

**IDYLLWILD WATER DISTRICT
BUDGET NOTES FOR 1ST DRAFT-WATER FUND
BUDGETED FISCAL YEAR ENDING JUNE 30, 2013**

WATER FUND	2012/2013	2011/2012	CHANGE	CHANGE
Operating Revenues:				
Base Fees & Sales Revenues	\$962,586	\$908,100	\$54,486	6.00%
Other Operating Revenues	10,200	15,850	-5,650	-35.65%
Total Operating Revenues	\$972,786	\$923,950	\$48,836	5.29%
Operating Expenses:				
Direct Operating Expenses	-\$464,560	-\$444,560	-\$20,000	4.50%
Administrative & General	-435,000	-428,890	-6,110	1.42%
Depreciation Expenses	-182,070	-182,070	0	0.00%
Total Operating Expenses	-\$1,081,630	-\$1,055,520	-\$26,110	2.47%
Cash Flow from Operations	\$73,226	\$50,500	\$22,726	45.00%
Non-Operating Revenues & Expenses:				
Property Tax Revenues	\$315,000	\$320,000	-\$5,000	-1.56%
Interest & Other Revenues	35,000	34,180	820	2.40%
Interest & Other Expenses	-20,000	-19,920	-80	0.40%
Net Non-Operating Activity	\$330,000	\$334,260	-\$4,260	-1.27%
Other Cash Outlays:				
Principal Payments on Debt	-\$120,000	-\$110,000	-\$10,000	9.09%
Changes in Invty., Recv., Payables and Other Minor Outlays	10,000	10,000	0	0.00%
Capital Expenditures	-265,000	-185,600	-79,400	42.78%
Net Other Cash Outlays	-\$375,000	-\$285,600	-\$89,400	31.30%
Annual Change in Cashflow	\$28,226	\$99,160	-\$70,934	-71.53%
Cash Balance End of Fiscal Year	\$1,910,766	\$1,882,540	\$28,226	1.50%

**IDYLLWILD WATER DISTRICT
 CAPITAL EXPENDITURES FOR WATER FUND
 FOR BUDGET YEAR ENDING JUNE 30, 2013**

FINAL

CAPITAL EXPENDITURE DESCRIPTION	CAPITAL EXPENDITURE BUDGET
SOURCE OF SUPPLY(G/L # 1321):	
VARIOUS WELL UPGRADE COSTS	10,000
WELL #29-COMPLETE PRODUCTION WELL TO PRODUCTION(CIP 1290-#17)	75,000
TOTAL SOURCE OF SUPPLY	\$85,000
STORAGE TANKS:(G/L # 1324):	
FIVE MASTERMETERS FOR PRESSURE ZONES	40,000
FOUR TELEMETRY SYSTEMS FOR WELLS	30,000
TOTAL STORAGE TANKS	\$70,000
TRANSMISSION AND DISTRIBUTION(G/L # 1324):	
DEAD END AUTOMATIC FLUSHING SYSTEM(CIP # 1261)	\$6,600
ANNUAL TESTING FOR LARGER WATER METERS	2,500
TOTAL TRANSMISSION AND DISTRIBUTION	\$9,100
WATER TREATMENT PLANT(G/L # 1325):	
NEW PLC CONTROL SYSTEM FOR IRON/MAGNANESE REMOVAL PLANT	7,500
50 KW GENERATOR-FOSTER LAKE UNIT	20,000
15 KW GENERATOR-FV1A WTP	5,000
TOTAL WATER TREATMENT PLANT	\$32,500
GENERAL PLANT-STRUCTURES, POWER & OTHER EQUIPMENT:	
SHOP TOOLS AND POWER EQUIPMENT	4,000
E.O.C. RADIOS, COMPUTERS AND PHONE LINES	5,000
LEAK DETECTION UNIT	2,000
OFFICE EQUIP. & FURN., COMPUTER SOFTWARE & HARDWARE	3,000
GENERAL PLANT-POWER & OTHER EQUIPMENT	\$14,000
TOTAL WATER FUND CAPITAL EQUIPMENT EXPENDITURES	\$210,600

**IDYLLWILD WATER DISTRICT
CAPITAL EXPENDITURES FOR SEWER FUND
FOR BUDGET YEAR ENDING JUNE 30, 2012**

FINAL

CAPITAL EXPENDITURE DESCRIPTION	CAPITAL EXPENDITURE BUDGET
WASTEWATER TREATMENT PLANT(G/L # 1316):	
NEW PLC CONTROL SYSTEM	7,500
PUMPS, MOTORS AND OTHER EQUIPMENT	5,000
RECYCLED WATER PROJECT	47,000
LESS: STATE GRANT	-57,600
TOTAL WASTEWATER TREATMENT PLANT	\$59,500
SUB-SURFACE LINES:(G/L # 1315):?????	
EFFLUENT LINE FROM WWTP TO PONDS	75,000
TOTAL SUB-SURFACE LINES	\$75,000
GENERAL PLANT-STRUCTURES, POWER & OTHER EQUIPMENT:	
VEHICLE REPLACEMENT FOR UNIT #3	\$35,000
GENERAL PLANT-POWER & OTHER EQUIPMENT	\$35,000
TOTAL SEWER FUND CAPITAL EQUIPMENT EXPENDITURES	\$169,500

DISTRIBUTION OF END OF FISCAL YEAR CASH BALANCES:**RESTRICTED FUNDS:**

Principle & Interest Debt Service	\$128,750	\$128,750	\$0	0.00%
Deferred Maintenance	436,300	436,300	0	0.00%
Uncompensated Balance Liability	107,500	107,500	0	0.00%
Retiree's Health Benefits	174,750	174,750	0	0.00%
TOTAL RESTRICTED FUNDS	\$847,300	\$847,300	\$0	0.00%

UNRESTRICTED FUNDS **\$1,063,466** **\$1,035,240** **\$28,226** **2.73%**

NOTE: Operating revenues for Base Fees and Sales Revenues include 6% rate adjustment effective

IDYLLWILD WATER DISTRICT**BUDGET NOTES FOR 1ST DRAFT-SEWER FUND****13-Nov-13****BUDGETED FISCAL YEAR ENDING JUNE 30, 2012**

SEWER FUND	2011/2012	2010/2011	CHANGE	CHANGE
Operating Revenues:				
Base Fees & Sales Revenues	\$342,270	\$322,570	\$19,700	6.11%
Other Operating Revenues	580	600	-20	-3.33%
Total Operating Revenues	\$342,850	\$323,170	\$19,680	6.09%
Operating Expenses:				
Direct Operating Expenses	-\$245,540	-\$226,960	-\$18,580	8.19%
Administrative & General	-145,650	-144,720	-930	0.64%
Depreciation Expenses	-37,830	-59,950	22,120	-36.90%
Total Operating Expenses	-\$429,020	-\$431,630	\$2,610	-0.60%
Cash Flow from Operations	-\$48,340	-\$48,510	\$170	-0.35%
Non-Operating Revenues & Expenses:				
Property Tax Revenues	\$135,400	\$126,300	\$9,100	7.21%

Interest & Other Revenues	69,050	10,250	58,800	573.66%
Interest & Other Expenses	-100	-100	0	0.00%
Net Non-Operating Activity	\$204,350	\$136,450	\$67,900	49.76%
Other Cash Outlays:				
Principal Payments on Debt	\$0	\$0	\$0	0.00%
Changes in Invty., Recv., Payables and Other Minor Outlays	10,000	20,000	-10,000	-50.00%
Capital Expenditures	-94,500	-124,360	29,860	-24.01%
Net Other Cash Outlays	-\$84,500	-\$104,360	\$19,860	-19.03%
Annual Change in Cashflow	\$71,510	-\$16,420	\$87,930	-535.51%
Cash Balance End of Fiscal Year	\$1,414,810	\$1,343,300	\$71,510	5.32%

DISTRIBUTION OF END OF FISCAL YEAR CASH BALANCES:

RESTRICTED FUNDS:

Principle & Interest Debt Service	\$0	\$0	\$0	0.00%
Deferred Maintenance	326,070	284,250	41,820	14.71%
Uncompensated Balance Liability	29,000	26,500	2,500	9.43%
Retiree's Health Benefits	58,250	32,250	26,000	80.62%
TOTAL RESTRICTED FUNDS	\$413,320	\$343,000	\$70,320	20.50%
UNRESTRICTED FUNDS	\$1,001,490	\$1,000,300	\$1,190	0.12%

NOTE: Operating revenues for Base Fees and Sales Revenues include 6% rate adjustment effective

**IDYLLWILD WATER DISTRICT
BUDGET NOTES FOR 1ST DRAFT
BUDGETED FISCAL YEAR ENDING JUNE 30, 2012**

13-Nov-13

- * Water & Sewer Operating Revenues include 6% revenue adjustment effective 07/01/11. However, Water fund 6% revenue adjustment will be deleted from 1st draft to final budget.
- * Personnel Costs - Cost of Living Increase of 2.5% included in budget for all employees

- * Personnel Costs - Merit Increases of 3.0% included in budget for all employees.
- * Personnel Costs - Medical Health Care projected to increase by 20% effective 01/01/12
First time in many fiscal years, employee's will have payroll deduction for premiums in of maximum allowable costs.
- * Capital budget for Sewer recycled water project includes \$47,000 carried over from 2011
- * Sewer capital budget includes \$35,000 for replacement vehicle.
- * Water capital budget includes \$75,000 (new production well, \$40,000 (5 mastermeters- \$30,000 (4 telemetry systems for wells)
- * Cubic feet of water sales equal to 2010/2011 projections
- * Water toilet & washer rebate expenses included at \$4,800 and \$9,000 respectively.

**IDYLLWILD WATER DISTRICT
1ST DRAFT BUDGET CHANGES TO FINALIZED BUDGET
BUDGETED FISCAL YEAR ENDING JUNE 30, 2012**

- * Review Capital Expenditures and depreciation expense projections.
- * Sewer Fund projected State grant funds for design of recycled water project from \$57,600 to \$75,000 positive cashflow change of \$17,400.
- * Review cubic feet of water sales and water sales revenue projections.
- * Review & change some general & administrative expenses such as postage, audit fee,
- * Review & change some Water & Sewer expenses.

GENERAL DATA:

- * Deleted 3% cost of living increase for all employees-affecting wages and benefits:

	WAGES W/ 3% COLA	BENEFITS W/ 3% COLA	TOTALS	WAGES W/O 3% COLA	BENEFITS W/O 3% COLA
G & A	\$288,690	\$138,160	\$426,850	\$280,580	\$135,790
Water	167,420	94,210	261,630	155,600	89,440
Sewer	91,840	55,070	146,910	95,270	56,910
TOTALS	\$547,950	\$287,440	\$835,390	\$531,450	\$282,140

- * Added \$25,000 to Sewer Fund engineering costs(operating expense) for SSMP report

- * Decreased operating revenues for water and sewer by decreasing projected rate increase base fee and water base fee and sales rates:

	RATE INCR. @ 10.0 %	RATE INCR. @ 6.0 %	INCR. (DECR.)
Sewer Base Fee Revenue	\$335,020	\$322,080	-\$12,940
Water Base Fee Revenue	545,950	527,500	-18,450
Water Sales Revenue	316,280	311,400	-4,880
TOTAL WATER	\$862,230	\$838,900	-\$23,330
TOTAL COMBINED	\$1,197,250	\$1,160,980	-\$36,270

- * Revised depreciation expense to reflect current year additions and budget year additions

	1ST DRAFT	FINAL DRAFT	INCR. (DECR.)
Sewer	59,540	61,950	2,410
Water	187,400	196,990	9,590
TOTALS	\$246,940	\$258,940	\$12,000

- * Received from General Manager water and sewer capital expenditures.

	1ST DRAFT	FINAL DRAFT	INCR. (DECR.)
Sewer	100,000	173,800	73,800
Water	250,000	240,100	-9,900
TOTALS	\$350,000	\$413,900	\$63,900

Additional sewer capital for recycled water project

- * Moved estimated State of California transfer of property tax monies from FY09/10 to FY11/12 remaining in FY11/12

	FY09/10 1ST DRAFT	FY10/11 1ST DRAFT	INCR. (DECR.)	FY09/10 FINAL
Sewer	-32,000	0	32,000	0
Water	-77,000	0	77,000	0
TOTALS	-\$109,000	\$0	\$109,000	\$0

- * Decreased WWTP electricity costs from \$30,000 to \$26,000, a decrease of (\$4,000).
- * Increased capacity fee revenue for sewer from \$2,070 to \$5,450, an increase of \$3,380.
- * Increased capacity fee revenue for water from \$6,700 to \$20,360, an increase of \$13,660.
- * Decreased well electricity costs from \$30,120 to \$28,120, a decrease of (\$2,000).
- * Increased water rebate program expenses from \$6,500 to \$17,250, an increase of \$10,750. Rebate amount from \$50 to \$75 and for clothes washers from \$200 to \$300.
NOTE: Current rebate amounts for toilets is \$100 and for clothes washers is \$400.

**IDYLLWILD WATER DISTRICT
BUDGET CHANGES FROM 1ST DRAFT TO FINAL
FISCAL YEAR ENDING JUNE 30, 2012**

GENERAL & ADMINISTRATIVE CHANGES:

- * Increased Postage from \$5,640 to \$6,240 or \$600 because of increased postage costs
- * Increased Accounting Expenses from \$10,400 to \$10,900 or \$500 because of new audit

WATER FUND:

- * Increase Cubic Feet of Sales by 103,200 cubic feet or 1% resulting in decreased water to top two sales tier levels of (\$22,750) for residential and (\$20,660) for commercial water sales revenue.
- * Increased Interest Earned Revenue from \$21,000 to \$24,000 or \$3,000.
- * Decreased Ad-Valorem Property Tax Revenue from \$306,000 to \$260,000 or (\$46,000)

- * Increased Standby Assessment Revenue from \$21,000 to \$22,000 or \$1,000
- * Added \$20,000 for Capital Expenditures for 50 kw Generator for Foster Lake.
- * Added \$5,000 for Capital Expenditures for 15 kw Generator for FV1A WTP.

SEWER FUND:

- * Increased Interest Earned Revenue from \$4,800 to \$6,000 or \$1,200.
- * Decreased Ad-Valorem Property Tax Revenue from \$118,000 to \$100,000 or (\$18,000)
- * Increased State Grant Receipts for Recycled Water Design Project from \$57,600 to \$7

**IDYLLWILD WATER DISTRICT
BUDGET COMPARISON OF OPERATING REVENUES
WITH 6% RATE INCREASE COMPARED TO NO RATE INCREASE
FISCAL YEAR ENDING JUNE 30, 2012**

OPERATING REVENUE	WITH 6% RATE INCREASE	WITHOUT 6% RATE INCREASE
WATER FUND:		
Base Revenue-Commercial	\$131,590	\$124,230
Base Revenue-Residential	427,630	403,720
TOTAL BASE REVENUE	\$559,220	\$527,950
Sales Revenue-Commercial	\$168,540	\$158,800
Sales Revenue-Residential	136,650	128,760
TOTAL SALES REVENUE	\$305,190	\$287,560
TOTAL COMBINED REVENUE	\$864,410	\$815,510
Cash Flow from Operations	\$5,990	-\$42,910
End of Fiscal Year Cash Balance	\$1,816,610	\$1,767,710
Change in Fiscal Year End Cash Bal.	\$14,670	-\$34,230
RESTRICTED FUNDS:		
Debt Service-97EE COP(P & I)	\$128,000	\$128,000
Deferred Maintenance Fund	367,830	367,830

Uncompensated Balance Liability Fund	102,010	102,010
Retiree's Health Insurance Fund	98,690	98,690
TOTAL RESTRICTED FUNDS	\$696,530	\$696,530
UNRESTRICTED FUNDS	\$1,120,080	\$1,071,180
Beginning of Fiscal Year Cash Balance FY11/12	\$1,801,940	\$1,801,940
Change in Cash Balance	14,670	-34,230
Beginning of Fiscal Year Cash Balance FY12/13	\$1,816,610	\$1,767,710
Change in Cash Balance	62,840	-37,930
Beginning of Fiscal Year Cash Balance FY13/14	\$1,879,450	\$1,729,780
Change in Cash Balance	119,340	-36,470
Beginning of Fiscal Year Cash Balance FY14/15	\$1,998,790	\$1,693,310
Change in Cash Balance	117,710	-96,540
Beginning of Fiscal Year Cash Balance FY15/16	\$2,116,500	\$1,596,770
Change in Cash Balance	70,490	-143,760
Beginning of Fiscal Year Cash Balance FY16/17	\$2,186,990	\$1,453,010
Change in Cash Balance	18,730	-195,510
Beginning of Fiscal Year Cash Balance FY17/18	\$2,205,720	\$1,257,500
SEWER FUND:		
Base Revenue-Commercial	\$226,040	\$213,250
Base Revenue-Residential	115,960	109,400
TOTAL BASE REVENUE	\$342,000	\$322,650
Cash Flow from Operations	-\$48,890	-\$68,240