

FY 2022-23 BUDGET

BUDGET SECTION SUMMARY

Section Title:

SONOMA VALLEY 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 Sonoma Valley County Sanitation District (Sonoma Valley CSD). The District includes the City of Sonoma, as well as the communities of Boyes Hot Springs, Agua Caliente, El Verano and Glen Ellen.

B. Financial Summary

Section	GROSS EXPENDITURES			NET COST/USE OF FUND BALANCE		
	FY 21-22 Adopted	FY 22-23 Requested	Percent Change	FY 21-22 Adopted	FY 22-23 Requested	Percent Change
Operations	\$20,326,240	\$22,136,386	8.91%	\$2,679,402	\$4,424,946	65.15%
Construction	9,641,195	8,106,896	(15.91%)	(5,257,102)	3,558,356	(167.69%)
Revenue Bonds	11,065,165	701,765	(93.66%)	9,449,200	(1,771,720)	(118.75%)
SRF Loan	65,186	56,496	(13.33%)	(384,757)	(387,385)	0.68%
Wet Weather Mitig	42,000	42,000	0.00%	8,800	10,464	18.91%
TOTAL:	\$41,139,786	\$31,043,543	(24.54%)	\$6,495,543	\$5,834,661	(10.17%)

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

Workload Indicator	FY 20-21 Actual	FY 21-22 Budget Estimate	FY 21-22 Revised Estimate	FY 22-23 Projected	Change from FY 21-22 Budget Estimate
TOTAL ESDs	17,613	17,535	17,766	17,771	1.35%
TOTAL APNs	10,487	10,475	10,522	10,527	0.50%

E. Summary of Issues and Significant Changes

The Sonoma Valley County Sanitation District (District) provides sewage collection, treatment, and disposal service to the Sonoma Valley area. Wastewater is collected primarily by a gravity system and flows to the District's wastewater treatment plant for processing. Recycled water is used to irrigate local crops during the summer and is discharged to San Pablo Bay via Schell Slough during the winter. The District's treatment plant is permitted to treat an average daily dry weather flow of up to 3.0 million gallons per day to tertiary standards. Waste Discharge Requirements, Order No. R2-2008-0090 (NPDES Permit No. CA0037800), was issued on October 8, 2008 by the California Regional Water Quality Control Board, San Francisco Bay Region (SFBRWQCB) for Sonoma Valley CSD's treatment plant.

Most of Sonoma Valley CSD's collection system is several decades old and is in need of replacement. In 2015, the District received a Cease and Desist Order from the Regional Board that establishes a timeline for completing several collection improvement projects needed to reduce wet weather overflows. Compliance with this order will require significant investments in the collection system. The District will continue to increase rates over and above the rate of inflation to generate funds for replacing the collection system.

FY 2022-23 BUDGET
BUDGET SECTION SUMMARY

Section Title:

SONOMA VALLEY COUNTY SANITATION DISTRICT

E. Summary of Issues and Significant Changes (continued)

FY 22-23 annual service charges for residential customers with a water account at either City of Sonoma or Valley of the Moon Water District are charged a variable rate based on water usage. Annual Service charge rates are proposed to increase 6.0% for FY 22-23.

F. Summary of Reduction Options

No reduction options are proposed.

G. Attachments

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

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - OPERATIONS
Fund/Department ID: 43301-33080100

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>TAXES</u>				
40003 Direct Charges-CY	\$15,947,905	\$16,574,600	\$626,695	3.93%
40202 Direct Charges - PY	150,000	150,000	0	0.00%
40999 Penalties/Costs on Taxes	40,000	40,000	0	0.00%
Subtotal Taxes	\$16,137,905	\$16,764,600	\$626,695	3.88%
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$20,000	\$20,640	\$640	3.20%
44101 Rent - Real Estate	11,000	11,000	0	0.00%
Subtotal Use of Money	\$31,000	\$31,640	\$640	2.06%
<u>CHARGES FOR SERVICES</u>				
45221 Sewer/Water Usage Fee	\$1,287,933	\$835,200	(\$452,733)	(35.15%)
45301 Charges for Services	130,000	30,000	(100,000)	(76.92%)
45316 Water Conservation	60,000	50,000	(10,000)	(16.67%)
Subtotal Charges for Services	\$1,477,933	\$915,200	(\$562,733)	(38.08%)
TOTAL REVENUES	\$17,646,838	\$17,711,440	\$64,602	0.37%

EXPENDITURES:

SERVICES AND SUPPLIES

51032 Janitorial Services	\$6,000	\$30,000	\$24,000	400.00%
51061 Maintenance - Equipment	961,600	1,950,250	988,650	102.81%
51201 Administration Costs	138,800	140,000	1,200	0.86%
51205 Advertising/Marketing	2,300	3,800	1,500	65.22%
51206 Accounting/Auditing Services	8,500	9,500	1,000	11.76%
51211 Legal Services	63,000	52,000	(11,000)	(17.46%)
51212 Outside Counsel - Legal Advice	10,500	0	(10,500)	(100.00%)
51231 Testing/Analysis	140,000	95,000	(45,000)	(32.14%)
51241 Outside Printing & Binding	11,000	9,100	(1,900)	(17.27%)
51244 Permits/License/Fees	97,000	123,200	26,200	27.01%
51253 County Counsel - Litigation	0	10,600	10,600	N/A
51401 Rents & Leases-Equipment	9,000	12,000	3,000	33.33%
51601 Training/Conference Expenses	1,500	500	(1,000)	(66.67%)
51602 Business Travel/Mileage	200	200	0	0.00%
51605 Private Car Expense	700	1,000	300	42.86%
51803 Other Contract Services	800,000	859,198	59,198	7.40%
51902 Telecommunication Usage	6,000	5,250	(750)	(12.50%)
51916 County Services	50,000	42,000	(8,000)	(16.00%)
51917 District Operations Chgs	6,446,750	8,286,902	1,840,152	28.54%

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - OPERATIONS
Fund/Department ID: 43301-33080100

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
<u>SERVICES AND SUPPLIES (continued)</u>				
51921 Equipment Usage Charges	362,250	436,000	73,750	20.36%
52021 Clothing	2,000	4,000	2,000	100.00%
52061 Fuel/Gas/Oil	5,500	4,100	(1,400)	(25.45%)
52071 Materials and Supplies Expense	1,000	1,000	0	0.00%
52072 Chemicals	470,000	470,000	0	0.00%
52081 Medical/Laboratory Supplies	40,000	40,000	0	0.00%
52091 Memberships/Certifications	15,000	15,000	0	0.00%
52111 Office Supplies	8,000	9,000	1,000	12.50%
52117 Mail and Postage Supplies	500	1,000	500	100.00%
52141 Minor Equipment/Small Tools	32,000	47,000	15,000	46.88%
52142 Computer Equip/Accessories	72,000	2,000	(70,000)	(97.22%)
52143 Software/Licensing Fees	6,000	6,000	0	0.00%
52171 Water Conservation Program	60,000	30,000	(30,000)	(50.00%)
52193 Utilities-Power	575,000	700,000	125,000	21.74%
Subtotal Services and Supplies	\$10,402,100	\$13,395,600	\$2,993,500	28.78%
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$97,202	\$90,649	(\$6,553)	(6.74%)
53402 Depreciation Expense	4,919,000	4,296,000	(623,000)	(12.67%)
53401 Amortization Expense	44,000	44,000	0	0.00%
Subtotal Other Charges	\$5,060,202	\$4,430,649	(\$629,553)	(12.44%)
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$4,444,938	\$3,909,737	(\$535,201)	(12.04%)
Subtotal Other Financing Uses	\$4,444,938	\$3,909,737	(\$535,201)	(12.04%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59002 Advances	\$252,032	\$278,585	\$26,553	10.54%
59003 Advances Clearing	(252,032)	(278,585)	(26,553)	10.54%
Subtotal Admin Control Account	\$0	\$0	\$0	N/A
<u>FIXED ASSETS</u>				
19820 Machinery & Equipment	\$106,000	\$109,000	\$3,000	2.83%
19841 Work in Progress - Intang	313,000	291,400	(21,600)	(6.90%)
Subtotal Fixed Assets	\$419,000	\$400,400	(\$18,600)	(4.44%)
TOTAL EXPENDITURES	\$20,326,240	\$22,136,386	\$1,810,146	8.91%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$2,679,402	\$4,424,946	\$1,745,544	65.15%

FY 2022-23 BUDGET CHARACTER JUSTIFICATION

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

Character Title: Taxes Character No.: 43301-33080100-40

40003 Direct Charges - CY

Flat charge revenue from annual service charges is expected to increase from the adopted FY 21-22 budget. The rate will increase 6.0%, from \$1,132 to \$1,200.

ESDs times annual rate:	15,648 x \$1,200	\$18,777,600
Less Estimated Delinquency Factor:	10.7%	<u>(2,013,000)</u>
		\$16,764,600

(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: Use of Money Character No.: 43301-33080100-44

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	\$4,300,000
Projected Interest Rate	<u>0.48%</u>
Projected Interest on Pooled Cash	\$20,640

44101 Rent-Real Estate

This account represents the rental payment for the photovoltaic facility by the ISF Power Fund.

Character Title: Charges for Services Character No.: 43301-33080100-45

45221 Sewer/Water Usage Fees

This account records annual sewer service charges for entities that are invoiced, rather than paying 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.

ESDs x Annual Charge	696 x \$1,200	=	\$835,200
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45221 Sewer/Water Usage Fees (Industrial Users Monitoring/Discharge)

This account also records revenue associated with the Industrial Users Monitoring Program or revenue received from any industrial user for events such as an unauthorized (or specially authorized) discharge into the treatment plant. The budgeted amount is expected to offset monitoring expenses anticipated to be incurred primarily by the Agency's Environmental Compliance Inspector.

45221 Sewer/Water Usage Fees (Septic Disposal Fee)

This account also records the revenue to the district for septic haulers using the treatment plant facilities to dispose of septic waste.

45301 Other Charges for Services

This account records the revenue to the District for recycled water sales.

45316 Conservation Program

This account records \$1,500 of each connection fee to support the Water Conservation Program per Ordinance 59 dated 8/8/2002.

**FY 2022-23 BUDGET
CHARACTER JUSTIFICATION**

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

Character Title: Services and Supplies **Character No.:** 43301-33080100-51 & 52

51032 Janitorial Services

This account provides funds for custodial services.

51061 Maintenance - Equipment

This account records the costs for routine maintenance of equipment and planned non-routine projects.

FY 22-23 Planned Maintenance-Equipment:

Aqua Disk Filter Panel Replacements		\$85,000
Audit Recycle Water Meter		10,000
Blower Improvements	V0014M001	50,000
Connect I/O Feedback of Diversion Valve		10,000
Lateral Repair & Replacements		200,000
Management Units Road Repairs		5,000
Pipe & Manhole Rehabilitation	V0007M001	250,000
Re-coat Aeration, Chlorine Contact & Grit Basins		243,250
Root Control in Collection System		25,000
SCADA	V0163	872,000
Sewer/Stream Crossing		50,000
		\$1,800,250

51201 Administration Costs

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

51205 Advertising/Marketing

This account represents costs for advertising or marketing for the District.

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 covers the estimated cost of legal services to be provided by County Counsel, or outside legal services, as required.

51231 Testing and Analysis

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

51241 Outside Printing & Binding

This account covers the costs of outside printing services.

51244 Permits/License/Fees

This account records the cost of all permits.

51253 County Counsel - Litigation

This account covers the costs for potential litigation needs by County Counsel.

51401 Rents/Leases - Equipment

This account covers the costs of renting copiers, fax machines and other equipment as needed.

51601 Training/Conference Expenses

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

51602 Business Travel/Mileage

This account covers the cost of travel expenses to meetings and seminars by Agency staff.

**FY 2022-23 BUDGET
CHARACTER JUSTIFICATION**

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

Character Title: Services and Supplies (continued) **Character No.:** 43301-33080100-51 & 52

51803 Other Contract Services

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

FY 22-23 Planned Contract Services:

As-needed Agreement Maintenance Rentals	\$30,000
Permit & Regulatory Assistance	100,000
BACWA	35,000
Hazardous Materials Assistance	20,000
Management Units Restoration	30,000
Mosquito Abatement	55,000
Multi-year Agreements	164,658
NBWRA	100,000
Rate Study for Recycle Water	70,000
Sanitation Planning	140,000
SMART Lids Monitoring	9,540
Stream Crossing Database	40,000
TPW Pavement Preservation	35,000
	\$829,198

51902 Telecommunication Usage

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

51916 County Services

This account records the expense of agenda services and special district accounting services.

51917 District Operations Chgs

This account records the cost of labor and overhead associated with operations and maintenance of the District's facilities, as well as staff costs associated with supporting the San Francisco Bay Integrated Regional Water Management Plan and Recycled Water Project.

FY 22-23 Planned Staff Work:

Connect I/O Feedback of Diversion Valve	\$15,000
Facility Drawings (CAD Updates)	60,000
Management Units Restoration	15,000
Management Units Road Repairs	10,000
Rate Study for Recycle Water	15,000
Sonoma Creek Bank Repair - Kohler Creek	72,100
	\$187,100

51921 Equipment Usage Charges

This account represents funds for Agency equipment usage.

52061 Fuel/Gas/Oil

This account includes the costs of gas, diesel and oil.

52072 Chemicals

This account records the cost of chemicals required for operation of the treatment plant in accordance with the Sonoma Valley CSD NPDES permit, as required by the Regional 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 records non-capitalized office expenses.

**FY 2022-23 BUDGET
CHARACTER JUSTIFICATION**

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

Character Title: **Services and Supplies (continued)** Character No.: **43301-33080100-51 & 52**

52117 Mail and Postage Supplies

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

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 provides funds for various software packages.

52171 Water Conservation Program

This program is funded by revenue generated by the \$1,500 connection fee noted above under account 45316.

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

52193 Utilities-Power

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

Character Title: **Other Charges** Character No.: **43301-33080100-53**

53103 Interest on LT Debt

This account reflects interest expense on the outstanding loans from the State Revolving Fund for the Trunk Main at Watmaugh (\$33,306) and Bio-Solids (\$57,343).

53402 Depreciation

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

Character Title: **Other Financing Uses** Character No.: **43301-33080100-57**

57011 Transfers out-within a Fund

This account reflects the transfer of cash from the Operations Fund to the Outfall Line Fund, the 1998 Revenue Bond Fund, SRF Loan and SRF Loan Reserve funds to cover principal and interest payments, as well as to the Construction Fund to finance the Capital Replacement Program. 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.

<u>Transfer to:</u>	
Revenue Bond Fund & SRF Loan	\$2,909,737
Construction Fund	<u>1,000,000</u>
Total Operating Transfer	<u><u>\$3,909,737</u></u>

**FY 2022-23 BUDGET
CHARACTER JUSTIFICATION**

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

Character Title: Administrative Control Account **Character No.:** 43301-33080100-59

59002 Advances

This account reflects the principal payment for the State Revolving Loan of \$3,100,000 for the Bio-Solids Project. Term is 20 years at 2.6% interest. Repayment began FY 15-16 and final payment is scheduled for FY 34-35. The FY 22-23 request is based on the amortization schedule.

Original Amount of the Loan:	\$3,100,000
Interest accrued to principal	36,024
Total FY 15-16 through FY 21-22 Principal Payment	(930,536)
FY 22-23 Principal Payment	(144,770)
	\$2,060,718

This account reflects the principal payment for the State Revolving Loan of \$2,320,304 for the Trunk Main at Watmaugh Project. Term is 20 years at 2.6% interest. Repayment began FY 12-13 and final payment is scheduled for FY 31-32. The FY 22-23 request is based on the amortization schedule.

Original Amount of the Loan:	\$2,320,304
Total FY 12-13 through FY 21-22 Principal Payment	(1,039,331)
FY 22-23 Principal Payment	(133,815)
	\$1,147,158

59003 Advances - Clearing

This is the clearing account for account 59002, Advances.

Character Title: Fixed Assets **Character No.:** 43301-33080100-19

19840 Work in Progress - Equipment

This account is used for the purchase of equipment that is a fixed or movable tangible asset used for operations.

19841 Work in Progress - Intang

This account captures costs for the development of intangible assets including the implementation and negotiation or acquisition of easements. FY 22-23 includes ROW of \$276,400 for Sonoma Creek Bank Repair.

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Operations
Fund/Department ID: 43301-33080100

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$3,053,442	\$3,232,985	\$3,909,730
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	18,026,232	17,647,479	17,711,440
Expenditures - (Decrease) retained earnings	(21,208,400)	(21,675,150)	(22,136,386)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	<u>(3,182,167)</u>	<u>(4,027,671)</u>	<u>(4,424,946)</u>
Adjustments to Reserves/Encumbrances:			
53402 Depreciation Expense	\$ 4,048,770	\$ 4,919,000	\$ 4,296,000
Net Change in Encumbrance	(561,188)	-	-
Change in Prepaid Exp	(3,637)	-	-
Unrealized Gain/loss	1,172	-	-
Accrual of Principal Payment-Advances from Other Govts	(252,031)	(258,584)	(265,308)
Change in Reserved Fund Balance	-	-	-
Post Audit Adjustment	100,556	-	-
Gain/loss on disposal of Capital Assets	-	-	-
Advance Principal Expenditure	-	-	-
Amortization	28,069	44,000	44,000
Net Adjustment - Increase/(Decrease) to Retained Earnings	<u>3,361,711</u>	<u>4,704,416</u>	<u>4,074,692</u>
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$3,232,986	\$3,909,730	\$3,559,476
Target Fund Balance	\$5,463,132	\$5,871,493	\$6,697,800
<i>Over/(Under) Target Fund Balance</i>	(\$2,230,146)	(\$1,961,763)	(\$3,138,324)
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$179,544	\$676,745	(\$350,254)
<u>Retained Earnings Components at Beginning of FY</u>	<u>7/1/2020</u>	<u>7/1/2021</u>	
Cash	\$ 3,724,086	\$ 3,648,762	
Other Receivables-Flat Charges	170,689	366,923	
Accounts Payable	(2,238)	(16,265)	
Due From Other Funds	-	114,279	
Retention Receivable	3,042	4,957	
Loans Payable-Current	(245,644)	(252,031)	
Allowance for Uncollectible Accounts	(968)	(968)	
Due from State AR	-	-	
Vouchers Payable	(316,918)	(195,195)	
Accounts Receivable-AR Module	575,074	968,558	
Prepaid Expense	-	-	
Due To Other Governments	-	-	
Unearned Revenue	(5,000)	(800)	
Reserved Fund Balance	-	-	
Interest Payment	(78,184)	(73,350)	
Deposit From Others	(1,500)	(1,700)	
Contract Retention Payable	-	-	
Encumbrances (Contract)	(768,997)	(1,330,185)	
Total Beginning Retained Earnings	<u>\$ 3,053,442</u>	<u>\$ 3,232,985</u>	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - CONSTRUCTION
Fund/Department ID: 43302-33080200

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$20,000	\$39,840	\$19,840	99.20%
Subtotal Use of Money	\$20,000	\$39,840	\$19,840	99.20%
<u>MISCELLANEOUS REVENUE</u>				
46021 Capital Grants-Federal	\$2,528,297	\$3,108,700	\$580,403	22.96%
46024 Connection Fees	350,000	400,000	50,000	14.29%
Subtotal Miscellaneous Revenue	\$2,878,297	\$3,508,700	\$630,403	21.90%
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In -within a Fund	\$12,000,000	\$1,000,000	(\$11,000,000)	(91.67%)
Subtotal Other Financing Sources	\$12,000,000	\$1,000,000	(\$11,000,000)	(91.67%)
TOTAL REVENUES	\$14,898,297	\$4,548,540	(\$10,349,757)	(69.47%)
EXPENDITURES:				
<u>FIXED ASSETS</u>				
19832 CIP - Infrastructure	\$9,591,195	\$8,106,896	(\$1,484,299)	(15.48%)
Subtotal Fixed Assets	\$9,641,195	\$8,106,896	(\$1,534,299)	(15.91%)
TOTAL EXPENDITURES	\$9,641,195	\$8,106,896	(\$1,534,299)	(15.91%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$5,257,102)	\$3,558,356	\$8,815,458	(167.69%)

FY 2022-23 BUDGET CHARACTER JUSTIFICATION

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

Character Title: Use of Money Character No.: 43302-33080200-44

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	\$8,300,000
Projected Interest Rate	0.48%
Projected/Planned Interest on Pooled Cash	\$39,840

Character Title: Miscellaneous Revenue Character No.: 43302-33080200-46

46021 Capital Grants-Federal

State grant funds anticipated in FY 22-23 for Clarifiers-Seismic Retrofit project.

46026 Connection Fees

This account reflects the anticipated new sewer connections to the District.

Character Title: Other Financing Sources Character No.: 43302-33080200-47

47101 Transfers In-within a Fund

This account reflects the transfer from the Operations Fund (\$1,000,000) to finance the Capital Replacement Program. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer will not be made and any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

Character Title: Fixed Assets Character No.: 43302-33080200-19

19832 CIP-Infrastructure

This account is used for expenses associated with facility improvements or expansion.
The following projects are planned for FY 22-23:

Planned Projects for FY 22-23:

Trunk Main Replacement Project Phase 4C	V0142/V0142	\$528,025
Trunk Main Replacement Project Phase 5	V0164/V0165	808,216
Clarifiers-Seismic Retrofit	V0178	4,255,000
Chase St. Bridge Sewer Replace	V0093	33,500
Local Hazard Mitigation Projects		150,000
Headworks Rehabilitation		713,400
Hooker Creek Trunk Main Seismic Mitigation		757,440
Influent/Effluent Pumping and Piping Upgrade		811,315
8th St E Recycled Water Pipeline	V0183	50,000
		\$8,106,896

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Construction
Fund/Department ID: 43302-33080200

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$10,145,753	\$10,812,886	\$8,912,885
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	5,577,925	14,916,789	4,548,540
Expenditures - (Decrease) retained earnings	(7,367,387)	(16,816,790)	(8,106,896)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(1,789,462)	(1,900,001)	(3,558,356)
Adjustments to Reserves/Encumbrances:			
Unrealized Gains/Loss	3,381	-	-
Post Audit Adjustment	584	-	-
Gain/Loss on Disposal Capital Assets	-	-	-
Change in Encumbrances	2,452,629	-	-
Net Adjustment - Increase/(Decrease) to Fund Balance	2,456,595	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$10,812,886	\$8,912,885	\$5,354,529
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$667,133	(\$1,900,001)	(\$3,558,356)
<u>Retained Earnings Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$13,755,249	\$11,290,065	
Accounts Payable	(144,601)	(263,684)	
Retention Payable	(249,631)	-	
Retention Receivable	373	8,985	
Due from Federal AR	3,358	130,389	
Other Receivables	12,906	-	
Accounts Payable	(426,403)	-	
Contract Retention Payable	-	-	
Encumbrances (Contract)	(2,805,498)	(352,869)	
Total Beginning Retained Earnings	\$10,145,753	\$10,812,886	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SONOMA VALLEY CSD - 2022 Bonds**

Fund/Department ID: **43303-33080400**

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In -within a Fund	\$0	\$863,000	\$863,000	N/A
Subtotal Other Financing Sources	\$0	\$863,000	\$863,000	N/A
<u>ADMINISTRATIVE CONTROL</u>				
49004 Administrative Control Account	\$15,000,000	\$0	(\$15,000,000)	(100.00%)
49005 Administrative Control Account Clearing	(15,000,000)	0	15,000,000	(100.00%)
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL REVENUES	\$0	\$863,000	\$863,000	N/A
EXPENDITURES:				
<u>SERVICE/SUPPLIES</u>				
51242 Bank Charges	\$6,000	\$6,000	\$0	0.00%
Subtotal Service/Supplies	\$6,000	\$6,000	\$0	0.00%
<u>OTHER CHARGES</u>				
53101 Principal Payments Long Term Debt	\$410,200	\$0	(\$410,200)	(100.00%)
53103 Interest on Long Term Debt	447,000	447,000	0	0.00%
53105 Costs of Issuance	300,000	0	(300,000)	(100.00%)
Subtotal Other Charges	\$1,157,200	\$447,000	(\$710,200)	(61.37%)
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$9,600,000	\$0	(\$9,600,000)	(100.00%)
Subtotal Other Financing Uses	\$9,600,000	\$0	(\$9,600,000)	(100.00%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$0	\$0	\$0	N/A
59005 Admin Control Acct-Clearing	0	0	0	N/A
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$10,763,200	\$453,000	(\$10,310,200)	(95.79%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$10,763,200	(\$410,000)	(\$11,173,200)	(103.81%)

FY 2022-23 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - 2022 Bonds

Character Title: **Other Financing Sources** Character No.: **43303-33080400-47**

47101 Transfers In-within a Fund

This account will be used to reflect the transfer of cash from the Operations Fund to this Bond Fund to cover the annual principal and interest payment.

Character Title: **Service/Supplies** Character No.: **43303-33080400-51**

51242 Bank Charges

This account records the fee collected by the Fiscal Agent for servicing bonds.

Character Title: **Other Charges** Character No.: **43303-33080400-53**

53103 Interest on Long Term Debt

This account reflects the interest expense on the 2022 Bond funds.

53105 Costs of Issuance

This account reflects the cost of issuing the 2022 Bond funds. Amounts are expensed in the year incurred.

Character Title: **Administrative Control** Character No.: **43303-33080400-59**

59004 Admin Control Acct

This account reflects the principal payment for the 2022 Bond Funds for SVCSO Capital Projects. Term is 25 years at 3.0% interest. Begins FY 21-22 and final payment is scheduled for FY 46-47. FY 22-23 request is based on the amortization schedule.

The following reflects the principal payment history to date:

Original Amount of the Bonds:	\$15,000,000
Total FY 21-22 through FY 21-22 Principal Payments:	(410,000)
FY 22-23 Principal Payments:	(410,000)
Outstanding Loan Amount	<u>\$14,180,000</u>

59005 Admin Control Acct-Clearing

This is the clearing account for account 59004, Admin Control Acct.

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - 2022 Bonds
Fund/Department ID: 43303-33080400

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$5,099,800
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	-	863,000	-
Expenditures - (Decrease) retained earnings	-	(10,353,000)	(453,000)
Net Surplus or Deficit - Increase/(Dec) to retained earnings	-	(9,490,000)	(453,000)
Adjustments to Reserves/Encumbrances:			
Advances	-	15,000,000	-
Accrual of Principal Payment - Revenue Bonds	-	(410,200)	(410,000)
Change in Due to Other Governments	-	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	-	14,589,800	(410,000)
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$0	\$5,099,800	\$4,236,800
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$0	\$5,099,800	(\$863,000)
<u>Retained Earnings Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$0	\$0	
Due to Other Governments	-	-	
Interest Payable	-	-	
Total Beginning Retained Earnings	\$0	\$0	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SONOMA VALLEY CSD - SRF LOAN**
Fund/Department ID: **43307-33080500**

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$1,870	\$898	(\$972)	(52.00%)
Subtotal Use of Money	\$1,870	\$898	(\$972)	(52.00%)
<u>Other Financing Sources</u>				
47101 Transfers In-within a Fund	\$442,973	\$442,972	(\$1)	(0.00%)
Subtotal Other Financing Sources	\$442,973	\$442,972	(\$1)	(0.00%)
TOTAL REVENUES	\$444,843	\$443,870	(\$973)	(0.22%)
EXPENDITURES:				
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$65,186	\$56,496	(\$8,690)	(13.33%)
Subtotal Other Charges	\$65,186	\$56,496	(\$8,690)	(13.33%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$377,787	\$386,476	\$8,689	2.30%
59005 Admin Control Acct-Clearing	(377,787)	(386,476)	(8,689)	2.30%
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$65,186	\$56,496	(\$8,690)	(13.33%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$379,657)	(\$387,374)	(\$7,717)	2.03%

FY 2022-23 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - SRF Loan

Character Title: Use of Money Character No.: 43307-33080500-42

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	\$187,000
Projected Interest Rate	0.48%
Projected/Planned Interest on Pooled Cash	\$898

Character Title: Other Financing Sources Character No.: 43307-33080500-47

47101 Transfers In-within a Fund

This account will be used to reflect the transfer of cash from the Operations Fund to this Loan Fund to cover the annual principal and interest payment.

Character Title: Other Charges Character No.: 43307-33080500-53

53103 Interest on LT Debt

This account reflects the interest expense for the State Revolving Loan for the Tertiary Treatment Plant Upgrades. The interest rate is 2.50%. Payment begin November 2007 and will continue annually until November 2027.

Character Title: Other Financing Uses Character No.: 43307-33080500-57

57011 Transfers out-within a Fund

No operating transfer will be budgeted in FY 22-23.

Character Title: Administrative Control Character No.: 43307-33080500-59

59004 Admin Control Acct

This account reflects the principal payment for the State Revolving Loan for the Tertiary Treatment Plant Upgrade Project. Term is 20 years at 2.3% interest. Replacement began FY 08-09 and final payment is scheduled for FY 27-28. FY 22-23 request is based on the amortization schedule.

The following reflects the principal payment history to date:

Original Amount of the Loan:	\$6,996,831
Interest during construction added to principal	10,671
Total FY 08-09 through FY 21-22 Principal Payments:	(4,551,155)
FY 22-23 Principal Payments:	(386,476)
Outstanding Loan Amount	\$2,069,871

59005 Admin Control Acct-Clearing

This is the clearing account for account 59004, Admin Control Acct.

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD- SRF Loan
Fund/Department ID: 43307-33080500

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$189,883	\$190,179	\$183,360
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	445,862	444,843	443,870
Expenditures - (Decrease) retained earnings	(67,962)	(65,186)	(56,496)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	<u>377,901</u>	<u>379,657</u>	<u>387,374</u>
Adjustments to Reserves/Encumbrances:			
Enterprise - Principal	-	-	-
Advances - Principal Expenditure	(377,787)	(386,476)	(395,365)
Capitalized Interest	-	-	-
Unrealized Gain/Loss	182	-	-
Increase in Matured Bonds Payable	-	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	<u>(377,605)</u>	<u>(386,476)</u>	<u>(395,365)</u>
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$190,179	\$183,360	\$175,369
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$296	(\$6,819)	(\$7,991)
<u>Fund Balance Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$607,219	\$610,292	
Interest Payable	(48,043)	(42,326)	
Due to Other Government	(369,293)	(377,787)	
Total Beginning Fund Balance	<u>\$189,883</u>	<u>\$190,179</u>	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - SRF LOAN RESERVE
Fund/Department ID: 43308-33080600

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$3,500	\$7	(\$3,493)	(99.79%)
<i>Subtotal Use of Money</i>	\$3,500	\$7	(\$3,493)	(99.79%)
TOTAL REVENUES	\$3,500	\$7	(\$3,493)	(99.79%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$3,500)	(\$7)	\$3,493	(99.79%)

FY 2022-23 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - SRF Loan Reserve

Character Title: Use of Money **Character No.:** 43308-33080600-44

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	\$1,500
Projected Interest Rate	0.48%
Projected/Planned Interest on Pooled Cash	<u> </u> \$7

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - SRF Loan Reserve
Fund/Department ID: 43308-33080600

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$3,500
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	2,860	3,500	7
Expenditures - (Decrease) retained earnings	-	-	-
Net Surplus or Deficit - Inc/(Dec) to retained earnings	2,860	3,500	7
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	115	-	-
Change in Reserved Fund Balance	(2,975)	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	(2,860)	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	(\$0)	\$3,500	\$3,507
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$0)	\$3,500	\$7
<u>Fund Balance Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$383,641	\$386,616	
Reserved Fund Balance	(\$383,641)	(\$386,616)	
Total Beginning Fund Balance	\$0	\$0	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - STATE LOAN RESERVE
Fund/Department ID: 43309-33080700

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$1,600	\$4	(\$1,596)	(99.76%)
<i>Subtotal Use of Money</i>	<u>\$1,600</u>	<u>\$4</u>	<u>(\$1,596)</u>	<u>(99.76%)</u>
TOTAL REVENUES	\$1,600	\$4	(\$1,596)	(99.76%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$1,600)	(\$4)	\$1,596	(99.76%)

**FY 2022-23 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - State Loan Reserve

Character Title: Use of Money Character No.: 43309-33080700-44

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	\$800
Projected Interest Rate	0.48%
Projected/Planned Interest on Pooled Cash	<u> </u> \$4

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - State Loan Reserve
Fund/Department ID: 43309-33080700

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$1,600
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	1,229	1,600	4
Expenditures - (Decrease) retained earnings	-	-	-
Net Surplus or Deficit - Inc/(Dec) to retained earnings	1,229	1,600	4
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	50	-	-
Change in Reserved Fund Balance	(1,279)	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	(1,229)	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$0	\$1,600	\$1,604
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$0	\$1,600	\$4
<u>Fund Balance Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$164,920	\$166,199	
Reserved Fund Balance	(\$164,920)	(\$166,199)	
Total Beginning Fund Balance	\$0	\$0	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - REVENUE BONDS
Fund/Department ID: 43305-33080800

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$14,000	\$6,720	(\$7,280)	(52.00%)
Subtotal Use of Money	\$14,000	\$6,720	(\$7,280)	(52.00%)
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In-within a Fund	\$1,601,965	\$1,603,765	\$1,800	0.11%
Subtotal Other Financing Sources	\$1,601,965	\$1,603,765	\$1,800	0.11%
TOTAL REVENUES	\$1,615,965	\$1,610,485	(\$5,480)	(0.34%)
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
51242 Bank Charges	\$2,500	\$2,400	(\$100)	(4.00%)
Subtotal Services and Supplies	\$2,500	\$2,400	(\$100)	(4.00%)
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$293,250	\$240,150	(\$53,100)	(18.11%)
53104 Other Interest Expense	6,215	6,215	\$0	0.00%
Subtotal Other Charges	\$299,465	\$246,365	(\$53,100)	(17.73%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$1,300,000	\$1,355,000	\$55,000	4.23%
59005 Admin Control Acct-Clearing	(\$1,300,000)	(1,355,000)	(55,000)	4.23%
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$301,965	\$248,765	(\$53,200)	(17.62%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$1,314,000)	(\$1,361,720)	(\$47,720)	3.63%

FY 2022-23 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Revenue Bonds

Character Title: Use of Money **Character No.:** 43305-33080800-44

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	\$1,400,000
Projected Interest Rate	0.48%
Projected/Planned Interest on Pooled Cash	\$6,720

Character Title: Other Financing Sources **Character No.:** 43305-33080800-47

47101 Transfers In-within a Fund

The revenues supporting this new revenue bond will be collected in the Operations Fund. This account will be used to reflect the transfer of cash from the Operations Fund to this Revenue Bond Fund to cover the annual principle and interest payment.

Character Title: Services and Supplies **Character No.:** 43305-33080800-51

51242 Bank Charges

This account records the annual administrative fees from the trustee for the revenue bonds issued.

Character Title: Other Charges **Character No.:** 43305-33080800-53

53103 Interest on LT Debt

This account reflects the interest expense on the 2005 and 2013 Revenue Bonds. These are serial bonds with interest rates ranging from 2.0% to 5.0%.

Character Title: Other Financing Uses **Character No.:** 43305-33080800-57

57011 Transfers out-within a Fund

No transfers are planned for FY 22-23.

Character Title: Administrative Control Account **Character No.:** 43305-33080800-59

59004 Admin Control Acct

This account reflects the principal payment for revenue bonds issued in 2013. Principal payments began August 2013 and will continue until maturity in August 2037.

2013 Revenue Bond	\$12,105,000
Total FY 13-14 through FY 21-22 Principal Payments	(4,790,000)
FY 22-23 Principal Payments	(1,355,000)
	\$5,960,000

59005 Admin Control Acct-Clearing

This is the clearing account for account 59004, Admin Control Acct.

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: **Sonoma County Water Agency - Sanitation**
Section: **Sonoma Valley CSD - Revenue Bonds**
Index No.: **43305-33080800**

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$1,421,310	\$1,416,293	\$1,377,508
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	1,619,973	1,611,965	1,610,485
Expenditures - (Decrease) retained earnings	(269,449)	(301,965)	(248,765)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	1,350,524	1,310,000	1,361,720
Adjustments to Reserves/Encumbrances:			
Enterprise - Principal	(1,300,000)	(1,355,000)	(1,410,000)
Unrealized Gain/Loss	850	-	-
Loss on Refunding of Debt	6,212	6,215	6,215
Bond Premium	(62,545)	-	-
Change in Reserved Fund Balance	214	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	(1,355,269)	(1,348,785)	(1,403,785)
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$1,416,565	\$1,377,508	\$1,335,443
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$4,745)	(\$38,785)	(\$42,065)
<u>Fund Balance Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$ 2,767,208	\$ 2,849,314	
Cash with Trustee	906,016	842,762	
Cash with Trustee Res for Debt Service	(153,938)	(133,021)	
Matured Principal Payable	(1,255,000)	(1,300,000)	
Interest Payable	(842,976)	(842,762)	
Total Beginning Fund Balance	\$ 1,421,310	\$ 1,416,293	

FY 2022-23 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **Sonoma Valley CSD - Wet Weather Mitigation**
Fund/Department ID: **43310-33081000**

Account No. and Title	Adopted 2021-22	Requested 2022-23	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$3,200	\$1,536	(\$1,664)	(52.00%)
Subtotal Use of Money	\$3,200	\$1,536	(\$1,664)	(52.00%)
<u>CHARGES FOR SERVICES</u>				
45306 Mitigation Fees-Residential	\$30,000	\$30,000	\$0	0.00%
Subtotal Charges for Services	\$30,000	\$30,000	\$0	0.00%
TOTAL REVENUES	\$33,200	\$31,536	(\$1,664)	(5.01%)
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
51061 Maintenance - Equipment	\$30,000	\$30,000	\$0	0.00%
Subtotal Services and Supplies	\$30,000	\$30,000	\$0	0.00%
<u>OTHER CHARGES</u>				
53402 Depreciation Expense	\$12,000	\$12,000	\$0	0.00%
Subtotal Other Charges	\$12,000	\$12,000	\$0	0.00%
TOTAL EXPENDITURES	\$42,000	\$42,000	\$0	0.00%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$8,800	\$10,464	\$1,664	18.91%

FY 2022-23 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Wet Weather Mitigation

Character Title: Use of Money Character No.: 43310-33081000-44

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	\$320,000
Projected Interest Rate	0.48%
Projected/Planned Interest on Pooled Cash	\$1,536

Character Title: Charges for Services Character No.: 43310-33081000-45

45306 Mitigation Fees-Residential

Mitigation fees received.

Character Title: Services & Supplies Character No.: 43310-33081000-51

51061 Maintenance - Equipment

Permitting conditions for public sewer construction will require MidPen Housing to construct a sewage storage holding tank that the District will own, operate and maintain. MidPen Housing will also provide a mitigation fee to the District to fund the District's operational and maintenance expense for the holding tank and support District implemented off-site measures to reduce the risk of overflows in the area.

Under the proposed agreement, MP Springs Family Associates, L.P. and MP Springs Senior Associates, L.P. will provide a total amount of \$300,000 for the mitigation fee for offsite improvements, and maintenance and operation of the holding tank.

The mitigation fees will be paid in two installments of \$180,000 for MP Family Associates, L.P. and \$120,000 for MP Senior Associates, L.P. prior to issuances of sewer permits for separate phases of the Project.

Character Title: Other Charges Character No.: 43310-33081000-53

53402 Depreciation

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

FY 2022-23 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Wet Weather Mitigation
Fund/Department ID: 43310-33081000

DESCRIPTION OF FUND ACTIVITY	Actual FY 20-21	Estimated FY 21-22	Requested FY 22-23
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$317,805	\$320,269	323,469
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	2,369	33,200	31,536
Expenditures - (Decrease) retained earnings	(11,959)	(42,000)	(42,000)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(9,590)	(8,800)	(10,464)
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	95	-	-
Depreciation	11,959	12,000	12,000
Net Adjustment - Increase/(Decrease) to Retained Earnings	12,054	12,000	12,000
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$320,269	\$323,469	\$325,005
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$2,464	\$3,200	\$1,536
<u>Fund Balance Components at Beginning of FY</u>	7/1/2020	7/1/2021	
Cash	\$317,805	\$320,269	
Accounts Receivable-AR Module	-	-	
Total Beginning Fund Balance	\$317,805	\$320,269	