

FY 2017-18 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 | GROSS EXPENDITURES | | | NET COST/USE OF FUND BALANCE | | |
|---------------|---------------------|-----------------------|-------------------|------------------------------|-----------------------|-------------------|
| | FY 16-17 Adopted | FY 17-18 Requested | Percent Change | FY 16-17 Adopted | FY 17-18 Requested | Percent Change |
| Operations | \$4,536,334 | \$4,785,514 | 5.49% | \$1,143,155 | \$1,143,303 | 0.01% |
| Bonds | 212,160 | 196,213 | (7.52%) | (280,240) | (290,757) | 3.75% |
| Construction | 0 | 836,000 | N/A | (6,000) | 826,210 | (13870.17%) |
| TOTAL: | \$4,748,494 | \$5,817,727 | 22.52% | \$856,915 | \$1,678,757 | 95.91% |

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

| Workload Indicator | FY 15-16 Actual | FY 16-17 Budget Estimate | FY 16-17 Revised Estimate | FY 17-18 Projected | Change from FY 16-17 Budget Estimate |
|--------------------|--------------------|--------------------------------|---------------------------------|-----------------------|---|
| Total ESDs | 3,843 | 3,850 | 3,836 | 3,838 | (0.31%) |
| Total APNs | 2,720 | 2,720 | 2,042 | 2,044 | (24.85%) |

E. Summary of Issues and Significant Changes

The Airport/Larkfield/Wikiup Sanitation Zone's (Airport SZ) treatment plant was designed as a zero discharge facility 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.

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 and debt service costs. Various steps have been taken to improve performance of the filtration system and the Agency has implemented aggressive water conservation measures to delay the need for capital expansion projects.

The requested rate per ESD for FY 17-18 annual service charges is \$901, representing a 5.0% increase from FY 16-17. Rate increases in excess of the inflation will be needed to balance operational revenue and costs over the next several years.

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 2017-18 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SANI ZONE - AIRPORT / LARKFIELD / WIKIUP - OPERATIONS**

Fund/Department ID: **44705-33100100**

| Sub-Object No. and Title | Adopted 2016-17 | Requested 2017-18 | Difference | Percent Change |
|---------------------------------------|--------------------|----------------------|------------------|-------------------|
| REVENUES: | | | | |
| <u>TAXES</u> | | | | |
| 40003 (1001) Direct Charges-CY | \$3,004,459 | \$3,222,000 | \$217,541 | 7.24% |
| 40202 (1061) Direct Charges - PY | 24,500 | 24,500 | 0 | 0.00% |
| 40999 (1120) Penalties/Costs on Taxes | 4,700 | 4,700 | 0 | 0.00% |
| Subtotal Taxes | \$3,033,659 | \$3,251,200 | \$217,541 | 7.17% |
| <u>USE OF MONEY</u> | | | | |
| 44002 (1700) Interest on Pooled Cash | \$3,600 | \$8,811 | \$5,211 | 144.75% |
| 44101 (1801) Rent - Real Estate | 150,000 | 150,000 | 0 | 0.00% |
| Subtotal Use of Money | \$153,600 | \$158,811 | \$5,211 | 3.39% |
| <u>CHARGES FOR SERVICES</u> | | | | |
| 45221 (3400&01&03) Sewer/Water Usage | \$205,920 | \$232,200 | \$26,280 | 12.76% |
| Subtotal Charges for Services | \$205,920 | \$232,200 | \$26,280 | 12.76% |
| TOTAL REVENUES | \$3,393,179 | \$3,642,211 | \$249,032 | 7.34% |

| Sub-Object No. and Title | Adopted 2016-17 | Requested 2017-18 | Difference | Percent Change |
|---|--------------------|----------------------|-------------------|-------------------|
| EXPENDITURES: | | | | |
| <u>SERVICES AND SUPPLIES</u> | | | | |
| 51061 (6140) Maintenance - Equipment | 170,000 | 225,000 | 55,000 | 32.35% |
| 51076 Maint FACOPS | 0 | 165,500 | 165,500 | N/A |
| 51231 (6512) Testing/Analysis | 25,000 | 22,000 | (3,000) | (12.00%) |
| 51201 (6522&73) Administration Services | 25,000 | 27,000 | 2,000 | 8.00% |
| 51209 (6516) Info Tech Services (non ISD) | 1,000 | 0 | (1,000) | (100.00%) |
| 51211 (6610) Legal Services | 10,000 | 1,000 | (9,000) | (90.00%) |
| 51241 (6430) Outside Printing & Binding | 5,000 | 2,500 | (2,500) | (50.00%) |
| 51244 (6589) Permits/License/Fees | 30,000 | 30,000 | 0 | 0.00% |
| 51401 (6820) Rents & Leases-Equipment | 25,000 | 20,000 | (5,000) | (20.00%) |
| 51803 (6540) Other Contract Services | 255,000 | 292,301 | 37,301 | 14.63% |
| 51902 (6040) Telecommunications Usage | 6,000 | 6,000 | 0 | 0.00% |
| 51917 (6523) District Operations Chgs | 1,800,000 | 1,875,000 | 75,000 | 4.17% |
| 51919 (6697) EFS Costs | 67,621 | 0 | (67,621) | (100.00%) |
| 51921 (7206) Equipment Usage Charges | 130,000 | 130,000 | 0 | 0.00% |
| 52061 (7201) Fuel/Gas/Oil | 2,000 | 2,000 | 0 | 0.00% |
| 52072 (7212) Chemicals | 55,000 | 50,000 | (5,000) | (9.09%) |
| 52081 (6262) Medical/Laboratory Supplies | 2,000 | 2,000 | 0 | 0.00% |
| 52111 (6400&61) Office Supplies | 5,000 | 500 | (4,500) | (90.00%) |
| 52117 (6410) Mail and Postage Supplies | 500 | 1,000 | 500 | 100.00% |
| 52141 (6880) Minor Equipment/Small Tools | 10,000 | 15,000 | 5,000 | 50.00% |
| 52142 (6890) Computer Equip/Accessories | 2,000 | 0 | (2,000) | (100.00%) |
| 52143 (6889) Software/Licensing Fees | 1,000 | 2,500 | 1,500 | 150.00% |
| 52171 (7247) Water Conservation Prog | 10,000 | 5,000 | (5,000) | (50.00%) |
| 52191 (7320) Utilities | 9,000 | 12,000 | 3,000 | 33.33% |
| 52193 (7394) Utilities-Power | 260,000 | 260,000 | 0 | 0.00% |
| Subtotal Services and Supplies | \$2,906,121 | \$3,146,301 | \$240,180 | 8.26% |
| <u>OTHER CHARGES</u> | | | | |
| 53402 (7980) Depreciation Expense | \$1,038,053 | \$1,072,000 | 33,947 | 3.27% |
| Subtotal Other Charges | \$1,038,053 | \$1,072,000 | \$33,947 | 3.27% |
| <u>FIXED ASSETS</u> | | | | |
| 19820 (8560) Machinery & Equipment | \$50,000 | \$51,000 | \$1,000 | 2.00% |
| 19841 (9482) Work in Progress - Intang | 20,000 | 5,000 | (15,000) | (75.00%) |
| 19851 (9480) Intangible Assets - Non-amor | 10,000 | 5,000 | (5,000) | (50.00%) |
| Subtotal Fixed Assets | \$80,000 | \$61,000 | (\$19,000) | (23.75%) |
| <u>APPROPRIATIONS FOR CONT</u> | | | | |
| 55011 (9000) Appropriations for Contingen | \$20,000 | \$20,000 | \$0 | 0.00% |
| Subtotal Appropriations for Contin. | \$20,000 | \$20,000 | \$0 | 0.00% |
| <u>OTHER FINANCING USES</u> | | | | |
| 57011 (8625) Transfers out-within a Fund | \$492,160 | \$486,213 | (\$5,947) | (1.21%) |
| Subtotal Other Financing Uses | \$492,160 | \$486,213 | (\$5,947) | (1.21%) |
| TOTAL EXPENDITURES | \$4,536,334 | \$4,785,514 | \$249,180 | 5.49% |
| TOTAL NET COST <i>(Expenditures Minus Revenues)</i> | \$1,143,155 | \$1,143,303 | \$148 | 0.01% |

FY 2017-18 BUDGET
CHARACTER JUSTIFICATION

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

Character Title: Taxes **Character No.:** 44705-33100100-40

40003 (1001) Direct Charges - CY

Flat charge revenue from annual service charges is expected to increase from the adopted FY 16-17 budget. The rate will increase approximately 4.9%, from \$858 to \$900.

| | | | | | |
|------------------------------------|-------|---|-------|--|-------------|
| ESDs times annual rate: | 3,580 | x | \$900 | | \$3,222,000 |
| Less Estimated Delinquency Factor: | 0% | | | | 0 |
| | | | | | \$3,222,000 |

(See Account 45221 for Total ESDs)

40202 (1061) Direct Charges - PY

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

40999 (1120) Penalties/Costs on Taxes

This item records penalties paid on delinquent sewer service charges.

Character Title: Use of Money **Character No.:** 44705-33100100-44

44002 (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 | | \$990,000 |
| Projected Interest Rate | | 0.89% |
| Projected/Planned Interest on Pooled Cash | | \$8,811 |

44101 (1801) Rent-Real Estate

This represent the payment of rent of property per the Memorandum of Agreement for the photovoltaic facility (\$50,000) and the relocated service center (\$100,000).

Character Title: Charges for Services **Character No.:** 44705-33100100-45

45221 (3400&01&03) Sewer/Water Usage Fee

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 account 40003, Direct Charges-CY. In the following year based on projected FY 17-18 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 \$858 to \$900.

| | | | | | |
|----------------------|-----|---|-------|---|-----------|
| ESDs x Annual Charge | 258 | x | \$900 | = | \$232,200 |
|----------------------|-----|---|-------|---|-----------|

This account also 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.

51061 (6140) Maintenance - Equipment

This account records the costs for routine maintenance of equipment. (no longer using 6180)

51076 (6246) Maint Fac Ops

This account records the costs for non-routine maintenance of equipment.

51231 (6512) Testing/Analysis

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

51201 (6573) Administration Costs

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

51209 (6516) Information Tech Services (non ISD)

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

51211 (6610) Legal Services

This item covers the estimated costs of legal services to be provided by County Counsel or outside legal services.

51241 (6430) Outside Printing & Binding

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

51224 (6589) Permits/License/Fees

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

51401 (6820) Rents/Leases-Equipment

This item is requested to provide funds for rents and leases of equipment.

51803 (6540) Other Contract Services

This account reflects the costs for various outside services which includes sludge removal.

51902 (6040) Telecommunication Usage

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

51917 (6523) District Operations Charges

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

51921 (7206) Equipment Usage Charges

This item is requested to provide funds for equipment usage.

52061 (7201) Fuel/Gas/Oil

This item include the costs of gas, diesel and oil.

52072 (7212) Chemicals

This account records the cost of chemicals required for operation of the treatment plant

52081 (6262) Medical/Laboratory Supplies

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

52111 (6400&61) Office Supplies

Office Expenses covers the costs of operational supplies.

52117 (6410) Mail and Postage Supplies

This item is requested to cover the costs of the Agency's postage.

52141 (6880) Minor Equipment/Small Tools

This item is requested to provide funds for the purchase of office furniture, small tools, instruments and equipment that are individually under \$5,000.

52142 (6890) Computer Equipment/Accessories

This items provides funds for computer hardware as needed. There is no planned budget for FY 17-18.

52143 (6889) Software/Licensing Fees

This item provides funds for various software packages.

52171 (7247) Water Conservation Program

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.

52191 Utilities

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

52193 (7394) Utilities-Power

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

Character Title: Other Charges

Character No.: 44705-33100100-53

53402 (7980) Depreciation

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

Character Title: Fixed Assets

Character No.: 44705-33100100-19

19820 (8560) Machinery & Equipment

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

19841 (9482) Work in Progress - Intang

This account captures costs for the development of intangible assets including the implementation and negotiation or acquisitions of easements.

19851 (9480) Intangible Assets - Non-amort

This account records sewer easement dedication.

Character Title: Appropriations for Contingencies

Character No.: 44705-33100100-55

55011 (9000) Appropriations for Contingencies

This account provides funding for unanticipated expenditures or revenue shortfalls.

Character Title: Other Financing Uses

Character No.: 44705-33100100-57

57011 (8625) Transfers out-within a Fund

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

FY 2017-18 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sanitation Zone - Airport / Larkfield / Wikiup - Operations
Fund/Department ID: 44705-33100100

| DESCRIPTION OF FUND ACTIVITY | Actual FY 15-16 | Estimated FY 16-17 | Requested FY 17-18 |
|--|--------------------|-----------------------|-----------------------|
| Undesignated/Unreserved <u>BEGINNING</u> Fund Balance | | | |
| Available for Budgeting (See Detailed Components Below) | \$622,021 | \$1,324,867 | \$1,167,091 |
| Annual Revenues and Expenditures: | | | |
| Revenues - Increase fund balance | 3,443,617 | 3,527,173 | 3,642,211 |
| Expenditures - (Decrease) fund balance | (3,868,099) | (4,823,001) | (4,785,514) |
| Net Surplus or Deficit - Increase/(Decrease) to fund balance | (424,482) | (1,295,828) | (1,143,303) |
| Adjustments to Reserves/Encumbrances: | | | |
| 53402 - Depreciation Expense | 1,031,445 | 1,138,052 | 1,072,000 |
| Change in Encumbrance | 94,167 | - | - |
| Unrealized Gain/Loss . | 351 | - | - |
| Capital Interest | (2,428) | - | - |
| Amortization | 3,794 | - | - |
| Net Adjustment - Increase/(Decrease) to Fund Balance | 1,127,329 | 1,138,052 | 1,072,000 |
| Undesignated/Unreserved <u>ENDING</u> Fund Balance | | | |
| Available for Budgeting | \$1,324,867 | \$1,167,091 | \$1,095,788 |
| Total Increase/(Decrease) in Fund Balance for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i> | \$702,846 | (\$157,776) | (\$71,303) |
| <u>Fun</u> Cash | 7/1/15 | 7/1/16 | |
| Other Receivables | \$978,351 | \$1,530,004 | |
| Accounts Payable | 43,748 | 24,250 | |
| Accounts Receivable-AR Module | (46,200) | (46,947) | |
| AR Maint/Trnsf Control | - | 221,794 | |
| Customer Deposit | - | (173,008) | |
| Prepaid Expense | (55,136) | (27,568) | |
| Encumbrances | - | 917 | |
| | (298,742) | (204,575) | |
| | \$622,021 | \$1,324,867 | |

FY 2017-18 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: Sanitation Zone - A.L.W. - Bonds
Fund/Department ID: 44715-33100300

| Sub-Object No. and Title | Adopted 2016-17 | Requested 2017-18 | Difference | Percent Change |
|--------------------------|--------------------|----------------------|------------|-------------------|
|--------------------------|--------------------|----------------------|------------|-------------------|

REVENUES:

USE OF MONEY

| | | | | |
|--------------------------------------|--------------|--------------|--------------|----------------|
| 44002 (1700) Interest on Pooled Cash | \$240 | \$757 | \$517 | 215.21% |
| Subtotal Use of Money | \$240 | \$757 | \$517 | 215.21% |

OTHER FINANCING SOURCES

| | | | | |
|---|------------------|------------------|------------------|----------------|
| 47101 (4625) Trans in - Within a Fund | \$492,160 | \$486,213 | (\$5,947) | (1.21%) |
| Subtotal Other Financing Sources | \$492,160 | \$486,213 | (\$5,947) | (1.21%) |

| | | | | |
|-----------------------|------------------|------------------|------------------|----------------|
| TOTAL REVENUES | \$492,400 | \$486,970 | (\$5,431) | (1.10%) |
|-----------------------|------------------|------------------|------------------|----------------|

EXPENDITURES:

SERVICES AND SUPPLIES

| | | | | |
|---------------------------------------|----------------|----------------|------------------|-----------------|
| 51242 (6635) Bank Charges | \$9,900 | \$5,000 | (\$4,900) | (49.49%) |
| Subtotal Services and Supplies | \$9,900 | \$5,000 | (\$4,900) | (49.49%) |

OTHER CHARGES

| | | | | |
|----------------------------------|------------------|------------------|-------------------|----------------|
| 53103 (7920) Interest on LT Debt | \$202,260 | \$191,213 | (\$11,047) | (5.46%) |
| 53105 (6640) Costs of Issuance | 0 | 0 | 0 | N/A |
| Subtotal Other Charges | \$202,260 | \$191,213 | (\$11,047) | (5.46%) |

OTHER FINANCING USES

| | | | | |
|--|------------|------------|------------|------------|
| 57011 (8625) Transfers out-within a Fund | \$0 | \$0 | \$0 | N/A |
| Subtotal Other Charges | \$0 | \$0 | \$0 | N/A |

ADMINISTRATIVE CONTROL ACCOUNT

| | | | | |
|--|------------|------------|------------|------------|
| 59004 (9200) Admin Control Acct | \$280,000 | \$290,000 | \$10,000 | 3.57% |
| 59005 (9209) Admin Control Acct-Clearing | (280,000) | (290,000) | (10,000) | 3.57% |
| Subtotal Administrative Control | \$0 | \$0 | \$0 | N/A |

| | | | | |
|---------------------------|------------------|------------------|-------------------|----------------|
| TOTAL EXPENDITURES | \$212,160 | \$196,213 | (\$15,947) | (7.52%) |
|---------------------------|------------------|------------------|-------------------|----------------|

| | | | | |
|---|--------------------|--------------------|-------------------|--------------|
| TOTAL NET COST <i>(Expenditures Minus Revenues)</i> | (\$280,240) | (\$290,757) | (\$10,517) | 3.75% |
|---|--------------------|--------------------|-------------------|--------------|

FY 2017-18 BUDGET CHARACTER JUSTIFICATION

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

Character Title: Use of Money **Character No.:** 44715-33100300-44

44002 (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 | \$85,000 |
| Projected Interest Rate | 0.89% |
| Projected/Planned Interest on Pooled Cash | \$757 |

Character Title: Other Financing Sources **Character No.:** 44715-33100300-47

47101 (4625) Transfers in-within a Fund

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

Character Title: Services and Supplies **Character No.:** 44715-33100300-51 & 52

51242 (6635) Bank Charges

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

Character Title: Other Charges **Character No.:** 44715-33100300-53

53103 (7920) Interest on Long-Term Debt

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.

53105 (6640) Costs of Issuance

This account records the costs associated with the issuance of the new revenue bonds.

Character Title: Other Financing Uses **Character No.:** 44715-33100300-57

57011 (8625) Transfers out-within a Fund

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 transfer will be budgeted for FY 17-18.

Character Title: Administrative Control **Character No.:** 44715-33100300-59

59004 (9200) Admin Control Account

This account reflects the principal payments for revenue bonds that were issued 2005 as serial bonds with interest rate range from 2.6%-5.0% over the life of the issue. 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 15-16 Principal Payments: | (2,335,000) |
| Total FY 16-17 Principal Payments: | (280,000) |
| Outstanding Bond Amount | \$3,605,000 |

59005 (9209) Admin Control Account - Clearing

This is the clearing account for account 59004, Admin Control Account.

FY 2017-18 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sanitation Zone - Airport / Larkfield / Wikiup - Bonds
Fund/Department ID: 44715-33100300

| DESCRIPTION OF FUND ACTIVITY | Actual FY 15-16 | Estimated FY 16-17 | Requested FY 17-18 |
|--|--------------------|-----------------------|-----------------------|
| Undesignated/Unreserved <u>BEGINNING</u> Fund Balance | | | |
| Available for Budgeting (See Detailed Components Below) | \$49,956 | \$81,423 | \$87,972 |
| Annual Revenues and Expenditures: | | | |
| Revenues - Increase fund balance | 498,366 | 494,329 | 486,970 |
| Expenditures - (Decrease) fund balance | (206,672) | (212,160) | (196,213) |
| Net Surplus or Deficit - Increase/(Decrease) to fund balance | 291,695 | 282,169 | 290,757 |
| Adjustments to Reserves/Encumbrances: | | | |
| 53105 (6640) Costs of Issuance | - | - | - |
| Amortization of Debt Issuance | 25,637 | 25,637 | 25,637 |
| 44003 (1701) Other Interest Earnings | (6,257) | (6,257) | (6,257) |
| Unrealized Gain/Loss | 394 | - | - |
| Change in Matured Bonds Payable | (5,000) | (15,000) | (5,000) |
| 59004 (9200)-ENT - Principal | (275,000) | (280,000) | (290,000) |
| Net Adjustment - Increase/(Decrease) to Fund Balance | (260,226) | (275,620) | (275,620) |
| Undesignated/Unreserved <u>ENDING</u> Fund Balance | | | |
| Available for Budgeting | \$81,423 | \$87,972 | \$103,109 |
| Total Increase/(Decrease) in Fund Balance for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i> | \$31,467 | \$6,549 | \$15,137 |
| <u>Fund Balance Components at Beginning of FY</u> | 7/1/15 | 7/1/16 | |
| Cash | \$373,036 | \$406,917 | |
| Cash with Trustee | - | - | |
| Cash with Fiscal Agent | - | 8 | |
| Matured Bonds Payable | (275,000) | (280,000) | |
| Interest Payable | (48,080) | (45,502) | |
| Total Beginning Fund Balance | \$49,956 | \$81,422 | |

FY 2017-18 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: Sanitation Zone - A.L.W. - CONSTRUCTION

Fund/Department ID: 44710-33100200

| Sub-Object No. and Title | Adopted 2016-17 | Requested 2017-18 | Difference | Percent Change |
|--------------------------|--------------------|----------------------|------------|-------------------|
|--------------------------|--------------------|----------------------|------------|-------------------|

REVENUES:

USE OF MONEY

| | | | | |
|--------------------------------------|----------------|----------------|----------------|---------------|
| 44002 (1700) Interest on Pooled Cash | \$6,000 | \$9,790 | \$3,790 | 63.17% |
| Subtotal Use of Money | \$6,000 | \$9,790 | \$3,790 | 63.17% |

INTERGOVERNMENTAL REVENUE

| | | | | |
|---------------------------------------|------------|------------|------------|------------|
| 42358 (2500) State Other Funding | \$0 | \$0 | \$0 | N/A |
| Subtotal Miscellaneous Revenue | \$0 | \$0 | \$0 | N/A |

OTHER FINANCING SOURCES

| | | | | |
|---|------------|------------|------------|------------|
| 47101 (4625) Trans in - within a Fund | \$0 | \$0 | \$0 | N/A |
| Subtotal Other Financing Sources | \$0 | \$0 | \$0 | N/A |

| | | | | |
|-----------------------|----------------|----------------|----------------|---------------|
| TOTAL REVENUES | \$6,000 | \$9,790 | \$3,790 | 63.17% |
|-----------------------|----------------|----------------|----------------|---------------|

EXPENDITURES:

FIXED ASSETS

| | | | | |
|-----------------------------------|------------|------------------|------------------|------------|
| 19832 (9400) CIP - Infrastructure | \$0 | \$836,000 | \$836,000 | N/A |
| Subtotal Fixed Assets | \$0 | \$836,000 | \$836,000 | N/A |

| | | | | |
|---------------------------|------------|------------------|------------------|------------|
| TOTAL EXPENDITURES | \$0 | \$836,000 | \$836,000 | N/A |
|---------------------------|------------|------------------|------------------|------------|

| | | | | |
|---|------------------|------------------|------------------|--------------------|
| TOTAL NET COST <i>(Expenditures Minus Revenues)</i> | (\$6,000) | \$826,210 | \$832,210 | (13870.17%) |
|---|------------------|------------------|------------------|--------------------|

FY 2017-18 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.:** 44710-33100200-44

44002 (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 | \$1,100,000 |
| Projected Interest Rate | 0.89% |
| Projected/Planned Interest on Pooled Cash | \$9,790 |

Character Title: Intergovernmental **Character No.:** 44710-33100200-42

42358 (2500) State Other Funding

No revenue is anticipated for FY 17-18.

Character Title: Other Financing Sources **Character No.:** 44710-33100200-47

47101 (4625) Transfers in-within a Fund

This account reflects the transfer of cash from the Operations Fund to the Construction Fund to finance the capital projects. No transfer is planned for FY 17-18.

Character Title: Fixed Assets **Character No.:** 44710-33100200-19

19832 (9400) CIP - Infrastructure

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.

FY 2017-18 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sanitation Zone - Airport / Larkfield / Wikiup - Construction
Fund/Department ID: 44710-33100200

| DESCRIPTION OF FUND ACTIVITY | Actual FY 15-16 | Estimated FY 16-17 | Requested FY 17-18 |
|--|--------------------|-----------------------|-----------------------|
| Undesignated/Unreserved <u>BEGINNING</u> Fund Balance | | | |
| Available for Budgeting (See Detailed Components Below) | \$1,100,427 | \$1,707,728 | \$1,122,090 |
| Annual Revenues and Expenditures: | | | |
| Revenues - Increase fund balance | 658,672 | (323,285) | 9,790 |
| Expenditures - (Decrease) fund balance | (34,814) | (262,353) | (836,000) |
| Net Surplus or Deficit - Increase/(Decrease) to fund balance | 623,858 | (585,638) | (826,210) |
| Adjustments to Reserves/Encumbrances: | | | |
| Unrealized Gain/Loss | 929 | - | - |
| Loss on Asset | (17,485) | - | - |
| Net Adjustment - Increase/(Decrease) to Fund Balance | (16,556) | - | - |
| Undesignated/Unreserved <u>ENDING</u> Fund Balance | | | |
| Available for Budgeting | \$1,707,728 | \$1,122,090 | \$295,880 |
| Total Increase/(Decrease) in Fund Balance for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i> | \$607,301 | (\$585,638) | (\$826,210) |
| <u>Fund Balance Components at Beginning of FY</u> | 7/1/15 | 7/1/16 | |
| Cash | \$1,100,427 | \$1,296,066 | |
| Accounts Receivable-AR Module | - | 238,654 | |
| AR Maint/Trnsf Control | - | 173,008 | |
| Encumbrances | - | - | |
| Total Beginning Fund Balance | \$1,100,427 | \$1,707,728 | |