

2019 OPERATIONS BUDGET

For Fiscal Year 2019

Begins on July 1, 2018

Ends on June 30, 2019

Prepared by

Darron Anglin

District Manager

Adopted:

June 26, 2018

BUDGET SCHEDULES

BUDGET SUMMARY

SOURCE OF REVENUE

OPERATING EXPENSE

RESERVE FUNDS

SMCFD No. 1
Fiscal Year 2019 Budget
Budget Summary

<u>BUDGET SUMMARY</u>	<u>FY 2018 ADOPTED</u>	<u>FY 2019 ADOPTED</u>
 <u>SOURCE OF REVENUE</u>		
Service Charges	\$ 6,254,329	\$ 6,513,066
Connection Fees	\$ 125,126	\$ 327,125
Other Revenue	\$ 752,095	\$ 792,690
Restricted Use Revenue	\$ -	\$ -
TOTAL SOURCES	<u>\$ 7,131,550</u>	<u>\$ 7,632,881</u>
 <u>USE OF REVENUE</u>		
Debt Service	\$ 2,714,088	\$ 2,714,087
<u>Operating Expenses</u>		
<i>Labor & Benefits</i>	\$ 2,406,025	\$ 2,480,475
<i>Administration</i>	\$ 666,285	\$ 749,405
<i>Plant O&M</i>	\$ 730,780	\$ 805,925
Total Operating Expenses	<u>\$ 3,803,090</u>	<u>\$ 4,035,805</u>
<u>Reserve Fund Contributions</u>		
<i>Operations Reserve Fund</i>	\$ -	\$ -
<i>Capital Improvement Fund</i>	\$ 580,948	\$ 664,217
<i>Debt Service Reserve Fund</i>	\$ -	\$ -
<i>District Reserve Fund</i>	\$ 33,424	\$ 218,772
Total Reserve Contributions	<u>\$ 614,372</u>	<u>\$ 882,989</u>
TOTAL USES	<u>\$ 7,131,550</u>	<u>\$ 7,632,881</u>
Rate Covenant Coverage Ratio:	<u>1.23</u>	<u>1.33</u>

**MEETS TERMS OF RATE
COVENANT**

The District must maintain a ratio of Net Revenues to Bond Service Charges of 1.20 or greater. Net Revenues are defined as Gross Revenues after deducting Operation and Maintenance Expenses. On this exhibit, Net Revenues are calculated as Total Sources minus Total Operating Expenses.

SMCFD No. 1
Fiscal Year 2019 Budget
Source of Revenue

<u>SOURCE OF REVENUE</u>	FY 2018 ADOPTED	FY 2019 ADOPTED
<u>Charges for Service</u>		
Single Family Service	\$ 3,331,050	\$ 3,483,807
Multi-Family Service	\$ 415,251	\$ 392,032
Undeveloped Land Charges	\$ 26,980	\$ 27,664
Recreational Vehicle Park Service	\$ 755,460	\$ 787,455
Manufactured Home Park Service	\$ 839,856	\$ 856,948
Church/Governmental Service	\$ 181,269	\$ 204,120
Commercial Service	\$ 599,340	\$ 632,760
Heavy Commercial Service	\$ 105,123	\$ 128,280
Industrial Service	\$ -	\$ -
Subtotal - Service Charges	\$ 6,254,329	\$ 6,513,066
<u>Connection Fees</u>		
Single Family	\$ 100,451	\$ 210,360
Multi-Family	\$ -	\$ 94,860
RV Park and Manufactured Home Park	\$ 14,040	\$ 18,360
All Other Commercial	\$ 10,635	\$ 3,545
Subtotal - Connection Fees	\$ 125,126	\$ 327,125
<u>Other Revenue</u>		
On-site Work Surcharges	\$ 30,000	\$ 18,000
Application Fees	\$ 34,920	\$ 39,800
Late/Interest Charges	\$ 26,110	\$ 28,680
Disconnection Fees	\$ 26,460	\$ 18,900
Reconnection Fees	\$ 5,340	\$ 2,940
Miscellaneous Revenues	\$ 18,155	\$ 17,570
Septage Disposal Fees	\$ 461,580	\$ 445,350
Effluent Sales	\$ 143,255	\$ 215,365
Interest Earned on Reserve Funds	\$ 6,275	\$ 6,085
Subtotal - Other Revenue	\$ 752,095	\$ 792,690
TOTAL REVENUE	\$ 7,131,550	\$ 7,632,881

SMCFD No. 1
Fiscal Year 2019 Budget
Operating Expense

<u>OPERATING EXPENSE</u>	FY 2018 ADOPTED	FY 2019 ADOPTED
<u>Labor & Benefits</u>		
Labor Wages	\$ 1,696,010	\$ 1,699,175
Benefits & Payroll Taxes	\$ 710,015	\$ 781,300
Subtotal - Labor & Benefits	\$ 2,406,025	\$ 2,480,475
<u>Administration</u>		
Employee Development	\$ 49,820	\$ 40,380
Office Expense	\$ 220,680	\$ 242,420
Legal & Professional	\$ 289,360	\$ 362,960
Other Expense - Administration	\$ 106,425	\$ 103,645
Subtotal - Administration	\$ 666,285	\$ 749,405
<u>Plant Operation and Maintenance</u>		
Repair and Maintenance	\$ 330,120	\$ 420,780
Utilities	\$ 225,220	\$ 232,910
Laboratory	\$ 74,030	\$ 65,500
Chemicals & Fuels	\$ 55,540	\$ 50,160
Other Expense - O&M	\$ 45,870	\$ 36,575
Subtotal - Plant Operation & Maintenance	\$ 730,780	\$ 805,925
TOTAL OPERATING EXPENSE	\$ 3,803,090	\$ 4,035,805

SMCFD No. 1
Fiscal Year 2019 Budget
Reserve Funds

<u>RESERVE FUNDS</u>		FY 2018 ADOPTED	FY 2019 ADOPTED
Debt Service Funds (Principal & Interest)			
Estimated Carryover from prior year	(a)	\$ 226,174	\$ 226,402
Cash Deposits		\$ 2,714,088	\$ 2,714,087
Estimated Interest & Dividends		\$ -	\$ -
Estimated Service Charges		\$ -	\$ -
Estimated Transfers to Other Funds		\$ -	\$ -
Scheduled Disbursements		\$ (2,714,088)	\$ (2,714,087)
Balance, End of Fiscal Year		<u>\$ 226,173</u>	<u>\$ 226,402</u>
Operations Reserve Fund			
Estimated Carryover from prior year	(a)	\$ 750,284	\$ 750,740
Cash Deposits		\$ -	\$ -
Estimated Interest & Dividends		\$ 2,252	\$ 2,252
Estimated Service Charges		\$ -	\$ -
Estimated Transfer to Other Funds		\$ (1,410)	\$ (1,866)
Balance, End of Fiscal Year		<u>\$ 751,126</u>	<u>\$ 751,126</u>
Capital Improvement Fund			
Estimated Carryover from prior year	(a)	\$ 1,222,052	\$ 1,205,783
Cash Deposits		\$ 580,948	\$ 664,217
Transfer from Reserves		\$ 520,000	\$ 250,000
Estimated Interest & Dividends		\$ 1,798	\$ 1,701
Estimated Service Charges		\$ -	\$ -
Estimated Disbursements		\$ (1,323,000)	\$ (1,120,000)
Balance, End of Fiscal Year		<u>\$ 1,001,798</u>	<u>\$ 1,001,701</u>
Debt Service Reserve Fund			
Estimated Carryover from prior year	(a)	\$ 625,197	\$ 625,619
Cash Deposits		\$ -	\$ -
Estimated Interest & Dividends		\$ 1,876	\$ 1,877
Estimated Service Charges		\$ -	\$ -
Estimated Transfers to Other Funds		\$ (1,135)	\$ (1,558)
Balance, End of Fiscal Year		<u>\$ 625,938</u>	<u>\$ 625,938</u>
District Reserve Fund			
Estimated Carryover from prior year	(a)	\$ 627,271	\$ 345,781
Cash Deposits		\$ 33,424	\$ 218,772
Estimated Interest & Dividends		\$ 345	\$ 254
Estimated Service Charges		\$ -	\$ -
Transfer to Capital Improvement Fund		\$ (520,000)	\$ (250,000)
Balance, End of Fiscal Year		<u>\$ 141,041</u>	<u>\$ 314,807</u>

(a) Amounts shown are estimates only. Actual amounts remaining in the reserve funds as of June 30, 2018 will carryover into the new fiscal year beginning July 1, 2018.

BUDGET DETAIL

RATE SUMMARY

EMPLOYEE CLASSIFICATION & COMPENSATION

ADMINISTRATION, LABOR & BENEFITS EXPENSES

PLANT OPERATION & MAINTENANCE EXPENSES

CAPITALIZED EXPENDITURES

CUSTOMER GROWTH ESTIMATE

SMCFD No. 1
Fiscal Year 2019 Budget
Rate Summary

SEWER SERVICE CHARGES

Service Class	FY 2018 Monthly Minimum	ADOPTED FY 2019 Monthly Minimum	\$ Increase	% Increase	Rate Per 100 Gallons
Single Family	\$ 43.35	\$ 43.75	\$ 0.40	0.92%	
Multi-Family	\$ 32.25	\$ 32.55	\$ 0.30	0.93%	
Recreational Vehicle Parks	\$ 13.65	\$ 13.75	\$ 0.10	0.73%	
Manufactured Home Parks	\$ 26.45	\$ 26.70	\$ 0.25	0.95%	
Church/Government	\$ 43.35	\$ 43.75	\$ 0.40	0.92%	0.071
Commercial (<i>Note 1</i>)	\$ 52.00	\$ 52.50	\$ 0.50	0.96%	0.080
Water, Ice, and Nurseries	\$ 52.00	\$ 52.50	\$ 0.50	0.96%	0.040
Heavy Commercial	\$ 65.05	\$ 65.65	\$ 0.60	0.92%	0.107
Industrial	\$ 151.70	\$ 153.15	\$ 1.45	0.96%	0.249
Undeveloped Land	\$ 10.00	\$ 10.10	\$ 0.10	1.00%	

CONNECTION PERMIT FEES

Service Class	FY 2018 Connection Permit Fee	ADOPTED FY 2019 Connection Permit Fee	\$ Increase	% Increase
Single Family	\$ 3,545.00	\$ 3,545.00	\$ -	0.00%
Multi-Family	\$ 2,635.00	\$ 2,635.00	\$ -	0.00%
Recreational Vehicle Parks	\$ 1,115.00	\$ 1,115.00	\$ -	0.00%
Manufactured Home Parks	\$ 2,160.00	\$ 2,160.00	\$ -	0.00%
Church/Government	\$ 3,545.00	\$ 3,545.00	\$ -	0.00%
Commercial (<i>Note 1</i>)	\$ 3,545.00	\$ 3,545.00	\$ -	0.00%
Water, Ice, and Nurseries	\$ 3,545.00	\$ 3,545.00	\$ -	0.00%
Heavy Commercial	\$ 3,545.00	\$ 3,545.00	\$ -	0.00%
Industrial	\$ 3,545.00	\$ 3,545.00	\$ -	0.00%

SEPTAGE RATES

Service Class	FY 2018 Rate per Gallon	ADOPTED FY 2019 Rate per Gallon	\$ Increase	% Increase	FY 2018 Minimum Charge	ADOPTED FY 2019 Minimum Charge	\$ Increase	% Increase
Type 1 - Low Strength	\$ 0.0305	\$ 0.0305	\$ -	0.00%	\$ 91.50	\$ 91.50	\$ -	0.00%
Type 2 - Medium Strength	\$ 0.0810	\$ 0.0810	\$ -	0.00%	\$ 91.50	\$ 91.50	\$ -	0.00%
Type 3 - High Strength	\$ 0.2315	\$ 0.2315	\$ -	0.00%	\$ 115.75	\$ 115.75	\$ -	0.00%

Note 1: Light Commercial and Medium Commercial Service Classes were combined into Commercial in FY18

SMCFD No. 1
Fiscal Year 2019 Budget
Fee Summary

	FY 2018 Fees	ADOPTED FY 2019 Fees	\$ Change	% Change
Application Fees				
Application Processing	\$ 40.00	\$ 40.00	\$ -	0.00%
Materials				
Disconnection Valves	\$ 45.00	\$ 45.00	\$ -	0.00%
Marker Device	\$ 10.00	\$ 10.00	\$ -	0.00%
Valve Box Monument	\$ 60.00	\$ 60.00	\$ -	0.00%
Additional Costs	@ cost	@ cost	n/a	n/a
Design Review				
500 gpd or less	\$ 720.00	\$ 720.00	\$ -	0.00%
501 gpd to 1,000 gpd	\$ 1,200.00	\$ 1,200.00	\$ -	0.00%
1,001 gpd to 5,000 gpd	\$ 2,400.00	\$ 2,400.00	\$ -	0.00%
5,001 gpd and greater	\$ 4,320.00	\$ 4,320.00	\$ -	0.00%
Construction Inspection				
Service Line Installation, per 200 ft section	\$ 125.00	\$ 125.00	\$ -	0.00%
Manholes, each	\$ 260.00	\$ 260.00	\$ -	0.00%
Sewer Main Cleanouts, each	\$ 65.00	\$ 65.00	\$ -	0.00%
Grease & Lint Interceptors, each	\$ 285.00	\$ 285.00	\$ -	0.00%
Sewer Mains, per 100 ft section	\$ 205.00	\$ 205.00	\$ -	0.00%
Pump Stations, each	\$ 480.00	\$ 480.00	\$ -	0.00%
Dump Stations, each	\$ 480.00	\$ 480.00	\$ -	0.00%
Disconnect Processing				
Disconnect Processing	\$ 35.00	\$ 35.00	\$ -	0.00%
Disconnection Fee	\$ 105.00	\$ 105.00	\$ -	0.00%
Additional Costs	@ cost	@ cost	n/a	n/a
Reconnection Fees				
Reconnection Fee	\$ 45.00	\$ 45.00	\$ -	0.00%
Reconnection Fee - Same Day / After Hours	\$ 155.00	\$ 155.00	\$ -	0.00%
Disconnect Damage Fees				
Damage - Replace plug, per occurrence	\$ 180.00	\$ 180.00	\$ -	0.00%
Damage - Clear debris, per occurrence	\$ 325.00	\$ 325.00	\$ -	0.00%
Damage - Tampering, per occurrence	\$ 765.00	\$ 765.00	\$ -	0.00%
Additional Costs	@ cost	@ cost	n/a	n/a
Other Fees				
Camera Inspection Fee, per hour	\$ 160.00	\$ 160.00	\$ -	0.00%
Commercial Inspection Fee	\$ 11.75	\$ 11.75	\$ -	0.00%
Compost, per cubic yard	\$ 10.00	\$ 10.00	\$ -	0.00%
Copy Fee, per page	\$ 2.00	\$ 2.00	\$ -	0.00%
Delinquent/Late Fee, per occurrence	20.00%	20.00%	- %	0.00%
Disconnection Plug	\$ 20.00	\$ 20.00	\$ -	0.00%
Disconnection Valves	\$ 45.00	\$ 45.00	\$ -	0.00%
Dormancy Fee	\$ 50.00	\$ 50.00	\$ -	0.00%
Easement Relinquishment	\$ 110.00	\$ 110.00	\$ -	0.00%
Foreign Item Fee	@ cost	@ cost	n/a	n/a
Marker Device	\$ 10.00	\$ 10.00	\$ -	0.00%
Permit Reissue Fee	\$ 50.00	\$ 50.00	\$ -	0.00%
Pretreatment Reinspection Fee	\$ 125.00	\$ 125.00	\$ -	0.00%
Reestablishment Fee	\$ 20.00	\$ 20.00	\$ -	0.00%
Remote Access Key Fee	\$ 60.00	\$ 60.00	\$ -	0.00%
Research Fee, per hour	\$ 40.00	\$ 40.00	\$ -	0.00%
Returned Item Fee	\$ 30.00	\$ 30.00	\$ -	0.00%
Site Visit Fee	\$ 95.00	\$ 95.00	\$ -	0.00%
Vacuum Truck Service Fee, per hour	\$ 160.00	\$ 160.00	\$ -	0.00%
Valve Box Monument	\$ 60.00	\$ 60.00	\$ -	0.00%
Yard Waste, per delivery, City residents				
≤ 1 cubic yard	\$ 5.00	\$ 5.00	\$ -	0.00%
between 1 and 3 cubic yards	\$ 10.00	\$ 10.00	\$ -	0.00%
> 3 cubic yards	\$ 25.00	\$ 25.00	\$ -	0.00%
Non-Resident Surcharge, per delivery	\$ 10.00	\$ 10.00	\$ -	0.00%

SMCFD No. 1
Fiscal Year 2019 Budget
Employee Classification

	FY 2019	FY 2018 ADOPTED		FY 2019 ADOPTED		FY 2019 ADOPTED	
	ADOPTED FTE	ANNUAL COMPENSATION		ANNUAL COMPENSATION		HOURLY COMPENSATION	
		MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM
EXECUTIVE DIVISION							
District Manager	1	\$ 101,000.00	\$ 153,000.00	\$ 101,000.00	\$ 153,000.00	\$ 48.56	\$ 73.56
Executive Assistant	1	\$ 59,217.60	\$ 82,908.80	\$ 60,881.60	\$ 85,238.40	\$ 29.27	\$ 40.98
Management Analyst	0.625	\$ 76,065.60	\$ 106,496.00	\$ 78,187.20	\$ 109,470.40	\$ 37.59	\$ 52.63
TOTAL EXECUTIVE DIVISION	2.625						
ADMINISTRATIVE DIVISION							
Financial Services Supervisor	1	\$ 68,806.40	\$ 96,324.80	\$ 70,740.80	\$ 99,028.80	\$ 34.01	\$ 47.61
Accountant	0	\$ 62,337.60	\$ 87,276.80	\$ 64,084.80	\$ 89,710.40	\$ 30.81	\$ 43.13
Accounting Technician	1	\$ 46,176.00	\$ 64,646.40	\$ 47,465.60	\$ 66,456.00	\$ 22.82	\$ 31.95
Purchasing Officer	1	\$ 53,726.40	\$ 75,212.80	\$ 55,224.00	\$ 77,313.60	\$ 26.55	\$ 37.17
Business Services Supervisor	1	\$ 62,337.60	\$ 87,276.80	\$ 64,084.80	\$ 89,710.40	\$ 30.81	\$ 43.13
Operations Support Specialist	0.5	\$ 48,505.60	\$ 67,912.00	\$ 49,857.60	\$ 69,804.80	\$ 23.97	\$ 33.56
Business Services Clerk - II	0.5	\$ 39,644.80	\$ 55,494.40	\$ 40,747.20	\$ 57,054.40	\$ 19.59	\$ 27.43
Business Services Clerk - I	0	\$ 34,153.60	\$ 47,819.20	\$ 35,110.40	\$ 49,150.40	\$ 16.88	\$ 23.63
Customer Service Supervisor	1	\$ 62,337.60	\$ 87,276.80	\$ 64,084.80	\$ 89,710.40	\$ 30.81	\$ 43.13
Customer Service Representative - II	2	\$ 46,176.00	\$ 64,646.40	\$ 47,465.60	\$ 66,456.00	\$ 22.82	\$ 31.95
Customer Service Representative - I	0.625	\$ 36,025.60	\$ 50,440.00	\$ 37,024.00	\$ 51,833.60	\$ 17.80	\$ 24.92
TOTAL ADMINISTRATIVE DIVISION	8.625						
OPERATIONS DIVISION							
Operations Manager	0	\$ 97,240.00	\$ 136,136.00	\$ 99,964.80	\$ 139,942.40	\$ 48.06	\$ 67.28
Inspector	1	\$ 48,505.60	\$ 67,912.00	\$ 49,857.60	\$ 69,804.80	\$ 23.97	\$ 33.56
Engineering Technician	1	\$ 48,505.60	\$ 67,912.00	\$ 49,857.60	\$ 69,804.80	\$ 23.97	\$ 33.56
Operations Superintendent	1	\$ 76,065.60	\$ 106,496.00	\$ 78,187.20	\$ 109,470.40	\$ 37.59	\$ 52.63
Administrative Assistant	1	\$ 41,745.60	\$ 58,448.00	\$ 42,910.40	\$ 60,070.40	\$ 20.63	\$ 28.88
Maintenance Supervisor	1	\$ 62,337.60	\$ 87,276.80	\$ 64,084.80	\$ 89,710.40	\$ 30.81	\$ 43.13
Collections System Technician - II	2	\$ 43,971.20	\$ 61,568.00	\$ 45,198.40	\$ 63,273.60	\$ 21.73	\$ 30.42
Collections System Technician - I	2	\$ 39,644.80	\$ 55,494.40	\$ 40,747.20	\$ 57,054.40	\$ 19.59	\$ 27.43
Collections System Worker	1	\$ 36,025.60	\$ 50,440.00	\$ 37,024.00	\$ 51,833.60	\$ 17.80	\$ 24.92
Mechanic - II	1	\$ 46,176.00	\$ 64,646.40	\$ 47,465.60	\$ 66,456.00	\$ 22.82	\$ 31.95
Utility Maintenance Technician - I	1	\$ 43,971.20	\$ 61,568.00	\$ 45,198.40	\$ 63,273.60	\$ 21.73	\$ 30.42
Operations Supervisor	0	\$ 62,337.60	\$ 87,276.80	\$ 64,084.80	\$ 89,710.40	\$ 30.81	\$ 43.13
Solids Process Operator	2	\$ 41,745.60	\$ 58,448.00	\$ 42,910.40	\$ 60,070.40	\$ 20.63	\$ 28.88
TOTAL OPERATIONS DIVISION	14						
TOTAL Full Time Equivalents	25.25						

Ranges do not reflect the cell phone stipend paid to the District Manager and other approved personnel. The stipend is \$25.45 per pay period for fiscal years 2018 and 2019.

District minimums for all positions have been set at the average for comparable positions at 5 cities (Chandler, Gilbert, Mesa, Phoenix & Scottsdale) within the Phoenix metropolitan area with a base year of 2012. Maximums are set at 1.4 times the starting salaries for all positions except the District Manager.

SMCFD No. 1
Fiscal Year 2019 Budget
Administration, Labor and Benefits Expense

<u>ADMIN, LABOR & BENEFITS EXPENSE</u>	FY 2018 ADOPTED	FY 2019 ADOPTED
<u>LABOR & BENEFITS EXPENSE</u>		
Labor - Permanent Employees	\$ 1,696,010	\$ 1,699,175
Payroll Taxes	\$ 126,565	\$ 125,360
Workers Comp Insurance	\$ 24,900	\$ 24,145
ASRS & LTD	\$ 196,770	\$ 202,275
Group Insurance	\$ 340,000	\$ 406,510
Employee Expenses	\$ 21,780	\$ 23,010
Temporary Labor	\$ -	\$ -
TOTAL LABOR & BENEFITS EXPENSE	\$ 2,406,025	\$ 2,480,475
<u>ADMINISTRATION EXPENSE</u>		
<u>Employee Development</u>		
Team Building & Service Incentives	\$ 4,000	\$ 2,900
Professional Dues & Subscriptions	\$ 7,180	\$ 6,330
Travel & Mileage	\$ 15,960	\$ 7,500
Conferences, Training and Education	\$ 22,680	\$ 23,650
Subtotal - Employee Development	\$ 49,820	\$ 40,380
<u>Office Expense</u>		
Repairs & Maintenance	\$ 5,030	\$ 2,530
Outside Services	\$ 50,310	\$ 44,160
Telephone	\$ 26,620	\$ 14,420
Office Supplies	\$ 13,160	\$ 11,460
Hardware & Software	\$ 120,560	\$ 165,850
Furniture & Fixtures & Equipment (non-capital)	\$ 5,000	\$ 4,000
Subtotal - Office Expense	\$ 220,680	\$ 242,420
<u>Legal & Professional</u>		
Accounting / Audit	\$ 18,400	\$ 18,100
Insurance	\$ 85,500	\$ 71,000
District Counsel	\$ 67,000	\$ 90,000
Engineering / Professional Fees	\$ 118,460	\$ 183,860
Subtotal - Legal & Professional	\$ 289,360	\$ 362,960
<u>Other Expense - Administration</u>		
Advertising	\$ 1,500	\$ 1,650
Bank Service Charges	\$ 25,440	\$ 31,440
Licenses & Fees	\$ 35,820	\$ 25,970
Postage	\$ 31,120	\$ 31,120
Freight	\$ 125	\$ 125
Public Relations	\$ 11,500	\$ 11,500
Recruiting & Pre-employment	\$ 920	\$ 1,840
Subtotal - Other Expense	\$ 106,425	\$ 103,645
TOTAL ADMINISTRATION EXPENSE	\$ 666,285	\$ 749,405
TOTAL ADMINISTRATION, LABOR & BENEFITS	\$ 3,072,310	\$ 3,229,880

SMCFD No. 1
Fiscal Year 2019 Budget
Plant Operation & Maintenance Expense

<u>PLANT O&M EXPENSE</u>	FY 2018 ADOPTED	FY 2019 ADOPTED
<u>Repair & Maintenance</u>		
Hand Tools & Equipment (non-capital)	\$ 10,280	\$ 12,020
Collections System - R&M	\$ 82,210	\$ 111,400
Service Lines - R&M	\$ 86,000	\$ 74,500
Baseline Pump Station - R&M	\$ 8,750	\$ 9,250
Process Equipment & Structures - R&M	\$ 47,280	\$ 99,610
Buildings & Grounds - R&M	\$ 19,300	\$ 38,200
Rolling Stock - R&M	\$ 41,500	\$ 38,500
Effluent Recharge and Disposal - R&M	\$ 6,000	\$ 11,000
Sludge Facilities - R&M	\$ 25,500	\$ 23,000
Septage Facilities - R&M	\$ 3,300	\$ 3,300
Subtotal - Repair & Maintenance	\$ 330,120	\$ 420,780
<u>Utilities</u>		
Power	\$ 190,000	\$ 206,000
Water	\$ 16,300	\$ 16,300
Grit & Trash Hauling	\$ 18,920	\$ 10,610
Subtotal - Utilities	\$ 225,220	\$ 232,910
<u>Laboratory</u>		
Laboratory Services (outside)	\$ 64,830	\$ 48,500
Laboratory Supplies	\$ 9,200	\$ 17,000
Subtotal - Laboratory	\$ 74,030	\$ 65,500
<u>Chemicals & Fuels</u>		
Disinfection Chemicals	\$ 29,000	\$ 24,120
Welding Supplies & Gases	\$ 1,540	\$ 1,040
Fuel - Gas & Diesel	\$ 25,000	\$ 25,000
Subtotal - Chemicals & Fuels	\$ 55,540	\$ 50,160
<u>Other Expense - O&M</u>		
Biosolids Processing & Disposal	\$ -	\$ -
Small Claims Expense	\$ -	\$ -
Health & Safety Supplies	\$ 21,390	\$ 15,195
Security Service	\$ 9,780	\$ 5,180
Janitorial Supplies	\$ 14,700	\$ 16,200
Equipment Scrapped or Abandoned	\$ -	\$ -
Subtotal - Other Expense	\$ 45,870	\$ 36,575
TOTAL PLANT O&M	\$ 730,780	\$ 805,925

**SMCFD No. 1
Fiscal Year 2019 Budget
Capital Expenditures**

Project Title	Project Amount
Recharge basin refurbishment	60,000
Sewer video inspection unit	300,000
Customer resource management software	165,000
Aeration chain replacements (2)	160,000
Automatic transfer switch for standby generator	60,000
Clarifier rake refurbishments (2)	30,000
Building grounding system	25,000
Shade structure for septage station	20,000
Concrete repairs at chlorine contact chamber	20,000
Headworks drain line replacement	10,000
Mainline extension - Junction Street	135,000
Mainline extension - San Marcos and Southern	65,000
Electrical meter and breaker replacement	15,000
Automatic gate at plant entrance	10,000
Collection system extensions, unspecified	30,000
Collection system repairs, unspecified	15,000
TOTAL Treatment Plant Assets	395,000
TOTAL Collection System and Pump Station Assets	260,000
TOTAL Machinery & Equipment	300,000
TOTAL Office Equipment, Furniture & Software	165,000
TOTAL CAPITAL ADDITIONS	<u><u>1,120,000</u></u>
Uncommitted Capital Improvement Fund Balance Carried Over	
From Prior Fiscal Year	1,205,783
Transfer of Excess Funds from District Reserve	250,000
Target Minimum Balance at End of Fiscal Year	(1,000,000)
REQUIRED FUNDING	<u><u>\$ 664,217</u></u>

**SMCFD No. 1
Fiscal Year 2019 Budget
Customer Growth**

FY 2019 CUSTOMER GROWTH ESTIMATE

New Connections by Service Class	Units	Connection Fees
Single Family: Full Price		
Bel Agave	20	\$ 70,900
Bella Corona	8	\$ 28,360
Lantana Villas	0	\$ -
Village at Ironwood	0	\$ -
Other full price connections	8	\$ 28,360
Subtotal Single Family: Full Price	36	\$ 127,620
Single Family: Half Price		
Stagecoach Trails	20	\$ 47,290
Other half price connections	20	\$ 35,450
Subtotal Single Family: Half Price	40	\$ 82,740
Total Single Family Connections	76	\$ 210,360
Multi-Family	36	\$ 94,860
Recreational Vehical Parks	0	\$ -
Manufactured Home Parks	14	\$ 18,360
Church/Government	0	\$ -
Commercial	1	\$ 3,545
Water, Ice and Nurseries	0	\$ -
Industrial	0	\$ -
Total Connections other than SF	51	\$ 116,765
Total New Connections	127	\$ 327,125