project's irrigation system is installed. IID also updated the Commission on its Bombay Beach Vegetation Project, noting that the project design review is 95% complete. Once finalized, IID will start the construction solicitation process to obtain a cost estimate for the project. IID expects this cost estimate to be incorporated into the QSA JPA FY 2026 budget. IID is implementing air quality monitoring at all project sites, and IID staff are preparing the annual emissions monitoring report and proactive dust control plan, which is expected to be completed in April 2025.

IID also provided an overview of the JPA's mitigation measures, identifying measures as completed, pending, or ongoing as of January 2025. Most measures are mitigating impacts on biological resources. IID reported on completed biological mitigation measures, including but not limited to the completion of the Desert Pupfish Refugium in 2010 and the Managed Marsh Complex in 2020. Pending biological mitigation measures included the desert pupfish drain interconnection, brown pelican roost sites along the Southern California coast and the Salton Sea, and other as-needed measures that may result from new impacts to a covered species or habitat. Ongoing biological mitigation measures included operation and maintenance of the Desert Pupfish Refugium and Managed Marsh Complex and monitoring for desert pupfish, southwest willow flycatchers, and burrowing owls. IID also reported on the status of mitigation measures for recreation, air quality, cultural and tribal resources, noise, and aesthetics. IID was not able to provide the anticipated costs to complete the outstanding mitigation measures because some measures do not have an end date, which is needed to calculate anticipated costs.

Commissioner Denham inquired whether the brown pelican was federally delisted from the endangered species list and if the brown pelican mitigation measures involved barges off the Santa Barbara coast. Commissioner Denham also inquired about the cost of implementing the brown pelican mitigation measures.

Micheal Cohen inquired whether IID's estimate that the Salton Sea shoreline will stabilize in 2035 was based on approved system conservation implementation agreements (SCIAs) and not any additional mitigation measures that may be needed post 2026.

Chair Marshall requested a copy of IID's Environmental Mitigation Status Update slides. *(The corresponding presentation slides were added to the meeting materials posted at QSAJPA.org following the meeting.)*

IID staff confirmed that the brown pelican has been federally delisted and, as a result, mitigation measures for the brown pelican under IID's in-valley biological opinion were removed; however, brown pelican mitigation measures under IID's California Endangered Species Act (CESA) Incidental Take Permit are still required. IID staff confirmed that the Santa Barbara coast is one of the sites identified in the CESA permit for the brown pelican mitigation. IID staff did not have a cost estimate for the brown pelican mitigation measures but noted that they are working with CDFW staff to determine how to implement this mitigation at the coast and at the Salton Sea.

IID staff confirmed that the Salton Sea shoreline estimate was based on existing approved conservation measures and not potential measures that may be approved post 2026.

IID staff acknowledged Chair Marshall's request for the slides.

9. Information: Update on State Salton Sea Management Program (Miguel Hernández, CNRA)  
Miguel Hernández, Public Affairs Officer for the SSMP at CNRA, provided the SSMP Update. Mr. Hernández reported the following items to the Commission:

*New Assistant Secretary for Salton Sea Policy:* In October 2024, Governor Gavin Newsom appointed Joe Shea as Assistant Secretary for Salton Sea Policy at the CNRA. Shea has served in several positions with Governor Gavin Newsom's cabinet since 2019. Former Assistant Secretary for Salton Sea Policy Samantha Arthur is still involved in Salton Sea issues through her new role as Deputy Secretary of Water at the CNRA.

*Proposition 4 Climate Bond:* In November 2024, California voters approved a \$10 billion climate bond (Proposition 4), which includes \$160 million for Salton Sea restoration projects. There are still legislative hurdles that must be addressed before the funds can be distributed to the program.

A separate \$10 million was included in the climate bond to create the Salton Sea Conservancy, which will support Salton Sea restoration by operating and maintaining dust suppression and habitat management projects at the sea. The SSMP team is preparing a proposal to draw funds needed to hire staff for the conservancy. The proposal is expected to be completed by spring 2025.

*Environmental Review for SSMP Phase I Plan:* Also in November 2024, the U.S. Army Corp of Engineers (USACE) approved the environmental assessment for SSMP Phase I 10-Year Plan. The SSMP 10-year plan proposes implementing nearly 30,000 acres of habitat restoration and dust suppression projects on lakebed areas that have been or will be exposed at the Salton Sea by 2028. The USACE's approval will potentially expedite the implementation of these projects.

*SCH Expansion Project Update:* The Species Conservation Habitat (SCH) project is the state's first large-scale aquatic habitat project, encompassing 4,100 acres. Work is underway to expand the SCH by 750 acres (East Pond 1 expansion). Heavy machinery is on the ground at the project site to construct a new, approximately 2-mile-long berm at the north end of the project area, a critical component of the expansion work.

*Community Outreach & Engagement Plan:* In December, the SSMP team released this plan in collaboration with the Community Engagement Committee to outline the approach and roadmap for outreach and engagement with frontline communities around the Salton Sea. The plan will be regularly updated to ensure a proactive, inclusive, and transparent engagement process.

#### 10. Adjournment

Before the meeting was adjourned, Alternate Commissioner Schnell informed the Commission that an email would be sent to those in positions designated to complete and file an annual Fair Political Practices Commission Statement of Economic Interest (Form 700) for 2024. She also informed meeting attendees that QSA JPA staff are working to schedule the next meeting date in March or April 2025.

The meeting was adjourned at 2:44 p.m.



**Davis Farr LLP**  
18201 Von Karman Avenue | Suite 1100 | Irvine, CA 92612  
Main: 949.474.2020 | Fax: 949.263.5520

**March 18, 2025**

To the Board of Commissioners  
Of the Quantification Settlement  
Agreement Joint Powers Authority  
San Diego, California

This letter is provided in connection with our engagement to audit the financial statements of the Quantification Settlement Agreement Joint Powers Authority (the "QSA JPA") as of and for the year ending June 30, 2024. Professional standards require that we communicate with you certain items including our responsibilities with regard to the financial statement audit and the planned scope and timing of our audit, including significant risks we have identified.

### **Our Responsibilities**

As stated in our engagement letter dated February 14, 2025, we are responsible for conducting our audit in accordance with auditing standards generally accepted in the United States of America and in accordance with *Government Auditing Standards* for the purpose of forming and expressing an opinion about whether the financial statements that have been prepared by management, with your oversight, are prepared, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit does not relieve you or management of your respective responsibilities.

Professional auditing standards require that, as part of our audit, we inquire of those in the governance to ascertain whether or not the Board of Commissioners (the "Board") has knowledge of matters that might have a bearing on the auditor's risk assessment for the annual audit. Of the QSA JPA's financial statements.

Example of these matters are:

- Known or suspected instances of employee fraud
- Areas in which the internal controls of the QSA JPA are thought by the Board to be weak
- Known or suspected misstatements in the accounting records of the QSA JPA
- Known or suspected use of improper accounting practices by the QSA JPA
- Any awareness of pressure upon the QSA JPA or QSA JPA management with respect to achieving certain financial results
- Matters that warrant particular attention during the audit
- Information about unusual transactions or other matters relevant to the audit

Generally, the scope of the audit is limited to matters involving amounts that would be significant to the financial statements of the QSA JPA taken as a whole. If additional time is required to respond to the concerns of the Board, we will estimate for the QSA JPA the costs involved.

**Planned Scope of the Audit**

Our audit will include examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. Our audit is designed to provide reasonable, but not absolute, assurance about whether the financial statements as a whole are free of material misstatement, whether due to error, fraudulent financial reporting, misappropriation of assets, or violations of laws or governmental regulations. Because of this concept of reasonable assurance and because we will not examine all transactions, there is a risk that material misstatements may exist and not be detected by us.

Our audit will include obtaining an understanding of the QSA JPA and its environment, including its internal control, sufficient to assess the risks of material misstatement of the financial statements and as a basis for designing the nature, timing, and extent of further audit procedures, but not for the purpose of expressing an opinion on the effectiveness of the QSA JPA's internal control over financial reporting. However, we will communicate to you at the conclusion of our audit any material weaknesses or significant deficiencies identified. We will also communicate to you:

- Any violation of laws or regulations that come to our attention;
- Our views relating to qualitative aspects of the QSA JPA's significant accounting practices, including accounting policies, accounting estimates, and financial statement disclosures;
- Significant difficulties, if any, encountered during the audit;
- Disagreements with management, if any, encountered during the audit;
- Significant unusual transactions, if any;
- The potential effects of uncorrected misstatements on future-period financial statements; and
- Other significant matters that are relevant to your responsibilities in overseeing the financial reporting process.

We plan to begin the audit planning procedures of the QSA JPA in May 2025 and start the final audit procedures on September 8, 2025. We plan to present the audit report and results of the audit to the Board of Commissioners at the completion of the audit.

If any member of the Board has information relevant to our audit (matters involving amounts that would be significant to the financial statements of the QSA JPA taken as a whole), please contact the undersigned at 949.680.9798 or [jfarr@davisfarr.com](mailto:jfarr@davisfarr.com).

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

Sincerely,



**Jennifer Farr, CPA**  
Partner





**February 14, 2025**

**Quantification Settlement Agreement  
Joint Powers Authority  
4677 Overland Avenue  
San Diego, CA 92123**

We are pleased to confirm the arrangements of our engagement and the nature of the services we will provide Quantification Settlement Agreement Joint Powers Authority (the "Entity").

You have requested that we audit the financial statements of the Entity, as of June 30, 2025 and for the year then ended and the related notes, which collectively comprise the Entity's basic financial statements as listed in the table of contents.

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America (GAAS) and, if applicable, in accordance with Government Auditing Standards, and/or any state or regulatory audit requirements will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

Accounting principles generally accepted in the United States of America, (U.S. GAAP,) as promulgated by the Governmental Accounting Standards Board (GASB) require that certain required supplementary information ("RSI") such as management's discussion and analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the required supplementary information (RSI) in accordance with auditing standards generally accepted in the United States of America, (U.S. GAAS). These limited procedures will consist primarily of inquiries of management regarding their methods of measurement and presentation and comparing the information for consistency with management's responses to our inquiries. We will not express an opinion or provide any form of assurance on the RSI. The following RSI is required by U.S. GAAP. This RSI will be subjected to certain limited procedures but will not be audited:

**1. Management's Discussion and Analysis**

Supplementary information other than RSI will accompany the Entity's basic financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the basic financial statements and perform certain additional procedures, including comparing and reconciling the supplementary information to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and additional procedures in accordance with

U.S. GAAS. We intend to provide an opinion on the following supplementary information in relation to the basic financial statements as a whole:

1. Budgetary Comparison Schedule

### **Auditor Responsibilities**

We will conduct our audit in accordance with GAAS and in accordance with Government Auditing Standards. As part of an audit in accordance with GAAS and in accordance with Government Auditing Standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. However, we will communicate to you in writing concerning any significant deficiencies or material weaknesses in internal control relevant to the audit of the financial statements that we have identified during the audit.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Entity's ability to continue as a going concern for a reasonable period of time.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, an unavoidable risk that some material misstatements may not be detected exists, even though the audit is properly planned and performed in accordance with GAAS and in accordance with Government Auditing Standards.

Our responsibility as auditors is limited to the period covered by our audit and does not extend to any other periods.

### **Compliance with Laws and Regulations**

As previously discussed, as part of obtaining reasonable assurance about whether the basic financial statements are free of material misstatement, we will perform tests of the Entity's compliance with the provisions of applicable laws, regulations, contracts, and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

**Management Responsibilities**

Our audit will be conducted on the basis that management acknowledge and understand that they have responsibility:

- a. For the preparation and fair presentation of the basic financial statements in accordance with accounting principles generally accepted in the United States of America;
- b. For the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of basic financial statements that are free from material misstatement, whether due to error, fraudulent financial reporting, misappropriation of assets, or violations of laws, governmental regulations, grant agreements, or contractual agreements; and
- c. To provide us with:
  - i. Access to all information of which management is aware that is relevant to the preparation and fair presentation of the basic financial statements such as records, documentation, and other matters;
  - ii. Additional information that we may request from management for the purpose of the audit;
  - iii. Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence.
  - iv. A written acknowledgement of all the documents that management expects to issue that will be included in the annual report and the planned timing and method of issuance of that annual report; and
  - v. A final version of the annual report (including all the documents that, together, comprise the annual report) in a timely manner prior to the date of the auditor's report.
- d. For including the auditor's report in any document containing basic financial statements that indicate that such basic financial statements have been audited by us;
- e. For identifying and ensuring that the entity complies with the laws and regulations applicable to its activities;
- f. For adjusting the basic financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the current year period(s) under audit are immaterial, both individually and in the aggregate, to the basic financial statements as a whole; and
- g. For acceptance of nonattest services, including identifying the proper party to oversee nonattest work;
- h. For maintaining adequate records, selecting and applying accounting principles, and safeguarding assets;
- i. For informing us of any known or suspected fraud affecting the entity involving management, employees with significant role in internal control and others where fraud could have a material effect on the financials; and
- j. For the accuracy and completeness of all information provided.

With regard to the supplementary information referred to above, you acknowledge and understand your responsibility: (a) for the preparation of the supplementary information in accordance with the applicable criteria; (b) to provide us with the appropriate written representations regarding supplementary information; (c) to include our report on the supplementary information in any document that contains the supplementary information and that indicates that we have reported on such supplementary information; and (d) to present the supplementary information with the audited basic financial statements, or if the supplementary information will not be presented with the audited basic financial statements,

to make the audited basic financial statements readily available to the intended users of the supplementary information no later than the date of issuance by you of the supplementary information and our report thereon.

As part of our audit process, we will request from management written confirmation concerning representations made to us in connection with the audit.

### **Nonattest Services**

With respect to any nonattest services, we perform at the end of the year, we agree to perform the following:

- Propose adjusting or correcting journal entries detected during the audit, if applicable, to be reviewed and approved by the Entity's management.

We will not assume management responsibilities on behalf of the Entity. However, we will provide advice and recommendations to assist management of the Entity in performing its responsibilities.

The Entity's management is responsible for (a) making all management decisions and performing all management functions; (b) assigning a competent individual to oversee the services; (c) evaluating the adequacy of the services performed; (d) evaluating and accepting responsibility for the results of the services performed; and (e) establishing and maintaining internal controls, including monitoring ongoing activities.

Our responsibilities and limitations of the nonattest services are as follows:

- We will perform the services in accordance with applicable professional standards
- The nonattest services are limited to the services previously outlined. Our firm, in its sole professional judgment, reserves the right to refuse to do any procedure or take any action that could be construed as making management decisions or assuming management responsibilities, including determining account coding and approving journal entries. Our firm will advise the Entity with regard to tax positions taken in the preparation of the tax return, but the Entity must make all decisions with regard to those matters.

### **Reporting**

We will issue a written report upon completion of our audit of the Entity's basic financial statements. Our report will be addressed to *the Board of Directors* of Entity. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinions, add an emphasis-of-matter or other-matter paragraph(s) to our auditor's report, or if necessary, withdraw from the engagement. If our opinions on the basic financial statements are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or to issue a report as a result of this engagement.

In accordance with the requirements of Government Auditing Standards, we will also issue a written report describing the scope of our testing over internal control over financial reporting and over compliance with laws, regulations, and provisions of grants and contracts, including

the results of that testing. However, providing an opinion on internal control and compliance will not be an objective of the audit and, therefore, no such opinion will be expressed.

**Engagement Fees**

Our fee for our services for the fiscal year ending June 30, 2025 will be \$10,090. Our fees are dependent on the availability, quality, and completeness of the Entity's records and, where applicable, upon the Entity's personnel providing the level of assistance identified in the "prepared by client" request list distributed at the end of our planning work (e.g., Entity employees preparing confirmations and schedules we request, locating documents selected by us for testing, etc.).

Should our assumptions with respect to these matters be incorrect, or should the condition of the records, degree of cooperation, or other matters beyond our reasonable control require additional commitments by us beyond those upon which our estimated fees are based, we may adjust our fees and planned completion dates. If significant additional time is necessary, we will discuss it with management and arrive at a new fee estimate as soon as reasonably practicable.

**Other Engagement Matters**

During the course of the engagement, we may communicate with you or your personnel via fax or e-mail, and you should be aware that communication in those mediums contains a risk of misdirected or intercepted communications.

Enclosed, as required by *Government Auditing Standards*, is a copy of the report on the most recent peer review of our firm.

Government Auditing Standards require that we document an assessment of the skills, knowledge, and experience of management, should we participate in any form of preparation of the basic financial statements and related schedules or disclosures as these actions are deemed a non-audit service.

The undersigned is the engagement partner responsible for supervising the engagement and signing the report.

During the course of the audit, we may observe opportunities for economy in, or improved controls over, your operations. We will bring such matters to the attention of the appropriate level of management, either orally or in writing.

You agree to inform us of facts that may affect the basic financial statements of which you may become aware during the period from the date of the auditor's report to the date the financial statements are issued.

We agree to retain our audit documentation or work papers for a period of at least seven years from the date of our report.

At the conclusion of our audit engagement, we will communicate to [*the Board of Directors*] the following significant findings from the audit:

- Our view about the qualitative aspects of the entity's significant accounting practices;
- Significant difficulties, if any, encountered during the audit;
- Uncorrected misstatements, other than those we believe are trivial, if any;
- Disagreements with management, if any;

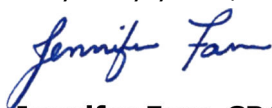
- Other findings or issues, if any, arising from the audit that are, in our professional judgment, significant and relevant to those charged with governance regarding their oversight of the financial reporting process;
- Material, corrected misstatements that were brought to the attention of management as a result of our audit procedures;
- Representations we requested from management;
- Management's consultations with other accountants, if any; and
- Significant issues, if any, arising from the audit that were discussed, or the subject of correspondence, with management.

The audit documentation for this engagement is the property of Davis Farr LLP and constitutes confidential information. However, we may be requested to make certain audit documentation available to regulatory agencies pursuant to authority given to it by law or regulation, or to peer reviewers. If requested, access to such audit documentation will be provided under the supervision of Davis Farr LLP's personnel. Furthermore, upon request, we may provide copies of selected audit documentation to regulatory agencies. The regulatory agencies may intend, or decide, to distribute the copies of information contained therein to others, including other governmental agencies.

Please sign and return the attached copy of this letter to indicate your acknowledgment of, and agreement with, the arrangements for our audit of the basic financial statements including our respective responsibilities.

We appreciate the opportunity to provide these services and believe this letter accurately summarizes the significant terms of our engagement.

Very truly yours,



**Jennifer Farr, CPA**  
Davis Farr LLP

The services and arrangements described in this letter are in accordance with our understanding and are acceptable to us.

### **San Diego County Water Authority**

#### **Member of Management:**

**Signature:** 

**Email:** aschnell@sdewa.org

Alexi Schnell  
Chief Administrative Officer  
QSA Joint Powers Authority

#### **Date of Board of Directors Approval of Contract:**

12/18/2023



## Report on the Firm's System of Quality Control

### **Davis Farr LLP**

and the Peer Review Committee of the California Society of CPAs

We have reviewed the system of quality control for the accounting and auditing practice of Davis Farr LLP (the firm) in effect for the year ended May 31, 2022. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a System Review as described in the Standards may be found at [www.aicpa.org/prsummary](http://www.aicpa.org/prsummary). The summary also includes an explanation of how engagements identified as not performed or reported on in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

### **Firm's Responsibility**

The firm is responsible for designing and complying with a system of quality control to provide the firm with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

### **Peer Reviewer's Responsibility**

Our responsibility is to express an opinion on the design of and compliance with the firm's system of quality control based on our review.

### **Required Selections and Considerations**

Engagements selected for review included engagements performed under *Government Auditing Standards*, including a compliance audit under the Single Audit Act; and examination of a service organization (SOC 1 engagement).

As part of our peer review, we considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of our procedures.

### **CPAs ■ Advisors**

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**CPAmerica**  
Member  Crowe Global

## Opinion

In our opinion, the system of quality control for the accounting and auditing practice of Davis Farr LLP in effect for the year ended May 31, 2022, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Davis Farr LLP has received a peer review rating of *pass*.

***GYL LLP***

Ontario, California  
August 8, 2022



# QSA JPA Audit Calendar

## FY2025

MARCH 2025						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

APRIL 2025						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

MAY 2025						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

JUNE 2025						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

JULY 2025						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

AUGUST 2025						
S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

	QSA Board Meeting
	A/P
	Accounting Staff
	Controller
	Davis Farr
	SDCWA Closed

SEPTEMBER 2025						
S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

OCTOBER 2025						
S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

DATE	ACTIVITY	RESPONSIBLE
March 3	12/31 quarterly financial and treasury reports finalized	Controller
March 4	Audit Calendar finalized and engagement letter approved	Controller
March 25	Davis Farr planning presentation forwarded to Controller for inclusion in board meeting materials	Davis Farr
April 2	<b>QSA JPA meeting</b> - 2nd qtr financial reports, FY24 audit calendar & auditor required communications	Commission
April 14-18	Auditor - SDCWA and QSA combined interim fieldwork	Davis Farr
June 2	3/31 quarterly financial and treasury reports finalized	Controller
June (TBD)	<b>QSA JPA meeting</b> - 3rd qtr financial reports	Commission
July 15	Confirmations letters to Davis Farr	Accounts Payable
July 31	May and June invoice estimates/accrual due from IID	Accounts Payable
August 21	July 2025 invoice due from IID	Accounts Payable
August 26	Final Trial Balance due to Controller	Accounting Staff
August 27	Draft financial statements and treasury reports due to Controller	Accounting Staff
September 3	Trial Balance and audit schedules completed	Accounting Staff
September 5	Draft basic financial statements, audit schedules, conversion enries, MD&A and budgetary schedule (BFS set) to Auditor (pre-fieldwork)	Accounting Staff
September 8-11	Year-end Fieldwork	Davis Farr
September 11	Auditor review responses due on draft BFS set	Davis Farr
September 17	Final draft BFS set approved and forwarded to Auditor	Controller
September 22	Technical review responses due on draft BFS set	Davis Farr
September 23	Management rep. letter routed for signature	Controller
September 25	Final BFS set and management rep. letter to Auditor	Controller
September 30	Auditor issues audit opinion & emails completed financial statements	Davis Farr
October 7	Auditor delivers bound financial statements	Davis Farr
October (TBD)	<b>QSA JPA Meeting</b> - 4th qtr financial reports. Presentation on FY24 financial statements; audit results (Davis Farr)	Commission

*Unaudited*  
**QUANTIFICATION SETTLEMENT AGREEMENT  
JOINT POWERS AUTHORITY**

**BALANCE SHEET  
GENERAL FUND  
DECEMBER 31, 2024**

**Assets:**

Cash	\$ 12,685
Investments	75,360,880
Interest receivable	<u>581,892</u>

<b>Total assets</b>	<b><u>\$ 75,955,457</u></b>
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**Liabilities:**

Accounts payable	<u>\$ 3,100,397</u>
------------------	---------------------

**Fund balance:**

Unassigned	<u>72,855,060</u>
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<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 75,955,457</u></b>
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*Unaudited*  
**QUANTIFICATION SETTLEMENT AGREEMENT  
JOINT POWERS AUTHORITY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GENERAL FUND  
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024**

**Revenues:**

Interest income	\$ 2,201,680
<b>Total revenues</b>	<b><u>2,201,680</u></b>

**Expenditures:**

Environmental mitigation	5,375,778
Administrative	<u>17,593</u>
<b>Total expenditures</b>	<b><u>5,393,371</u></b>

<b>Net changes in fund balance</b>	(3,191,691)
------------------------------------	-------------

<b>Fund balance at beginning of year</b>	<u>76,046,751</u>
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<b>Fund balance at end of year</b>	<b><u>\$ 72,855,060</u></b>
------------------------------------	-----------------------------

<i>Unaudited</i>					
<b>QUANTIFICATION SETTLEMENT AGREEMENT</b> <b>JOINT POWERS AUTHORITY</b>					
<b>SUPPLEMENTARY INFORMATION - BUDGET STATUS REPORT</b> <b>FOR THE SIX MONTHS ENDED DECEMBER 31, 2024</b>					
<b>Task No.</b>	<b>Mitigation Tasks</b>	<b>Amended FY 2025 Budget</b>	<b>Total Expenditures</b>	<b>Variance (Remaining)</b>	<b>Percent Complete</b>
1	QSA Implementation Team	\$ -	\$ -	\$ -	0.0%
2	QSA Implementation Team Biologists	1,356,444	649,565	706,879	47.9%
3	Environmental Reporting and Monitoring	-	-	-	0.0%
4	Salton Sea Salinity and Elevation Program	6,000	2,225	3,775	37.1%
5	Salton Sea Mitigation Water to Salton Sea	-	-	-	0.0%
6	Tamarisk Scrub Habitat - Surveys and Mitigation	58,462	26,083	32,379	44.6%
7	Drain Habitat - Initial Vegetation and Habitat Surveys	-	-	-	0.0%
8/8A/8B	Drain Habitat (Aquatic) - Create/Manage/Monitor "Managed Marsh" Areas	454,636	203,042	251,594	44.7%
9	Drain Habitat Restrictions/Requirements for Construction and Maintenance	-	-	-	0.0%
10/10A	Worker Education Program Covered Species Training and Manual	-	-	-	0.0%
11	Desert Habitat Survey and Mapping of Right of Way	-	-	-	0.0%
12	Desert Habitat Create/Maintain Desert Habitat	-	-	-	0.0%
13	Changes to Operations on IID Canals to Avoid Covered Species	-	-	-	0.0%
14	Burrowing Owl Worker Annual Education and Manual	-	-	-	0.0%
15	Pre-Construction Activity Burrowing Owl Surveys and Relocation	1,500	11	1,489	0.7%
16	Burrowing Owl Relative Abundance and Distribution Surveys	-	-	-	0.0%
17	Farmer and Public Education Program	5,000	2,447	2,553	48.9%
18	Desert Pupfish Abundance and Distribution Study	12,283	21	12,262	0.2%
19/19A	Pupfish Selenium Drain Studies	152,142	41,944	110,198	27.6%
20	Pupfish Construction and Maintenance Conservation Measures	100,000	8,195	91,805	8.2%
21	Salvage of Razorback Suckers when Dewatering Canals	-	-	-	0.0%
22	Maintain Habitat on Fallowed Parcels	-	-	-	0.0%
23	Covered Species Baseline and Monitoring Surveys	-	-	-	0.0%
24	Salton Sea Air Quality	12,339,800	4,442,176	7,897,624	36.0%
25	Minimize Dust Emissions from Fallowed Lands	-	-	-	0.0%
26	Drain Connectivity to Salton Sea Elevation Decrease	-	-	-	0.0%
27	Grade Spoil/Roads from Drain Maintenance	-	-	-	0.0%
28	Power Line Markers for Pumpback and Seepage Recovery Systems	-	-	-	0.0%
29	Prepare and Implement Management Plan for Abandoned Portions of AAC	-	-	-	0.0%
30	Southwestern Willow Flycatcher Surveys and Habitat Monitoring	-	-	-	0.0%
31	Elf Owl Surveys	-	-	-	0.0%
32	Desert Tortoise Survey and Avoidance	-	-	-	0.0%
33	Least Tern Surveys	-	-	-	0.0%
34	Rail and Bittern Surveys	-	-	-	0.0%
35	Management and Planning	-	-	-	0.0%
36	JPA Audit Fees	10,090	-	10,090	0.0%
37	JPA Bank Fees	9,500	57	9,443	0.6%
38	Financial Advisor	36,000	17,536	18,464	48.7%
39	Bond Counsel Fees	-	-	-	0.0%
40	2001 Biological Opinion Measures	-	-	-	0.0%
41	Brown Pelican Coast	-	-	-	0.0%
42	Brown Pelican Sea	55,916	-	55,916	0.0%
43	Salton Sea Shoreline Strand Study	-	-	-	0.0%
44	Pupfish Refugium	7,106	69	7,037	1.0%
45	Recreation Facilities at Salton Sea	-	-	-	0.0%
46	QSA JPA Website Maintenance Services	-	-	-	0.0%
<b>Total Expenditures</b>		<b>\$ 14,604,879</b>	<b>\$ 5,393,371</b>	<b>\$ 9,211,508</b>	<b>36.9%</b>

**Quantification Settlement Agreement**  
**Joint Powers Authority**  
**Treasurer's Report**  
**at December 31, 2024**

<b><u>Investment Type</u></b>	<b><u>% Limit</u></b>	<b><u>% of Portfolio</u></b>	<b><u>Book Value</u></b>
CA Asset Mgmt Program (CAMP)	25%	10.77%	\$ 8,080,260.00
Treasury Securities	100%	27.18%	20,389,728.57
Federal Agency Securities	100%	26.19%	19,651,158.47
Medium Term Notes	30%	21.97%	16,483,135.41
Supranationals	15%	1.40%	1,050,626.00
Commercial Paper	30%	0.00%	-
Local Agency Investment Fund (LAIF)	\$75M - Maximum	7.04%	5,283,443.50
Asset-Backed Securities and Collateralized Mortgage Obligations	20%	5.28%	3,962,688.42
Chandler Managed Account (BNY)	100%	0.15%	109,846.63
CEO Account (Wells Fargo)	100%	0.02%	12,684.96
Total Cash and Investments		100.00%	\$ 75,023,571.96
Effective Rate of Return			3.75%
<b><u>Interest Earnings (Cash and Investments):</u></b>			
Fiscal Year to Date			\$ 1,408,182.62
Average Term			1,071
Average Days to Maturity (730 Days Maximum)			534



**Lisa Marie Harris, Treasurer**

**Quantification Settlement Agreement**  
**Joint Powers Authority**  
**Treasurer's Report**  
**at December 31, 2024**

**Deposit & Invoice Activity:**

<u>Date</u>	<u>Description</u>	<u>Deposits</u>	<u>Invoices</u>
<b>Total Fiscal Year 6/30/2004</b>		\$ 4,387,846.00	\$ -
<b>Total Fiscal Year 6/30/2005</b>		\$ 1,758,945.00	\$ (1,959,440.28)
<b>Total Fiscal Year 6/30/2006</b>		\$ 2,161,019.83	\$ (4,555,061.94)
<b>Total Fiscal Year 6/30/2007</b>		\$ 2,347,672.00	\$ (2,938,474.58)
<b>Total Fiscal Year 6/30/2008</b>		\$ 11,644,612.84	\$ (5,779,276.79)
<b>Total Fiscal Year 6/30/2009</b>		\$ 6,870,567.00	\$ (8,251,293.97)
<b>Total Fiscal Year 6/30/2010</b>		\$ 14,545,715.00	\$ (9,061,269.71)
<b>Total Fiscal Year 6/30/2011</b>		\$ 5,849,675.00	\$ (5,944,418.65)
<b>Total Fiscal Year 6/30/2012</b>		\$ 6,585,384.00	\$ (1,851,265.44)
<b>Total Fiscal Year 6/30/2013</b>		\$ 7,497,513.00	\$ (4,335,543.28)
<b>Total Fiscal Year 6/30/2014</b>		\$ 10,699,074.00	\$ (10,987,218.93)
<b>Total Fiscal Year 6/30/2015</b>		\$ 17,331,735.00	\$ (14,361,492.54)
<b>Total Fiscal Year 6/30/2016</b>		\$ 15,222,157.00	\$ (22,997,264.03)
<b>Total Fiscal Year 6/30/2017</b>		\$ 29,162,833.00	\$ (21,104,845.03)
<b>Total Fiscal Year 6/30/2018</b>		\$ 18,183,882.00	\$ (16,428,573.00)
<b>Total Fiscal Year 6/30/2019</b>		\$ 20,121,404.00	\$ (5,447,961.38)
<b>Total Fiscal Year 6/30/2020</b>		\$ 11,654,013.00	\$ (8,417,595.87)
<b>Total Fiscal Year 6/30/2021</b>		\$ 5,366,051.00	\$ (18,469,059.88)
<b>Total Fiscal Year 6/30/2022</b>		\$ 10,884,302.00	\$ (6,598,421.27)
<b>Total Fiscal Year 6/30/2023</b>		\$ 52,682,997.04	\$ (14,471,975.65)
<b>Total Fiscal Year 6/30/2024</b>		\$ 6,613,488.29	\$ (7,266,915.69)
07/26/2024	Mitigation # 1213		\$ (693,008.67)
08/21/2024	Mitigation # 1214		\$ (242,069.28)
09/26/2024	Mitigation # 1215		\$ (1,038,744.84)
11/07/2024	Mitigation # 1216		\$ (1,195,679.11)
11/27/2024	Mitigation # 1217		\$ (823,174.46)
12/27/2024	Mitigation # 1218		\$ (1,315,411.07)
<b>Total Fiscal Year 6/30/2025</b>		\$ -	\$ (5,308,087.43)
Totals to date:		<u>\$ 261,570,886.00</u>	<u>\$ (196,535,455.34)</u>
<b>Reconciliation to Total Cash &amp; Investments</b>			
Contributions received		\$	261,570,886.00
Interest earned			10,108,621.57
(Invoices paid)			(196,535,455.34)
(Bank & Admin Fees)			(120,480.27)
Cash and Investments		\$	<u>75,023,571.96</u>

QSA JPA - Fiscal Year 2025  
Portfolio Management  
Portfolio Summary  
December 31, 2024

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Managed Pool Accounts	13,473,550.13	13,473,550.13	13,473,550.13	17.96	1	1	4.546	4.610
Passbook/Checking Accounts	12,684.96	12,684.96	12,684.96	0.02	1	1	0.000	0.000
Medium Term Notes	16,750,000.00	16,617,894.86	16,483,135.41	21.97	1,251	662	4.353	4.413
Federal Agency - Coupon	19,700,000.00	19,647,174.47	19,651,158.47	26.19	1,271	556	3.480	3.528
Treasury - Coupon	20,950,000.00	20,535,156.00	20,389,728.57	27.18	1,332	696	3.732	3.784
Supranationals	1,050,000.00	1,018,347.00	1,050,626.00	1.40	1,770	305	0.615	0.624
Asset Backed Securities	4,165,095.61	4,071,769.16	3,962,688.42	5.28	1,449	933	4.876	4.944
	<b>76,101,330.70</b>	<b>75,376,576.58</b>	<b>75,023,571.96</b>	<b>100.00%</b>	<b>1,071</b>	<b>534</b>	<b>3.965</b>	<b>4.020</b>
Investments								

The Chandler Asset Management - QSA Consolidated Report presents information on all the QSA JPA investments. The investments are managed by Chandler Asset Management and the San Diego County Water Authority and are included on the QSA JPA's Treasurer's Report.

Note that the Treasurer's Report presents the total cash and investments at Book Value whereas the unaudited Balance Sheet presents the cash and investments at Market Value in accordance with Generally Accepted Accounting Principles.

Par Value is the face value of the security at time of issuance.  
Book Value is the accounting or carrying value representing the initial purchase price plus accrued interest, plus unamortized premiums, and less unamortized discounts.  
Market Value represents the price of the investment if sold in the current market on the date presented.

There can be timing differences between when interest is received and the pricing of purchases or sales of securities based on settlement dates and the values presented on the reports.

## PORTFOLIO SUMMARY



QSA Consolidated | Account #11079 | As of December 31, 2024

### Portfolio Characteristics

Average Modified Duration	1.34
Average Coupon	3.57%
Average Purchase YTM	4.07%
Average Market YTM	4.43%
Average Quality	AA
Average Final Maturity	1.46
Average Life	1.38

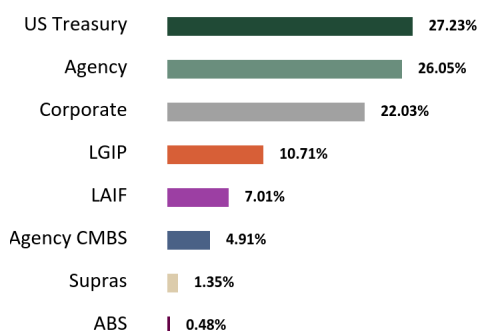
### Account Summary

	Beg. Values as of 12/01/2024	End Values as of 12/31/2024
Market Value	76,599,438.64	75,419,989.59
Accrued Interest	534,479.73	519,357.61
<b>Total Market Value</b>	<b>77,133,918.37</b>	<b>75,939,347.20</b>
Income Earned	214,210.45	191,566.30
Cont/WD	(2,023,761.71)	(1,320,931.08)
Par	77,244,754.96	76,149,483.67
Book Value	76,169,826.39	75,070,710.35
Cost Value	76,169,826.39	75,070,710.35

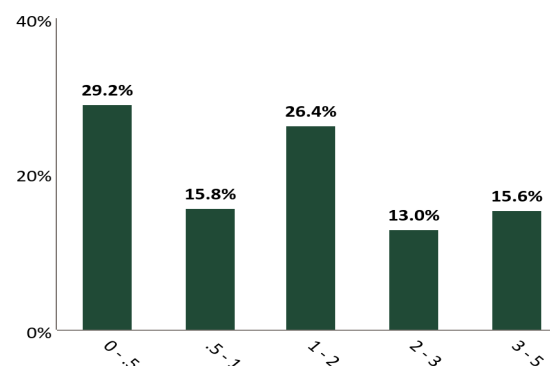
### Top Issuers

Government of The United States	27.23%
Farm Credit System	10.94%
California Asset Mgmt Program	10.71%
Federal Home Loan Banks	10.23%
FHLMC	7.19%
LAIF	7.01%
FNMA	2.60%
BlackRock, Inc.	1.06%

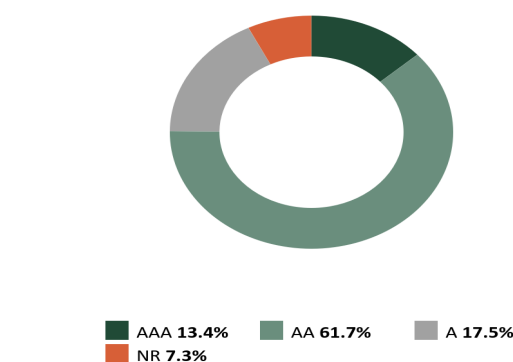
### Sector Allocation



### Maturity Distribution



### Credit Quality



\*See Footnote

The credit quality is a weighted average calculation of the highest of S&P, Moody's and Fitch

Execution Time: 01/10/2025 09:19:01 AM

Chandler Asset Management | [info@chandlerasset.com](mailto:info@chandlerasset.com) | [www.chandlerasset.com](http://www.chandlerasset.com) | 800.317.4747

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QSA JPA - Fiscal Year 2025  
Portfolio Management  
Portfolio Details - Investments  
December 31, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Managed Pool Accounts												
SYS	2000	BNY Mellon			109,846.63	109,846.63	109,846.63	4.200		4.200	1	
SYS1001	1001	CAMP - QSA OPERATING			8,080,260.00	8,080,260.00	8,080,260.00	4.730	AAA	4.730	1	
SYS1000	1000	Local Agency Investment Fund			5,283,443.50	5,283,443.50	5,283,443.50	4.434		4.434	1	
Subtotal and Average			13,694,106.22		13,473,550.13	13,473,550.13	13,473,550.13			4.610	1	
Passbook/Checking Accounts												
SYS100	100	Wells Fargo Bank			12,684.96	12,684.96	12,684.96			0.000	1	
Subtotal and Average			406,114.24		12,684.96	12,684.96	12,684.96			0.000	1	
Medium Term Notes												
023135BX3	20048	Amazon		06/09/2021	250,000.00	239,185.00	250,235.00	1.000	AA-	0.980	496	05/12/2026
009158BH8	22428	Air Products & Chemicals		04/12/2024	750,000.00	746,550.00	741,847.50	4.600	A	4.854	1,499	02/08/2029
037833DT4	20005	Apple Inc		05/15/2020	125,000.00	123,510.00	125,710.00	1.125	AAA	1.006	130	05/11/2025
037833BG4	20087	Apple Inc		12/29/2022	250,000.00	248,885.00	242,172.50	3.200	AA+	4.607	132	05/13/2025
09290DAH4	22501	BLACKROCK FUNDING INC		07/31/2024	800,000.00	802,463.11	802,359.11	4.600	AA-	4.515	936	07/26/2027
00440EAV9	20117	BNY Mellon		04/13/2023	500,000.00	492,200.00	487,780.00	3.350	A	4.200	487	05/03/2026
06051GFS3	20103	Bank of America		02/14/2023	350,000.00	348,285.00	342,982.50	3.875	A-	4.746	212	08/01/2025
06367WB85	20061	Bank of Montreal		09/25/2021	250,000.00	247,670.00	258,362.50	1.850	A-	1.054	120	05/01/2025
06368LGV2	22416	Bank of Montreal		10/26/2023	500,000.00	503,845.00	482,915.00	5.203	A-	6.123	1,126	02/01/2028
06406RBA4	20070	Bank of NY Mellon		01/26/2022	125,000.00	119,021.25	125,402.50	2.050	A	1.981	755	01/26/2027
06406RAN7	20104	Bank of NY Mellon		02/14/2023	250,000.00	247,580.00	233,207.50	1.600	A	4.863	113	04/24/2025
14913R2Y2	20086	CATERPILLAR FINL SERVICE		11/21/2022	400,000.00	400,024.00	400,112.00	4.900	A	4.889	16	01/17/2025
14913UAA8	20126	CATERPILLAR FINL SERVICE		06/12/2023	250,000.00	249,647.50	248,292.50	4.350	A	4.601	499	05/15/2026
808513BF1	20116	Charles Schwab Corp		03/10/2023	250,000.00	239,187.50	220,290.00	0.900	A	5.228	434	03/11/2026
17275RBR2	22426	Cisco Systems Inc		03/05/2024	750,000.00	754,725.00	753,450.00	4.850	AA-	4.744	1,517	02/26/2029
26442CAX2	22424	Duke Energy Carolinas		01/22/2024	800,000.00	776,800.00	778,744.00	3.950	A	4.570	1,414	11/15/2028
532457BP2	22503	ELI LILLY & CO		09/12/2024	600,000.00	582,324.00	589,350.00	3.100	A+	3.803	864	05/15/2027
341081GR2	20125	Florida Power & light Co		05/25/2023	500,000.00	500,015.00	495,870.00	4.450	A	4.751	499	05/15/2026
437076BM3	20106	Home Depot		02/14/2023	500,000.00	491,120.00	477,595.00	3.000	A	4.551	455	04/01/2026
24422EVC0	20022	John Deere Owner Trust		06/30/2020	125,000.00	124,933.75	132,176.25	2.050	A	0.757	8	01/09/2025
24422EWB1	20082	John Deere Owner Trust		11/14/2022	250,000.00	248,875.00	234,740.00	2.125	A	4.948	65	03/07/2025
24422EWX3	20127	John Deere Owner Trust		06/12/2023	300,000.00	301,242.00	299,991.00	4.750	AAA	4.751	523	06/08/2026
46647PBK1	20049	JP MORGAN SECURITIES LLC		06/09/2021	150,000.00	148,710.00	155,842.50	2.083	A-	1.053	476	04/22/2026
46647PBH8	20114	JP MORGAN SECURITIES LLC		03/10/2023	250,000.00	248,555.00	231,995.00	2.005	A-	5.858	436	03/13/2026
61690U7W4	22419	Morgan Stanley Bank		11/02/2023	750,000.00	765,742.50	750,225.00	5.882	A-	5.871	667	10/30/2026
594918BJ2	20098	Microsoft Corporation		01/27/2023	750,000.00	742,177.50	728,160.00	3.125	AAA	4.250	306	11/03/2025
63743HFC1	20084	NATIONAL RURAL UTIL COOP		11/14/2022	250,000.00	249,247.50	232,627.50	1.875	A-	5.214	37	02/07/2025
63743HFH0	20124	NATIONAL RURAL UTIL COOP		05/17/2023	500,000.00	498,905.00	502,110.00	4.450	A-1	4.282	436	03/13/2026

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<b>Medium Term Notes</b>												
69371RS23	20115	Paccar Financial Corp		03/10/2023	500,000.00	501,435.00	496,310.00	4.950	A+	5.260	275	10/03/2025
713448FW3	22421	Pepsico Inc		11/15/2023	490,000.00	496,090.70	489,206.20	5.125	A+	5.184	678	11/10/2026
713448FW3	22422	Pepsico Inc		11/15/2023	110,000.00	111,367.30	109,858.10	5.125	A+	5.172	678	11/10/2026
74456QBU9	22417	Public Service Electric		10/26/2023	750,000.00	724,897.50	695,287.50	3.700	A	5.549	1,216	05/01/2028
747525AF0	20050	Qualcomm Inc		06/09/2021	250,000.00	248,980.00	274,905.00	3.450	A-	0.715	139	05/20/2025
78015K7H1	20068	RBC CAPITAL MARKETS		12/28/2021	125,000.00	123,091.25	123,856.25	1.150	A	1.423	160	06/10/2025
78016FZT4	20096	RBC CAPITAL MARKETS		01/27/2023	250,000.00	250,665.00	251,292.50	4.875	A	4.685	376	01/12/2026
89236TJK2	20062	Toyota Auto Receivables		09/17/2021	250,000.00	238,082.50	249,850.00	1.125	AAA	1.034	533	06/18/2026
89236TKN4	20097	Toyota Auto Receivables		01/27/2023	500,000.00	500,010.00	501,710.00	4.800	A+	4.614	9	01/10/2025
89114TZD7	20052	Toronto Dominion Bank		06/17/2021	150,000.00	142,915.50	150,562.50	1.200	A	1.122	518	06/03/2026
89115A2U5	22418	Toronto Dominion Bank		10/26/2023	500,000.00	508,140.00	488,240.00	5.523	A	6.101	1,293	07/17/2028
87612EBM7	20071	Target Corp		01/26/2022	100,000.00	95,127.00	100,335.00	1.950	A	1.878	744	01/15/2027
91324PEN8	20085	UNITEDHEALTH GROUP INC		11/14/2022	250,000.00	251,247.50	250,522.50	5.150	A+	5.072	287	10/15/2025
91324PEG3	22502	UNITEDHEALTH GROUP INC		08/26/2024	500,000.00	490,210.00	494,805.00	3.700	A+	4.106	864	05/15/2027
92826CAD4	20105	Visa Inc		02/14/2023	500,000.00	494,210.00	481,850.00	3.150	AA-	4.528	347	12/14/2025
<b>Subtotal and Average</b>			<b>16,483,135.41</b>		<b>16,750,000.00</b>	<b>16,617,894.86</b>	<b>16,483,135.41</b>			<b>4.413</b>	<b>662</b>	
<b>Federal Agency - Coupon</b>												
3133ENZ37	20007	Federal Farm Credit Bank		11/10/2022	500,000.00	500,050.00	500,916.00	4.875	AA+	4.788	9	01/10/2025
3133ENPG9	20101	Federal Farm Credit Bank		02/13/2023	1,000,000.00	996,740.00	946,720.00	1.750	AA+	4.564	44	02/14/2025
3133EPCF0	20111	Federal Farm Credit Bank		03/09/2023	1,000,000.00	1,003,080.00	990,670.00	4.500	AA+	4.840	425	03/02/2026
3133EPCW3	20113	Federal Farm Credit Bank		03/10/2023	1,000,000.00	1,001,330.00	996,470.00	5.000	AA+	5.188	68	03/10/2025
3133EPHH1	20118	Federal Farm Credit Bank		05/01/2023	500,000.00	498,580.00	500,925.00	4.000	AA+	3.934	482	04/28/2026
3133EPJX4	20123	Federal Farm Credit Bank		05/17/2023	1,000,000.00	993,750.00	993,410.00	3.625	AA+	1.068	412	02/17/2026
3133EPNG6	20128	Federal Farm Credit Bank		06/26/2023	750,000.00	751,012.50	748,665.00	4.375	AA+	4.439	538	06/23/2026
3133EPPE9	22403	Federal Farm Credit Bank		08/30/2023	1,500,000.00	1,501,800.00	1,486,350.00	4.375	AA+	4.718	551	07/06/2026
3133EPC60	22420	Federal Farm Credit Bank		11/15/2023	1,000,000.00	1,007,970.00	992,300.00	4.625	AA+	4.839	1,048	11/15/2027
3130A4CH3	20013	Federal Home Loan Bank		06/22/2020	500,000.00	497,960.00	543,535.00	2.375	AA+	0.509	72	03/14/2025
3130ATUC9	20100	Federal Home Loan Bank		02/13/2023	1,000,000.00	1,002,170.00	1,005,830.00	4.500	AA+	4.275	345	12/12/2025
3130AWGR5	20129	Federal Home Loan Bank		06/30/2023	700,000.00	700,826.00	696,024.00	4.375	AA+	4.583	527	06/12/2026
3130AWBY5	22401	Federal Home Loan Bank		07/12/2023	500,000.00	500,775.00	497,695.00	4.750	AA+	5.001	163	06/13/2025
3130AWTQ3	22408	Federal Home Loan Bank		09/27/2023	1,000,000.00	1,005,070.00	990,150.00	4.625	AA+	4.983	618	09/11/2026
3130AVBD3	22429	Federal Home Loan Bank		04/30/2024	1,500,000.00	1,503,165.00	1,486,470.00	4.500	AA+	4.709	1,528	03/09/2029
3130B1BC0	22430	Federal Home Loan Bank		06/14/2024	1,500,000.00	1,513,335.00	1,509,870.00	4.625		4.474	1,619	06/08/2029
3130B2PJ8	22504	Federal Home Loan Bank		09/18/2024	1,000,000.00	993,053.47	1,000,583.47	3.625	AA+	3.621	611	09/04/2026
3137EAEPO	20002	Federal Home Loan Mtg Corp		05/14/2020	500,000.00	498,375.00	523,435.00	1.500	AA+	0.499	42	02/12/2025
3137EAEU9	20030	Federal Home Loan Mtg Corp		08/11/2020	500,000.00	489,205.00	500,035.00	0.375	AA+	0.373	201	07/21/2025
3137EAEEX3	20041	Federal Home Loan Mtg Corp		10/14/2020	250,000.00	243,127.50	249,067.50	0.375	AA+	0.451	265	09/23/2025

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<b>Federal Agency - Coupon</b>												
3137EAEX3	20051	Federal Home Loan Mtg Corp		06/16/2021	500,000.00	486,255.00	494,625.00	0.375	AA+	0.631	265	09/23/2025
3135G03U5	20003	Federal National Mtg Assn		05/14/2020	500,000.00	494,535.00	502,235.00	0.625	AA+	0.533	111	04/22/2025
3135G04Z3	20029	Federal National Mtg Assn		08/11/2020	500,000.00	491,600.00	502,750.00	0.500	AA+	0.385	167	06/17/2025
3135G05X7	20040	Federal National Mtg Assn		10/14/2020	250,000.00	243,740.00	249,155.00	0.375	AA+	0.445	236	08/25/2025
3135G06G3	20042	Federal National Mtg Assn		11/30/2020	250,000.00	242,190.00	250,012.50	0.500	AA+	0.499	310	11/07/2025
3135G05X7	20055	Federal National Mtg Assn		06/24/2021	500,000.00	487,480.00	493,260.00	0.375	AA+	0.704	236	08/25/2025
<b>Subtotal and Average</b>			<b>20,041,951.00</b>		<b>19,700,000.00</b>	<b>19,647,174.47</b>	<b>19,651,158.47</b>			<b>3.528</b>	<b>556</b>	
<b>Treasury - Coupon</b>												
9128285T3	20019	U.S. Treasury		11/10/2022	500,000.00	492,365.00	472,753.91	2.625	AA+	4.505	364	12/31/2025
912828ZL7	20025	U.S. Treasury		06/30/2020	500,000.00	493,655.00	502,285.16	0.375	AA+	0.280	119	04/30/2025
912828M56	20026	U.S. Treasury		11/10/2022	500,000.00	491,440.00	468,105.47	2.250	AA+	4.539	318	11/15/2025
91282CBH3	20044	U.S. Treasury		02/19/2021	300,000.00	287,847.00	297,410.16	0.375	AA+	0.552	395	01/31/2026
91282CBC4	20045	U.S. Treasury		03/05/2021	250,000.00	240,727.50	246,230.47	0.375	AA+	0.693	364	12/31/2025
91282CBQ3	20046	U.S. Treasury		03/05/2021	250,000.00	239,512.50	247,343.75	0.500	AA+	0.717	423	02/28/2026
91282CBT7	20053	U.S. Treasury		06/21/2021	500,000.00	478,905.00	497,402.34	0.750	AA+	0.861	454	03/31/2026
91282CCF6	20057	U.S. Treasury		06/25/2021	400,000.00	380,952.00	397,312.50	0.750	AA+	0.890	515	05/31/2026
91282CCP4	20060	U.S. Treasury		08/10/2021	400,000.00	378,000.00	396,656.25	0.625	AA+	0.800	576	07/31/2026
91282CCW9	20063	U.S. Treasury		09/16/2021	500,000.00	472,150.00	498,671.88	0.750	AA+	0.805	607	08/31/2026
91282CCZ2	20067	U.S. Treasury		11/02/2021	500,000.00	471,815.00	493,066.41	0.875	AA+	1.166	637	09/30/2026
91282CDG3	20069	U.S. Treasury		12/27/2021	400,000.00	378,108.00	397,468.75	1.125	AA+	1.260	668	10/31/2026
91282CEY3	20080	U.S. Treasury		11/10/2022	500,000.00	496,775.00	480,371.09	3.000	AA+	4.572	195	07/15/2025
91282CEY3	20092	U.S. Treasury		01/26/2023	500,000.00	496,775.00	488,437.50	3.000	AA+	3.992	195	07/15/2025
91282CGE5	20093	U.S. Treasury		01/26/2023	500,000.00	498,325.00	500,468.75	3.875	AA+	3.841	379	01/15/2026
9128285C0	20102	U.S. Treasury		02/13/2023	1,000,000.00	990,890.00	968,515.63	3.000	AA+	4.279	272	09/30/2025
91282CGL9	20108	U.S. Treasury		02/15/2023	1,000,000.00	997,340.00	994,960.94	4.000	AA+	4.180	410	02/15/2026
91282CFE6	22404	U.S. Treasury		08/30/2023	1,500,000.00	1,489,590.00	1,449,609.38	3.125	AA+	4.944	226	08/15/2025
91282CFH9	22407	U.S. Treasury		09/13/2023	1,000,000.00	971,090.00	948,359.38	3.125	AA+	4.563	972	08/31/2027
91282CEF4	22409	U.S. Treasury		09/27/2023	1,000,000.00	962,810.00	927,773.44	2.500	AA+	4.760	819	03/31/2027
91282CEW7	22410	U.S. Treasury		09/27/2023	1,000,000.00	976,450.00	949,140.63	3.250	AA+	4.742	910	06/30/2027
91282CFM8	22411	U.S. Treasury		09/27/2023	1,000,000.00	995,940.00	978,203.13	4.125	AA+	4.728	1,002	09/30/2027
912828V98	22412	U.S. Treasury		09/27/2023	1,000,000.00	959,570.00	921,718.75	2.250	AA+	4.783	775	02/15/2027
91282CJA0	22413	U.S. Treasury		10/25/2023	1,500,000.00	1,513,830.00	1,487,109.38	4.625	AA+	4.822	1,368	09/30/2028
91282CJC6	22425	U.S. Treasury		03/04/2024	1,500,000.00	1,509,090.00	1,508,085.94	4.625	AA+	4.403	652	10/15/2026
91282CJW2	22427	U.S. Treasury		03/13/2024	1,500,000.00	1,479,255.00	1,489,511.72	4.000	AA+	4.159	1,491	01/31/2029
912828YX2	22431	U.S. Treasury		06/28/2024	700,000.00	666,939.00	653,761.72	1.750	AA+	4.570	729	12/31/2026
91282CEN7	22505	U.S. Treasury		10/15/2024	750,000.00	725,010.00	728,994.14	2.750	AA+	3.917	849	04/30/2027
<b>Subtotal and Average</b>			<b>20,389,728.57</b>		<b>20,950,000.00</b>	<b>20,535,156.00</b>	<b>20,389,728.57</b>			<b>3.784</b>	<b>696</b>	

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Supranationals</b>												
4581X0DV7	20047	Inter-American Devel Bank		04/23/2021	300,000.00	286,872.00	299,826.00	0.875	AAA	0.887	474	04/20/2026
459058JB0	20012	Intl Bank Recon & Develop		06/08/2020	250,000.00	247,190.00	250,480.00	0.625	AAA	0.585	111	04/22/2025
459058JL8	20043	Intl Bank Recon & Develop		01/28/2021	500,000.00	484,285.00	500,320.00	0.500	AAA	0.486	300	10/28/2025
<b>Subtotal and Average</b>			<b>1,050,626.00</b>		<b>1,050,000.00</b>	<b>1,018,347.00</b>	<b>1,050,626.00</b>			<b>0.624</b>	<b>305</b>	
<b>Asset Backed Securities</b>												
02582JJV3	20081	AmEx Credit Acct Master Trust		11/14/2022	250,000.00	248,848.50	240,683.59	3.750	A-	5.263	956	08/15/2027
3137BN6G4	20099	FreddieMac Structured Pass-Thr		01/30/2023	500,000.00	493,240.10	484,667.97	2.995		4.136	358	12/25/2025
3137BMTX4	20107	FreddieMac Structured Pass-Thr		02/15/2023	499,960.03	494,297.28	482,402.84	3.151		4.539	328	11/25/2025
3137FBBX3	22414	FreddieMac Structured Pass-Thr		10/27/2023	1,000,000.00	966,548.40	930,117.19	3.244		5.291	966	08/25/2027
3137FG6X8	22415	FreddieMac Structured Pass-Thr		10/27/2023	1,000,000.00	974,742.90	940,000.00	3.850		5.350	1,240	05/25/2028
3137FGR31	22423	FreddieMac Structured Pass-Thr		12/18/2023	800,000.00	779,679.36	774,156.25	3.854		4.650	1,271	06/25/2028
362585AC5	20083	GM Financial		11/14/2022	115,135.58	114,412.62	110,660.58	3.100	AAA	5.245	776	02/16/2027
<b>Subtotal and Average</b>			<b>3,967,910.78</b>		<b>4,165,095.61</b>	<b>4,071,769.16</b>	<b>3,962,688.42</b>			<b>4.944</b>	<b>933</b>	
<b>Total and Average</b>			<b>76,033,572.21</b>		<b>76,101,330.70</b>	<b>75,376,576.58</b>	<b>75,023,571.96</b>			<b>4.020</b>	<b>534</b>	

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