

# **GOLETA SANITARY DISTRICT**

## ***PROPOSED BUDGET***

***FISCAL YEAR 2015-2016***

***Governing Board of Directors  
Meeting of June 15, 2015***



# **GOLETA SANITARY DISTRICT**

**BUDGET**  
**FISCAL YEAR 2015-16**

**BUDGET  
FOR  
FISCAL YEAR  
2015-2016**

***Approved by the Governing Board  
Regular Board Meeting June 15, 2015***

**GOLETA SANITARY DISTRICT  
BUDGET  
FISCAL YEAR 2015-2016**

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# **GOLETA SANITARY DISTRICT**

## **Budget for Fiscal Year 2015-16**

### **INTRODUCTION**

The Goleta Sanitary District (GSD) was formed in 1942 under the 1923 Sanitary District Act by petition of local residents to provide wastewater management services to the small community of Goleta in Santa Barbara County.

Throughout the past years, the District's boundaries have expanded by individual annexations of parcels to its original service area. At present, the District owns and operates approximately 131 miles of sewers that collect wastewater from its service area, which extends from the westerly boundary of the City of Santa Barbara to the City's Municipal Airport. In addition to its collection system, the District owns and operates the wastewater treatment and disposal facilities that serve the entire population of approximately 80,000 in the Goleta Valley. Approximately half of this population is served under separate contractual agreements with the following four public agencies.

- 1. Goleta West Sanitary District**
- 2. University of California at Santa Barbara**
- 3. Santa Barbara Municipal Airport**
- 4. County of Santa Barbara**

The District also owns and operates a reclamation facility that produces recycled water for distribution in the Goleta Valley. Under an agreement with the Goleta Water District, the Goleta Sanitary District can produce up to 3 million gallons of recycled water per day that are distributed by the Water District for landscape irrigation of the campus of the University of California at Santa Barbara (UCSB), as well as parks and golf courses in western Goleta.

Treated wastewater not used for irrigation is discharged in the Pacific Ocean through a pipeline (outfall) that extends over one mile off shore to a depth of approximately 93 feet below the ocean surface.

### **DISTRICT GOVERNANCE**

A five-member Governing Board of Directors elected at-large from the District's service area for a term of four years is commissioned to establish service policies. The Governing Board holds two regular monthly meetings to attend to the District's business. These meetings are held on the first and third Monday of every month at the District's Administration Building located at One William Moffett Place in Goleta.

### **DISTRICT STAFF AND OPERATING DEPARTMENTS**

The District employs approximately 35 regular employees that work under five closely related operating departments. These departments are 1) Administration; 2) Technical Services;

3) Collection System; 4) Treatment and Reclamation Facilities; and 5) Facilities Maintenance. Each department is managed by one supervising employee who is responsible for the operations of, and all employees associated with, the respective department. The five departmental supervisors report to the Assistant Manager, who reports to the District's General Manager responsible for the District's overall implementation of the service policies adopted by the Governing Board.

**DISTRICT CAPITAL IMPROVEMENTS AND OPERATIONS BUDGET**

The District's fiscal year (FY) is defined as a 12-month period starting on the first day of July and ending on the last day in June of the following calendar year. The District's budget is that document which defines the District's estimated expenditures and the estimated required revenues for the corresponding fiscal year. The District prepares an annual budget early each year for adoption by the Board in June of the same year. The budget is prepared by each department supervisor in conjunction with the General Manager and the Assistant General Manager. The draft budget is circulated for comments and input among the public agencies served by the District. The draft budget is also reviewed by the District's Finance Committee before its consideration and final adoption by the Governing Board.

The District's budget consists of three major sections for the fiscal year under consideration.

- 1. Existing District Designated Funds Activities and Balances**
- 2. Anticipated District Revenues**
- 3. Estimated District Expenditures**

Designated funds are pools of funds that the District has established for its operational needs. These funds are designated by formal Board resolutions for specific purposes, some of which are mandated by State and Federal statutes. These designated funds permit the District to mitigate extreme fluctuations in charges to its customers.

The revenue section of the District's budget contains estimated revenues that the District anticipates receiving in the upcoming fiscal year. Included in the revenues are the estimated funds to be received from users' fees based on the existing fee structure of the District.

The expenditure section includes estimated expenditures for operations and maintenance of the District's facilities in the upcoming fiscal year. Additionally, the District includes in its budget expenditure section its planned capital improvement projects, as defined by District staff for the upcoming fiscal year.

Following the determination of the estimated expenditures and revenues for the upcoming fiscal year, the District evaluates the need to revise its user fee structure, in conjunction with supplementing the budget with resources from designated capital improvement fund.

The District anticipates the following total expenditures and revenues in fiscal year 2015-16. Withdrawals from the District's designated funds for capital improvement projects are shown separately.

<b>Total Estimated Expenditures:</b>	<b>\$16,278,499</b>
<b>Total Anticipated Revenues:</b>	<b>\$11,417,991</b>
<b>Total Withdrawals from Designated Funds:</b>	<b>\$ 4,860,508</b>
<b>Total Anticipated Revenues and Withdrawals:</b>	<b>\$16,278,499</b>

***DISTRICT OPERATING  
AND DESIGNATED FUNDS***

## **DISTRICT FUNDS**

The District established several funds in which revenues are deposited, and are sources for District expenditures including capital improvement projects. The established funds have been designated by the Governing Board through separate resolutions that specifically address the need and purpose of each fund. The main objective behind establishing these different funds is to address the District's service needs in a very responsible fiscal manner. A brief description of each of the current District funds follows.

### **Running Expense Fund - 4640**

This fund was established to maintain a balance that would support eight months of operational expenses without receiving any revenue. Six of those eight months are in the new fiscal year, and the other two fall in the preceding fiscal year. As such, the Running Expense Fund at the beginning of the fiscal year must have a balance sufficient for six months of operations and maintenance activities. This fund is very important to the operations since the District does not invoice for its services monthly, and therefore does not receive monthly revenues. Under the current method of sewer service charge collection, the District contracts with Santa Barbara County to collect its fees with property taxes. The District receives its fees from the County in two lump sum payments; one in April, and the other in December of each year. The payments are forwarded to the District soon after property tax collection deadlines. Therefore, it is essential to maintain an operating fund that would account for about six months of operating expenses to cover expenses between payment cycles.

As noted in the fund balance summary sheet, the Running Expense fund balance is anticipated to be \$1,149,814 as of June 30, 2016. This fund constitutes 8% of the total District funds as of that date. In early 2015 the District will review the balance of this fund and determine accordingly the need to cover the dry financing period between July, 2016 and December, 2016.

The existing Running Expense Reserve fund balance anticipated as of June 2015, shown on the designated fund balance summary, is broken down per department. The majority of the fund is for the treatment facilities, at 67% of the total balance, with the administration balance at 11% and collection system at 16% of the same total fund. The administration component of the fund at 11% includes outside professional services such as legal counsel and consultants, among others.

### **Plant Reserve Fund - 4645**

The District established a plant emergency reserve fund through a contractual agreement with other plant users. This fund is for addressing plant emergencies. The contracts among plant users specify that this fund must not exceed \$25,000. The balance of this fund as of June 30, 2015 is \$33,267 which includes accrued interest for the year. The anticipated value by June 2016 is anticipated to be \$33,357 (with interest) as noted in the designated fund balance summary sheet. Periodically, the amount over \$25,000 is used in conjunction with capital improvements of the treatment facilities.

### **Capital Reserve Fund - 4650**

This fund was established to hold revenues from connection and annexation fees. This reserve fund is mandated by legislation to account for capacity expansion projects of the District's facilities.

Capacity expansion reserve funds should be protected and used only for expanding the facilities' capacities to accommodate community growth. In May 2007, the Board elected to allocate \$3,700,000 from this fund to fund 4670 (plant upgrading project) to partially finance the District's share of the plant upgrading project which increases the capacity of the secondary treatment process from 3.8 million gallons per day (MGD) to 9.84 MGD. The Board has resolved to pay back the Inter-fund loans and those payments began in FY2013-14. With the loan payments, the anticipated balance of this fund at the end of June, 2016 is \$5,366,384 as noted in the fund balance summary sheet.

### **Replacement Reserve Fund - 4655**

This fund is mandated by the State Water Resources Control Board (SWRCB) in its guidelines for development of Facilities Financial Plan and Revenue Program (FPRP). This mandate requires annual funding of the facilities' depreciation. The current budget funds the new depreciation value at 100% of its new full value of the District's share.

The fund, with its anticipated balance of \$7,868,528 at the end of FY 2015-16 as shown in the designated fund balance summary sheet, is designated for the basic replacement of components of the existing facilities. The fund ensures the useful life of facilities in a wholesome manner to utilize the entire design capacity for the community planned growth. The District has been funding this fund over the past years whereby the annual funding is adjusted annually, and is \$3,198,540 for FY2015-16.

Similar to the Capital Reserve Fund above, the Board resolved to repay previously borrowed monies in the amount of \$2,000,000 from this fund, beginning in FY 2013-14.

The summary sheet shows a breakdown of this fund among the District's facilities.

### **Retiree Health Insurance Sinking Fund – 4660**

In December 2004, the District's Governing Board acted to provide medical insurance coverage for District employees upon retirement. In order to mitigate the impact of such benefit, the Board directed that a sinking fund be created for future payments of medical insurance premiums of District retirees, and that such fund be annually funded in an initial amount of \$30,000 per year. In August 2006 the Board revised this action directing District staff to change its current health insurance program from Blue Shield of California to the California Public Employees Retirement System (CalPERS) health program. In doing so, the CalPERS health plan would be at a lower premium and would allow the District to offer health insurance coverage for its retirees and their respective dependents similar to the prior plan. In addition, the District and employees will fund the costs of the Medicare supplemental insurance plan in an equally shared manner. Employee's hourly wage will be reduced by \$.19 per hour over a three year period starting in July, 2007 and ending in 2009. This employee contribution along with the District's matching contribution, and the savings on the health insurance premium will be allocated to this fund. The current annual funding of this fund would amount to \$270,646 which will escalate annually to cover the necessary annual funding defined by the retiree actuarial analysis. The District will periodically review this annual funding level in order to make

sure that such fund balance is sufficient to meet its obligation. The anticipated fund balances at the end of fiscal years 2015 and 2016 are -\$306 and \$59 respectively.

In 2009 and to comply with the Governmental Accounting Standard Board (GASB) Statement 45 requiring a separate trust fund for retiree benefits, the District joined the California Employees Retirement Benefit Trust (CERBT) fund administered by CalPERS to manage its retiree fund investments and to pay for the retiree's health insurance premium. The District annually transfers cash from its own Retiree Health Insurance Sinking fund to CERBT fund that will subsequently be used for retiree insurance premium funding. The negative balance of the District sinking fund mentioned above reflects the transfers to CERBT in fiscal year 2011-12 that exceeded the annual required contribution.

#### **Outfall Re-ballasting Fund – 4666**

Fiscal 2014-15 had the last scheduled payment for the re-ballasting State Revolving Fund loan, leaving the District debt free.

#### **Plant Upgrading Fund – 4670**

On May 7, 2007, the District's Governing Board acted to establish a separate fund designated as the "Plant Upgrading Fund" to pay for the Upgrading Project costs including but not limited to planning, design, environmental review, permitting and construction. Partial funding of the project was provided by a transfer from the Capital Reserve Fund in the amount of \$3,700,000 and from the Replacement Reserve Fund in the amount of \$2,000,000 . The District is currently repaying the borrowed monies from this fund.

#### **District Emergency Fund – 4675**

On May 7, 2007, the District's Governing Board established a separate fund designated as the "Emergency Fund" for the purpose of paying costs associated with emergency projects. Funding was provided by a transfer from the Replacement Reserve Fund in the amount of \$500,000. The anticipated balance of this fund at the end of June 2016 is \$554,311 as noted in the fund balance summary sheet.

#### **Summary**

Enclosed in this budget are a summary table and associated pie and bar charts that show fund balances and distributions at the beginning and end of FY 2015-16. The total value of the District's funds will be decreased in FY 2015-16 by \$708,606 or -5% of its value at the end of 2015-16.

**DESIGNATED FUND BALANCE  
SUMMARY**

<b>Fund No. and Name</b>	<b>Estimated Cash Balance</b>	
	<b>6/30/2015</b>	<b>6/30/2016</b>
<b><u>4640 Running Expense</u></b>		
Administration	250,144	126,894
Collection System	372,245	188,833
Firestone Pump Station	24,858	12,610
Main Pump Station	36,990	18,764
Industrial Waste Control Program	45,150	22,904
Wastewater Treatment Facilities	1,511,357	766,685
Effluent Disposal Ocean Outfall	25,873	13,125
<b>Subtotal</b>	<b>\$2,266,615</b>	<b>\$1,149,814</b>
		a
<b><u>4645 Plant Reserve</u></b>	<b>33,267</b>	<b>33,357</b>
		b
<b><u>4650 Capital Reserve</u></b>		
Collection System	2,773,860	2,807,079
Wastewater Treatment Facilities	1,735,185	2,332,042
Effluent Disposal Ocean Outfall	224,574	227,263
<b>Subtotal</b>	<b>4,733,619</b>	<b>5,366,384</b>
		c
<b><u>4655 Replacement Reserve</u></b>		
Collection System	5,981,658	5,585,077
Administration Facilities	105,724	98,715
Wastewater Treatment & Pumping Facilities	1,568,678	1,774,871
Effluent Disposal Ocean Outfall	439,208	410,089
<b>Subtotal</b>	<b>8,095,269</b>	<b>7,868,752</b>
		d
<b><u>4660 Retiree Health Insurance Fund</u></b>	<b>(306)</b>	<b>59</b>
		e
<b><u>4666 Outfall Reballasting Project</u></b>	<b>-</b>	<b>-</b>
		f
<b><u>4670 Plant Upgrading Project</u></b>	<b>0</b>	<b>(\$0)</b>
		g
<b><u>4675 District Emergency Fund</u></b>	<b>552,819</b>	<b>\$554,311</b>
		h
<b>TOTALS</b>	<b>\$15,681,283</b>	<b>\$14,972,678</b>

**NOTES:**

a Designated to meet half of annual operation & maintenance costs for FY 2015-2016

b Designated for emergency repairs.

c Designated for facilities capacity expansion.

d Designated for facilities replacement projects. Distributed relative to the replacement value of facilities.

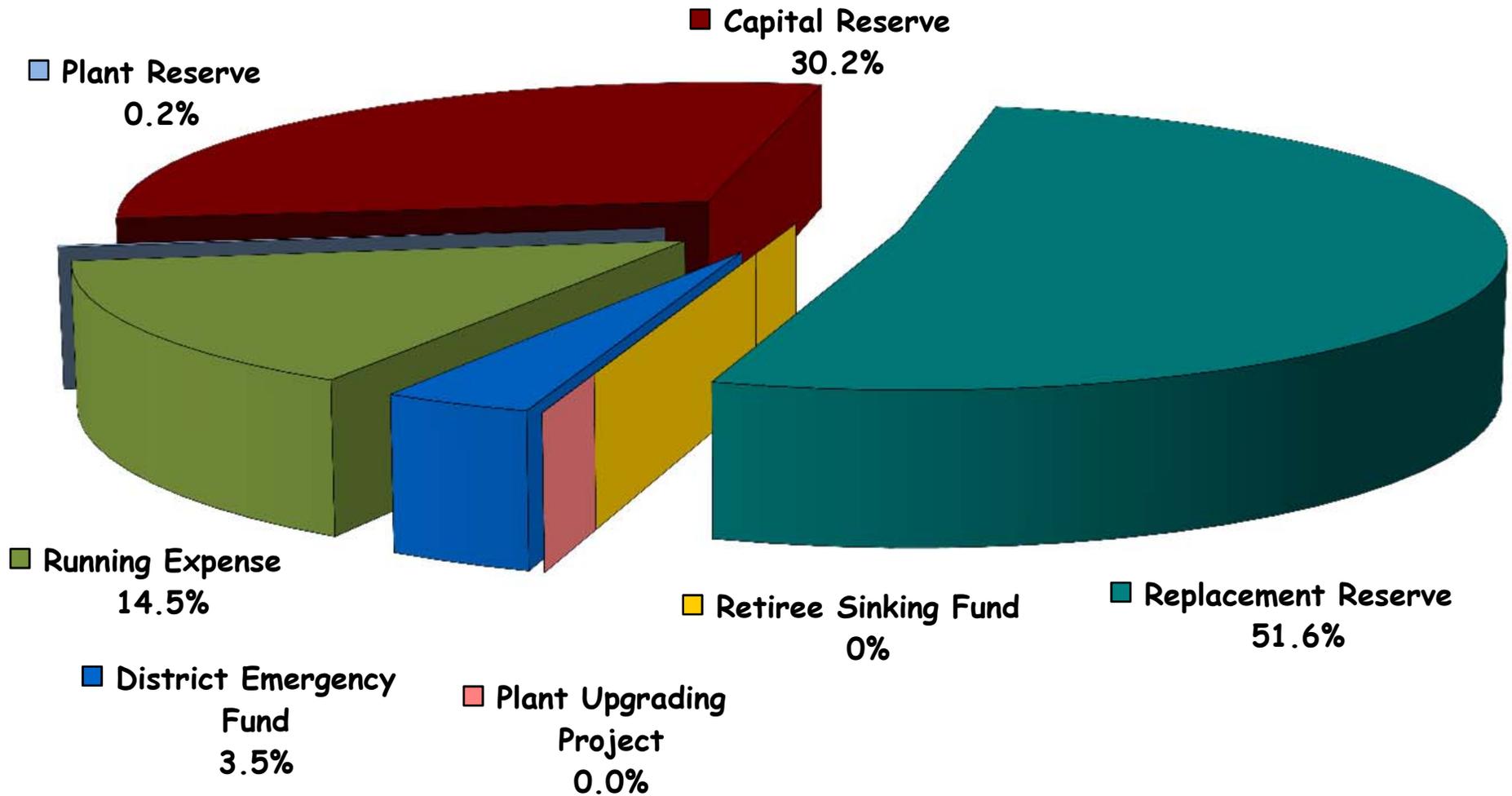
e Designated for retiree medical insurance sinking fund.

f This fund receives and disburses monies for the SRF loan payment for the Outfall Rerocking Project, therefore its balance is zero at the end of each fiscal year.

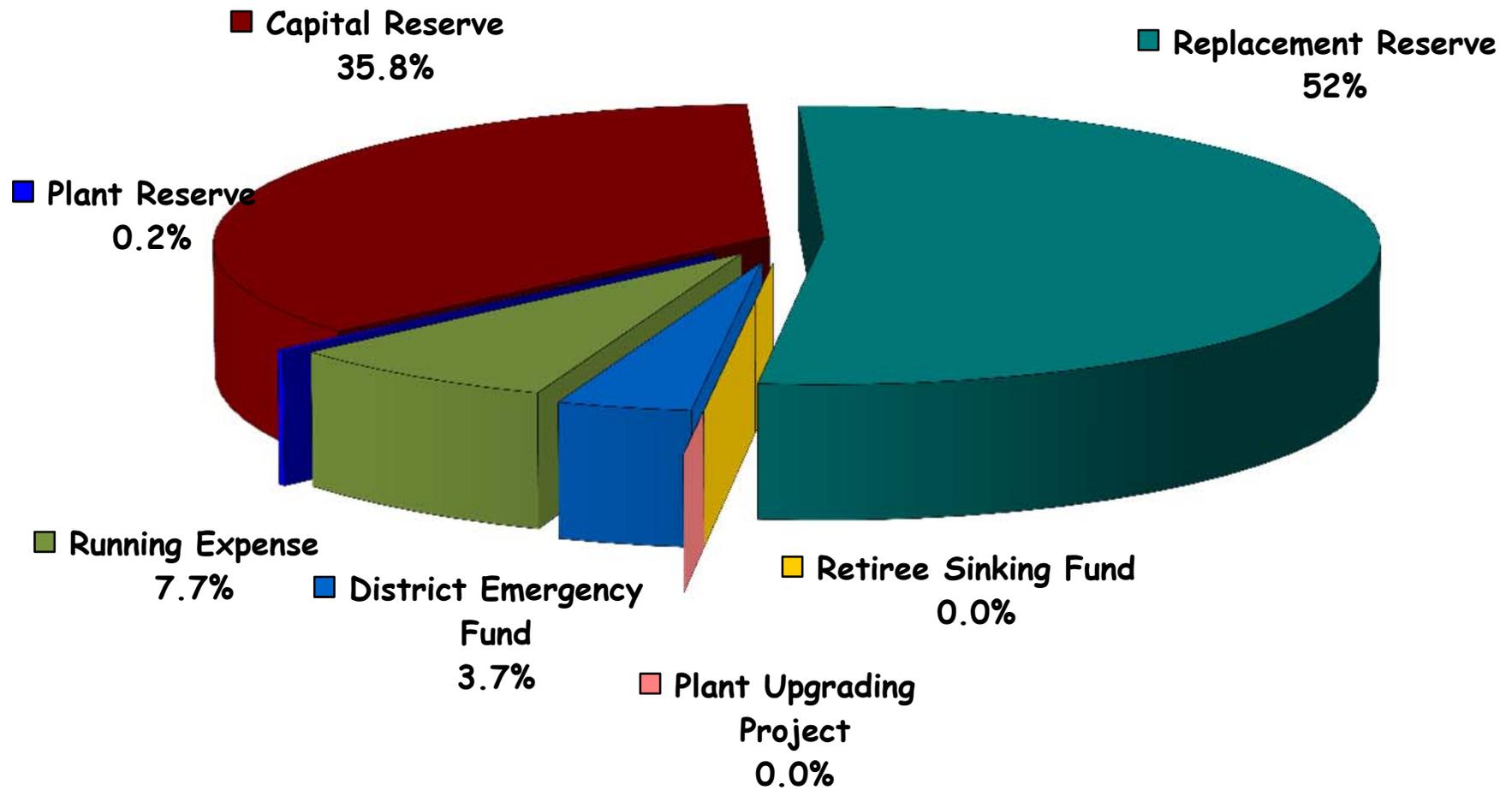
g Designated to pay for Plant Facilities Upgrading Project costs.

h Designated for costs associated with emergency projects.

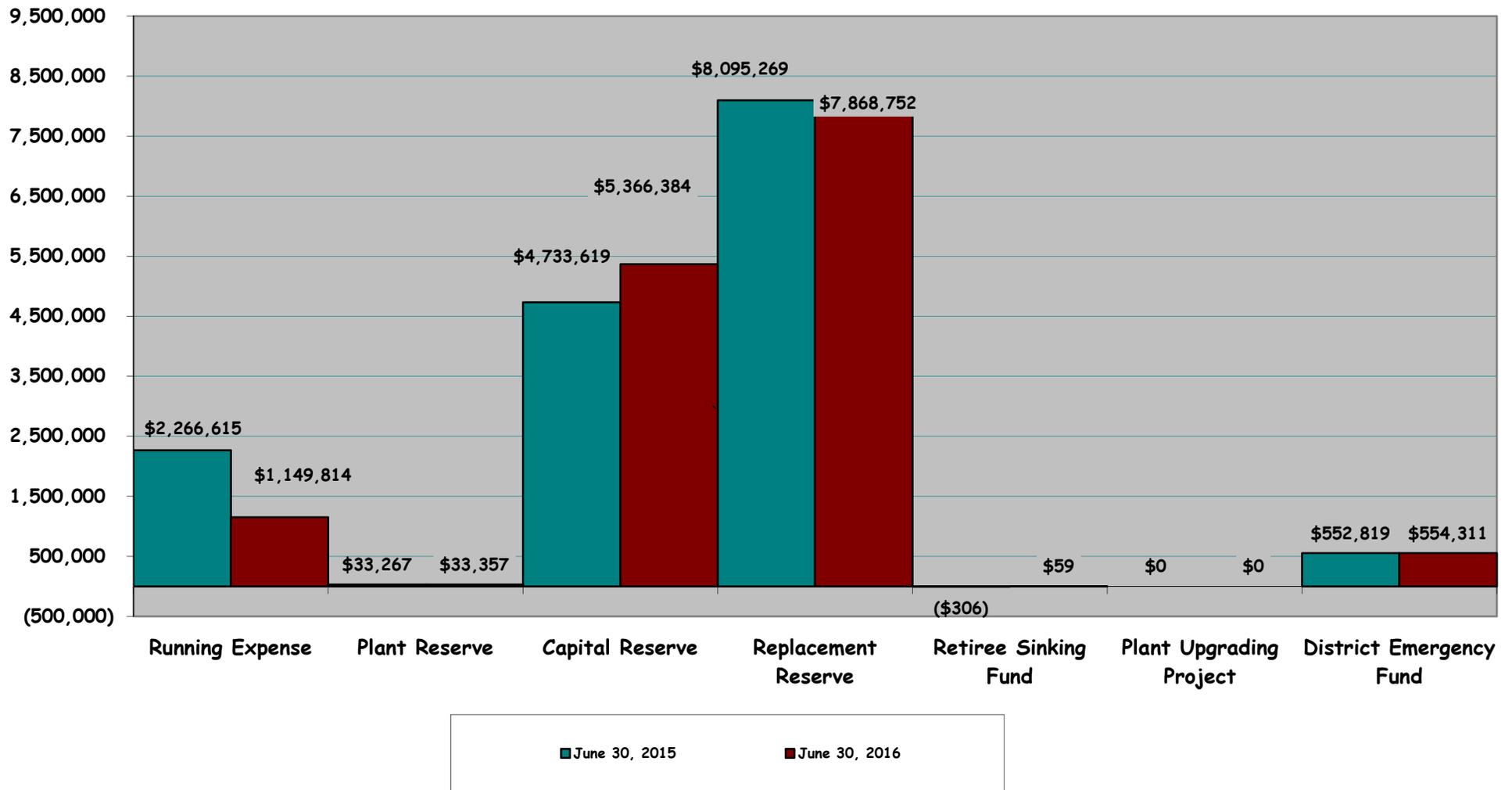
# Fund Balance June 30, 2015



# Fund Balance June 30, 2016



## Fund Balance June 30, 2015 and June 30, 2016



## **ACTIVITIES OF DISTRICT FUNDS**

The enclosed fund activity sheet shows the District's fund balances at the beginning and end of the fiscal year, as well as the activity of each fund during the year. Each fund's name and number are shown in the extreme two left columns, followed by the cash balance of the fund at the beginning of the year in the third column. The fourth and fifth columns designate the activity in terms of revenues and expenditures for each fund as demanded by the District's budget. The last column to the right of the sheet shows the anticipated ending balance of each fund at the end of the fiscal year. The main objective of the enclosed fund activity sheet is to provide a record of allocating revenues and expenditures to meet the District's operating objectives.

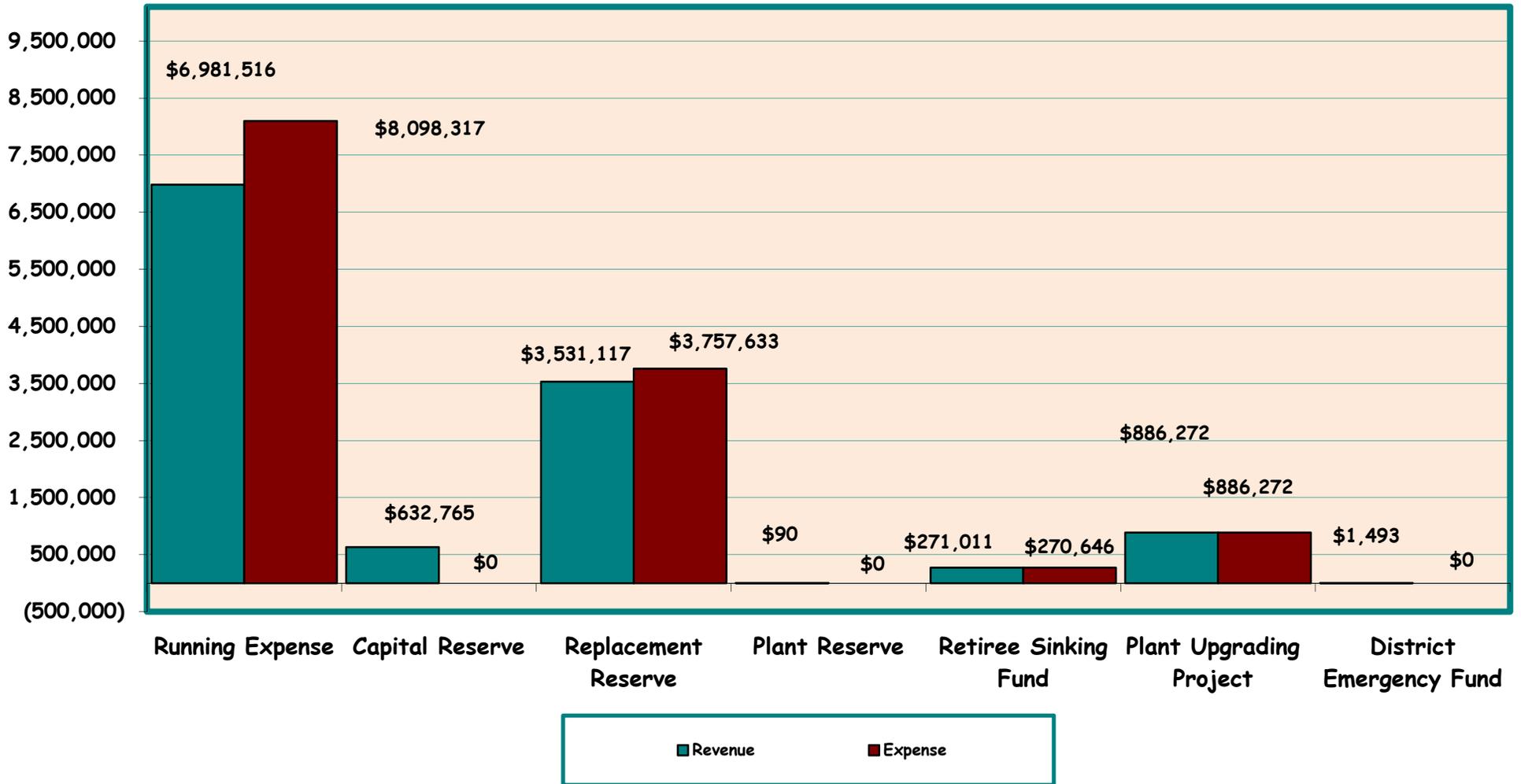
For FY 2015-16, the District anticipates a decrease in its overall fund balances by \$708,606. The overall balance of all of the District's funds is anticipated to be \$14,972,678 by the end of fiscal year 2015-16. Enclosed in this budget is a fund activity tabulation and associated bar chart illustrating the activities of the District's designated funds in FY 2015-16.

## FUND CASH ACTIVITY

Fund No. and Name	Estimated Cash Balance 6/30/2015	Estimated Revenue 2015-2016	Estimated Cash Expenditures 2015-2016	Estimated Cash Balance 6/30/2016		
<b>640</b> Running Expense	\$2,266,615	Fund 666 Transfer	\$0			
		Interest	\$5,872	O & M Expense	\$7,422,369	\$1,149,814
		Revenue	\$6,261,101	WWRec O & M Expense	\$675,948	
		GWD WWRec O&M	\$675,948			
		Admin Chg: WWRec	\$38,595			
<b>Subtotal</b>	<b>\$6,981,516</b>	<b>\$8,098,317</b>				
<b>645</b> Plant Reserve	\$33,267	Interest	\$90	\$0	\$33,357	
		<b>Subtotal</b>	<b>\$90</b>	<b>\$0</b>		
<b>650</b> Capital Reserve	\$4,733,619	Interest	\$12,878	Sewerline capacity related	\$0	\$5,366,384
		Fund 670 Loan repayment	\$576,077			
		Connection & Annex Chgs	\$43,810			
		<b>Subtotal</b>	<b>\$632,765</b>	<b>\$0</b>		
<b>655</b> Replacement Reserve	\$8,095,269	Interest	\$22,381	Collection System Replacements	\$2,702,633	\$7,868,752
		Revenue	\$3,198,540	Administration & Outfall	\$120,000	
		Fund 670 Loan repayment	\$310,195	Plant and Pump Stations Projects	\$935,000	
		<b>Subtotal</b>	<b>\$3,531,117</b>	<b>\$3,757,633</b>		
<b>660</b> Retiree Health Insurance	-\$306	Interest	\$365		\$59	
		Revenue	\$270,646	\$270,646		
		<b>Subtotal</b>	<b>\$271,011</b>	<b>\$270,646</b>		
<b>666</b> Outfall Reballasting Project	\$0	RFOGA SRF Outfall	\$0	\$0	\$0	
		Revenue	\$0			
		<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>		
<b>670</b> Plant Upgrading Project	\$0	Interest	\$0	Plant Upgrading Project	\$0	\$0
		RFOGA Plant Upgrade	\$0	Sewer Service Charges (670 loan rep	\$576,077	
		Revenue	\$886,272	Sewer Service Charges (670 loan rep	\$310,195	
		<b>Subtotal</b>	<b>\$886,272</b>	<b>\$886,272</b>		
<b>675</b> District Emergency Fund	\$552,819	Interest	\$1,493	\$0	\$554,311	
		<b>Subtotal</b>	<b>\$1,493</b>	<b>\$0</b>		
<b>TOTALS</b>	<b>\$15,681,283</b>			<b>\$14,972,678</b>		

# Fund Activity

## June 2015-June 2016



***REVENUES***  
***FISCAL YEAR 2015-16***

## **DISTRICT REVENUES IN FISCAL YEAR 2015-16**

The District receives revenues from several sources. The District has grouped its revenues under the various funds utilized for the District's operations as discussed earlier in previous sections of this budget. These funds may change over time depending on the specific purpose of establishing the fund. Currently the District has allocated its various revenues to the following eight funds.

- 1. Running Expense Fund**
- 2. Plant Reserve Fund**
- 3. Capital Reserve Fund**
- 4. Replacement Reserve Fund**
- 5. Retiree Health Insurance Fund**
- 6. Outfall Re-ballasting Fund**
- 7. Plant Upgrading Project Fund**
- 8. District Emergency Fund**

### **Running Expense Fund - 4640**

The running expense fund is where most of the operating revenues of the District are deposited when received. This fund has several accounts that hold the revenues from a variety of sources. The most significant revenues are the user fees or charges, as noted in this budget. Revenues from the various sources are accounted for under separate District internal accounts carrying different account numbers in order to track these revenues by their respective sources and allocate or designate them for their required and/or intended purposes. District revenues shown in the budget are estimates based on revenues from previous years, in addition to information associated with specific developments in the community. The running expense fund is used to fund the operations and maintenance activities of the District.

#### **Sewer Service Charges – Account 3100**

The sewer service charges may also be described as the utility charge paid by the District's users for the services rendered by the District. These charges are very similar to telephone, gas, or electric charges invoiced monthly by the utilities to their customers. The District collects its sewer service charges, also known as users' fees, through the property tax collection process of the County. The District's annual charges are placed on the tax roll, and are separately shown on property tax statements mailed by the County to the District's users. The County forwards the collected District fees to the District twice annually, immediately after tax collection in December and April of each year. Users' fees are expected to reflect the cost of operations and maintenance by the District, and are reviewed annually to ensure their appropriate values.

The sewer service charges are based on a mathematical model, which calculates rates using various parameters associated with flows and types of wastewater. The charge model is based on guidelines established by the Federal and State governments in accordance with the Clean Water Act, which applies to agencies like the District, that received Federal and State grants for construction of wastewater treatment and disposal facilities. The District has classified its users into 27 categories used in calculating the user fees.

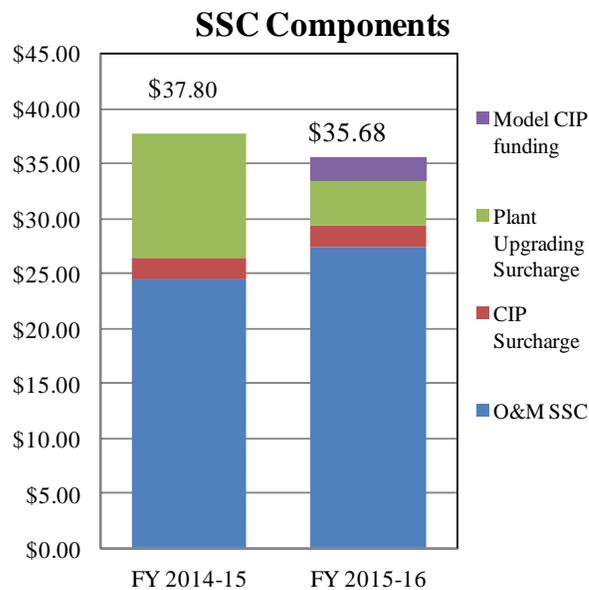
The model takes into consideration the estimated expenditures for the upcoming fiscal year in order to calculate the required appropriate user fees. Based on the District's model, the charge for a single-family dwelling or an equivalent was estimated to be \$453.63 per year or \$37.80 per

month for FY 2013-2014. In March, 2015 the Governing Board took action to revise the sewer service rate structure to account for increased operations and maintenance costs and provide for ongoing CIP funding by reallocating a portion of the rate that had previously been dedicated to the plant upgrade project. This allowed for a reduction in the sewer service charge rate by \$2.12 per month per ERU from the current amount of \$37.80, to \$35.68 as shown in the table and graph that follow.

The proposed rate structure for FY 2015-16 would be as follows

Fiscal Year	O&M SSC	CIP Surcharge	Plant Upgrading Surcharge	Model CIP funding	Total SSC w/ CIP Funding
2014-15	\$24.49	\$2.00	\$11.31	\$0.00	\$37.80
2015-16	\$27.36	\$2.00	\$ 4.08	\$2.24	\$35.68

The chart below shows the difference between the prior FY 2014-15 Sewer Service Charge (SSC) rate structure and the Board approved SSC rate structure for FY 2015-16.



The sewer service charges are deposited into the individual funds of the District based upon their intended use and in an amount determined by the Governing Board. Of the monthly \$35.68 anticipated sewer charges revenue per single-family dwelling for Fiscal Year 2015-2016, \$27.36 will be deposited in the running expense fund 4640.

#### Permit and Inspection Fees – Account 3120

Permit and Inspection fees are collected for issuing permits to connect to District facilities. Inspection fees are charges for the District’s inspection of the construction of new developments

connecting to the District's facilities. This estimated revenue is projected based on past history and knowledge of proposed developments in the upcoming year.

#### Administration Charges – Accounts 3140 and 3145

These revenues are charges levied on the District's contractual users for administrative costs associated with treatment, disposal and reclamation of wastewater. These charges are fixed percentages of the operating costs as defined in separate agreements with these users.

#### Treatment and Disposal Revenue – Account 3150

This revenue is the monthly expense charged to the District's contractual users in accordance with an agreement with the District for treatment and disposal of their respective wastewaters. The charge to each user is based on each user's percentage of the monthly-metered flow into the plant applied to the total monthly expense of the treatment plant only. Fixed assets charged to the treatment plant are expensed to the contractual users based on their respective fixed capacity percentage allocations of the total treatment plant and outfall capacities as defined in the agreements between the District and its users.

#### Goleta Water District Reclamation O&M Cost Reimbursement – Account 3155

This revenue is the total estimated annual expense invoiced to the Goleta Water District for production of reclaimed water. Fixed assets purchased for the reclamation facility are included in this estimated revenue. This revenue was estimated based on the projected demand of reclaimed water as defined by the Goleta Water District.

#### Industrial Waste Control (IWC) Analysis Reimbursement – Account 3160

This revenue source is projected based on historical data, and accounts for reimbursements to the District by industries for costs of re-sampling their respective discharges to the District following violations of their respective permit limits.

#### Homeowners Exemption – Account 3170

Homeowners' exemption revenues are the District's share of the annual revenue received by the County from the State for tax exemptions offered to homeowners. This amount is usually estimated by Santa Barbara County, and does not vary greatly from year to year.

#### Annexation Processing – Account 3205

This estimated revenue is the administration fee charged for processing applications for annexations submitted to the District each year. The projected amount is based on an application fee of \$200 per application, and is estimated based on past history and knowledge of any known future annexations.

#### Revenue from Other Government Agencies (RFOGA) – Running Expense – Account 3240

This revenue is received from the Santa Barbara Municipal Airport and Santa Barbara County for their shares of the operations and maintenance of the treatment facilities; and from SBMA for Firestone and the Main pump stations. The value of this revenue is based on the Airport's

percentages of the annual flow and expenses of the Main Pump Station and the percentage flow for the Firestone pump station only.

#### Other Revenue-Running Expense – Account 3260

Other revenues account for all undesignated sources. Examples of these revenues would be reimbursements for travel from agencies on which members of Governing Board serve (CSDA and CSRMA), miscellaneous invoices to other agencies, and reimbursements for miscellaneous expenses. Projections of this revenue are based on historical data and are usually conservative.

***FY14-15 Total revenue anticipated in the Running Expense Fund is \$6,975,644.***

#### Capital Reserve Fund - 4650

The Capital Reserve fund is the depository of funds allocated for expansion of the District's facilities to accommodate the community's growth. Funds collected from connection and annexation fees are directed to this fund for capacity-related capital improvements.

#### Connection Fees – Account 3130

Connection fees are generally understood to be the costs of buying a unit of capacity in the District's facilities. The simplest form of measuring capacity for the purpose of determining connection fees is by equivalency to the capacity normally utilized by a normal single family residence. A capacity unit is expressed as one equivalent residential unit (ERU). Therefore, the connection fee is the cost of buying capacity units expressed in ERUs. The value of the connection fee is normally the price of one ERU.

Since connection fees are associated with capacity of service, they should be used for expansion of the existing facilities where capacity for serving additional growth in the community is required. In this respect, connection fees are mandated by law to be kept in a separate fund designated by the District as the Capacity Expansion Reserve.

Connection fee revenue estimates are based on historical data and estimates of growth and development anticipated in the fiscal year. The current District connection fee is \$2,058 per ERU.

#### Annexation Charges – Account 3200

Annexation to the District is the process of entering a land parcel into the service area of the District. The District's annexation fees were developed based on equity in maintenance of the District's facilities over a period of several years. The underlying assumption is that a new customer, when annexed to the District, would have to pay certain annexation charges to catch up with the operations and maintenance costs paid by existing customers for a certain defined period of time. These fees are clearly separate from connection fees in that there is no overlap of both fee structures.

Currently the annexation charge revenue is based on a fee of \$1,905 per acre to be annexed. The District's annual projection of this revenue is based on historical data of the anticipated number of parcels to be annexed.

***FY15-16 Total revenue anticipated in the Capital Reserve Fund is \$43,810.***

### **Replacement Reserve Fund – 4655**

The replacement reserve fund is designated to hold and disburse funds for the District's capital improvement projects that are needed to maintain the District's facilities. This fund does not hold nor disburse funds for major projects where capacity increases are required. The District annually deposits funds from sewer service charges into this fund to account for its facilities depreciation.

#### **Sewer Service Charges – Account 3100**

Of the monthly \$35.68 anticipated sewer charges revenue per single-family dwelling for Fiscal Year 2015-2016, \$4.24, which amounts to \$921,028 in FY 2015-16, will be deposited into the replacement reserve fund 4655 for future capital improvement projects in addition to the 100% of the District's portion of treatment facilities annual depreciation estimated to be \$1,670,288 in 2015-16. The total amount of sewer service charges expected to be received by the District and deposited into the replacement reserve fund is \$2,591,316 in 2015-16.

#### **Property Tax – Account 3220**

This revenue is the District's share of the property taxes collected by the County based on the District's percentage of property tax revenues to the County. The District's percentage is defined based on separate property tax negotiations during the process of property annexations to the District. Current annual property tax revenues to the District are predominantly based on the District's percentage in effect prior to Proposition 13. Property tax revenue is based on data submitted by Santa Barbara County. Because the District's budget is approved before the actual amount of property taxes is calculated, the amount shown is an estimate based on the previous year. The amount of property tax revenue received by the District does not vary considerably from year to year.

#### **RFOGA – Capital Projects – Account 3260**

This revenue is received from the District's contractual users' for their share of the plant capital project expenditures. Each entity pays according to its capacity percentage entitlement as defined in the agreement between the District and these users.

***FY15-16 Total revenue anticipated in the Replacement Reserve Fund is \$3,198,540.***

### **Retiree Health Insurance Fund – 4660**

The Retiree Health Insurance fund was established by the District in 2004. The District will deposit approximately \$270,646 annually into this fund for medical insurance premiums for District retirees. The District annually transfers cash from this fund to the CERBT fund as part of the required annual contribution required by GASB 45.

***FY15-16 Total deposit into the Retiree Health Insurance Fund is \$270,646.***

### **Outfall Re-ballasting Fund – 4666**

This fund was established to manage the funds directed for payment of annual debt service for a loan received from the State Water Resources Control Board for placement of ballast rock over the District's outfall for the purpose of maintaining its stability. The loan was received under

the State Revolving Fund (SRF) Loan Program. As noted above, the last scheduled payment on this loan was made last year.

**Facilities Upgrading Fund – 4670**

The expenditures from this fund are primarily repayments of the Inter-fund loans.

Sewer Service Charges – Account 3100

Of the monthly \$35.68 anticipated sewer charges revenue per single-family dwelling for Fiscal Year 2015-2016, \$4.08 will be deposited into the facilities upgrading fund 4670. The total amount of sewer service charges expected to be received by the District and deposited into the facilities upgrading fund is \$886,272.

***FY15-16 Total revenue anticipated in the Facilities Upgrading Fund is \$ 886,272.***

**Interest Earnings Account - 3230**

This account receives the interest earnings of all District funds. Interest accrued per fund is also transferred from this account as revenue to each of the District funds. The interest for each fund for this year is calculated based on a conservative percentage of 0.27%

***FY15-16 Total interest anticipated is \$43,078.***

**FY15-16 TOTAL DISTRICT REVENUE ANTICIPATED IS \$11,417,991**

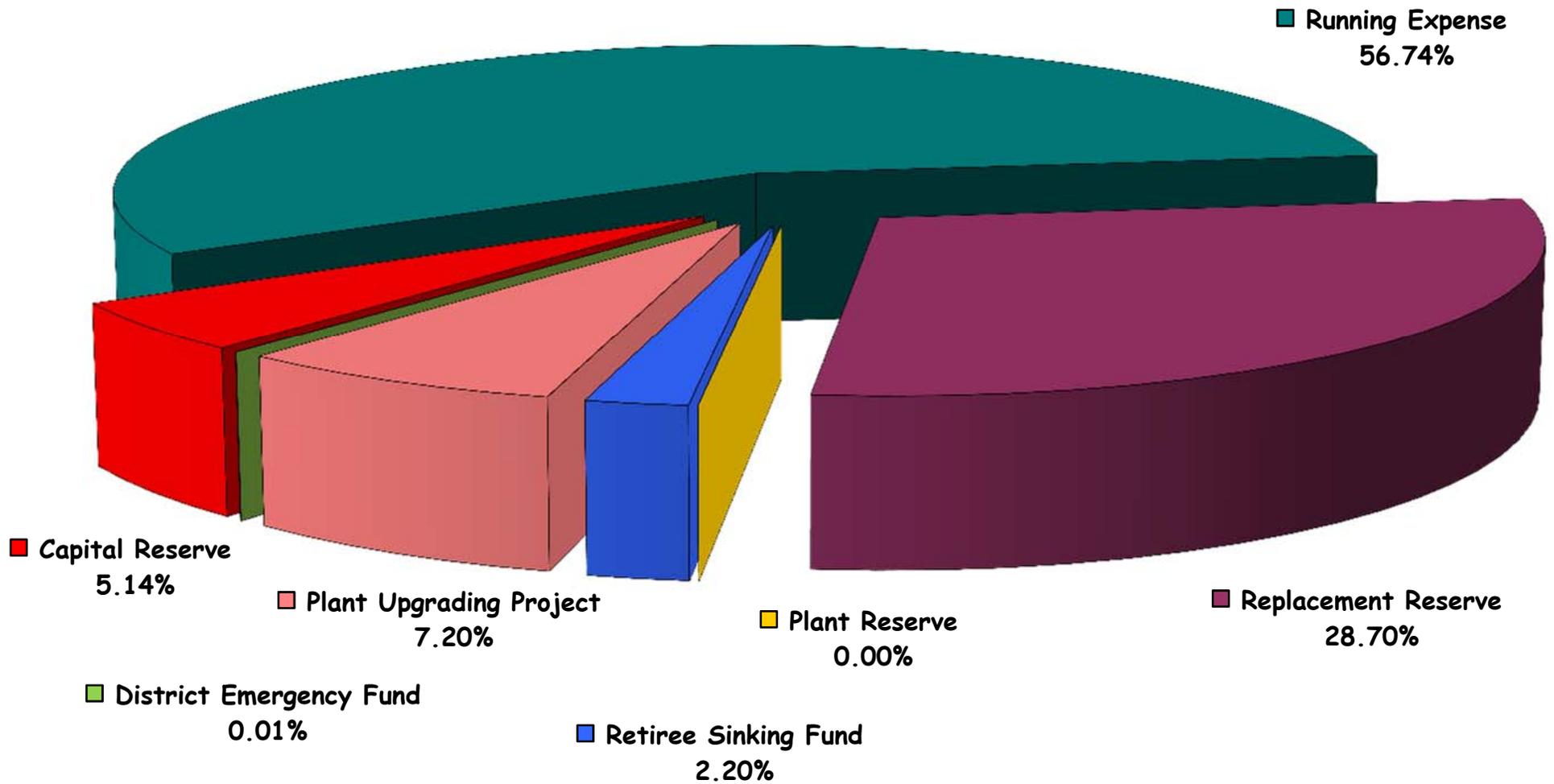
**Fiscal Year 2015-2016  
REVENUE**

Fund Name and Number	Acct	Revenue Classification	Budgeted Revenue 2014-15	Revenue to date 3/31/2015	Projected Actual 2014-15	Over(Under) Budget 2014-15	Revenue Projection 2015-16	Percent Change from last FY
<b>4640 Running Expense</b>	3100	Sewer Service Charges	\$3,649,322	\$1,874,344	\$3,649,322	\$0	\$4,002,301	10%
	3120	Permits and Inspections	\$28,000	\$48,309	\$83,000	\$55,000	\$28,000	0%
	3140	Admin Chgs - Treatment	\$109,849	\$79,529	\$106,039	(\$3,810)	\$121,585	11%
	3145	Admin Chgs - Reclamation	\$38,725	\$25,953	\$34,604	(\$4,121)	\$38,595	0%
	3150	Treatment & Disposal Cost Reimb.	\$1,962,489	\$1,369,507	\$1,826,009	(\$136,480)	\$2,058,480	5%
	3155	GWD WWRec O&M Cost Reimb.	\$609,054	\$281,591	\$440,000	(\$169,054)	\$675,948	11%
	3160	IWC Analysis Reimbursement	\$500	\$0	\$0	(\$500)	\$500	0%
	3170	Homeowners Exemption	\$500	\$391	\$500	\$0	\$500	0%
	3205	Annexation Processing Fee	\$1,000	\$400	\$600	(\$400)	\$600	-40%
	3240	**RFOGA - Running Expense	\$22,556	\$2,826	\$3,767	(\$18,789)	\$4,134	-82%
	3260	Other Revenue - Running Exp.	\$45,000	\$64,972	\$67,000	\$22,000	\$45,000	0%
		<b>Subtotal</b>	<b>\$6,466,995</b>	<b>\$3,747,821</b>	<b>\$6,210,841</b>	<b>-\$256,154</b>	<b>\$6,975,644</b>	<b>8%</b>
<b>4650 Capital Reserve</b>	3130	Connection Fees	\$40,000	\$84,738	\$304,160	\$264,160	\$40,000	0%
	3200	Annexation Charges	\$3,810	\$12,116	\$12,116	\$8,306	\$3,810	0%
		<b>Subtotal</b>	<b>\$43,810</b>	<b>\$96,854</b>	<b>\$316,276</b>	<b>\$272,466</b>	<b>\$43,810</b>	<b>0%</b>
<b>4655 Replacement Reserve</b>	3100	*Sewer Service Charges	\$1,758,156	\$1,044,902	\$1,758,156	\$0	\$2,591,316	47%
	3220	Property Tax Revenue	\$122,416	\$75,681	\$125,000	\$2,584	\$122,416	0%
	3260	**RFOGA - Capital Projects	\$380,288	\$69,879	\$93,172	(\$287,116)	\$484,809	27%
		<b>Subtotal</b>	<b>\$2,260,861</b>	<b>\$1,190,462</b>	<b>\$1,976,328</b>	<b>-\$284,532</b>	<b>\$3,198,540</b>	<b>41%</b>
<b>4660 Retirees Ins</b>	3100	*Sewer Service Charges	\$240,646	\$136,289	\$240,646	\$0	\$270,646	12%
		<b>Subtotal</b>	<b>\$240,646</b>	<b>\$136,289</b>	<b>\$240,646</b>	<b>\$0</b>	<b>\$270,646</b>	<b>12%</b>
<b>4666 Outfall Project Fund</b>	3100	*Sewer Service Charges	\$84,919	\$45,432	\$82,619	(\$2,300)	\$0	-100%
	3245	**RFOGA - Outfall SRF Loan	\$67,238	\$64,362	\$67,238	\$0	\$0	-100%
		<b>Subtotal</b>	<b>\$152,157</b>	<b>\$109,794</b>	<b>\$149,857</b>	<b>-\$2,300</b>	<b>\$0</b>	<b>-100%</b>
<b>4670 Facilities Upgrade</b>	3100	*Sewer Service Charges	\$2,447,744	\$1,453,693	\$2,447,744	\$0	\$886,272	-64%
	3250	**RFOGA-Plant Upgrading Proj.	\$52,130	\$117,754	\$117,754	\$65,624	\$0	-100%
		<b>Subtotal</b>	<b>\$2,499,874</b>	<b>\$1,571,447</b>	<b>\$2,565,498</b>	<b>\$65,624</b>	<b>\$886,272</b>	<b>-65%</b>
<b>All Funds</b>		<b>Interest Earnings</b>						
<b>4640</b>	3230	Running Expense Fund	\$7,035	\$3,123	\$4,164	(\$2,871)	\$5,872	-17%
<b>4645</b>	3230	Plant Reserve Fund	\$76	\$63	\$85	\$9	\$90	18%
<b>4650</b>	3230	Capital Reserve Fund	\$7,014	\$6,434	\$8,579	\$1,565	\$12,878	84%
<b>4655</b>	3230	Replacement Reserve Fund	\$13,038	\$12,148	\$16,197	\$3,159	\$22,381	72%
<b>4660</b>	3230	Retiree Health Insurance Fund	\$552	\$30	\$40	(\$512)	\$365	-34%
<b>4670</b>	3230	Plant Upgrading Fund	\$8	\$0	\$0	(\$8)	\$0	-100%
<b>4675</b>	3230	District Emergency Fund	\$1,268	\$1,053	\$1,405	\$137	\$1,493	18%
		<b>Subtotal</b>	<b>\$28,991</b>	<b>\$22,851</b>	<b>\$30,470</b>	<b>\$1,479</b>	<b>\$43,078</b>	<b>49%</b>
		<b>Total Revenue</b>	<b>\$11,693,333</b>	<b>\$6,875,519</b>	<b>\$11,489,916</b>	<b>-\$203,417</b>	<b>\$11,417,991</b>	<b>-2%</b>

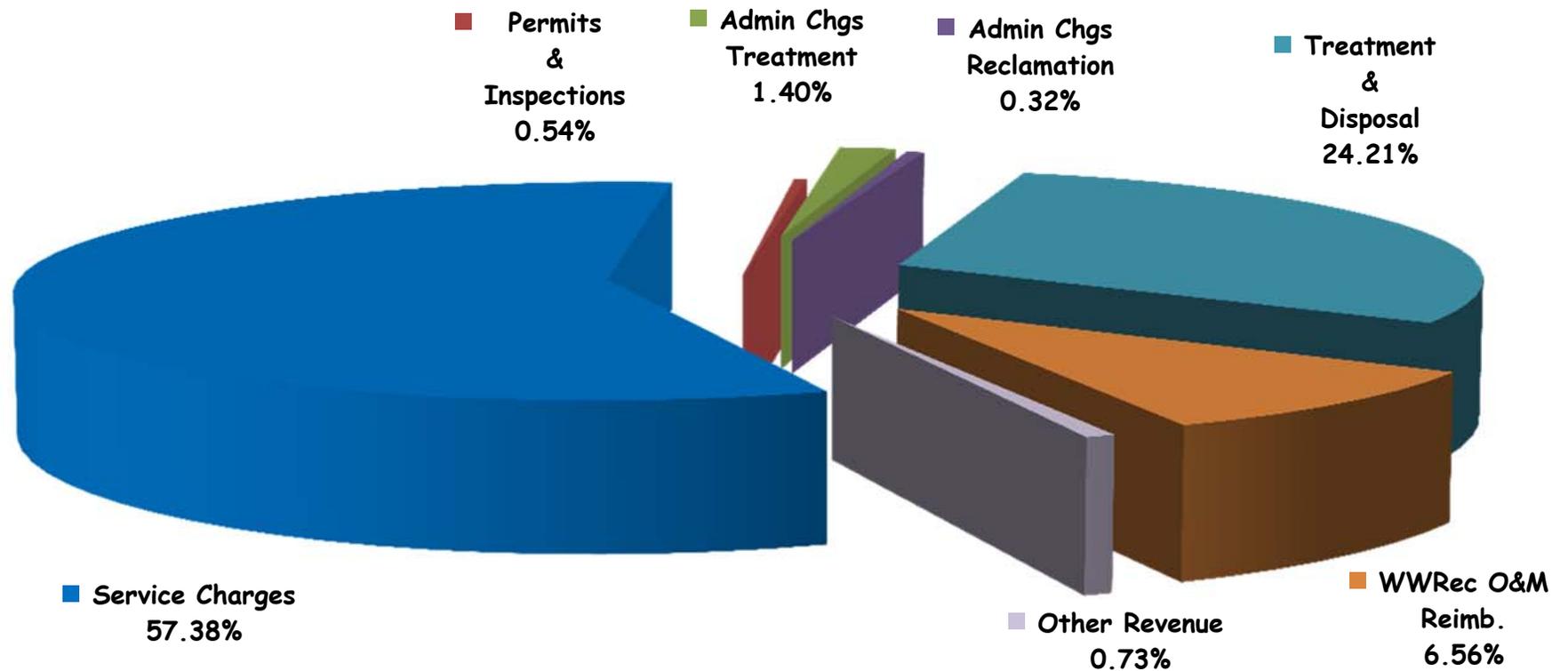
\*Sewer Service Charges are deposited directly to the respective funds and no longer shown as a transfer from the 4640 Running Expense Fund. Values shown under 2015-2016 Revenue Estimate have been pro-rated accordingly.

\*\*RFOGA = Revenue From Other Gov't Agencies

# Revenues by Fund 2015-16



# Running Expense Revenues 2015-16



***EXPENDITURES  
FISCAL YEAR 2015-16***

## DISTRICT COMBINED EXPENDITURES IN FISCAL YEAR 2015-16

The combined expenditures for the District's operating departments are shown in a combined expenditure sheet with comparisons to the previous fiscal year's expenditures. The budget expenditures are shown under various categories such as personnel expenses, operating expenses, depreciation reserves funding, debt service and capital outlay. The total operating and personnel expenses proposed for FY 2015-16 are anticipated to be 3% more than last year's budget and the capital outlay projects are anticipated to be about 12% less than last year's expenditures.

The main categories of expenditures in the combined budget are as follows:

<u>DESCRIPTION</u>	<u>EXPENDITURES</u>	<u>% OF TOTAL EXPENDITURES</u>
<b>Personnel Cost:</b>	<b>\$ 4,739,271</b>	<b>29%</b>
<b>Operating Expenses:</b>	<b>\$ 3,198,192</b>	<b>20%</b>
<b>Sub-Total:</b>	<b>\$ 7,937,463</b>	<b>49%</b>
<b>Depreciation Expense:</b>	<b>\$ 3,265,631</b>	<b>20%</b>
<b>Capital Outlay:</b>	<b>\$ 5,075,405</b>	<b>31%</b>
<b>TOTAL EXPENDITURES:</b>	<b>\$ 16,278,499</b>	<b>100%</b>

The enclosed graph shows the above distribution of expenditures for FY 2015-16.

The District has separated accounting of its expenses under seven separate service categories. These categories are mostly associated with specific service programs and/or facilities shared by separate groups of users. The main purpose of segregating expenses is to appropriately charge the customer base served by each program and/or facility. The District's seven service categories and corresponding customer base are described below.

### **Administration Expenses**

All District users share these expenses. The District's contractual users pay, as administrative costs, a fixed percentage of their respective operating costs in the treatment and disposal facilities.

### **Collection System**

All users in the Goleta Sanitary District's service area share the expenses associated with the collection system. The District's contractual users do not share in the cost of the collection system.

### **Main and Firestone Pump Stations**

All users in GSD's service area share the expenses associated with the main pump station. The Santa Barbara Municipal Airport and the County of Santa Barbara are the only contractual users of the District that share in this cost. All other contractual users do not use the main pump station. The District and the Airport only share the costs of the Firestone Pump Station in

accordance with an agreement between the two agencies such that the Airport's share is based upon flow through the station.

### **Industrial Waste Control Program**

Similar to the collection system, the expenses associated with the Industrial Waste Control program are shared by all users in the Goleta Sanitary District's service area. The District's contractual users do not share in the cost of this program.

### **Wastewater Treatment Facilities**

All District users share in the cost of the treatment of wastewater, including all contractual users. The contractual users share in the operating costs based on a corresponding percentage of their flows compared to the total flow into the treatment facilities. Fixed assets are charged based on the respective percentage of the treatment facilities' capacity allocation to each contractual user.

### **Wastewater Disposal Outfall**

All District users share in the cost of wastewater disposal including all contractual users. The contractual users share in the operating costs and fixed assets based on the corresponding percentage of their outfall capacity allocation to each contractual user.

### **Reclamation Facilities**

The operating costs, including a 10% administration cost, are invoiced to the Goleta Water District monthly. Fixed assets are invoiced without the administrative charge.

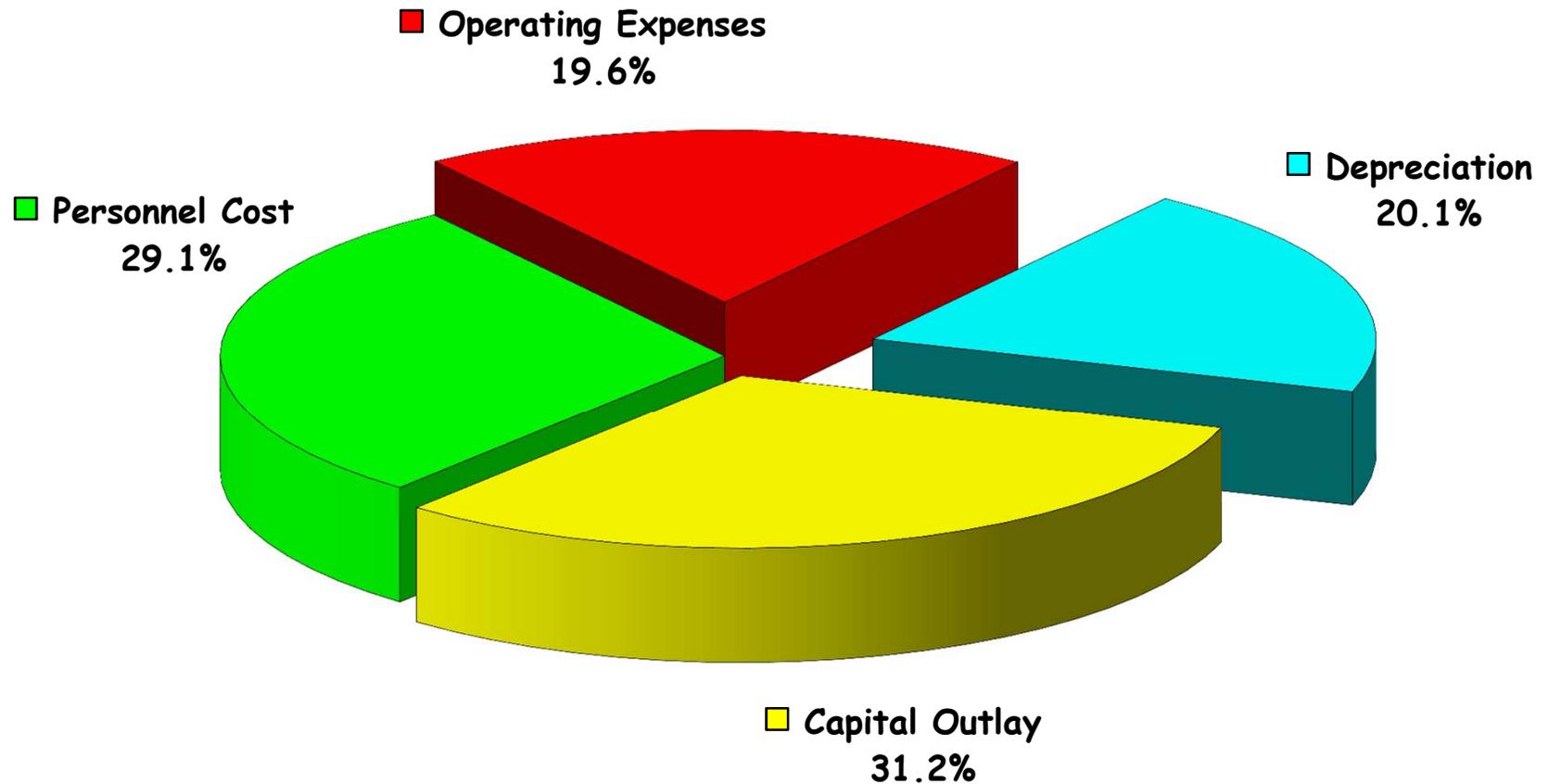
### **Summary**

Enclosed in this budget is a graph showing the distribution of the expenditures by each of the service categories described above. Details of each category's proposed expenditures are also included in this budget with a narrative explanation of the purposes of these expenditures.

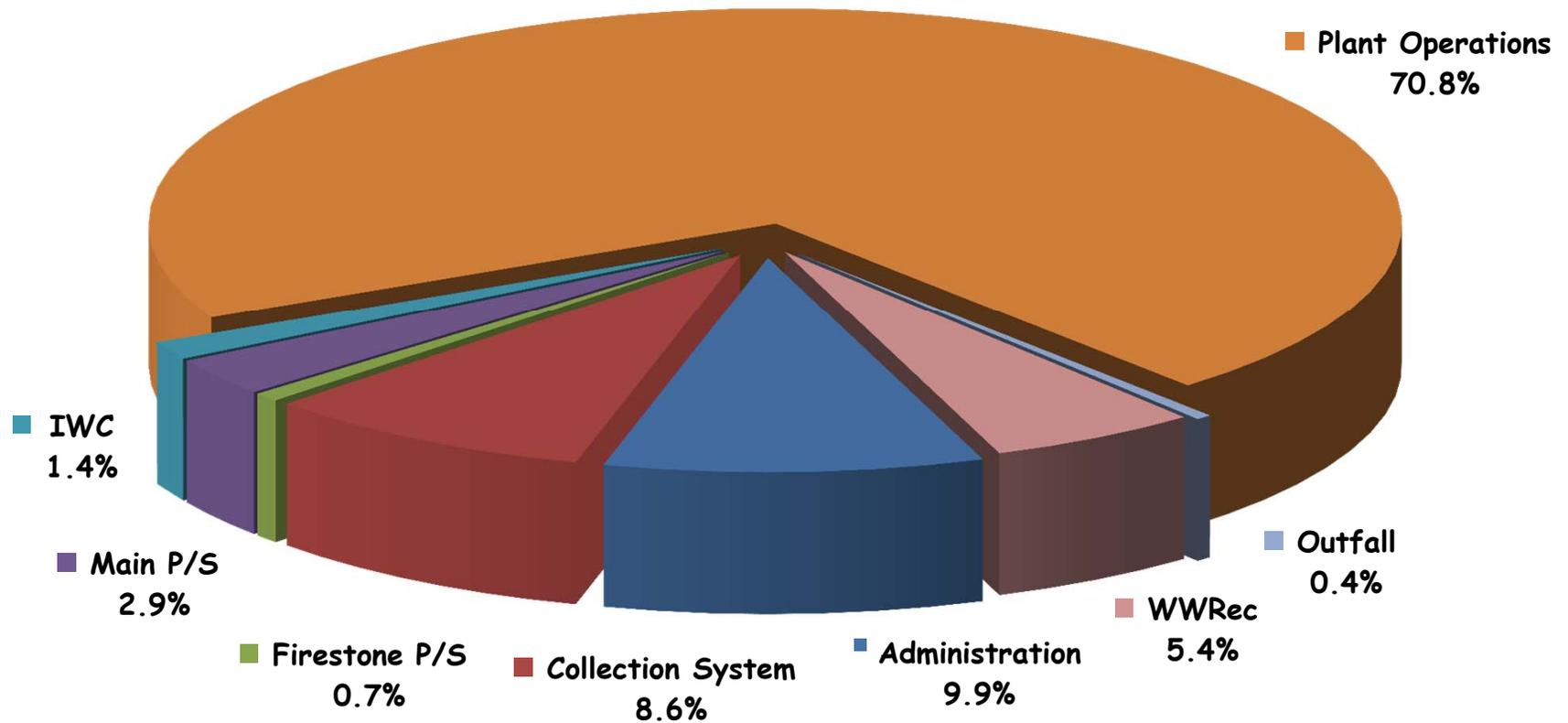
**Fiscal Year 2015-2016  
EXPENDITURES**

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2014-15	3/31/2015	Actual 2014-15	Budget 2014-15	Budget 2015-16	Change from last FY
<b>PERSONNEL</b>						
Basic Salaries	2,747,703	1,896,527	2,699,242	48,461	2,740,854	0%
Overtime	25,250	14,436	19,356	5,894	22,100	-12%
Temporary	20,000	8,060	13,000	7,000	20,000	0%
Directors Fees	76,000	26,647	39,000	37,000	76,000	0%
Worker's Compensation	77,536	41,287	77,536	0	77,536	0%
Retirement	575,612	386,938	529,132	46,480	558,766	-3%
Active Employee Health Insurance	688,119	480,104	620,620	67,499	757,371	10%
Retiree Health Insurance OPEB Funding	240,246	71,868	240,646	(400)	270,646	13%
FICA	162,844	112,312	149,751	13,093	167,459	3%
Medicare	40,407	26,529	40,174	234	40,251	0%
Unemployment Insurance	7,921	6,134	7,981	(60)	8,288	5%
<i>Subtotal</i>	4,661,639	3,070,842	4,436,438	225,201	4,739,271	2%
<b>OPERATING EXPENSES</b>						
Public Education	50,000	42,122	55,681	(5,681)	65,000	30%
Janitorial Service	42,300	31,246	41,809	491	40,060	-5%
Uniforms	12,425	9,833	13,111	(686)	13,675	10%
Licenses & Permits	70,500	58,400	69,545	955	99,137	41%
Freight & Postage	2,815	800	1,612	1,203	2,515	-11%
Subscriptions	5,050	3,719	4,859	191	5,150	2%
Vehicle Repairs & Maintenance	50,000	39,656	51,339	(1,339)	56,500	13%
Liability & Property Insurance	138,834	90,640	122,918	15,916	150,012	8%
Dues & Memberships	32,400	33,437	36,775	(4,375)	38,525	19%
Office Supplies	16,050	7,859	13,864	2,186	16,050	0%
Analysis & Monitoring	176,600	136,397	181,862	(5,262)	192,525	9%
Operating Supplies	701,725	391,661	624,092	77,633	602,025	-14%
Attorney Fees	100,000	73,852	99,869	131	112,100	12%
Printing & Publications	7,068	7,670	11,287	(4,219)	7,568	7%
Repairs and Maintenance	331,500	166,027	257,042	74,458	408,000	23%
Travel	48,950	38,404	49,206	(256)	55,950	14%
Seminar & Conference Registration	28,000	20,651	28,620	(620)	31,000	11%
Utilities	618,700	489,974	654,684	(35,984)	672,050	9%
Election Expense	20,000	9,897	9,897	10,103	0	-100%
Computer Service & Maintenance	97,000	53,163	78,894	18,106	92,000	-5%
Lease/Rentals	8,350	3,519	5,354	2,996	7,450	-11%
Consulting Services	30,400	3,700	4,933	25,467	30,400	0%
Biosolids Hauling	353,000	274,588	366,117	(13,117)	365,000	3%
Professional Services	65,700	34,661	58,331	7,369	126,600	93%
Other Expense	10,200	1,589	2,109	8,091	8,900	-13%
<i>Subtotal</i>	3,017,567	2,023,462	2,843,810	173,757	3,198,192	6%
<b>Total Personnel and Operating Expenses</b>	<b>7,679,206</b>	<b>5,094,304</b>	<b>7,280,247</b>	<b>398,958</b>	<b>7,937,463</b>	<b>3%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	3,185,505	2,430,009	3,242,013	(56,508)	3,265,631	3%
<i>Subtotal</i>	3,185,505	2,430,009	3,242,013	(56,508)	3,265,631	3%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	84,919	84,919	84,919	(0)	0	-100%
RFOGA SRF Payment	67,238	67,238	67,238	0	0	-100%
<i>Subtotal</i>	152,157	152,157	152,157	0	0	-100%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment (Fund 640)	446,600	185,669	281,301	165,299	141,500	-68%
Capital Projects (Fund 655)	2,902,000	550,329	565,329	2,336,671	4,047,633	39%
Plant Upgrading Project (Fund 670)	100,000	62,287	62,287	37,713	0	-100%
Plant Upgrade Interfund Loan payments	2,347,744	1,492,975	2,481,560	(133,816)	886,272	-62%
<i>Subtotal</i>	5,796,344	2,291,260	3,390,477	2,405,867	5,075,405	-12%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 16,813,212</b>	<b>\$ 9,967,731</b>	<b>\$ 14,064,894</b>	<b>\$ 2,748,318</b>	<b>\$ 16,278,499</b>	<b>-3%</b>

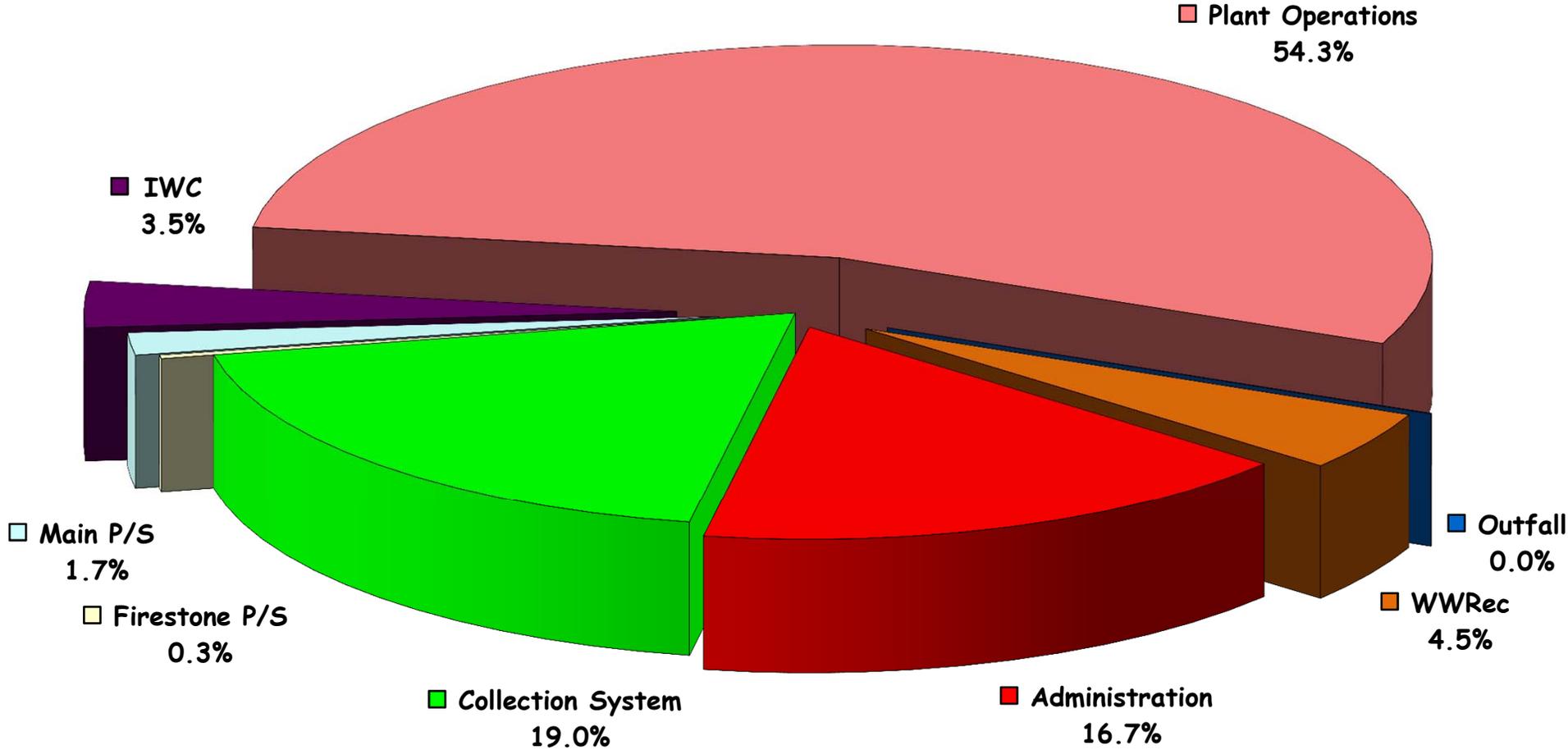
# District's Combined Expenditures



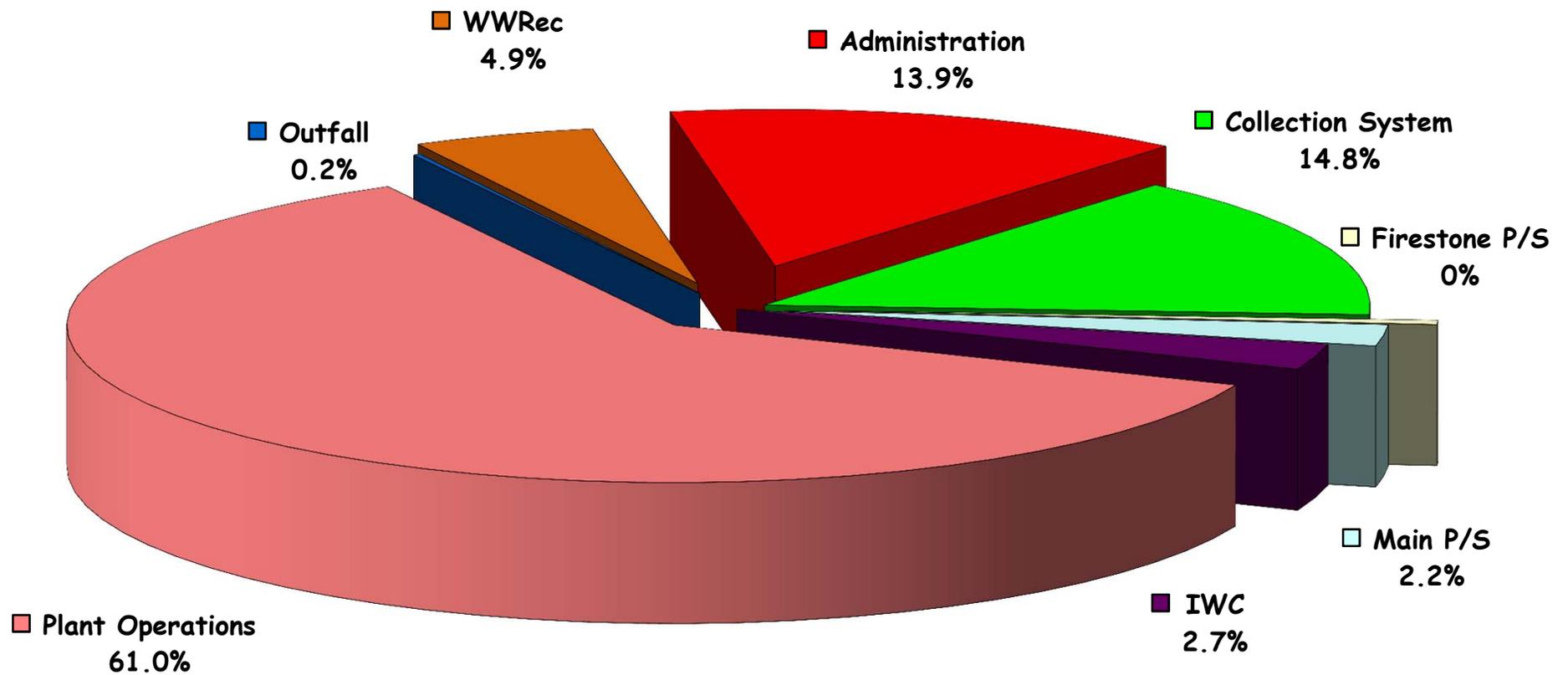
# Distribution of Operating Costs



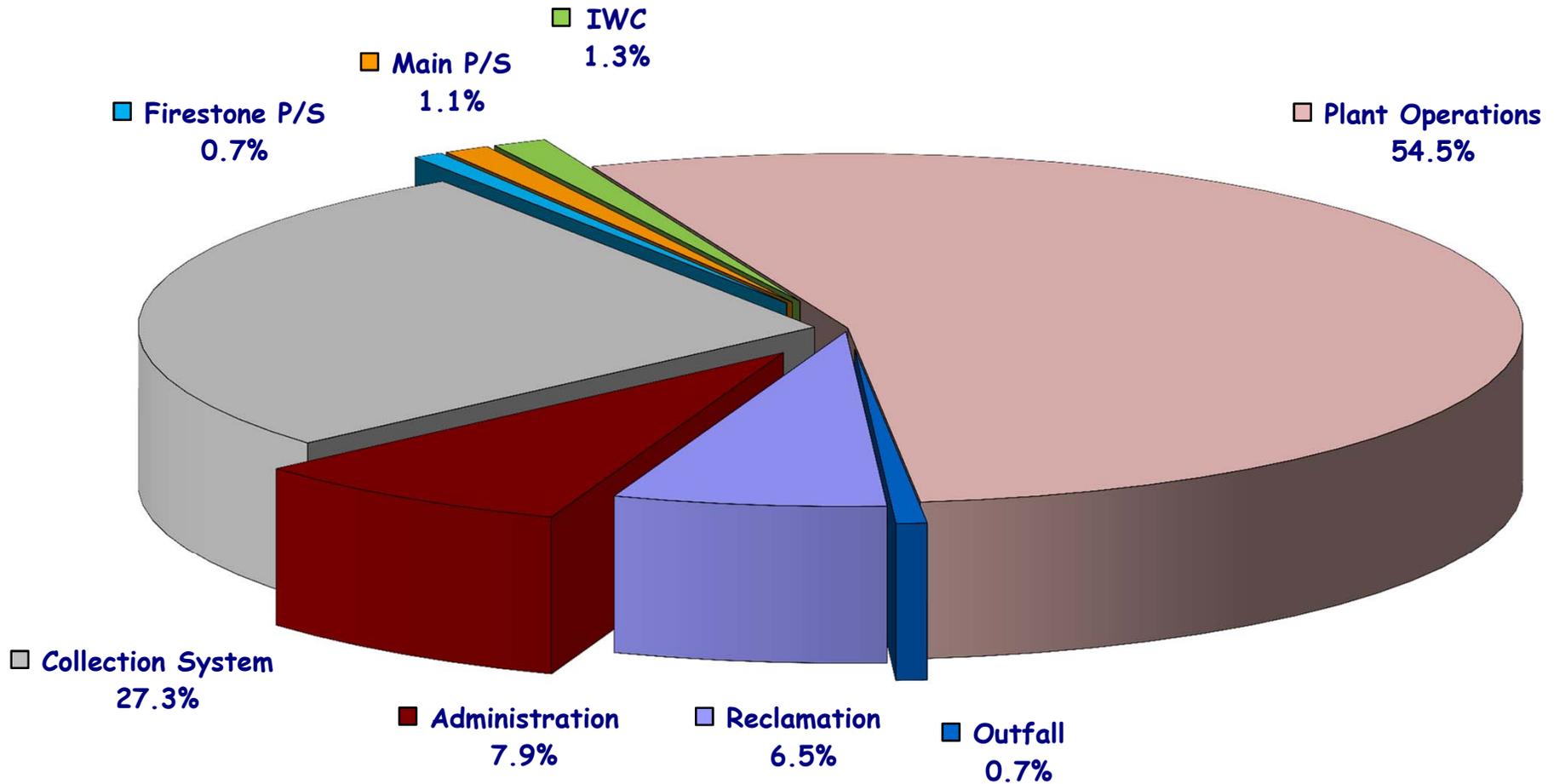
# Distribution of Personnel Cost



# Distribution of Personnel & Operating Costs



# Distribution of Total Expenditures by Service Category



***COMPARISON SUMMARY  
OF EXPENSES AND REVENUES***

## COMPARISON SUMMARY OF EXPENSES AND REVENUES

The budget contains a summary of the anticipated expenses and revenues for fiscal year 2015-16. This summary explains the relationship between expenses and revenues in such a manner that defines the sources of revenues to meet budgeted expenditures. The categories discussed below have been selected on the basis of where proposed expenditures are anticipated to occur.

- ◆ **Running Expenses and Revenues**
- ◆ **Reclamation Facilities Expenses and Revenues**
- ◆ **Debt Service Expenses and Revenues**
- ◆ **Capital Improvements Expenses and Revenues**

### Running Expense Fund

The summary reflects the expected expenditures to operate the District.

***The total anticipated running expense expenditures in FY 2015-16 are \$7,422,369***

On the revenue side the total revenue projected for this fund includes most revenue sources described under the running expense revenue discussion with the exception of revenues associated with the reclamation facilities. The revenues shown in this category are considered new funds collected annually from the District's users. As noted below, the expenses in this fund are projected to be higher than the anticipated revenues.

***The total anticipated running expense revenue in FY 2015-16 are \$6,266,973***

### Reclamation Facilities

The reclamation facilities are accounted for separately in this summary comparison, since the associated operations and maintenance costs are paid for separately by the Goleta Water District. As noted in the budget, the amount of revenue anticipated is higher than the anticipated expenses due to the 10 percent administration charge, which is charged to the Goleta Water District per an agreement between the two agencies.

***The total anticipated expenses for the reclamation facilities in FY 2015-16 are \$675,948***

***The total anticipated revenues for the reclamation facilities in FY 2015-16 are \$714,543***

### Debt Service

As noted above, the final payment on the SRF Loan for the outfall re-ballasting project was made last fiscal year.

### Capital Improvements

This summary includes all the expenditures projected for capital improvements of the treatment plant (including the plant upgrading project) and collection system. Depending on the type of project, the funds are segregated to reflect whether the capital improvement under consideration is a replacement project, a capacity expansion project, or both. On the revenue

side sewer services charges are included which fund the District's replacement reserve fund as well as revenues for the facilities upgrading project fund.

***The total anticipated expenses for capital improvements in FY 2015-16 \$7,909,536***

***The total anticipated revenue for capital improvements in FY 2015-16 is \$4,165,464***

**THE TOTAL EXPENDITURES FOR FY 2015-16 ARE \$16,278,499**

**THE TOTAL REVENUE FOR FY 2015-16 IS \$11,417,991**

**COMPARISON SUMMARY OF  
EXPENSES AND REVENUES  
Fiscal Year 2015-2016**

EXPENDITURES	REVENUES																																																																																																
<p><b><u>RUNNING EXPENSE (4640)</u></b></p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Personnel</td> <td style="text-align: right;">\$4,255,781</td> </tr> <tr> <td>Operating Expense</td> <td style="text-align: right;">3,025,088</td> </tr> <tr> <td>Machinery and Equipment</td> <td style="text-align: right;">141,500</td> </tr> <tr> <td style="text-align: right;"><b>Total</b></td> <td style="text-align: right;"><b>\$7,422,369</b></td> </tr> </table>	Personnel	\$4,255,781	Operating Expense	3,025,088	Machinery and Equipment	141,500	<b>Total</b>	<b>\$7,422,369</b>	<p><b><u>RUNNING EXPENSE (4640)</u></b></p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Sewer Service Charges</td> <td style="text-align: right;">\$4,002,301</td> </tr> <tr> <td>Permit and Inspection Fees</td> <td style="text-align: right;">28,000</td> </tr> <tr> <td>Administration Charges - Treatment</td> <td style="text-align: right;">121,585</td> </tr> <tr> <td>RFOGA - Treatment and Disposal</td> <td style="text-align: right;">2,058,480</td> </tr> <tr> <td>IWC Analysis Reimbursement</td> <td style="text-align: right;">500</td> </tr> <tr> <td>Homeowners Property Tax Relief</td> <td style="text-align: right;">500</td> </tr> <tr> <td>Annexation Processing Fee</td> <td style="text-align: right;">600</td> </tr> <tr> <td>Payments from Other Governmental Agencies</td> <td style="text-align: right;">4,134</td> </tr> <tr> <td>Other Revenue</td> <td style="text-align: right;">45,000</td> </tr> <tr> <td>Interest</td> <td style="text-align: right;">5,872</td> </tr> <tr> <td style="text-align: right;"><b>Total</b></td> <td style="text-align: right;"><b>\$6,266,973</b></td> </tr> </table>	Sewer Service Charges	\$4,002,301	Permit and Inspection Fees	28,000	Administration Charges - Treatment	121,585	RFOGA - Treatment and Disposal	2,058,480	IWC Analysis Reimbursement	500	Homeowners Property Tax Relief	500	Annexation Processing Fee	600	Payments from Other Governmental Agencies	4,134	Other Revenue	45,000	Interest	5,872	<b>Total</b>	<b>\$6,266,973</b>																																																																		
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***SERVICE CATEGORY EXPENSE DATA***

## ADMINISTRATION

Description	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	492,227	309,664	460,000	32,227	423,069	-14%
Overtime	500	0	0	500	500	0%
Temporary	3,000	0	0	3,000	3,000	0%
Directors Compensation	76,000	26,647	39,000	37,000	76,000	0%
Workers' Compensation	13,890	7,394	13,890	0	11,968	-14%
Retirement	107,126	63,392	100,113	7,014	89,347	-17%
Active Employee Health Insurance	123,270	69,037	92,049	31,221	116,905	-5%
Retiree Health Insurance OPEB Funding	43,038	12,875	43,110	(72)	41,776	-3%
FICA	22,640	16,329	21,773	867	23,471	4%
Medicare	7,145	3,819	7,236	(91)	6,142	-14%
Unemployment Insurance	1,364	693	1,364	0	1,245	-9%
<i>Subtotal</i>	890,201	509,851	778,534	111,666	793,424	-11%
<b>OPERATING EXPENSES</b>						
Public Education	10,400	8,068	10,758	(358)	13,520	30%
Janitorial Service	4,500	3,886	5,182	(682)	4,500	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	400	111	148	252	400	0%
Subscriptions	900	270	360	540	900	0%
Vehicle Repairs & Maintenance	2,000	2,842	3,789	(1,789)	4,000	100%
Liability & Property Insurance	24,871	16,010	21,347	3,524	23,155	-7%
Dues & Memberships	22,000	25,507	26,000	(4,000)	26,000	18%
Office Supplies	6,000	3,640	6,000	0	6,000	0%
Analysis & Monitoring	0	0	0	0	0	0%
Operating Supplies	400	440	587	(187)	400	0%
Attorney Fees	70,000	53,331	71,109	(1,109)	75,000	7%
Printing & Publications	2,500	329	1,500	1,000	2,500	0%
Repairs and Maintenance	7,000	1,507	2,010	4,990	7,000	0%
Travel	35,000	27,912	35,000	0	38,000	9%
Seminar & Conference Registration	15,000	13,153	17,537	(2,537)	17,500	17%
Utilities	16,000	22,572	30,095	(14,095)	30,000	88%
Election Expense	20,000	9,897	9,897	10,103	0	-100%
Computer Service & Maintenance	20,000	10,327	20,000	0	20,000	0%
Lease/Rentals	1,200	503	800	400	1,000	-17%
Consulting Services	20,000	3,700	4,933	15,067	20,000	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	15,000	8,817	11,756	3,244	15,000	0%
Other Expense	9,000	985	1,314	7,686	7,500	-17%
<i>Subtotal</i>	302,171	213,808	280,122	22,049	312,375	3%
<b>Total Personnel and Operating Expenses</b>	<b>1,192,372</b>	<b>723,658</b>	<b>1,058,656</b>	<b>133,715</b>	<b>1,105,799</b>	<b>-7%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	50,000	36,456	50,608	(608)	51,000	2%
<i>Subtotal</i>	50,000	36,456	50,608	(608)	51,000	2%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	37,000	1,558	9,200	27,800	10,000	-73%
Capital Projects	120,000	0	0	120,000	120,000	0%
<i>Subtotal</i>	157,000	1,558	9,200	147,800	130,000	-17%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 1,399,372</b>	<b>\$ 761,673</b>	<b>\$ 1,118,465</b>	<b>\$ 280,907</b>	<b>\$ 1,286,799</b>	<b>-8%</b>

## ADMINISTRATION

### I. **Personnel:**

This account has been based on projected labor needs that are anticipated for administrative duties, which provides for five positions.

- 1 - General Manager/District Engineer
- 1 – Assistant General Manager/Assistant District Engineer
- 1 – Finance and Human Resources Manager
- 1 – Project Engineer
- 1 – Accounting Administration Specialist
- 1 – Accounting Secretaries

### II. **Operating Expenses:**

- A. Public Education  
This account provides for expenses incurred in order to inform the public about the District.
- B. Vehicle Repairs and Maintenance Expense  
This account provides for fuel and the maintenance and operation of the vehicles used for administration.
- C. Liability & Property Insurance  
This account provides for allocation of the insurance coverage applicable to the administration department.
- D. Dues and Memberships  
This account provides for memberships in various organizations such as CASA, CSDA, SBCSDA, WEF, CWEA, SCAP, etc.
- E. Office Supplies  
This account provides for office supplies such as letterhead, copy paper, postage, office machine and computer supplies, etc.
- F. Attorney Fees  
This account provides for legal counsel to handle the District's legal matters as well as to research, prepare for and attend Governing Board meetings.
- G. Printing and Publication  
This account provides for various publications of legal notices and recruitment ads.

- H. Repairs and Maintenance  
This account provides for general repair and maintenance of the administration building.
- I. Travel  
This account provides for travel by administrative staff and Board Members to attend meetings and conventions on behalf of the District.
- J. Seminar and Conference Registration  
This account provides for fees paid in order for District staff and Board Members to attend seminars and conventions such as CASA, CWEA, CSDA, SWRCB, and Regional Board hearings, as well as any training that may be required.
- K. Utilities  
This account provides for utilities used in the administration building, such as telephone, electricity, and water.
- L. Computer Service and Maintenance  
This account provides for installation, repairs, and service on the administrative staff's computers, servers and software.
- M. Lease/Rentals  
This account provides for a leased copier.
- K. Other Professional Services  
This account provides for other miscellaneous professional services not mentioned above such as audit services.

III. **Capital Outlay:**

- A. Machinery and Equipment  
This account provides for purchase of equipment for use in the administration department.
 

Miscellaneous Furniture, Fixtures and Equipment	10,000
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- B. Capital Projects  
This account provides for the construction of capital improvement projects for the administrative facilities, from FY 2014-2015
 

Administration Building Gutter & Eve Rehabilitation	100,000
Painting full exterior of Administration Building (not roof)	20,000
<b>Total Capital Projects</b>	<b>\$120,000</b>

**COLLECTION SYSTEM**

Description	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	527,099	355,781	501,100	25,999	524,467	0%
Overtime	4,000	144	192	3,808	2,000	-50%
Temporary	4,000	0	0	4,000	4,000	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	14,874	7,923	14,874	0	14,837	0%
Retirement	114,422	74,931	99,908	14,514	116,496	2%
Active Employee Health Insurance	132,004	113,642	132,004	0	144,924	10%
Retiree Health Insurance OPEB Funding	46,087	13,787	46,164	-77	51,789	12%
FICA	32,928	21,107	28,143	4,785	32,129	-2%
Medicare	7,701	4,936	7,269	432	7,634	-1%
Unemployment Insurance	1,461	1,273	1,461	0	1,543	6%
<i>Subtotal</i>	884,576	593,523	831,114	53,462	899,819	2%
<b>OPERATING EXPENSES</b>						
Public Education	9,500	7,329	9,772	-272	12,350	30%
Janitorial Service	12,100	8,702	11,611	489	12,100	0%
Uniforms	3,675	2,779	3,706	-31	3,675	0%
Licenses & Permits	5,000	1,209	4,000	1,000	5,000	0%
Freight & Postage	600	159	450	150	600	0%
Subscriptions	1,600	1,575	2,000	-400	1,600	0%
Vehicle Repairs & Maintenance	40,000	31,387	40,000	0	42,000	5%
Liability & Property Insurance	26,633	18,796	25,061	1,572	28,705	8%
Dues & Memberships	2,000	1,049	1,600	400	2,000	0%
Office Supplies	3,000	995	2,000	1,000	3,000	0%
Analysis & Monitoring	0	0	0	0	0	0%
Operating Supplies	10,000	3,711	10,000	0	8,000	-20%
Attorney Fees	10,050	4,068	5,424	4,626	10,050	0%
Printing & Publications	800	0	0	800	800	0%
Repairs and Maintenance	73,000	38,554	73,000	0	80,000	10%
Travel	4,000	2,995	4,686	-686	5,000	25%
Seminar & Conference Registration	5,000	2,589	3,000	2,000	6,000	20%
Utilities	11,000	8,931	11,908	-908	12,000	9%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	30,000	11,200	16,000	14,000	25,000	-17%
Lease/Rentals	2,000	735	1,500	500	1,500	-25%
Consulting Services	300	0	0	300	300	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	10,000	5,130	8,800	1,200	15,000	50%
Other Expense	1,000	6	0	1,000	1,000	0%
<i>Subtotal</i>	261,258	151,899	234,518	26,740	275,680	6%
<b>Total Personnel and Operating Expenses</b>	<b>1,145,834</b>	<b>745,422</b>	<b>1,065,632</b>	<b>80,202</b>	<b>1,175,499</b>	<b>3%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	500,000	356,129	474,839	25,161	490,839	-2%
<i>Subtotal</i>	500,000	356,129	474,839	25,161	490,839	-2%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	105,200	45,375	58,793	46,407	70,000	-33%
Capital Projects	1,877,500	421,538	421,538	1,455,962	2,702,633	44%
<i>Subtotal</i>	1,982,700	466,913	480,331	1,502,369	2,772,633	40%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 3,628,534</b>	<b>\$ 1,568,464</b>	<b>\$ 2,020,802</b>	<b>\$ 1,607,732</b>	<b>\$ 4,438,971</b>	<b>22%</b>

## COLLECTION SYSTEM

### I. **Personnel:**

This account has been based on projected labor needs that are anticipated for proper and efficient sewer line maintenance. The projections for labor requirements have been based on past experience and modified for projected efforts. The following are the personnel included in this area.

- 1 - Collections Maintenance Supervisor
- 2 - Collections Maintenance Technician II
- 4 - Collections Maintenance Technician I

Projections for overtime have been made to provide for emergency response required during non-working hours and holidays.

### II. **Operating Expenses:**

#### A. Public Education

This account provides for the collection system share of expenses incurred in order to inform the public about the District.

#### B. Vehicle Repairs and Maintenance

This account provides for fuel and the maintenance and operation of the vehicles used to maintain the sewer collection system. This includes the large commercial trucks.

#### C. Liability & Property Insurance

This account provides for the allocation of insurance costs that are associated with the collection system department.

#### D. Dues and Memberships

This account provides for costs associated with certifications, CWEA/WEF membership, and Class B licenses.

#### E. Office Supplies

This account provides for codebooks and office, computer, and map room supplies.

#### F. Operating Supplies

This account provides for the purchase of chemicals, safety equipment, calibration supplies, employee boot allowances, employee uniforms and supplies for special events.

- G. Attorney Fees  
This account provides for legal counsel for matters pertaining specifically to the collection system such as legal research or personnel matters.
- H. Printing and Publication  
This account provides for miscellaneous legal notices as required.
- I. Repair and Maintenance  
This account provides for routine repair and maintenance of the sewer line system and related facilities, including manhole raising relative to the Santa Barbara County chip seal and overlay program. This account also provides for numerous repairs of various sewer lines and rental of necessary equipment.
- J. Travel  
This account provides for travel to attend traffic safety/defensive driving courses, training conferences and relative education courses.
- K. Seminar and Conference Registration  
This account provides for fees paid in order for collection system staff to attend conferences and seminars such as those hosted by CWEA.
- L. Utilities  
This account provides for power costs associated with the two lift stations within the sewage collection system, in addition to other proportionate costs for telephone service, mobile radios, pager service and drinking water.
- M. Computer Service and Maintenance  
This account provides for computer software assistance, GIS, Hansen and Parcel Data Base system maintenance.
- N. Other Professional Services  
This account provides for other miscellaneous professional services not mentioned above such as Collection System Master Plan updates, CPR/first aid training, Inflow and Infiltration studies and Sewer System Maintenance Plan (SSMP) updates.
- O. Replacement Reserve  
As a result of the revenue program that has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation of \$490,839 will be added to the replacement reserve fund for adequate replacement of the collection system facilities.

III. **Capital Outlay:**

A. Machinery and Equipment

Machinery and Equipment funded from Sewer Service Charge Revenue  
FY 2015-2016:

Manhole Covers and Frames	10,000
Scan and Link Record Drawings to GIS program	60,000

**Total Machinery and Equipment** **\$70,000**

B. Capital Projects

This account provides for the construction of capital improvement projects  
for the collection system facilities.

1. The following projects are budgeted for FY 2015-2016 and funded  
from depreciation replacement reserve fund #4655.

a. Via Los Santos CIPP and Cervato Way Liner Project	820,000
b. Rehabilitation of 9 manholes on Hollister Avenue	55,000
c. Combination Jet-Rodder Sewer Cleaning Truck	450,000

2. The following projects are budgeted for FY 2014-2015 and funded  
from depreciation replacement reserve fund #4655.

a. Cathedral Oaks, La Ramada Drive, and Vega Drive, combined Pipeline Installation Project	1,165,833
b. Asset Management Program (split with plant)	187,500

3. Ongoing Manhole Raising Program	24,300
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**Total Capital Projects** **\$2,702,633**

## FIRESTONE PUMP STATION

Description	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	6,875	4,800	6,875	0	7,325	7%
Overtime	250	0	0	250	100	-60%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	194	103	194	0	207	7%
Retirement	1,492	1,069	1,426	66	1,656	11%
Active Employee Health Insurance	1,722	1,623	2,163	(441)	2,024	18%
Retiree Health Insurance OPEB Funding	601	180	602	(1)	723	20%
FICA	442	84	112	330	460	4%
Medicare	103	282	100	4	108	4%
Unemployment Insurance	19	14	19	0	22	13%
<i>Subtotal</i>	11,698	8,154	11,491	208	12,625	8%
<b>OPERATING EXPENSES</b>						
Public Education	0	0	0	0	0	0%
Janitorial Service	0	0	0	0	0	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	500	409	545	(45)	500	0%
Freight & Postage	15	7	10	5	15	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	600	0	0	600	600	0%
Liability & Property Insurance	347	219	292	55	401	15%
Dues & Memberships	0	0	0	0	0	0%
Office Supplies	0	0	0	0	0	0%
Analysis & Monitoring	100	0	0	100	100	0%
Operating Supplies	22,000	62	600	21,400	5,000	-77%
Attorney Fees	300	50	67	233	300	0%
Printing & Publications	20	0	0	20	20	0%
Repairs and Maintenance	8,000	260	4,000	4,000	10,000	25%
Travel	0	0	0	0	0	0%
Seminar & Conference Registration	0	0	0	0	0	0%
Utilities	6,000	2,603	3,800	2,200	4,000	-33%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	0	0	0	0	0	0%
Lease/Rentals	100	35	60	40	100	0%
Consulting Services	100	0	0	100	100	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	500	0	0	500	500	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	38,582	3,646	9,374	29,208	21,636	-44%
<b>Total Personnel and Operating Expenses</b>	<b>50,281</b>	<b>11,800</b>	<b>20,865</b>	<b>29,416</b>	<b>34,261</b>	<b>-32%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	81,687	61,266	81,687	0	81,687	0%
<i>Subtotal</i>	81,687	61,266	81,687	0	81,687	0%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 131,968</b>	<b>\$ 73,065</b>	<b>\$ 102,552</b>	<b>\$ 29,416</b>	<b>\$ 115,948</b>	<b>-12%</b>

## **FIRESTONE PUMP STATION**

### **I. Personnel:**

This account has been projected based on labor requirements anticipated for the operation of the Firestone pump station. The projections for labor requirements have been based on past experience and modified for projected efforts.

### **II. Operating Expenses:**

The major operating expenses which are budgeted in this area provide for the utilities account and the repair and maintenance account.

#### **A. Utilities**

This account provides for power costs and telephone service associated with the Firestone pump station.

#### **B. Repair and Maintenance**

This account provides for the purchase of spare parts and continual work required in the repair and maintenance of the pump station.

### **III. Replacement Reserve**

As a result of the revenue program, which has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation for the Firestone pump station is included in the Wastewater Treatment Facilities replacement reserve fund. This will provide adequate funding for replacement of the pump station facilities

### **IV. Capital Outlay:**

#### **A. Machinery and Equipment**

This account provides for the purchase of equipment for the Firestone pump station.

No equipment was specified for this operation.

#### **B. Capital Projects**

This account provides for the construction of capital improvement projects for the Firestone pump station facilities.

No projects are budgeted for this operation.

## MAIN PUMP STATION

Description	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	47,092	41,687	48,000	(908)	47,166	0%
Overtime	0	275	367	(367)	400	0%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	1,329	706	1,329	0	1,334	0%
Retirement	9,642	9,014	9,642	0	9,757	1%
Active Employee Health Insurance	11,794	8,495	11,326	468	13,033	11%
Retiree Health Insurance OPEB Funding	4,118	1,232	4,124	(6)	4,657	13%
FICA	2,794	2,476	3,301	(507)	2,891	3%
Medicare	694	579	701	(8)	690	-1%
Unemployment Insurance	131	113	131	0	139	6%
<i>Subtotal</i>	77,593	64,576	78,921	(1,328)	80,067	3%
<b>OPERATING EXPENSES</b>						
Public Education	800	708	944	(144)	1,040	30%
Janitorial Service	100	1	1	99	100	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	100	19	50	50	100	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	200	0	0	200	200	0%
Liability & Property Insurance	2,379	1,499	2,379	0	2,581	8%
Dues & Memberships	100	0	0	100	100	0%
Office Supplies	200	33	75	125	200	0%
Analysis & Monitoring	0	0	0	0	0	0%
Operating Supplies	250	60	250	0	250	0%
Attorney Fees	500	83	400	100	500	0%
Printing & Publications	50	0	0	50	50	0%
Repairs and Maintenance	14,000	(318)	10,000	4,000	14,000	0%
Travel	100	2	2	98	100	0%
Seminar & Conference Registration	0	0	0	0	0	0%
Utilities	62,000	46,147	61,529	471	65,000	5%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	4,000	418	558	3,442	4,000	0%
Lease/Rentals	250	136	181	69	250	0%
Consulting Services	4,000	0	0	4,000	4,000	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	0	0	0	0	0	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	89,029	48,789	76,369	12,660	92,471	4%
<b>Total Personnel and Operating Expenses</b>	<b>166,622</b>	<b>113,365</b>	<b>155,291</b>	<b>11,332</b>	<b>172,538</b>	<b>4%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	5,000	0	0	5,000	5,000	0%
<i>Subtotal</i>	5,000	0	0	5,000	5,000	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 171,622</b>	<b>\$ 113,365</b>	<b>\$ 155,291</b>	<b>\$ 16,332</b>	<b>\$ 177,538</b>	<b>3%</b>

## MAIN PUMP STATION

### I. **Personnel:**

This account has been projected based on labor requirements anticipated for the operation of the District's pump station. This budget projection and allocation of personnel will be closely monitored and adjusted as necessary.

### II. **Operating Expenses:**

The major operating expenses which are budgeted in this area provide for the utilities account and the repair and maintenance account.

#### A. Utilities

This account provides for power costs associated with the plant pump station.

#### B. Repair and Maintenance

This account provides for the purchase of spare parts and continual work required in the repair and maintenance of the facility and the maintenance of the odor reduction tower (ORT).

### III. **Replacement Reserve**

As a result of the revenue program, which has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation for the pump station is included in the Wastewater Treatment Facilities replacement reserve fund. This will provide adequate funding for replacement of the pump station facilities

### IV. **Capital Outlay:**

#### A. Machinery and Equipment

This account provides for the purchase of equipment for the plant pump station.

#### B. Capital Projects

This account provides for the construction of capital improvement projects for the plant pump station facilities.

The following project is budgeted for Fiscal Year 2014-15 and funded from depreciation replacement reserve fund #4655.

Upgrade Wet-well lighting	5,000
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<b>Total Capital Projects</b>	<b>\$5,000</b>
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## INDUSTRIAL WASTE CONTROL

Description	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	102,285	76,656	102,207	78	97,281	-5%
Overtime	550	0	200	350	550	0%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	2,886	1,536	2,886	0	2,752	-5%
Retirement	22,225	17,084	22,779	(554)	21,148	-5%
Active Employee Health Insurance	25,616	19,118	25,491	125	26,881	5%
Retiree Health Insurance OPEB Funding	8,943	2,675	8,958	(15)	9,606	7%
FICA	6,376	4,543	6,057	319	5,996	-6%
Medicare	1,491	1,062	1,485	6	1,419	-5%
Unemployment Insurance	365	236	365	0	286	-22%
<i>Subtotal</i>	170,737	122,910	170,428	309	165,919	-3%
<b>OPERATING EXPENSES</b>						
Public Education	5,700	6,180	8,239	(2,539)	7,410	30%
Janitorial Service	1,000	576	768	232	1,000	0%
Uniforms	500	367	489	11	500	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	100	21	28	72	100	0%
Subscriptions	450	299	399	51	450	0%
Vehicle Repairs & Maintenance	1,000	440	800	200	1,000	0%
Liability & Property Insurance	5,168	3,262	5,168	0	5,324	3%
Dues & Memberships	600	240	320	280	600	0%
Office Supplies	1,100	313	650	450	1,100	0%
Analysis & Monitoring	7,500	8,759	11,679	(4,179)	7,500	0%
Operating Supplies	1,000	281	375	625	1,000	0%
Attorney Fees	4,000	668	2,000	2,000	4,000	0%
Printing & Publications	500	0	0	500	500	0%
Repairs and Maintenance	2,500	0	0	2,500	2,500	0%
Travel	1,500	702	1,500	0	1,500	0%
Seminar & Conference Registration	1,000	812	1,083	(83)	1,000	0%
Utilities	600	498	664	(64)	700	17%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	1,000	176	600	400	1,000	0%
Lease/Rentals	300	136	181	119	300	0%
Consulting Services	5,000	0	0	5,000	5,000	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	2,200	56	75	2,125	2,200	0%
Other Expense	0	97	129	(129)	0	0%
<i>Subtotal</i>	42,718	23,883	35,147	7,571	44,684	5%
<b>Total Personnel and Operating Expenses</b>	<b>213,455</b>	<b>146,793</b>	<b>205,575</b>	<b>7,880</b>	<b>210,603</b>	<b>-1%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 213,455</b>	<b>\$ 146,793</b>	<b>\$ 205,575</b>	<b>\$ 7,880</b>	<b>\$ 210,603</b>	<b>-1%</b>

## INDUSTRIAL WASTE CONTROL

### I. **Personnel:**

This account has been based on projected labor needs that are anticipated for implementation of the expanded Industrial Waste Control Program, which now includes permitting, inspecting, and monitoring restaurants.

This account provides for two positions as follows:

- 1 - Industrial Waste Control Officer
- 1 - Lab Technician I (part time)

### II. **Operating Expenses:**

- A. Vehicle Repairs and maintenance  
This account provides for fuel and the maintenance and operation of the vehicles used for Industrial Waste Control Program operations.
- B. Dues and Memberships  
This account provides for CWEA membership and for fees associated with the CWEA technical certification program.
- C. Office Supplies  
This account provides for office supplies such as folders, binders, pens, paper, etc. It also provides for purchase of necessary regulatory books, manuals, handbooks, subscriptions, etc.
- D. Operating Supplies  
This account provides for the purchase of equipment and supplies necessary for program implementation.
- E. Attorney Fees  
This account provides for District counsel legal services.
- F. Printing and Publication  
This account provides for publication of legal notices for significant noncompliance, in addition to outside printing of Industrial Waste Control Program material such as educational newsletters.
- G. Repair and Maintenance  
This account provides for general repair and maintenance of Industrial Waste Control Program equipment, and for the purchase of tools and materials for in-house maintenance.

- H. Travel  
This account provides for travel to seminars and conferences related to the Industrial Waste Control Program.
- I. Consulting Services – This account provides for special project consulting services such as local limit development and updates for industrial dischargers.

**III. Capital Outlay:**

- A. Machinery and Equipment  
This account provides for purchase of equipment used for the IWC program.

**PLANT**

Description	Budgeted	To Date	Projected	Under(Over)	Proposed	Percent
	2014-15	3/31/2015	Actual 2014-15	Budget 2014-15	Budget 2015-16	Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	1,463,362	1,019,666	1,463,362	0	1,516,615	4%
Overtime	16,000	11,135	14,847	1,153	15,550	-3%
Temporary	13,000	8,060	13,000	0	13,000	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	41,294	21,989	41,294	0	42,904	4%
Retirement	299,148	203,112	270,816	28,332	294,585	-2%
Active Employee Health Insurance	366,476	250,018	333,358	33,118	419,081	14%
Retiree Health Insurance OPEB Funding	127,949	38,275	128,162	(213)	149,758	17%
FICA	91,122	62,262	83,017	8,105	94,638	4%
Medicare	21,639	14,561	21,623	17	22,405	4%
Unemployment Insurance	4,280	3,641	4,280	0	4,686	9%
<i>Subtotal</i>	2,444,272	1,632,720	2,373,759	70,513	2,573,222	5%
<b>OPERATING EXPENSES</b>						
Public Education	21,400	17,804	23,739	(2,339)	27,820	30%
Janitorial Service	23,200	17,210	22,947	253	21,000	-9%
Uniforms	8,250	6,687	8,916	(666)	9,500	15%
Licenses & Permits	65,000	56,781	65,000	0	93,637	44%
Freight & Postage	1,400	408	800	600	1,100	-21%
Subscriptions	2,100	1,575	2,100	0	2,200	5%
Vehicle Repairs & Maintenance	6,000	4,987	6,650	(650)	8,500	42%
Liability & Property Insurance	73,940	47,380	63,174	10,766	83,007	12%
Dues & Memberships	7,500	6,641	8,855	(1,355)	9,725	30%
Office Supplies	5,500	2,827	4,999	501	5,500	0%
Analysis & Monitoring	160,000	121,444	161,925	(1,925)	175,925	10%
Operating Supplies	600,200	378,364	598,200	2,000	548,000	-9%
Attorney Fees	12,900	14,215	18,954	(6,054)	20,000	55%
Printing & Publications	3,000	7,340	9,787	(6,787)	3,500	17%
Repairs and Maintenance	185,000	118,145	157,526	27,474	264,500	43%
Travel	8,000	6,780	8,000	0	11,000	38%
Seminar & Conference Registration	7,000	4,097	7,000	0	6,500	-7%
Utilities	440,000	347,518	463,357	(23,357)	470,000	7%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	40,000	29,740	40,000	0	40,000	0%
Lease/Rentals	4,000	1,711	2,282	1,718	3,800	-5%
Consulting Services	1,000	0	0	1,000	1,000	0%
Biosolids Hauling	353,000	274,588	366,117	(13,117)	365,000	3%
Professional Services	37,500	20,658	37,500	0	93,400	149%
Other Expense	200	500	666	(466)	400	100%
<i>Subtotal</i>	2,066,090	1,487,399	2,078,494	(12,404)	2,265,014	10%
<b>Total Personnel and Operating Expenses</b>	<b>4,510,362</b>	<b>3,120,120</b>	<b>4,452,253</b>	<b>58,109</b>	<b>4,838,236</b>	<b>7%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	2,061,713	1,607,017	2,142,689	(80,976)	2,150,000	4%
<i>Subtotal</i>	2,061,713	1,607,017	2,142,689	(80,976)	2,150,000	4%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	252,600	101,332	175,904	76,696	61,500	-76%
Capital Projects	729,500	128,791	128,791	600,709	930,000	27%
Plant Upgrading Project	100,000	62,287	62,287	37,713	0	-100%
Plant Upgrading Project Interfund loan repayment	2,347,744	1,492,975	2,481,560	(133,816)	886,272	-62%
<i>Subtotal</i>	3,429,844	1,785,385	2,848,542	581,302	1,877,772	-45%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 10,001,918</b>	<b>\$ 6,512,522</b>	<b>\$ 9,443,484</b>	<b>\$ 558,434</b>	<b>\$ 8,866,008</b>	<b>-11%</b>

## Wastewater Treatment Facilities

### I. Personnel:

This account has been based on projected labor needs that are anticipated for proper plant operations and reporting program requirements. The following are the personnel included in this area.

- 1 - Plant Superintendent
- 1 - Treatment Plant Operations Supervisor
- 1 - Senior Operator IV
- 5 - Treatment Plant Operator Grade III
- 3 - Treatment Plant Operator Grade I
- 1 - Technical Services/Lab Director Supervisor
- 2 - Lab Technician I / (1 as part time split with IWC)
- 1 - Facility Maintenance Supervisor
- 1 - Instrumentation Technician
- 1 - Mechanic / Electrician
- 1 - Maintenance Technician II
- 2 - Maintenance Technician I
- 2 - Maintenance Workers

Projections for overtime have been made to provide for emergency response required during non-working hours and holidays. In addition, temporary help has been budgeted to implement approved maintenance and repair programs..

### II. Operating Expense:

#### A. Vehicle Repairs and Maintenance

This account provides for fuel and the maintenance and operation of vehicles used for plant operations.

#### B. Liability & Property Insurance

This account provides for the allocation of the insurance coverage applicable to the treatment facilities.

#### C. Analysis & Monitoring

This account provides for outside professional services such as laboratory analysis and ocean monitoring.

Outside Laboratories	20,000
Bacteriological Analysis	10,925
Annual Flow and Gas meter Calibration	5,000

FGL/ABC Labs, Bioassay, Ocean monitoring	140,000
<b>Total Analysis &amp; Monitoring</b>	<b>\$175,925</b>

D. Operating Supplies

This account provides for the purchase of chemicals for the plant operations, uniforms, laboratory supplies, and other related items as follows:

Sodium Hypochlorite	170,000
Sodium Bisulfite	90,000
Ferrous Chloride	80,000
Polymer for Sludge Dewatering and thickening	91,000
Grease, Oils, Lubrication	6,000
Generator/Tractor Diesel Fuel	8,000
Herbicides/Lawn Products	1,950
Solvents/Degreasers/Make-up Water Inhibitors	1,200
Boiler Chemical Inhibitors	2,500
Deodorizers/Grit Dumpster at head works	2,000
Safety Equipment	19,385
Reporting Supplies	100
Welding Gases and supplies	6,000
H2S Gas Detector Tubes (Draeger Tubes)	3,400
Laboratory Supplies	44,565
Other Miscellaneous Operating Supplies	20,000
<b>Total Operating Supplies</b>	<b>\$548,000</b>

E. Printing and Publication

This account provides for miscellaneous legal notices as required.

F. Repairs and Maintenance

This account provides for the general repair and maintenance of the plant facilities as outlined below:

New Area Signs and Pipe Identification Signs	5,000
Pipe and Fittings	30,700
Steel	15,000
Flow Meter Parts	15,000
Paint Supplies	9,000
Mower Parts	2,000
Miscellaneous Parts	12,000
Electrical Parts/Equipment	25,000
Safety Equipment Repairs	5,500
Janitorial Supplies	1,800

Equipment Rental	3,000
Waste Oil	1,000
Landscape Supplies	5,500
Heavy Equip. Repair (Tractors/Loaders)	25,000
Repair Services/Machine Shop	10,000
Misc. Pumps, Process Equip. Mechanical Parts	35,000
Dredge Repairs	10,500
Electrical Contractor Repairs	25,000
Lagoon vegetation removal	25,000
HVAC repair motor mount and blower assembly	3,500
<b>Total Repairs and Maintenance:</b>	<b>\$264,500</b>

G. Seminar and Conference Registration  
This account provides for registration and attendance at training conferences and seminars such as those hosted by CWEA for assigned plant personnel.

H. Utilities  
This account provides for utilities used in the treatment facilities, with electric power being the major cost factor.

I. Biosolids Hauling  
This account provides for Biosolids disposal and for FY15-16 there is an additional vendor, a hauler and the disposal tipping fee. **\$365,000**

K. Replacement Reserve  
As a result of the revenue program that has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation of \$1,029,205 will be added to the replacement reserve fund for adequate replacement of all the wastewater treatment facilities.

### III. Capital Outlay:

A. Machinery and Equipment  
This account provides for the purchase of equipment for use in the Treatment Plant.

Machinery and Equipment funded from Sewer Service Charge Revenue  
FY 2015-2016:

Digester Gas Motor	2,000
Digester 3, drain and cleaning	17,500
Interstage Ultra Sonic Level indicator	4,000
FCI Gas Flow Meters, 4" & 6"	8,000
Stud Welder with accessories	5,000

Solids Thickener, Seepex	9,000
Sweeper Motor replacement	9,500
Tables and chairs for break room	6,500
<b>Total Machinery and Equipment</b>	<b>\$61,500</b>

B. Capital Projects

This account provides for the construction of capital improvement projects for the treatment facilities.

1. The following projects are budgeted for FY 2015-2016 and funded from depreciation replacement reserve fund #4655.

Replace Boiler # 2	140,000
Replace Service Air Compressor	15,000
Digester Gas Blower # 2	12,000
Digester 3, valves, hoses, motor mounts, piping	26,000
Break Room Building, install gutters	12,500
Wonderware Software upgrade to v14.0	15,000
Plant Preventive Maintenance Program	30,000
Gas pad, FCI gas Flow Meter & valves, welding	7,000
Plant outside lights, start retrofitting for LED	25,000
PM Building, replace all skylights, add guards	25,000
Repair/Replace asphalt curve and (lagoon # 3); and curb	5,000
Reseal asphalt between admin. & filter cell buildings	3,000
Rebuild EDS Eff. Pump Motors	25,000
Storm water drainage replacement and improvements	40,000

2. The following projects are budgeted for FY 2014-2015 and funded from depreciation replacement reserve fund #4655.

Extend Lab Fume Hood Exhaust Stack	2,000
Concrete Pad at Biosolids Handling Area	200,000
FOG Facility Feasibility Study	35,000
Asset Management Program (Split with Collections)	187,500

3. The following projects are budgeted for FY 2013-2014 and funded from depreciation replacement reserve fund #4655.

Four thousand gallon diesel tank, pad, parts and installation	100,000
Paint exterior of P&M building	20,000
Ferrous Chloride installation at Head works	5,000

**Total Capital Projects** **\$930,000**

## OUTFALL

Description	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	22	178	237	(215)	802	3501%
Overtime	200	0	0	200	0	-100%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	1	0	1	0	23	3510%
Retirement	5	34	45	(40)	162	3239%
Active Employee Health Insurance	6	6	7	(1)	222	3874%
Retiree Health Insurance OPEB Funding	2	1	2	0	79	3967%
FICA	14	11	15	(1)	50	261%
Medicare	3	3	3	(0)	12	261%
Unemployment Insurance	0	1	0	0	2	3723%
<i>Subtotal</i>	252	232	310	(58)	1,351	436%
<b>OPERATING EXPENSES</b>						
Public Education	1,000	771	1,029	(29)	1,300	30%
Janitorial Service	100	0	0	100	60	-40%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	50	20	26	24	50	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	100	0	0	100	100	0%
Liability & Property Insurance	1	1	2	(1)	44	3801%
Dues & Memberships	100	0	0	100	0	-100%
Office Supplies	100	33	60	40	100	0%
Analysis & Monitoring	8,000	6,136	8,181	(181)	8,000	0%
Operating Supplies	75	60	80	(5)	75	0%
Attorney Fees	750	125	167	583	750	0%
Printing & Publications	48	0	0	48	48	0%
Repairs and Maintenance	2,000	475	633	1,367	2,000	0%
Travel	150	2	3	147	150	0%
Seminar & Conference Registration	0	0	0	0	0	0%
Utilities	100	248	331	(231)	350	250%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	0	0	0	0	0	0%
Lease/Rentals	200	70	93	107	200	0%
Consulting Services	0	0	0	0	0	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	0	0	0	0	0	0%
Other Expense	0	0	0	0	0	0%
<i>Subtotal</i>	12,774	7,942	10,605	2,169	13,227	4%
<b>Total Personnel and Operating Expenses</b>	<b>13,026</b>	<b>8,174</b>	<b>10,915</b>	<b>2,111</b>	<b>14,578</b>	<b>12%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	106,105	79,606	106,141	(36)	106,105	0%
<i>Subtotal</i>	106,105	79,606	106,141	(36)	106,105	0%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
						0%
GSD SRF Payment	84,919	84,919	84,919	(0)	0	-100%
RFOGA SRF Payment	67,238	67,238	67,238	0	0	-100%
<i>Subtotal</i>	152,157	152,157	152,157	0	0	-100%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	0	0	0	0	0	0%
Capital Projects	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 271,288</b>	<b>\$ 239,936</b>	<b>\$ 269,213</b>	<b>\$ 2,075</b>	<b>\$ 120,683</b>	<b>-56%</b>

## OUTFALL

Goleta Sanitary District, Goleta West Sanitary District, University of California, Santa Barbara Municipal Airport, and the County of Santa Barbara all share in the costs associated with the maintenance of the outfall facility based on their contractual outfall capacity percentage. The following is a summary of the costs associated with the maintenance of the outfall facility:

### **I. Personnel:**

This account has been projected based on labor requirements anticipated for the maintenance of the District's outfall. This budget projection and allocation of personnel will be closely monitored and adjusted as necessary.

### **II. Operating Expenses:**

#### **A. Analysis and Monitoring**

This account provides for inspecting the impressed current cathodic protection system and underwater inspection of the outfall.

#### **B. Repair and Maintenance**

This account provides for re-vegetation site materials and coatings for the beach access manhole.

### **III. Replacement Reserve**

As a result of the revenue program that has been prepared in accordance with Clean Water Grant guidelines, the annual replacement reserve allocation of \$59,217 will be added to the replacement reserve fund for adequate replacement of the outfall facility.

### **IV. Capital Outlay**

#### **A. Machinery and Equipment**

This account provides for purchase of equipment for use in the ocean outfall facilities.

No equipment was specified for this operation.

#### **B. Capital Projects**

This account provides for the construction of capital projects for the Ocean Outfall Facilities.

No Capital Projects were specified for this operation.

## RECLAMATION OPERATIONS

	Budgeted 2014-15	To Date 3/31/2015	Projected Actual 2014-15	Under(Over) Budget 2014-15	Proposed Budget 2015-16	Percent Change 2014-15
<b>PERSONNEL</b>						
Basic Salaries	108,740	88,096	117,461	(8,721)	124,129	14%
Overtime	3,750	2,881	3,750	0	3,000	-20%
Temporary	0	0	0	0	0	0%
Directors Fees	0	0	0	0	0	0%
Workers' Compensation	3,068	1,635	3,068	0	3,511	14%
Retirement	21,550	18,302	24,403	(2,853)	25,614	19%
Active Employee Health Insurance	27,232	18,167	24,222	3,010	34,300	26%
Retiree Health Insurance OPEB Funding	9,508	2,844	9,524	(16)	12,257	29%
FICA	6,528	5,500	7,333	(805)	7,824	20%
Medicare	1,631	1,286	1,758	(126)	1,843	13%
Unemployment Insurance	301	164	361	(60)	365	21%
<i>Subtotal</i>	182,309	138,875	191,880	(9,571)	212,844	17%
<b>OPERATING EXPENSES</b>						
Public Education	1,200	1,262	1,200	0	1,560	30%
Janitorial Service	1,300	871	1,300	0	1,300	0%
Uniforms	0	0	0	0	0	0%
Licenses & Permits	0	0	0	0	0	0%
Freight & Postage	150	55	100	50	150	0%
Subscriptions	0	0	0	0	0	0%
Vehicle Repairs & Maintenance	100	0	100	0	100	0%
Liability & Property Insurance	5,494	3,472	5,494	0	6,794	24%
Dues & Memberships	100	0	0	100	100	0%
Office Supplies	150	18	80	70	150	0%
Analysis & Monitoring	1,000	58	77	923	1,000	0%
Operating Supplies	67,800	8,682	14,000	53,800	39,300	-42%
Attorney Fees	1,500	1,311	1,748	(248)	1,500	0%
Printing & Publications	150	0	0	150	150	0%
Repairs and Maintenance	40,000	7,404	9,873	30,127	28,000	-30%
Travel	200	11	15	185	200	0%
Seminar & Conference Registration	0	0	0	0	0	0%
Utilities	83,000	61,458	83,000	0	90,000	8%
Election Expense	0	0	0	0	0	0%
Computer Service & Maintenance	2,000	1,302	1,736	264	2,000	0%
Lease/Rentals	300	193	257	43	300	0%
Consulting Services	0	0	0	0	0	0%
Biosolids Hauling	0	0	0	0	0	0%
Professional Services	500	0	200	300	500	0%
Other Expense		0	0	0		0%
<i>Subtotal</i>	204,944	86,097	119,180	85,764	173,104	-16%
<b>Total Personnel and Operating Expenses</b>	<b>387,254</b>	<b>224,973</b>	<b>311,060</b>	<b>76,193</b>	<b>385,948</b>	<b>0%</b>
<b>DEPRECIATION FUNDING</b>						
Replacement Reserve	386,000	289,536	386,048	(48)	386,000	0%
<i>Subtotal</i>	386,000	289,536	386,048	(48)	386,000	0%
<b>DEBT SERVICE (Paid in full, October, 2014)</b>						
GSD SRF Payment	0	0	0	0	0	0%
RFOGA SRF Payment	0	0	0	0	0	0%
<i>Subtotal</i>	0	0	0	0	0	0%
<b>CAPITAL OUTLAY</b>						
Machinery and Equipment	51,800	37,404	37,404	14,396	0	-100%
Capital Projects	170,000	0	15,000	155,000	290,000	71%
<i>Subtotal</i>	221,800	37,404	52,404	169,396	290,000	31%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>\$ 995,054</b>	<b>\$ 706,913</b>	<b>\$ 764,512</b>	<b>\$ 245,542</b>	<b>\$ 1,061,948</b>	<b>7%</b>
<b>Total Operating &amp; Non-Operating w/o Depreciation</b>	<b>\$ 609,054</b>	<b>\$ 417,377</b>	<b>\$ 378,464</b>		<b>\$ 675,948</b>	<b>11%</b>

**RECLAMATION FACILITIES**

All costs associated with the operation and maintenance of the wastewater reclamation facilities are reimbursed by the Goleta Water District as per the agreement for construction and operation of the wastewater reclamation facilities between the Goleta Sanitary District and the Goleta Water District. The following is a summary of the costs associated with the operation and maintenance of the reclamation facilities:

**I. Personnel:**

This account has been projected based on labor requirements anticipated for the operation of the reclamation facilities. This budget projection and allocation of personnel was based on full operation of the facilities to reclaim the production volume projected by the Goleta Water District.

Facilities Management	4%
Facilities Maintenance	43%
Facilities Operations	32%
Lab Tech	21%

**II. Operating Expenses:**

The major operating expenses that are budgeted in this area provide for the following accounts based on full operation as projected by the Goleta Water District.

A. Office Supplies

This account provides for office supplies such as manuals.

Flow Charts, log book	150
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B. Operating Supplies

This account provides for the purchase of chemicals and lab supplies for the reclamation facilities.

Reclaimed Water Use for Fiscal Year 2015-2016 is estimated to be 1325 acre-feet.

Alum:	20,000
Polymer:	12,000

Sodium Hypochlorite:  
Free to GWD in exchange for Irrigation water (3W)

Bacteriological	6,300
R&M Samplers	200
General Lab Supplies	300
Chlorine Analyzer Reagents	<u>500</u>
<b>Total</b>	<b>\$39,300</b>

C. Repair and Maintenance

This account provides for the general repair and maintenance of the reclamation facilities.

Electrical Parts/Circuit Boards	14,500
Mechanical Parts	11,000
Lubricants & Misc.	800
Paint	700
Miscellaneous	<u>1,000</u>
<b>Total</b>	<b>\$28,000</b>

D. Utilities

This account provides for utilities used in the reclamation facilities, including water, electricity, etc. This includes electricity for distribution system pumps.

Electricity (SCE)	90,000
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III. **Capital Outlay:**

A. Machinery and Equipment

This account provides for the purchase of equipment for use in the reclamation plant:

B. Capital Projects

This account provides for the construction of capital projects for the wastewater reclamation facilities.

**Capital Improvement Projects Budgeted for FY 2015-2016**

Additional funds to replace Siemens Main Switch Gear	100,000
Reclaimed water hauling program improvements	40,000

**Capital Improvement Projects Budgeted for FY 2014-2015**

Replace Siemens Main Switch Gear	150,000
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<b>Total Capital Projects</b>	<b>\$290,000</b>
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**CAPITAL PROJECTS SUMMARY  
FISCAL YEAR 2015-2016**

The following projects will be funded from the replacement reserve fund #4655.

**Administration:**

Capital Improvement Projects Budgeted for FY 2014-2015  
(Carryover and increase from prior year)

Administration Building Gutter and Eve Rehabilitation	100,000
Painting Exterior of Administration Building (not roof)	20,000
<b>Total</b>	<b>\$120,000</b>

**Collection System:**

1. The following projects are budgeted for FY 2015-2016	
a. Via Los Santos CIPP and Cervato Way Liner Project	820,000
b. Rehabilitation of 9 manholes on Hollister Avenue	55,000
c. Combination Jet-Rodder Sewer Cleaning Truck	450,000
2. The following projects are budgeted for FY 2014-2015	
a. Cathedral Oaks, La Ramada Drive, and Vega Drive, combined Pipeline Installation Project	1,165,833
b. Asset Management Program (split with plant)	187,500
3. Ongoing Manhole Raising Program	24,300
<b>Total</b>	<b>\$2,702,633</b>

**Main Pump Station:**

Capital Improvement Projects Budgeted for FY 2014-2015

Upgrade Dry Well lighting	5,000
<b>Total</b>	<b>\$5,000</b>

**Wastewater Treatment Facilities:**

1. The following projects are budgeted for FY 2015-2016:	
Replace Boiler # 2	140,000
Replace Service Air Compressor	15,000
Digester Gas Blower # 2	12,000
Digester 3, valves, hoses, motor mounts, piping	26,000
Break Room Building, install gutters	12,500
Wonderware Software upgrade to v14.0	15,000
Plant Preventive Maintenance Program	30,000
Gas pad, FCI gas Flow Meter & valves, welding	7,000

Plant outside lights, start retrofitting for LED	25,000
PM Building, replace all skylights, add guards	25,000
Repair/Replace asphalt curb (lagoon # 3); and add curb re: Storm water	5,000
Reseal asphalt between admin. & filter cell buildings	3,000
Rebuild EDS Eff. Pump Motors	25,000
Storm water drainage replacement and improvements	40,000

2. The following projects are budgeted for FY 2014-2015:

Extend Lab Fume Hood Exhaust Stack	2,000
Concrete Pad at Biosolids Handling Area	200,000
FOG Facility Feasibility Study	35,000
Asset Management Program (Split with Collections)	187,500

3. The following projects are budgeted for FY 2013-2014:

Four thousand gallon diesel tank, pad, parts and installation	100,000
Paint exterior of P&M building	20,000
Ferrous Chloride installation at Head works	5,000

**Total** **\$930,000**

**Outfall:**

Capital Improvement Projects Budgeted for FY 2014-2015  
No improvement projects planned.

**Reclamation Facilities:**

Capital Improvement Projects Budgeted for FY 2015-2016

Additional funds to replace Siemens Main Switch Gear	100,000
Reclaimed Water Hauling program improvements	40,000

Capital Improvement Projects Budgeted for FY 2014-2015

Replace Siemens Main Switch Gear	150,000
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**Total** **\$290,000**

**Total District Capital Projects FY 2015-2016** **\$4,047,633**