

**FY 2017-18 BUDGET**  
**BUDGET SECTION SUMMARY**

Section Title:

SANITATION ZONE - PENNGROVE

**A. Program Description**

This budget finances the maintenance, construction, debt service, and administration of a collection system and pumping station which serves the Penngrove area. Raw sewage is pumped to the City of Petaluma for treatment and disposal. These services are provided by Petaluma pursuant to an agreement between the two entities. The City of Petaluma (Petaluma) charges the Penngrove Sanitation Zone (Penngrove SZ) for treatment on the basis of Equivalent Single Family Dwellings (ESDs).

**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	\$852,773	\$831,800	(2.46%)	\$132,977	\$86,816	(34.71%)
Bonds	1,254	452	(63.96%)	(17,290)	(18,090)	4.63%
Construction	256,000	180,000	(29.69%)	153,900	173,220	12.55%
<b>TOTAL:</b>	<b>\$1,110,027</b>	<b>\$1,012,252</b>	<b>(8.81%)</b>	<b>\$269,587</b>	<b>\$241,946</b>	<b>(10.25%)</b>

**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	530	532	532	532	0.00%
Total APNs	425	425	365	365	(14.12%)

**E. Summary of Issues and Significant Changes**

Agency operations in the Penngrove SZ are limited to administrative services and operation/maintenance of the collection system and pumping station. Wastewater collected by the Penngrove SZ collection system flows through the City of Petaluma's (Petaluma) collection system to the Petaluma wastewater treatment plant. Wastewater generated by the Penngrove SZ and Petaluma is treated to meet tertiary standards at Petaluma's treatment plant.

The proposed FY 17-18 annual sewer service charges for Penngrove SZ is \$1,414 per equivalent single family dwelling, which represents a \$48 or 3.50% increase over FY 16-17.

Connection fees continue to be collected for the future expansion and/or replacement of the collection system and for part of Penngrove SZ's share of the cost to upgrade and expand Petaluma's wastewater treatment and reclamation facilities.

**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: SANITATION ZONE 1 - PENNGROVE - OPERATIONS**

**Fund/Department ID: 44505-33120100**

Account No. and Title	Adopted 2016-17	Requested 2017-18	Difference	Percent Change
<b>REVENUES:</b>				
<b><u>TAXES</u></b>				
40003 (1001) Direct Charges-CY	\$701,468	\$721,960	\$20,492	2.92%
40202 (1061) Direct Charges - PY	4,000	3,900	(100)	(2.50%)
40999 (1120) Penalties/Costs on Taxes	1,000	900	(100)	(10.00%)
<b>Subtotal Taxes</b>	<b>\$706,468</b>	<b>\$726,760</b>	<b>\$20,292</b>	<b>2.87%</b>
<b><u>USE OF MONEY</u></b>				
44002 (1700) Interest on Pooled Cash	\$2,400	\$2,670	\$270	11.25%
<b>Subtotal Use of Money</b>	<b>\$2,400</b>	<b>\$2,670</b>	<b>\$270</b>	<b>11.25%</b>
<b><u>CHARGES FOR SERVICES</u></b>				
45221 (3400) Sewer/Water Usage Fee	\$10,928	\$15,554	\$4,626	42.33%
<b>Subtotal Charges for Services</b>	<b>\$10,928</b>	<b>\$15,554</b>	<b>\$4,626</b>	<b>42.33%</b>
<b><u>MISCELLANEOUS REVENUE</u></b>				
46022 (4303) Capital Grants State	\$0	\$0	\$0	N/A
<b>Subtotal Other Financing Sources</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>
<b><u>OTHER FINANCING SOURCES</u></b>				
47101 (4625) Trans in - Within a Fund	\$0	\$0	\$0	N/A
<b>Subtotal Other Financing Sources</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>
<b>TOTAL REVENUES</b>	<b>\$719,796</b>	<b>\$744,984</b>	<b>\$25,188</b>	<b>3.50%</b>

**EXPENDITURES:**

**SERVICES AND SUPPLIES**

51061 (6140) Maintenance - Equipment	\$5,000	\$10,000	\$5,000	100.00%
51076 Maint FACOPS	0	70,000	70,000	N/A
51201 (6522&73) Administration Services	6,000	6,300	300	5.00%
51211 (6610) Legal Services	1,000	1,000	0	0.00%
51241 (6430) Outside Printing & Binding	500	500	0	0.00%

**FY 2017-18 BUDGET**  
**SUMMARY OF REVENUES AND EXPENDITURES**

Sub-Object No. and Title	Adopted 2016-17	Requested 2017-18	Difference	Percent Change
<b><u>SERVICES AND SUPPLIES (cont'd)</u></b>				
51244 (6589) Permits/License/Fees	2,100	2,100	0	0.00%
51401 (6820) Rents& Leases-Equipment	2,000	500	(1,500)	(75.00%)
51803 (6540) Other Contract Services	14,500	24,800	10,300	71.03%
51902 (6040) Telecommunication Usage	500	300	(200)	(40.00%)
51917 (6523) District Operations Chgs	140,000	140,000	0	0.00%
51919 (6697) EFS Costs	15,205	0	(15,205)	(100.00%)
51921 (7206) Equipment Usage Charges	14,000	10,000	(4,000)	(28.57%)
52143 (6889) Computer Software/Licensing Fees	1,000	1,000	0	0.00%
52162 (7022) Special Departmental Expense	470,000	480,000	10,000	2.13%
52171 (7247) Water Conservation Prog	3,750	1,000	(2,750)	(73.33%)
52191 (7320) Utilities	500	0	(500)	(100.00%)
52193 (7394) Utilities-Power	6,000	6,000	0	0.00%
52194 Utilties-Water	0	300	300	N/A
<b><i>Subtotal Services and Supplies</i></b>	<b>\$682,055</b>	<b>\$753,800</b>	<b>\$71,745</b>	<b>10.52%</b>
<b><u>OTHER CHARGES</u></b>				
53402 (7980) Depreciation Expense	\$55,718	\$58,000	\$2,282	4.10%
<b><i>Subtotal Other Charges</i></b>	<b>\$55,718</b>	<b>\$58,000</b>	<b>\$2,282</b>	<b>4.10%</b>
<b><u>FIXED ASSETS</u></b>				
19820 (8560) Machinery & Equipment	\$5,000	\$5,000	\$0	0.00%
19851 (9480) Intangible Assets - Non-amort	5,000	5,000	0	0.00%
<b><i>Subtotal Fixed Assets</i></b>	<b>\$10,000</b>	<b>\$10,000</b>	<b>\$0</b>	<b>0.00%</b>
<b><u>APPROPRIATIONS FOR CONT</u></b>				
55011 (9000) Appropriations for Contingency	\$5,000	\$5,000	\$0	0.00%
<b><i>Subtotal Appropriations for Contin.</i></b>	<b>\$5,000</b>	<b>\$5,000</b>	<b>\$0</b>	<b>0.00%</b>
<b><u>OTHER FINANCING USES</u></b>				
57011 (8625) Transfers out-within a Fund	\$100,000	\$5,000	(\$95,000)	(95.00%)
<b><i>Subtotal Other Financing Uses</i></b>	<b>\$100,000</b>	<b>\$5,000</b>	<b>(\$95,000)</b>	<b>(95.00%)</b>
<b>TOTAL EXPENDITURES</b>	<b>\$852,773</b>	<b>\$831,800</b>	<b>(\$20,973)</b>	<b>(2.46%)</b>
<b>TOTAL NET COST</b> <i>(Expenditures Minus Revenues)</i>	<b>\$132,977</b>	<b>\$86,816</b>	<b>(\$46,161)</b>	<b>(34.71%)</b>

**FY 2017-18 BUDGET**  
**CHARACTER JUSTIFICATION**

**Department - Division:** Sonoma County Water Agency - Sanitation

**Section Title:** Sanitation Zone - Penngrove - Operations

**Character Title:** Taxes **Character No.:** 44505-33120100-40

**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 3.5%, from \$1,366 to \$1,414.

ESDs times annual rate:	521 x \$1,414	\$736,694
Less Estimated Delinquency Factor:	2%	(14,734)
		\$721,960

(See Account 45221 for Total ESDs)

**40202 (1061) Direct Charges - PY**

This item 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.:** 44505-33120100-44

**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	\$300,000
Projected Interest Rate	0.89%
Projected/Planned Interest on Pooled Cash	\$2,670

**Character Title:** Charges for Services **Character No.:** 44505-33120100-45

**45221 (3400) 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 16-17 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 \$1,366 to \$1,414.

ESDs x Annual Charge	11 x \$1,414	=	\$15,554
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Character Title: Miscellaneous Revenue Character No.: 44505-33120100-46

**46022 (4303) Capital Grants State**

This records an anticipated grant. None are expected to be received for FY 17-18.

Character Title: Services and Supplies Character No.: 44505-33120100-51&52

**51902 (6040) Telecommunication Usage**

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

**51061 (6140) Maintenance - Equipment**

This account records the cost of parts and materials required for non-routine maintenance of the collection system and pump station. (no longer using 6180)

**51076 (6246) Maint Fac Ops**

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

The following projects are planned for the forthcoming year:

Storm Proofing	\$20,000
Main Line Repairs	\$50,000

**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.

**51917 (6523) District Operations Chgs**

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

**51803 (6540) Other Contract Services**

This account records miscellaneous services as needed.

**51201 (6573) Administration Services**

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

**51244 (6589) Permits/License/Fees**

This account records the cost of all permits.

**51211 (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.

**51401 (6820) Rents/Leases-Equipment**

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

**52143 (6889) Computer Software/Licensing Fees**

This item provides funds for various software packages.

**52162 (7000) Special Departmental Expense**

The Penngrove SZ does not have a sewer treatment plant. Rather, the Penngrove SZ has an agreement with Petaluma to accept and treat sewage. The amount requested for the forthcoming year reflects the current year budget consistent with planned rate by Petaluma.

**Character Title: Services and Supplies (Cont'd) Character No.: 44505-33120100-51 & 52**

**51921 (7206) Equipment Usage Charges**

This item is requested to provide funds for equipment usage.

**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 (7320) 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.: 44505-33120100-53**

**53402 (7980) Depreciation**

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

**Character Title: Fixed Assets Character No.: 44505-33120100-19**

**19820 (8560) Machinery and Equipment**

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

**19851 (9480) Intangible Assets - Non-amort**

This account records sewer easement dedication.

**Character Title: Appropriations for Contingencies Character No.: 44505-33120100-55**

**55011 (9000) Appropriations for Contingencies**

This account provides funding for unanticipated expenditures or revenue shortfalls.

**Character Title: Other Financing Uses Character No.: 44505-33120100-57**

**57011 (8625) Transfers out-within A Fund**

This account reflects the transfer of cash from the Operations Fund to the Construction Fund to finance the Capital Replacement Program. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer will not be made and any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

**FY 2017-18 BUDGET**

**STATEMENT OF SPECIAL FUND ACTIVITY**

**Department:** Sonoma County Water Agency - Sanitation  
**Fund:** SANITATION ZONE 1 - PENNGROVE - OPERATIONS  
**Fund/Department ID:** 44505-33120100

DESCRIPTION OF FUND ACTIVITY	Actual FY 15-16	Estimated FY 16-17	Requested FY 17-18
<b>Undesignated/Unreserved <u>BEGINNING</u> Fund Balance</b>			
<b>Available for Budgeting</b> (See Detailed Components Below)	\$421,249	\$422,419	\$325,473
<b>Annual Revenues and Expenditures:</b>			
Revenues - Increase fund balance	706,357	725,673	744,984
Expenditures - (Decrease) fund balance	(756,704)	(878,337)	(831,800)
<b>Net Surplus or Deficit</b> - Increase/(Decrease) to fund balance	<u>(50,348)</u>	<u>(152,664)</u>	<u>(86,816)</u>
<b>Adjustments to Reserves/Encumbrances:</b>			
53402 - Depreciation	50,718	55,718	58,000
Unrealized Gain/Loss	<u>800</u>	<u>-</u>	<u>-</u>
<b>Net Adjustment</b> - Increase/(Decrease) to Fund Balance	<u>51,518</u>	<u>55,718</u>	<u>58,000</u>
<b>Undesignated/Unreserved <u>ENDING</u> Fund Balance</b>			
<b>Available for Budgeting</b>	\$422,419	\$325,473	\$296,657
<b>Total Increase/(Decrease) in Fund Balance for Fiscal Year</b> <i>(Difference between Beginning and Ending Balance)</i>	<b>\$1,170</b>	<b>(\$96,946)</b>	<b>(\$28,816)</b>
<b><u>Fund Balance Components at Beginning of FY</u></b>	<b>7/1/15</b>	<b>7/1/16</b>	
Cash	\$632,698	\$646,505	
Other Receivables (Flat Charges)	7,183	11,039	
Due from Other Governments	2,424	-	
Accounts Payable	(218,521)	(220,931)	
Vouchers Payable	(2,535)	(15,146)	
Prepaid Expense	-	152	
Due from State AR	-	801	
<b>Total Beginning Fund Balance</b>	\$421,249	\$422,420	

**FY 2017-18 BUDGET**  
**SUMMARY OF REVENUES AND EXPENDITURES**

**Fund: SANITATION ZONE 1 - PENNGROVE - BONDS**  
**Fund/Department ID: 44515-33120300**

Account No. and Title	Adopted 2016-17	Requested 2017-18	Difference	Percent Change
<b>REVENUES:</b>				
<b><u>TAXES</u></b>				
40002 (1000) Prop Tax - CY,Secured	\$17,254	\$17,254	\$0	0.00%
40111 (1020) Supplemental Prop Taxes - CY	500	500	0	0.00%
40101 (1040) Prop Taxes - CY, Unsecured	500	500	0	0.00%
<b>Subtotal Taxes</b>	<b>\$18,254</b>	<b>\$18,254</b>	<b>\$0</b>	<b>0.00%</b>
<b><u>USE OF MONEY</u></b>				
44002 (1700) Interest on Pooled Cash	(\$60)	(\$62)	(\$2)	3.33%
<b>Subtotal Use of Money</b>	<b>(\$60)</b>	<b>(\$62)</b>	<b>(\$2)</b>	<b>3.33%</b>
<b><u>INTERGOVERNMENTAL REVENUES</u></b>				
42291 (2440) State Homeowners Tax Relief	\$350	\$350	\$0	0.00%
<b>Subtotal Intergovernmental Revenues</b>	<b>\$350</b>	<b>\$350</b>	<b>\$0</b>	<b>0.00%</b>
<b>TOTAL REVENUES</b>	<b>\$18,544</b>	<b>\$18,542</b>	<b>(\$2)</b>	<b>(0.01%)</b>
<b>EXPENDITURES:</b>				
<b><u>SERVICES AND SUPPLIES</u></b>				
51242 (6635) Bank Charges	\$52	\$52	\$0	0.00%
<b>Subtotal Services and Supplies</b>	<b>\$52</b>	<b>\$52</b>	<b>\$0</b>	<b>0.00%</b>
<b><u>OTHER CHARGES</u></b>				
53103 (7920) Interest on LT Debt	\$1,202	\$400	(\$802)	(66.72%)
<b>Subtotal Other Charges</b>	<b>\$1,202</b>	<b>\$400</b>	<b>(\$802)</b>	<b>(66.72%)</b>
<b><u>ADMINISTRATIVE CONTROL ACCOUNT</u></b>				
59004 (9200) Admin Control Acct	\$15,000	\$16,000	\$1,000	6.67%
59005 (9209) Admin Control Acct-Clearing	(15,000)	(16,000)	(1,000)	6.67%
<b>Subtotal Administrative Control</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>
<b>TOTAL EXPENDITURES</b>	<b>\$1,254</b>	<b>\$452</b>	<b>(\$802)</b>	<b>(63.96%)</b>
<b>TOTAL NET COST</b> <i>(Expenditures Minus Revenues)</i>	<b>(\$17,290)</b>	<b>(\$18,090)</b>	<b>(\$800)</b>	<b>4.63%</b>



## FY 2017-18 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation  
Section Title: Sanitation Zone - Penngrove - Bonds

Character Title: Taxes Character No.: 44515-33120300-40

**4002 (1000) Prop Taxes - CY Secured**

The Auditor-Controller establishes a tax rate sufficient to accumulate tax revenues necessary to make bond payments of interest and principal. The bonds were passed to fund construction of sewage facilities.

**40111 (1020) Supplemental Prop Taxes - CY**

The amount requested for property tax revenue is based on prior year actuals and current year estimates from the Auditor-Controller's office.

**40101 (1040) Prop Taxes - CY Unsecured**

The amount requested for property tax revenue is based on prior year actuals and current year estimates from the Auditor-Controller's office.

**Note:**

The FY 17-18 bond payment amount (principal and interest) is \$17,254. To avoid major fluctuations in the tax rate from year to year, the tax amount budgeted and/or collected each year may not correspond exactly to the annual bond payment (P&I). Over or under collection in any single year (when compared to the bond payment for that year) merely increases or decreases the fund balance retained in this index. The Auditor's long term tax rate calculations are designed to ensure that debt service obligations are met, while retaining an appropriate level of fund balance, and minimizing unnecessary tax rate fluctuations.

Character Title: Use of Money Character No.: 44515-33120300-44

**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	(\$7,000)
Projected Interest Rate	0.89%
Projected/Planned Interest on Pooled Cash	(\$62)

Character Title: Intergovernmental Revenue Character No.: 44515-33120300-42

**42291 (2440) St - HOPTR**

This account records the receipt of State Home Owner's Property Tax Relief as allocated by the Auditor's Office. The claim is filed with the State based on the number of Homeowner's exemptions filed with the County.

Character Title: **Services and Supplies**

Character No.: **44515-33120300-51**

**51242 (6635) Bank Charges**

This account records the fee collected by the County Treasurer for acting as the fiscal agent.

Character Title: **Other Charges**

Character No.: **44515-33120300-53**

**53103 (7920) Interest on Long-Term Debt**

This account reflects the interest expense on the outstanding general obligation bonds. The interest rate is 5%. Payments began March 1, 1978 and will continue semi-annually until September 1, 2017. The request for the forthcoming year is based on the bond amortization schedule prepared at the time the bonds were sold.

Character Title: **Administrative Control**

Character No.: **44515-33120300-59**

**59004 (9200) Admin Control Account**

This account reflects the principal payment for general obligation bonds that were issued in 1977 to finance the local share a wastewater collection system. Payments on the bonds will continue until September 1, 2017. The FY 17-18 request is based on the bond amortization schedule prepared at the time the bonds were sold.

The following reflects the bond principal payment history to date:

Original Amount of the General Obligation Bond Issue:	\$300,000
Total FY 77-78 through FY 15-16 Principal Payments:	(267,000)
FY 16-17 Principal Payment:	<u>(15,000)</u>
Outstanding Bond Amount	\$18,000

**59005 (9209) Admin Control Account - Clearing**

This is the clearing account for account 59004 (9200) Admin Control Account.

**FY 2017-18 BUDGET**  
**STATEMENT OF SPECIAL FUND ACTIVITY**

**Department:** Sonoma County Water Agency - Sanitation  
**Fund:** SANITATION ZONE 1 - PENNGROVE - BONDS  
**Fund/Department ID:** 44515-33120300

DESCRIPTION OF FUND ACTIVITY	Actual FY 15-16	Estimated FY 16-17	Requested FY 17-18
<b>Undesignated/Unreserved BEGINNING Fund Balance</b>			
<b>Available for Budgeting (See Detailed Components Below)</b>	(\$10,422)	(\$9,463)	(\$8,124)
<b>Annual Revenues and Expenditures:</b>			
Revenues - Increase fund balance	18,681	18,593	18,542
Expenditures - (Decrease) fund balance	(1,725)	(1,254)	-452
<b>Net Surplus or Deficit - Increase/(Decrease) to fund balance</b>	16,956	17,339	18,090
<b>Adjustments to Reserves/Encumbrances:</b>			
59004 (9200) - Enterprise Principal	(15,000)	(16,000)	(16,000)
Change in Matured Bonds Payable	(1,000)	-	-
<b>Net Adjustment - Increase/(Decrease) to Fund Balance</b>	(16,000)	(16,000)	(16,000)
<b>Undesignated/Unreserved ENDING Fund Balance</b>			
<b>Available for Budgeting</b>	(\$9,463)	(\$8,124)	(\$6,034)
<b>Total Increase/(Decrease) in Fund Balance for Fiscal Year</b> <i>(Difference between Beginning and Ending Balance)</i>	\$959	\$1,339	\$2,090

<u>Fund Balance Components at Beginning of FY</u>	7/1/15	7/1/16
Cash	\$5,362	\$7,071
Matured Bonds Payable	(15,000)	(16,000)
Interest Payable	(783)	(533)
<b>Total Beginning Fund Balance</b>	(\$10,422)	(\$9,463)

**FY 2017-18 BUDGET**  
**SUMMARY OF REVENUES AND EXPENDITURES**

**Fund: SANITATION ZONE 1 - PENNGROVE - CONSTRUCTION**  
**Fund/Department ID: 44510-3312020**

Account No. and Title	Adopted 2016-17	Requested 2017-18	Difference	Percent Change
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**REVENUES:**

**USE OF MONEY**

44002 (1700) Interest on Pooled Cash	\$2,100	\$1,780	(\$320)	(15.24%)
<b>Subtotal Use of Money</b>	<b>\$2,100</b>	<b>\$1,780</b>	<b>(\$320)</b>	<b>(15.24%)</b>

**OTHER FINANCING SOURCES**

47101 (4625) Trans in - Within a Fund	\$100,000	\$5,000	(\$95,000)	(95.00%)
<b>Subtotal Other Financing Sources</b>	<b>\$100,000</b>	<b>\$5,000</b>	<b>(\$95,000)</b>	<b>(95.00%)</b>

<b>TOTAL REVENUES</b>	<b>\$102,100</b>	<b>\$6,780</b>	<b>(\$95,320)</b>	<b>(93.36%)</b>
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**EXPENDITURES:**

**FIXED ASSETS**

19832 (9400) CIP - Infrastructure	\$256,000	\$180,000	(\$76,000)	(29.69%)
<b>Subtotal Fixed Assets</b>	<b>\$256,000</b>	<b>\$180,000</b>	<b>(\$76,000)</b>	<b>(29.69%)</b>

**OTHER FINANCING USES**

57011 (8625) Transfers out-within a Fund	\$0	\$0	\$0	N/A
<b>Subtotal Other Financing Uses</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>

<b>TOTAL EXPENDITURES</b>	<b>\$256,000</b>	<b>\$180,000</b>	<b>(\$76,000)</b>	<b>(29.69%)</b>
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<b>TOTAL NET COST</b> <i>(Expenditures Minus Revenues)</i>	<b>\$153,900</b>	<b>\$173,220</b>	<b>\$19,320</b>	<b>12.55%</b>
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**FY 2017-18 BUDGET  
CHARACTER JUSTIFICATION**

**Department - Division:** Sonoma County Water Agency - Sanitation  
**Section Title:** Sanitation Zone - Penngrove - Construction

**Character Title:** Use of Money **Character No.:** 44510-3312020-44

**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	\$200,000
Projected Interest Rate	<u>0.89%</u>
Projected/Planned Interest on Pooled Cash	\$1,780

**Character Title:** Other Financing Sources **Character No.:** 44510-3312020-47

**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 replacement program. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer will not be made and any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

**Character Title:** Fixed Assets **Character No.:** 44510-3312020-19

**19832 (9400) CIP - Infrastructure**

This account reflects funds for replacement of lift station pumps (\$150,000) and future capital projects (\$30,000).

## STATEMENT OF SPECIAL FUND ACTIVITY

**Department:** Sonoma County Water Agency - Sanitation  
**Fund:** Sanitation Zone - Penngrove - Construction  
**Fund/Department ID:** 44510-3312020

DESCRIPTION OF FUND ACTIVITY	Actual FY 15-16	Estimated FY 16-17	Requested FY 17-18
<b>Undesignated/Unreserved <u>BEGINNING</u> Fund Balance</b>			
<b>Available for Budgeting (See Detailed Components Below)</b>	<b>\$364,036</b>	<b>\$370,998</b>	<b>\$243,672</b>
<b>Annual Revenues and Expenditures:</b>			
Revenues - Increase fund balance	36,897	128,674	6,780
Expenditures - (Decrease) fund balance	(28,682)	(256,000)	(180,000)
<b>Net Surplus or Deficit - Increase/(Decrease) to fund balance</b>	8,215	(127,326)	(173,220)
<b>Adjustments to Reserves/Encumbrances:</b>			
Capitalized Interest	(1,725)	-	-
Unrealized Gain/Loss	472	-	-
<b>Net Adjustment - Increase/(Decrease) to Fund Balance</b>	(1,253)	-	-
<b>Undesignated/Unreserved <u>ENDING</u> Fund Balance</b>			
<b>Available for Budgeting</b>	<b>\$370,998</b>	<b>\$243,672</b>	<b>\$70,452</b>
<b>Total Increase/(Decrease) in Fund Balance for Fiscal Year</b> <i>(Difference between Beginning and Ending Balance)</i>	<b>\$6,962</b>	<b>(\$127,326)</b>	<b>(\$173,220)</b>
<b><u>Fund Balance Components at Beginning of FY</u></b>	<b>7/1/15</b>	<b>7/1/16</b>	
Cash	\$390,251	\$397,213	
Encumbrances	(26,215)	(26,215)	
<b>Total Beginning Fund Balance</b>	<b>\$364,036</b>	<b>\$370,998</b>	