



# **GOLETA SANITARY DISTRICT**

**BUDGET**  
**FISCAL YEAR 2014-15**

**BUDGET  
FOR  
FISCAL YEAR  
2014-2015**

***Approved by the Governing Board  
Special Board Meeting June 13, 2014***



## MEMORANDUM

**TO:** Members of the Governing Board

**FROM:** Kamil S. Azoury, P.E.  
General Manager/District Engineer

**DATE:** June 6, 2014

**SUBJECT: PROPOSED DISTRICT BUDGET FOR FISCAL YEAR 2014-2015**

Enclosed please find the District's budget report for Fiscal Year (FY) 2014-15 which provides details of the District's revenues, expenditures, and designated funds. The budget presentation is similar to that of previous years.

The attached budget includes descriptions of the District's funds and their respective purposes as defined by policies established by the District's Governing Board. Details of all funds activities in the coming fiscal year are provided to depict the revenues and expenditures associated with each fund. The budget shows sewer service charge (SSC) revenues deposited directly to the corresponding funds. The SSC for FY 2014-15 has not changed from its value in FY 2012-13 and FY 2013-14. The budget narrative sections include descriptions of the District's revenues and their corresponding sources, as well as the proposed expenditures with supporting backup data. Additionally, the budget contains comparisons with the previous fiscal year's revenues and expenditures.

The District's operations and maintenance expenditures in the Fiscal Year 2014-15 are anticipated to be about five percent above last year's value mainly due to the cost of additional labor to accommodate the new plant process operations, and increases in Biosolids hauling. Additionally, this budget includes a proposed increase in expenditures for capital outlay of 42% from last year mostly due to large collection projects and several plant projects, and inter-fund loan repayment associated with the recently completed Plant Upgrading Project. The District is expected to realize an increase of about 3% in its total fund balance by the end of the upcoming fiscal year mostly as a result of completion of the plant upgrading project.

The budget report includes detailed budget expense data presented under several service categories. These service categories are based on the contractual customers benefiting from the District services.

# GOLETA SANITARY DISTRICT

## PROPOSED BUDGET FISCAL YEAR 2014-2015

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# **GOLETA SANITARY DISTRICT**

## **Budget for Fiscal Year 2014-15**

### **INTRODUCTION**

The Goleta Sanitary District (GSD) was formed in 1942 under the 1923 Sanitary District Act by petition of local residents to provide wastewater management services to the small community of Goleta in Santa Barbara County.

Throughout the past years, the District's boundaries have expanded by individual annexations of parcels to its original service area. At present, the District owns and operates approximately 131 miles of sewers that collect wastewater from its service area, which extends from the westerly boundary of the City of Santa Barbara to the City's Municipal Airport. In addition to its collection system, the District owns and operates the wastewater treatment and disposal facilities that serve the entire population of approximately 80,000 in the Goleta Valley. Approximately half of this population is served under separate contractual agreements with the following four public agencies.

- 1. Goleta West Sanitary District**
- 2. University of California at Santa Barbara**
- 3. Santa Barbara Municipal Airport**
- 4. County of Santa Barbara**

The District also owns and operates a reclamation facility that produces recycled water for distribution in the Goleta Valley. Under an agreement with the Goleta Water District, the Goleta Sanitary District can produce up to 3 million gallons of recycled water per day that are distributed by the Water District for landscape irrigation of the campus of the University of California at Santa Barbara (UCSB), as well as parks and golf courses in western Goleta.

Treated wastewater not used for irrigation is discharged in the Pacific Ocean through a pipeline (outfall) that extends over one mile off shore to a depth of approximately 93 feet below the ocean surface.

### **DISTRICT GOVERNANCE**

A five-member Governing Board of Directors elected at-large from the District's service area for a term of four years is commissioned to establish service policies. The Governing Board holds two regular monthly meetings to attend to the District's business. These meetings are held on the first and third Monday of every month at the District's Administration Building located at One William Moffett Place in Goleta.

### **DISTRICT STAFF AND OPERATING DEPARTMENTS**

The District employs approximately 34 regular employees that work under five closely related operating departments. These departments are 1) Administration; 2) Technical Services; 3) Collection System; 4) Treatment and Reclamation Facilities; and 5) Facilities Maintenance. Each department is managed by one supervising employee who is responsible for the

operations of, and all employees associated with, the respective department. The five departmental supervisors report to the Assistant Manager, who reports to the District's General Manager responsible for the District's overall implementation of the service policies adopted by the Governing Board.

## **DISTRICT CAPITAL IMPROVEMENTS AND OPERATIONS BUDGET**

The District's fiscal year (FY) is defined as a 12-month period starting on the first day of July and ending on the last day in June of the following calendar year. The District's budget is that document which defines the District's estimated expenditures and the estimated required revenues for the corresponding fiscal year. The District prepares an annual budget early each year for adoption by the Board in June of the same year. The budget is prepared by each department supervisor in conjunction with the General Manager and the Assistant General Manager. The draft budget is circulated for comments and input among the public agencies served by the District. The draft budget is also reviewed by the District's Finance Committee before its consideration and final adoption by the Governing Board.

The District's budget consists of three major sections for the fiscal year under consideration.

- 1. Existing District Designated Funds Activities and Balances**
- 2. Anticipated District Revenues**
- 3. Estimated District Expenditures**

Designated funds are pools of funds that the District has established for its operational needs. These funds are designated by formal Board resolutions for specific purposes, some of which are mandated by State and Federal statutes. These designated funds permit the District to mitigate extreme fluctuations in charges to its customers.

The revenue section of the District's budget contains estimated revenues that the District anticipates receiving in the upcoming fiscal year. Included in the revenues are the estimated funds to be received from users' fees based on the existing fee structure of the District.

The expenditure section includes estimated expenditures for operations and maintenance of the District's facilities in the upcoming fiscal year. Additionally, the District includes in its budget expenditure section its planned capital improvement projects, as defined by District staff for the upcoming fiscal year.

Following the determination of the estimated expenditures and revenues for the upcoming fiscal year, the District evaluates the need to revise its user fee structure, in conjunction with supplementing the budget with resources from designated capital improvement fund.

The District anticipates the following total expenditures and revenues in fiscal year 2014-15. Withdrawals from the District's designated funds for capital improvement projects are shown separately.

<b>Total Estimated Expenditures:</b>	<b>\$16,813,212</b>
<b>Total Anticipated Revenues:</b>	<b>\$11,693,333</b>
<b>Total Withdrawals from Designated Funds:</b>	<b>\$ 5,119,879</b>
<b>Total Anticipated Revenues and Withdrawals:</b>	<b>\$16,813,212</b>

***DISTRICT OPERATING  
AND DESIGNATED FUNDS***

## **DISTRICT FUNDS**

The District established several funds in which revenues are deposited, and are sources for District expenditures including capital improvement projects. The established funds have been designated by the Governing Board through separate resolutions that specifically address the need and purpose of each fund. The main objective behind establishing these different funds is to address the District's service needs in a very responsible fiscal manner. A brief description of each of the current District funds follows.

### **Running Expense Fund - 4640**

This fund was established to maintain a balance that would support eight months of operational expenses without receiving any revenue. Six of those eight months are in the new fiscal year, and the other two fall in the preceding fiscal year. As such, the Running Expense Fund at the beginning of the fiscal year must have a balance sufficient for six months of operations and maintenance activities. This fund is very important to the operations since the District does not invoice for its services monthly, and therefore does not receive monthly revenues. Under the current method of sewer service charge collection, the District contracts with Santa Barbara County to collect its fees with property taxes. The District receives its fees from the County in two lump sum payments; one in April, and the other in December of each year. The payments are forwarded to the District soon after property tax collection deadlines. Therefore, it is essential to maintain an operating fund that would account for about six months of operating expenses to cover expenses between payment cycles.

As noted in the fund balance summary sheet, the Running Expense fund balance is anticipated to be \$1,615,539 as of June 30, 2015. This fund constitutes 12% of the total District funds as of that date. In early 2015 the District will review the balance of this fund and determine accordingly the need to cover the dry financing period between July, 2015 and December, 2015.

The existing Running Expense Reserve fund balance as of June 2014, shown on the designated fund balance summary, is broken down per department. The majority of the fund is for the treatment facilities, at 65% of the total balance, with the administration balance at almost 12% and collection system at 17% of the same total fund. The administration component of the fund at 12% includes outside professional services such as legal counsel and consultants, among others.

### **Plant Reserve Fund - 4645**

The District established a plant emergency reserve fund through a contractual agreement with other plant users. This fund is for addressing plant emergencies. The contracts among plant users specify that this fund must not exceed \$25,000. The balance of this fund as of June 30, 2014 is \$33,184 which includes accrued interest for the year. The anticipated value by June 2015 is anticipated to be \$33,260 (with interest) as noted in the designated fund balance summary sheet. Periodically, the amount over \$25,000 is used in conjunction with capital improvements of the treatment facilities.

### **Capital Reserve Fund - 4650**

This fund was established to hold revenues from connection and annexation fees. This reserve fund is mandated by legislation to account for capacity expansion projects of the District's facilities.



Capacity expansion reserve funds should be protected and used only for expanding the facilities' capacities to accommodate community growth. In May 2007, the Board elected to allocate \$3,700,000 from this fund to fund 4670 (plant upgrading project) to partially finance the District's share of the plant upgrading project which increases the capacity of the secondary treatment process from 3.8 million gallons per day (MGD) to 9.84 MGD. The Board has resolved to pay back the Inter-fund loans and those payments began in FY2013-14. With the loan payments, the anticipated balance of this fund at the end of June, 2015 is \$4,572,138 as noted in the fund balance summary sheet.

### **Replacement Reserve Fund - 4655**

This fund is mandated by the State Water Resources Control Board (SWRCB) in its guidelines for development of Facilities Financial Plan and Revenue Program (FPRP). This mandate requires annual funding of the facilities' depreciation. The Plant Upgrading Project substantially increased the annual depreciation value which will have to be increased in future years on a gradual basis to full value. The current budget funds the new depreciation value at 81% (depreciation funding level without the upgraded facilities) of its new full value of the District's share.

The fund, with its anticipated balance of \$5,821,629 at the end of FY 2013-14 as shown in the designated fund balance summary sheet, is designated for the basic replacement of components of the existing facilities. The fund ensures the useful life of facilities in a wholesome manner to utilize the entire design capacity for the community planned growth. The District has been funding this fund over the past years whereby the annual funding is adjusted annually, and is \$2,260,861 for FY2014-15.

Similar to the Capital Reserve Fund above, the Board resolved to repay previously borrowed monies in the amount of \$2,000,000 from this fund, beginning in FY 2013-14.

The summary sheet shows a breakdown of this fund among the District's facilities.

### **Retiree Health Insurance Sinking Fund – 4660**

In December 2004, the District's Governing Board acted to provide medical insurance coverage for District employees upon retirement. In order to mitigate the impact of such benefit, the Board directed that a sinking fund be created for future payments of medical insurance premiums of District retirees, and that such fund be annually funded in an initial amount of \$30,000 per year. In August 2006 the Board revised this action directing District staff to change its current health insurance program from Blue Shield of California to the California Public Employees Retirement System (CalPERS) health program. In doing so, the CalPERS health plan would be at a lower premium and would allow the District to offer health insurance coverage for its retirees and their respective dependents similar to the prior plan. In addition, the District and employees will fund the costs of the Medicare supplemental insurance plan in an equally shared manner. Employee's hourly wage will be reduced by \$.19 per hour over a three year period starting in July, 2007 and ending in 2009. This employee contribution along with the District's matching contribution, and the savings on the health insurance premium will be allocated to this fund. The current annual funding of this fund would amount to \$240,646 which will escalate annually to cover the necessary annual funding defined by the retiree actuarial analysis. The District will periodically review this annual funding level in order to make

sure that such fund balance is sufficient to meet its obligation. The fund balances at the end of fiscal years 2014 and 2015 are -\$623 and \$329 respectively.

In 2009 and to comply with the Governmental Accounting Standard Board (GASB) Statement 45 requiring a separate trust fund for retiree benefits, the District joined the California Employees Retirement Benefit Trust (CERBT) fund administered by CalPERS to manage its retiree fund investments and to pay for the retirees health insurance premium. The District annually transfers cash from its own Retiree Health Insurance Sinking fund to CERBT fund that will subsequently be used for retiree insurance premium funding. The negative balance of the District sinking fund mentioned above reflects the transfers to CERBT in fiscal year 2011-12 that exceeded the annual required contribution.

#### **Outfall Re-ballasting Fund – 4666**

This fund does not carry any balance since it is used for management of the debt service of the State Revolving Fund (SRF) loan for the outfall re-rocking project. The revenues into this fund are disbursed within the same fiscal year, leaving no balance in the fund. Fiscal 2014-15 has the last scheduled payment for this loan, leaving the District debt free after this payment.

#### **Plant Upgrading Fund – 4670**

On May 7, 2007, the District's Governing Board acted to establish a separate fund designated as the "Plant Upgrading Fund" to pay for the Upgrading Project costs including but not limited to planning, design, environmental review, permitting and construction. Partial funding of the project was provided by a transfer from the Capital Reserve Fund in the amount of \$3,700,000 and from the Replacement Reserve Fund in the amount of \$2,000,000 . The District is currently repaying the borrowed monies from this fund.

#### **District Emergency Fund – 4675**

On May 7, 2007, the District's Governing Board established a separate fund designated as the "Emergency Fund" for the purpose of paying costs associated with emergency projects. Funding was provided by a transfer from the Replacement Reserve Fund in the amount of \$500,000. The balance of this fund at the end of June 2015 is anticipated to be \$552,710 as noted in the fund balance summary sheet.

#### **Summary**

Enclosed in this budget are a summary table and associated pie and bar charts that show fund balances and distributions at the beginning and end of FY 2014-15. The total value of the District's funds will be increased in FY 2014-15 by \$361,241 or 3% of its value at the end of 2014-15.

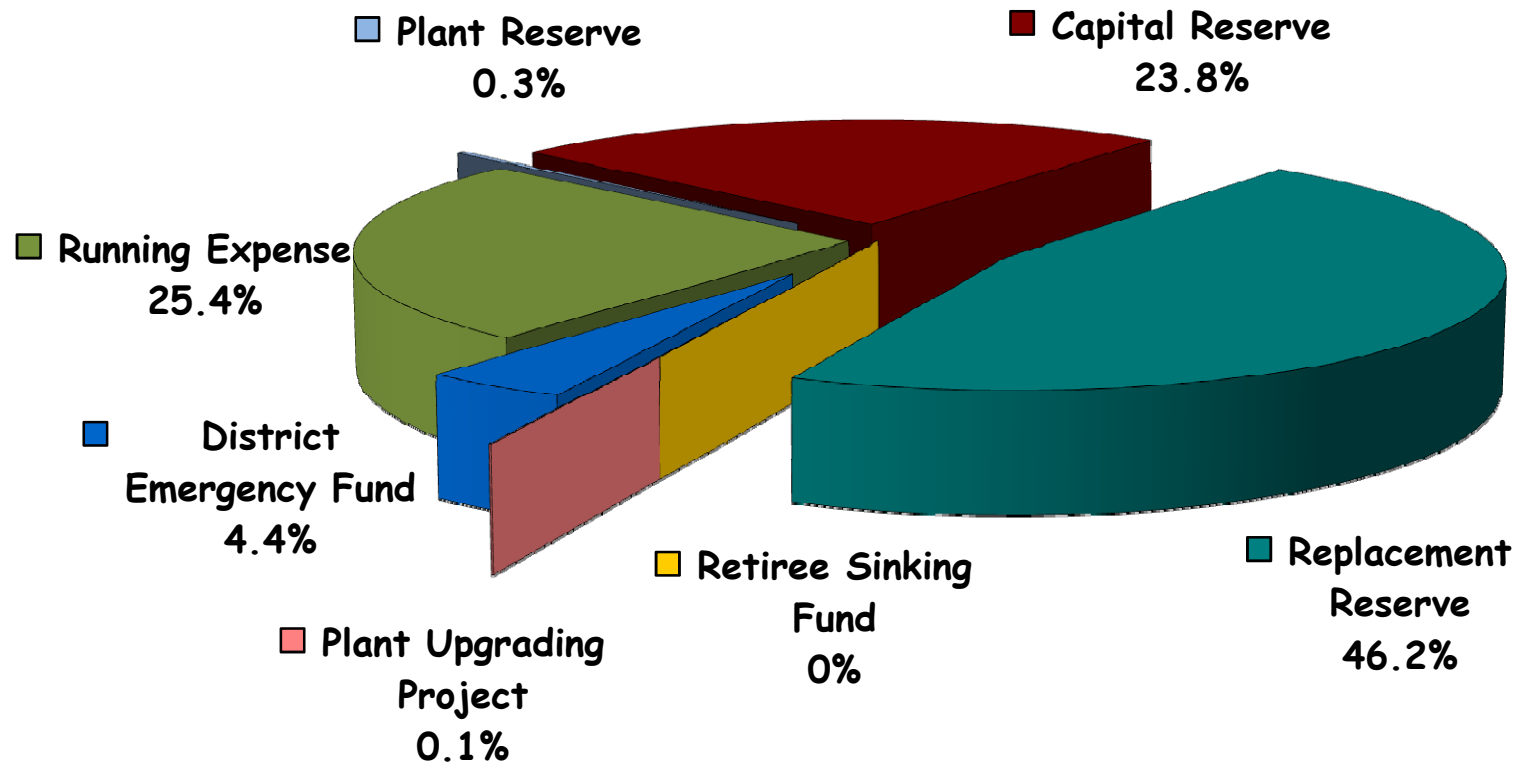
**DESIGNATED FUND BALANCE  
SUMMARY**

Fund No. and Name	Estimated Cash Balance	
	6/30/2014	6/30/2015
<b><u>4640 Running Expense</u></b>		
Administration	390,057	197,103
Collection System	533,858	269,769
Firestone Pump Station	40,235	20,331
Main Pump Station	50,800	25,670
Industrial Waste Control Program	65,079	32,885
Wastewater Treatment Facilities	2,080,719	1,051,426
Effluent Disposal Ocean Outfall	36,321	18,354
<b>Subtotal</b>	<b>\$3,197,069</b>	<b>\$1,615,539</b>
<b><u>4645 Plant Reserve</u></b>	<b>33,184</b>	<b>33,260</b>
<b><u>4650 Capital Reserve</u></b>		
Collection System	1,755,209	1,784,991
Wastewater Treatment Facilities	1,097,969	2,642,633
Effluent Disposal Ocean Outfall	142,103	144,514
<b>Subtotal</b>	<b>2,995,281</b>	<b>4,572,138</b>
<b><u>4655 Replacement Reserve</u></b>		
Collection System	4,301,648	3,963,153
Administration Facilities	76,031	70,048
Wastewater Treatmt. & Pumping Facilities	1,128,099	1,861,039
Effluent Disposal Ocean Outfall	315,852	290,998
<b>Subtotal</b>	<b>5,821,629</b>	<b>6,185,238</b>
<b><u>4660 Retiree Health Insurance Fund</u></b>	<b>(623)</b>	<b>329</b>
<b><u>4666 Outfall Reballasting Project</u></b>	<b>84,919</b>	<b>84,919</b>
<b><u>4670 Plant Upgrading Project</u></b>	<b>6,711</b>	<b>\$6,718</b>
<b><u>4675 District Emergency Fund</u></b>	<b>551,442</b>	<b>\$552,710</b>
<b>TOTALS</b>	<b>\$12,689,611</b>	<b>\$13,050,852</b>

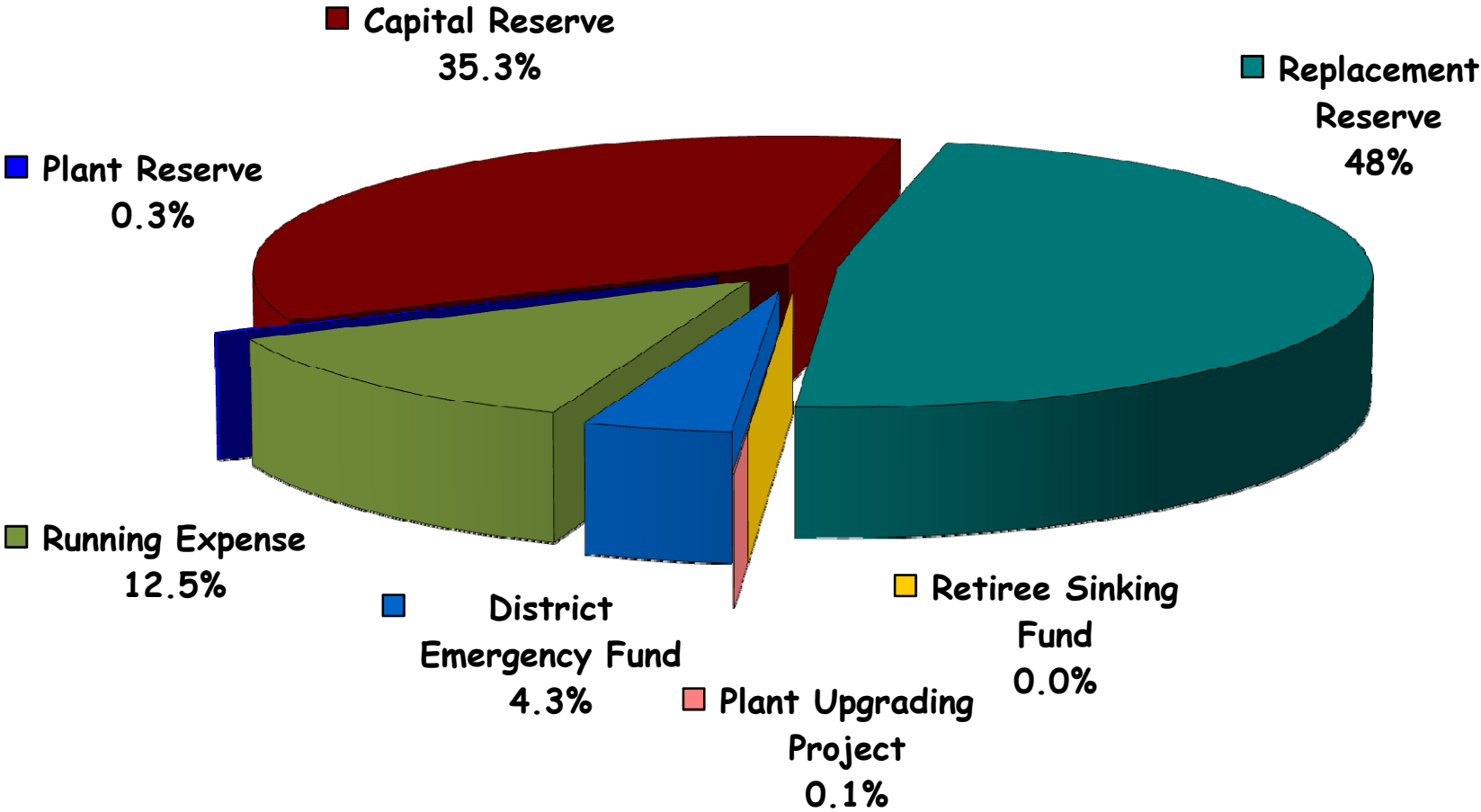
**NOTES:**

- <sup>a</sup> Designated to meet half of annual operation & maintenance costs for FY 2014-2015
- <sup>b</sup> Designated for emergency repairs.
- <sup>c</sup> Designated for facilities capacity expansion.
- <sup>d</sup> Designated for facilities replacement projects. Distributed relative to the replacement value of facilities.
- <sup>e</sup> Designated for retiree medical insurance sinking fund.
- <sup>f</sup> This fund receives and disburses monies for the SRF loan payment for the Outfall Rerocking Project, therefore its balance is zero at the end of each fiscal year.
- <sup>g</sup> Designated to pay for Plant Facilities Upgrading Project costs.
- <sup>h</sup> Designated for costs associated with emergency projects.

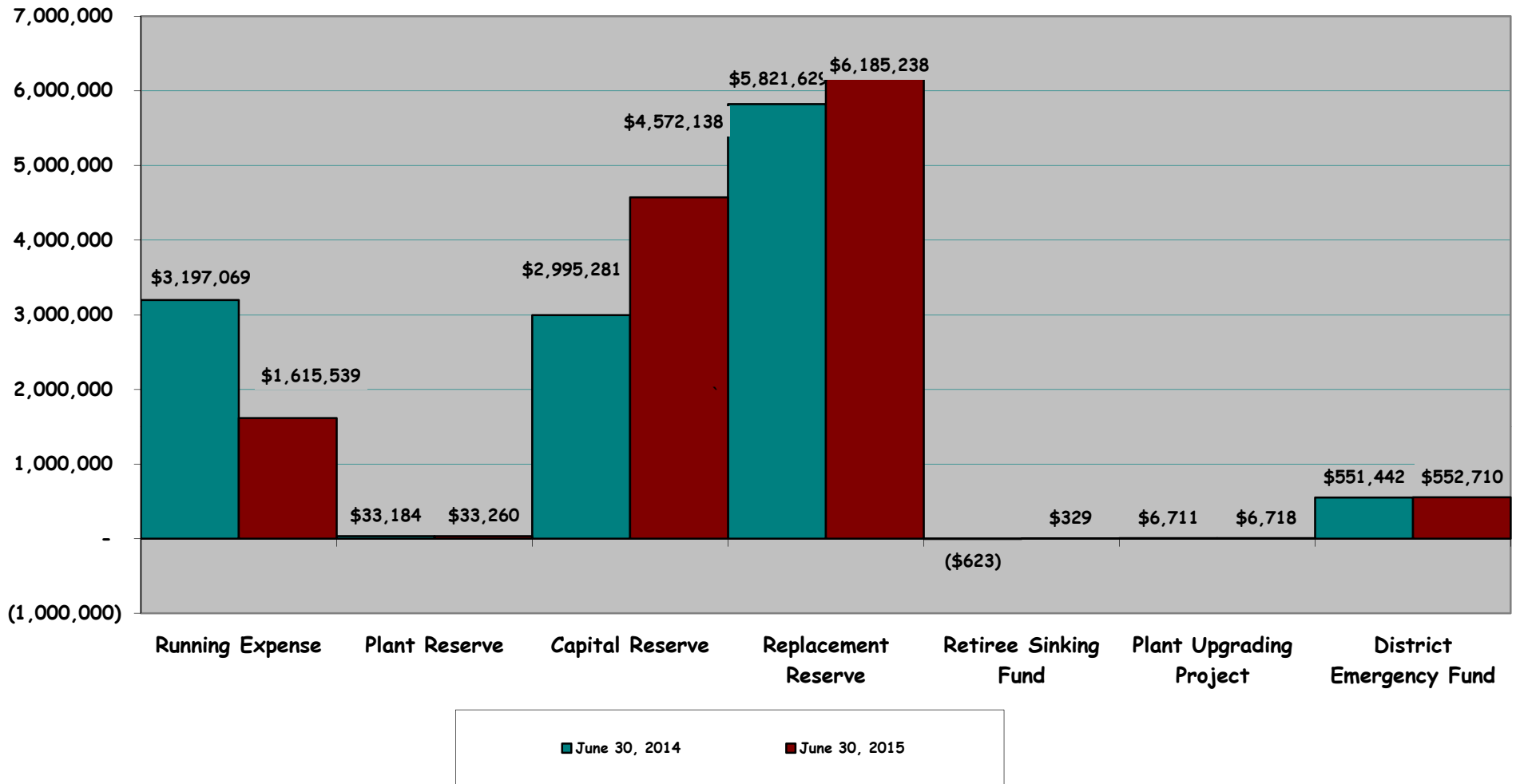
# Fund Balance June 30, 2014



# Fund Balance June 30, 2015



## Fund Balance June 30, 2014 and June 30, 2015



## **ACTIVITIES OF DISTRICT FUNDS**

The enclosed fund activity sheet shows the District's fund balances at the beginning and end of the fiscal year, as well as the activity of each fund during the year. Each fund's name and number are shown in the extreme two left columns, followed by the cash balance of the fund at the beginning of the year in the third column. The fourth and fifth columns designate the activity in terms of revenues and expenditures for each fund as demanded by the District's budget. The last column to the right of the sheet shows the anticipated ending balance of each fund at the end of the fiscal year. The main objective of the enclosed fund activity sheet is to provide a record of allocating revenues and expenditures to meet the District's operating objectives.

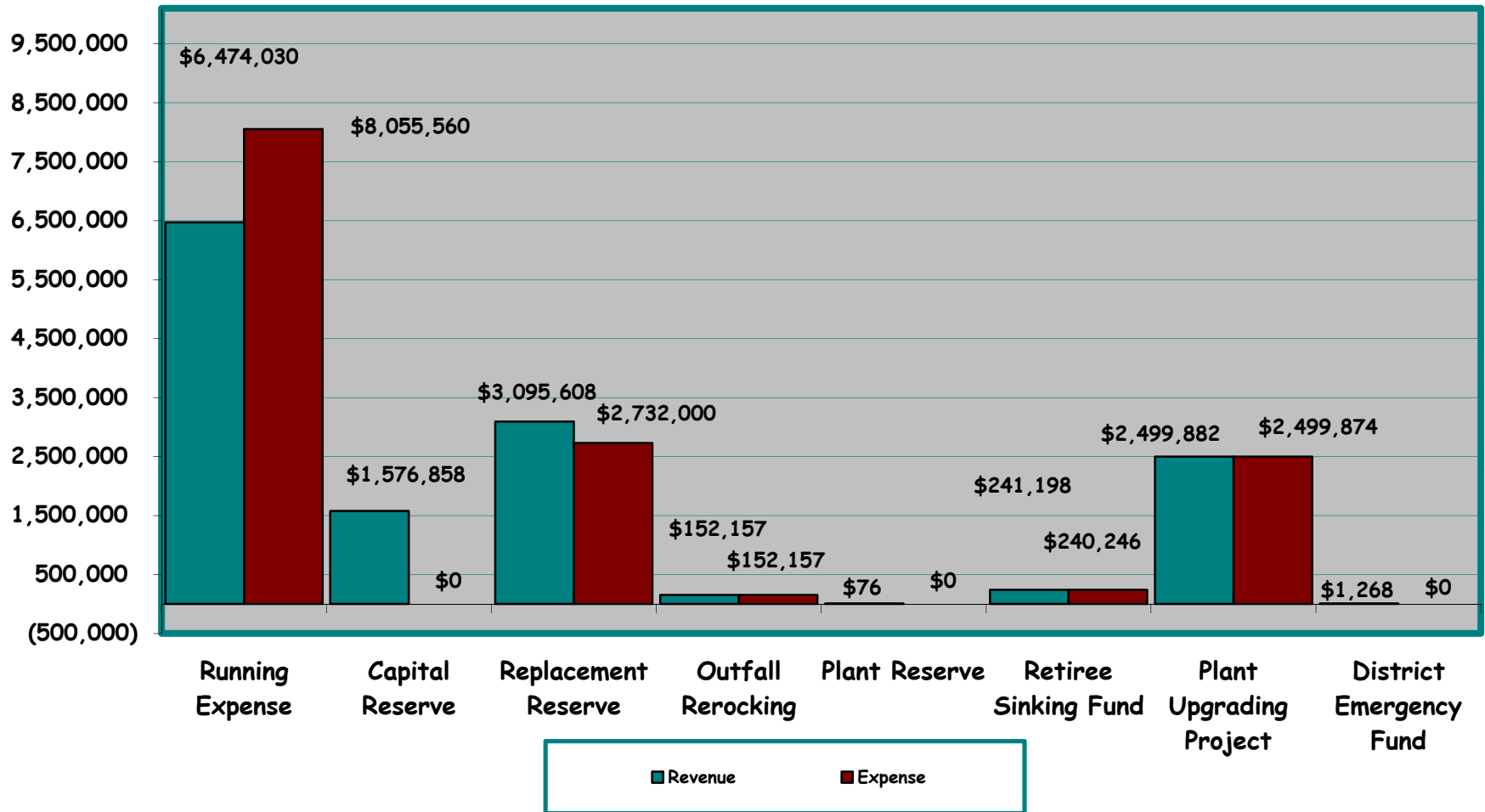
For FY 2014-15, the District anticipates a increase in its overall fund balances by \$361,241 mostly due to the treatment plant upgrading project inter-fund loan repayments. The overall balance of all of the District's funds is anticipated to be \$13,050,852 by the end of fiscal year 2014-15. Enclosed in this budget is a fund activity tabulation and associated bar chart illustrating the activities of the District's designated funds in FY 2014-15.

## FUND CASH ACTIVITY

Fund No. and Name	Estimated Cash Balance 6/30/2014	Estimated Revenue 2014-2015	Estimated Cash Expenditures 2014-2015	Estimated Cash Balance 6/30/2015
640 Running Expense	\$3,197,069	Interest Revenue \$7,035 \$5,819,215 GWD WWRoc O&M \$609,054 Admin Chg: WWRoc \$38,725	O & M Expense \$7,446,506 WWRoc O & M Expense \$609,054	\$1,615,539
<b>Subtotal</b>		<b>\$6,474,030</b>	<b>\$8,055,560</b>	
645 Plant Reserve	\$33,184	Interest \$76		\$33,260
<b>Subtotal</b>		<b>\$76</b>	<b>\$0</b>	
650 Capital Reserve	\$2,995,281	Interest \$7,014 Fund 670 Loan repayment \$1,526,034 Connection & Annex Chgs \$43,810	Sewerline capacity related \$0	\$4,572,138
<b>Subtotal</b>		<b>\$1,576,858</b>	<b>\$0</b>	
655 Replacement Reserve	\$5,821,629	Interest \$13,038 Revenue \$2,260,861 Fund 670 Loan repayment \$821,710	Sewer Line Replacement \$1,877,500 Administration & Outfall \$120,000 Plant and Pump Stations Projects \$734,500	\$6,185,238
<b>Subtotal</b>		<b>\$3,095,608</b>	<b>\$2,732,000</b>	
660 Retiree Health Insurance	-\$623	Interest \$552 Revenue \$240,646		\$329
<b>Subtotal</b>		<b>\$241,198</b>	<b>\$240,246</b>	
666 Outfall Reballasting Project	\$84,919	RFOGA SRF Outfall Revenue \$67,238 \$84,919	SRF Loan Paymt \$152,157	\$84,919
<b>Subtotal</b>		<b>\$152,157</b>	<b>\$152,157</b>	
670 Plant Upgrading Project	\$6,711	Interest \$8 RFOGA Plant Upgrade \$52,130 Revenue \$2,447,744	Plant Upgrading Project \$100,000 Sewer Service Charges (670 loan) \$1,559,919 Sewer Service Charges (670 loan) \$839,956	\$6,718
<b>Subtotal</b>		<b>\$2,499,882</b>	<b>\$2,499,874</b>	
675 District Emergency Fund	\$551,442	Interest \$1,268	\$0	\$552,710
<b>Subtotal</b>		<b>\$1,268</b>	<b>\$0</b>	
<b>TOTALS</b>	<b>\$12,689,611</b>		<b>\$13,050,852</b>	



# Fund Activity June 2014-June 2015



***REVENUES***  
***FISCAL YEAR 2014-15***

## **DISTRICT REVENUES IN FISCAL YEAR 2014-15**

The District receives revenues from several sources. The District has grouped its revenues under the various funds utilized for the District's operations as discussed earlier in previous sections of this budget. These funds may change over time depending on the specific purpose of establishing the fund. Currently the District has allocated its various revenues to the following eight funds.

- 1. Running Expense Fund**
- 2. Plant Reserve Fund**
- 3. Capital Reserve Fund**
- 4. Replacement Reserve Fund**
- 5. Retiree Health Insurance Fund**
- 6. Outfall Re-ballasting Fund**
- 7. Plant Upgrading Project Fund**
- 8. District Emergency Fund**

### **Running Expense Fund - 4640**

The running expense fund is where most of the operating revenues of the District are deposited when received. This fund has several accounts that hold the revenues from a variety of sources. The most significant revenues are the user fees or charges, as noted in this budget. Revenues from the various sources are accounted for under separate District internal accounts carrying different account numbers in order to track these revenues by their respective sources and allocate or designate them for their required and/or intended purposes. District revenues shown in the budget are estimates based on revenues from previous years, in addition to information associated with specific developments in the community. The running expense fund is used to fund the operations and maintenance activities of the District.

#### **Sewer Service Charges – Account 3100**

The sewer service charges may also be described as the utility charge paid by the District's users for the services rendered by the District. These charges are very similar to telephone, gas, or electric charges invoiced monthly by the utilities to their customers. The District collects its sewer service charges, also known as users' fees, through the property tax collection process of the County. The District's annual charges are placed on the tax roll, and are separately shown on property tax statements mailed by the County to the District's users. The County forwards the collected District fees to the District twice annually, immediately after tax collection in December and April of each year. Users' fees are expected to reflect the cost of operations and maintenance by the District, and are reviewed annually to ensure their appropriate values.

The sewer service charges are based on a mathematical model, which calculates rates using various parameters associated with flows and types of wastewater. The charge model is based on guidelines established by the Federal and State governments in accordance with the Clean Water Act, which applies to agencies like the District, that received Federal and State grants for construction of wastewater treatment and disposal facilities. The District has classified its users into 27 categories used in calculating the user fees.

The model takes into consideration the estimated expenditures for the upcoming fiscal year in order to calculate the required appropriate user fees. Based on the District's model, the charge for a single-family dwelling or an equivalent is \$453.63 per year or \$37.80 per month for FY

2013-2014. The sewer service charges are deposited into the individual funds of the District based upon their intended use and in an amount determined by the Governing Board. Of the monthly \$37.80 anticipated sewer charges revenue per single-family dwelling for Fiscal Year 2012-2013, \$24.10 will be deposited in the running expense fund 4640.

#### Permit and Inspection Fees – Account 3120

Permit and Inspection fees are collected for issuing permits to connect to District facilities. Inspection fees are charges for the District's inspection of the construction of new developments connecting to the District's facilities. This estimated revenue is projected based on past history and knowledge of proposed developments in the upcoming year.

#### Administration Charges – Accounts 3140 and 3145

These revenues are charges levied on the District's contractual users for administrative costs associated with treatment, disposal and reclamation of wastewater. These charges are fixed percentages of the operating costs as defined in separate agreements with these users.

#### Treatment and Disposal Revenue – Account 3150

This revenue is the monthly expense charged to the District's contractual users in accordance with an agreement with the District for treatment and disposal of their respective wastewaters. The charge to each user is based on each user's percentage of the monthly-metered flow into the plant applied to the total monthly expense of the treatment plant only. Fixed assets charged to the treatment plant are expensed to the contractual users based on their respective fixed capacity percentage allocations of the total treatment plant and outfall capacities as defined in the agreements between the District and its users.

#### Goleta Water District Reclamation O&M Cost Reimbursement – Account 3155

This revenue is the total estimated annual expense invoiced to the Goleta Water District for production of reclaimed water. Fixed assets purchased for the reclamation facility are included in this estimated revenue. This revenue was estimated based on the projected demand of reclaimed water as defined by the Goleta Water District.

#### Industrial Waste Control (IWC) Analysis Reimbursement – Account 3160

This revenue source is projected based on historical data, and accounts for reimbursements to the District by industries for costs of re-sampling their respective discharges to the District following violations of their respective permit limits.

#### Homeowners Exemption – Account 3170

Homeowners' exemption revenues are the District's share of the annual revenue received by the County from the State for tax exemptions offered to homeowners. This amount is usually estimated by Santa Barbara County, and does not vary greatly from year to year.

#### Annexation Processing – Account 3205

This estimated revenue is the administration fee charged for processing applications for annexations submitted to the District each year. The projected amount is based on an application fee of \$200 per application, and is estimated based on past history and knowledge of any known future annexations.

#### Revenue from Other Government Agencies (RFOGA) – Running Expense – Account 3240

This revenue is received from the Santa Barbara Municipal Airport and Santa Barbara County for their shares of the operations and maintenance of the treatment facilities; and from SBMA for Firestone and the Main pump stations. The value of this revenue is based on the Airport's percentages of the annual flow and expenses of the Main Pump Station and the percentage flow for the Firestone pump station only.

#### Other Revenue-Running Expense – Account 3260

Other revenues account for all undesignated sources. Examples of these revenues would be reimbursements for travel from agencies on which members of Governing Board serve (CSDA and CSRMA), miscellaneous invoices to other agencies, and reimbursements for miscellaneous expenses. Projections of this revenue are based on historical data and are usually conservative.

***FY14-15 Total revenue anticipated in the Running Expense Fund is \$6,466,995.***

#### **Capital Reserve Fund - 4650**

The Capital Reserve fund is the depository of funds allocated for expansion of the District's facilities to accommodate the community's growth. Funds collected from connection and annexation fees are directed to this fund for capacity-related capital improvements.

#### Connection Fees – Account 3130

Connection fees are generally understood to be the costs of buying a unit of capacity in the District's facilities. The simplest form of measuring capacity for the purpose of determining connection fees is by equivalency to the capacity normally utilized by a normal single family residence. A capacity unit is expressed as one equivalent residential unit (ERU). Therefore, the connection fee is the cost of buying capacity units expressed in ERUs. The value of the connection fee is normally the price of one ERU.

Since connection fees are associated with capacity of service, they should be used for expansion of the existing facilities where capacity for serving additional growth in the community is required. In this respect, connection fees are mandated by law to be kept in a separate fund designated by the District as the Capacity Expansion Reserve.

Connection fee revenue estimates are based on historical data and estimates of growth and development anticipated in the fiscal year. The current District connection fee is \$2,058 per ERU.

#### Annexation Charges – Account 3200

Annexation to the District is the process of entering a land parcel into the service area of the District. The District's annexation fees were developed based on equity in maintenance of the

District's facilities over a period of several years. The underlying assumption is that a new customer, when annexed to the District, would have to pay certain annexation charges to catch up with the operations and maintenance costs paid by existing customers for a certain defined period of time. These fees are clearly separate from connection fees in that there is no overlap of both fee structures.

Currently the annexation charge revenue is based on a fee of \$1,905 per acre to be annexed. The District's annual projection of this revenue is based on historical data of the anticipated number of parcels to be annexed.

***FY14-15 Total revenue anticipated in the Capital Reserve Fund is \$43,810.***

#### **Replacement Reserve Fund – 4655**

The replacement reserve fund is designated to hold and disburse funds for the District's capital improvement projects that are needed to maintain the District's facilities. This fund does not hold nor disburse funds for major projects where capacity increases are required. The District annually deposits funds from sewer service charges into this fund to account for its facilities depreciation.

#### **Sewer Service Charges – Account 3100**

Of the monthly \$37.80 anticipated sewer charges revenue per single-family dwelling for Fiscal Year 2014-2015, \$2.00, which amounts to \$432,846 in FY 2014-15, will be deposited into the replacement reserve fund 4655 for future capital improvement projects in addition to the 81% of the District's portion of facilities annual depreciation estimated to be \$1,325,310 in 2014-15. The total amount of sewer service charges expected to be received by the District and deposited into the replacement reserve fund is \$1,758,156 in 2014-15.

#### **Property Tax – Account 3220**

This revenue is the District's share of the property taxes collected by the County based on the District's percentage of property tax revenues to the County. The District's percentage is defined based on separate property tax negotiations during the process of property annexations to the District. Current annual property tax revenues to the District are predominantly based on the District's percentage in effect prior to Proposition 13. Property tax revenue is based on data submitted by Santa Barbara County. Because the District's budget is approved before the actual amount of property taxes is calculated, the amount shown is an estimate based on the previous year. The amount of property tax revenue received by the District does not vary considerably from year to year.

#### **RFOGA – Capital Projects – Account 3260**

This revenue is received from the District's contractual users' for their share of the plant capital project expenditures. Each entity pays according to its capacity percentage entitlement as defined in the agreement between the District and these users.

***FY14-15 Total revenue anticipated in the Replacement Reserve Fund is \$2,260,861.***

**Retiree Health Insurance Fund – 4660**

The Retiree Health Insurance fund was established by the District in 2004. The District will deposit approximately \$240,646 annually into this fund for medical insurance premiums for District retirees. The District annually transfers cash from this fund to the CERBT fund as part of the required annual contribution required by GASB 45.

***FY14-15 Total deposit into the Retiree Health Insurance Fund is \$240,646.***

**Outfall Re-ballasting Fund – 4666**

This fund was established to manage the funds directed for payment of annual debt service for a loan received from the State Water Resources Control Board for placement of ballast rock over the District’s outfall for the purpose of maintaining its stability. The loan was received under the State Revolving Fund (SRF) Loan Program. As noted above, this is the last scheduled payment on this loan.

**Sewer Service Charges – Account 3100**

The amount of sewer service charges expected to be received by the District and deposited into the outfall re-ballasting fund is \$84,919.

**The RFOGA-Outfall SRF Loan – Account 3245**

To maintain an audit trail, the District’s contractual users’ contributions are placed in this account to pay the annual debt service of the State Revolving Fund loan. Each entity pays according to its percentage entitlement in the outfall capacity as defined in the agreement between the District and these users.

***FY14-15 Total revenue anticipated in the Outfall Re-ballasting Fund is \$152,157.***

**Facilities Upgrading Fund – 4670**

The expenditures from this fund are primarily repayments of the Inter-fund loans.

**Sewer Service Charges – Account 3100**

Of the monthly \$37.80 anticipated sewer charges revenue per single-family dwelling for Fiscal Year 2014-2015, \$11.31 will be deposited into the facilities upgrading fund 4670. The total amount of sewer service charges expected to be received by the District and deposited into the facilities upgrading fund is \$2,449,073.

Revenue – Treatment Plant Facilities Upgrade – Account 3250

This revenue of \$52,130 anticipated in 2014-15 is received from the District's contractual users' for their share of the plant upgrading project expenditures. Each entity pays according to its capacity percentage entitlement as defined in the agreement between the District and these users.

***FY14-15 Total revenue anticipated in the Facilities Upgrading Fund is \$ 2,499,874.***

**Interest Earnings Account - 3230**

This account receives the interest earnings of all District funds. Interest accrued per fund is also transferred from this account as revenue to each of the District funds. The interest for each fund for this year is calculated based on a conservative percentage of 0.23%

***FY14-15 Total interest anticipated is \$28,991.***

**FY14-15 TOTAL DISTRICT REVENUE ANTICIPATED IS \$11,693,333**



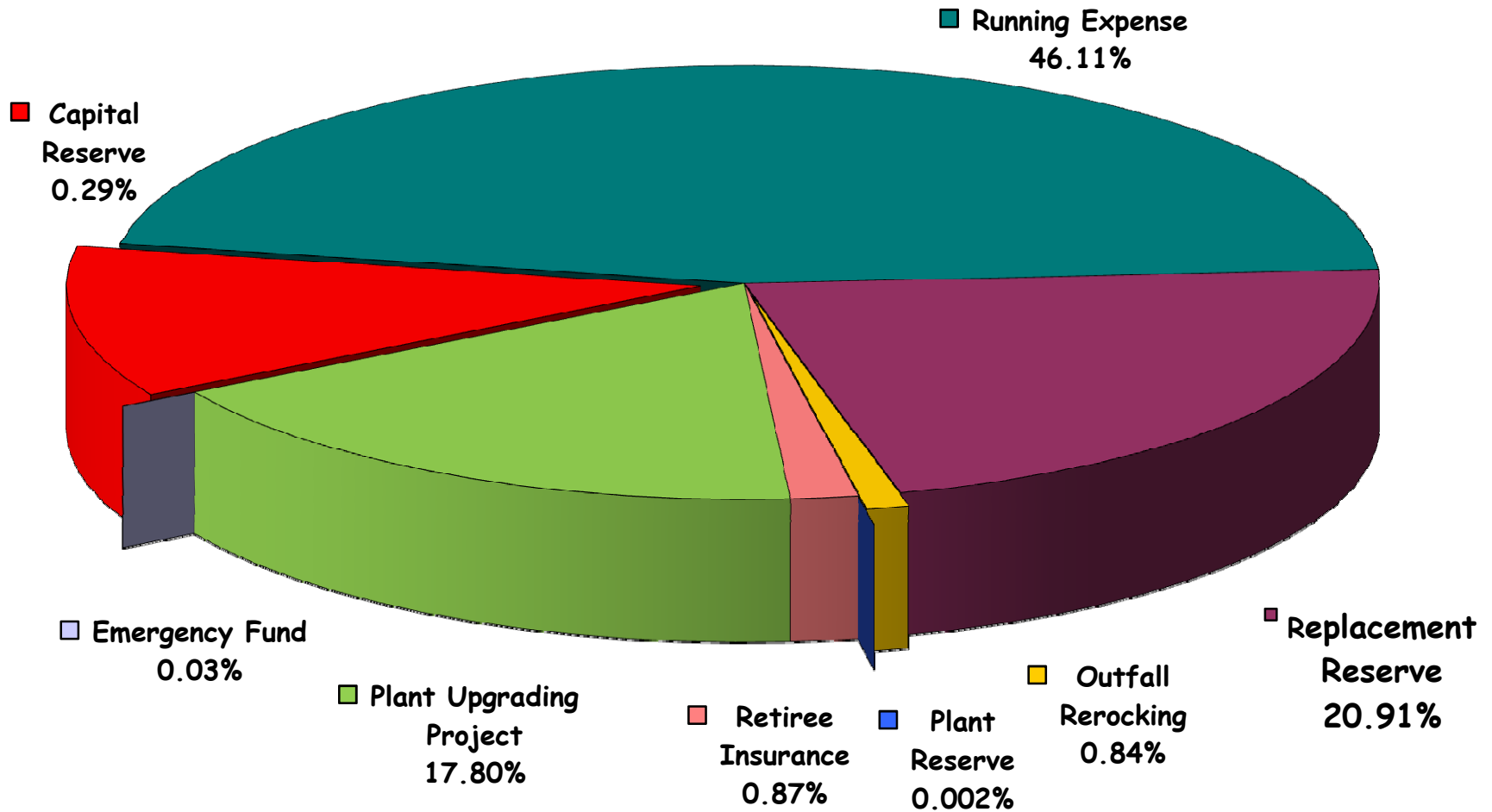
**Fiscal Year 2014-2015  
REVENUE**

Fund Name and Number	Acct	Revenue Classification	Budgeted Revenue 2013-14	Revenue to date 3/31/2014	Projected Actual 2013-14	Over(Under) Budget 2013-14	Revenue Projection 2014-15
<b>4640</b>	3100	Sewer Service Charges	\$3,686,219	\$1,782,056	\$3,686,219	\$0	\$3,649,322
<b>Running Expense</b>	3120	Permits and Inspections	\$28,000	\$29,882	\$32,000	\$4,000	\$28,000
	3140	Admin Chgs - Treatment	\$103,668	\$64,374	\$85,832	(\$17,836)	\$109,849
	3145	Admin Chgs - Reclamation	\$34,372	\$23,475	\$31,300	(\$3,072)	\$38,725
	3150	Treatment, Disposal & Equip	\$1,820,076	\$1,148,130	\$1,530,841	(\$289,235)	\$1,962,489
	3155	GWD WWRc O&M Cost Reimb.	\$397,722	\$239,640	\$319,519	(\$78,203)	\$609,054
	3160	IWC Analysis Reimbursement	\$500	\$0	\$0	(\$500)	\$500
	3170	Homeowners Exemption	\$500	\$402	\$500	\$0	\$500
	3205	Annexation Processing Fee	\$1,000	\$200	\$267	(\$733)	\$1,000
	3240	**RFOGA - Running Expense	\$24,461	\$2,200	\$2,933	(\$21,528)	\$22,556
	3260	Other Revenue - Running Exp.	\$45,000	\$80,093	\$83,000	\$38,000	\$45,000
		<b>Subtotal</b>	<b>\$6,141,519</b>	<b>\$3,370,450</b>	<b>\$5,772,411</b>	<b>-\$369,108</b>	<b>\$6,466,995</b>
<b>4650</b>	3130	Connection Fees	\$40,000	\$15,487	\$31,000	(\$9,000)	\$40,000
<b>Capital Reserve</b>	3200	Annexation Charges	\$3,810	\$90,916	\$90,916	\$87,106	\$3,810
		<b>Subtotal</b>	<b>\$43,810</b>	<b>\$106,403</b>	<b>\$121,916</b>	<b>\$78,106</b>	<b>\$43,810</b>
<b>4655</b>	3100	*Sewer Service Charges	\$1,752,592	\$1,006,748	\$1,754,000	\$1,408	\$1,758,156
<b>Replacement Reserve</b>	3220	Property Tax Revenue	\$118,012	\$72,288	\$123,000	\$4,988	\$122,416
	3260	**RFOGA - Capital Projects	\$84,623	\$0	\$0	(\$84,623)	\$380,288
		<b>Subtotal</b>	<b>\$1,955,228</b>	<b>\$1,079,036</b>	<b>\$1,877,000</b>	<b>-\$78,228</b>	<b>\$2,260,861</b>
<b>4660</b>	3100	*Sewer Service Charges	\$210,646	\$131,312	\$210,646	\$0	\$240,646
<b>Retirees Ins</b>		<b>Subtotal</b>	<b>\$210,646</b>	<b>\$131,312</b>	<b>\$210,646</b>	<b>\$0</b>	<b>\$240,646</b>
<b>4666</b>	3100	*Sewer Service Charges	\$84,919	\$43,773	\$84,919	\$0	\$84,919
<b>Outfall Project Fund</b>	3245	**RFOGA - Outfall SRF Loan	\$67,238	\$67,238	\$67,238	\$0	\$67,238
		<b>Subtotal</b>	<b>\$152,157</b>	<b>\$111,011</b>	<b>\$152,157</b>	<b>\$0</b>	<b>\$152,157</b>
<b>4670</b>	3100	*Sewer Service Charges	\$2,448,098	\$1,400,694	\$2,449,073	\$975	\$2,447,744
<b>Facilities Upgrade</b>	3250	**RFOGA-Plant Upgrading Proj.	\$417,040	\$1,167,164	\$1,187,800	\$770,760	\$52,130
		<b>Subtotal</b>	<b>\$2,865,138</b>	<b>\$2,567,858</b>	<b>\$3,636,873</b>	<b>\$771,734</b>	<b>\$2,499,874</b>
<b>All Funds</b>		<b>Interest Earnings</b>					
<b>4640</b>	3230	Running Expense Fund	\$10,036	\$6,177	\$8,236	(\$1,800)	\$7,035
<b>4645</b>	3230	Plant Reserve Fund	\$83	\$63	\$84	\$1	\$76
<b>4650</b>	3230	Capital Reserve Fund	\$2,638	\$2,441	\$3,255	\$617	\$7,014
<b>4655</b>	3230	Replacement Reserve Fund	\$8,329	\$6,852	\$9,136	\$807	\$13,038
<b>4660</b>	3230	Retiree Health Insurance Fund	\$497	\$23	\$30	(\$467)	\$552
<b>4670</b>	3230	Plant Upgrading Fund	\$93	\$417	\$557	\$464	\$8
<b>4675</b>	3230	District Emergency Fund	\$1,375	\$1,041	\$1,388	\$13	\$1,268
		<b>Subtotal</b>	<b>\$23,051</b>	<b>\$17,015</b>	<b>\$22,686</b>	<b>-\$365</b>	<b>\$28,991</b>
		<b>Total Revenue</b>	<b>\$11,391,549</b>	<b>\$7,383,085</b>	<b>\$11,793,689</b>	<b>\$402,139</b>	<b>\$11,693,333</b>

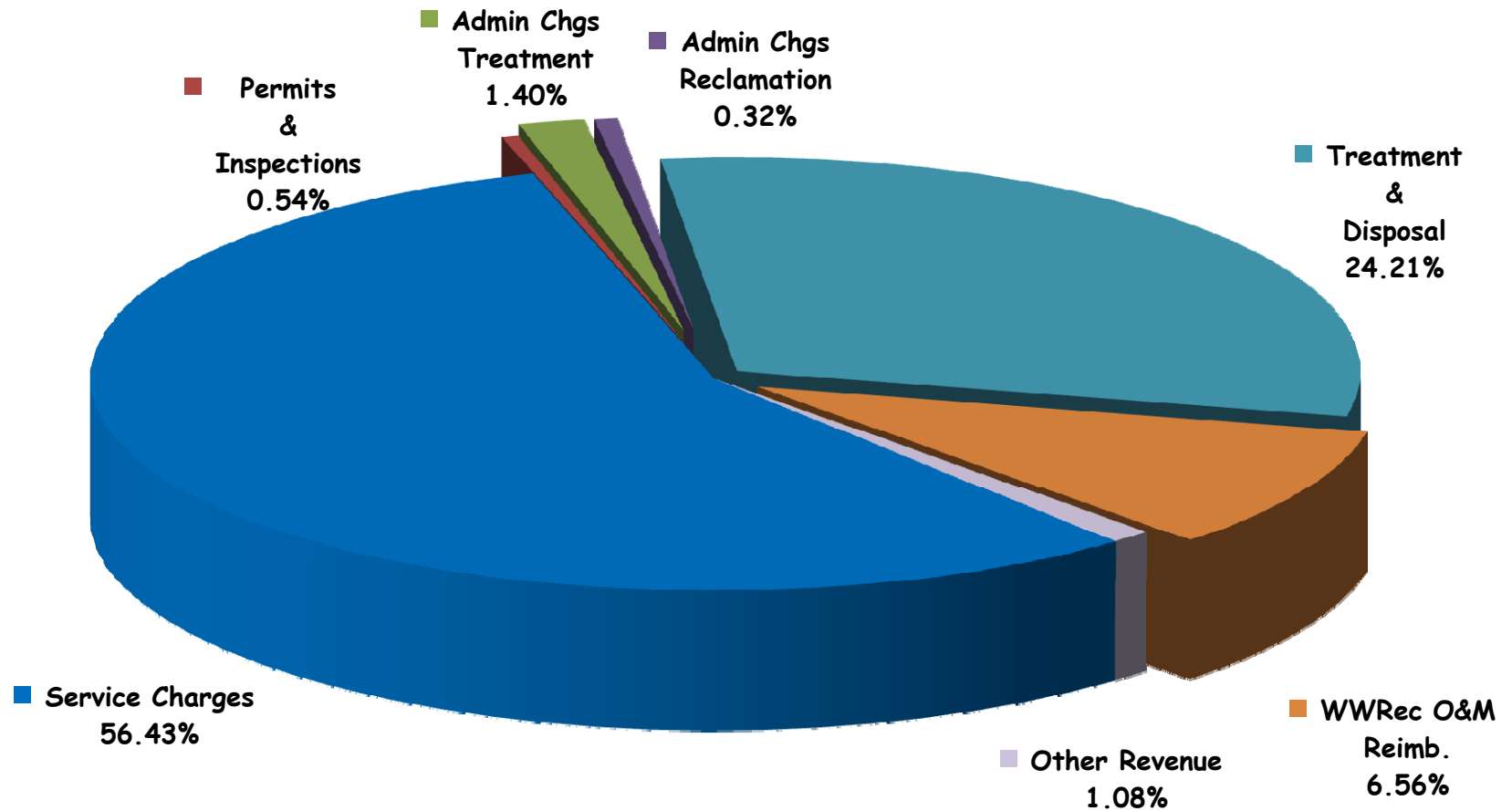
\*Sewer Service Charges are deposited directly to the respective funds and no longer shown as a transfer from the 4640 Running Expense Fund. Values shown under 2013-2014 Revenue Estimate have been pro-rated accordingly.

\*\*RFOGA = Revenue From Other Gov't Agencies

# Revenues by Fund 2014-15



# Running Expense Revenues 2014-15



***EXPENDITURES  
FISCAL YEAR 2014-15***

## DISTRICT COMBINED EXPENDITURES IN FISCAL YEAR 2014-15

The combined expenditures for the District's operating departments are shown in a combined expenditure sheet with comparisons to the previous fiscal year's expenditures. The budget expenditures are shown under various categories such as personnel expenses, operating expenses, depreciation reserves funding, debt service and capital outlay. The total operating and personnel expenses proposed for FY 2013-14 are anticipated to be 8% more than last year's budget and the capital outlay projects are anticipated to be about 63% less than last year's expenditures.

The main categories of expenditures in the combined budget are as follows:

<u>DESCRIPTION</u>	<u>EXPENDITURES</u>	<u>% OF TOTAL EXPENDITURES</u>
<b>Personnel Cost:</b>	<b>\$ 4,661,639</b>	<b>28%</b>
<b>Operating Expenses:</b>	<b>\$ 3,017,567</b>	<b>18%</b>
<b>Sub-Total:</b>	<b>\$ 7,679,206</b>	<b>46%</b>
<b>Depreciation Funding:</b>	<b>\$ 3,185,505</b>	<b>19%</b>
<b>Annual Debt Service:</b>	<b>\$ 152,157</b>	<b>1%</b>
<b>Capital Outlay:</b>	<b>\$ 5,796,344</b>	<b>34%</b>
<b>TOTAL EXPENDITURES:</b>	<b>\$ 16,813,212</b>	<b>100%</b>

The enclosed graph shows the above distribution of expenditures for FY 2014-15.

The District has separated accounting of its expenses under seven separate service categories. These categories are mostly associated with specific service programs and/or facilities shared by separate groups of users. The main purpose of segregating expenses is to appropriately charge the customer base served by each program and/or facility. The District's seven service categories and corresponding customer base are described below.

### **Administration Expenses**

All District users share these expenses. The District's contractual users pay, as administrative costs, a fixed percentage of their respective operating costs in the treatment and disposal facilities.

### **Collection System**

All users in the Goleta Sanitary District's service area share the expenses associated with the collection system. The District's contractual users do not share in the cost of the collection system.

### **Main and Firestone Pump Stations**

All users in GSD's service area share the expenses associated with the main pump station. The Santa Barbara Municipal Airport and the County of Santa Barbara are the only contractual users of the District that share in this cost. All other contractual users do not use the main pump

station. The District and the Airport only share the costs of the Firestone Pump Station in accordance with an agreement between the two agencies such that the Airport's share is based upon flow through the station.

### **Industrial Waste Control Program**

Similar to the collection system, the expenses associated with the Industrial Waste Control program are shared by all users in the Goleta Sanitary District's service area. The District's contractual users do not share in the cost of this program.

### **Wastewater Treatment Facilities**

All District users share in the cost of the treatment of wastewater, including all contractual users. The contractual users share in the operating costs based on a corresponding percentage of their flows compared to the total flow into the treatment facilities. Fixed assets are charged based on the respective percentage of the treatment facilities' capacity allocation to each contractual user.

### **Wastewater Disposal Outfall**

All District users share in the cost of wastewater disposal including all contractual users. The contractual users share in the operating costs and fixed assets based on the corresponding percentage of their outfall capacity allocation to each contractual user.

### **Reclamation Facilities**

The operating costs, including a 10% administration cost, are invoiced to the Goleta Water District monthly. Fixed assets are invoiced without the administrative charge.

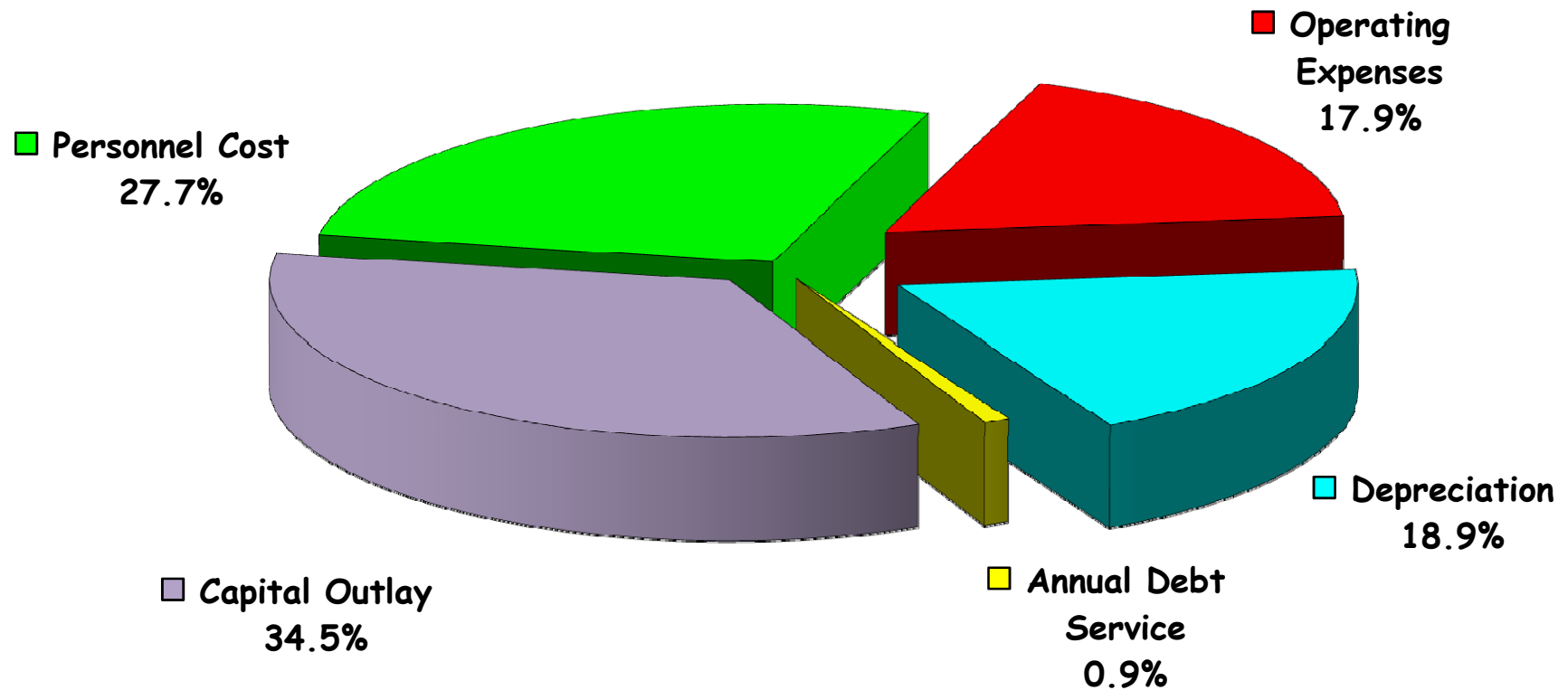
### **Summary**

Enclosed in the budget is a graph showing the distribution of the expenditures by each of the service categories described above. Details of each category's proposed expenditures are also included in this budget with a narrative explanation of the purposes of these expenditures.

**Fiscal Year 2014-2015  
EXPENDITURES**

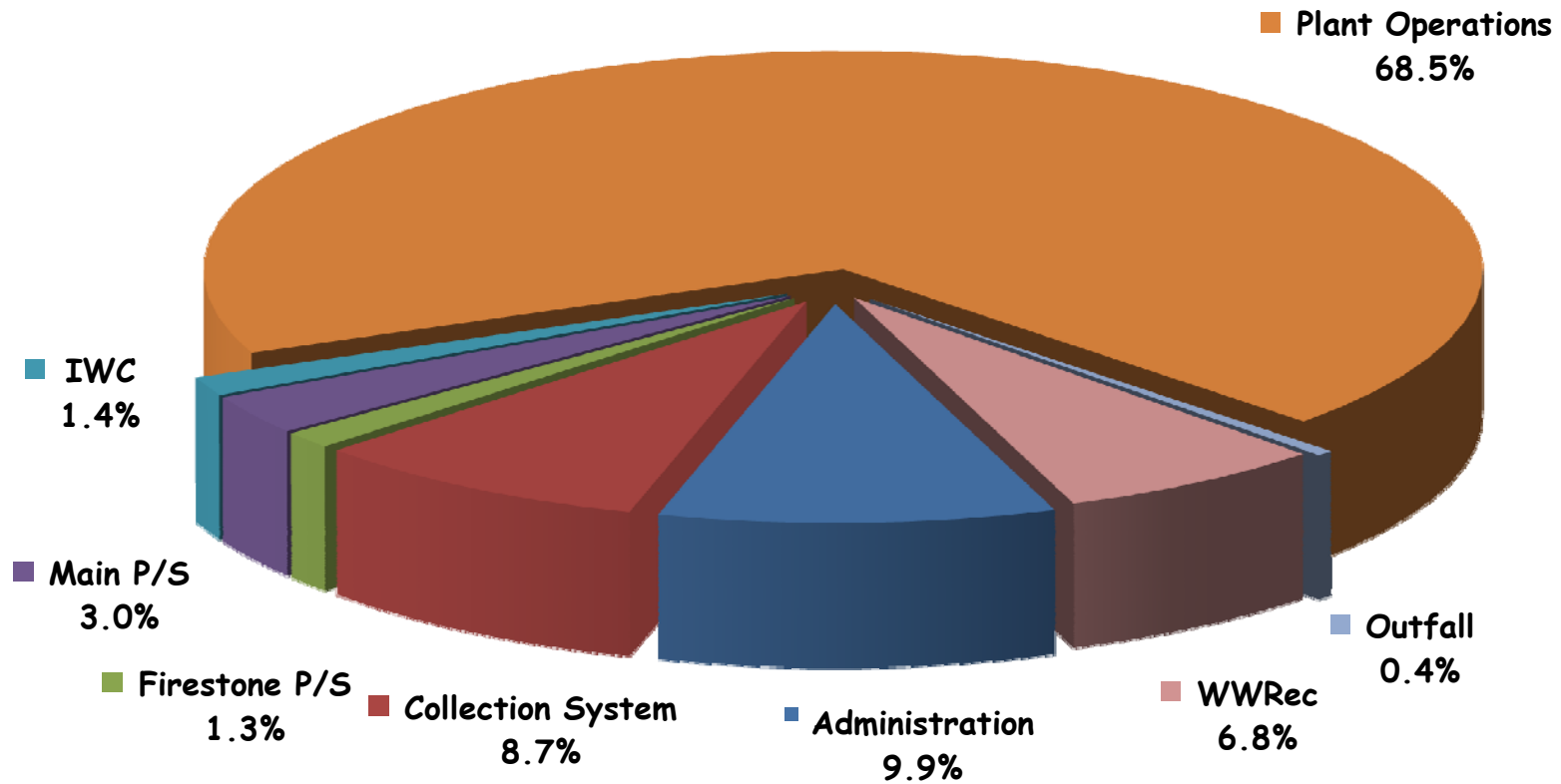
Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2013-14	3/31/2014	Actual 2013-14	Budget 2013-14	Budget 2014-15	Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	2,596,183	1,686,740	2,249,121	347,062	2,747,703	6%
Overtime	38,600	18,775	25,047	13,553	25,250	-35%
Temporary	24,240	12,278	15,147	9,093	20,000	-17%
Directors Fees	76,000	35,250	48,000	28,000	76,000	0%
Worker's Compensation	68,848	43,865	68,848	0	77,536	13%
Retirement	538,731	354,893	473,192	65,539	575,612	7%
Active Employee Health Insurance	707,311	449,888	599,849	107,462	688,119	-3%
Retiree Health Insurance OPEB Funding	199,246	49,900	199,246	0	240,246	21%
FICA	154,318	103,049	137,399	16,919	162,844	6%
Medicare	38,498	24,342	33,891	4,607	40,407	5%
Unemployment Insurance	8,818	6,963	8,917	(100)	7,921	-10%
<i>Subtotal</i>	4,450,792	2,785,944	3,858,657	592,135	4,661,639	5%
<b>OPERATING EXPENSES</b>						
Public Education	50,000	22,977	27,233	22,767	50,000	0%
Janitorial Service	31,500	28,313	36,035	(4,535)	42,300	34%
Uniforms	12,425	8,232	10,977	1,448	12,425	0%
Licenses & Permits	50,500	56,673	61,290	(10,790)	70,500	40%
Freight & Postage	2,915	800	1,111	1,804	2,815	-3%
Subscriptions	4,900	4,552	4,982	(82)	5,050	3%
Vehicle Repairs & Maintenance	48,000	31,788	46,967	1,033	50,000	4%
Liability & Property Insurance	130,301	91,326	121,761	8,540	138,834	7%
Dues & Memberships	31,400	27,932	30,891	509	32,400	3%
Office Supplies	16,150	10,357	12,864	3,286	16,050	-1%
Analysis & Monitoring	165,800	125,311	167,288	(1,488)	176,600	7%
Operating Supplies	719,825	430,631	558,300	161,525	701,725	-3%
Attorney Fees	114,500	54,983	76,394	38,106	100,000	-13%
Printing & Publications	5,068	2,557	4,571	497	7,068	39%
Repairs and Maintenance	325,500	88,400	307,800	17,700	331,500	2%
Travel	48,950	35,503	44,357	4,593	48,950	0%
Seminar & Conference Registration	26,000	17,941	26,215	(215)	28,000	8%
Utilities	600,300	452,868	604,879	(4,579)	618,700	3%
Election Expense	0	0	0	0	20,000	0%
Computer Service & Maintenance	123,000	39,196	122,000	1,000	97,000	-21%
Lease/Rentals	8,350	6,952	10,076	(1,726)	8,350	0%
Consulting Services	44,400	0	6,900	37,500	30,400	-32%
Biosolids Hauling	250,000	121,422	161,896	88,104	353,000	41%
Other Professional Services	40,700	16,802	45,299	(4,599)	65,700	61%
Other Expense	10,200	8,805	8,000	2,200	10,200	0%
<i>Subtotal</i>	2,860,684	1,684,322	2,498,086	362,598	3,017,567	5%
<b>Total Personnel and Operating Expenses</b>	<b>7,311,476</b>	<b>4,470,266</b>	<b>6,356,743</b>	<b>954,733</b>	<b>7,679,206</b>	<b>5%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	2,417,792	1,601,530	2,532,568	(114,776)	3,185,505	32%
<i>Subtotal</i>	2,417,792	1,601,530	2,532,568	(114,776)	3,185,505	32%
<b>DEBT SERVICE</b>						
GSD SRF Payment	84,919	84,919	84,919	0	84,919	0%
RFOGA SRF Payment	67,238	67,238	67,238	0	67,238	0%
<i>Subtotal</i>	152,157	152,157	152,157	0	152,157	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	311,000	143,000	204,300	106,700	446,600	44%
Capital Projects	1,340,464	10,900	58,900	1,281,564	2,902,000	116%
Plant Upgrading Project	800,000	1,225,840	1,317,756	(517,756)	100,000	-88%
Plant Upgrading Project Interfund Loan payments	1,648,098	1,358,309	2,730,252	(1,082,154)	2,347,744	42%
<i>Subtotal</i>	4,099,562	2,738,049	4,311,208	(211,646)	5,796,344	41%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>13,980,987</b>	<b>8,962,003</b>	<b>13,352,677</b>	<b>628,310</b>	<b>16,813,212</b>	<b>20%</b>

# District's Combined Expenditures

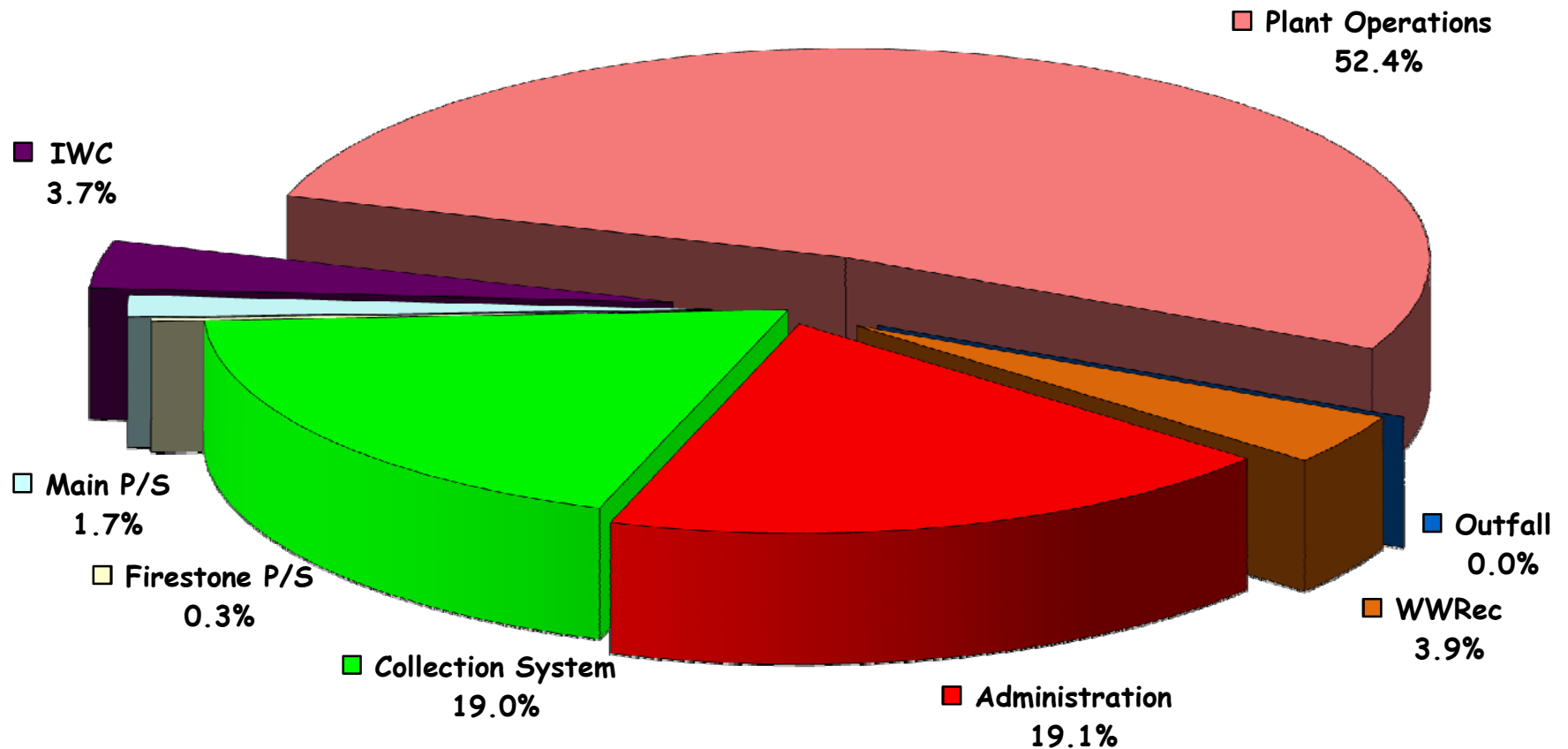




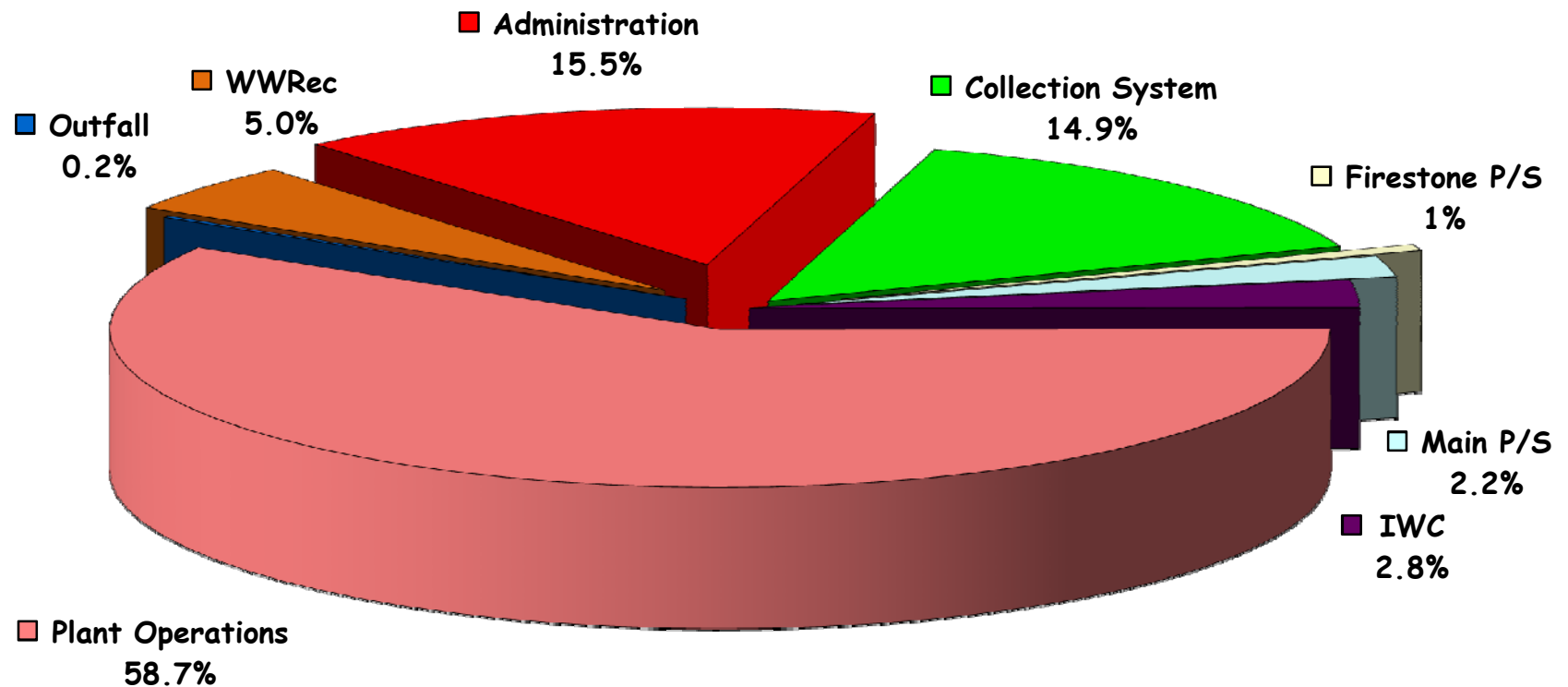
# Distribution of Operating Costs



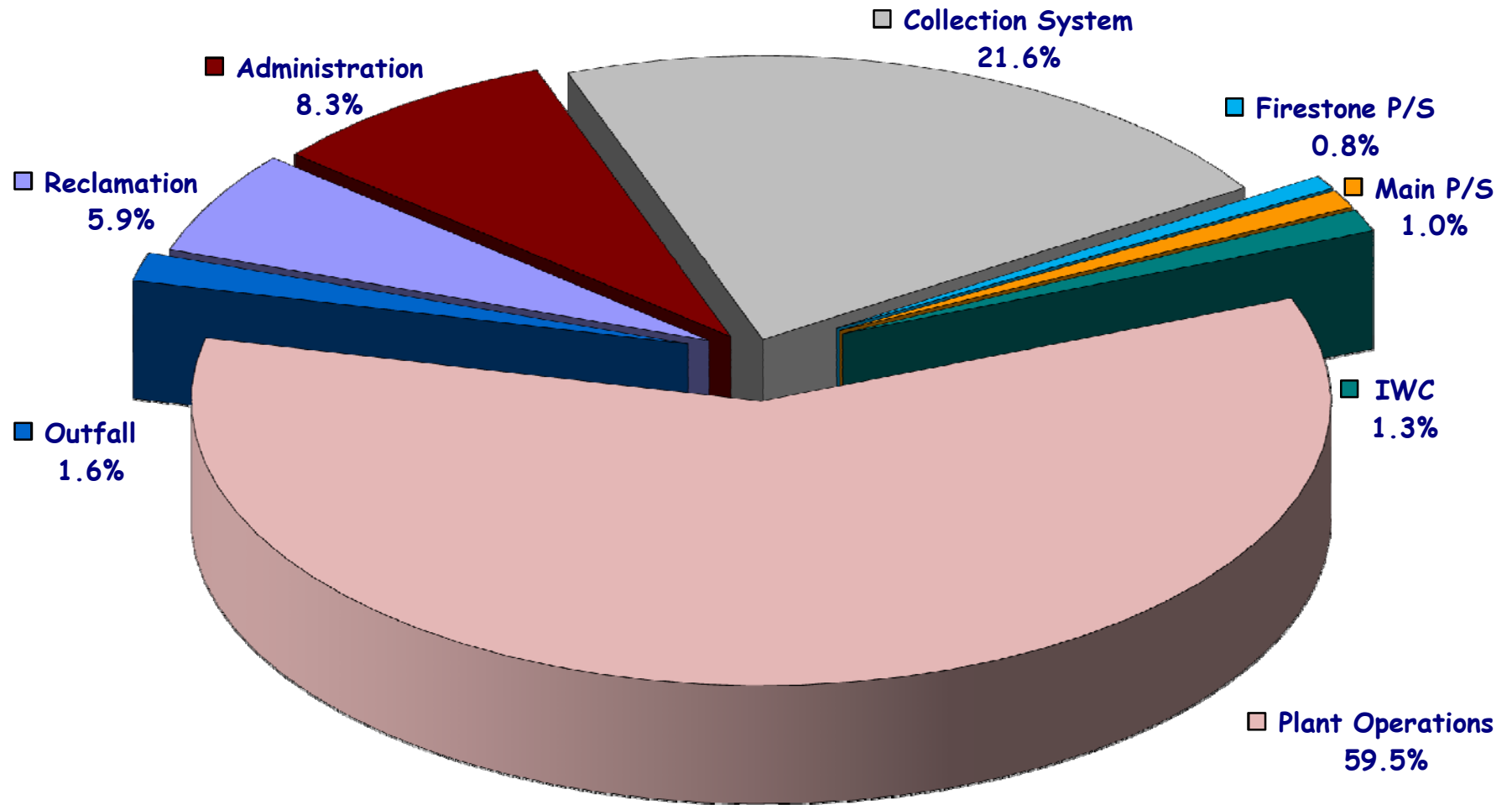
# Distribution of Personnel Cost



# Distribution of Personnel & Operating Costs



# Distribution of Total Expenditures by Service Category



***COMPARISON SUMMARY  
OF EXPENSES AND REVENUES***

## COMPARISON SUMMARY OF EXPENSES AND REVENUES

The budget contains a summary of the anticipated expenses and revenues for fiscal year 2014-15. This summary explains the relationship between expenses and revenues in such a manner that defines the sources of revenues to meet budgeted expenditures. The categories discussed below have been selected on the basis of where proposed expenditures are anticipated to occur.

- ◆ **Running Expenses and Revenues**
- ◆ **Reclamation Facilities Expenses and Revenues**
- ◆ **Debt Service Expenses and Revenues**
- ◆ **Capital Improvements Expenses and Revenues**

### Running Expense Fund

The summary reflects the expected expenditures to operate the District.

***The total anticipated running expense expenditures in FY 2014-15 are \$7,446,506***

On the revenue side the total revenue projected for this fund includes most revenue sources described under the running expense revenue discussion with the exception of revenues associated with the reclamation facilities. The revenues shown in this category are considered new funds collected annually from the District's users. As noted below, the expenses in this fund are projected to be higher than the anticipated revenues.

***The total anticipated running expense revenue in FY 2014-15 is \$5,826,251***

### Reclamation Facilities

The reclamation facilities are accounted for separately in this summary comparison, since the associated operations and maintenance costs are paid for separately by the Goleta Water District. As noted in the budget, the amount of revenue anticipated is higher than the anticipated expenses due to the 10 percent administration charge, which is charged to the Goleta Water District per an agreement between the two agencies.

***The total anticipated expenses for the reclamation facilities in FY 2014-15 \$609,054***

***The total anticipated revenues for the reclamation facilities in FY 2014-15 are \$647,779***

### Debt Service

The summary shows the expense and revenue associated with the annual debt service of the SRF Loan for the outfall re-ballasting project. The revenue in this category includes the District's share of the SRF loan payment that is derived from sewer service charges.

***The total expenses anticipated for debt service in FY 2014-15 \$152,157***

***The total revenue anticipated for debt service in FY 2014-15 \$152,157***

## **Capital Improvements**

This summary includes all the expenditures projected for capital improvements of the treatment plant (including the plant upgrading project) and collection system. Depending on the type of project, the funds are segregated to reflect whether the capital improvement under consideration is a replacement project, a capacity expansion project, or both. On the revenue side sewer services charges are included which fund the District's replacement reserve fund as well as revenues for the facilities upgrading project fund.

***The total anticipated expenses for capital improvements in FY 2014-15 \$8,365,249***

***The total anticipated revenue for capital improvements in FY 2014-15 is \$4,825,948***

**THE TOTAL EXPENDITURES FOR FY 2014-15 ARE \$16,813,211**

**THE TOTAL REVENUE FOR FY 2013-14 IS \$11,693,333**

**COMPARISON SUMMARY OF  
EXPENSES AND REVENUES  
Fiscal Year 2014-2015**

EXPENDITURES	REVENUES																																																																																																
<p><b><u>RUNNING EXPENSE</u></b></p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Personnel</td> <td style="text-align: right;">\$4,239,083</td> </tr> <tr> <td>Operating Expense</td> <td style="text-align: right;">2,812,623</td> </tr> <tr> <td>Machinery and Equipment</td> <td style="text-align: right;">394,800</td> </tr> <tr> <td style="text-align: right;"><b>Total</b></td> <td style="text-align: right;"><b>\$7,446,506</b></td> </tr> </table>	Personnel	\$4,239,083	Operating Expense	2,812,623	Machinery and Equipment	394,800	<b>Total</b>	<b>\$7,446,506</b>	<p><b><u>RUNNING EXPENSE</u></b></p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Sewer Service Charges</td> <td style="text-align: right;">\$3,649,322</td> </tr> <tr> <td>Permit and Inspection Fees</td> <td style="text-align: right;">28,000</td> </tr> <tr> <td>Administration Charges - Treatment</td> <td style="text-align: right;">109,849</td> </tr> <tr> <td>RFOGA - Treatment and Disposal</td> <td style="text-align: right;">1,962,489</td> </tr> <tr> <td>IWC Analysis Reimbursement</td> <td style="text-align: right;">500</td> </tr> <tr> <td>Homeowners Property Tax Relief</td> <td style="text-align: right;">500</td> </tr> <tr> <td>Annexation Processing Fee</td> <td style="text-align: right;">1,000</td> </tr> <tr> <td>Payments from Other Governmental Agencies</td> <td style="text-align: right;">22,556</td> </tr> <tr> <td>Other Revenue</td> <td style="text-align: right;">45,000</td> </tr> <tr> <td>Interest</td> <td style="text-align: right;">7,035</td> </tr> <tr> <td style="text-align: right;"><b>Total</b></td> <td style="text-align: right;"><b>\$5,826,251</b></td> </tr> </table>	Sewer Service Charges	\$3,649,322	Permit and Inspection Fees	28,000	Administration Charges - Treatment	109,849	RFOGA - Treatment and Disposal	1,962,489	IWC Analysis Reimbursement	500	Homeowners Property Tax Relief	500	Annexation Processing Fee	1,000	Payments from Other Governmental Agencies	22,556	Other Revenue	45,000	Interest	7,035	<b>Total</b>	<b>\$5,826,251</b>																																																																		
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## ***SERVICE CATEGORY EXPENSE DATA***

## ADMINISTRATION

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2013-14	3/31/2014	Actual 2013-14	Budget 2013-14	Budget 2014-15	Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	381,818	276,723	368,965	12,853	492,227	29%
Overtime	1,000	492	656	344	500	-50%
Temporary	5,000	0	0	5,000	3,000	-40%
Directors Compensation	76,000	35,250	48,000	28,000	76,000	0%
Workers' Compensation	10,125	6,453	10,125	0	13,890	37%
Retirement	80,756	56,719	75,626	5,130	107,126	33%
Active Employee Health Insurance	104,023	58,704	78,271	25,752	123,270	19%
Retiree Health Insurance OPEB Funding	29,303	7,339	29,303	0	43,038	47%
FICA	18,783	14,923	19,897	(1,114)	22,640	21%
Medicare	5,551	3,490	6,056	(505)	7,145	29%
Unemployment Insurance	1,219	883	1,219	0	1,364	12%
<i>Subtotal</i>	713,578	460,976	638,118	75,461	890,201	25%
<b>OPERATING EXPENSES</b>						
Public Education	10,400	4,342	5,790	4,610	10,400	0%
Janitorial Service	4,500	4,686	6,249	(1,749)	4,500	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	500	111	148	352	400	-20%
Subscriptions	750	652	869	(119)	900	20%
Vehicle Repairs & Maintenance	2,000	1,774	2,365	(365)	2,000	0%
Liability & Property Insurance	19,328	13,056	17,408	1,920	24,871	29%
Dues & Memberships	21,000	21,155	21,155	(155)	22,000	5%
Office Supplies	6,000	5,091	6,000	0	6,000	0%
Analysis & Monitoring	0	0	0	0	0	0%
Operating Supplies	500	111	148	352	400	-20%
Attorney Fees	75,000	46,968	62,623	12,377	70,000	-7%
Printing & Publications	500	1,689	2,253	(1,753)	2,500	400%
Repairs and Maintenance	7,000	4,351	7,000	0	7,000	0%
Travel	35,000	29,377	35,000	0	35,000	0%
Seminar & Conference Registration	12,000	12,413	15,000	(3,000)	15,000	25%
Utilities	15,600	11,937	15,916	(316)	16,000	3%
Election Expense	0	0	0	0	20,000	0%
Computer Service & Maintenance	20,000	13,030	20,000	0	20,000	0%
Lease/Rentals	1,200	762	1,200	0	1,200	0%
Consulting Services	20,000	0	6,000	14,000	20,000	0%
Biosolids Hauling	0	0	0	0	0	0%
Other Professional Services	20,000	7,520	13,000	7,000	15,000	-25%
Other Expense	9,000	8,805	8,000	1,000	9,000	0%
<i>Subtotal</i>	280,278	187,832	246,124	34,154	302,171	8%
<b>Total Personnel and Operating Expenses</b>	<b>993,856</b>	<b>648,808</b>	<b>884,242</b>	<b>109,615</b>	<b>1,192,372</b>	<b>20%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	50,000	36,305	50,000	0	50,000	0%
<i>Subtotal</i>	50,000	36,305	50,000	0	50,000	0%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	30,500	0	8,000	22,500	37,000	21%
Capital Projects	170,000	0	0	170,000	120,000	-29%
<i>Subtotal</i>	200,500	0	8,000	192,500	157,000	-22%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>1,244,356</b>	<b>685,113</b>	<b>942,242</b>	<b>302,115</b>	<b>1,399,372</b>	<b>12%</b>

## ADMINISTRATION

### I. **Personnel:**

This account has been based on projected labor needs that are anticipated for administrative duties, which provides for five positions.

- 1 - General Manager/District Engineer
- 1 – Assistant General Manager/Assistant District Engineer
- 1 – Administration Supervisor
- 2 - Accounting Secretaries

### II. **Operating Expenses:**

#### A. Public Education

This account provides for expenses incurred in order to inform the public about the District.

#### B. Vehicle Repairs and Maintenance Expense

This account provides for fuel and the maintenance and operation of the vehicles used for administration.

#### C. Liability & Property Insurance

This account provides for allocation of the insurance coverage applicable to the administration department.

#### D. Dues and Memberships

This account provides for memberships in various organizations such as CASA, CSDA, SBCSDA, WEF, CWEA, SCAP, etc.

#### E. Office Supplies

This account provides for office supplies such as letterhead, copy paper, postage, office machine and computer supplies, etc.

#### F. Attorney Fees

This account provides for legal counsel to handle the District's legal matters as well as to research, prepare for and attend Governing Board meetings.

#### G. Printing and Publication

This account provides for various publications of legal notices and recruitment ads.

#### H. Repairs and Maintenance

This account provides for general repair and maintenance of the administration building.

- I. Travel  
This account provides for travel by administrative staff and Board Members to attend meetings and conventions on behalf of the District.
- J. Seminar and Conference Registration  
This account provides for fees paid in order for District staff and Board Members to attend seminars and conventions such as CASA, CWEA, CSDA, SWRCB, and Regional Board hearings, as well as any training that may be required.
- K. Utilities  
This account provides for utilities used in the administration building, such as telephone, electricity, and water.
- L. Computer Service and Maintenance  
This account provides for installation, repairs, and service on the administrative staff's computers, servers and software.
- M. Lease/Rentals  
This account provides for a leased copier.
- K. Other Professional Services  
This account provides for other miscellaneous professional services not mentioned above such as audit services.

III. **Capital Outlay:**

- A. Machinery and Equipment  
This account provides for purchase of equipment for use in the administration department.

Machinery and Equipment funded from Sewer Service Charge Revenue for FY 2013-2014

Miscellaneous Furniture, Fixtures and Equipment	10,000
High Capacity Win 7 CPUs & installation	4,000
Operating system upgrades to Win 7	1,000
Springbrook Financial Software upgrade	17,000
Server Backup System (Shared with other departments)	5,000
<b>Total Machinery and Equipment</b>	<b>\$37,000</b>

B. Capital Projects

This account provides for the construction of capital improvement projects for the administrative facilities, from FY 2014-2015

Administration Building Gutter & Eve Rehabilitation	100,000
Painting full exterior of Administration Building (not roof)	20,000
<b>Total Capital Projects</b>	<b>\$120,000</b>

## COLLECTION SYSTEM

Description	Budgeted 2013-14	To Date 3/31/2014	Projected Actual 2013-14	Under(Over) Budget 2013-14	Proposed Budget 2014-15	Percent Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	481,293	338,346	451,129	30,164	527,099	10%
Overtime	5,000	1,352	1,803	3,197	4,000	-20%
Temporary	6,240	1,800	1,800	4,440	4,000	-36%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	12,763	8,133	12,763	0	14,874	17%
Retirement	99,327	69,117	92,156	7,171	114,422	15%
Active Employee Health Insurance	131,125	110,105	146,807	(15,682)	132,004	1%
Retiree Health Insurance OPEB Funding	36,937	9,251	36,937	0	46,087	25%
FICA	29,426	20,414	27,218	2,208	32,928	12%
Medicare	7,142	4,774	6,594	548	7,701	8%
Unemployment Insurance	1,795	1,517	1,795	0	1,461	-19%
<i>Subtotal</i>	811,049	564,809	779,003	32,047	884,576	9%
<b>OPERATING EXPENSES</b>						
Public Education	9,500	3,929	5,238	4,262	9,500	0%
Janitorial Service	8,500	7,214	7,968	532	12,100	42%
Uniforms	3,675	2,310	3,081	594	3,675	0%
Licenses & Permits	5,000	2,243	2,990	2,010	5,000	0%
Freight & Postage	600	159	211	389	600	0%
Subscriptions	1,600	1,663	1,663	(63)	1,600	0%
Vehicle Repairs & Maintenance	38,000	24,210	38,115	(115)	40,000	5%
Liability & Property Insurance	24,364	19,737	26,316	(1,952)	26,633	9%
Dues & Memberships	2,000	937	1,800	200	2,000	0%
Office Supplies	3,000	2,050	2,500	500	3,000	0%
Analysis & Monitoring	0	0	0	0	0	0%
Operating Supplies	10,000	6,542	9,500	500	10,000	0%
Attorney Fees	18,000	2,060	6,000	12,000	10,050	-44%
Printing & Publications	800	0	750	50	800	0%
Repairs and Maintenance	73,000	8,932	73,000	0	73,000	0%
Travel	4,000	1,640	3,000	1,000	4,000	0%
Seminar & Conference Registration	6,000	1,240	4,000	2,000	5,000	-17%
Utilities	17,000	7,342	10,000	7,000	11,000	-35%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	30,000	13,257	30,000	0	30,000	0%
Lease/Rentals	2,000	923	1,600	400	2,000	0%
Consulting Services	300	0	300	0	300	0%
Biosolids Hauling	0	0	0	0	0	0%
Other Professional Services	10,000	5,712	15,000	(5,000)	10,000	0%
Other Expense	1,000	0	0	1,000	1,000	0%
<i>Subtotal</i>	268,339	112,101	243,032	25,307	261,258	-3%
<b>Total Personnel and Operating Expenses</b>	<b>1,079,388</b>	<b>676,910</b>	<b>1,022,035</b>	<b>57,353</b>	<b>1,145,834</b>	<b>6%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	596,000	378,477	500,000	96,000	500,000	-16%
<i>Subtotal</i>	596,000	378,477	500,000	96,000	500,000	-16%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	97,500	0	53,300	44,200	105,200	8%
Capital Projects	955,564	0	0	955,564	1,877,500	96%
<i>Subtotal</i>	1,053,064	0	53,300	999,764	1,982,700	88%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>2,728,452</b>	<b>1,055,387</b>	<b>1,575,335</b>	<b>1,153,117</b>	<b>3,628,534</b>	<b>33%</b>

## COLLECTION SYSTEM

### I. **Personnel:**

This account has been based on projected labor needs that are anticipated for proper and efficient sewer line maintenance. The projections for labor requirements have been based on past experience and modified for projected efforts. The following are the personnel included in this area.

- 1 - Maintenance Supervisor
- 2 - Maintenance Technician II
- 4 - Maintenance Technician I

Projections for overtime have been made to provide for emergency response required during non-working hours and holidays.

### II. **Operating Expenses:**

#### A. Public Education

This account provides for the collection system share of expenses incurred in order to inform the public about the District.

#### B. Vehicle Repairs and Maintenance

This account provides for fuel and the maintenance and operation of the vehicles used to maintain the sewer collection system. This includes the large commercial trucks.

#### C. Liability & Property Insurance

This account provides for the allocation of insurance costs that are associated with the collection system department.

#### D. Dues and Memberships

This account provides for costs associated with certifications, CWEA/WEF membership, and Class B licenses.

#### E. Office Supplies

This account provides for codebooks and office, computer, and map room supplies.

#### F. Operating Supplies

This account provides for the purchase of chemicals, safety equipment, calibration supplies, employee boot allowances, employee uniforms and supplies for special events.

- G. Attorney Fees  
This account provides for legal counsel for matters pertaining specifically to the collection system such as legal research or personnel matters.
- H. Printing and Publication  
This account provides for miscellaneous legal notices as required.
- I. Repair and Maintenance  
This account provides for routine repair and maintenance of the sewer line system and related facilities, including manhole raising relative to the Santa Barbara County chip seal and overlay program. This account also provides for numerous repairs of various sewer lines and rental of necessary equipment.
- J. Travel  
This account provides for travel to attend traffic safety/defensive driving courses, training conferences and relative education courses.
- K. Seminar and Conference Registration  
This account provides for fees paid in order for collection system staff to attend conferences and seminars such as those hosted by CWEA.
- L. Utilities  
This account provides for power costs associated with the two lift stations within the sewage collection system, in addition to other proportionate costs for telephone service, mobile radios, pager service and drinking water.
- M. Computer Service and Maintenance  
This account provides for computer software assistance, GIS, Hansen and Parcel Data Base system maintenance.
- N. Other Professional Services  
This account provides for other miscellaneous professional services not mentioned above such as Collection System Master Plan updates, CPR/first aid training, Inflow and Infiltration studies and Sewer System Maintenance Plan (SSMP) updates.
- O. Replacement Reserve  
As a result of the revenue program that has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation of \$500,000 will be added to the replacement reserve fund for adequate replacement of the collection system facilities.



III. **Capital Outlay:**

A. Machinery and Equipment

Machinery and Equipment funded from Sewer Service Charge Revenue  
FY 2014-2015:

Manhole Covers and Frames	10,000
Easement Machine Replacement	50,000
Mobile GIS /Collection System Maintenance program	22,700
Operating System upgrades to Win 7	1,500
SQL Network Server	16,000
Server Backup System (Shared with other departments)	5,000

**Total Machinery and Equipment** **\$105,200**

B. Capital Projects

This account provides for the construction of capital improvement projects  
for the collection system facilities.

1. The following projects are budgeted for FY 2014-2015 and funded  
from depreciation replacement reserve fund #4655.

a. La Ramada Drive Pipeline Installation Project	600,000
b. Vega Drive South Pipeline Installation Project	590,000
c. Asset Management Program (split with plant)	187,500

2. The following projects are budgeted for FY 2013-2014 and funded  
from depreciation replacement reserve fund #4655.

a. Modoc Road Sewer replacement project	475,000
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3. The following projects are budgeted for FY 2011-2012 and funded  
from depreciation replacement reserve fund #4655.

a. Manhole Raising Program	25,000
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**Total Capital Projects** **\$1,877,500**

**FIRESTONE PUMP STATION**

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2013-14	3/31/2014	Actual	Budget	Budget	Change
<b>PERSONNEL</b>						
Basic Salaries	5,752	4,214	5,752	0	6,875	20%
Overtime	1,000	214	100	900	250	-75%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	153	96	153	0	194	27%
Retirement	1,216	916	1,221	(5)	1,492	23%
Active Employee Health Insurance	1,567	1,205	1,607	(40)	1,722	10%
Retiree Health Insurance OPEB Funding	441	111	441	0	601	36%
FICA	419	78	104	315	442	6%
Medicare	98	261	85	13	103	6%
Unemployment Insurance	18	17	18	0	19	4%
<i>Subtotal</i>	10,664	7,112	9,481	1,183	11,698	10%
<b>OPERATING EXPENSES</b>						
Public Education	0	0	0	0	0	0%
Janitorial Service	0	0	0	0	0	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	500	403	800	(300)	500	0%
Freight & Postage	15	7	10	5	15	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	600	0	587	13	600	0%
Liability & Property Insurance	291	191	254	37	347	19%
Dues & Memberships	0	0	0	0	0	0%
Office Supplies	0	0	0	0	0	0%
Analysis & Monitoring	100	0	0	100	100	0%
Operating Supplies	30,000	35	25	29,975	22,000	-27%
Attorney Fees	0	0	300	(300)	300	0%
Printing & Publications	20	38	51	(31)	20	0%
Repairs and Maintenance	2,000	4,486	800	1,200	8,000	300%
Travel	0	0	0	0	0	0%
Seminar & Conference Registration	0	0	0	0	0	0%
Utilities	6,000	3,559	5,000	1,000	6,000	0%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	0	0	0	0	0	0%
Lease/Rentals	100	42	70	30	100	0%
Consulting Services	100	0	0	100	100	0%
Biosolids Hauling	0	0	0	0	0	0%
Other Professional Services	500	0	500	0	500	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	40,226	8,762	8,397	31,829	38,582	-4%
<b>Total Personnel and Operating Expenses</b>	<b>50,890</b>	<b>15,874</b>	<b>17,878</b>	<b>33,012</b>	<b>50,281</b>	<b>-1%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	81,687	61,266	81,687	(0)	81,687	0%
<i>Subtotal</i>	81,687	61,266	81,687	(0)	81,687	0%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 132,577</b>	<b>\$ 77,139</b>	<b>\$ 99,565</b>	<b>\$ 33,012</b>	<b>\$ 131,968</b>	<b>0%</b>

## **FIRESTONE PUMP STATION**

### **I. Personnel:**

This account has been projected based on labor requirements anticipated for the operation of the Firestone pump station. The projections for labor requirements have been based on past experience and modified for projected efforts.

### **II. Operating Expenses:**

The major operating expenses which are budgeted in this area provide for the utilities account and the repair and maintenance account.

#### **A. Utilities**

This account provides for power costs and telephone service associated with the Firestone pump station.

#### **B. Repair and Maintenance**

This account provides for the purchase of spare parts and continual work required in the repair and maintenance of the pump station.

### **III. Replacement Reserve**

As a result of the revenue program, which has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation for the Firestone pump station is included in the Wastewater Treatment Facilities replacement reserve fund. This will provide adequate funding for replacement of the pump station facilities

### **IV. Capital Outlay:**

#### **A. Machinery and Equipment**

This account provides for the purchase of equipment for the Firestone pump station.

No equipment was specified for this operation.

#### **B. Capital Projects**

This account provides for the construction of capital improvement projects for the Firestone pump station facilities.

No projects are budgeted for this operation.

**MAIN PUMP STATION**

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2013-14	3/31/2014	Actual 2013-14	Budget 2013-14	Budget 2014-15	Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	51,445	32,369	43,159	8,286	47,092	-8%
Overtime	0	460	613	(613)	0	0%
Temporary	0	0	0	0	0	0%
Directors' Fees	0	0	0	0	0	0%
Workers' Compensation	1,364	869	1,364	0	1,329	-3%
Retirement	10,881	6,502	8,669	2,212	9,642	-11%
Active Employee Health Insurance	14,016	9,791	13,054	962	11,794	-16%
Retiree Health Insurance OPEB Funding	3,948	989	3,948	0	4,118	4%
FICA	3,093	1,906	2,542	551	2,794	-10%
Medicare	760	446	635	126	694	-9%
Unemployment Insurance	164	130	164	0	131	-21%
<i>Subtotal</i>	85,672	53,461	74,148	11,523	77,593	-9%
<b>OPERATING EXPENSES</b>						
Public Education	800	414	500	300	800	0%
Janitorial Service	100	5	7	93	100	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	100	19	30	70	100	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	200	0	200	0	200	0%
Liability & Property Insurance	2,655	1,716	2,288	367	2,379	-10%
Dues & Memberships	100	0	100	0	100	0%
Office Supplies	200	22	60	140	200	0%
Analysis & Monitoring	0	0	0	0	0	0%
Operating Supplies	250	22	30	220	250	0%
Attorney Fees	500	51	68	432	500	0%
Printing & Publications	50	0	0	50	50	0%
Repairs and Maintenance	24,000	42	10,000	14,000	14,000	-42%
Travel	100	0	15	85	100	0%
Seminar & Conference Registration		0	0	0		0%
Utilities	58,000	45,346	60,461	(2,461)	62,000	7%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	5,000	389	4,000	1,000	4,000	-20%
Lease/Rentals	250	126	115	135	250	0%
Consulting Services	8,000	0	600	7,400	4,000	-50%
Biosolids Hauling	0	0	0	0	0	0%
Other Professional Services	0	0	0	0	0	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	100,305	48,152	78,474	21,831	89,029	-11%
<b>Total Personnel and Operating Expenses</b>	<b>185,977</b>	<b>101,613</b>	<b>152,622</b>	<b>33,354</b>	<b>166,622</b>	<b>-10%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	0	0		0	5,000	0%
<i>Subtotal</i>	0	0	0	0	5,000	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 185,977</b>	<b>\$ 101,613</b>	<b>\$ 152,622</b>	<b>\$ 33,354</b>	<b>\$ 171,622</b>	<b>-8%</b>

## MAIN PUMP STATION

### I. **Personnel:**

This account has been projected based on labor requirements anticipated for the operation of the District's pump station. This budget projection and allocation of personnel will be closely monitored and adjusted as necessary.

### II. **Operating Expenses:**

The major operating expenses which are budgeted in this area provide for the utilities account and the repair and maintenance account.

#### A. Utilities

This account provides for power costs associated with the plant pump station.

#### B. Repair and Maintenance

This account provides for the purchase of spare parts and continual work required in the repair and maintenance of the facility and the maintenance of the odor reduction tower (ORT).

### III. **Replacement Reserve**

As a result of the revenue program, which has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation for the pump station is included in the Wastewater Treatment Facilities replacement reserve fund. This will provide adequate funding for replacement of the pump station facilities

### IV. **Capital Outlay:**

#### A. Machinery and Equipment

This account provides for the purchase of equipment for the plant pump station.

#### B. Capital Projects

This account provides for the construction of capital improvement projects for the plant pump station facilities.

The following project is budgeted for Fiscal Year 2014-15 and funded from depreciation replacement reserve fund #4655.

Upgrade Wet-well lighting	5,000
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## INDUSTRIAL WASTE CONTROL

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2013-14	3/31/2014	Actual 2013-14	Budget 2013-14	Budget 2014-15	Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	110,624	74,463	99,284	11,340	102,285	-8%
Overtime	2,300	0	200	2,100	550	-76%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	2,934	1,869	2,934	0	2,886	-2%
Retirement	23,397	16,396	21,862	1,535	22,225	-5%
Active Employee Health Insurance	30,139	18,633	24,844	5,295	25,616	-15%
Retiree Health Insurance OPEB Funding	8,490	2,126	8,490	0	8,943	5%
FICA	6,840	4,404	5,872	968	6,376	-7%
Medicare	1,637	1,030	1,443	195	1,491	-9%
Unemployment Insurance	365	285	365	0	365	0%
<i>Subtotal</i>	186,726	119,206	165,293	21,433	170,737	-9%
<b>OPERATING EXPENSES</b>						
Public Education	5,700	4,575	3,300	2,400	5,700	0%
Janitorial Service	1,000	767	1,022	(22)	1,000	0%
Uniforms	500	309	413	87	500	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	100	21	28	72	100	0%
Subscriptions	450	398	350	100	450	0%
Vehicle Repairs & Maintenance	1,000	2,054	500	500	1,000	0%
Liability & Property Insurance	4,432	3,692	4,923	(491)	5,168	17%
Dues & Memberships	600	82	158	442	600	0%
Office Supplies	1,100	248	331	769	1,100	0%
Analysis & Monitoring	7,500	3,514	6,500	1,000	7,500	0%
Operating Supplies	1,000	810	1,100	(100)	1,000	0%
Attorney Fees	4,000	2,204	2,000	2,000	4,000	0%
Printing & Publications	500	0	300	200	500	0%
Repairs and Maintenance	2,500	1,419	1,800	700	2,500	0%
Travel	1,500	367	830	670	1,500	0%
Seminar & Conference Registration	1,000	415	415	585	1,000	0%
Utilities	600	8	600	0	600	0%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	1,000	101	1,000	0	1,000	0%
Lease/Rentals	300	125	167	133	300	0%
Consulting Services	15,000	0	0	15,000	5,000	-67%
Biosolids Hauling	0	0	0	0	0	0%
Other Professional Services	2,200	74	99	2,101	2,200	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	51,982	21,184	25,836	26,146	42,718	-18%
<b>Total Personnel and Operating Expenses</b>	<b>238,708</b>	<b>140,390</b>	<b>191,129</b>	<b>47,579</b>	<b>213,455</b>	<b>-11%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>238,708</b>	<b>140,390</b>	<b>191,129</b>	<b>47,579</b>	<b>213,455</b>	<b>-11%</b>

## INDUSTRIAL WASTE CONTROL

### I. **Personnel:**

This account has been based on projected labor needs that are anticipated for implementation of the expanded Industrial Waste Control Program, which now includes permitting, inspecting, and monitoring restaurants.

This account provides for two positions as follows:

- 1 - Industrial Waste Control Officer
- 1 - Lab Technician I (part time)
- 1 - Collection System Maintenance Technician I (part time)

### II. **Operating Expenses:**

#### A. Vehicle Repairs and maintenance

This account provides for fuel and the maintenance and operation of the vehicles used for Industrial Waste Control Program operations.

#### B. Dues and Memberships

This account provides for CWEA membership and for fees associated with the CWEA technical certification program.

#### C. Office Supplies

This account provides for office supplies such as folders, binders, pens, paper, etc. It also provides for purchase of necessary regulatory books, manuals, handbooks, subscriptions, etc.

#### D. Operating Supplies

This account provides for the purchase of equipment and supplies necessary for program implementation.

#### E. Attorney Fees

This account provides for District counsel legal services.

#### F. Printing and Publication

This account provides for publication of legal notices for significant noncompliance, in addition to outside printing of Industrial Waste Control Program material such as educational newsletters.

#### G. Repair and Maintenance

This account provides for general repair and maintenance of Industrial Waste Control Program equipment, and for the purchase of tools and materials for in-house maintenance.

- H. Travel  
This account provides for travel to seminars and conferences related to the Industrial Waste Control Program.
- I. Consulting Services – This account provides for special project consulting services such as local limit development and updates for industrial dischargers.

III. **Capital Outlay:**

- A. Machinery and Equipment  
This account provides for purchase of equipment used for the IWC program.



**PLANT**

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2013-14	3/31/2014	Actual 2013-14	Budget 2013-14	Budget 2014-15	Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	1,482,869	892,069	1,189,425	293,444	1,463,362	-1%
Overtime	25,000	12,588	16,784	8,216	16,000	-36%
Temporary	13,000	10,218	13,000	0	13,000	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	39,324	25,056	39,324	0	41,294	5%
Retirement	305,728	191,437	255,250	50,478	299,148	-2%
Active Employee Health Insurance	403,997	235,842	314,456	89,541	366,476	-9%
Retiree Health Insurance OPEB Funding	113,804	28,502	113,804	0	127,949	12%
FICA	90,522	56,942	75,922	14,600	91,122	1%
Medicare	22,053	13,317	17,679	4,374	21,639	-2%
Unemployment Insurance	4,993	3,791	4,993	0	4,280	-14%
<i>Subtotal</i>	2,501,290	1,469,761	2,040,636	460,654	2,444,272	-2%
<b>OPERATING EXPENSES</b>						
Public Education	21,400	8,891	11,855	9,545	21,400	0%
Janitorial Service	16,000	14,613	19,484	(3,484)	23,200	45%
Uniforms	8,250	5,612	7,483	767	8,250	0%
Licenses & Permits	45,000	54,027	57,500	(12,500)	65,000	44%
Freight & Postage	1,400	408	544	856	1,400	0%
Subscriptions	2,100	1,839	2,100	0	2,100	0%
Vehicle Repairs & Maintenance	6,000	3,750	5,000	1,000	6,000	0%
Liability & Property Insurance	75,065	50,185	66,914	8,151	73,940	-1%
Dues & Memberships	7,500	5,758	7,678	(178)	7,500	0%
Office Supplies	5,500	2,890	3,853	1,647	5,500	0%
Analysis & Monitoring	149,200	115,603	154,138	(4,938)	160,000	7%
Operating Supplies	600,200	380,578	507,437	92,763	600,200	0%
Attorney Fees	15,000	1,877	2,503	12,497	12,900	-14%
Printing & Publications	3,000	830	1,107	1,893	3,000	0%
Repairs and Maintenance	185,000	61,324	185,000	0	185,000	0%
Travel	8,000	4,119	5,492	2,508	8,000	0%
Seminar & Conference Registration	7,000	3,873	6,800	200	7,000	0%
Utilities	420,000	322,786	430,382	(10,382)	440,000	5%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	65,000	11,268	65,000	0	40,000	-38%
Lease/Rentals	4,000	2,126	4,000	0	4,000	0%
Consulting Services	1,000	-	-	1,000	1,000	0%
Biosolids Hauling	250,000	121,422	161,896	88,104	353,000	41%
Other Professional Services	7,500	3,495	16,500	(9,000)	37,500	400%
Other Expense	200	-	-	200	200	0%
<i>Subtotal</i>	1,903,315	1,177,275	1,722,666	180,649	2,066,090	9%
<b>Total Personnel and Operating Expenses</b>	<b>4,404,605</b>	<b>2,647,036</b>	<b>3,763,302</b>	<b>641,302</b>	<b>4,510,362</b>	<b>2%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	1,200,000	756,084	1,408,385	(208,385)	2,061,713	72%
<i>Subtotal</i>	1,200,000	756,084	1,408,385	(208,385)	2,061,713	72%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	177,000	137,000	137,000	40,000	252,600	43%
Capital Projects	136,900	10,900	10,900	126,000	729,500	433%
Plant Upgrading Project	800,000	1,225,840	1,317,756	(517,756)	100,000	-88%
Plant Upgrading Project Interfund loan repayment	1,648,098	1,358,309	2,730,252	(1,082,154)	2,347,744	42%
<i>Subtotal</i>	2,761,998	2,732,049	4,195,908	(1,433,910)	3,429,844	24%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>8,366,603</b>	<b>6,135,170</b>	<b>9,367,596</b>	<b>(1,000,993)</b>	<b>10,001,918</b>	<b>20%</b>

## Wastewater Treatment Facilities

### I. Personnel:

This account has been based on projected labor needs that are anticipated for proper plant operations and reporting program requirements. The following are the personnel included in this area.

- 1 - Treatment Plant Operations Supervisor
- 1 - Senior Operator IV
- 4 - Treatment Plant Operator Grade III
- 3 - Treatment Plant Operator Grade I
- 1 - Technical Services/Lab Director Supervisor
- 1 - Lab Tech II
- 1 - Lab Tech I / (part time split with IWC)
- 1 - Facility Maintenance Supervisor
- 1 - Instrumentation Technician
- 1 - Mechanic / Electrician
- 1 - Maintenance Technician II
- 1 - Maintenance Technician I
- 2 - Maintenance Workers

Projections for overtime have been made to provide for emergency response required during non-working hours and holidays. In addition, temporary help has been budgeted to implement approved maintenance and repair programs. One additional Grade III Operator is budgeted for operation of the new Facilities.

### II. Operating Expense:

#### A. Vehicle Repairs and Maintenance

This account provides for fuel and the maintenance and operation of vehicles used for plant operations.

#### B. Liability & Property Insurance

This account provides for the allocation of the insurance coverage applicable to the treatment facilities.

#### C. Analysis & Monitoring

This account provides for outside professional services such as laboratory analysis and ocean monitoring.

Outside Laboratories	37,000
NPDES Monitoring Contract and permit renewal	123,000
<b>Total Analysis &amp; Monitoring</b>	<b>\$160,000</b>

D. Operating Supplies

This account provides for the purchase of chemicals for the plant operations, uniforms, laboratory supplies, and other related items as follows.

Sodium Hypochlorite	250,300
Sodium Bisulfite	117,100
Ferrous Chloride	94,890
Polymer for Sludge Dewatering and thickening	78,500
Solvents/Degreasers/Make-up Water Inhibitors	700
Uniforms/Safety Equipment	8,710
Generator/Tractor Diesel Fuel	5,000
Laboratory Supplies	42,600
Reporting Supplies	100
Welding Gases	2,300
<b>Total Operating Supplies</b>	<b>\$600,200</b>

E. Printing and Publication

This account provides for miscellaneous legal notices as required.

F. Repairs and Maintenance

This account provides for the general repair and maintenance of the plant facilities.

G. Seminar and Conference Registration

This account provides for registration and attendance at training conferences and seminars such as those hosted by CWEA for assigned plant personnel.

H. Utilities

This account provides for utilities used in the treatment facilities, with electric power being the major cost factor.

I. Biosolids Hauling

This account provides for biosolids disposal and for FY14-15 there is an additional vendor, a hauler and the disposal tipping fee.

**\$353,000**

K. Replacement Reserve

As a result of the revenue program that has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation of \$476,374 will be added to the replacement reserve fund for adequate replacement of all the wastewater treatment facilities.

III. **Capital Outlay:**

A. Machinery and Equipment

This account provides for the purchase of equipment for use in the Treatment Plant.

Machinery and Equipment funded from Sewer Service Charge Revenue FY 2014-2015:

Rebuild Biofilter #1 Recirculation pump #2 of 2.	50,000
Replace AC unit at Power & Maintenance Building	9,000
Clean Digester # 2	15,000
Digester # 2 Gas Flow Meter	4,000
Reprogramming of EQ & RSS - Mike Ash	15,000
Replace Ride-On Lawn Mower for Plant Grounds Maintenance	21,000
Replace 5 Quantum power cards	6,500
Instrument Air Compressor # 2 Replacement	10,000
Welding Conduit & Electrical Boxes for Shop Equipment	5,000
Spare Siemens Flow Meters	4,000
Solids Building Exterior Conduit & Lighting	5,000
Repair Interstage Pumps #3 & 4	40,000
10 each Operating System Upgrades to Win7	5,000
PLC programming upgrades to Win7	10,000
3 each New CPU w/ Win7 medium Capacity	4,200
1 each New CPU w/ Win7 high Capacity	3,900
Server Backup System (Prorated shared with other departments)	5,000

**Total Machinery and Equipment** **\$252,600**

B. Capital Projects

This account provides for the construction of capital improvement projects for the treatment facilities.

1. The following projects are budgeted for FY 2014-2015 and funded from depreciation replacement reserve fund #4655.

Treat Boiler Heat Loop Water	16,000
Evaluate Metering Problems in Digester System	10,000



## OUTFALL

Description	Budgeted 2013-14	To Date 3/31/2014	Projected Actual 2013-14	Under(Over) Budget 2013-14	Proposed Budget 2014-15	Percent Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	472	197	263	209	22	-95%
Overtime	0	0	0	0	200	0%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	13	9	13	0	1	-95%
Retirement	100	28	38	62	5	-95%
Active Employee Health Insurance	129	8	10	119	6	-96%
Retiree Health Insurance OPEB Funding	36	9	36	0	2	-95%
FICA	29	12	16	13	14	-53%
Medicare	7	3	4	3	3	-53%
Unemployment Insurance	2	1	2	0	0	-96%
<i>Subtotal</i>	788	267	381	406	252	-68%
<b>OPERATING EXPENSES</b>						
Public Education	1,000	414	50	950	1,000	0%
Janitorial Service	100	0	5	95	100	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	50	20	40	10	50	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	100	0	100	0	100	0%
Liability & Property Insurance	20	17	18	2	1	-94%
Dues & Memberships	100	0	0	100	100	0%
Office Supplies	100	19	20	80	100	0%
Analysis & Monitoring	8,000	6,136	6,500	1,500	8,000	0%
Operating Supplies	75	22	60	15	75	0%
Attorney Fees	1,500	692	1,500	0	750	-50%
Printing & Publications	48	0	0	48	48	0%
Repairs and Maintenance	2,000	42	200	1,800	2,000	0%
Travel	150	0	5	145	150	0%
Seminar & Conference Registration	0	0	0	0	0	0%
Utilities	100	1	2	98	100	0%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	0	0	0	0	0	0%
Lease/Rentals	200	2,615	2,615	(2,415)	200	0%
Consulting Services	0	0	0	0	0	0%
Biosolids Hauling	0	0	0	0	0	0%
Other Professional Services	0	0	0	0	0	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	13,543	9,979	11,115	2,428	12,774	-6%
<b>Total Personnel and Operating Expenses</b>	<b>14,331</b>	<b>10,245</b>	<b>11,496</b>	<b>2,834</b>	<b>13,026</b>	<b>-9%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	106,105	79,606	106,105	0	106,105	0%
<i>Subtotal</i>	106,105	79,606	106,105	0	106,105	0%
<b>DEBT SERVICE</b>						
GSD SRF Payment	84,919	84,919	84,919	0	84,919	0%
RFOGA SRF Payment	67,238	67,238	67,238	0	67,238	0%
<i>Subtotal</i>	152,157	152,157	152,157	0	152,157	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	30,000	0	0	30,000	0	-100%
<i>Subtotal</i>	30,000	0	0	30,000	0	-100%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>302,593</b>	<b>242,008</b>	<b>269,758</b>	<b>32,835</b>	<b>271,288</b>	<b>-10%</b>

## OUTFALL

Goleta Sanitary District, Goleta West Sanitary District, University of California, Santa Barbara Municipal Airport, and the County of Santa Barbara all share in the costs associated with the maintenance of the outfall facility based on their contractual outfall capacity percentage. The following is a summary of the costs associated with the maintenance of the outfall facility:

### **I. Personnel:**

This account has been projected based on labor requirements anticipated for the maintenance of the District's outfall. This budget projection and allocation of personnel will be closely monitored and adjusted as necessary.

### **II. Operating Expenses:**

#### **A. Analysis and Monitoring**

This account provides for inspecting the impressed current cathodic protection system and underwater inspection of the outfall.

#### **B. Repair and Maintenance**

This account provides for re-vegetation site materials and coatings for the beach access manhole.

### **III. Replacement Reserve**

As a result of the revenue program that has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation of \$59,217 will be added to the replacement reserve fund for adequate replacement of the outfall facility.

### **IV. Debt Service**

This account provides for payment of the Outfall Armor Rock Protection Replacement Project State Revolving Fund Loan.

Each agency (GSD, GWSD, UCSB, Santa Barbara County, and the City of Santa Barbara Municipal Airport) will pay their share of the debt service, based on the respective outfall contractual capacity percentages as follows:

Goleta Sanitary District (55.81%)	84,919
Goleta West Sanitary District (35.00%)	53,254
UC Santa Barbara (4.70%)	7,152
Santa Barbara Municipal Airport (2.60%)	3,956

Santa Barbara County (1.89%)	2,876
<b>Total</b>	<b>\$152,157</b>

**V. Capital Outlay**

A. Machinery and Equipment

This account provides for purchase of equipment for use in the ocean outfall facilities.

No equipment was specified for this operation.

B. Capital Projects

This account provides for the construction of capital projects for the Ocean Outfall Facilities.

No Capital Projects were specified for this operation.



## RECLAMATION OPERATIONS

	Budgeted 2013-14	To Date 3/31/2014	Projected Actual 2013-14	Under(Over) Budget 2013-14	Proposed Budget 2014-15	Percent Change 2013-14
<b>PERSONNEL</b>						
Basic Salaries	81,909	68,358	91,144	(9,235)	108,740	33%
Overtime	4,300	3,668	4,891	(591)	3,750	-13%
Temporary	-	260	347	(347)	-	0%
Directors Fees	-	-	0	0	-	0%
Workers' Compensation	2,172	1,382	2,172	0	3,068	41%
Retirement	17,324	13,778	18,370	(1,046)	21,550	24%
Active Employee Health Insurance	22,316	15,600	20,800	1,516	27,232	22%
Retiree Health Insurance OPEB Funding	6,286	1,574	6,286	0	9,508	51%
FICA	5,206	4,371	5,828	(622)	6,528	25%
Medicare	1,250	1,022	1,398	(148)	1,631	30%
Unemployment Insurance	261	339	361	(100)	301	15%
<i>Subtotal</i>	141,025	110,352	151,597	(10,572)	182,309	29%
<b>OPERATING EXPENSES</b>						
Public Education	1,200	414	500	700	1,200	0%
Janitorial Service	1,300	1,027	1,300	0	1,300	0%
Uniforms	-	-	0	0	-	0%
Licenses & Permits	-	-	0	0	-	0%
Freight & Postage	150	55	100	50	150	0%
Subscriptions	-	-	0	0	-	0%
Vehicle Repairs & Maintenance	100	-	100	0	100	0%
Liability & Property Insurance	4,146	2,730	3,640	506	5,494	33%
Dues & Memberships	100	-	0	100	100	0%
Office Supplies	250	37	100	150	150	-40%
Analysis & Monitoring	1,000	58	150	850	1,000	0%
Operating Supplies	77,800	42,512	40,000	37,800	67,800	-13%
Attorney Fees	500	1,131	1,400	(900)	1,500	200%
Printing & Publications	150	-	110	40	150	0%
Repairs and Maintenance	30,000	7,804	30,000	0	40,000	33%
Travel	200	-	15	185	200	0%
Seminar & Conference Registration	-	-	0	0	-	0%
Utilities	83,000	61,889	82,518	482	83,000	0%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	2,000	1,151	2,000	0	2,000	0%
Lease/Rentals	300	232	309	(9)	300	0%
Consulting Services	-	-	0	0	-	0%
Biosolids Hauling	-	-	0	0	-	0%
Other Professional Services	500	-	200	300	500	0%
Other Expense	-	-	0	0	-	0%
<i>Subtotal</i>	202,696	119,038	162,442	40,254	204,944	1%
<b>Total Personnel and Operating Expenses</b>	<b>343,722</b>	<b>229,390</b>	<b>314,039</b>	<b>29,683</b>	<b>387,254</b>	<b>13%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	384,000	289,793	386,391	(2,391)	386,000	1%
<i>Subtotal</i>	384,000	289,793	386,391	(2,391)	386,000	1%
<b>DEBT SERVICE</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	6,000	6,000	6,000	0	51,800	763%
Capital Projects	48,000	0	48,000	0	170,000	254%
<i>Subtotal</i>	54,000	6,000	54,000	0	221,800	311%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>781,722</b>	<b>525,183</b>	<b>802,430</b>	<b>27,294</b>	<b>995,054</b>	<b>27%</b>
<b>Total Operating &amp; Non-Operating w/o Depreciation</b>	<b>397,722</b>	<b>235,390</b>	<b>416,039</b>		<b>609,054</b>	<b>53%</b>

## RECLAMATION FACILITIES

All costs associated with the operation and maintenance of the wastewater reclamation facilities are reimbursed by the Goleta Water District as per the agreement for construction and operation of the wastewater reclamation facilities between the Goleta Sanitary District and the Goleta Water District. The following is a summary of the costs associated with the operation and maintenance of the reclamation facilities:

### **I. Personnel:**

This account has been projected based on labor requirements anticipated for the operation of the reclamation facilities. This budget projection and allocation of personnel was based on full operation of the facilities to reclaim the production volume projected by the Goleta Water District.

Facilities Management	16%
Facilities Maintenance	14%
Facilities Operations	68%
Lab Tech	3%

### **II. Operating Expenses:**

The major operating expenses that are budgeted in this area provide for the following accounts based on full operation as projected by the Goleta Water District.

#### **A. Office Supplies**

This account provides for office supplies such as manuals.

Flow Charts, log book	150
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#### **B. Operating Supplies**

This account provides for the purchase of chemicals and lab supplies for the reclamation facilities.

Reclaimed Water Use for Fiscal Year 2014-2015 is estimated to be 1325 acre-feet.

Alum:	35,000
Polymer:	25,500

Sodium Hypochlorite:  
Free to GWD in exchange for Irrigation water (3W)

Bacteriological	6,300
R&M Samplers	200
General Lab Supplies	300
Chlorine Analyzer Reagents	<u>500</u>
<b>Total</b>	<b>\$67,800</b>

C. Repair and Maintenance

This account provides for the general repair and maintenance of the reclamation facilities.

Electrical Parts/Circuit Boards	21,700
Mechanical Parts	16,100
Lubricants & Misc.	500
Paint	700
Miscellaneous	<u>1,000</u>
<b>Total</b>	<b>\$40,000</b>

D. Utilities

This account provides for utilities used in the reclamation facilities, including water, electricity, etc. This includes electricity for distribution system pumps.

Electricity (SCE)	83,000
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III. **Capital Outlay:**

A. Machinery and Equipment

This account provides for the purchase of equipment for use in the reclamation plant:

Alum Tank # 2 Controller & Probe	1,800
Chlorine Contact Channel Modifications	<u>50,000</u>
<b>Total</b>	<b>\$51,800</b>

B. Capital Projects

This account provides for the construction of capital projects for the wastewater reclamation facilities.

**Capital Improvement Projects Budgeted for FY 2014-2015**

Replace Filter Gallery Doors	20,000
Replace Siemens Main Switch Gear	150,000
<b>Total Capital Projects</b>	<b>\$170,000</b>

<b>Total Machinery, Equipment and Capital Projects</b>	<b>\$221,800</b>
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**CAPITAL PROJECTS SUMMARY  
FISCAL YEAR 2014-2015**

The following projects will be funded from the replacement reserve fund #4655 and #4670.

**Administration:**

Capital Improvement Projects Budgeted for FY 2014-2015 (Carryover and increase from prior year)	
Administration Building Gutter and Eave Rehabilitation	100,000
Painting Exterior of Administration Building (not roof)	20,000
<b>Total</b>	<b>\$120,000</b>

**Collection System:**

Capital Improvement Projects FY 2014-2015.	
La Ramada Drive Pipeline Installation Project	600,000
Vega Drive South Pipeline Installation Project	590,000
Asset Management Program (split with plant)	187,500
Capital Improvement Projects Budgeted for FY 2013-2014	
Modoc Road Sewer replacement	475,000
Capital Improvement Projects Budgeted for FY 2011-2012	
Manhole Raising Program	25,000
<b>Total</b>	<b>\$1,877,500</b>

**Main Pump Station:**

Capital Improvement Projects Budgeted for FY 2014-2015	
Upgrade Dry Well lighting	5,000
<b>Total</b>	<b>\$5,000</b>

**Wastewater Treatment Facilities:**

Capital Improvement Projects Budgeted for FY 2014-2015	
Treat Boiler Heat Loop Water	16,000
Evaluate Metering Problems in Digester System	10,000
Extend Lab Fume Hood Exhaust Stack	2,000
Replace Butterfly Valves for Gas Mixing Blowers	6,000
Concrete Pad at Biosolids Handling Area	200,000
50hp. Neuros Blower Headwork's	100,000
Secondary MCC & Welding Shop Side Doors Replacement	28,000

FOG Facility Feasibility Study	35,000
Asset Management Program (Split with Collections)	187,500

Capital Improvement Projects Budgeted for FY 2013-2014

Four thousand gallon diesel tank, pad, and installation	100,000
Paint exterior of P&M building	20,000
Ferrous Chloride installation at Head works	5,000

Capital Improvement Projects Budgeted for FY 2011-2012

Flow Meter and Vault for Measuring Plant Recirculation Flows	20,000
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Sub-total \$729,500

Capital Improvement Projects Budgeted for FY 2014-2015

Treatment Plant Upgrade Project Construction	100,000
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**Total \$829,500**

**Outfall:**

Capital Improvement Projects Budgeted for FY 2014-2015

No improvement projects planned.

**Reclamation Facilities:**

Capital Improvement Projects Budgeted for FY 2014-2015

Replace Filter Gallery Doors	20,000
Replace Siemens Main Switch Gear	150,000

**Total \$170,000**

**Total District Capital Projects FY 2013-2014 \$3,002,000**