

FY 2026-27 BUDGET BUDGET SECTION SUMMARY

Section Title:

RUSSIAN RIVER COUNTY SANITATION DISTRICT

A. Program Description

This budget finances operation, maintenance, and administration of a collection system, pumping stations, a treatment plant, and disposal facilities which serve the Russian River area.

B. Financial Summary

Section	GROSS EXPENDITURES			NET COST/USE OF FUND BALANCE		
	FY 25-26 Adopted	FY 26-27 Requested	Percent Change	FY 25-26 Adopted	FY 26-27 Requested	Percent Change
Operations	\$10,332,324	\$12,434,176	20.34%	\$1,910,824	\$2,220,240	16.19%
Revenue Bonds	0	0	N/A	0	0	N/A
Construction	943,687	274,930	(70.87%)	625,887	(1,165,022)	(286.14%)
TOTAL:	\$11,276,011	\$12,709,106	12.71%	\$2,536,711	\$1,055,218	(58.40%)

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

Workload Indicator	FY 24-25 Actual	FY 25-26 Budget Estimate	FY 25-26 Revised Estimate	FY 26-27 Projected	Change from FY 25-26 Budget Estimate
TOTAL ESDs	3,211	3,238	3,238	3,238	0.00%
TOTAL APNs	2,503	2,503	2,500	2,501	(0.08%)

E. Summary of Issues and Significant Changes

The requested rate per ESD for FY26-27 annual service charges is \$2,696, representing a 8.5% increase from FY25-26. Annual sewer service charge revenue, adjusted for the anticipated number of ESDs and an estimated delinquency factor, is projected to increase from the FY 25-26 budget. This revenue change is primarily due to the rate increase.

The Russian River County Sanitation District (Russian River CSD) treatment plant was completed in September 1980 and began operating in 1982. The Russian River CSD treatment plant was recently upgraded to increase the capacity to treat wastewater flows during flood conditions in the Russian River CSD service area.

The requested rates should provide the funds necessary to operate and maintain the Russian River CSD's collection system, treatment plant, and reclamation system. In addition to the funds needed for the ongoing operation of wastewater treatment and disposal facilities, funds are necessary for the replacement of aging infrastructure. In 2014, the main pipeline that feeds wastewater to the treatment plant ruptured. This event along with a natural hazard assessment completed for the district in 2014 identified the need to upgrade significant portions of the collection system that are located in unstable soils and that could fail during a large earthquake. Addressing this collection system vulnerability will take on the order of 20 years to complete. Rate increases over the rate of inflation will be needed for several years to generate funding for these projects.

FY 2026-27 BUDGET
BUDGET SECTION SUMMARY

Section Title:

RUSSIAN RIVER COUNTY SANITATION DISTRICT

F. Summary of Reduction Options

No reduction options are proposed.

G. Attachments

- Summary of Revenues and Expenditures
- Character Justification
- Statement of Special Fund Activity

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FY 2026-27 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: RUSSIAN RIVER CSD - OPERATIONS
Fund/Department ID: 43201-33070100

Account No. and Title	Adopted 2025-26	Requested 2026-27	Difference	Percent Change
REVENUES:				
<u>TAXES</u>				
40003 Direct Charges-CY	\$7,177,300	\$7,784,800	\$607,500	8.46%
40202 Direct Charges-PY	130,000	130,000	0	0.00%
40999 Penalties/Costs on Taxes	30,000	30,000	0	0.00%
Subtotal Taxes	\$7,337,300	\$7,944,800	\$607,500	8.28%
<u>INTERGOVERNMENTAL</u>				
42358 State Other Funding		\$0	\$0	N/A
42461 Federal Other Funding	\$0	\$0	\$0	N/A
42610 Other Governmental Agencies	950,000	2,155,000	1,205,000	126.84%
Subtotal Intergovernmental	\$950,000	\$2,155,000	\$1,205,000	126.84%
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$84,000	\$85,437	\$1,437	1.71%
Subtotal Use of Money	\$84,000	\$85,437	\$1,437	1.71%
<u>CHARGES FOR SERVICES</u>				
45221 Sewer/Water Usage Fee	\$50,200	\$28,700	(\$21,500)	(42.83%)
Subtotal Charges for Services	\$50,200	\$28,700	(\$21,500)	(42.83%)
TOTAL REVENUES	\$8,421,500	\$10,213,937	\$1,792,437	21.28%

EXPENDITURES:

<u>SERVICES AND SUPPLIES</u>				
51032 Janitorial Services	\$6,000	\$6,000	\$0	0.00%
51061 Maintenance - Equipment	956,000	865,000	(91,000)	(9.52%)
51201 Administration Services	68,700	68,700	0	0.00%
51205 Advertising Marketing Serv	950	950	0	0.00%
51206 Accounting/Auditing Service	12,080	13,250	1,170	9.69%
51211 Legal Services	36,680	39,110	2,430	6.62%
51212 Outside Counsel - Legal Advice	10,490	10,600	110	1.05%
51231 Testing/Analysis	443,000	563,500	120,500	27.20%
51241 Outside Printing & Binding	2,440	3,070	630	25.82%
51244 Permits/License/Fees	32,200	35,300	3,100	9.63%
51401 Rents & Leases-Equipment	28,830	22,580	(6,250)	(21.68%)
51402 Rents and Leases - Heavy Eq	16,750	19,930	3,180	18.99%
51509 SCADA	393,200	372,865	(20,335)	(5.17%)
51601 Training/Conference Exp	1,480	1,480	0	0.00%
51605 Private Car Expense	110	210	100	90.91%
51803 Other Contract Services	814,515	1,456,900	642,385	78.87%
51902 Telecommunication Usage	5,510	5,830	320	5.81%
51916 County Services	17,070	16,430	(640)	(3.75%)
51917 District Operations Chgs	4,902,878	5,803,176	900,298	18.36%

FY 2026-27 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: RUSSIAN RIVER CSD - OPERATIONS
Fund/Department ID: 43201-33070100

Account No. and Title	Adopted 2025-26	Requested 2026-27	Difference	Percent Change
<u>SERVICES AND SUPPLIES (cont'd)</u>				
51921 Equipment Usage Charges	250,000	250,000	0	0.00%
52021 Clothing, Uniforms, Personal	300	300	0	0.00%
52031 Food	100	100	0	0.00%
52043 Safety Supplies/Equipment	1,200	1,200	0	0.00%
52061 Fuel/Gas/Oil	5,510	2,970	(2,540)	(46.10%)
52071 Materials and Supplies Expense	30,000	30,000	0	0.00%
52072 Chemicals	30,000	30,000	0	0.00%
52081 Medical/Laboratory Supplies	15,000	15,000	0	0.00%
52091 Membership	1,500	1,500	0	0.00%
52111 Office Supplies	5,000	5,000	0	0.00%
52117 Mail and Postage Supplies	420	320	(100)	(23.81%)
52141 Minor Equipment/Small Tools	20,000	20,000	0	0.00%
52143 Software/Licensing Fees	4,400	4,300	(100)	(2.27%)
52171 Water Conservation Program	4,000	4,000	0	0.00%
52191 Utilities	2,700	2,800	100	3.70%
52192 Utilities	700	600	(100)	(14.29%)
52193 Utilities-Power	233,200	259,490	26,290	11.27%
Subtotal Services and Supplies	\$8,352,913	\$9,932,461	\$1,579,648	18.91%
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$20,411	\$17,715	(\$2,696)	(13.21%)
53401 Amortization Exp	18,000	18,000	0	0.00%
53402 Depreciation Expense	1,616,000	1,616,000	0	0.00%
53501 Contributions	10,000	10,000	0	0.00%
Subtotal Other Charges	\$1,664,411	\$1,661,715	(\$2,696)	(0.16%)
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$300,000	\$825,000	\$525,000	175.00%
Subtotal Other Financing Uses	\$300,000	\$825,000	\$525,000	175.00%
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59002 Advances	\$103,700	\$106,396	\$2,696	2.60%
59003 Advances Clearing	(103,700)	(106,396)	(2,696)	2.60%
Subtotal Administrative Control	\$0	\$0	\$0	N/A
<u>FIXED ASSETS</u>				
19841 Work in Progress - Intang	15,000	15,000	0	0.00%
Subtotal Fixed Assets	\$15,000	\$15,000	\$0	0.00%
TOTAL EXPENDITURES	\$10,332,324	\$12,434,176	\$2,101,852	20.34%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$1,910,824	\$2,220,240	\$309,416	16.19%

**FY 2026-27 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Operations

Character Title: Taxes Character No.: 43201-33070100-40

40003 Direct Charges - CY

Flat charge revenue from annual service charges is expected to increase from the adopted FY 25-26 budget. The rate will increase 8.5%, from \$2,486 to \$2,696.

ESDs times annual rate:	3,225 x \$2,696	\$8,694,600
Less Estimated Delinquency Factor:	8.62%	(749,800)
		<u>\$7,944,800</u>

(See Account 45221 for Total ESDs)

40202 Direct Charges - PY

This account records the estimated delinquent amount of prior years sewer service charges.

40999 Penalties/Costs on Taxes

This account records penalties paid on delinquent sewer service charges.

Character Title: Intergovernmental Character No.: 43201-33060100-42

42610 Sonoma County Water Agency Revenue

This account records a transfer from Water Agency General Fund to provide funds to operate the treatment plant. These funds will not be recovered.

Character Title: Use of Money Character No.: 43201-33070100-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$2,847,886
Projected Interest Rate	3.00%
Projected/Planned Interest on Pooled Cash	<u>\$85,437</u>

Character Title: Charges for Services Character No.: 43201-33070100-45

45221 Sanitation Services

This account records annual sewer service charges for entities that are invoiced, rather than collected as flat charges on the tax roll, and for new hook-ups as they occur during the year. The Sanitation Rate Ordinance requires that charges be collected at the time permits are issued. The properties are then added to the tax roll master listing and collected through account 40003, Direct Charges, in the following year based on projected FY 26-27 ESDs, the District will experience an increase in revenue from invoiced entities. The budgeted revenue reflects an increase in the annual sewer service charge from \$2,486 to \$2,696.

ESDs x Annual Charge	11.23 x \$2,696	=	\$28,700
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**FY 2026-27 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Operations

Character Title: Miscellaneous Revenues Character No.: 44225-46

46040 Miscellaneous Revenue

Ag & Open Space Revenue - Stewardship and Patrol Agreement	10,000
	10,000

Character Title: Services and Supplies Character No.: 43201-33070100-51 & 52

51032 Janitorial Services

This account provides funds for custodial services.

51061 Maintenance - Equipment

This account records the costs for routine maintenance of equipment.

<u>FY 26-27 Planned Maintenance-Equipment:</u>	<u>Project No.</u>	<u>Amount</u>
Air Scrubber Maintenance	R1003	75,000
Lift Station Automatic Transfer Switch Build	R1002	150,000
Main Lift Station Pump Control Replacement	R1002	125,000
Rag Washer Rebuild	R1003	25,000
Routine Maintenance - Mechanical Maintenance	R1003	300,000
Routine Maintenance - Electrical/Instrumentation	R1003	100,000
Routine Maintenance - Wastewater Operations	R1003	25,000
Routine Maintenance - SCADA	R1001	25,000
Treatment Plant Concrete/Grounds Maintenance	R1003	40,000
		\$865,000

51201 Administration Costs

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

51205 Advertising Marketing Services

This account covers the costs of advertisements and other marketing services.

51206 Accounting/Auditing Services

This account represents the cost of accounting and audit services provided by an outside certified public accounting service.

51211 Legal Services

This account provides funds for the estimated cost of legal services to be provided by County Counsel, or outside legal services, as required.

51231 Testing/Analysis

This account records expenses incurred to comply with all regulatory testing requirements.

**FY 2026-27 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Operations

Character Title: Services and Supplies (Continued) Character No.: 43201-33070100-51 & 52

51241 Outside Printing & Binding

This account covers the costs of outside printing services.

51244 Permit/License/Fees

This account records the cost of all permits.

51401 Rents & Leases - Equipment

Rents and Leases - Equipment covers the costs of renting copiers, fax machines and other equipment as needed.

51509 SCADA

This account records SCADA allocations FY26-27.

SCADA \$ 372,865

51601 Training/Conference Exp

This account covers the cost of training and conference expenses by Agency staff.

51803 Other Contract Services

This account reflects the costs for various outside services which include:

<u>FY 26-27 Planned Contract Services:</u>	<u>Project No.</u>	<u>Amount</u>
Biosolids Disposal Services	R1003	100,000
Collection System Rehabilitation and Repairs	R1002W007	300,000
Electrical/Instrumentation Maintenance Services	R1003	40,000
Hazardous Materials Assistance	R0005M018	20,000
Recycled Water System Access Maintenance	R1004	40,000
Remote Manhole Monitoring Services	R1002W007	2,000
Regulatory Permitting Assistance	R0019B012	50,000
Manhole/Sewer Easement Survey	R1002	25,000
Multi-year Agreements	Various	66,400
Pavement Preservation TPW	R0005C019	65,000
Sanitation Planning	R0005C019	35,000
Sewer Collection Development Analysis	R0002D028	10,000
Sewer Collection Model Update	R0002D028	35,000
Sewer Collection I/I Study	R0005	100,000
Sewer Inspection Data Mgmtt & Analysis Services	R1002W007	3,500
Traffic Control Services	R1002	5,000
Treatment Process Special Studies	R0005C019	100,000
Rate Study	TBD	25,000
RR Redwoods Forest Management Services	R0128C018	50,000
RR Redwoods Property Irrigation & Storage Study	R0005C019	120,000
Vegetation Management Services	R1003	15,000
Wet Weather Sewer Hauling Services	R1002	250,000
		<hr/>
		\$ 1,456,900

51902 Telecommunications Usage

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

51916 County Services

This account records the expense for special district accounting services.

**FY 2026-27 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Operations

Character Title: Services and Supplies (Continued) **Character No.:** 43201-33070100-51 & 52

51917 District Operations

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

<u>FY 26-27 Planned Staff Work:</u>	<u>Project No.</u>	<u>Amount</u>
West County Feasibility Study/Stakeholder Outreach	R0125	20,700
Hazardous Materials Assistance	R0005M018	5,000
Regulatory Permitting Assistance	R0019B012	5,000
Routine O&M Labor	TBD	4,398,072
Sanitation Planning	R0005C019	10,000
Sewer Collection Development Analysis	R0002D028	5,000
Sewer Collection Model Update	R0002D028	10,000
Sewer Collection I/I Study	R0005	20,000
Treatment Process Special Studies	R0005C019	5,000
Rate Study	TBD	10,000
RR Redwoods Forest Management Services	R0128C018	20,000
RR Redwoods Property Irrigation & Storage Study	R0005C019	40,000
RRCSO FM, LS, HW Geotech Drilling PC Mitigation	R0123	13,000
		\$ 4,561,772

51921 Equipment Usage Charges

This account provides funds for equipment usage.

52071 Materials and Supplies Expense

This account records the costs of operational materials and supplies used by the District.

52072 Chemicals

This account records the cost of chemicals required for operation of the treatment plant in accordance with the Russian River CSD NPDES permit as required by the Regional Water Quality Control Board.

52081 Medical/Laboratory Supplies

This account records the cost of lab supplies required for testing and monitoring wastewater.

52091 Memberships/Certifications

This account records membership dues/certificates.

52111 Office Supplies

This account covers the costs of operational supplies used by the District.

52117 Mail and Postage Supplies

This account covers the costs of the District's postage.

**FY 2026-27 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Operations

Character Title: Services and Supplies (Continued) Character No.: 43201-33070100-51 & 52

52141 Minor Equipment/Small Tools

This account provides funds for the purchase of office furniture, small tools, instruments and equipment that are individually under \$5,000.

52142 Computer Equipment/Accessories

This account provides funds for computer hardware as needed.

52143 Software/Licensing Fees

This account covers the cost of computer software and licensing fees, as needed.

52171 Water Conservation Program

This account records the cost of indoor water use efficiency programs including but not limited to indoor water use assessments/audits, fixture replacements and rebates with the goal of inflow reduction.

52191 Utilities

This account records the cost of utilities such as water and propane.

52193 Utilities Power

This account records the cost of utilities such as gas and electricity.

Character Title: Other Charges Character No.: 43201-33070100-53

53103 Interest on LT Debt

This account reflects the interest expense for the State Revolving Loans for the Disinfection Upgrade and Third Unit Process Project.

53402 Depreciation Expense

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

53501 Contributions

This account records Emergency Inventory Procurement.

Character Title: Other Financing Uses Character No.: 43201-33070100-57

57011 Transfers out-within a Fund

This account reflects the transfer of cash from the Operations Fund to the Revenue Bond Fund to cover principal and interest payments, as well as to the Construction Fund to finance the Capital Replacement Program and Wastewater Capital Reserve fund required by the State Revolving Fund loan received February 2004. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer to the Construction Fund will not be made and any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

Transfer to Construction Fund	825,000
Total Operating Transfer	<u>825,000</u>

**FY 2026-27 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Operations

Character Title: Administrative Control Account Character No.: 43201-33070100-59

59002 Advances

This account reflects the principal payment for the anticipated State Revolving Loan for the Disinfection Basin Project. Original Loan was for \$3,884,450 with a forgiveness of \$1,942,225. Payments will continue until FY 31-32.

The following reflects the principal payment history to date:

Original Amount of the Loan:	\$1,942,225
Total FY 12-13 through FY 25-26 Principal Payment	(1,221,017)
FY 26-27 Principal Payment:	<u>(106,396)</u>
Outstanding Loan Amount	\$614,812

59003 Advances - Clearing

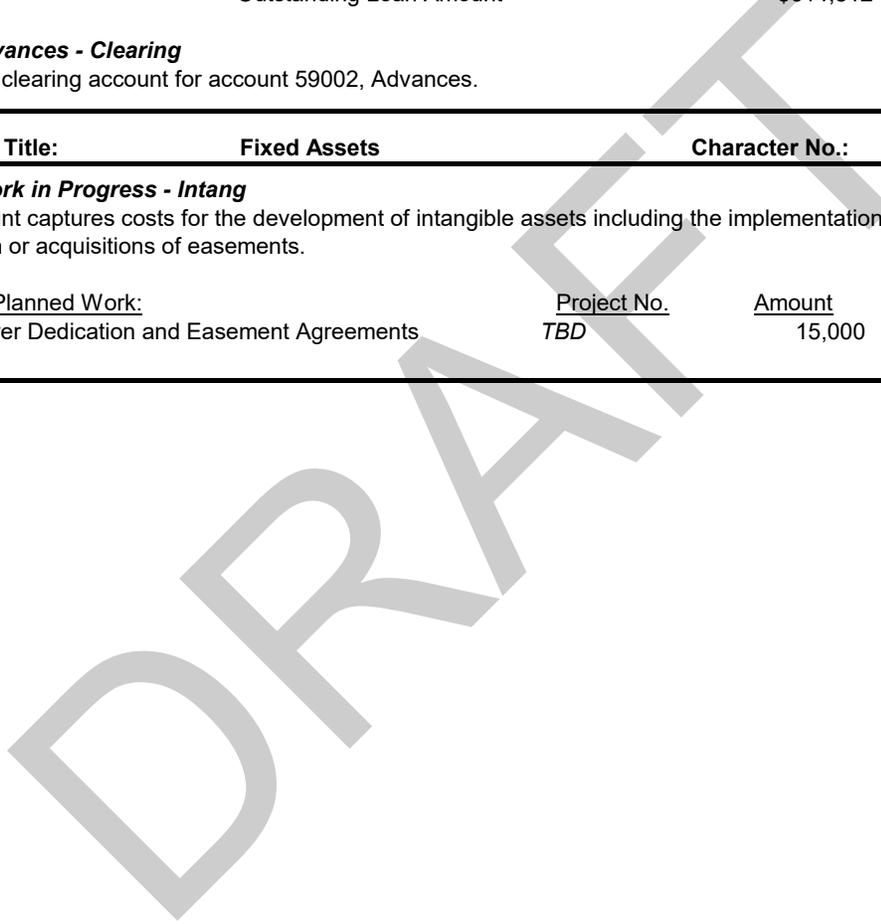
This is the clearing account for account 59002, Advances.

Character Title: Fixed Assets Character No.: 43201-33070100-19

19841 Work in Progress - Intang

This account captures costs for the development of intangible assets including the implementation and negotiation or acquisitions of easements.

<u>FY 26-27 Planned Work:</u>	<u>Project No.</u>	<u>Amount</u>
Sewer Dedication and Easement Agreements	TBD	15,000



**FY 2026-27 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY**

Department: Sonoma County Water Agency - Sanitation
Fund: Russian River CSD - Operations
Fund/Department ID: 43201-33070100

DESCRIPTION OF FUND ACTIVITY	Actual FY 24-25	Estimated FY 25-26	Requested FY 26-27
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$3,957,788	\$3,775,833	\$3,141,006
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	9,425,452	8,473,866	10,213,937
Expenditures - (Decrease) retained earnings	(11,625,051)	(10,636,297)	(12,434,176)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(2,199,599)	(2,162,431)	(2,220,240)
Adjustments to Reserves/Encumbrances:			
Depreciation (53402)	1,563,413	1,616,000	1,616,000
Technical Adjustments - 1st Quarter			
Advances (59002)	(103,700)	(106,396)	(106,396)
Long-Term Receivable	6,600	-	-
Unrealized Gain/loss		-	-
Change in Prepaid Expense	(609)	-	-
Donated Asset	(9,545)		
Post Audit Adjustment	7,284	-	-
Amortization	7,556	18,000	18,000
Rounding	1	-	-
Change in Encumbrance	546,644	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	2,017,644	1,527,604	1,527,604
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$3,775,833	\$3,141,006	\$2,448,370
Target Fund Balance	\$4,559,695	\$4,192,382	\$4,966,231
<i>Over/(Under) Target Fund Balance</i>	(\$783,862)	(\$1,051,376)	(\$2,517,861)
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$181,955)	(\$634,827)	(\$692,636)
<u>Retained Earnings Components at Beginning of FY</u>	7/1/2024	7/1/2025	
Equity in Pooled Cash	\$6,302,762	\$5,258,327	
Due from State/Federal/Other Gov AR	421	-	
Due from Other Funds		13,923	
Other Receivables (Flat Charges)	139,455	168,311	
Allowance for Uncollectible Accounts			
Vouchers Payable	(161,516)	(581,206)	
Accounts Receivable-AR Module		7,334	
Accounts Payable	(5,050)	(7,196)	
Unearned Revenue	(383,619)	(52,366)	
Loan Payable-Current	(339,076)	(103,700)	
Due to State/Federal	(123,652)	-	
Due to Other Governments		(6,639)	
Interest Payable	(8,532)	(4,194)	
Encumbrances (Contract)	(1,463,405)	(916,761)	
Total Beginning Retained Earnings	\$3,957,788	\$3,775,833	

FY 2026-27 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: RUSSIAN RIVER CSD - CONSTRUCTION
Fund/Department ID: 43202-33070200

Account No. and Title	Adopted 2025-26	Requested 2026-27	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$12,000	\$17,678	\$5,678	47.31%
Subtotal Use of Money	\$12,000	\$17,678	\$5,678	47.31%
<u>MISCELLANEOUS REVENUE</u>				
46021 Capital Grants - Federal	\$0	\$0	\$0	N/A
46022 Capital Grants - State	0	543,551	543,551	N/A
46024 Connection Fees	5,800	53,723	47,923	826.26%
Subtotal Miscellaneous Revenue	\$5,800	\$597,274	\$591,474	10197.83%
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers in-within a Fund	\$300,000	\$825,000	\$525,000	175.00%
Subtotal Other Financing Sources	\$300,000	\$825,000	\$525,000	175.00%
TOTAL REVENUES	\$317,800	\$1,439,952	\$1,122,152	353.10%
EXPENDITURES:				
<u>FIXED ASSETS</u>				
19832 CIP - Infrastructure	\$943,687	\$274,930	(\$668,757)	(70.87%)
Subtotal Fixed Assets	\$943,687	\$274,930	(\$668,757)	(70.87%)
TOTAL EXPENDITURES	\$943,687	\$274,930	(\$668,757)	(70.87%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$625,887	(\$1,165,022)	(\$1,790,909)	(286.14%)

FY 2026-27 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Russian River CSD - Construction

Character Title: Use of Money **Character No.:** 43202-33070200-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$589,260
Projected Interest Rate	3.00%
Projected/Planned Interest on Pooled Cash	\$17,678

Character Title: Miscellaneous Revenue **Character No.:** 43202-33070200-46

46021 Capital Grants - Federal

This account reflects anticipated funds for FEMA Clarifiers

46022 Capital Grants - State

This account reflects anticipated grants funds for a state SRF funded project (Headworks). \$ 543,551.00

46024 Connection Fees

This account reflects the anticipated connection fees for new users in FY 26-27. \$ 53,723.00

Character Title: Other Financing Sources **Character No.:** 43202-33070200-47

47101 Transfers In - within a Fund

This account reflects the transfer of cash from the Operations Fund to the Construction Fund to finance the Capital Replacement Program.

There is a planned transfer in FY 26-27 in the amount of: 825,000

Funds held in the Reserve Fund may be used for capital improvements. If used, the District must replace the expended funds at a rate of 10 percent per year. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer to the Construction Fund will be limited to the amount required for the Wastewater Capital Reserve Fund. Any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

NOTE: In order to comply with the State Revolving Fund loan requirements, the ending fund balance of the RRCSD Construction Fund shall not fall below the required balance for the Wastewater Capital Reserve Fund in any given year during the 20 year term of the loan ending in November 2024.

Character Title: Fixed Assets **Character No.:** 43202-33070200-19

19832 CIP-Infrastructure

This account is used for expenses associated with facility improvements or expansion.

<u>Planned Projects for FY 26-27:</u>	<u>Project No.</u>	<u>Amount</u>
Increase Capacity Improvements	TBD	202,200
ROW:Headworks, Lift Station, and Force Main Project	R0124	72,730
		\$274,930

FY 2026-27 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Russian River CSD - Construction
Fund/Department ID: 43202-33070200

DESCRIPTION OF FUND ACTIVITY	Actual FY 24-25	Estimated FY 25-26	Requested FY 26-27
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$2,280,518	\$2,578,366	\$6,749
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	1,096,029	587,800	1,439,952
Expenditures - (Decrease) retained earnings	(379,789)	(3,159,417)	(274,930)
	<hr/>	<hr/>	<hr/>
Net Surplus or Deficit - Inc/(Dec) to retained earnings	716,240	(2,571,617)	1,165,022
Adjustments to Reserves/Encumbrances:			
Change in Encumbrances	(418,392)	-	-
Unrealized Gain/loss	-	-	-
Post Audit Adjustment	-	-	-
Gain/Loss on Disposal of Capital Assets	-	-	-
Rounding	-	-	-
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Net Adjustment - Increase/(Decrease) to Retained Earnings	(418,392)	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Available for Budgeting	\$2,578,363	\$6,749	\$1,171,771
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$297,845	(\$2,571,617)	\$1,165,022
<u>Retained Earnings Components at Beginning of FY</u>	7/1/2024	7/1/2025	
Equity in Pooled Cash	\$3,205,406	\$4,106,199	
Retention Receivable	-	-	
Due from Federal AR	254,446		
Due from State AR	-	-	
Encumbrances	(1,098,870)	(1,517,262)	
Accounts Payable	-	-	
Retention Payable	-	-	
Vouchers Payable	(80,464)	(10,571)	
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Total Beginning Retained Earnings	\$2,280,518	\$2,578,366	