GOLETA SANITARY
Water Resource Recovery District

BUDGET
FISCAL YEAR 2026-27

Governing Board of Directors
Meeting of June 15, 2026

BUDGET FOR FISCAL YEAR 2026-27

Approved and adopted by the Governing Board June 15, 2026

GOLETA SANITARY DISTRICT
BUDGET
FISCAL YEAR 2026-27

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GOLETA SANITARY DISTRICT

Budget for
Fiscal Year 2026-27

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 135 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 a regional water resource recovery facility that serves approximately 80,000 residents in the Goleta Valley. Approximately half of this population is served under separate contractual agreements with four public agencies.

These contractual users' share the costs associated with the regional treatment and disposal of wastewater. The Operations and Maintenance (O&M) costs are shared based upon flow and billed on a monthly basis. In addition, the contractual users' share the costs associated with Capital Projects and those costs are shared based upon regional plant capacity rights as noted in the table below:

AGENCY	PLANT CAPACITY RIGHTS	OUTFALL CAPACITY RIGHTS
Goleta Sanitary District	47.87%	55.81%
Goleta West Sanitary District	40.78%	35.00%
University of California Santa Barbara	7.09%	4.70%
City of Santa Barbara (Airport)	2.84%	2.60%
County of Santa Barbara	1.42%	1.89%
Total:	100.00%	100.00%

Not all the contractual users utilize the District's Main Lift Station or the Firestone Lift Station and therefore do not share O&M or Capital costs associated with those facilities.

The District also owns and operates a water 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 for distribution by the Water District for landscape irrigation of the campus of the University of California at Santa Barbara (UCSB), as well as other 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 offshore to a depth of approximately 93 feet below the ocean surface.

DISTRICT GOVERNANCE

A five-member Governing Board of Directors elected from 5 separate voting precincts within 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 44 regular employees that work in six interrelated divisions. These divisions are 1) Administration; 2) Engineering; 3) Collection System Maintenance; 4) Treatment Plant Operations; 5) Environmental Services; and 6) Facilities Maintenance. Each division is managed by a manager who is responsible for the day-to-day operations of, and all employees associated with, the respective division. The 6 division managers report to the General Manager, who is responsible for the District's overall operations as directed by the Governing Board.

For billing and cost accounting purposes the Engineering, and Facility Maintenance divisions are considered part of the plant operations budget.

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 a financial planning document which defines the District's estimated expenditures and the estimated required revenues for the corresponding fiscal year. The District prepares an annual budget for consideration and adoption by the Board in June of the same year. The budget is prepared by the Finance Director and Finance Manager in conjunction with the General Manager. The draft budget is reviewed by the District's Finance Committee before its consideration and final adoption by the Governing Board.

The District's budget for fiscal year 2026-27 (FY27) 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 user 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 recommended 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 FY27. Withdrawals from the District's designated funds for capital improvement projects are shown separately.

Estimated Expenditures without depreciation:	**$ 25,916,648**
Total Anticipated Inflows (Revenue & Loan Draws):	**$ 22,502,070**
Total change in Fund cash balance:	**-$ 3,414,578**

***Unfunded Actuarial Pension Liabilities**
As is the case for most government entities that participate in a CalPERS retirement pension program, an actuarial study prepared by CalPERS has projected an unfunded accrued liability (UAL) within our pension program. Although not mandated, the District's Board of Directors decided to pay off the estimated UAL balance of $3,090,000 in April, 2023, FY23, through an interfund loan. This decision shortens the amortization schedule for payment of UAL from 23 years to 10 years and results in significant long-term savings for our rate payers and Plant Partners. Payment on the interfund loan shows as cash in-flow in the Replacement Reserve fund.

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 with activity in FY27 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 months fall in the preceding fiscal year. As such, the Running Expense Fund at the beginning of the fiscal year should 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 sewer service fees with property taxes. The District receives a majority of the sewer service 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 $8,668,227 as of June 30, 2026 and $6,995,766 as of June 30, 2027. The District will periodically review the balance of this fund to ensure the balance is adequate to cover the period between July 2026 and December 2026.

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 is target balance is a minimum of $25,000. The balance of this fund is anticipated to be $44,032 as of June 30, 2027 as noted in the designated fund balance summary sheet.

Capital Reserve Fund - 4650

This fund was established to receive revenues from capacity and annexation fees along with an allocated portion of sewer service fee revenue. This reserve fund is mandated by legislation to account for capacity related improvement projects and also funds new capital projects that are not replacing existing infrastructure. The anticipated balance of this fund at the end of June 2027 is $8,373,939 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 current budget funds the depreciation at approximately 65% of the District's share of its annual depreciation.

The fund is designated for the basic replacement of components of the existing facilities. The fund helps ensure that facilities are replaced and/or rehabilitated when needed to maximize their useful life and minimize lifecycle costs. The anticipated balance of this fund at the end of June 2027 is $28,757,726 as noted in the fund balance summary sheet.

Retiree Health Insurance Sinking Fund – 4660

The District provides medical insurance coverage for District employees upon retirement depending on the length of their service through the California Public Employees Retirement System (CalPERS) health program. In FY27 the annual contribution to this fund is approximately $333,000, plus earned interest. The District periodically reviews this annual funding level to make sure that such fund balance is sufficient to meet its future obligation.

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 in order to pay for the retiree's health insurance premiums. The District annually transfers cash from its own Retiree Health Insurance Sinking fund to the CERBT fund that will subsequently be used for retiree insurance premium funding.

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 anticipated balance of this fund at the end of June, 2027 is $733,413 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 FY27. The total value of the District's funds cash balances are expected to decrease by $3,414,578 by the end of FY27.

DESIGNATED FUND BALANCE SUMMARY

Fund No. and Name	Estimated Cash Balance 6/30/2026	Estimated Cash Balance 6/30/2027	Percent Change	
4640 Running Expense	$ 8,668,227	$ 6,995,766	-19.3%	a
4645 Plant Reserve	$ 42,750	$ 44,032	3.0%	b
4650 Capital Reserve	$ 11,022,215	$ 8,373,939	-24.0%	c
4655 Replacement Reserve	$ 27,874,211	$ 28,757,726	3.2%	d
4660 Retiree Health Insurance Fund	$ -	$ -	0.0%	e
4675 District Emergency Fund	$ 712,051	$ 733,413	3.0%	f
TOTALS	$ 48,319,454	$ 44,904,875	-7.1%	

NOTES:

[a] Designated to meet the dry period for operations and maintenance costs for FY 2026-27, the period between end of year and first Sewer Service Charge installment from the County.

[b] Designated for emergency repairs.

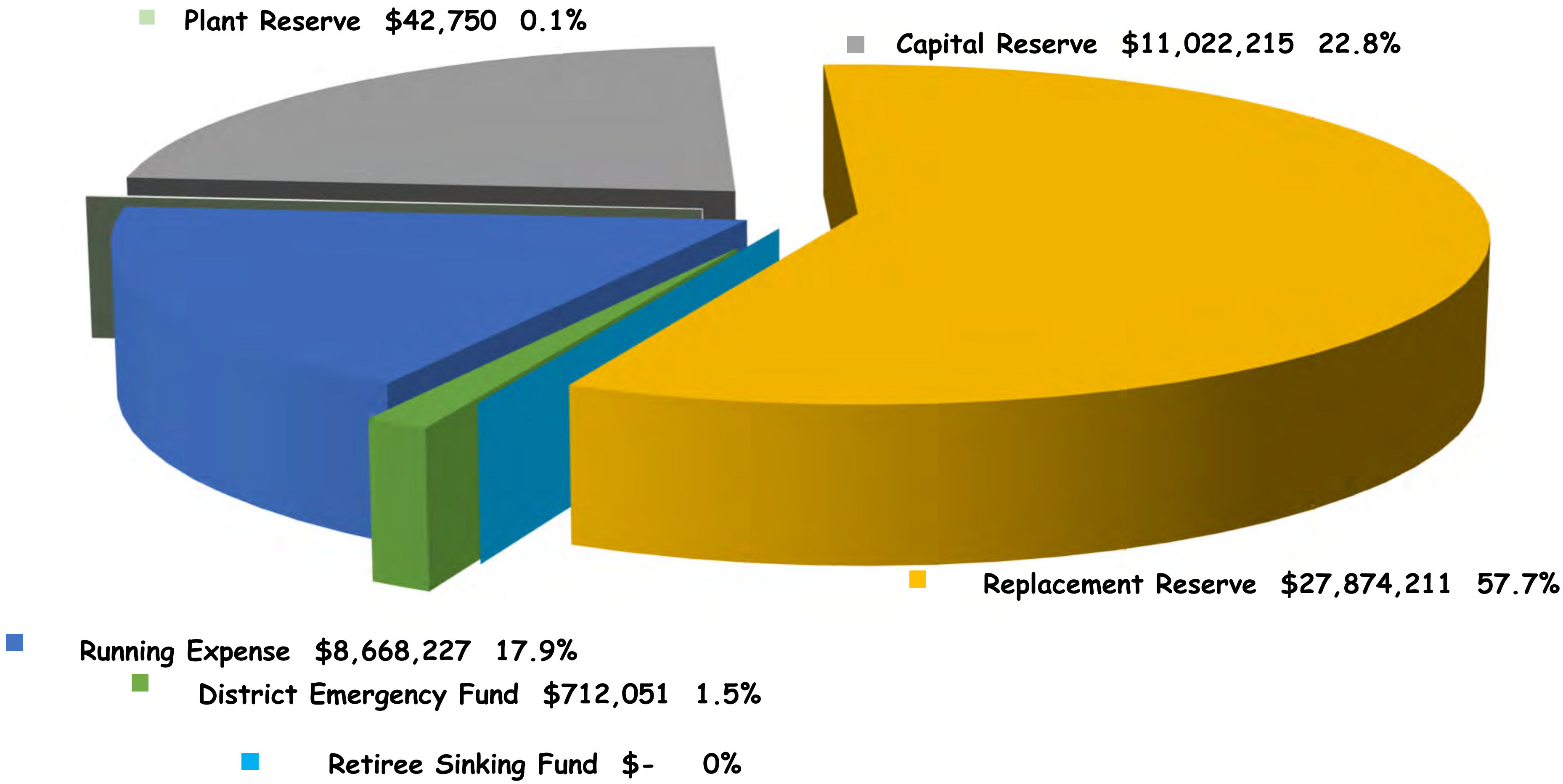
[c] Designated for facilities capacity expansion.

[d] Designated for facilities replacement projects.

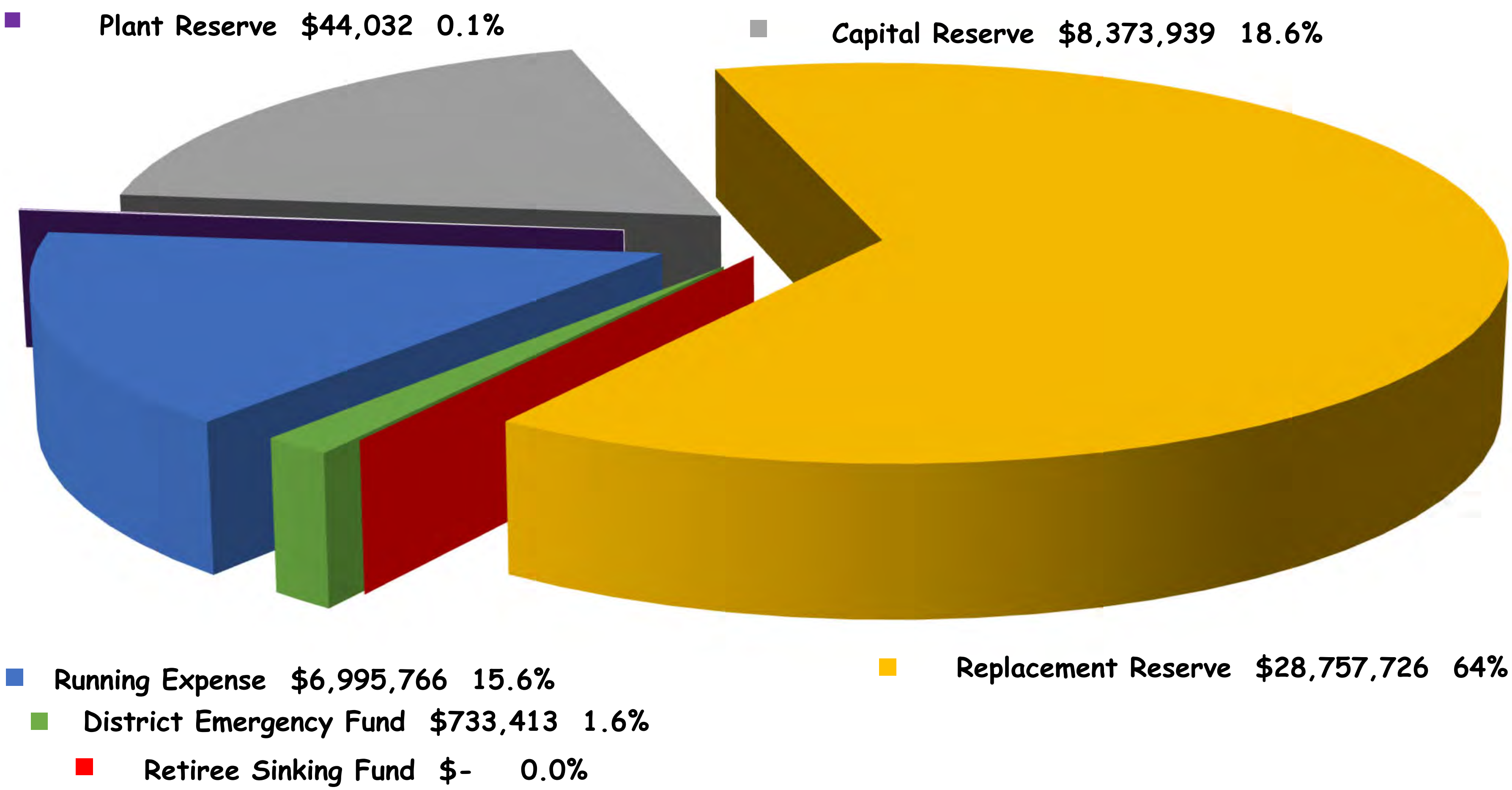
[e] Designated for retiree medical insurance, reimbursing retirees and contributions to CERBT, OPEB

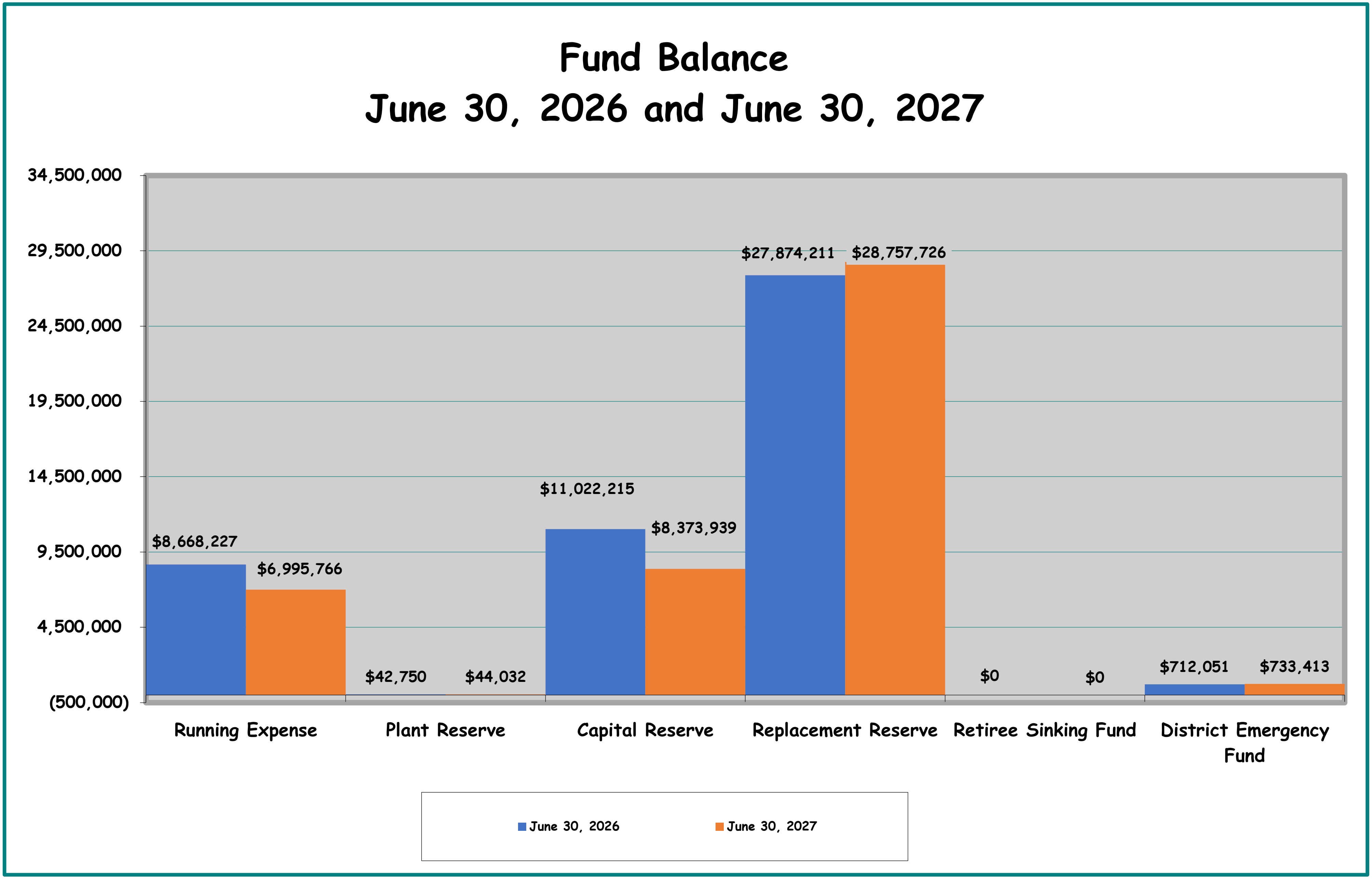
[f] Designated for costs associated with emergency projects.

Fund Balance June 30, 2025



Fund Balance June 30, 2026




Fund Balance
June 30, 2026 and June 30, 2027
34,500,000
29,500,000
24,500,000
19,500,000
14,500,000
9,500,000
4,500,000
(500,000)
$8,668,227
$6,995,766
$42,750
$44,032
$11,022,215
$8,373,939
$27,874,211
$28,757,726
$0
$0
$712,051
$733,413
Running Expense
Plant Reserve
Capital Reserve
Replacement Reserve
Retiree Sinking Fund
District Emergency Fund
June 30, 2026
June 30, 2027

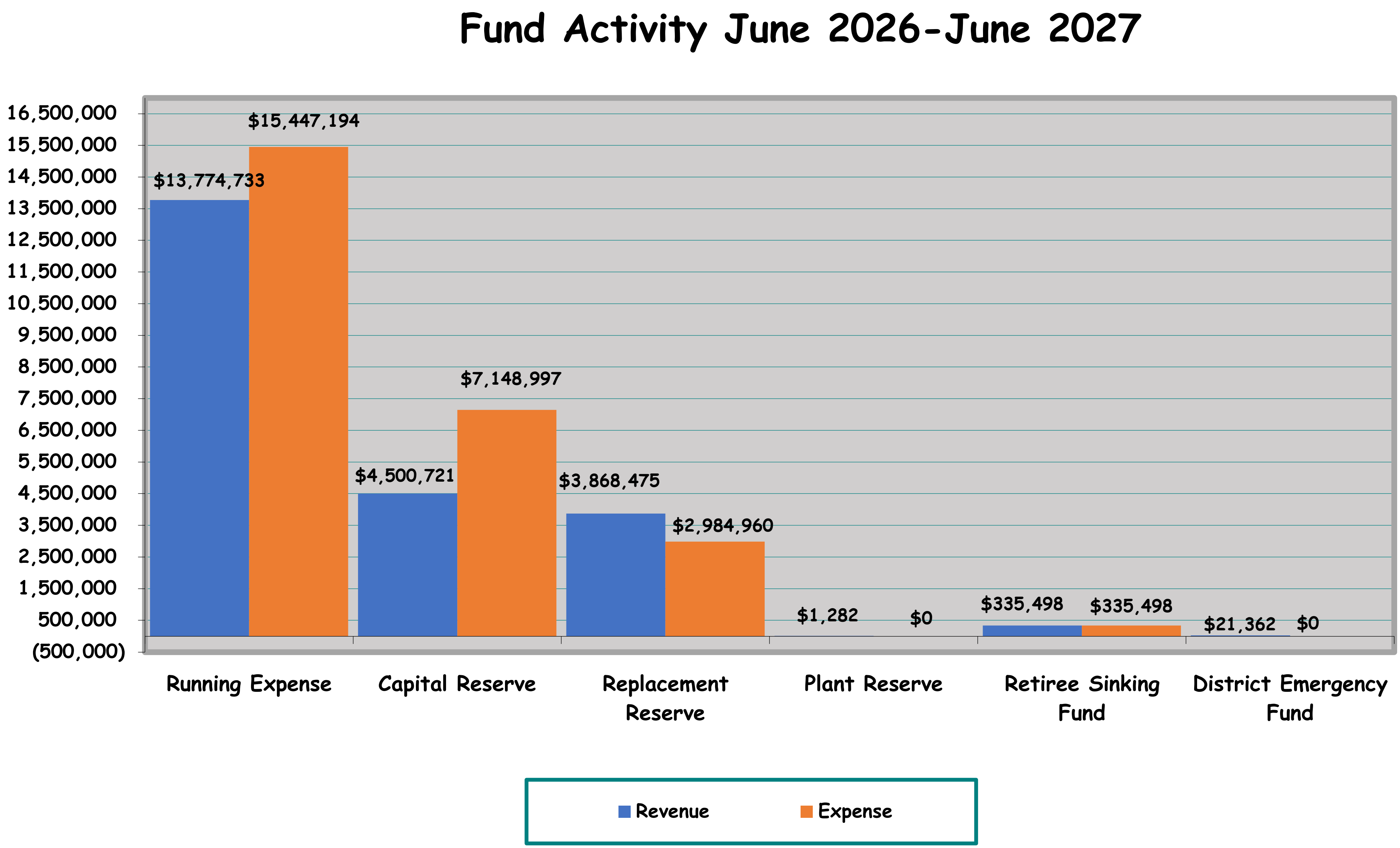
ACTIVITIES OF DISTRICT FUNDS

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 FY27, the District anticipates a decrease from $48,319,454 at the beginning of the year to $44,904,875 at the end of the year based on the projected revenues and planned expenditures and the balance of the BESP loan escrow. Enclosed in this budget is a fund activity tabulation and associated bar chart illustrating the activities of each of the District's designated funds in FY27.

FUND CASH ACTIVITY

Fund No. and Name		Estimated Cash Balance 6/30/2026	Estimated Cash In-flow 2026-2027		Estimated Cash Out-flow 2026-2027		Estimated Cash Balance 6/30/2027
640	Running Expense	$8,668,227	Interest	$173,592	O & M Expense	$14,425,539	$6,995,766
			SSC Revenue	$8,076,692	WWRec O & M Expense	$621,655	
	Adjusted 06/30/25 Estimate	$8,668,227	RFOGA	$4,853,291	Inter-Fund Loan P&I	$400,000	
			GWD WWRec O&M	$610,143			
			Admin Chg: WWRec	$61,014			
	Subtotal			**$13,774,733**		**$15,447,194**	
645	Plant Reserve	$42,750	Interest	$1,282		$0	$44,032
	Subtotal			**$1,282**		**$0**	
650	Capital Reserve	$11,022,215	Interest	$240,988	Plant Projects (non-BESP)	$6,350,000	$8,373,939
			SSC Connection/Annex/RFOGA	$4,084,733	Loan P&I installment	$592,297	
			BESP Loan Proceeds:	$175,000	BESP Project	$206,700	
	Subtotal			**$4,500,721**		**$7,148,997**	
655	Replacement Reserve	$27,874,211	Interest	$825,174	Collection System Replacements	$705,745	$28,757,726
			SSC/Prop. Tax/RFOGA	$2,643,301	Administration, Outfall, WWRec	$608,143	
		$27,874,211	Inter-Fund Loan P&I	$400,000	Plant, Lab, IWC Projects	$1,671,072	
					Main Pump Station Project	$0	
	Subtotal			**$3,868,475**		**$2,984,960**	
660	Retiree Health Insurance	$0	Interest	$2,498			$0
			Revenue	$333,000		$335,498	
	Subtotal			**$335,498**		**$335,498**	
675	District Emergency Fund	$712,051	Interest	$21,362		$0	$733,413
	Subtotal			**$21,362**		**$0**	
	TOTALS	**$48,319,454**		**$22,502,070**		**$25,916,648**	**$44,904,875**


Fund Activity June 2026-June 2027
16,500,000
15,500,000
14,500,000
13,500,000
12,500,000
11,500,000
10,500,000
9,500,000
8,500,000
7,500,000
6,500,000
5,500,000
4,500,000
3,500,000
2,500,000
1,500,000
500,000
(500,000)
$13,774,733
$15,447,194
$4,500,721
$7,148,997
$3,868,475
$2,984,960
$1,282
$0
$335,498
$335,498
$21,362
$0
Running Expense
Capital Reserve
Replacement Reserve
Plant Reserve
Retiree Sinking Fund
District Emergency Fund
Revenue
Expense

REVENUES
FISCAL YEAR 2026-27

DISTRICT REVENUES FOR FISCAL YEAR 2026-27

The District estimates FY27 revenues from several sources as outlined in the following table:

REVENUE SOURCES		
Sewer Service Charges	$ 9,746,331	43.66%
From Other Government Agencies	10,388,578	46.53%
Permit, Inspections and Fees	35,900	0.16%
Annexation and Capacity Fees	237,000	1.06%
Property Taxes and related	219,365	0.98%
Interfund Loan Proceeds	400,000	1.79%
Interest and Other Income	1,299,896	5.82%
	$ 22,327,070	100.00%

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 six funds.

1. **Running Expense Fund**
2. **Plant Reserve Fund**
3. **Capital Reserve Fund**
4. **Replacement Reserve Fund**
5. **Retiree Health Insurance Fund**
6. **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

Sewer service charges (SSCs) may 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 SSCs 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 a majority of the SSC fees to the District twice annually, immediately following tax collection in December and April of each year.

The SSC rates are based on a recent wastewater generation study that took into account the amount and strength of wastewater flow from various types of development. The SSC rate model is based on guidelines established by the Federal and State governments in accordance with the Clean Water Act

The District allocates its SSC revenues on an annual basis to ensure adequate revenues are being collected to cover the following costs:

1. **Operations and Maintenance (O&M):** Costs associated with providing for the collection, treatment, and disposal of wastewater for the District's customers and contract entities.
2. **Depreciation:** Costs associated with the replacement and/or repair of the District's existing assets.
3. **Capital Improvement Program:** Costs associated with planned improvements to the District collection and treatment facilities required to maintain the community's investment in the District's infrastructure.

The above cost components are listed in order of their importance. The most important and critical component that the SSC revenue must cover is the ongoing Operations and Maintenance (O&M) costs. This component of the SSC revenue funds the District's Running Expense Fund #4640. If there isn't enough revenue collected through the District's adopted SSC rates to cover the ongoing O&M needs, the District will eventually not be able to provide sewer services to the community.

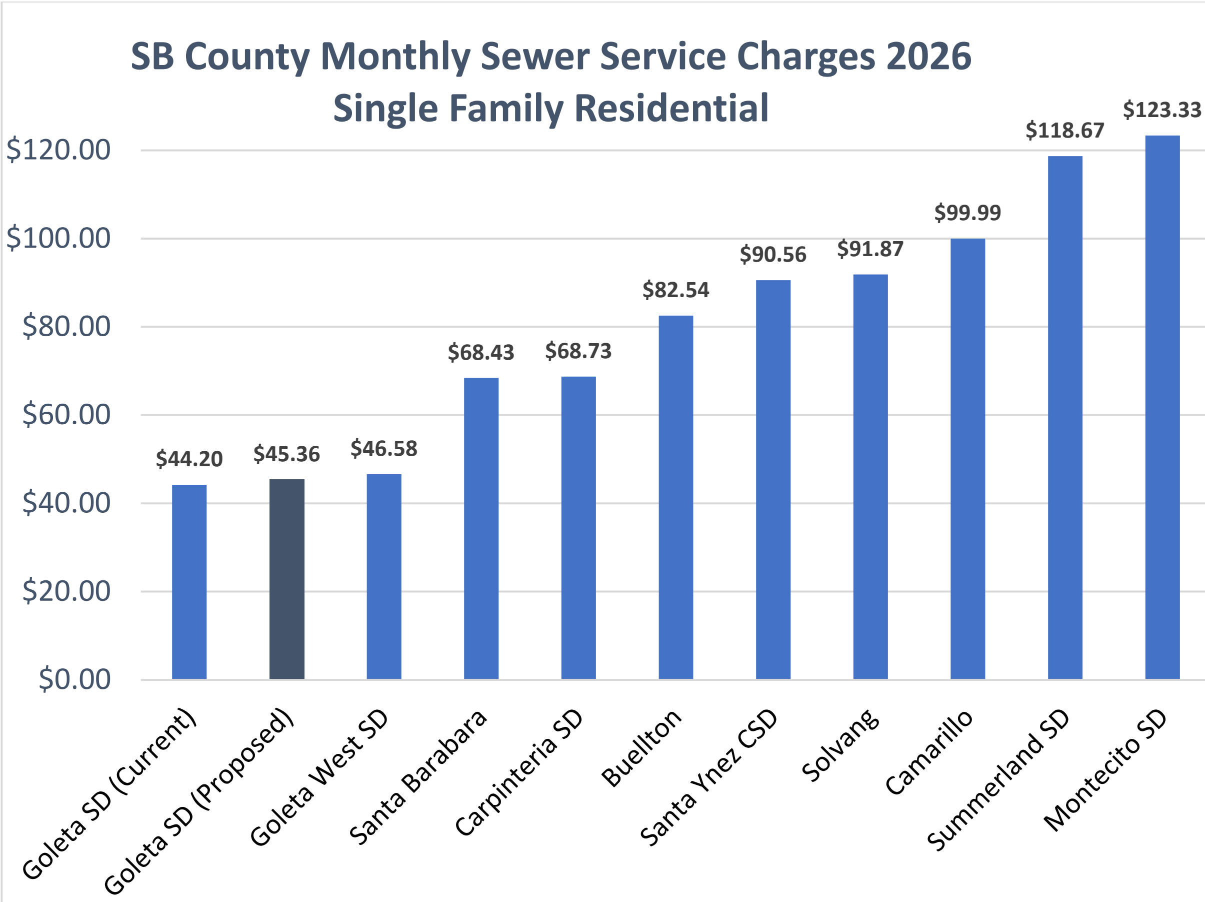
Once the O&M costs are covered, the remaining SSC revenue funds are allocated to the replacement and capital reserve funds based on need.

A summary of the District's SSC rate allocation over the last few years is show in the following table.

SSC Rate Component Allocation	FY23 ($/Mo/ERU)	FY24 ($/Mo/ERU)	FY25 ($/Mo/ERU)	FY26 ($/Mo/ERU)	FY27 ($/Mo/ERU)
Capital Reserve Fund	$ 5.00	$ 5.00	$ 5.00	$ 4.50	$2.00
Replacement Reserve Fund	$ 9.11	$ 9.04	$ 9.55	$ 9.66	$4.59
Operations & Maintenance Cost	$ 30.09	$ 30.16	$ 29.65	$ 30.04	$38.77
Total SSC Rate	$ 44.20	$ 44.20	$ 44.20	$ 44.20	$45.36

This year a reallocation in the rate structure is proposed to cover short term increases in operations & maintenance costs and temporarily decrease the amount put towards the Replacement and Capital Reserve funds.

A comparison of the District's proposed FY27 monthly SSC rate with monthly SSC rates of other local agencies Santa Barbara County shows that the District's total service rate (including direct property tax payments) of $**45.36**/month remains significantly less (46%) than the average of all other local agencies total sewer service rate of **$83.61** per month as shown in the following table:



<u>Permit and Inspection Fees – Account 3120</u>

Permit, Inspection, and Plan check 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.

<u>Administration Charges – Accounts 3140 and 3145</u>

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.

<u>Treatment and Disposal Revenue – Account 3150</u>

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 Main Pump Station. The Airport is charged based upon flow. This revenue value also includes the direct cost charged to the Contract users' for their annual flow meter calibration.

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.

Total FY27 Estimated Running Expense Fund Revenue with interest is $13,774,733.

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 capacity and annexation fees, along with an allocated portion of the sewer service fees are directed to this fund for capacity-related capital improvements.

Capacity Fees – Account 3130

Capacity 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 Capacity 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 Capacity Fee is the cost of buying capacity units expressed in ERUs. The value of the Capacity Fee for a single family residence is typically the price of one ERU.

Since Capacity 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, Capacity Fees are mandated by law to be kept in a separate fund which has been designated by the District as the Capital Reserve Fund.

Capacity Fee revenue estimates are based on historical data and the estimated number and type of units to be connected in FY27.

Annexation Charges – Account 3200

Annexation to the District is the process of entering a land parcel into the service area of the District. Annexation fees are based on a recently completed fee study. In FY27 the District's annexation processing fee is $200 based on the average cost to process the annexation request. The District's annual projection of this revenue is based on historical data of the estimated number of parcels to be annexed.

Loan Drawdowns

It is expected that the full Loan balance will be drawn down before the expiration of the draw extension recently executed. That balance is estimated to be $175,000, that will be used to offset expenditures associated with the Biosolids and Energy Strategic Plan improvements.

***Total FY27 Estimated Revenue in the Capital Reserve Fund with interest and loan draw down is* $4,500,721.**

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 $45.36 anticipated SSC revenue per single-family dwelling for FY27, $4.59, which amounts to $986,935 in total revenue, will be deposited into the Replacement Reserve Fund 4655, the District's portion of the annual depreciation value estimated to be $2,335,941 in FY27.

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 and is estimated to be $218,865 in FY27.

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. The total RFOGA revenue to the Replacement Reserve Fund for FY27 is $1,437,501.

Total FY27 Estimated Revenue in the Replacement Reserve Fund with interest and interfund loan payment is* $3,868,475*.

Retiree Health Insurance Fund – 4660

The Retiree Health Insurance fund was established by the District in 2004. The District contributes annually into this fund to cover the future medical insurance premiums for eligible 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.

FY27 Total deposit into the Retiree Health Insurance Fund with interest is $*335,498*.

Interest Earnings Account - 3230

Each of the District funds has an Interest Earning account and interest is accrued per fund based upon balances in the interest-bearing account. The interest calculation for each fund for this year is calculated based on an annual percentage of 3.00%.

Total FY27 Estimated Interest Revenue is* $1,264,896*.

FY27 TOTAL ANTICIPATED DISTRICT REVENUE IS $22,327,070.

Fiscal Year 2026-2027
REVENUE

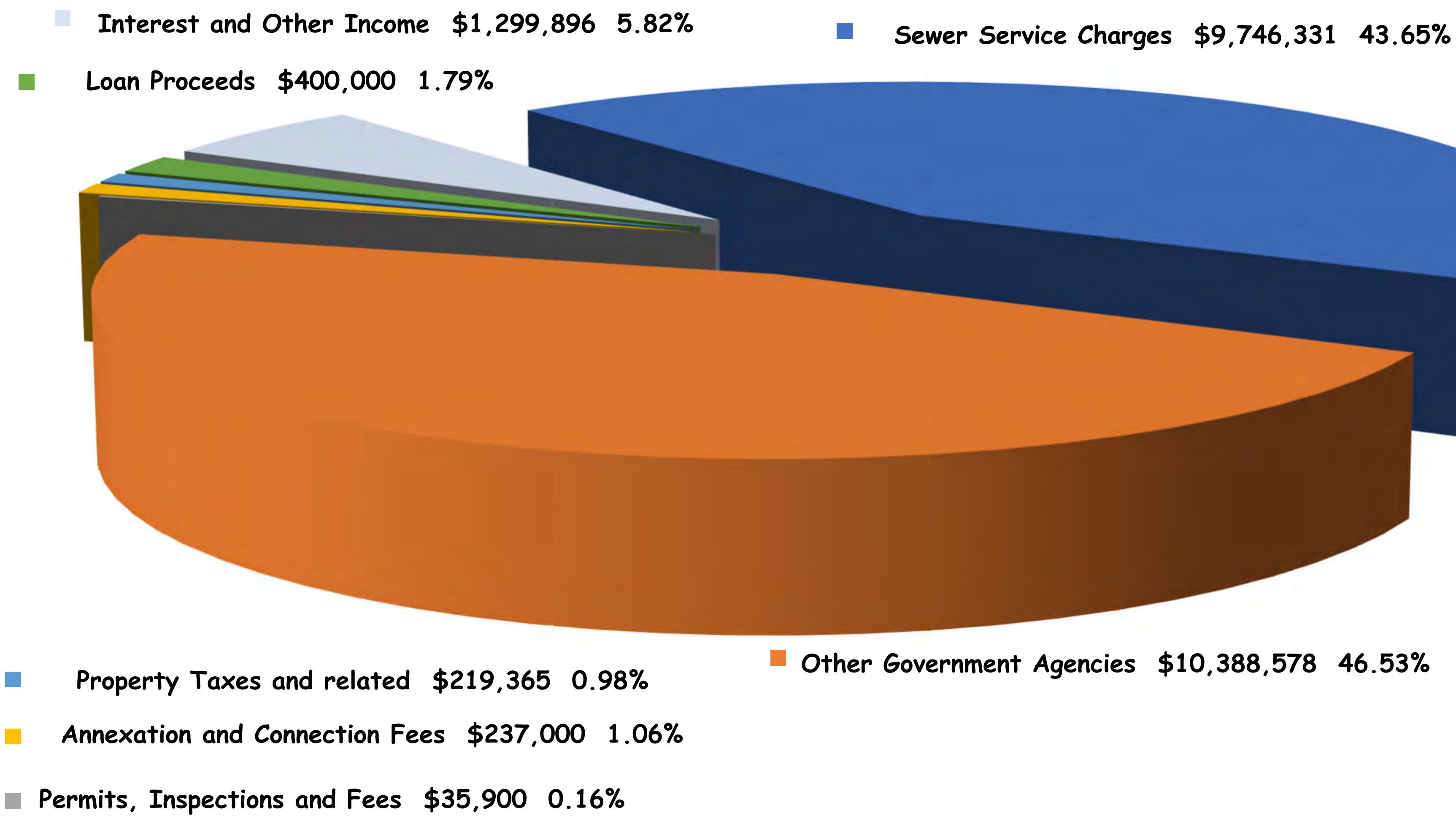
Fund Name and Number	Acct	Revenue Classification	Budgeted Revenue 2025-26	Revenue to date 5/31/2026	Projected Actual 2025-26	Over(Under) Budget 2025-26	Revenue Projection 2026-27	% Change from FY 2025-26	Change from FY 2025-26
4640	3100	*Sewer Service Charges	$6,151,703	$5,548,145	$6,151,703	$0	$7,996,671	30%	$1,844,968
Running	3120	Permits and Inspections	$28,000	$48,982	$53,502	$25,502	$35,000	25%	$7,000
Expense	3140	Admin Chgs - Treatment	$261,263	$211,803	$258,903	($2,360)	$274,020	5%	$12,757
	3145	Admin Chgs - Reclamation	$57,289	$46,800	$51,054	($6,235)	$61,014	7%	$3,726
	3150	Treatment & Disposal Cost Reimb.	$4,369,263	$3,476,376	$3,867,410	($501,853)	$4,579,271	5%	$210,008
	3155	GWD WWRec O&M Cost Reimb.	$572,887	$467,995	$510,540	($62,347)	$610,143	7%	$37,256
	3160	IWC Analysis Reimbursement	$500	$0	$0	($500)	$500	0%	$0
	3170	Homeowners Exemption	$500	$608	$500	$0	$500	0%	$0
	3205	Annexation Processing Fee	$400	$0	$400	$0	$400	0%	$0
	3240	**RFOGA - Running Expense	$6,403	$10,161	$11,085	$4,682	$8,621	35%	$2,218
	3260/3301	Other Revenue - Running Exp.	$35,000	$44,205	$46,127	$11,127	$35,000	0%	$0
		Subtotal	***$11,483,207***	***$9,855,074***	***$10,951,225***	***($531,983)***	***$13,601,140***	**18%**	***$2,117,933***
4650	3100	*Sewer Service Charges	$971,460	$967,570	$971,460	$0	$429,725	-56%	-$541,735
Capital	3130	Capacity Fees	$101,073	$87,588	$97,213	($3,861)	$232,000	130%	$130,927
Reserve	3200	Annexation Charges	$27,293	$15,731	$15,731	($11,562)	$5,000	-82%	-$22,293
	3260	**RFOGA - Capital Projects	$4,818,378	$1,765,403	$2,084,403	($2,733,975)	$3,418,008	-29%	-$1,400,370
		Loan Proceeds (draws, see escrow table)							
		Subtotal	***$5,918,203***	***$2,836,291***	***$3,168,806***	***($2,749,398)***	***$4,084,733***	**-31%**	***($1,833,471)***
4655	3100	*Sewer Service Charges	$2,085,733	$2,045,212	$2,085,733	$0	$986,935	-53%	-$1,098,798
Replacement	3220	Property Tax Revenue	$213,000	$221,745	$221,745	$8,745	$218,865	3%	$5,865
Reserve		Interfund Loan	$400,000	$300,001	$400,000	$0	$400,000	0%	$0
	3260	**RFOGA - Capital Projects	$782,692	$145,061	$325,061	($457,631)	$1,437,501	84%	$654,808
		Subtotal	***$3,481,425***	***$2,712,018***	***$3,032,538***	***($448,887)***	***$3,043,301***	**-13%**	***-$438,124***
4660	3100	*Sewer Service Charges	$333,000	$333,000	$333,000	$0	$333,000	0%	$0
All Funds		**Interest Earnings**							
4640	3230	Running Expense Fund	$326,346	$307,382	$334,860	$8,514	$173,592	-47%	-$152,754
4645	3230	Plant Reserve Fund	$1,643	$1,522	$1,656	$13	$1,282	-22%	-$361
4650	3230	Capital Reserve Fund	$265,883	$385,089	$418,389	$152,506	$240,988	-9%	-$24,895
4655	3230	Replacement Reserve Fund	$977,335	$991,301	$1,082,551	$105,216	$825,174	-16%	-$152,161
4660	3230	Retiree Health Insurance Fund	$3,330	$1,137	$1,137	($2,193)	$2,498	-25%	-$833
4670	3230	Plant Upgrading Fund	$0	$0	$0	$0	$0	0%	$0
4675	3230	District Emergency Fund	$27,373	$25,358	$27,583	$210	$21,362	-22%	-$6,011
		Subtotal	***$1,601,910***	***$1,711,790***	***$1,866,177***	***$264,267***	***$1,264,896***	**-21%**	***-$337,014***
		Total Revenue	***$22,817,745***	***$17,448,173***	***$19,351,745***	***($3,466,000)***	***$22,327,070***	**-2%**	***($490,676)***
		Anticipated BESP Loan Draws:					***$175,000***		
		Total Estimated Cash inflow:					***$22,502,070***		

*Sewer Service Charges are deposited directly to the respective funds. Values shown under 2025-2026 Revenue Estimate have been pro-rated accordingly.

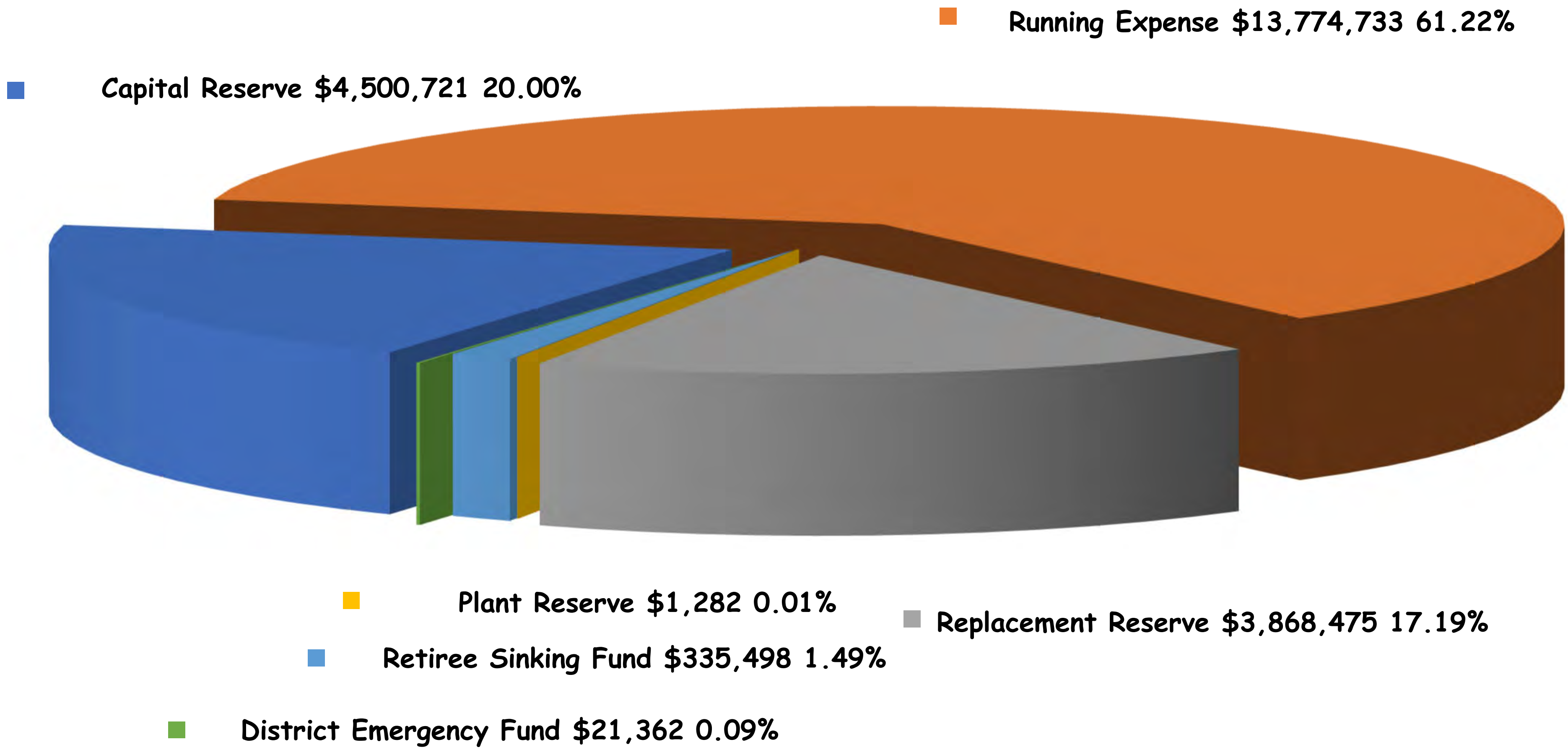
Total Sewer Service Charges:	***$9,541,896***	***$8,893,927***	***$9,541,896***		***$9,746,331***	2.14%	***$204,435***

**RFOGA = Revenue From Other Gov't Agencies

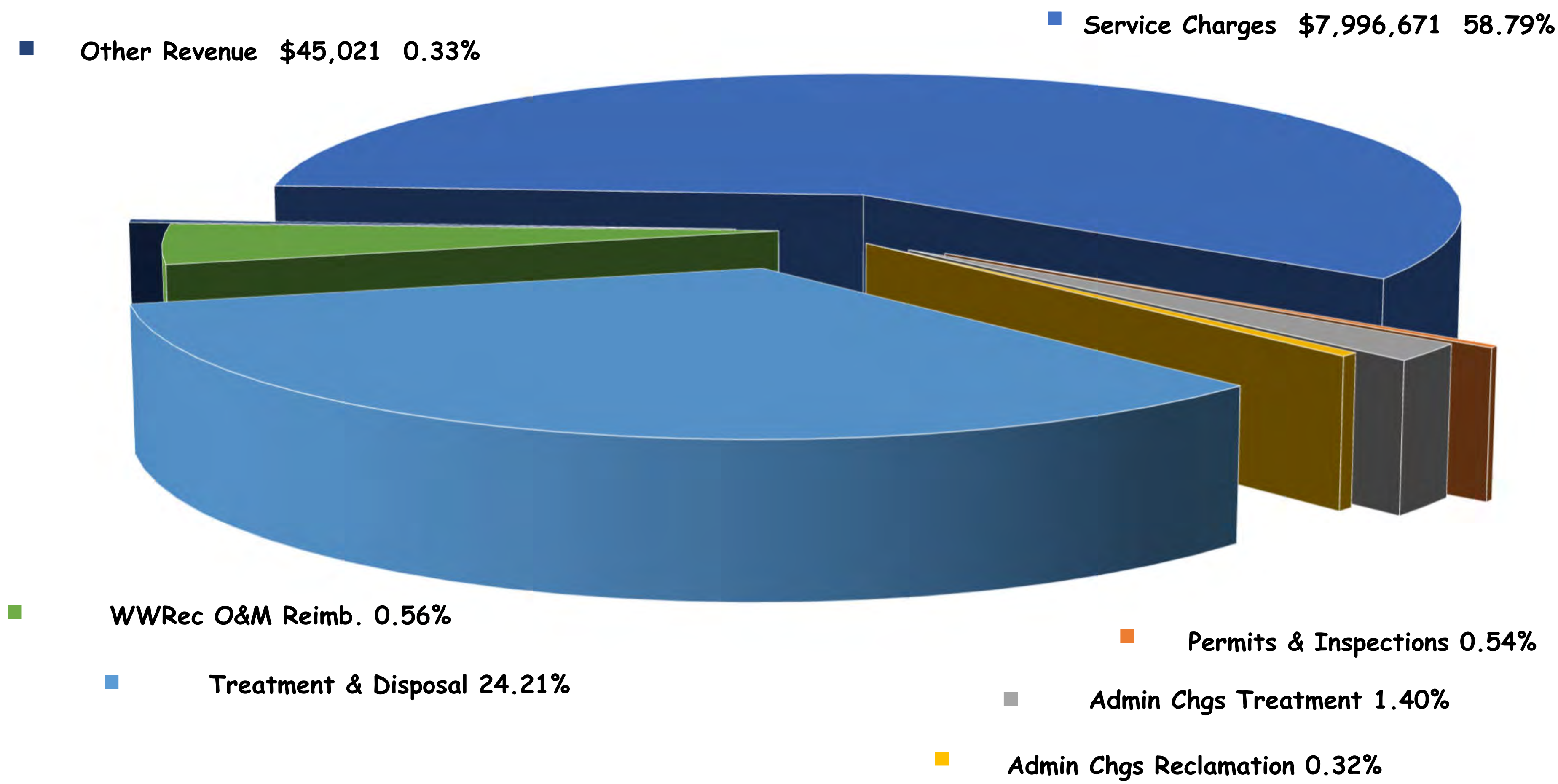
Revenues by Source 2026-27



Revenues by Fund 2026-27



Running Expense Revenues 2026-27



EXPENDITURES
FISCAL YEAR 2026-27

DISTRICT COMBINED EXPENDITURES IN FY25-26

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, and capital outlay. The total operating and personnel expenses proposed for FY26-27 are anticipated to be above last year's budget by 16%. The capital outlay projects are anticipated to be about 2% more than last year's expenditures.

The main categories of expenditures in the combined budget with and without depreciation are as follows:

DESCRIPTION	EXPENDITURES	% w/o Depr	% with Depr
Personnel Cost:	**$ 8,800,618**	**34%**	**28%**
Operating Expenses:	**$ 6,870,024**	**27%**	**23%**
Sub-Total:	**$ 15,670,642**	**60%**	**52%**
Capital Outlay:	**$ 10,246,007**	**40%**	**34%**
Total Expenses w/o depreciation:	**$ 25,916,648**	**100%**	**85%**
Depreciation Expense:	**$ 4,438,095**		**13%**
TOTAL EXPENDITURES:	**$ 30,354,744**		**100%**

The enclosed graph shows the above distribution of expenditures for FY26-27.

The District has separated accounting of its expenses into 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 departments 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

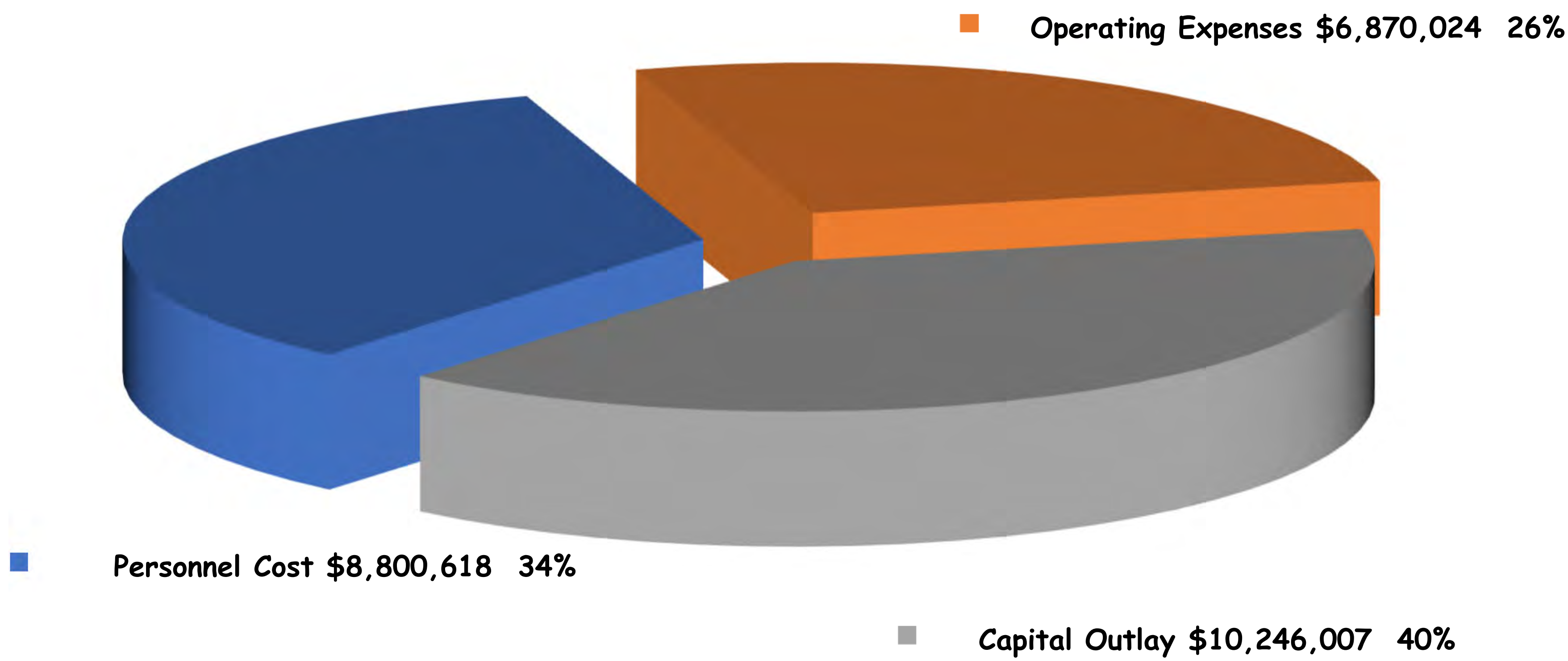
Enclosed in this budget is a graph showing the distribution of the expenditures by each of the service categories described above. Details of each category's proposed expenditures are also included in this budget with a narrative explanation of the purposes of these expenditures.

Fiscal Year 2026-2027
EXPENDITURES

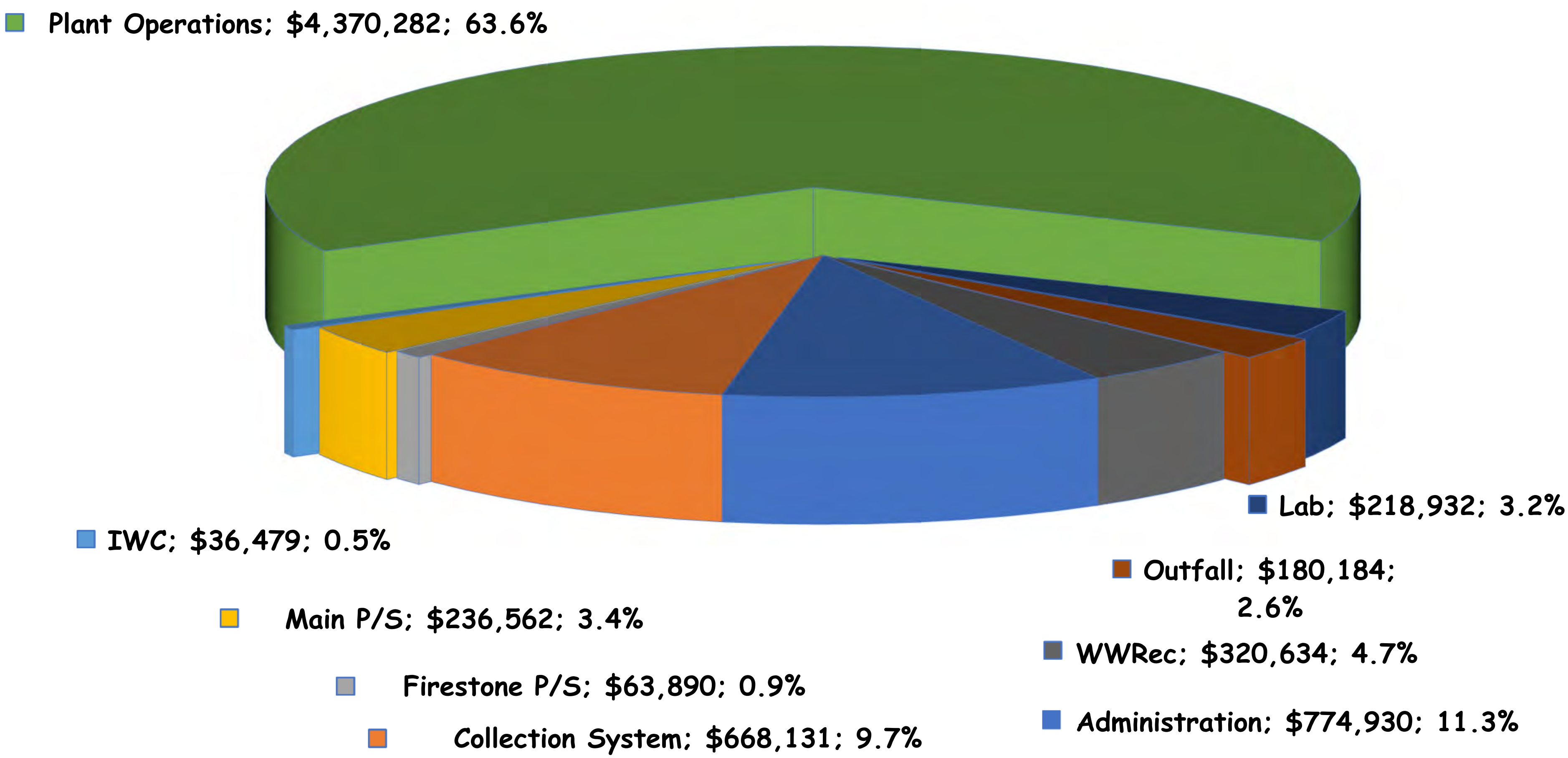
Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	4,687,926	4,287,486	4,743,601	(55,675)	5,058,619	8%	370,692
Overtime	16,800	22,102	24,453	(7,653)	16,800	0%	0
Temporary	7,116	12,867	14,236	(7,120)	0	-100%	(7,116)
Directors Fees	85,000	39,218	42,783	42,217	85,000	0%	0
Worker's Compensation	80,976	86,809	94,700	(13,724)	81,093	0%	117
Retirement	1,243,170	1,154,719	1,277,561	(34,391)	1,368,083	10%	124,914
Active Employee Insurance-Health/Dental/Vision/Disability	1,259,385	1,149,988	1,254,532	4,853	1,469,990	17%	210,605
Retiree Health Insurance OPEB Funding	336,330	334,137	334,137	2,193	335,498	0%	(833)
FICA	277,569	259,963	287,618	(10,049)	307,125	11%	29,556
Medicare	68,322	63,354	70,094	(1,772)	73,594	8%	5,272
Unemployment Insurance	4,703	4,937	5,462	(759)	4,816	2%	113
Subtotal	8,067,297	7,415,579	8,149,177	(81,880)	8,800,618	9%	733,321
OPERATING EXPENSES							
Public Education	75,000	45,227	49,338	25,662	75,000	0%	0
Janitorial Service & Supplies	49,800	43,930	47,922	1,878	51,960	4%	2,160
Uniforms	17,205	14,501	15,820	1,385	20,244	18%	3,039
Licenses & Permits	179,216	105,697	115,046	64,170	204,750	14%	25,534
Freight & Postage	3,465	6,341	6,918	(3,453)	3,465	0%	0
Subscriptions	8,100	5,789	6,315	1,785	9,670	19%	1,570
Vehicle Repairs & Maintenance	77,415	73,615	80,407	(2,992)	94,703	22%	17,288
Liability & Property Insurance	436,399	424,035	424,035	12,364	461,524	6%	25,125
Dues & Memberships	58,623	52,401	57,280	1,343	64,881	11%	6,258
Office Supplies	18,060	17,426	19,010	(950)	18,667	3%	607
Analysis & Monitoring	206,825	62,725	68,334	138,491	213,145	3%	6,320
Operating Supplies	1,281,305	845,760	923,248	358,057	1,383,205	8%	101,899
Attorney Fees	65,000	67,854	74,022	(9,022)	75,000	15%	10,000
Printing & Publications	5,960	10,976	11,974	(6,014)	6,460	8%	500
Repairs and Maintenance	824,335	731,477	843,313	(18,978)	995,347	21%	171,012
Travel	67,690	60,249	65,502	2,188	61,469	-9%	(6,221)
Seminars, Conferences, Training, Employee Recognition	57,960	30,667	33,455	24,505	41,900	-28%	(16,060)
Utilities	853,797	768,113	877,844	(24,047)	852,445	0%	(1,352)
Election Expense	12,000	0	0	12,000	12,000	0%	0
Computer Service & Maintenance	242,200	227,346	239,510	2,691	264,915	9%	22,715
Lease/Rentals	129,263	9,084	9,911	119,352	9,263	-93%	(120,000)
Biosolids Hauling	709,104	494,827	593,793	115,311	779,339	10%	70,235
Professional Services	589,215	380,487	414,015	175,200	694,640	18%	105,425
Interest Expense	504,627	277,631	504,627	0	451,352	-11%	(53,275)
Other Expense	23,650	14,386	15,690	7,960	24,680	4%	1,030
Subtotal	6,496,215	4,770,545	5,497,329	998,885	6,870,024	6%	373,809
Total Personnel and Operating Expenses	**14,563,512**	**12,186,125**	**13,646,506**	**917,005**	**15,670,642**	8%	**1,107,130**
DEPRECIATION FUNDING							
Replacement Reserve	3,936,758	3,923,183	3,923,183	13,575	4,438,095	13%	501,337
Subtotal	3,936,758	3,923,183	3,923,183	13,575	4,438,095	13%	
CAPITAL OUTLAY							
Machinery and Equipment *(Fund 640)*	94,050	71,581	71,581	22,469	112,050	19%	18,000
Capital Projects - Replacement Reserve Fund (4655)	2,282,695	468,066	543,066	1,739,629	2,984,960	31%	702,265
Capital Projects - Capital Reserve Fund (4650)	9,243,003	3,980,964	4,618,975	4,624,028	6,556,700	-29%	(2,686,303)
Debt Service	944,048	575,021	575,021	369,027	592,297	-37%	(351,751)
Subtotal	12,563,796	5,095,632	5,808,643	6,755,153	10,246,007	-18%	(2,317,789)
Total Operating & Non-Operating w/o Depreciation	**27,127,308**	**$ 17,281,757**	**$ 19,455,149**	**$ 7,672,159**	**25,916,648**	-4.46%	**(1,210,659)**
Total Operating & Non-Operating with Depreciation	**31,064,066**	**$ 21,204,940**	**$ 23,378,333**		**30,354,744**	-2.28%	**(709,322)**

District's Combined Expenditures

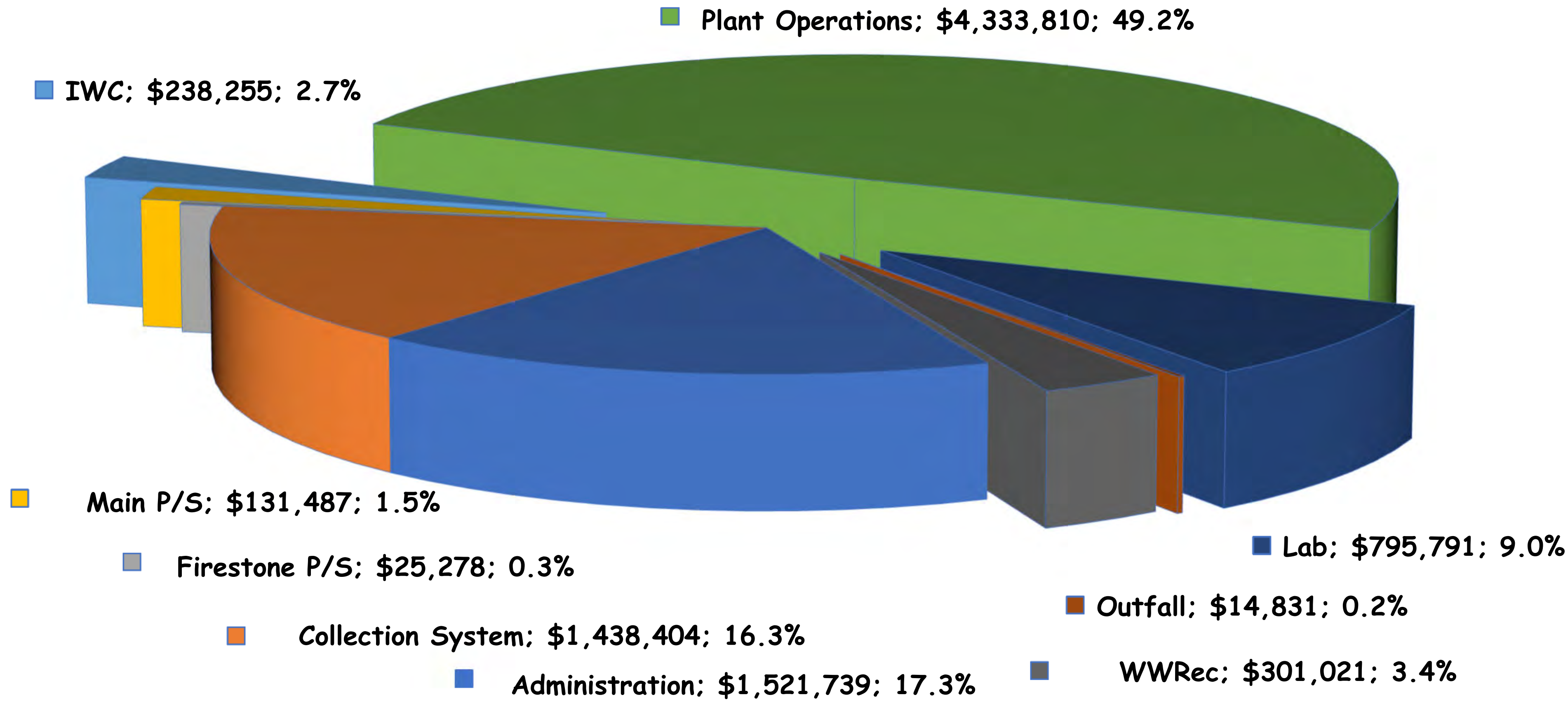
Without Depreciation



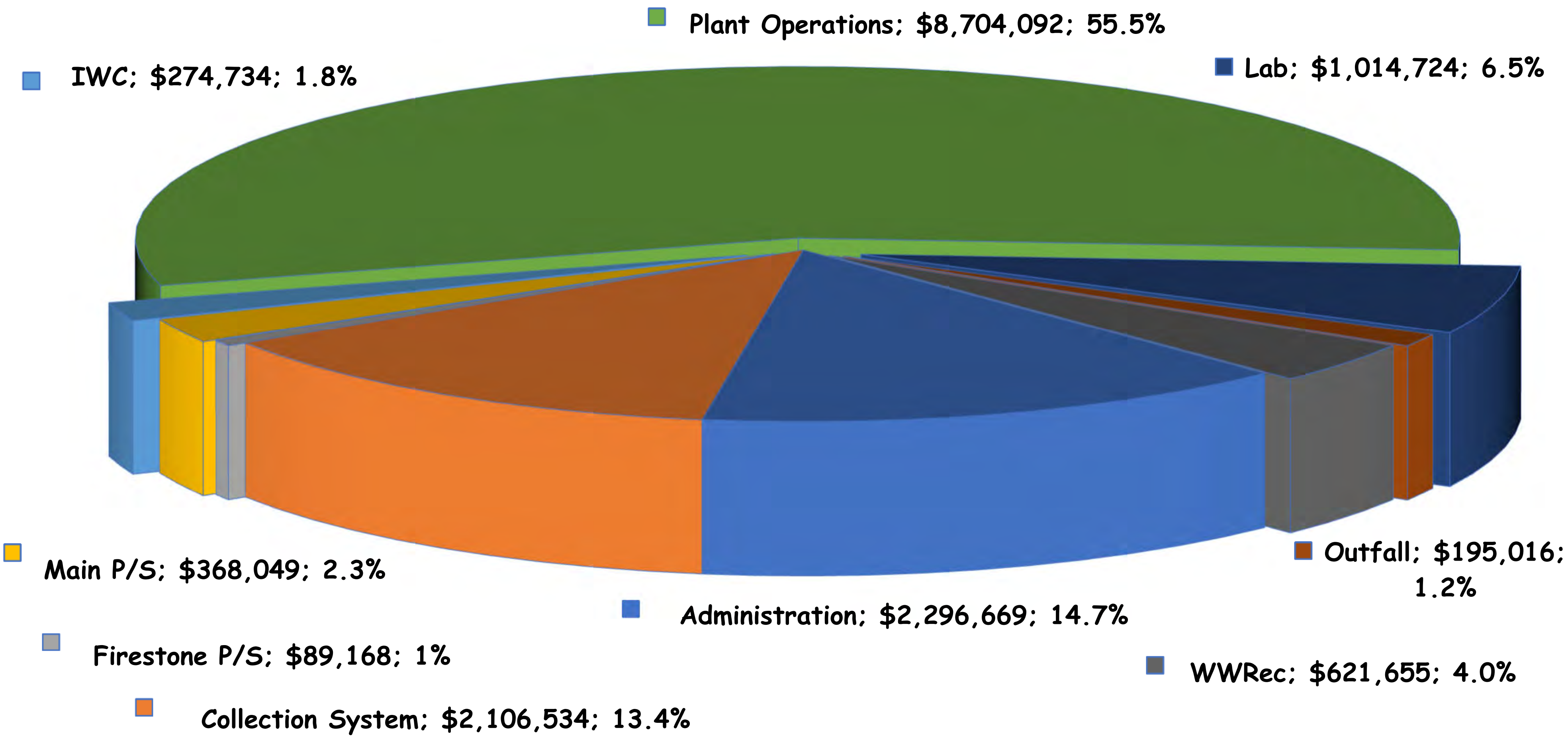
Distribution of Operating Costs



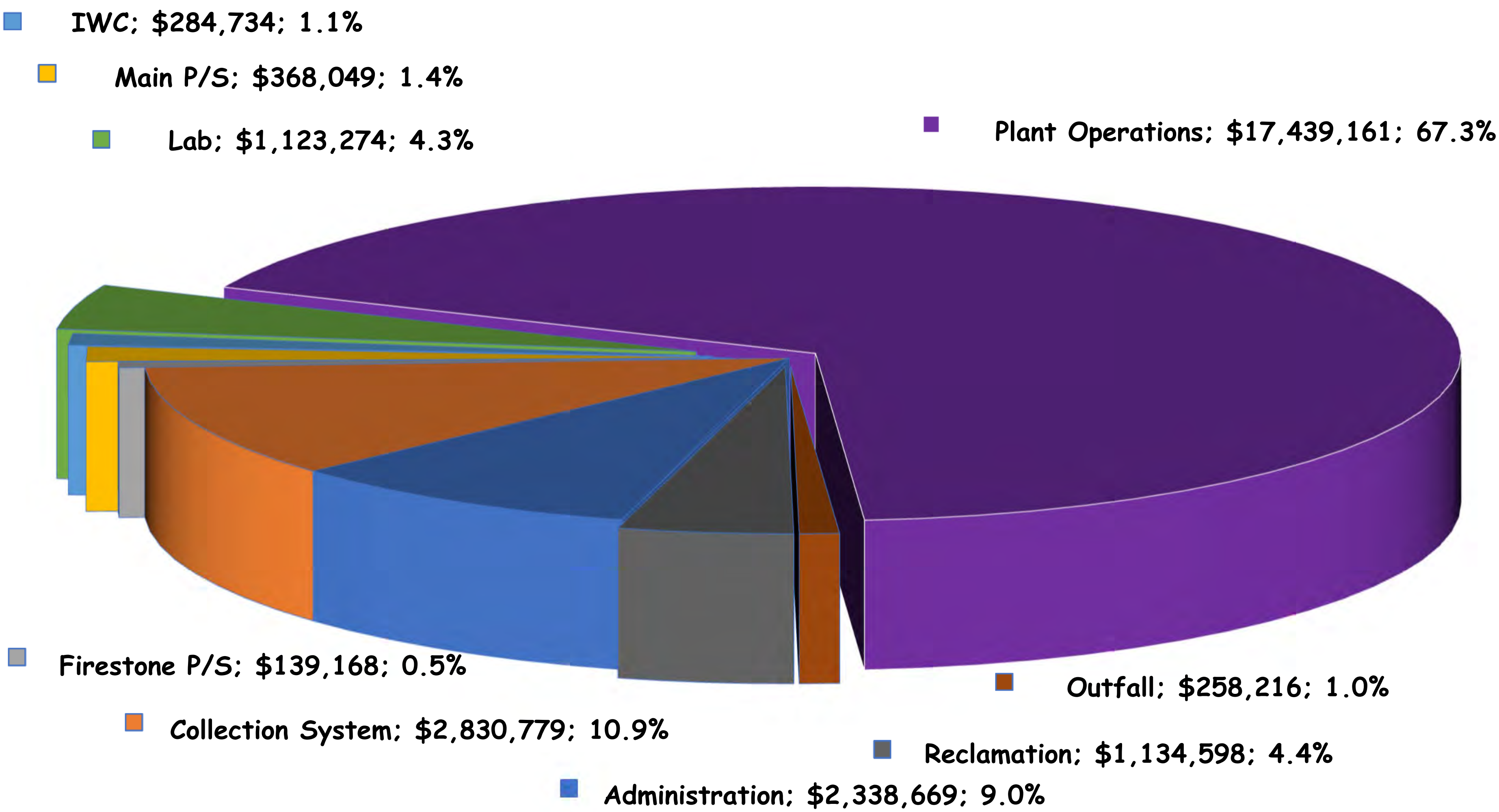
Distribution of Personnel Cost



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 FY27. 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 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, other than the Reclamation Facilities.

The total anticipated running expense expenditures in FY27 are $14,825,539

On the revenue side the total revenue projected for this fund includes most revenue sources described under the running expense revenue discussion except for 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 slightly higher than the anticipated revenues.

The total anticipated running expense revenue in FY27 are $13,103,575

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 revenues for the reclamation facilities in FY27 are $1,184,101

The total anticipated expenses for the reclamation facilities in FY27 are $1,134,598

Debt Service

The District has obtained a loan in the amount of $14M for the design and construction of the Biosolids and Energy Strategic Plan improvement projects. The term of the loan is 20 years and the debt service for FY26-27 consists of two payments of $472,024, one in July, 2026 and one in January, 2027.

Additionally, interfund loan payments totaling $400,000 from the 4640 fund to the 4655 fund will be made during the fiscal year.

Capital Improvements

This summary includes all the expenditures projected for capital improvements of the treatment plant 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 FY27 are $9,621,014

The total anticipated depreciation expenses in FY27 are $4,438,095

The total anticipated revenue for capital improvements in FY27 is $7,703,896

<u>THE TOTAL PLANNED EXPENDITURES FOR FY27</u>

INCLUDING DEPRECIATION ARE $30,354,744

WITHOUT DEPRECATION ARE $25,916,648

TOTAL ESTIMATED REVENUE FOR FY27 IS $22,32,070
TOTAL ESTIMATED LOAN DRAWS OF $176,000

TOTAL ESTIMATE CASH INFLOW $22,502,070

COMPARISON SUMMARY OF EXPENSES AND REVENUES
Fiscal Year 2026-2027

EXPENDITURES			REVENUES		
RUNNING EXPENSE FUND (4640)			**RUNNING EXPENSE FUND (4640)**		
Personnel		$7,764,099	Sewer Service Charges		$7,996,671
Operating Expense		6,549,390	Permit and Inspection Fees		35,000
Machinery and Equipment		112,050	Administration Charges - Treatment		274,020
Sub-Total		$14,425,539	RFOGA - Treatment and Disposal		4,579,271
			IWC Analysis Reimbursement		500
			Homeowners Property Tax Relief		500
CalPERS UAL Loan Payment		$400,000	Annexation Processing Fee		400
			Payments from Other Governmental Agencies		8,621
Running Expense Fund Disbursements		**$14,825,539**	Other Revenue		35,000
			Interest		173,592
			Total		**$13,103,575**
RECLAMATION FACILITIES (4640 Dept. 47)			**RECLAMATION FACILITIES (4640 Dept. 47)**		
Personnel		$301,021	GWD Reimbursement of O&M Expenses		$610,143
Operating Expense		320,634	Administration Charges - Reclamation		61,014
Machinery and Equipment		0	RFOGA - Capital Projects (4655)		512,943
Capital Improvement Projects		512,943			
Total		**$1,134,598**	**Total**		**$1,184,101**
CAPITAL IMPROVEMENT			**CAPITAL IMPROVEMENT**		
Capacity Reserve Fund (4650)			Capacity Reserve Fund (4650)		
Other Capital Projects		$6,350,000	Sewer Service Charges		$429,725
BESP Plant Projects		206,700	Connection/Annexation/RFOGA		$3,655,008
Debt Service		592,297	Interest		$240,988
	Sub-total	$7,148,997		Sub-total	$4,325,721
Replacement Reserve Fund (4655):			Replacement Reserve Fund (4655)		
Administration		$32,000	Sewer Service Charges ($/ERU+GSD Depr)		$986,935
Firestone Pump Station		50,000	RFOGA - Capital Projects		924,558
Pump Station Projects		-	Property Tax Revenue		218,865
Plant, Lab and IWC Projects		1,671,072	Interest		825,174
Sewer Line Projects		655,745	Interfund Loan		400,000
Outfall Projects		63,200			
	Sub-total	$2,472,017		Sub-total	$3,355,532
District Plant Reserve Fund (4645)			District Plant Reserve Fund (4645)		
		$0	Interest		$1,282
	Sub-total	$0		Sub-total	$1,282
District Emergency Fund (4675)			District Emergency Fund (4675)		
		$0	Interest		$21,362
	Sub-total	$0		Sub-total	$21,362
Total		**$9,621,014**	**Total**		**$7,703,896**
Depreciation					
Depreciation Expense		$4,438,095			
Retiree Medical Insurance Retirement Fund (660)			Retiree Medical Insurance Retirement Fund (660)		
Disbursements Directly to CERBT		$335,334	Sewer Service Charges		$333,000
Disbursements District Retirees and/or PERS		$164	Interest		$2,498
Total		**$335,498**	**Total**		**$335,498**
TOTAL EXPENSE WITHOUT DEPRECIATION:		**$25,916,648**	**TOTAL REVENUE:**		**$22,327,070**
TOTAL EXPENSE WITH DEPRECIATION:		**$30,354,744**			

SERVICE CATEGORY EXPENSE DATA

ADMINISTRATION

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	845,416	735,872	814,156	31,260	827,101	-2%	(18,316)
Overtime	100	0	0	100	100	0%	0
Temporary	4,767	2,138	2,366	2,401	0	-100%	(4,767)
Directors Compensation	85,000	39,218	42,783	42,217	85,000	0%	0
Workers' Compensation	14,603	13,928	15,194	(591)	13,259	-9%	(1,344)
Retirement	259,381	224,751	248,660	10,721	239,407	-8%	(19,974)
Active Employee Insurance-Health/Dental/Vision/Disability	227,116	155,514	169,651	57,465	240,348	6%	13,232
Retiree Health Insurance OPEB Funding	60,653	60,258	60,258	396	54,855	-10%	(5,799)
FICA	46,086	43,322	47,931	(1,845)	48,888	6%	2,802
Medicare	12,329	10,132	11,210	1,119	11,994	-3%	(335)
Unemployment Insurance	903	721	798	105	787	-13%	(116)
Subtotal	1,556,356	1,285,853	1,413,007	143,349	1,521,739	-2%	(34,617)
OPERATING EXPENSES							
Public Education	13,875	8,593	9,374	4,501	13,875	0%	0
Janitorial Service & Supplies	6,100	6,095	6,649	(549)	7,200	18%	1,100
Uniforms	0	0	0	0	0	0%	0
Licenses & Permits	0	0	0	0	0	0%	0
Freight & Postage	400	5,051	5,510	(5,110)	400	0%	0
Subscriptions	400	510	556	(156)	400	0%	0
Vehicle Repairs & Maintenance	2,500	127	138	2,362	2,500	0%	0
Liability & Property Insurance	7,380	7,932	7,932	(552)	8,202	11%	822
Dues & Memberships	38,000	35,088	38,278	(278)	38,000	0%	0
Office Supplies	6,000	9,266	10,108	(4,108)	6,000	0%	0
Analysis & Monitoring	0	0	0	0	0	0%	0
Operating Supplies	1,000	0	1,000	0	1,000	0%	0
Attorney Fees	40,000	26,860	29,302	10,698	46,000	15%	6,000
Printing & Publications	1,500	10,323	11,262	(9,762)	2,000	33%	500
Repairs and Maintenance	7,000	9,673	10,553	(3,553)	9,000	29%	2,000
Travel	33,000	43,587	47,550	(14,550)	33,000	0%	0
Seminars, Conferences, Training, Employee Recognition	17,000	18,843	20,556	(3,556)	17,000	0%	0
Utilities	22,375	33,147	37,883	(15,508)	38,000	70%	15,625
Election Expense	12,000	0	0	12,000	12,000	0%	0
Computer Service & Maintenance	33,000	13,963	15,233	17,767	34,000	3%	1,000
Lease/Rentals	1,000	1,026	1,119	(119)	1,000	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	94,000	94,779	103,395	(9,395)	34,000	-64%	(60,000)
Interest Expense	504,627	277,631	504,627	0	451,352	-11%	(53,275)
Other Expense	20,000	14,351	15,655	4,345	20,000	0%	0
Subtotal	861,157	616,846	876,680	(15,523)	774,930	-10%	(86,227)
Total Personnel and Operating Expenses	**2,417,513**	**1,902,700**	**2,289,687**	**127,826**	**2,296,669**	-5%	**(120,844)**
DEPRECIATION FUNDING							
Replacement Reserve	54,300	58,352	58,352	(4,052)	57,064	5%	2,764
Subtotal	54,300	58,352	58,352	(4,052)	57,064	5%	
CAPITAL OUTLAY							
Machinery and Equipment	10,000	7,986	7,986	2,014	10,000	0%	0
Capital Projects - Replacement Reserve Fund (4655)	0	0	0	0	32,000	+100%	32,000
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	10,000	7,986	7,986	2,014	42,000	320%	32,000
Total Operating & Non-Operating w/o Depreciation	**2,427,513**	**1,910,685**	**2,297,673**	**129,840**	**2,338,669**	-4%	**(88,844)**
Total Operating & Non-Operating with Depreciation	**2,481,813**	**1,969,038**	**2,356,025**		**2,395,733**	-3%	**(86,080)**

ADMINISTRATION

I. **Personnel:**

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

1 - General Manager/District Engineer
1 – Assistant General Manager
1 – Finance Director
1 – Communications and Human Resources Manager
1 – Finance Manager
1 – Accounting/Admin Specialist
2 – Accounting Technicians
1 – Management Assistant
1 – Administration Assistant

II. **Operating Expenses:**

A. *Public Education*
This account provides for expenses incurred 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, conventions and training on behalf of the District.

J. *Seminars, Conferences, Training and Employee Recognition*
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, Regional Board hearings, training as well as the Employee Recognition Program.

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.

N. *Professional Services*
This account provides for other miscellaneous professional services not mentioned above such as audit services, strategic planning efforts and implementation and various rate / financial model updates.

P. *Other Expense*
This account provides for SBCo LAFCO dues, bank fees and other expenses.

III. **Capital Outlay:**

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

Miscellaneous Furniture, Fixtures and Equipment	$ 10,000

B. *Capital Projects*
This account provides for the construction of capital improvement projects for the administrative facilities

Boardroom AV improvement project	$ 20,000
Boardroom Kitchen improvement project	$12,000
Total Capital Projects	**$ 42,000**

COLLECTION SYSTEM

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	701,069	669,337	740,543	(39,474)	858,133	22%	157,064
Overtime	2,000	2,989	3,307	(1,307)	2,000	0%	0
Temporary	285	3,414	3,777	(3,492)	0	-100%	(285)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	12,110	11,550	12,600	(490)	13,756	14%	1,647
Retirement	127,558	132,813	146,942	(19,384)	192,355	51%	64,798
Active Employee Insurance-Health/Dental/Vision/Disability	188,338	203,206	221,679	(33,341)	249,366	32%	61,028
Retiree Health Insurance OPEB Funding	50,297	49,969	49,969	328	56,913	13%	6,616
FICA	42,547	41,570	45,992	(3,445)	52,591	24%	10,044
Medicare	10,199	9,722	10,756	(557)	12,472	22%	2,273
Unemployment Insurance	691	979	1,083	(392)	817	18%	126
Subtotal	1,135,094	1,125,550	1,236,648	(101,555)	1,438,404	27%	303,310
OPERATING EXPENSES							
Public Education	12,000	7,236	7,894	4,106	12,000	0%	0
Janitorial Service & Supplies	13,300	11,505	12,551	749	13,600	2%	300
Uniforms	3,675	3,260	3,557	118	3,850	5%	175
Licenses & Permits	4,100	856	933	3,167	12,600	207%	8,500
Freight & Postage	600	439	479	121	600	0%	0
Subscriptions	1,100	917	1,000	100	1,100	0%	0
Vehicle Repairs & Maintenance	50,000	57,966	63,236	(13,236)	65,000	30%	15,000
Liability & Property Insurance	95,830	96,087	96,087	(257)	102,169	7%	6,339
Dues & Memberships	3,500	5,751	6,274	(2,774)	8,343	138%	4,843
Office Supplies	5,200	2,732	2,981	2,219	5,200	0%	0
Analysis & Monitoring	1,000	0	0	1,000	1,000	0%	0
Operating Supplies	16,500	8,112	15,000	1,500	16,500	0%	0
Attorney Fees	8,000	12,376	13,502	(5,502)	9,500	19%	1,500
Printing & Publications	1,000	20	22	978	1,000	0%	0
Repairs and Maintenance	97,500	47,129	97,129	371	125,000	28%	27,500
Travel	10,600	954	1,040	9,560	11,000	4%	400
Seminars, Conferences and Training	12,300	1,684	1,837	10,463	10,000	-19%	(2,300)
Utilities	19,450	21,280	24,320	(4,870)	25,075	29%	5,625
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	66,375	50,940	55,571	10,804	56,533	-15%	(9,842)
Lease/Rentals	1,500	3,835	4,184	(2,684)	1,500	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	180,310	65,051	70,965	109,345	185,560	3%	5,250
Interest Expense	0	0	0	0	0	0%	0
Other Expense	1,000	0	0	1,000	1,000	0%	0
Subtotal	604,840	398,133	478,562	126,278	668,131	10%	63,291
Total Personnel and Operating Expenses	**1,739,934**	**1,523,682**	**1,715,210**	**24,723**	**2,106,534**	21%	**366,601**
DEPRECIATION FUNDING							
Replacement Reserve	696,667	754,509	754,509	(57,842)	703,387	1%	6,720
Subtotal	696,667	754,509	754,509	(57,842)	703,387	1%	
CAPITAL OUTLAY							
Machinery and Equipment	45,500	48,066	48,066	(2,566)	68,500	51%	23,000
Capital Projects - Replacement Reserve Fund (4655)	961,624	276,080	351,080	610,544	655,745	-32%	(305,879)
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	1,007,124	324,146	399,146	607,978	724,245	-28%	(282,879)
Total Operating & Non-Operating w/o Depreciation	**2,747,058**	**1,847,828**	**2,114,356**	**632,701**	**2,830,779**	3%	**83,722**
Total Operating & Non-Operating with Depreciation	**3,443,725**	**2,602,337**	**2,868,865**		**3,534,166**	3%	**90,442**

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 experience and modified for projected efforts. The following eight are the personnel included in this area.

1 - Collections Maintenance Manager
1 - Collections Maintenance Supervisor
1 - Collections Maintenance Technician III
0 - Collections Maintenance Technician II
5 - Collections 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 rising relative to the Santa Barbara County chip seal and overlay program. In addition, this account provides for root control services. 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 licenses and service: GIS, WinCan, Mobile MMS programs, Smartcover and Parcel Data Base system maintenance.

N. *Professional Services*
This account provides for other miscellaneous professional services not mentioned above including but not limited to CPR/first aid training, Innoyze hydraulic model, GIS updates and competency-based training program phase II.

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 $457,202 will be added to the replacement reserve fund for replacement of the collection system facilities.

III. **Capital Outlay:**

A. *Machinery and Equipment*
Machinery and Equipment costs funded from Sewer Service Charge Revenue for FY 2026-27 include the following budgeted items:

Manhole covers and frames (annual allowance)	$ 40,000
Smart covers and flow meters (annual allowance)	15,000
Warthog Switcher Lines Cleaning Nozzle	5,500
Sewer by-pass equipment	8,000
Total Machinery and Equipment	**$ 68,500**

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 2026-27 and funded from replacement reserve fund #4655.

a.	Manhole Raising Program, annual allowance	$ 120,000
b.	GSD El Sueno LS Force Main Project	135,745
c.	GSD El Sueno LS access road repair	50,000
d.	Contracted spot repairs	200,000
c.	GSD 2024-25-26-27 CIP Projects design	100,000
d.	Manhole lining repair project	50,000
	Fund 4655 Total	**$ 655,745**

Total Capital Projects **$ 724,245**

FIRESTONE PUMP STATION

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	16,368	15,434	17,076	(708)	14,774	-10%	(1,594)
Overtime	100	212	235	(135)	100	0%	0
Temporary	71	113	125	(54)	0	-100%	(71)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	283	270	294	(11)	237	-16%	(46)
Retirement	3,263	3,257	3,604	(341)	3,812	17%	549
Active Employee Insurance-Health/Dental/Vision/Disability	4,397	3,163	3,450	947	4,293	-2%	(104)
Retiree Health Insurance OPEB Funding	1,174	1,166	1,166	8	980	-17%	(194)
FICA	921	908	1,005	(84)	852	-8%	(70)
Medicare	240	212	235	5	216	-10%	(24)
Unemployment Insurance	17	18	20	(3)	14	-17%	(3)
Subtotal	26,835	24,754	27,210	(376)	25,278	-6%	(1,557)
OPERATING EXPENSES							
Public Education	750	452	493	257	750	0%	0
Janitorial Service & Supplies	0	0	0	0	0	0%	0
Uniforms	0	0	0	0	0	0%	0
Licenses & Permits	750	2,853	2,853	(2,103)	1,500	100%	750
Freight & Postage	15	0	0	15	15	0%	0
Subscriptions	0	0	0	0	0	0%	0
Vehicle Repairs & Maintenance	600	0	0	600	600	0%	0
Liability & Property Insurance	10,250	9,722	9,722	528	10,760	5%	510
Dues & Memberships	0	0	0	0	0	0%	0
Office Supplies	0	0	0	0	0	0%	0
Analysis & Monitoring	100	1,021	1,021	(921)	1,025	925%	925
Operating Supplies	1,000	0	0	1,000	1,000	0%	0
Attorney Fees	200	64	70	130	200	0%	0
Printing & Publications	20	0	0	20	20	0%	0
Repairs and Maintenance	20,000	0	0	20,000	40,000	100%	20,000
Travel	0	0	0	0	0	0%	0
Seminars, Conferences and Training	0	0	0	0	0	0%	0
Utilities	6,620	6,384	7,296	(676)	7,920	20%	1,300
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	0	0	0	0	0	0%	0
Lease/Rentals	100	42	46	54	100	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	0	0	0	0	0	0%	0
Interest Expense	0	0	0	0	0	0%	0
Other Expense	0	0	0	0	0	0%	0
Subtotal	40,405	20,538	21,501	18,904	63,890	58%	23,485
Total Personnel and Operating Expenses	**67,240**	**45,292**	**48,711**	**18,528**	**89,168**	33%	**21,928**
DEPRECIATION FUNDING							
Replacement Reserve	84,546	83,709	83,709	837	83,709	-1%	(837)
Subtotal	84,546	83,709	83,709	837	83,709	-1%	
CAPITAL OUTLAY							
Machinery and Equipment	0	0	0	0	0	0%	0
Capital Projects - Replacement Reserve Fund (4655)	50,000	0	0	50,000	50,000	0%	0
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	50,000	0	0	50,000	50,000	0%	0
Total Operating & Non-Operating w/o Depreciation	**117,240**	**45,292**	**48,711**	**68,528**	**139,168**	19%	**21,928**
Total Operating & Non-Operating with Depreciation	**201,786**	**129,001**	**132,421**		**222,877**	10%	**21,092**

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.

B. *Capital Projects*
This account provides for the construction of capital improvement projects for the Firestone pump station facilities.

1. The following projects were previously budgeted and funded from replacement reserve fund #4655.

a.	Jocky Pump to regulate flow	$ 50,000
	Total 655 Fund Capital Projects	**$ 50,000**

MAIN PUMP STATION

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	85,695	102,977	113,932	(28,237)	74,618	-13%	(11,077)
Overtime	300	42	46	254	300	0%	0
Temporary	71	113	125	(54)	0	-100%	(71)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	1,480	1,412	1,540	(60)	1,196	-19%	(284)
Retirement	27,660	27,516	30,443	(2,783)	23,150	-16%	(4,511)
Active Employee Insurance-Health/Dental/Vision/Disability	23,022	20,806	22,698	324	21,683	-6%	(1,338)
Retiree Health Insurance OPEB Funding	6,148	6,108	6,108	40	4,949	-20%	(1,199)
FICA	4,958	6,130	6,782	(1,824)	4,433	-11%	(525)
Medicare	1,248	1,434	1,586	(338)	1,086	-13%	(162)
Unemployment Insurance	85	117	130	(45)	71	-16%	(14)
Subtotal	150,668	166,655	183,390	(32,722)	131,487	-13%	(19,180)
OPERATING EXPENSES							
Public Education	750	452	493	257	750	0%	0
Janitorial Service & Supplies	100	74	81	19	100	0%	0
Uniforms	0	0	0	0	0	0%	0
Licenses & Permits	0	0	0	0	0	0%	0
Freight & Postage	100	23	25	75	100	0%	0
Subscriptions	0	0	0	0	0	0%	0
Vehicle Repairs & Maintenance	265	0	0	265	291	10%	26
Liability & Property Insurance	15,630	14,824	14,824	806	14,614	-6%	(1,016)
Dues & Memberships	115	0	115	0	126	10%	11
Office Supplies	230	49	54	176	255	11%	25
Analysis & Monitoring	0	0	0	0	0	0%	0
Operating Supplies	1,500	0	0	1,500	6,650	343%	5,150
Attorney Fees	500	166	181	319	500	0%	0
Printing & Publications	50	1	1	49	50	0%	0
Repairs and Maintenance	40,000	13,346	14,560	25,440	105,000	163%	65,000
Travel	115	0	0	115	126	10%	11
Seminars, Conferences and Training	0	0	0	0	0	0%	0
Utilities	92,370	82,587	94,385	(2,015)	99,500	8%	7,130
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	6,500	2,440	2,662	3,838	6,750	4%	250
Lease/Rentals	250	126	138	112	250	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	1,325	11,664	11,664	(10,339)	1,500	13%	175
Interest Expense	0	0	0	0	0	0%	0
Other Expense	0	0	0	0	0	0%	0
Subtotal	159,800	125,753	139,183	20,617	236,562	48%	76,762
Total Personnel and Operating Expenses	**310,468**	**292,408**	**322,573**	**(12,106)**	**368,049**	19%	**57,582**
DEPRECIATION FUNDING							
Replacement Reserve	0	0	0	0	0.00	0%	0
Subtotal	0	0	0	0	0.00	0%	
CAPITAL OUTLAY							
Machinery and Equipment	0	0	0	0	0.00	0%	0
Capital Projects - Replacement Reserve Fund (4655)	0	7,735	7,735	(7,735)	0.00	0%	0
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0.00	0%	0
Debt Service	0	0	0	0	0.00	0%	0
Subtotal	0	7,735	7,735	(7,735)	0.00	0%	0
Total Operating & Non-Operating w/o Depreciation	**310,468**	**300,143**	**330,308**	**(19,841)**	**368,049.42**	19%	**57,582**
Total Operating & Non-Operating with Depreciation	**310,468**	**300,143**	**330,308**		**368,049.42**	19%	**57,582**

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.

INDUSTRIAL WASTE CONTROL

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	120,652	109,703	121,373	(721)	128,587	7%	7,935
Overtime	200	0	0	200	200	0%	0
Temporary	213	1,125	1,245	(1,032)	0	-100%	(213)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	2,084	1,988	2,168	(84)	2,061	-1%	(23)
Retirement	58,090	47,868	52,960	5,130	51,608	-11%	(6,481)
Active Employee Insurance-Health/Dental/Vision/Disability	32,413	38,699	42,217	(9,804)	37,366	15%	4,954
Retiree Health Insurance OPEB Funding	8,656	8,600	8,600	57	8,528	-1%	(128)
FICA	7,402	6,805	7,529	(127)	7,914	7%	512
Medicare	1,755	1,592	1,761	(6)	1,867	6%	112
Unemployment Insurance	122	127	141	(19)	122	0%	0
Subtotal	231,588	216,507	237,994	(6,406)	238,255	3%	6,667
OPERATING EXPENSES							
Public Education	7,500	4,523	4,934	2,566	7,500	0%	0
Janitorial Service & Supplies	1,100	907	989	111	1,100	0%	0
Uniforms	530	452	493	37	557	5%	27
Licenses & Permits	0	0	0	0	0	0%	0
Freight & Postage	100	23	25	75	100	0%	0
Subscriptions	450	264	288	162	470	4%	20
Vehicle Repairs & Maintenance	1,000	348	379	621	1,000	0%	0
Liability & Property Insurance	220	539	539	(319)	181	-18%	(39)
Dues & Memberships	690	550	600	90	760	10%	70
Office Supplies	1,265	514	561	704	1,391	10%	126
Analysis & Monitoring	10,350	1,043	1,138	9,212	11,400	10%	1,050
Operating Supplies	1,000	618	675	325	1,100	10%	100
Attorney Fees	2,000	1,767	1,927	73	2,000	0%	0
Printing & Publications	300	210	229	71	300	0%	0
Repairs and Maintenance	3,000	1,547	1,688	1,312	3,300	10%	300
Travel	1,500	2,473	2,473	(973)	1,650	10%	150
Seminars, Conferences and Training	1,400	1,054	1,150	250	1,540	10%	140
Utilities	500	424	484	16	500	0%	0
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	1,000	2,197	2,297	(1,297)	1,000	0%	0
Lease/Rentals	300	126	138	162	300	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	0	90	98	(98)	0	0%	0
Interest Expense	0	0	0	0	0	0%	0
Other Expense	300	0	0	300	330	10%	30
Subtotal	34,505	19,668	21,104	13,401	36,479	6%	1,974
Total Personnel and Operating Expenses	**266,093**	**236,174**	**259,098**	**6,995**	**274,734**	3%	**8,641**
DEPRECIATION FUNDING							
Replacement Reserve	4,026	4,026	4,026	0	4,026	0%	(0)
Subtotal	4,026	4,026	4,026	0	4,026	0%	
CAPITAL OUTLAY							
Machinery and Equipment	10,000	0	0	10,000	10,000	0%	0
Capital Projects - Replacement Reserve Fund (4655)	0	0	0	0	0	0%	0
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	10,000	0	0	10,000	10,000	0%	0
Total Operating & Non-Operating w/o Depreciation	**276,093**	**236,174**	**259,098**	**16,995**	**284,734**	3%	**8,641**
Total Operating & Non-Operating with Depreciation	**280,119**	**240,201**	**263,124**		**288,760**		**8,641**

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 this position:

1 - Industrial Waste Control Officer

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.

III. **Capital Outlay:**

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

B. *Capital Projects*
This account provides for the construction of capital improvement projects for the IWC program. The rehabilitation of the Old-lab facility has been on hold for a number of years and remains on hold for the foreseeable future and has been removed until such time as the work will be performed.

1. The following project was previously budgeted and funded from replacement reserve fund #4655

   a. Replacement Sampler $ 10,000

TOTAL 655 Fund Capital Projects: $ 10,000

ENVIRONMENTAL SERVICES

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	368,762	338,130	374,102	(5,340)	460,429	25%	91,667
Overtime	3,000	3,410	3,772	(772)	3,000	0%	0
Temporary	71	563	622	(551)	0	-100%	(71)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	6,370	6,075	6,627	(257)	7,381	16%	1,011
Retirement	104,849	95,831	106,026	(1,177)	124,898	19%	20,050
Active Employee Insurance-Health/Dental/Vision/Disabili	99,066	121,398	132,434	(33,368)	133,797	35%	34,731
Retiree Health Insurance OPEB Funding	26,456	26,284	26,284	173	30,537	15%	4,080
FICA	22,846	21,215	23,472	(626)	28,592	25%	5,746
Medicare	5,392	4,962	5,490	(98)	6,720	25%	1,328
Unemployment Insurance	362	359	397	(35)	438	21%	76
Subtotal	637,173	618,226	679,226	(42,053)	795,791	25%	158,619
OPERATING EXPENSES							
Public Education	4,000	2,261	2,467	1,533	4,000	0%	0
Janitorial Service & Supplies	4,000	3,421	3,732	268	4,100	3%	100
Uniforms	1,820	1,817	1,983	(163)	3,312	82%	1,492
Licenses & Permits	16,150	6,819	7,439	8,711	16,550	2%	400
Freight & Postage	950	426	465	485	950	0%	0
Subscriptions	850	790	861	(11)	1,100	29%	250
Vehicle Repairs & Maintenance	240	77	84	156	240	0%	0
Liability & Property Insurance	2,330	2,210	2,210	120	2,506	8%	176
Dues & Memberships	2,445	2,784	3,037	(592)	3,941	61%	1,496
Office Supplies	800	1,019	1,111	(311)	800	0%	0
Analysis & Monitoring	62,000	12,329	13,450	48,550	62,000	0%	0
Operating Supplies	58,258	56,006	58,258	0	58,536	0%	278
Attorney Fees	1,500	1,579	1,722	(222)	1,800	20%	300
Printing & Publications	450	9	10	440	450	0%	0
Repairs and Maintenance	6,622	5,805	6,332	290	6,622	0%	0
Travel	4,100	3,249	3,545	555	5,400	32%	1,300
Seminars, Conferences and Training	2,800	2,974	3,244	(444)	4,700	68%	1,900
Utilities	11,820	14,131	16,150	(4,330)	16,200	37%	4,380
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	7,980	9,782	10,671	(2,691)	9,120	14%	1,140
Lease/Rentals	700	604	659	41	700	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	20,705	476	519	20,186	15,705	-24%	(5,000)
Interest Expense	0	0	0	0	0	0%	0
Other Expense	200	0	0	200	200	0%	0
Subtotal	210,720	128,568	137,949	72,771	218,932	4%	8,212
Total Personnel and Operating Expenses	**847,893**	**746,793**	**817,175**	**30,718**	**1,014,724**	20%	**166,831**
DEPRECIATION FUNDING							
Replacement Reserve	0	0	0	0	0.00	0%	0
Subtotal	0	0	0	0	0.00	0%	
CAPITAL OUTLAY							
Machinery and Equipment	28,550	8,686	8,686	19,864	23,550	-18%	(5,000)
Capital Projects - Replacement Reserve Fund (4655)	159,026	0	0	159,026	85,000	-47%	(74,026)
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	187,576	8,686	8,686	178,890	108,550	-42%	(79,026)
Total Operating & Non-Operating w/o Depreciatioi	**1,035,469**	**755,480**	**825,861**	**209,608**	**1,123,274**	8%	**87,805**
Total Operating & Non-Operating with Depreciatio	**1,035,469**	**755,480**	**825,861**		**1,123,274**	8%	**87,805**

ENVIRONMENTAL SERVICES

I. Personnel:

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

1 – Environmental Services Manager
1 – Lab Supervisor
1 – Safety & Regulatory Compliance Coordinator
1 – Lab Analyst II
1 – Lab Analyst I
1 – Environmental Services Assistant

II. Operating Expense:

A. *Vehicle Repairs and Maintenance*
This account provides for fuel and the maintenance and operation of vehicles used for laboratory operations.

B. *Liability & Property Insurance*
This account provides for the allocation of the insurance coverage applicable to the lab operations and facilities.

C. *Analysis & Monitoring*
This account provides for outside professional services such as laboratory analysis and ocean monitoring.

OEC/ABC Labs, Bioassay, Ocean monitoring	$ 57,000
Outside Laboratories	5,000
Total Analysis & Monitoring	**$ 62,000**

D. *Operating Supplies*
This account provides for the purchase of laboratory supplies, and other related items as follows:

Laboratory Supplies	$ 25,000
Safety Equipment	2,800
Bacteriological Analysis Supplies	15,000
Lab DI water	4,500
Other Miscellaneous Operating Supplies	10,000
Boot Allowance	1,236
Total Operating Supplies	**$ 58,536**

E. *Printing and Publication*
This account provides for miscellaneous legal notices as required.

F. *Professional Services*
This account provides for the other professional services not included in other line items.

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 lab facilities, with electric power being the major cost factor.

III. Capital Outlay:

A. *Machinery and Equipment*
This account provides for the purchase of equipment for use in the Laboratory.

24 Hour Refrigerated Composite Sampler	$ 10,500
Laboratory Equipment Replacement(s)	10,000
Analytical Balance	3,050
Total Machinery and Equipment	$ 23,550

B. *Capital Projects*
This account provides for the construction of capital improvement projects for the Laboratory.

1. The following project is budgeted for Fiscal Year 2026-27 and funded form replacement reserve fund #4655.

Environmental Services Office Trailer	$ 85,000
Total Capital Projects	**$ 85,000**

PLANT

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	2,355,259	2,145,684	2,373,949	(18,690)	2,512,992	7%	157,733
Overtime	9,000	13,509	14,946	(5,946)	9,000	0%	0
Temporary	1,423	4,276	4,731	(3,308)	0	-100%	(1,423)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	40,683	48,379	52,778	(12,095)	40,285	-1%	(398)
Retirement	614,641	577,769	639,234	(24,593)	682,927	11%	68,286
Active Employee Insurance-Health/Dental/Vision/Disability	632,727	560,095	611,013	21,714	730,253	15%	97,526
Retiree Health Insurance OPEB Funding	168,975	167,874	167,874	1,102	166,667	-1%	(2,309)
FICA	141,063	129,713	143,512	(2,449)	152,725	8%	11,662
Medicare	34,302	30,336	33,563	739	36,569	7%	2,266
Unemployment Insurance	2,329	2,483	2,747	(418)	2,392	3%	63
Subtotal	4,000,404	3,680,118	4,044,347	(43,943)	4,333,810	8%	333,407
OPERATING EXPENSES							
Public Education	29,000	17,186	18,749	10,251	29,000	0%	0
Janitorial Service & Supplies	23,500	20,380	22,233	1,267	24,000	2%	500
Uniforms	11,180	8,971	9,787	1,393	12,525	12%	1,345
Licenses & Permits	156,716	94,974	103,608	53,108	172,600	10%	15,884
Freight & Postage	1,100	342	373	727	1,100	0%	0
Subscriptions	5,300	3,309	3,610	1,690	6,600	25%	1,300
Vehicle Repairs & Maintenance	22,595	15,097	16,470	6,125	24,857	10%	2,262
Liability & Property Insurance	239,859	231,167	231,167	8,692	254,897	6%	15,038
Dues & Memberships	13,773	8,228	8,976	4,797	13,611	-1%	(162)
Office Supplies	4,200	3,780	4,124	76	4,620	10%	420
Analysis & Monitoring	120,175	30,898	33,706	86,469	123,200	3%	3,025
Operating Supplies	1,165,872	740,215	807,507	358,365	1,262,226	8%	96,354
Attorney Fees	11,000	24,442	26,664	(15,664)	13,000	18%	2,000
Printing & Publications	2,500	409	447	2,053	2,500	0%	0
Repairs and Maintenance	600,425	623,282	679,944	(79,519)	612,925	2%	12,500
Travel	18,000	9,986	10,894	7,106	9,900	-45%	(8,100)
Seminars, Conferences and Training	24,360	6,112	6,668	17,692	8,560	-65%	(15,800)
Utilities	591,972	526,023	601,169	(9,197)	555,080	-6%	(36,892)
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	125,800	147,443	152,443	(26,643)	155,967	24%	30,167
Lease/Rentals	125,000	3,134	3,419	121,581	5,000	-96%	(120,000)
Biosolids Hauling	709,104	494,827	593,793	115,311	779,339	10%	70,235
Professional Services	253,025	208,426	227,374	25,651	296,775	17%	43,750
Interest Expense	0	0	0	0	0	0%	0
Other Expense	1,000	35	35	965	2,000	100%	1,000
Subtotal	4,255,456	3,218,669	3,563,160	692,296	4,370,282	3%	114,826
Total Personnel and Operating Expenses	**8,255,860**	**6,898,787**	**7,607,507**	**648,353**	**8,704,092**	5%	**448,232**
DEPRECIATION FUNDING							
Replacement Reserve	2,569,615	2,593,919	2,593,919	(24,304)	3,073,342	20%	503,727
Subtotal	2,569,615	2,593,919	2,593,919	(24,304)	3,073,342	20%	
CAPITAL OUTLAY							
Machinery and Equipment	0	6,843	6,843	(6,843)	0	0%	0
Capital Projects - Replacement Reserve Fund (4655)	677,558	184,251	184,251	493,307	1,586,072	134%	908,514
Capital Projects - Capital Reserve Fund (4650)	9,243,003	3,980,964	4,618,975	4,624,028	6,556,700	-29%	(2,686,303)
Debt Service *(Principal only)*	944,048	575,021	575,021	369,027	592,297	-37%	(351,751)
Subtotal	10,864,609	4,747,080	5,385,090	5,479,519	8,735,069	-20%	(2,129,541)
Total Operating & Non-Operating w/o Depreciation	**19,120,469**	**11,645,867**	**12,992,597**	**6,127,872**	**17,439,161**	-9%	**(1,681,308)**
Total Operating & Non-Operating with Depreciation	**21,690,084**	**14,239,786**	**15,586,516**		**20,512,504**	-5%	**(1,177,581)**

PLANT

I. **Personnel:**

This account has been based on projected labor needs that are anticipated for proper plant operations and reporting program requirements. The following 20 personnel are budgeted three divisions.

Plant Operations
- 1 – Plant Operations Manager
- 0 – Treatment Plant Operations Supervisor
- 1 – Senior Operator (Grade IV)
- 5 – Treatment Plant Operator Grade III
- 2 – Treatment Plant Operator Grade II
- 1 – Treatment Plant Operator Grade I
- 0 – Treatment Plant Operator in Training (OIT-III)

Plant Maintenance
- 1 – Facility Maintenance Manager
- 0 – Instrumentation Technician
- 1 – Facilities Maintenance Supervisor
- 2 – Electrician
- 1 – Maintenance Technician III
- 1 – Maintenance Technician II
- 2 – Maintenance Technician I

Plant Engineering
- 1 – Engineering Manager
- 1 – Project Manager

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

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 meter calibration and ocean monitoring.

Annual Flow and Gas meter Calibration	$ 18,000

Investigation Analysis and outside labs	92,000
APCD Annual Source Testing / Certification	13,200

Total Analysis & Monitoring **$ 123,200**

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	$ 320,000
Sodium Bisulfite	120,000
Ferric Chloride	300,000
Polymer for Sludge Dewatering and thickening	273,000
Ammonium Sulfate for disinfection	10,000
Lystek System Sodium Hydroxide and Propane	69,000
Grease, Oils, Lubrication	10,120
Generator/Tractor Diesel Fuel	70,400
Herbicides/Lawn Products	3,165
Solvents/Degreasers/Make-up Water Inhibitors	1,900
Boiler Chemical Inhibitors	5,725
Boiler water softener tanks	6,325
Safety Boot Allowance	5,616
Safety Equipment and fall protection	22,000
Welding Gases and supplies	4,900
H2S Gas Detector Tubes (Draeger Tubes)	6,325
Fuel/Oil/Propane	13,750
Miscellaneous other supplies	20,000

Total Operating Supplies **$ 1,262,226**

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 as outlined below:

Road leak repair (near Chem. Storage)	$ 25,000
Dredge Repairs	5,750
Electrical Parts/Equipment	17,250
Safety Equipment Repairs	15,000
Flow Meter Parts	11,500
Flygt Pump Parts	25,000
Generac Generator Spare Parts	10,000
Heavy Equip. Repair (Tractors/Loaders)	20,000
Huber Headworks and Solids Parts	50,000
Headworks Belt Conveyor (drum/belt)	100,000
Headworks Grit Drain Line parts	25,000
Kaeser Compressor Header for Service Air	15,000
Landscape Supplies	5,850
MCC doors inspection, clean, adjustments	10,000
Misc. Pumps, Process Equip. Mechanical Parts	57,500

Miscellaneous Parts and tools	29,000
Mower Parts	5,750
Area Signs and Pipe Identification Signs	5,750
O&M Cleaning supplies	1,725
Outside Contractor Repairs	23,000
Paint Supplies	23,000
Pipe and Fittings	57,500
Plant Compressors Spare and Wear parts	20,000
Primary ODS Pumps & Parts	5,000
Repair Services/Machine Shop	17,250
Safety Equipment Repairs and fire extinguisher service	9,200
Tree removal & chipping	10,000
Vehicle Storage Garage Repairs	10,000
Vogelsang WSS Pump Spare wear parts	2,500
Waste Oil	400

Total Repairs and Maintenance: **$ 612,925**

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 hauling **$ 779,339**

J. *Professional Services*
This account provides for other professional services not included in other line items such as emergency generator service; Boiler Maintenance; 2G-Cogen LTSA; Competency Based Training, SDS Management; Engineering Services; Health physicals and testing.

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 $956,396 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.

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 2026-27 and funded from Capital replacement fund #4650.

Energy Storage Project (ESP)	$ 4,500,000
Lystek Purchase Installment	150,000

2. The following projects are budgeted for FY 2025-26 and funded from Capital replacement fund #4650.

BESP Phase 1	$ 206,700
BESP Solids-Handling-Improvement-Project continuation	1,700,000
Fund 4650 Total	**$ 6,556,700**

1. The following projects are budgeted for FY 2026-27 and funded from replacement reserve fund #4655.

Hypochlorite Feed Piping (additional)	$ 5,000
Telehandler Forklift	235,000
Replacement Carts for Operations	35,000
Replacement Carts for Maintenance (additional)	25,000
Final CCC Gate replacement	150,000
Plant Main Breaker	100,000
Plant Spare MCC Breakers	120,000
Digester 2 hose/sediment tanks, drip traps	100,000
Interstage Pumps 1 & 2 engineering services	28,750
Interstage Pumps 1 & 2 upgrade	200,000
Chemical Storage Building CIP	75,000

2. The following projects were budgeted from prior Fiscal Years and funded from replacement reserve fund #4655

Hypochlorite Feed Piping	$ 35,000
Wemco Grit Pump CCW	35,000
Chem Storage Discharge Pump	12,558
PM Building AHU Replacement-042-00146 Add'l	50,000
Neuros Variable Frequency Drive VFD spare	25,000
Digester #2 and #3 Gas System Rehab	173,751
Secondary Clarifier #3 and #4 housing bearings	50,000
Replacement Carts for Maintenance	13,811
Elevator Smoke Controller	25,000
Main Switchboard Breaker	40,964
Main MCC Breaker	40,000
Headworks, Operator Interface Pannels (4 each)	11,238
Fund 4655 Total	**$ 1,586,072**
Loan payments (Loan principal paid from Fund 4650)	$ 592,297
Total Capital Projects and loan payment	**$ 8,735,069**

OUTFALL

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	9,228	9,321	10,312	(1,084)	8,410	-9%	(817)
Overtime	0	0	0	0	0	0%	0
Temporary	71	225	249	(178)	0	-100%	(71)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	159	152	166	(7)	135	-15%	(25)
Retirement	2,346	2,343	2,593	(247)	2,704	15%	357
Active Employee Insurance-Health/Dental/Vision/Disability	2,479	1,588	1,732	747	2,444	-1%	(35)
Retiree Health Insurance OPEB Funding	662	658	658	4	558	-16%	(104)
FICA	472	406	449	23	451	-5%	(22)
Medicare	135	95	105	30	122	-10%	(13)
Unemployment Insurance	10	12	13	(3)	8	-20%	(2)
Subtotal	15,563	14,799	16,277	(714)	14,831	-5%	(732)
OPERATING EXPENSES							
Public Education	1,125	905	987	138	1,125	0%	0
Janitorial Service & Supplies	60	47	51	9	60	0%	0
Uniforms	0	0	0	0	0	0%	0
Licenses & Permits	0	0	0	0	0	0%	0
Freight & Postage	50	8	8	42	50	0%	0
Subscriptions	0	0	0	0	0	0%	0
Vehicle Repairs & Maintenance	115	0	0	115	115	0%	0
Liability & Property Insurance	12,530	11,884	11,884	646	13,127	5%	597
Dues & Memberships	0	0	0	0	0	0%	0
Office Supplies	265	40	43	222	291	10%	26
Analysis & Monitoring	9,200	15,226	16,610	(7,410)	10,120	10%	920
Operating Supplies	175	0	0	175	193	10%	18
Attorney Fees	800	267	291	509	1,000	25%	200
Printing & Publications	40	1	1	39	40	0%	0
Repairs and Maintenance	3,100	4,148	4,148	(1,048)	3,500	13%	400
Travel	175	0	0	175	193	10%	18
Seminars, Conferences and Training	0	0	0	0	0	0%	0
Utilities	170	114	130	40	170	0%	0
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	0	0	0	0	0	0%	0
Lease/Rentals	200	84	92	108	200	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	28,750	0	0	28,750	150,000	422%	121,250
Interest Expense	0	0	0	0	0	0%	0
Other Expense	0	0	0	0	0	0%	0
Subtotal	56,755	32,723	34,245	22,510	180,184	217%	123,429
Total Personnel and Operating Expenses	**72,318**	**47,521**	**50,522**	**21,796**	**195,016**	170%	**122,698**
DEPRECIATION FUNDING							
Replacement Reserve	106,141	16,315	16,315	89,826	106,141	0%	0
Subtotal	106,141	16,315	16,315	89,826	106,141	0%	
CAPITAL OUTLAY							
Machinery and Equipment	0	0	0	0	0	0%	0
Capital Projects - Replacement Reserve Fund (4655)	203,200	0	0	203,200	63,200	-69%	(140,000)
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	203,200	0	0	203,200	63,200	-69%	(140,000)
Total Operating & Non-Operating w/o Depreciation	**275,518**	**47,521**	**50,522**	**224,996**	**258,216**	-6%	**(17,302)**
Total Operating & Non-Operating with Depreciation	**381,659**	**63,836**	**66,837**		**364,357**	-5%	**(17,302)**

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 miscellaneous repairs to electrical box and access vault.

C. Professional Services
This account provides for services related to inspection services of both the interior and exterior of the outfall line.

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 $38,504 will be added to the replacement reserve fund, a portion of the District’s share, for adequate replacement of the outfall facility.

IV. 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.

Cathodic Well Replacement Project	$ 53,200
Outfall line inspection for possible rehabilitation (Design):	10,000
Total Capital Projects	**$ 63,200**

RECLAMATION OPERATIONS

Description	Budgeted 2025-26	To Date 6/1/2026	Projected Actual 2025-26	Under(Over) Budget 2025-26	Proposed Budget 2026-27	Percent Change from last FY	$ Change from FY 2025-26
PERSONNEL							
Basic Salaries	185,477	161,027	178,158	7,319	173,574	-6%	(11,903)
Overtime	2,100	1,941	2,147	(47)	2,100	0%	0
Temporary	142	900	996	(854)	0	-100%	(142)
Directors Compensation	0	0	0	0	0	0%	0
Workers' Compensation	3,204	3,056	3,333	(129)	2,783	-13%	(421)
Retirement	45,382	42,571	47,099	(1,717)	47,222	4%	1,840
Active Employee Insurance-Health/Dental/Vision/Disability	49,827	45,520	49,658	169	50,439	1%	612
Retiree Health Insurance OPEB Funding	13,307	13,221	13,221	86	11,512	-13%	(1,795)
FICA	11,273	9,894	10,946	327	10,679	-5%	(593)
Medicare	2,722	4,870	5,388	(2,666)	2,547	-6%	(175)
Unemployment Insurance	184	121	133	51	165	-10%	(19)
Subtotal	313,618	283,119	311,079	2,539	301,021	-4%	(12,597)
OPERATING EXPENSES							
Public Education	6,000	3,618	3,947	2,053	6,000	0%	0
Janitorial Service & Supplies	1,640	1,500	1,636	4	1,800	10%	160
Uniforms	0	0	0	0	0	0%	0
Licenses & Permits	1,500	195	213	1,287	1,500	0%	0
Freight & Postage	150	30	33	117	150	0%	0
Subscriptions	0	0	0	0	0	0%	0
Vehicle Repairs & Maintenance	100	0	100	0	100	0%	0
Liability & Property Insurance	52,370	49,670	49,670	2,700	55,066	5%	2,696
Dues & Memberships	100	0	0	100	100	0%	0
Office Supplies	100	26	28	72	110	10%	10
Analysis & Monitoring	4,000	2,208	2,409	1,591	4,400	10%	400
Operating Supplies	36,000	40,808	40,808	(4,808)	36,000	0%	0
Attorney Fees	1,000	333	363	637	1,000	0%	0
Printing & Publications	100	2	2	98	100	0%	0
Repairs and Maintenance	46,688	26,546	28,959	17,729	90,000	93%	43,312
Travel	200	0	0	200	200	0%	0
Seminars, Conferences and Training	100	0	0	100	100	0%	0
Utilities	108,520	84,024	96,027	12,493	110,000	1%	1,480
Election Expense	0	0	0	0	0	0%	0
Computer Service & Maintenance	1,545	580	633	912	1,545	0%	(0)
Lease/Rentals	213	107	116	97	213	0%	0
Biosolids Hauling	0	0	0	0	0	0%	0
Professional Services	11,100	0	0	11,100	11,100	0%	0
Interest Expense	0	0	0	0	0	0%	0
Other Expense	1,150	0	0	1,150	1,150	0%	0
Subtotal	272,576	209,648	224,944	47,632	320,634	18%	48,058
Total Personnel and Operating Expenses	**586,194**	**492,766**	**536,023**	**50,171**	**621,655**	6%	**35,461**
DEPRECIATION FUNDING							
Replacement Reserve	421,463	412,352	412,352	9,111	410,425	-3%	(11,037)
Subtotal	421,463	412,352	412,352	9,111	410,425	-3%	
CAPITAL OUTLAY							
Machinery and Equipment	0	0	0	0	0	0%	0
Capital Projects - Replacement Reserve Fund (4655)	231,287	0	0	231,287	512,943	122%	281,656
Capital Projects - Capital Reserve Fund (4650)	0	0	0	0	0	0%	0
Debt Service	0	0	0	0	0	0%	0
Subtotal	231,287	0	0	231,287	512,943	122%	281,656
Total Operating & Non-Operating w/o Depreciation	**817,481**	**492,766**	**536,023**	**281,458**	**1,134,598**	39%	**317,117**
Total Operating & Non-Operating with Depreciation	**1,238,944**	**905,118**	**948,375**		**1,545,023**	25%	**306,080**

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.

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

Reclaimed Water Production:

Coagulant and Polymer:		$ 36,000
Sodium Hypochlorite (free to GWD in exchange for Irrigation water (3W)		
	Total	**$ 36,000**

B. *Repair and Maintenance*
This account provides for the general repair and maintenance of the reclamation facilities.

Electrical Parts/Circuit Boards		$ 27,000
Mechanical Parts		20,500
Lubricants & Misc.		800
Paint		700
Sump Pump, 7.5hp spare		40,000
Miscellaneous		1,000
	Total	**$ 90,000**

C. *Utilities*
This account provides for utilities used in the reclamation facilities, including water and electricity for distribution system pumps.

D. *Professional Services*
This account provides for professional services not included in other line items, CCC programing and testing, for example.

III. **Capital Outlay:**

A. *Machinery and Equipment*
This account provides for the purchase of equipment for use in the reclamation plant:

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

The following projects have been budgeted:

Rec Electrical and Communication	$ 452,943
SCADA Programing	10,000
Chemical Storage building CIP	50,000
Total Capital Projects	**$ 512,943**

CAPITAL PROJECTS SUMMARY
FISCAL YEAR 2026-27

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

Administration:

1. Capital Improvement Projects Budgeted for FY27		
a. Boardroom AV improvement project	$	20,000
b. Boardroom Kitchen improvement project		12,000
Total	**$**	**32,000**

Collection System:

2. Capital Improvement Projects Budgeted for FY27		
a. Manhole Raising Program, annual allowance	$	120,000
b. GSD El Sueno LS Force Main Project		135,745
c. GSD El Sueno LS access road repair		50,000
d. Contracted spot repairs		200,000
c. GSD 2024-25-26-27 CIP Projects design		100,000
d. Manhole lining repair project		50,000
Total	**$**	**655,745**

Firestone Lift Station:

1. Capital Improvement Projects Budgeted for FY27		
a. Jocky pump to regulate flows	$	50,000
Total	**$**	**50,000**

Environmental Services:

1. Capital Improvement Projects Budgeted for FY27 Budget		
a. Environmental Services Office Trailer	$	85,000
Total	**$**	**85,000**

Wastewater Treatment Facilities:

The following projects will be funded from the Capital replacement fund #4650.

1. Capital Improvement Projects Budgeted for FY27		
a. Energy Storage Project (ESP)	$	4,500,000
b. Lystek Purchase Installment		150,000
2. Capital Improvement Projects Budgeted from prior Fiscal Years		
a. BESP Phase 1	$	206,700
b. BESP Solids-Handling-Improvement-Project continuation		1,700,000
Total	**$**	**6,556,700**

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

Plant:

1.	Capital Improvement Projects Budgeted for FY27		
a.	Hypochlorite Feed Piping (additional)	$	5,000
b.	Telehandler Forklift		235,000
c.	Replacement Carts for Operations		35,000
d.	Replacement Carts for Maintenance (additional)		25,000
e.	Final CCC Gate replacement		150,000
f.	Plant Main Breaker		100,000
g.	Plant Spare MCC Breakers		120,000
h.	Digester 2 hose/sediment tanks, drip traps		100,000
i.	Interstage Pumps 1 & 2 engineering services		28,750
j.	Interstage Pumps 1 & 2 upgrade		200,000
k.	Chemical Storage Building CIP		75,000
2.	Capital Improvement Projects Budgeted from prior Fiscal Years		
a.	Hypochlorite Feed Piping	$	35,000
b.	Wemco Grit Pump CCW		35,000
c.	Chem Storage Discharge Pump		12,558
d.	PM Building AHU Replacement (additional)		50,000
e.	Neuros Variable Frequency Drive VFD spare		25,000
f.	Digester #2 and #3 Gas System Rehab		173,751
g.	Secondary Clarifier #3 and #4 housing bearings		50,000
h.	Replacement Carts for Maintenance		13,811
i.	Elevator Smoke Controller		25,000
j.	Main Switchboard Breaker		40,964
k.	Main MCC Breaker		40,000
l.	Headworks, Operator Interface Pannels (4 each)		11,238
	Total	**$**	**1,586,072**

Outfall:

1.	Capital Improvement Projects Budgeted		
a.	Cathodic Well Replacement Project additional	$	53,200
b.	Outfall line inspection and possible rehabilitation		10,000
	Total	**$**	**63,200**

Reclamation Facilities:

1.	Capital Improvement Projects Budgeted the facility		
a.	Reclamation Electrical and Communication projects	$	452,943
b.	SCADA Programing		10,000
c.	Chemical Storage building CIP		50,000
	Total	**$**	**512,943**
	Total District Capital Projects FY27	**$**	**9,541,660**