

FY 2013-14 BUDGET

BUDGET SECTION SUMMARY

Section Title:

SOUTH PARK COUNTY SANITATION DISTRICT

A. Program Description

This budget finances administration of a collection system and pumping stations which serve the South Park area. Raw sewage is transported to the City of Santa Rosa (City) for treatment and disposal. Treatment and disposal are covered by an agreement between the two entities.

B. Financial Summary

Section	GROSS EXPENDITURES			NET COST/USE OF FUND BALANCE		
	FY 12-13 Adopted	FY 13-14 Requested	Percent Change	FY 12-13 Adopted	FY 13-14 Requested	Percent Change
Operations	\$4,549,809	\$4,080,648	(10.31%)	\$1,305,955	\$741,155	(43.25%)
Revenue Bonds	\$140,809	\$132,033	(6.23%)	(\$125,000)	(\$131,593)	5.27%
Construction	928,000	2,110,000	127.37%	(575,300)	1,107,790	292.56%
TOTAL:	\$5,618,618	\$6,322,681	12.53%	\$605,655	\$1,717,352	183.55%

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

Workload Indicator	FY 11-12 Actual	FY 12-13 Budget Estimate	FY 12-13 Revised Estimate	FY 13-14 Projected	Change from FY 12-13 Budget Estimate
TOTAL ESDs	3,986	3,990	3,973	3,990	0.00%
TOTAL APNs	2,215	2,224	2,215	2,215	(0.40%)

E. Summary of Issues and Significant Changes

The requested rate per ESD for FY 13-14 annual service charges is \$830, representing a 2.5% increase from FY 12-13. Annual sewer service charge revenue, adjusted for the anticipated number of ESDs and an estimated delinquency factor, is projected to increase from the FY 12-13 budget. This revenue change is due to the rate increase.

The South Park County Sanitation District (District) provides service to the South Park area using a gravity collection system. Wastewater from the District is treated and disposed of by the City at the Laguna Subregional Treatment Plant on Llano Road. In July of 1996, the City accepted responsibility, under contract, for the operation and routine maintenance of the collection system.

An agreement between the City and District was executed in 2012 relating to: (1) the possible eventual dissolution of the District and transfer of the facilities to the City, (2) the District's debt payment obligations, and potential origination of new debt, (3) District infrastructure improvements which are currently planned or may be planned in the future, (4) issues related to Clean Up and Abatement Order No. R1-2007-0040 from the North Coast Regional Water Quality Control Board, (5) the changeover of billings and collections, and (6) the responsibilities related to operation and maintenance of the District facilities.

The District is planning to replace four sections of the collection system between FY 2013-14 and FY 2018-19. Identified projects include: Gloria Dr. – Meekland Ct., Blackwell Tract, W. Robles Avenue, and E. Robles Avenue. The District issued \$3.1 million in revenue bonds in FY 2000-01 to help meet its capital replacement obligations along with the halogenated volatile organic compounds (HVOC) remediation costs explained below. However, the revenue from those bonds was only sufficient to cover a portion of the capital replacement and HVOC remediation costs. The District may find it necessary to pursue future debt obligations to fund necessary infrastructure improvement projects.

On December 22, 1998 the NCRWQCB released a draft Cleanup and Abatement Order (CAO) for (HVOC) found in soil and groundwater in the vicinity of Sebastopol Road and West Avenue in the South Park CSD service area. The draft CAO specified that HVOCs found in the soil and groundwater are the result of the discharge of these chemicals from dry cleaning operations into the South Park CSD collection system. The draft CAO further specifies that the HVOCs subsequently leaked from the collection system to adjacent soil and groundwater. Potential costs for investigation, remediation, and legal work related to the draft CAO are substantial (\$2-10 million). In FY 99-00, South Park CSD received a \$500,000 loan from the County of Sonoma General Fund to assist in the first phase of the Plan of Action for HVOC Investigation and Mitigation which South Park CSD has repaid as of FY 04-05. The South Park CSD, County of Sonoma, and the NCRWQCB continue to work cooperatively to deal with this issue.

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 2013-14 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: SOUTH PARK CSD - OPERATIONS

Section/Index No: 654103

Sub-Object No. and Title	Adopted 2012-13	Requested 2013-14	Difference	Percent Change
REVENUES:				
<u>TAXES</u>				
1001 Flat Charges - CY	\$3,090,944	\$3,167,263	\$76,319	2.47%
1061 Flat Charges - PY	65,000	70,000	5,000	7.69%
1120 Penalties / Costs on Taxes	14,000	16,000	2,000	14.29%
Subtotal Taxes	\$3,169,944	\$3,253,263	\$83,319	2.63%
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$11,550	\$22,750	\$11,200	96.97%
Subtotal Use of Money	\$11,550	\$22,750	\$11,200	96.97%
<u>CHARGES FOR SERVICES</u>				
3400 Sanitation Services	\$45,360	\$46,480	\$1,120	2.47%
Subtotal Charges for Services	\$45,360	\$46,480	\$1,120	2.47%
<u>MISCELLANEOUS REVENUE</u>				
4115 Santa Rosa Rebate	\$17,000	\$17,000	\$0	0.00%
Subtotal Miscellaneous Revenue	\$17,000	\$17,000	\$0	0.00%
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
4200 ENT - LTD Proceeds	\$0	\$0	\$0	N/A
4209 ENT - LTD Proceeds - Clearing	0	0	0	N/A
Subtotal Admin. Control Account	\$0	\$0	\$0	N/A
TOTAL REVENUES	\$3,243,854	\$3,339,493	\$95,639	2.95%

EXPENDITURES:

SERVICES AND SUPPLIES

6430 Printing Services	\$2,000	\$2,000	\$0	0.00%
6516 Data Processing Services	2,000	2,000	0	0.00%
6521 County Services	3,000	3,000	0	0.00%
6523 District Operations	30,000	40,000	10,000	33.33%
6540 Contract Services	500,000	500,000	0	0.00%
6570 Consultant Services	10,000	10,000	0	0.00%
6573 Administration Costs	27,000	27,000	0	0.00%
6589 Permits	0	4,000	4,000	N/A
6610 Legal Services	10,000	10,000	0	0.00%
6630 Audit / Accounting Services	15,000	15,000	0	0.00%

Sub-Object No. and Title	Adopted 2012-13	Requested 2013-14	Difference	Percent Change
<u>SERVICES AND SUPPLIES (cont'd)</u>				
7000 Special Departmental Expense	50,000	50,000	0	0.00%
7206 Equipment Usage Charge	1,000	1,000	0	0.00%
7217 State Permits / Fees	2,000	0	(2,000)	(100.00%)
7247 Water Conservation	15,000	10,000	(5,000)	(33.33%)
<i>Subtotal Services and Supplies</i>	<u>\$667,000</u>	<u>\$674,000</u>	<u>\$7,000</u>	<u>1.05%</u>
<u>OTHER CHARGES</u>				
7961 Sewer Capacity Rights	\$1,750,000	\$1,750,000	\$0	0.00%
7980 Depreciation	342,000	369,615	27,615	8.07%
<i>Subtotal Other Charges</i>	<u>\$2,092,000</u>	<u>\$2,119,615</u>	<u>\$27,615</u>	<u>1.32%</u>
<u>FIXED ASSETS</u>				
9480 Intangible Assets	\$5,000	\$5,000	\$0	0.00%
<i>Subtotal Fixed Assets</i>	<u>\$5,000</u>	<u>\$5,000</u>	<u>\$0</u>	<u>0.00%</u>
<u>OTHER FINANCING USES</u>				
8625 OT - W/in Special Dist - BOS	\$1,765,809	\$1,262,033	(\$503,776)	(28.53%)
<i>Subtotal Other Financing Uses</i>	<u>\$1,765,809</u>	<u>\$1,262,033</u>	<u>(\$503,776)</u>	<u>(28.53%)</u>
<u>APPROPRIATIONS FOR CONT</u>				
9000 Approp for Contingencies	\$20,000	\$20,000	\$0	0.00%
<i>Subtotal Approp for Contingencies</i>	<u>\$20,000</u>	<u>\$20,000</u>	<u>\$0</u>	<u>0.00%</u>
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
9200 Ent - Principal	\$0	\$0	\$0	N/A
9209 Ent - Principal Clearing	0	0	0	N/A
<i>Subtotal Administrative Control</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
TOTAL EXPENDITURES				
	<u>\$4,549,809</u>	<u>\$4,080,648</u>	<u>(\$469,161)</u>	<u>(10.31%)</u>
TOTAL NET COST				
<i>(Expenditures Minus Revenues)</i>	<u>\$1,305,955</u>	<u>\$741,155</u>	<u>(\$564,800)</u>	<u>(43.25%)</u>

FY 2013-14 BUDGET

CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: South Park CSD - Operations

Character Title: Taxes

Character No.: 654103-10

1001 Flat Charges - CY

Flat charge revenue from annual service charges is expected to increase from the adopted FY 12-13 budget. The rate will increase 2.5%, from \$810 to \$830.

ESDs times annual rate:	3,934 x \$830	\$3,265,220
Less Estimated Delinquency Factor:	3%	(97,957)
		\$3,167,263

(See SubObject 3400 for Total ESDs)

1061 Flat Charges - PY

This item 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.: 654103-17

1700 Interest on Pooled Cash

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

Estimated Average Cash Balance	\$3,500,000
Projected Interest Rate	0.65%
Projected/Planned Interest on Pooled Cash	\$22,750

Character Title: Charges for Services

Character No.: 654103-30

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 13-14 ESDs, the District will experience an increase in revenue from invoiced entities.

ESDs x Annual Charge	56 x \$830	=	\$46,480
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Character Title: Miscellaneous Revenue

Character No.: 654103-40

4115 Santa Rosa Rebate

This account records the annual rebate received from the City of Santa Rosa in accordance with the City of Santa Rosa's Subregional Agreement. The rebate amount is the adjustment between projected and actual costs for operation and maintenance of the Subregional Wastewater System.

Character Title: Administrative Control Account Character No.: 654103-42

4200 ENT-LTD Proceeds

No Long Term Debt proceeds are anticipated in FY 13-14.

4209 ENT-LTD Proceeds - Clearing

This is the clearing account for sub-object 4200.

Character Title: Services and Supplies Character No.: 654103-60

6430 Printing Services

This item is requested to cover the costs of printing services, which are primarily furnished by the County Reprographics Department.

6516 Data Processing Services

This request covers the costs of various data processing supplies and services.

6521 County Services

This item records the expense for special district accounting services.

6523 District Operations

This account is used primarily to record staff time associated with maintaining the sanitation master user listing for the District, as well as management and administrative time associated with negotiating and administering agreements with the City. This increase in expenditures is due to the additional time required to negotiate agreements with the City of Santa Roaa.

6540 Contract Services

This account records the cost of collection system maintenance paid to the City of Santa Rosa.

6570 Consultant Services

This account records the costs of miscellaneous services provided by outside consultant.

6573 Administration Costs

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

6589 Permits

This account records the cost of all permits. (No longer using 7217 State Permits/Fees)

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.

6630 Audit / Accounting Services

This account represents the cost of accounting and audit services provided by an outside certified public accounting service.

Character Title: Services and Supplies (cont'd) Character No.: 654103-60

7000 Special Departmental Expense

These costs are for legal counsel to provide legal advice and assistance in advancing a regional solution to the Roseland Area HVOC plume investigation and remediation, as well as management and administrative time associated with the groundwater clean-up efforts.

7206 Equipment Usage Charges

This item is requested to provide funds for equipment usage.

7247 Water Conservation

This account records the cost of the Water Conservation Program.

Character Title: Other Charges Character No.: 654103-75

7961 Sewer Capacity Rights

South Park CSD participates with the cities of Santa Rosa, Rohnert Park, Cotati and Sebastopol in the Santa Rosa Subregional Sewage System. Santa Rosa provides the treatment for raw sewage for the other participating entities. This payment, required by agreement, is South Park's share (based on capacity needs) of the cost of operations and improvements to the subregional facilities and the bonds used to finance them. Prior to the annexation of the Roseland area of South Park by the City of Santa Rosa, the South Park CSD's sewer capacity charge was based on a capacity in the Subregional Wastewater Treatment Plant of 700,000 gallons per day.

7980 Depreciation

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

Character Title: Fixed Assets Character No.: 654103-85

9480 Intangible Assets

This account records sewer easement dedications.

Character Title: Other Financing Uses Character No.: 654103-86

8625 OT - W/in Special Dist - BOS

This account reflects the transfer of cash from the Operations Fund to the 2000 Revenue Bond Fund necessary to satisfy the annual debt service payment on the bonds (\$262,033). The amount to be transferred is determined from the debt service schedule for the bonds. In addition \$1,000,000 will be transfer to the Construction Fund for planned capital projects.

Character Title: Appropriations for Contingencies Character No.: 654103-90

9000 Appropriations for Contingencies

This account provides funding for unanticipated expenditures or revenue shortfalls.

Character Title: Administrative Control Account Character No.: 654103-92

9200 Ent - Principal

There are no planned principal payment in FY 13-14.

9209 Ent - Principal Clearing

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

FY 2013-14 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Section: South Park CSD - Operations
Index No.: 654103

DESCRIPTION OF FUND ACTIVITY	Actual FY 11-12	Estimated FY 12-13	Requested FY 13-14
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$5,639,336	\$3,507,238	\$2,251,976
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	3,433,716	3,268,855	3,339,493
Expenditures - (Decrease) retained earnings	(5,848,285)	(4,866,236)	(4,080,648)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(2,414,569)	(1,597,381)	(741,155)
Adjustments to Reserves/Encumbrances:			
7980 Depreciation	281,948	342,119	369,615
Change In Encumbrances	524	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	282,472	342,119	369,615
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$3,507,238	\$2,251,976	\$1,880,436
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$2,132,098)	(\$1,255,262)	(\$371,540)
<u>Retained Earnings Components at Beginning of FY</u>	7/1/11	7/1/12	
Cash	\$5,510,205	\$3,723,026	
Other Receivables	312,601	119,810	
Vouchers Payable	(1,422)	(154,074)	
Encumbrances	(182,048)	(181,524)	
Total Beginning Retained Earnings	\$5,639,336	\$3,507,238	

FY 2013-14 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: **SOUTH PARK CSD - 2000 REVENUE BONDS**

Section/Index No: **654202**

Sub-Object No. and Title	Adopted 2012-13	Requested 2013-14	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$0	\$1,593	\$1,593	N/A
Subtotal Use of Money	\$0	\$1,593	\$1,593	N/A
<u>OTHER FINANCING SOURCES</u>				
4625 OT - W/in Special Dist - BOS	\$265,809	\$262,033	(\$3,776)	(1.42%)
Subtotal Other Financing Sources	\$265,809	\$262,033	(\$3,776)	(1.42%)
TOTAL REVENUES	\$265,809	\$263,626	(\$2,184)	(0.82%)
EXPENDITURES:				
<u>SERVICES & SUPPLIES</u>				
6635 Fiscal Agent Fees	\$10,000	\$10,000	\$0	0.00%
6640 Debt Issuance Cost	4,376	0	(4,376)	(100.00%)
Subtotal Services & Supplies	\$14,376	\$10,000	(\$4,376)	(30.44%)
<u>OTHER CHARGES</u>				
7920 Interest	\$126,433	\$122,033	(\$4,400)	(3.48%)
Subtotal Other Charges	\$126,433	\$122,033	(\$4,400)	(3.48%)
<u>OTHER FINANCING USES</u>				
8625 OT-Within SP Dist-BOS	\$0	\$0	\$0	N/A
Subtotal Other Financing Uses	\$0	\$0	\$0	N/A
<u>ADMIN CONTROL</u>				
9200 ENT - Principal	\$125,000	\$130,000	\$5,000	4.00%
9209 ENT - Principal Clearing	(125,000)	(130,000)	(5,000)	4.00%
Subtotal Admin Control	\$0	\$0	\$0	N/A
TOTAL EXPENSES	\$140,809	\$132,033	(\$8,776)	(6.23%)
TOTAL NET COST <i>(Expenses Minus Revenues)</i>	(\$125,000)	(\$131,593)	(\$6,593)	5.27%

FY 2013-14 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: South Park CSD - 2000 Revenue Bonds

Character Title: Use of Money **Character No.:** 654202-17

1700 Interest on Pooled Cash

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

Estimated Average Cash Balance	\$245,000
Projected Interest Rate	<u>0.65%</u>
Projected/Planned Interest on Pooled Cash	\$1,593

Character Title: Other Financing Sources **Character No.:** 654202-46

4625 OT - Within Sp District

This account will record the operating transfer from the Operations Fund necessary to meet the annual debt service requirements for the bonds.

Character Title: Services and Supplies **Character No.:** 654202-60

6635 Fiscal Agent Fees

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

6640 Debt Issuance Costs

This account records costs associated with the issuance of new revenue bonds. There are no new bonds proposed for FY 13-14.

Character Title: Other Charges **Character No.:** 654202-75

7920 Interest

This account reflects the interest expense of the refunded 2005 Revenue Bonds. Interest on Serial Bond range from 2.6% to 5.0%.

Character Title: Other Financing Uses **Character No.:** 654202-86

8625 OT - Within Sp Dist

This account reflects the transfer of funds to the Construction Fund to finance the Capital Replacement Program. There is no planned transfer for FY 13-14.

Character Title: Administrative Control Account **Character No.:** 654202-92

9200 Ent - Principal

This account reflects the principal payment for the 2005 Revenue Bonds issued in early FY 05-06 to finance the Capital Replacement Program. Payments began in October 2006 and will continue until October 2026.

Original Issue	\$3,250,000
Total FY 05-06 through FY 11-12 Principal Payments:	(685,000)
FY 12-13 Principal Payment:	<u>(125,000)</u>
Outstanding Loan Amount	\$2,440,000

9219 Ent - Principal

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

FY 2013-14 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Section: South Park CSD - 2000 Revenue Bonds
Index No.: 654202

DESCRIPTION OF FUND ACTIVITY	Actual FY 11-12	Estimated FY 12-13	Requested FY 13-14
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	(\$30,256)	(\$1,957)	\$13,544
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	270,944	267,597	263,626
Expenditures - (Decrease) retained earnings	(133,105)	(202,073)	(132,033)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	137,839	65,524	131,593
Adjustments to Reserves/Encumbrances:			
Amortization of Debt Issuance Costs	4,376	65,640	-
Amortization of Bond Refunding	14,337	14,337	14,337
Amortization of Bond Premium	(3,252)	-	-
Increase in Matured Bonds Payable	-	(5,000)	-
9200 Ent Principal	(125,000)	(125,000)	(130,000)
Net Adjustment - Inc/(Dec) to Retained Earnings	(109,539)	(50,023)	(115,663)
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	(\$1,956)	\$13,544	\$29,474
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$28,299	\$15,501	\$15,930
<u>Retained Earnings Components at Beginning of FY</u>	7/1/11	7/1/12	
Cash	\$223,335	\$250,603	
Cash with Trustee	-	-	
Cash Restricted for Debt Services	(99,005)	(99,005)	
Interest Payable	(29,586)	(28,555)	
Matured Bonds Payable	(125,000)	(125,000)	
Total Beginning Retained Earnings	(\$30,256)	(\$1,957)	

FY 2013-14 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: **SOUTH PARK CSD - CONSTRUCTION**

Section/Index No: **654301**

Sub-Object No. and Title	Adopted 2012-13	Requested 2013-14	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$3,300	\$2,210	(\$1,090)	(33.03%)
Subtotal Use of Money	\$3,300	\$2,210	(\$1,090)	(33.03%)
<u>MISCELLANEOUS REVENUE</u>				
4102 Donations/Reimbursements	\$0	\$0	\$0	N/A
4303 State Grants	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	\$1,500,000	\$1,000,000	(\$500,000)	(33.33%)
Subtotal Other Financing Sources	\$1,500,000	\$1,000,000	(\$500,000)	(33.33%)
TOTAL REVENUES	\$1,503,300	\$1,002,210	(\$501,090)	(33.33%)
EXPENDITURES:				
<u>OTHER CHARGES</u>				
8010 Contribution to Non-Co Gov't	\$0	\$1,200,000	\$1,200,000	N/A
Subtotal Other Charges	\$0	\$1,200,000	\$1,200,000	100.00%
<u>FIXED ASSETS</u>				
8510 Building / Improvement	\$0	\$0	\$0	N/A
9142 Capital Replacement Program	928,000	910,000	(18,000)	(1.94%)
Subtotal Fixed Assets	\$928,000	\$910,000	(\$18,000)	(1.94%)
TOTAL EXPENDITURES	\$928,000	\$2,110,000	\$1,182,000	127.37%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$575,300)	\$1,107,790	\$1,683,090	292.56%

FY 2013-14 BUDGET

CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: South Park CSD - Construction

Character Title: Use of Money **Character No.:** 654301-17

1700 Interest on Pooled Cash

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

Estimated Average Cash Balance	\$340,000
Projected Interest Rate	0.65%
Projected/Planned Interest on Pooled Cash	\$2,210

The fund balance remaining in the Construction Fund is expected to be reduced as a result of work required to be completed prior to dissolution of the District.

Character Title: Miscellaneous Revenue **Character No.:** 654301-40

4102 Donations/Reimbursements

No donations/reimbursements are anticipated in FY 13-14.

4303 State Grants

No grants are anticipated for FY 13-14.

Character Title: Other Financing Sources **Character No.:** 654301-46

4625 OT - W/in Special Dist - BOS

This account reflects the transfer of cash from the Operations Fund to the Construction Fund to finance the Capital Replacement Program.

Character Title: Fixed Assets **Character No.:** 654301-85

8510 Buildings / Improvements

Collection system replacement projects are planned for the following areas in FY 13-14:

	PCAS No.	Amount
<u>Gloria Meekland Collection System Replacement</u>	7435	\$315,000
This project consists of the replacement of approximately 6,000 feet of pipe. Requested funds will provide for construction management. (\$1,200,000 includes rebudgeting will be for the City of Santa Rosa agreement for the Gloria-Valerie water main replacement project).		
<u>East Robles Collection System Replacement</u>	7590	1,450,000
This project consist of the replacement of approximately 3,000 feet of pipe. Funding will be used for design, CEQA and permitting.		
<u>West Robles Collection System Replacement</u>	7591	345,000
This project consist of the replacement of approximately 500 feet of pipe. Funding will be used for design, CEQA, permitting, construction and contract administration.		

Grand Total-Character 85 \$2,110,000

FY 2013-14 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department Sonoma County Water Agency - Sanitation
Section: South Park CSD - Construction
Index No.: 654301

DESCRIPTION OF FUND ACTIVITY	Actual FY 11-12	Estimated FY 12-13	Requested FY 13-14
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$558,864	\$3,549,603	\$1,124,296
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	3,589,436	2,195,520	1,002,210
Expenditures - (Decrease) retained earnings	(2,190,038)	(4,620,827)	(2,110,000)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	1,399,398	(2,425,307)	(1,107,790)
Adjustments to Reserves/Encumbrances:			
Change in Encumbrance	1,706,212	-	-
Capitalized Interest	(114,871)	-	-
Net Adjustment - Inc/(Dec) to Retained Earnings	1,591,341	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$3,549,603	\$1,124,296	\$16,506
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$2,990,739	(\$2,425,307)	(\$1,107,790)
<u>Retained Earnings Components at Beginning of FY</u>	7/1/11	7/1/12	
Cash	\$2,398,959	\$3,459,181	
Other Receivables	\$0	\$92,450	
Accounts Payable	(112,888)	-	
Retention Payable	(18,967)	-	
Encumbrance	(1,708,240)	(2,028)	
Total Beginning Retained Earnings	\$558,864	\$3,549,603	