

FY 2010-11 BUDGET
BUDGET SECTION SUMMARY

Section Title:

SANITATION ZONE - AIRPORT / LARKFIELD / WIKIUP

A. Program Description.

This budget finances the operation, maintenance, and administration of a collection system, trunk line, and treatment plant serving the Airport/Larkfield/Wikiup area.

B. Financial Summary

Section				NET COST/USE OF FUND BALANCE		
	FY 09-10 Adopted	FY 10-11 Requested	Percent Change	FY 09-10 Adopted	FY 10-11 Requested	Percent Change
Operations	\$3,125,969	\$3,860,233	23.49%	\$847,922	\$1,173,395	38.38%
Bonds	279,621	272,633	(2.50%)	(220,000)	(230,000)	4.55%
Construction	449,160	394,000	(12.28%)	446,710	393,700	(11.87%)
TOTAL:	\$3,854,750	\$4,526,866	17.44%	\$1,074,632	\$1,337,095	24.42%

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

Workload Indicator	FY 08-09 Actual	FY 09-10 Budget Estimate	FY 09-10 Revised Estimate	FY 10-11 Projected	Change from FY 09-10 Budget Estimate
Total ESDs	3,654	3,623	3,652	3,667	1.21%
Total APNs	2,647	2,647	2,653	2,653	0.23%

E. Summary of Issues and Significant Changes

The Airport/Larkfield/Wikiup Sanitation Zone's (Airport SZ's) treatment plant was designed as a zero discharge plant and has the ability to treat an average daily dry weather flow of up to 0.9 million gallons per day (mgd) to tertiary wastewater treatment standards. The plant has a build-out capacity of 1.2 mgd.

For several years following major expansion of the Airport SZ's reclamation system and upgrade of the treatment plant to meet tertiary standards, rate increases did not keep pace with the increased operations costs. Additionally, the tertiary filtration system may need to be expanded and additional solids removal capabilities are needed to improve the reliability of the treatment system. Various steps have been taken to improve performance of the filtration system and the Agency is implementing aggressive water conservation measures to delay the need for capital expansion projects.

The requested rate per ESD for FY 10-11 annual service charges is \$594, representing a 8.0% increase from FY 09-10. Rate increases of at least 8% will be needed to balance operational revenue and costs over the next several years. In the recent years the Airport SZ has had insufficient funds to cover the ongoing operational expenses. However, the Agency may be able to operate the system this year without the need for General Fund Transfers.

F. Summary of Reduction Options

No reduction options are proposed.

G. Attachments

- Summary of Revenues and Expenditures
- Character Justification
- Statement of Special Fund Activity

FY 2010-11 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: SANI ZONE - AIRPORT / LARKFIELD / WIKIUP - OPERATIONS
Section/Index No: 682104

Sub-Object No. and Title	Adopted 2009-10	Requested 2010-11	Difference	Percent Change
REVENUES:				
<u>TAXES</u>				
1001 Flat Charges - CY	\$1,749,011	\$1,975,478	\$226,467	12.95%
1061 Flat Charges - PY	18,000	19,000	1,000	5.56%
1120 Penalties / Costs on Taxes	2,500	3,000	500	20.00%
Subtotal Taxes	\$1,769,511	\$1,997,478	\$227,967	12.88%
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$13,125	\$5,800	(\$7,325)	(55.81%)
1701 Interest Earned	780	1,000	220	28.21%
1801 Rent-Real Estate	50,000	50,000	0	0.00%
Subtotal Use of Money	\$63,905	\$56,800	(\$7,105)	(11.12%)
<u>INTERGOVERNMENTAL</u>				
2912 Town of Windsor	\$0	\$150,000	\$150,000	N/A
Subtotal Intergovernmental	\$0	\$150,000	\$150,000	N/A
<u>CHARGES FOR SERVICES</u>				
3400 Sanitation Services	\$132,000	\$142,560	\$10,560	8.00%
3403 Industrial Users Monit/Dis	40,000	40,000	0	0.00%
Subtotal Charges for Services	\$172,000	\$182,560	\$10,560	6.14%
<u>MISCELLANEOUS REVENUE</u>				
4102 Donations/Reimbursements	\$272,631	\$300,000	\$27,369	10.04%
Subtotal Miscellaneous Revenue	\$272,631	\$300,000	\$27,369	10.04%
<u>ADMINISTRATIVE CONTROL</u>				
4210 Advances	\$18,485	\$0	(\$18,485)	(100.00%)
4219 Advances - Clearing	(18,485)	\$0	18,485	(100.00%)
Subtotal Administrative Control Acct.	\$0	\$0	\$0	N/A
<u>RESIDUAL EQUITY TRANSFER</u>				
4880 Ret-Between Entities-BOS	\$0	\$0	\$0	N/A
Subtotal Residual Equity Transfer	\$0	\$0	\$0	N/A
TOTAL REVENUES	\$2,278,047	\$2,686,838	\$408,791	17.94%

Sub-Object No. and Title	Adopted 2009-10	Requested 2010-11	Difference	Percent Change
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
6040 Communications	\$5,000	\$5,000	\$0	0.00%
6140 Maintenance - Equipment	40,000	50,000	10,000	25.00%
6180 Maintenance - Bldgs/Impr	105,000	50,000	(55,000)	(52.38%)
6262 Lab Supplies	15,000	5,000	(10,000)	(66.67%)
6512 Testing/Analysis	35,000	35,000	0	0.00%
6522 District Services	30,000	15,000	(15,000)	(50.00%)
6523 District Operations	1,105,000	1,155,000	50,000	4.52%
6570 Consultant Services	20,885	75,000	54,115	259.11%
6573 Administration Costs	15,000	16,700	1,700	11.33%
6610 Legal Services	6,000	6,000	0	0.00%
6629 Fiscal Accounting Services	18,723	20,000	1,277	6.82%
7206 Equipment Usage Charges	90,000	60,000	(30,000)	(33.33%)
7212 Chemicals	95,000	95,000	0	0.00%
7217 State Permits / Fees	30,000	30,000	0	0.00%
7247 Water Conservation Program	74,000	300,000	226,000	305.41%
7250 Reimbursable Projects	25,000	1,000	(24,000)	(96.00%)
7320 Utilities	5,000	10,000	5,000	100.00%
7394 Power	370,000	378,000	8,000	2.16%
Subtotal Services and Supplies	\$2,084,608	\$2,306,700	\$222,092	10.65%
<u>OTHER CHARGES</u>				
7980 Depreciation	\$970,900	\$970,900	\$0	0.00%
Subtotal Other Charges	\$970,900	\$970,900	\$0	0.00%
<u>FIXED ASSETS</u>				
8560 Equipment	\$0	\$60,000	\$60,000	N/A
Subtotal Fixed Assets	\$0	\$60,000	\$60,000	N/A
<u>OTHER FINANCING USES</u>				
8625 OT - W/in Special Dist - BOS	\$50,461	\$502,633	\$452,172	896.08%
Subtotal Other Financing Uses	\$50,461	\$502,633	\$452,172	896.08%
<u>APPROPRIATIONS FOR CONT</u>				
9000 Appropriations for Contingencies	\$20,000	\$20,000	\$0	0.00%
Subtotal Appropriations for Contin.	\$20,000	\$20,000	\$0	0.00%
TOTAL EXPENDITURES	\$3,125,969	\$3,860,233	\$734,264	23.49%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$847,922	\$1,173,395	\$325,473	38.38%

FY 2010-11 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: Sanitation Zone - Airport/Larkfield/Wikiup - Operations

Character Title: Taxes Character No.: 682104-10

1001 Flat Charges - CY

Flat charge revenue from annual service charges is expected to increase from the adopted FY 09-10 budget. The rate will increase approximately 8.0%, from \$550 to \$594.

ESDs times annual rate:	3,538 x \$594	\$2,101,572
Less Estimated Delinquency Factor:	6%	(126,094)
		\$1,975,478

(See SubObject 3400 for Total ESDs)

1061 Flat Charges - PY

This account records the estimated delinquent amount of prior years sewer service charges.

1120 Penalties / Costs on Taxes

This item records penalties paid on delinquent sewer service charges.

Character Title: Use of Money Character No.: 682104-17

1700 Interest on Pooled Cash

This account records interest on pooled cash held for the Zone by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$580,000
Projected Interest Rate	1.00%
Projected/Planned Interest on Pooled Cash	\$5,800

1801 Rent-Real Estate

This represent the payment of rent of property per the Memorandum of Agreement for the photovoltaic facility.

Character Title: Intergovernmental Character No.: 682104-20

2912 Town of Windsor

This account will record anticipated revenue from the Town of Windsor to lease a portion of the Ocean View reservoir (\$150,000).

Character Title: Charges for Services Character No.: 682104-30

3400 Sanitation Services

This account records annual sewer service charges for entities that are invoiced, rather than collected as flat charges on the tax roll, and for new hook-ups as they occur during the year. The Sanitation Rate Ordinance requires that charges be collected at the time permits are issued. The properties are then added to the tax roll master listing and collected through sub-object 1001, Flat Charges, in the following year.

Based on projected FY 10-11 ESDs, the Zone will experience an increase in revenue from invoiced entities. The budgeted revenue reflects an increase in the annual sewer service charge from \$550 to \$594.

ESDs x Annual Charge	240 x \$594	=	\$142,560
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Character Title: Charges for Services (continued)

Character No.: 682104-30

3403 Ind Users Monitoring/Discharge

This account records revenue associated with the Industrial Users Monitoring program or revenue received from any industrial user for events such as an unauthorized (or specially authorized) discharge into the treatment plant.

Character Title: Miscellaneous Revenue

Character No.: 682104-40

4102 Donations/Reimbursements

Sutter Medical will be reimbursing the Airport SZ for costs associated with the water conservation efforts in the service area.

Character Title: Administrative Control Account

Character No.: 682104-42

4210 Advances

FY 09-10 was the final payment of the advance for the photovoltaic facility.

4219 Advances - Clearing

This is the clearing account for sub-object 4210.

Character Title: Residual Equity Transfer

Character No.: 682104-48

4880 Ret-Between Equity-BOS

This account records revenue from the General Fund to cover expenditures. No transfer will be made for FY 10-11.

Character Title: Services and Supplies

Character No.: 682104-60

6040 Communications

This account records expenses paid by the Airport SZ for outside communication and wireless services.

6140 Maintenance - Equipment

This account records the costs for routine maintenance of equipment.

6180 Maintenance - Bldgs / Impr

This account records the cost of parts and materials required for non routine maintenance at the collection system and pumping facilities.

6262 Laboratory Supplies

This account records the cost of lab supplies required for testing and monitoring wastewater.

6512 Testing/Analysis

This account records expenses incurred to comply with all regulatory testing requirements.

6522 District Services

This accounts records the service and supply type items associated with operations and maintenance of the Zone's facilities.

6523 District Operations

This account records the cost of labor and overhead associated with operations and maintenance of the Zone's facilities.

6570 Consultant Services

This account records the cost of consultant services required in support of special projects including connection fee study (\$30,000) PJ# TBD, evaluation of sewer service charge structure (\$30,000) PJ# TBD, and ZSI agreement (\$15,000) PJ 7231-01.

6573 Administration Costs

This account represents the 1% administration fee assessed by the County for processing collection of flat charges on the tax roll.

6610 Legal Services

This item is requested to provide funds for the estimated cost of legal services to be provided by County Counsel, or outside legal services, as required.

6629 Fiscal Accounting Services

This item records the direct charge for services provided by the Fiscal Services Section of the County Auditor Controller's Office for staff costs attributed to Zone's accounting.

7206 Equipment Usage Charges

This item is requested to provide funds for equipment usage.

7212 Chemicals

This account records the cost of chemicals required for operation of the treatment plant. The requested amount is considered necessary to meet the requirements of the Airport SZ's operating permit (waste discharge requirements), as required by the North Coast Regional Water Quality Control Board.

7217 State Permits / Fees

This account records the cost of Airport SZ's waste discharge requirements issued by the Regional Water Quality Control Board.

7247 Water Conservation

This account records the cost of the High Efficiency Fixture Direct Install Program with the goal of inflow reduction and the retrofit of old, high water using fixtures.

7250 Reimbursable Projects

This account records any expense that are expected to be covered by reimbursement. The budget request is based on projected expenses associated with the Environmental Compliance inspector and the program for monitoring industrial users.

7320 Utilities

This account records the cost of payments made for utilities such water.

7394 Power

This account records the cost of payments made for utilities such as gas and electricity.

Character Title:**Other Charges****Character No.:**

682104-75

7980 Depreciation

Generally Accepted Accounting Principles require that depreciation be expensed each year.

Character Title:**Fixed Assets****Character No.:**

682104-85

8560 Equipment

This account records cost for equipment over \$5,000.

Character Title: Other Financing Uses

Character No.: 682104-86

8625 OT - W/in Special Dist - BOS

This account reflects the transfer of cash from the Operations Fund to the Bond Fund cover the principal and interest payments.

Character Title: Appropriations for Contingencies

Character No.: 682104-90

9000 Appropriations for Contingencies

This account provides funding for unanticipated expenditures or revenue shortfalls.

FY 2010-11 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Section: Sanitation Zone - Airport / Larkfield / Wikiup - Operations
Index No.: 682104

DESCRIPTION OF FUND ACTIVITY	Actual FY 08-09	Estimated FY 09-10	Requested FY 10-11
Undesignated/Unreserved <u>BEGINNING</u> Fund Balance			
Available for Budgeting (See Detailed Components Below)	\$572,429	\$699,100	\$840,496
Annual Revenues and Expenditures:			
Revenues - Increase fund balance	2,064,759	2,447,245	2,686,838
Expenditures - (Decrease) fund balance	(2,837,174)	(3,247,954)	(3,860,233)
Net Surplus or Deficit - Increase/(Decrease) to fund balance	(772,415)	(800,709)	(1,173,395)
Adjustments to Reserves/Encumbrances:			
7980 - Depreciation	905,892	923,620	970,900
4210-Advance From Other Fund	17,736	18,485	-
Change in Due From Other Fund	744	-	-
Change in Encumbrance	4,184	-	-
Change in Water Conservation Reserve	(29,471)	-	-
Net Adjustment - Increase/(Decrease) to Fund Balance	899,085	942,105	970,900
Undesignated/Unreserved <u>ENDING</u> Fund Balance			
Available for Budgeting	\$699,100	\$840,496	\$638,001
Total Increase/(Decrease) in Fund Balance for Fiscal Year (Difference between Beginning and Ending Balance)	\$126,671	\$141,396	(\$202,495)
<u>Fund Balance Components at Beginning of FY</u>	7/1/08	7/1/09	
Cash	\$614,523	\$826,739	
Other Receivables	48,558	59,639	
Due From Other Fund	17,736	18,480	
Accounts Payable	(27,733)	(56,928)	
Deferred Revenue	-	(42,888)	
Reserve for Water Conservation	-	(29,471)	
Encumbrances	(80,655)	(76,471)	
Total Beginning Fund Balance	\$572,429	\$699,100	

FY 2010-11 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: **SANITATION ZONE - A.L.W. - BONDS**
 Section/Index No: **682203**

Sub-Object No. and Title	Adopted 2009-10	Requested 2010-11	Difference	Percent Change
REVENUES:				
<u>OTHER FINANCING SOURCES</u>				
4625 OT -W/in Special Dist - BOS	\$499,621	\$502,633	\$3,012	0.60%
<i>Subtotal Other Financing Sources</i>	<u>\$499,621</u>	<u>\$502,633</u>	<u>\$3,012</u>	<u>0.60%</u>
TOTAL REVENUES	\$499,621	\$502,633	\$3,012	0.60%

EXPENDITURES:

<u>SERVICES AND SUPPLIES</u>				
6635 Fiscal Agent Fees	\$9,900	\$9,900	\$0	0.00%
6640 Debt Issuance	6,594	6,594	0	0.00%
<i>Subtotal Services and Supplies</i>	<u>\$16,494</u>	<u>\$16,494</u>	<u>\$0</u>	<u>0.00%</u>
<u>OTHER CHARGES</u>				
7920 Interest	\$263,127	\$256,139	(\$6,988)	(2.66%)
<i>Subtotal Other Charges</i>	<u>\$263,127</u>	<u>\$256,139</u>	<u>(\$6,988)</u>	<u>(2.66%)</u>
<u>OTHER FINANCING USES</u>				
8625 OT -W/in Special District - BOS	\$0	\$0	\$0	N/A
<i>Subtotal Other Charges</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
9200 Ent - Principal	\$220,000	\$230,000	\$10,000	4.55%
9209 Ent - Principal Clearing	(220,000)	(230,000)	(10,000)	4.55%
<i>Subtotal Administrative Control</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
TOTAL EXPENDITURES	\$279,621	\$272,633	(\$6,988)	(2.50%)
TOTAL NET COST	(\$220,000)	(\$230,000)	(\$10,000)	4.55%
<i>(Expenditures Minus Revenues)</i>				

FY 2010-11 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sanitation Zone - A.L.W. - Bonds

Character Title: Other Financing Sources Character No.: 682203-46

4625 OT - W/in Special Dist - BOS

This account records the transfer of funds from the Operations Fund to cover debt payment.

Character Title: Services and Supplies Character No.: 682203-60

6635 Fiscal Agent Fees

This account records the annual administrative fees from the trustee for the 2005 Revenue Bonds.

6640 Debt Issuance

This account records the cost of obtaining bond funding.

Character Title: Other Charges Character No.: 682203-75

7920 Interest

The 2000 bonds were completely refunded in September 2005. Bases on the refunded bond serial interest rate ranges from 2.6-5.0% over the life of the issue. The request for the forthcoming fiscal year is based on the bond amortization schedule prepared at the time the bonds were refunded.

Character Title: Other Financing Uses Character No.: 682203-86

8625 OT - W/in Special Dist - BOS

This account reflects amounts transferred to the Construction Fund for expenses incurred for projects eligible for funding from the proceeds of the 2005 Revenue Bond. No funds will be budgeted for FY 10-11.

Character Title: Administrative Control Character No.: 682203-92

9200 Ent - Principal

This account reflects the principal expense for revenue bonds that were issued in FY 05-06 to finance the capital improvements. Payments on the bonds will continue until October, 2026. The request for the forthcoming fiscal year is based on the bond amortization schedule prepared at the time the bonds were refunded.

The following reflects the bond principal payment history to date:

Original Amount of the Revenue Bond Issue:	\$6,220,000
Total FY 06-07 through FY 08-09 Principal Payments:	(615,000)
Total FY 09-10 Principal Payments:	(220,000)
Outstanding Bond Amount	\$5,385,000

9209 Ent - Principal Clearing

This is the clearing account for sub-object 9200, Ent - Principal.

FY 2010-11 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Section: Sanitation Zone - A.L.W. - Bonds
Index No.: 682203

DESCRIPTION OF FUND ACTIVITY	Actual FY 08-09	Estimated FY 09-10	Requested FY 10-11
Undesignated/Unreserved <u>BEGINNING</u> Fund Balance			
Available for Budgeting (See Detailed Components Below)	(\$229,919)	(\$195,440)	(\$172,421)
Annual Revenues and Expenditures:			
Revenues - Increase fund balance	504,506	500,409	502,633
Expenditures - (Decrease) fund balance	(275,999)	(279,621)	(272,633)
Net Surplus or Deficit - Increase/(Decrease) to fund balance	228,507	220,788	230,000
Adjustments to Reserves/Encumbrances:			
6640 Amortization of Debt Issuance Costs	6,594	6,594	6,594
7920 Amortization of Debt Refunding	25,637	25,637	25,637
1701 Amortization of Bond Premium	(6,257)	-	-
Change in Matured Bonds Payable	(5,000)	(10,000)	-
9200-ENT - Principal	(215,000)	(220,000)	(230,000)
Net Adjustment - Increase/(Decrease) to Fund Balance	(194,026)	(197,769)	(197,769)
Undesignated/Unreserved <u>ENDING</u> Fund Balance			
Available for Budgeting	(\$195,440)	(\$172,421)	(\$140,190)
Total Increase/(Decrease) in Fund Balance for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$34,479	\$23,019	\$32,231
<u>Fund Balance Components at Beginning of FY</u>	7/1/08	7/1/09	
Cash	\$46,628	\$84,428	
Cash with Trustee	153	327	
Matured Bonds Payable	(215,000)	(220,000)	
Interest Payable	(61,700)	(60,195)	
Total Beginning Fund Balance	(\$229,919)	(\$195,440)	

FY 2010-11 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: **SANI ZONE - AIRPORT / LARKFIELD / WIKIUP - CONSTRUCTION**
 Section/Index No: **682302**

Sub-Object No. and Title	Adopted 2009-10	Requested 2010-11	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$2,450	\$300	(\$2,150)	(87.76%)
Subtotal Use of Money	\$2,450	\$300	(\$2,150)	(87.76%)
<u>MISCELLANEOUS REVENUE</u>				
4102 Donations/Reimbursements	\$0	\$0	\$0	N/A
Subtotal Miscellaneous Revenue	\$0	\$0	\$0	N/A
<u>OTHER FINANCING SOURCES</u>				
4625 OT - W/in Special Dist - BOS	\$0	\$0	\$0	N/A
Subtotal Other Financing Sources	\$0	\$0	\$0	N/A
TOTAL REVENUES	\$2,450	\$300	(\$2,150)	(87.76%)
EXPENDITURES:				
<u>FIXED ASSETS</u>				
8510 Buildings / Improvements	\$0	\$394,000	\$394,000	N/A
9142 Capital Replacement Program	0	0	0	N/A
Subtotal Fixed Assets	\$0	\$394,000	\$394,000	N/A
<u>OTHER FINANCING USES</u>				
8625 OT - W/in Special District - BOS	\$449,160	\$0	(\$449,160)	(100.00%)
Subtotal Other Financing Uses	\$449,160	\$0	(\$449,160)	(100.00%)
TOTAL EXPENDITURES	\$449,160	\$394,000	(\$55,160)	(12.28%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$446,710	\$393,700	(\$53,010)	(11.87%)

FY 2010-11 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sanitation Zone - Airport/Larkfield/Wikiup - Construction

Character Title: Use of Money **Character No.:** 682302-17

1700 Interest on Pooled Cash

This account records interest on pooled cash held for the Zone by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$30,000
Projected Interest Rate	1.00%
Projected/Planned Interest on Pooled Cash	\$300

Character Title: Other Financing Sources **Character No.:** 682302-46

4625 OT - W/in Special Dist - BOS

This account reflects the transfer of cash from the Bond Fund to the Construction Fund to finance the capital projects. No funds will be budgeted for FY 10-11.

Character Title: Fixed Assets **Character No.:** 682302-85

8510 Buildings / Improvements

This account can be used to provide capacity to new users pursuant to the County General Plan (using connection fee revenue), as well as for treatment plant and reclamation system improvement projects. The following projects are planned for FY 10-11: Filter Improvements (\$200,000) PJ# TBD and Process Optimization (\$194,000) PJ 7437.

9142 Capital Replacement Program

This account reflects funds for repair and replacement of the sewer collection system. Long-term replacement of existing facilities that are worn out and in disrepair will help to bring the facilities up to current sanitation standards and will extend the life of the sanitation infrastructure. No funds will be budgeted for FY 10-11.

Character Title: Other Financing Uses **Character No.:** 682302-86

8625 OT - W/in Special Dist - BOS

This account reflects the transfer of cash from the Construction Fund to the Bond Fund. No transfer is planned for FY 10-11.

FY 2010-11 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Section: Sanitation Zone - Airport / Larkfield / Wikiup - Construction
Index No.: 682302

DESCRIPTION OF FUND ACTIVITY	Actual FY 08-09	Estimated FY 09-10	Requested FY 10-11
Undesignated/Unreserved <u>BEGINNING</u> Fund Balance			
Available for Budgeting (See Detailed Components Below)	\$1,354,605	\$800,552	\$434,954
Annual Revenues and Expenditures:			
Revenues - Increase fund balance	265,614	83,562	300
Expenditures - (Decrease) fund balance	(951,324)	(449,160)	(394,000)
Net Surplus or Deficit - Increase/(Decrease) to fund balance	(685,710)	(365,598)	(393,700)
Adjustments to Reserves/Encumbrances:			
Capitalized Interest	(22,793)	-	-
PY CIP Reclass	214	-	-
Change in Encumbrance	154,236	-	-
Net Adjustment - Increase/(Decrease) to Fund Balance	131,657	-	-
Undesignated/Unreserved <u>ENDING</u> Fund Balance			
Available for Budgeting	\$800,552	\$434,954	\$41,254
Total Increase/(Decrease) in Fund Balance for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$554,053)	(\$365,598)	(\$393,700)
<u>Fund Balance Components at Beginning of FY</u>	7/1/08	7/1/09	
Cash	\$1,527,432	\$800,552	
Accounts Payable	(18,591)	-	
Encumbrances	(154,236)	-	
Total Beginning Fund Balance	\$1,354,605	\$800,552	