

FY 2023-24 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 22-23 Adopted	FY 23-24 Requested	Percent Change	FY 22-23 Adopted	FY 23-24 Requested	Percent Change
Operations	\$22,136,386	\$25,140,248	13.57%	\$4,424,946	\$5,445,111	23.05%
Construction	8,106,896	13,340,387	64.56%	3,558,356	7,341,187	106.31%
Revenue Bonds	701,765	4,983,225	610.10%	(1,771,720)	2,740,000	(254.65%)
SRF Loan	56,496	47,608	(15.73%)	(387,385)	(399,865)	3.22%
Wet Weather Mitig	42,000	42,000	0.00%	10,464	4,000	(61.77%)
TOTAL:	\$31,043,543	\$43,553,468	40.30%	\$5,834,661	\$15,130,433	159.32%

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

Workload Indicator	FY 21-22 Actual	FY 22-23 Budget Estimate	FY 22-23 Revised Estimate	FY 23-24 Projected	Change from FY 22-23 Budget Estimate
TOTAL ESDs	17,746	17,791	17,748	17,789	(0.01%)
TOTAL APNs	10,495	10,527	10,522	10,511	(0.15%)

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 2023-24 BUDGET
BUDGET SECTION SUMMARY

Section Title:

SONOMA VALLEY COUNTY SANITATION DISTRICT

E. Summary of Issues and Significant Changes (continued)

FY 23-24 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 23-24.

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 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

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

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
REVENUES:				
<u>TAXES</u>				
40003 Direct Charges-CY	\$16,574,600	\$18,333,624	\$1,759,024	10.61%
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	\$16,764,600	\$18,523,624	\$1,759,024	10.49%
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$20,640	\$107,500	\$86,860	420.83%
44101 Rent - Real Estate	11,000	11,000	0	0.00%
Subtotal Use of Money	\$31,640	\$118,500	\$86,860	274.53%
<u>CHARGES FOR SERVICES</u>				
45221 Sewer/Water Usage Fee	\$835,200	\$868,013	\$32,813	3.93%
45301 Charges for Services	30,000	135,000	105,000	350.00%
45316 Water Conservation	50,000	50,000	0	0.00%
Subtotal Charges for Services	\$915,200	\$1,053,013	\$137,813	15.06%
TOTAL REVENUES	\$17,711,440	\$19,695,137	\$1,983,697	11.20%

EXPENDITURES:

SERVICES AND SUPPLIES

51032 Janitorial Services	\$30,000	\$30,000	\$0	0.00%
51061 Maintenance - Equipment	1,950,250	3,012,200	1,061,950	54.45%
51201 Administration Costs	140,000	154,000	14,000	10.00%
51205 Advertising/Marketing	3,800	3,700	(100)	(2.63%)
51206 Accounting/Auditing Services	9,500	9,500	0	0.00%
51211 Legal Services	52,000	45,700	(6,300)	(12.12%)
51231 Testing/Analysis	95,000	99,000	4,000	4.21%
51241 Outside Printing & Binding	9,100	1,000	(8,100)	(89.01%)
51244 Permits/License/Fees	123,200	95,500	(27,700)	(22.48%)
51253 County Counsel - Litigation	10,600	10,600	0	0.00%
51401 Rents & Leases-Equipment	12,000	18,000	6,000	50.00%
51601 Training/Conference Expenses	500	2,200	1,700	340.00%
51602 Business Travel/Mileage	200	200	0	0.00%
51605 Private Car Expense	1,000	1,000	0	0.00%
51803 Other Contract Services	859,198	1,155,724	296,526	34.51%
51902 Telecommunication Usage	5,250	5,000	(250)	(4.76%)
51916 County Services	42,000	50,000	8,000	19.05%
51917 District Operations Chgs	8,286,902	8,924,800	637,898	7.70%

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

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

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
<u>SERVICES AND SUPPLIES (continued)</u>				
51921 Equipment Usage Charges	436,000	435,000	(1,000)	(0.23%)
52021 Clothing	4,000	3,300	(700)	(17.50%)
52031 Food	0	300	300	N/A
52061 Fuel/Gas/Oil	4,100	10,000	5,900	143.90%
52071 Materials and Supplies Expense	1,000	5,000	4,000	400.00%
52072 Chemicals	470,000	475,000	5,000	1.06%
52081 Medical/Laboratory Supplies	40,000	36,400	(3,600)	(9.00%)
52091 Memberships/Certifications	15,000	15,500	500	3.33%
52111 Office Supplies	9,000	8,700	(300)	(3.33%)
52117 Mail and Postage Supplies	1,000	1,000	0	0.00%
52141 Minor Equipment/Small Tools	47,000	55,000	8,000	17.02%
52142 Computer Equip/Accessories	2,000	1,000	(1,000)	(50.00%)
52143 Software/Licensing Fees	6,000	5,900	(100)	(1.67%)
52171 Water Conservation Program	30,000	30,000	0	0.00%
52193 Utilities-Power	700,000	1,022,000	322,000	46.00%
Subtotal Services and Supplies	\$13,395,600	\$15,722,224	\$2,326,624	17.37%
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$90,649	\$83,926	(\$6,723)	(7.42%)
53402 Depreciation Expense	4,296,000	4,568,000	272,000	6.33%
53401 Amortization Expense	44,000	44,000	0	0.00%
53501 Contributions	0	325,000	325,000	N/A
Subtotal Other Charges	\$4,430,649	\$5,020,926	\$590,277	13.32%
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$3,909,737	\$3,960,398	\$50,661	1.30%
Subtotal Other Financing Uses	\$3,909,737	\$3,960,398	\$50,661	1.30%
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59002 Advances	\$278,585	\$265,308	(\$13,277)	-4.77%
59003 Advances Clearing	(278,585)	(265,308)	13,277	-4.77%
Subtotal Admin Control Account	\$0	\$0	\$0	N/A
<u>FIXED ASSETS</u>				
19820 Machinery & Equipment	\$109,000	\$114,000	\$5,000	4.59%
19841 Work in Progress - Intang	291,400	322,700	31,300	10.74%
Subtotal Fixed Assets	\$400,400	\$436,700	\$36,300	9.07%
TOTAL EXPENDITURES	\$22,136,386	\$25,140,248	\$3,003,862	13.57%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$4,424,946	\$5,445,111	\$1,020,165	23.05%

**FY 2023-24 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 22-23 budget. The rate will increase 6.0%, from \$1,200 to \$1,272.

ESDs times annual rate:	15,667 x \$1,272	\$19,928,424
Less Estimated Delinquency Factor:	7.0%	(1,404,800)
		\$18,523,624

(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	2.50%
Projected Interest on Pooled Cash	\$107,500

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	682 x \$1,272	=	\$868,013
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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 2023-24 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 23-24 Planned Maintenance-Equipment:

AMI Replacement		\$45,700
Dechlorination conversion to Sodium Bisulfite		100,000
Blower Improvements	V0014M001	50,000
Resolve R5 pumps cycling		150,000
Lateral Repair & Replacements		195,000
Roof Replacement Project		0
Pipe & Manhole Rehabilitation	V0007M001	250,000
Sonoma Creek Bank Repair - Kohler Creek		1,479,700
Root Control in Collection System		25,000
Routine Maintenance		316,800
Sewer/Stream Crossing		50,000
		\$2,662,200

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 2023-24 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 23-24 Planned Contract Services:

As-needed Agreement Maintenance Rentals	\$0
Permit & Regulatory Assistance	120,000
BACWA	35,000
Hazardous Materials Assistance	20,000
Management Units Restoration	50,000
Mosquito Abatement	60,000
Multi-year Agreements	95,024
NBWRA	150,000
Maximo	70,000
Sanitation Planning	75,000
Facility Drawings (CAD Updates)	0
Sewer AI (MACP Inspection Software)	5,000
TPW Pavement Preservation	50,000
	\$730,024

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 23-24 Planned Staff Work:

Facility Drawings (CAD Updates)	118,000
Management Units Restoration	100,800
Management Units Restoration	20,000
	\$238,800

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 2023-24 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 (\$30,347) and Bio-Solids (\$53,579).

53402 Depreciation

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

53501 Contributions

This account records SCADA allocations FY23-24.

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	\$2,561,198
Construction Fund	<u>1,399,200</u>
Total Operating Transfer	<u><u>\$3,960,398</u></u>

FY 2023-24 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 22-23 Principal Payment	(1,075,306)
FY 23-24 Principal Payment	(148,534)
	\$1,912,184

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 22-23 Principal Payment	(1,153,146)
FY 23-24 Principal Payment	(116,774)
	\$1,050,384

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 23-24 includes ROW of \$307,700 for Sonoma Creek Bank Repair.

FY 2023-24 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 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$3,232,985	\$6,008,710	\$5,258,456
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	18,040,817	17,711,440	19,695,137
Expenditures - (Decrease) retained earnings	(19,926,843)	(22,536,386)	(25,140,248)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	<u>(1,886,025)</u>	<u>(4,824,946)</u>	<u>(5,445,111)</u>
Adjustments to Reserves/Encumbrances:			
53402 Depreciation Expense	\$ 4,252,383	\$ 4,296,000	\$ 4,568,000
Net Change in Encumbrance	301,016	-	-
Change in Prepaid Exp	3,135	-	-
Unrealized Gain/loss	335,731	-	-
Accrual of Principal Payment-Advances from Other Govts	(258,584)	(265,308)	(265,308)
Change in Reserved Fund Balance	-	-	-
Post Audit Adjustment	-	-	-
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>4,661,750</u>	<u>4,074,692</u>	<u>4,346,692</u>
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$6,008,710	\$5,258,456	\$4,160,037
Target Fund Balance	\$5,549,330	\$7,205,772	\$7,861,112
<i>Over/(Under) Target Fund Balance</i>	<i>\$459,380</i>	<i>(\$1,947,316)</i>	<i>(\$3,701,075)</i>
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$2,775,725	(\$750,254)	(\$1,098,419)
<u>Retained Earnings Components at Beginning of FY</u>	<u>7/1/2021</u>	<u>7/1/2022</u>	
Cash	\$ 3,648,762	\$ 6,907,469	
Other Receivables-Flat Charges	366,923	298,235	
Accounts Payable	(16,265)	(1,986)	
Due From Other Funds	114,279	10,585	
Retention Receivable	4,957	4,957	
Loans Payable-Current	(252,031)	(258,584)	
Allowance for Uncollectible Accounts	(968)	-	
Due from State AR	-	-	
Vouchers Payable	(195,195)	(142,325)	
Accounts Receivable-AR Module	968,558	446,400	
Prepaid Expense	-	-	
Due Federal	-	(105,648)	
Unearned Revenue	(800)	(50,025)	
Reserved Fund Balance	-	-	
Interest Payment	(73,350)	(68,499)	
Deposit From Others	(1,700)	(2,700)	
Contract Retention Payable	-	-	
Encumbrances (Contract)	(1,330,185)	(1,029,169)	
Total Beginning Retained Earnings	\$ 3,232,985	\$ 6,008,710	

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

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

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$39,840	\$100,000	\$60,160	151.00%
Subtotal Use of Money	\$39,840	\$100,000	\$60,160	151.00%
<u>MISCELLANEOUS REVENUE</u>				
46021 Capital Grants-Federal	\$3,108,700	\$0	(\$3,108,700)	(100.00%)
46024 Connection Fees	400,000	300,000	(100,000)	(25.00%)
Subtotal Miscellaneous Revenue	\$3,508,700	\$300,000	(\$3,208,700)	(91.45%)
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In -within a Fund	\$1,000,000	\$5,599,200	\$4,599,200	459.92%
Subtotal Other Financing Sources	\$1,000,000	\$5,599,200	\$4,599,200	459.92%
TOTAL REVENUES	\$4,548,540	\$5,999,200	\$1,450,660	31.89%
EXPENDITURES:				
<u>FIXED ASSETS</u>				
19832 CIP - Infrastructure	\$8,106,896	\$13,340,387	\$5,233,491	64.56%
Subtotal Fixed Assets	\$8,106,896	\$13,340,387	\$5,233,491	64.56%
TOTAL EXPENDITURES	\$8,106,896	\$13,340,387	\$5,233,491	64.56%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$3,558,356	\$7,341,187	\$3,782,831	106.31%

FY 2023-24 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	\$4,000,000
Projected Interest Rate	2.50%
Projected/Planned Interest on Pooled Cash	\$100,000

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

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 (\$1,399,200) 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 23-24:

Planned Projects for FY 23-24:

Trunk Main Replacement Project Phase 5	V0164/V0165/V2030	\$5,778,800
Clarifiers-Seismic Retrofit	V0178	103,700
Chase St. Bridge Sewer Replace	V0093	195,587
Local Hazard Mitigation Projects		150,000
Headworks Rehabilitation		
Hooker Creek Trunk Main Seismic Mitigation		436,300
Influent/Effluent Pumping and Piping Upgrade		6,626,000
8th St E Recycled Water Pipeline	V0183	50,000
		\$13,340,387

FY 2023-24 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Construction (\$17,092,227)
Fund/Department ID: 43302-33080200

DESCRIPTION OF FUND ACTIVITY	Actual FY 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$10,812,886	\$6,100,530	\$8,448,843
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	2,551,951	14,148,540	5,999,200
Expenditures - (Decrease) retained earnings	(2,938,712)	(11,800,227)	(13,340,387)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(386,760)	2,348,313	(7,341,187)
Adjustments to Reserves/Encumbrances:			
Unrealized Gains/Loss	326,714	-	-
Post Audit Adjustment	287,310	-	-
Gain/Loss on Disposal Capital Assets	-	-	-
Change in Encumbrances	(4,939,620)	-	-
Net Adjustment - Increase/(Decrease) to Fund Balance	(4,325,595)	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$6,100,531	\$8,448,843	\$1,107,656
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$4,712,355)	\$2,348,313	(\$7,341,187)
<u>Retained Earnings Components at Beginning of FY</u>	7/1/2021	7/1/2022	
Cash	\$11,290,065	\$11,947,730	
Vouchers Payable	(263,684)	(34,484)	
Retention Payable	-	(56,359)	
Retention Receivable	8,985	22,344	
Due from Federal AR	130,389	-	
Other Receivables	-	-	
Accounts Payable	-	(486,212)	
Contract Retention Payable	-	-	
Encumbrances (Contract)	(352,869)	(5,292,489)	
Total Beginning Retained Earnings	\$10,812,886	\$6,100,530	

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

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

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$898	\$4,500	\$3,602	401.11%
Subtotal Use of Money	\$898	\$4,500	\$3,602	401.11%
<u>Other Financing Sources</u>				
47101 Transfers In-within a Fund	\$442,972	\$442,973	\$1	0.00%
Subtotal Other Financing Sources	\$442,972	\$442,973	\$1	0.00%
TOTAL REVENUES	\$443,870	\$447,473	\$3,603	0.81%
EXPENDITURES:				
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$56,496	\$47,608	(\$8,888)	(15.73%)
Subtotal Other Charges	\$56,496	\$47,608	(\$8,888)	(15.73%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$386,476	\$395,365	\$8,889	2.30%
59005 Admin Control Acct-Clearing	(386,476)	(395,365)	(8,889)	2.30%
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$56,496	\$47,608	(\$8,888)	(15.73%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$387,374)	(\$399,865)	(\$12,491)	3.22%

FY 2023-24 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	\$180,000
Projected Interest Rate	<u>2.50%</u>
Projected/Planned Interest on Pooled Cash	<u>\$4,500</u>

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 23-24.

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 23-24 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 22-23 Principal Payments:	(4,937,631)
FY 23-24 Principal Payments:	<u>(395,365)</u>
Outstanding Loan Amount	<u><u>\$1,674,506</u></u>

59005 Admin Control Acct-Clearing

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

FY 2023-24 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 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$190,179	\$189,461	\$181,470
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	424,282	443,870	447,473
Expenditures - (Decrease) retained earnings	(59,543)	(56,496)	(47,608)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	<u>364,740</u>	<u>387,374</u>	<u>399,865</u>
Adjustments to Reserves/Encumbrances:			
Enterprise - Principal	-	-	-
Advances - Principal Expenditure	(386,479)	(395,365)	(395,365)
Capitalized Interest	-	-	-
Unrealized Gain/Loss	21,019	-	-
Increase in Matured Bonds Payable	-	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	<u>(365,460)</u>	<u>(395,365)</u>	<u>(395,365)</u>
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$189,459	\$181,470	\$185,970
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$720)	(\$7,991)	\$4,500
<u>Fund Balance Components at Beginning of FY</u>	<u>7/1/2021</u>	<u>7/1/2022</u>	
Cash	\$610,292	\$612,621	
Interest Payable	(42,326)	(36,684)	
Due to Other Government	(377,787)	(386,476)	
Total Beginning Fund Balance	<u>\$190,179</u>	<u>\$189,461</u>	

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

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

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$7	\$0	(\$7)	(100.00%)
<i>Subtotal Use of Money</i>	\$7	\$0	(\$7)	(100.00%)
TOTAL REVENUES	\$7	\$0	(\$7)	(100.00%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$7)	\$0	\$7	(100.00%)

FY 2023-24 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	\$0
Projected Interest Rate	<u>2.50%</u>
Projected/Planned Interest on Pooled Cash	\$0

FY 2023-24 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 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$7
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	(11,123)	7	0
Expenditures - (Decrease) retained earnings	-	\$0	-
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(11,123)	7	-
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	13,338	-	-
Change in Reserved Fund Balance	(2,215)	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	11,123	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$0	\$7	\$7
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$0	\$7	\$0
<u>Fund Balance Components at Beginning of FY</u>	7/1/2021	7/1/2022	
Cash	\$386,616	\$388,831	
Reserved Fund Balance	(\$386,616)	(\$388,831)	
Total Beginning Fund Balance	\$0	\$0	

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - STATE LOAN RESERVE

Fund/Department ID: 43309-33080700

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
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REVENUES:

USE OF MONEY

44002 Interest on Pooled Cash	\$4	\$0	(\$4)	(100.00%)
Subtotal Use of Money	\$4	\$0	(\$4)	(100.00%)

TOTAL REVENUES	\$4	\$0	(\$4)	(100.00%)
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TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$4)	\$0	\$4	(100.00%)
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FY 2023-24 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	\$0
Projected Interest Rate	<u>2.50%</u>
Projected/Planned Interest on Pooled Cash	\$0

FY 2023-24 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 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$4
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	(4,781)	\$4	0
Expenditures - (Decrease) retained earnings	-	\$0	-
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(4,781)	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	(\$6,010)	\$4	\$4
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$6,010)	\$4	\$0
<u>Fund Balance Components at Beginning of FY</u>	7/1/2021	7/1/2022	
Cash	\$164,920	\$166,199	
Reserved Fund Balance	(\$164,920)	(\$166,199)	
Total Beginning Fund Balance	\$0	\$0	

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SONOMA VALLEY CSD - REVENUE BONDS**

Fund/Department ID: **43305-33080800**

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$6,720	\$125,000	\$118,280	1760.12%
Subtotal Use of Money	\$6,720	\$125,000	\$118,280	1760.12%
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In-within a Fund	\$1,603,765	\$2,118,225	\$514,460	32.08%
Subtotal Other Financing Sources	\$1,603,765	\$2,118,225	\$514,460	32.08%
TOTAL REVENUES	\$1,610,485	\$2,243,225	\$632,740	39.29%
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
51242 Bank Charges	\$2,400	\$3,500	\$1,100	45.83%
Subtotal Services and Supplies	\$2,400	\$3,500	\$1,100	45.83%
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$240,150	\$779,725	\$539,575	224.68%
53104 Other Interest Expense	6,215	0	(\$6,215)	(100.00%)
Subtotal Other Charges	\$246,365	\$779,725	\$533,360	216.49%
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$0	\$4,200,000	\$4,200,000	N/A
Subtotal Other Financing Uses	\$0	\$4,200,000	\$4,200,000	N/A
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$1,355,000	\$1,355,000	\$0	0.00%
59005 Admin Control Acct-Clearing	(\$1,355,000)	(1,355,000)	0	0.00%
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$248,765	\$4,983,225	\$4,734,460	1903.19%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$1,361,720)	\$2,740,000	\$4,101,720	(301.22%)

FY 2023-24 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	\$5,000,000
Projected Interest Rate	2.50%
Projected/Planned Interest on Pooled Cash	\$125,000

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, 2013 and 2022 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

\$4,200,000 transfer is planned to fund construction projects for FY 23-24.

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 2013/2022. 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
 2022 Revenue Bond	 \$5,960,000
FY 23-24 Principal Payments	(1,355,000)
	\$4,605,000

59005 Admin Control Acct-Clearing

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

FY 2023-24 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 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$1,416,293	\$1,469,456	\$5,976,176
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	1,511,583	1,610,485	2,243,225
Expenditures - (Decrease) retained earnings	(217,774)	(10,748,765)	(4,983,225)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	1,293,809	(9,138,280)	(2,740,000)
Adjustments to Reserves/Encumbrances:			
Enterprise - Principal	(1,355,000)	(1,355,000)	(1,410,000)
Issuance of New Debt	-	15,000,000	-
Unrealized Gain/Loss	100,804	-	-
Loss on Refunding of Debt	6,212	-	-
Bond Premium	(62,545)	-	-
Change in Reserved Fund Balance	69,882	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	(1,240,647)	13,645,000	(1,410,000)
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$1,469,455	\$5,976,176	\$1,826,176
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$53,162	\$4,506,720	(\$4,150,000)
<u>Fund Balance Components at Beginning of FY</u>	7/1/2021	7/1/2022	
Cash	\$ 2,849,314	\$ 2,935,805	
Cash with Trustee	842,762	772,885	
Cash with Trustee Res for Debt Service	(133,021)	(111,354)	
Matured Principal Payable	(1,300,000)	(1,355,000)	
Interest Payable	(842,762)	(772,880)	
Total Beginning Fund Balance	\$ 1,416,293	\$ 1,469,456	

FY 2023-24 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

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

Account No. and Title	Adopted 2022-23	Requested 2023-24	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$1,536	\$8,000	\$6,464	420.83%
Subtotal Use of Money	\$1,536	\$8,000	\$6,464	420.83%
<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	\$31,536	\$38,000	\$6,464	20.50%
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>	\$10,464	\$4,000	(\$6,464)	(61.77%)

FY 2023-24 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	2.50%
Projected/Planned Interest on Pooled Cash	\$8,000

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 2023-24 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 21-22	Estimated FY 22-23	Requested FY 23-24
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$320,269	\$322,104	323,640
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	(9,214)	31,536	38,000
Expenditures - (Decrease) retained earnings	(11,959)	(42,000)	(42,000)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(21,173)	(10,464)	(4,000)
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	11,049	-	-
Depreciation	11,959	12,000	12,000
Net Adjustment - Increase/(Decrease) to Retained Earnings	23,008	12,000	12,000
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$322,104	\$323,640	\$331,640
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$1,835	\$1,536	\$8,000
<u>Fund Balance Components at Beginning of FY</u>	7/1/2021	7/1/2022	
Cash	\$320,269	\$322,104	
Accounts Receivable-AR Module	-	-	
Total Beginning Fund Balance	\$320,269	\$322,104	