

*Sweetwater Springs
Water District*

Revised Annual Operating &
Capital Improvement Budget
(Revised February 3, 2011)

2010-11 Fiscal Year
(For the period July 1, 2010 - June 30, 2011)

Board of Directors

Jim Quigley, President

Sukey Robb-Wilder, Vice President

Gaylord Schaap, Financial Coordinator

Wanda Smith

Victoria Wikle

General Manager

Steve Mack

Sweetwater Springs Water District
Revised Annual Operating & Capital Improvement Budget
2010-11 Fiscal Year

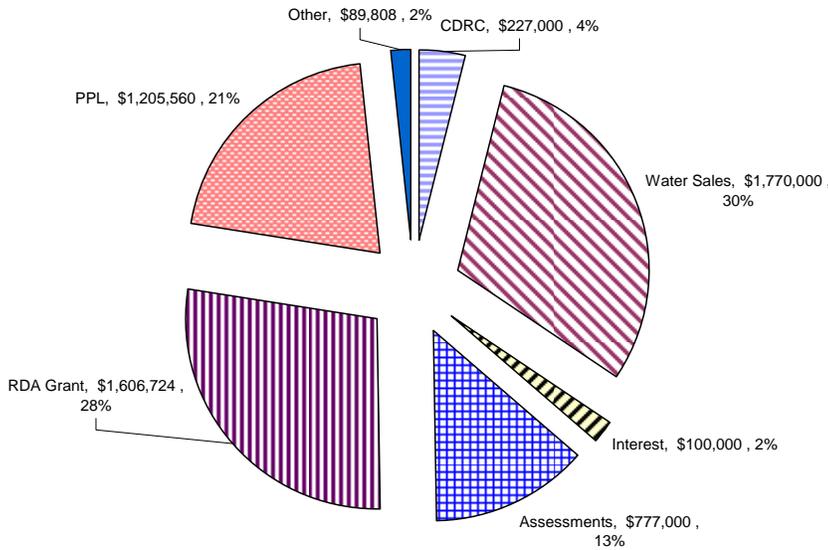
Summary

Table 1 is a summary of the FY11 Budget which is described and shown in detail in the following pages. The FY11 Budget is similar in form to last year's budget. Major changes include no rate increase to current water rates and inclusion of revenue from the Sonoma County Redevelopment Agency (RDA)/Russian River Redevelopment Oversight Committee (RRROC) for CIP IV-B capital projects. Revisions adopted February 3, 2011 include revenue from Sonoma County Water Agency to join the California Urban Water Conservation Coalition, recognition of carryover revenue and expenses for CIP IV-B, Project 1, obligation of \$1.2 million for the 2012 CIP, and completed expenditure of the Private Placement Loan.

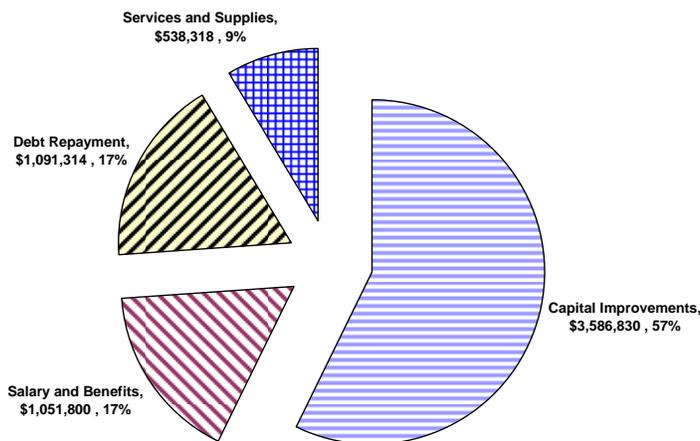
Table 1. Revised Sweetwater Springs Water District FY11 Budget Summary						
	May 6, 2010 Actual	FY 08-09 BUDGET	FY 09-10 REVISED BUDGET	FY 10-11 BUDGET	FY 10-11 REVISED BUDGET	Difference RevFY11- FY10
OPERATING BUDGET						
WATER BILL REVENUE	1,965,920	2,048,518	2,048,518	1,997,000	1,997,000	(51,518)
OTHER REVENUE	143,764	134,800	134,800	119,200	129,808	(4,992)
TOTAL REVENUE	2,109,684	2,183,318	2,183,318	2,116,200	2,126,808	(56,510)
EXPENSES						
SALARY & BENEFITS	958,744	1,042,253	1,042,253	1,051,800	1,051,800	9,547
SERVICES & SUPPLIES	526,516	545,450	545,450	536,080	536,690	(9,370)
TOTAL OPERATING EXPENSES	1,485,260	1,587,703	1,587,703	1,587,880	1,588,490	177
OPERATING SURPLUS/DEFICIT	624,424	595,615	595,615	528,320	538,318	(57,297)
FIXED ASSET EXPENDITURES	38,636	5,000	5,000	1,050	1,050	(3,950)
TRANSFERS TO OTHER FUNDS	410,000	572,426	572,426	507,000	507,000	(65,426)
TOTAL EXPENSES AND TRANSFERS	1,933,896	5,000	2,165,129	2,095,930	2,096,540	(68,589)
SURPLUS/DEFICIT	175,788	18,189	18,189	20,270	30,268	12,079
CAPITAL IMPROVEMENT BUDGET						
ASSESSMENTS	772,911	777,000	777,000	777,000	777,000	-
INTEREST	95,156	95,000	95,000	60,000	60,000	(35,000)
TRANSFERS FROM OPERATIONS	395,000	557,426	557,426	492,000	492,000	(65,426)
GRANTS AND REIMBURSEMENTS	628,636	0	1,366,970	1,065,000	1,606,724	239,754
PRIVATE PLACEMENT LOAN	1,363,536	1,052,000	661,695	440,000	1,205,560	543,865
TOTAL REVENUE	3,255,239	2,481,426	3,458,091	2,834,000	4,141,284	683,193
EXPENSES						
DEBT PAYMENTS	971,236	1,091,314	1,091,314	1,091,314	1,091,314	-
CAPITAL PROJECT EXPENSES	1,469,508	1,142,000	2,118,665	1,600,000	3,586,830	1,468,165
TOTAL EXPENSES	2,440,744	2,233,314	3,209,979	2,691,314	4,678,144	1,468,165
SURPLUS/DEFICIT	814,495	248,112	248,112	142,686	-536,860	(784,972)
DISTRICT RESERVES AND FUND AND LOAN BALANCES						
TOTAL Reserves EOY	3,372,311	1,769,902	3,652,274	3,761,127	3,697,764	45,490
District Policy	969,341	995,830	1,085,081	1,085,152	1,085,152	71
Reserves Above (below) Policy	2,402,970	774,072	2,567,193	2,675,975	2,612,612	45,419
DISTRICT FUNDS						
CIRF	1,606,129	1,192,604	1,839,242	2,334,572	2,271,209	431,967
OPERATING RESERVE	225,000	225,000	225,000	396,970	396,970	171,970
OPERATIONS	770,352	603,609	788,541	200,000	200,000	(588,541)
CD	573,223	601,597	601,884	631,978	631,978	30,094
IN HOUSE CONSTRUCTION	121,757	107,929	106,757	91,757	91,757	(15,000)
BUILDING	75,850	90,850	90,850	105,850	105,850	15,000
DISTRICT LOANS						
Private Placement Loan	1,867,255	940,399	1,205,560	765,560	-	(1,205,560)

Summary of FY11 Revenues and Expenses. Figures 1 and 2 respectively show District FY 11 revenues and expenses. Note that revenues are enhanced by over \$1.6 million from the RDA/RRROC Grant, acquired in December 2009, and by \$1.2 million from the \$3 million Private Placement Loan (PPL) that was acquired in August 2008, which collectively fund the District's FY11 capital projects.

**Figure 1. Sweetwater Springs Revenues, FY11
Total - \$5.78 Million**



**Figure 2. Sweetwater Springs Expenses, FY11
Total - \$4.28 Million**



2010-11 Fiscal Year (FY11) Budget

The annual budget of the Sweetwater Springs Water District (SSWD) allows the District to accomplish its mission which is to provide its customers with quality water and service in an open, accountable, and cost-effective manner and to manage District resources for the benefit of the community and environment. The District achieves its mission of producing good quality water by pumping Russian River underflow from five wells – 3 located at the Guerneville El Bonita well site and 2 located at the Monte Rio well site. That water is then treated in two separate treatment facilities at the Highlands site for Guerneville and at the Monte Rio well site and distributed through approximately 85 miles of distribution pipes and stored in 26 tanks and reservoirs. This system is managed and its operation administered by the District staff of 10 full time employees. The District has an aggressive capital improvement program aimed at maintaining and improving the capital infrastructure to deliver high quality water, reduce system water losses, and maintain adequate system pressure and fireflow. The annual budget identifies the revenues and expenses that accomplish these tasks.

The FY 11 Budget follows the format established for the FY10 Budget and includes no changes to the District's water rates.

No Change in Water Rates: Most of the revenues for the FY11 Budget come from water rates paid in bimonthly bills by District customers (Figure 1). Because of the poor local economic situation and a large grant from RDA/RRROC for CIP IV-B, Project 2, main replacement in the River Boulevard area in Monte Rio, District staff recommended and the Board has directed that there be no changes in water rates for FY11. District staff did a comprehensive multi-year analysis to show how the District CIP can be completed and District reserves maintained by returning to small rate increases in following years. More information on the District's water rates and a water rate calculator can be found on the District's website at www.sweetwatersprings.com.

CIP IV-B, Project 2: The FY11 Capital Budget includes CIP IV-B, Project 2, which is replacement of approximately 6,000 lineal feet of 6-inch water main water main and appurtenances on River Blvd, Alder Rd., Willow Rd., and Railroad Ave. in Monte Rio. This project is largely funded by the FY11 portion of the RDA/RRROC grant which is \$1,095,000 (Table 2).

2012 CIP: The Revised FY11 Budget adds the expenditures, estimated to be approximately \$1.3 million, for the 2012 CIP which includes replacing 3,100 lf of existing main and appurtenances on Western, Eastern and Northern Avenues and Orchard Lane at the end of Drake Road, and installation 1,000 lf of new 8 – inch main and appurtenances from B Street northwesterly to end of existing 8 – inch main on Foothill and side streets in Monte Rio. Design of this project started in FY11 and the funds for construction will be obligated in late FY11, although most construction expenses will be incurred in FY12. These projects will be funded 100% by District funds.

District Reserve Policy: A formal District Reserve Policy was approved in September 2009. The Reserve Policy allows the District to gauge its financial health and adequately plan for its future and allows ratepayers to follow this planning. The District Reserve Policy has the following components:

- Budget Reserve – a reserve based on 10% of the Operating Budget expenses for emergencies, such as a natural disaster.
- Economic Reserve – 15% of the Operating Budget expenses for economic downturn or other economic crisis.
- Debt Repayment Reserve - 15% of the Operating Budget expenses to ensure funding is available to repay existing District debt.
- Capital Reserve – 25% of the nominal Capital Budget of \$1 million for similar issues with the capital program.

The sum of all district funds is shown in the budget as Total Reserves End of Year (EOY). This is the sum of the District discretionary funds, listed in the budget, minus \$200,000 cash balance for operating purposes, at the end of the year. The difference between Total Reserves EOY and Total District Policy Reserves is Reserves Above District Policy. The District goal is to keep this number positive. The amount above the District Policy Reserve is the amount the District has for future capital projects. The Reserves Above District Policy is a good measure of where we are in funding an ongoing capital program.

Other Financial Assumptions/Highlights of the FY11 Budget include:

- No Water Use and Base Rate Charges or Capital Debt Reduction Charge (CDRC) increases.
- Less water will be sold in FY11, the revenue from the CDRC has been revised to match FY10 actual, and lower Operating interest is expected, which results in less revenue in the Operating Budget (approximately \$67,000 less than budgeted in FY10).
- A small increase in Salaries and Benefits.
- A small decrease in total Supplies and Services as this section has been scrutinized for expected costs.
- The transfer to the Capital Improvement Reserve Fund (CIRF) is \$40,000 less than last year.
- The FY11 Budget projects the end of year Policy Reserve at \$1,085,152.
- The Reserves Above District Policy is projected to be approximately \$2.67 million at the end of FY11. This is a healthy balance due largely to RDA/RRROC \$1,994,250 grant for capital projects acquired in December 2009 and the Private Placement Loan acquired in August 2008. The Reserve balance will be needed in the coming years to fund the District's Capital Improvement Program.
- The Private Placement Loan balance, initially \$3 million in August 2008, is projected at \$765,560 at the end of FY11.
- District Expenses are approximately \$260,000 more than District Revenues. The reason for this is the cost of the infrastructure projects of the Capital Improvement Program. The difference is made up by loan proceeds from the private placement loan.
- District Revenues are not sufficient to sustain annual capital improvements on the scale funded in FY11. However, the RDA/RRROC \$1,994,250 grant will

allow the District to complete the approved 2010-2015 Capital Improvement Program. Continuing capital improvements on this scale to improve District infrastructure will need to rely on grants or substantially increased rates, or the program will need to be reduced or delayed.

Line Item Highlights of the FY11 Budget:

The FY11 Operating Budget provides for ongoing costs consistent with previous years' expenditures, except where identified below.

The operating budget encompasses the “expenditures related to the operation, maintenance and repair of water facilities”, as well as the billing, collections, accounting, fiscal management and other overall administration.

Water Bill Revenue line items have been adjusted to reflect no change in water rates and slightly reduced water sales. **Capital Debt Reduction Charge (CDRC)** revenue has been reduced to reflect the actual revenue produced in FY10 as there is no change in the charge. Operating interest is reduced to reflect continuing lower interest on deposited funds.

Under **Expenses, Wages** are up approximately \$15,000 to reflect a small increase in employee salaries. **Benefits** are at a similar level to FY10 reflecting anticipated increases off actual expenses – based on midyear projections, Benefits were overbudgeted in FY10. Wages and Benefits are a major District expense – 66% of the Operating Budget expenses.

Total Supplies and Services are lower than the FY10 approved budget, but slightly more than the midyear projection. There are small increases in several line items to reflect higher costs, but savings in others. **Office Maintenance** is lower because computer maintenance has been less costly than expected. **Maintenance/Repair – Facilities** is a big cost item in Supplies and Services and is higher in FY11 to reflect known needed facilities maintenance. **Governmental Fees** is higher because fees charged by public agencies are increasing to reflect loss of revenue from other sources and the LAFCO cost was moved into this line item. **Professional Services** continues to decrease (slightly) to reflect staff's ability to keep consultants' costs down. **Electric and Propane**, another big cost item in this category, has been budgeted at the same amount for FY11. .

Fixed Asset Expenditures are a little lower than the FY10 level which is lower than historical amounts, because the District is not expecting to replace a vehicle in FY11. The expense for a new cut-off saw is included.

The Operating Budget has a surplus of approximately \$528,000 which is transferred as revenue to the Capital Improvement Budget as Capital Improvement Reserve Fund (CIRF), Building Fund, In-House Construction Fund, and CDRC revenue.

The FY11 Capital Improvement Budget major expense is CIP IV-B, Project 2 which includes replacement of approximately 6,000 lineal feet of 6-inch water main water main and appurtenances on River Blvd, Alder Rd., Willow Rd., and Railroad Ave. in Monte Rio (estimated cost \$1,515,000).

Capital Interest revenue is estimated conservatively to reflect expected continuing low interest rates this coming year.

Capital Debt is a major expense item – approximately \$1.1 million and 26% of total District annual expenses. District Capital Debt includes:

- General Obligation Bonds – \$12 million in bonds that were approved to purchase the District and make needed capital improvements. Paid off in 2032. Annual payment - \$684,000.
- State Loans - two loans for approximately \$3 million which were approved in 1995-6 for needed improvements. Paid off in 2021-2. Annual payment - \$170,168.50.
- Private Placement Loan. \$3 million loan acquired in 2008 for needed capital improvements. Paid off in 2028. Annual payment - \$234,012.

CIP IV-B, Project 2 is funded by the RDA/RRROC grant and by the private placement loan (Table 2).

District Reserves and Funds and Loan Balances show the District’s continuing healthy financial picture.

As discussed above reserve balances are a good measure of the health of the District’s finances. For FY11, District Policy Reserves are at \$1,085,152 and Reserves Above District Policy at the end of the year are \$2,675,975. At the end of FY11, the loan balance for the private placement loan is projected to be \$765,560.

Table 2. FY11 and FY12 Capital Projects	
CIP IV-B, Project 2: Alder Road, Pebble Way, & Heller Streets (MR) – On River Blvd, Alder Rd., Willow Rd., and Railroad Ave., replace existing mains and appurtenances with approximately 6,000 lf of 6-inch water main, to complete loop.	\$1,515,000
2011 - CIP IV-B, Project 2 Total Cost Estimate	\$1,515,000
RDA/RRROC Grant Funding Amount	\$1,095,000
Private Placement Loan Funding Amount	\$420,000
2012 CIP	
Western, Eastern and Northern Avenues and Orchard Lane (Guerneville System) - Replace 3,100 lf of existing main and appurtenances	\$684,000
Foothill Drive (Monte Rio System) – Install 1,000 lf of new 8 – inch main and appurtenances from B Street northwesterly to end of existing 8 – inch main and make connection to other side of Foothill where section	\$671,000

of road is closed to through traffic. Install 1,200 lf of 6-inch and 1,900 lf of 2-inch main and appurtenances on Beech Ave., El Rancho Way, Breen Ct., and Grahn Dr to loop system.	
Total Estimated Cost	\$1,355,000

EXHIBIT A. SWEETWATER SPRINGS WATER DISTRICT
 REVISED OPERATING AND CAPITAL BUDGETS, 2010-2011

OPERATING BUDGET							
					09-10 REVISED	FY 10-11 BUDGET	FY 10-11 Mid-Year Revision
REVENUE							
OPERATING REVENUE							
	4031 · Water Bill Revenue						
		4031.1 · Capital Debt Reduction Charge			252,426	227,000	227,000
		4031.1 · Water Sales			1,796,092	1,770,000	1,770,000
	Total Water Bill Revenue				2,048,518	1,997,000	1,997,000
OTHER OPERATING REVENUE							
	4445 · Grant Proceeds				0	-	
	1700 · Interest				50,000	40,000	40,000
	3600 · Construction New Services				6,000	5,000	5,000
	3601 · Construction Service Upgrades				2,000	2,000	2,000
	4032 · Rent				74,600	70,000	70,000
	4040 · Miscellaneous Income				2,200	2,200	2,200
		Revenue from SCWA Agreement					10,608
	TOTAL OTHER OPERATING REVENUE				134,800	119,200	129,808
	TOTAL REVENUE				2,183,318	2,116,200	2,126,808
EXPENSES							
OPERATING EXPENSES							
SALARY & BENEFITS							
Salary							
		5910 · Wages			687,229	702,200	702,200
		5912 · Overtime			33,000	33,000	33,000
		5916 · On-Call Pay			26,436	26,500	26,500
		5918 · Extra help - Contract			32,000	33,500	33,500
		Total Salary			778,665	795,200	795,200
Benefits							
		5500 · Flex Spending			0	-	-
		5920 · Retirement			98,797	98,600	98,600
		5920.1 · Retirement - Prior Service cost				-	-
		5922 · Payroll Taxes - Employer Paid			14,006	14,300	14,300
		5930 · Health/Dental/Vision/AFLAC Ins.			116,715	116,000	116,000
		5940 · Workers Comp Insurance			34,069	27,700	27,700
		Total Benefits			263,587	256,600	256,600
		Total SALARY & BENEFITS			1,042,252	1,051,800	1,051,800

EXHIBIT A. SWEETWATER SPRINGS WATER DISTRICT
 REVISED OPERATING AND CAPITAL BUDGETS, 2010-2011

				09-10 REVISED	FY 10-11 BUDGET	FY 10-11 Mid-Year Revision
			SERVICES & SUPPLIES			
			Communications			
			6040-I - Internet service	1,800	1,800	1,800
			6040-C - Cell Phones	3,100	3,100	3,100
			6040-LD - Long Distance	700	700	700
			6040-P - Pagers & Radios	900	900	900
			6040-S - SCADA software maint.	0	500	500
			6040-T - Telephones	12,000	13,800	13,800
			Total Communications	18,500	20,800	20,800
			Insurances			
			6101 - Gen. Liability	50,000	40,000	40,000
			6102 - Auto/Equipment	17,600	10,500	10,500
			Total Insurances	67,600	50,500	50,500
			Maint/Rep - Office & Vehicles			
			6140 - Vehicle Maintenance	12,000	12,000	12,000
			6151 - Office Maintenance	10,700	4,800	4,800
			Total Maint/Rep - Office & Vehicles	22,700	16,800	16,800
			Maint/Repair - Facilities			
			6085 - Janitorial Services	6,700	7,100	7,100
			6180 - Distribution System Repairs	70,000	64,000	64,000
			6235 - Treatment Sys/Well Repairs	45,000	56,000	56,000
			6143 - Generator Maintenance	3,000	1,200	1,200
			Total Maint/Repair - Facilities	124,700	128,300	128,300
			Miscellaneous Expenses			
			6280 - Memberships	5,100	5,200	5,808

EXHIBIT A. SWEETWATER SPRINGS WATER DISTRICT
 REVISED OPERATING AND CAPITAL BUDGETS, 2010-2011

				09-10 REVISED	FY 10-11 BUDGET	FY 10-11 Mid-Year Revision
			6303 · Claims	1,500	1,500	1,500
						21,700
			6593 · Governmental Fees	12,000	21,700	
			Total Miscellaneous Expenses	18,600	28,400	29,008
			Office Expense			
			6410 · Postage	17,000	15,000	15,000
			6430 · Printing Expense	5,250	6,500	6,500
			6461 · Office Supplies	7,000	6,500	6,500
			6800 · Subscriptions/Legal Notices	1,000	1,000	1,000
			6890 · Computers/Software	1,950	1,700	1,700
			6579 · Furniture	1,000	500	500
			Total Office Expense	33,200	31,200	31,200
			Operating Supplies			
			6300 · Chemicals	14,800	16,000	16,000
			6880 · Tools and Equipment	5,500	6,000	6,000
			6881 · Safety Equipment	2,000	1,800	1,800
			Total Operating Supplies	22,300	23,800	23,800
			Professional Services			
			6083 · Laundry Service	2,600	2,600	2,600
			6521 · County charges	1,500	-	-
			6587 · LAFCO charges	4,700	-	-
			6514 · Lab/Testing Fees	8,500	9,000	9,000

EXHIBIT A. SWEETWATER SPRINGS WATER DISTRICT
 REVISED OPERATING AND CAPITAL BUDGETS, 2010-2011

				09-10 REVISED	FY 10-11 BUDGET	FY 10-11 Mid-Year Revision
			6570 · Consultant Fees	25,000	20,000	20,000
			6590 · Engineering	2,000	1,000	1,000
			6591 · Engineering - re Cal Water	0	-	-
			6610 · Legal	20,000	22,000	22,000
			6630 · Audit/Accounting	18,000	22,000	22,000
			Total Professional Services	82,300	76,600	76,600
			Rents & Leases			
			6820 · Equipment	2,000	3,500	3,500
			6840 · Building & Warehouse	27,000	27,000	27,000
			Total Rents & Leases	29,000	30,500	30,500
			Transportation & Travel			
			7120 · Seminars & related travel	4,500	4,000	4,000
			7201 · Vehicle Gas	16,800	20,000	20,000
			7300 · Travel Reimbursements	6,360	6,400	6,400
			Total Transportation & Travel	27,660	30,400	30,400
			Uniforms			
			6021.1 · Boots	1,330	1,330	1,330
			6021.3 · T-shirts	1,200	1,200	1,200
			6021.4 · Jackets	360	250	250
			Total Uniforms	2,890	2,780	2,780
			Utilities			
			7320 · Electric and Propane	96,000	96,000	96,000
			Total Utilities	96,000	96,000	96,000
			Total SERVICES & SUPPLIES	545,450	536,080	536,690
			Total OPERATING EXPENSES	1,587,702	1,587,880	1,588,490
			OPERATING SURPLUS(DEFICIT)	595,616	528,320	538,318
			FIXED ASSET EXPENDITURES			
			8517 · Field/Office equipment	5,000	1,050	1,050
			8573 · Vehicles	0	-	-
			8570 · Furniture	0	-	-

EXHIBIT A. SWEETWATER SPRINGS WATER DISTRICT
 REVISED OPERATING AND CAPITAL BUDGETS, 2010-2011

					09-10 REVISED	FY 10-11 BUDGET	FY 10-11 Mid-Year Revision
				8511.1 · Tank/Facilities Sites	0	-	-
				8511.6 · Leasehold Improvements	0	-	-
				8511.4 · Warehouse Improvements	0	-	-
				Total FIXED ASSET EXPENDITURES	5,000	1,050	1,050
				TRANSFERS TO OTHER FUNDS			
				8620.7 · Tfers to CIRF for CDR Revenue	252,426	227,000	227,000
				8620.3 · Tfers to CIRF	280,000	240,000	240,000
				8620.5 · Tfers to Building Fund	15,000	15,000	15,000
				8620.2 · Tfers to In-House Constr	25,000	25,000	25,000
				Total TRANSFERS TO OTHER FUNDS	572,426	507,000	507,000
				DISASTER EXPENSE			
				5141 · Disaster Wages - Staff	0	-	-
				7895 · Disaster Costs - Svces/Supplies	0	-	-
				Total DISASTER EXPENSE	0	0	-
				SURPLUS/DEFICIT	18,190	20,270	30,268
				CAPITAL BUDGET			
				REVENUE/SOURCES OF FUNDS			
				Annual Assessment - New Services	27,000	27,000	27,000
				Annual Assessment (County)	710,000	710,000	710,000
				Prior Year Assessment	40,000	40,000	40,000
				Capital Debt Reduction Charge	252,426	227,000	227,000
				Interest	95,000	60,000	60,000
				Federal Grants	0		
				Neeley Road Slide claim reimbursement			
				County Reimb. for FEMA Viaduct Project			
				Cal Trans Reimb. For Culvert Project			
				CDC Grants, CIP IV-A, Projects 1 and 2			
				CDC Grants, CIP IV-A FY09 Carryover	437,720		
				CDC Grants, CIP IV-B, Project 1	899,250		541,724
				CDC Grants, CIP IV-B, Project 2	30,000	1,065,000	1,065,000
				Private Placement Funding (Carryover)	222,945		
				Private Placement Funding (CIP IV-B)	438,750	440,000	1,205,560
				Transfers to CIRF from Operations	280,000	240,000	240,000
				Transfers to State Loans from Operations			
				Transfers to In-House Constr. from Operations	25,000	25,000	25,000
				TOTAL REVENUE	3,458,091	2,834,000	4,141,284
				EXPENSES			
				DEBT PAYMENTS			
				Gen. Obligation Bonds Payments	687,000	687,000	687,000
				State Loan Payments	170,300	170,300	170,300
				Loan to Neeley Road Slide claim			
				Private Placement Loan	234,014	234,014	234,014
				TOTAL DEBT PAYMENTS	1,091,314	1,091,314	1,091,314
				Guerne Way Improvements			
				Tank/Facilities Improvements			

EXHIBIT A. SWEETWATER SPRINGS WATER DISTRICT
 REVISED OPERATING AND CAPITAL BUDGETS, 2010-2011

					09-10 REVISED	FY 10-11 BUDGET	FY 10-11 Mid-Year Revision
	Hwy. 116 ("S"Curves" Main Repl. And MRTP Bottleneck Pipe Replacement						
	CIP III				50,000	85,000	85,000
	CIP IV-A						
	CIP IV-A, FY09 Carryover				660,665		
	CIP IV-B, Project 1				1,328,000		722,298
	CIP IV-B, Project 2				40,000	1,475,000	1,475,000
	2012 CIP						1,264,532
	Crespo Tank Replacement Project						
	In-House Construction Projects				40,000	40,000	40,000
	Total Capital Expenses				2,118,665	1,600,000	3,586,830
	TOTAL EXPENSES				3,209,979	2,691,314	4,678,144
	SURPLUS/DEFICIT				248,112	142,686	-536,860
FUND AND LOAN BALANCES (EOY)							
DISTRICT RESERVES AND FUND AND LOAN BALANCES							
	Operating Balance				200,000	200,000	200,000
	Budget Reserve (10% of Operating Exp)				158,770	158,788	158,788
	Economic Reserve (15% of Operating Exp)				238,155	238,182	238,182
	Debt Repayment Reserve (15% of Debt pmt)				238,155	238,182	238,182
	Capital Reserve				250,000	250,000	250,000
	Total District Policy				1,085,081	1,085,152	1,085,152
	TOTAL Reserves EOY				3,652,274	3,821,553	3,697,764
	Reserves Above (below) Policy				2,567,193	2,736,401	2,612,612
DISTRICT FUNDS							
	CIRF				1,839,241	2,394,998	2,271,209
	OPERATING RESERVE				225,000	396,970	396,970
	OPERATIONS				788,542	200,000	200,000
	CD				601,884	631,978	631,978
	IN HOUSE CONSTRUCTION				106,757	91,757	91,757
	BUILDING				90,850	105,850	105,850
DISTRICT LOANS							
	PPL				1,205,560	765,560	-