

South Placer Municipal Utility District FY 2022/2023 BUDGET

FOR THE PERIOD FROM:

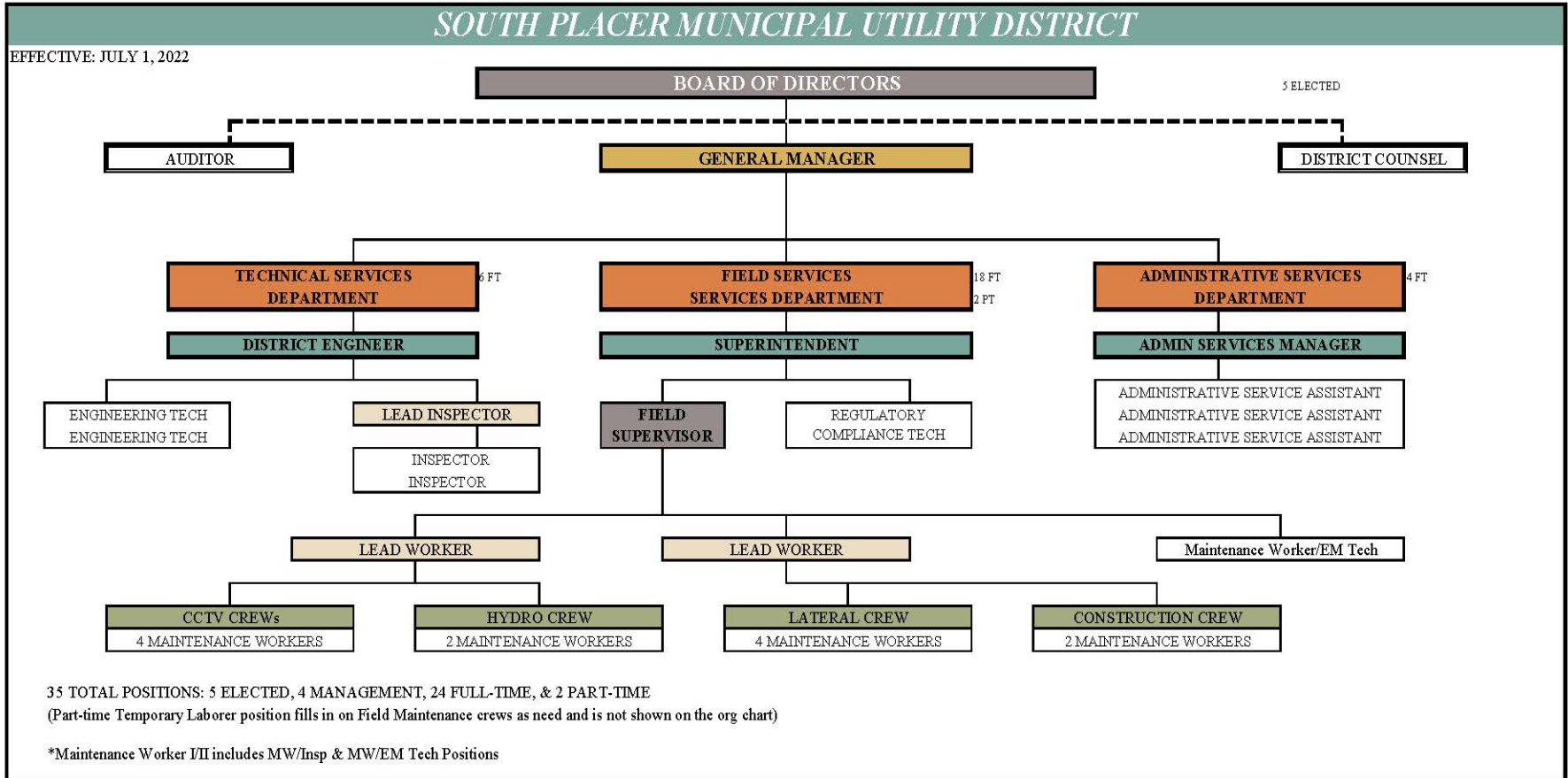
JULY 1, 2022

TO

JUNE 30, 2023

PRESENTED ON July 7, 2022

Proposed FY 22/23 Organization Chart



Cash & Investment Balances Schedule 1

Investment	Account Balance Prior Year Jan 21 - Mar 21	Account Balance Previous Quarter Oct 21 - Dec 21	Market Value Jan 22 - Mar 22	Quarterly Rate of Return	% of Portfolio
CALTRUST	\$ 23,861,892	\$ 23,776,972	\$ 23,287,970	-1.51%	32%
LAIF (Local Agency Investment Fund)	\$ 12,887,382	\$ 19,921,388	\$ 19,937,087	0.12%	27%
PLACER COUNTY TREASURY	\$ 13,938,780	\$ 19,964,636	\$ 19,976,455	0.24%	27%
WELLS FARGO	\$ 8,334,193	\$ -	\$ -	0.00%	0%
CASH	\$ 5,552,583	\$ 4,421,267	\$ 6,775,989	0.20%	9%
RESTRICTED - CEPPT	3,287,150	3,539,972	3,345,795	-5.43%	5%
TOTAL/AVERAGE	67,861,980	71,624,235	73,323,296	-0.79%	100%

Balances as of March 31, 2022

Fund Balance Breakdown

Table 1

CASH & INVESTMENTS	<u>AUDITED FUNDS FY 19/20</u>	<u>AUDITED FUNDS FY 20/21</u>	<u>FUNDS AS OF 03/31/2022</u>
FUND 100 OPERATING	\$ 14,646,769	\$ 16,786,025	\$ 20,865,807
FUND 300 CIP & EXPANSION	\$ 26,787,560	\$ 26,878,885	\$ 27,146,138
FUND 400 CAPITAL REPLACEMENT & REHABILITATION	\$ 21,620,914	\$ 21,712,239	\$ 21,965,555
CALPERS CEPP TRUST - RESTRICTED	\$ -	\$ 3,440,903	\$ 3,345,795
TOTALS	<u>\$ 63,055,243</u>	<u>\$ 68,818,052</u>	<u>\$ 73,323,295</u>

Revenue Summary Schedule 2

	<u>AUDITED FINANCIALS</u>		<u>PROJECTED</u>	<u>PROPOSED</u>
	<u>FISCAL YR 19/20</u>	<u>FISCAL YR 20/21</u>	<u>FISCAL YR 21/22</u>	<u>FISCAL YR 22/23</u>
OPERATING FUND				
SEWER SERVICE CHARGES	\$ 15,277,632	\$ 15,503,728	\$ 15,650,000	\$ 15,736,400
PERMITS, PLAN CHECK FEES & INSPECTIONS	224,844	458,220	319,000	\$ 300,000
PROPERTY TAXES	1,083,897	1,173,961	1,180,000	\$ 1,200,000
LATE FEES	105,579	102,066	149,400	\$ 160,000
INTEREST	320,408	46,631	30,000	\$ 90,000
GAIN/LOSS ON SALE FIXED ASSET DISPOSAL	-	(36,147)	(60,000)	\$ (40,000)
MISCELLANEOUS INCOME	28,403	88,053	380,000	\$ 100,000
TOTAL OPERATING FUND less CEPPT Interest Earnings	<u>\$ 17,040,763</u>	<u>\$ 17,336,512</u>	<u>\$ 17,648,400</u>	<u>\$ 17,546,400</u>
Interest Income from CEPPT (Restricted)	\$ -	\$ 440,903	\$ (400,000)	\$ 100,000
TOTAL OPERATING FUND	<u>\$ 17,040,763</u>	<u>\$ 17,777,415</u>	<u>\$ 17,248,400</u>	<u>\$ 17,646,400</u>
CAPITAL IMPROVEMENT PROGRAM FUND				
SEWER PARTICIPATION FEES	\$ 1,415,952	\$ 2,933,779	\$ 2,050,000	\$ 1,449,000
INTEREST	641,155	91,326	60,000	180,000
TOTAL CAPITAL IMPROVEMENT PROGRAM FUND	<u>\$ 2,057,107</u>	<u>\$ 3,025,105</u>	<u>\$ 2,110,000</u>	<u>\$ 1,629,000</u>
CAPITAL REPLACEMENT FUND				
INTEREST	\$ 640,815	\$ 91,325	\$ 60,000	\$ 180,000
TOTAL CAPITAL REPLACEMENT FUND	<u>\$ 640,815</u>	<u>\$ 91,325</u>	<u>\$ 60,000</u>	<u>\$ 180,000</u>
TOTAL SPMUD REVENUE	<u>\$ 19,738,685</u>	<u>\$ 20,893,845</u>	<u>\$ 19,818,400</u>	<u>\$ 19,355,400</u>

Operating Fund Expense Summary Schedule 3

	<u>AUDITED FINANCIALS</u>		<u>PROJECTED</u>	<u>PROPOSED</u>
	<u>FISCAL YR 19/20</u>	<u>FISCAL YR 20/21</u>	<u>FISCAL YR 21/22</u>	<u>FISCAL YR 22/23</u>
SALARIES & BENEFITS	\$ 4,484,612	\$ 4,614,931	\$ 4,840,874	\$ 5,833,100
SERVICES & SUPPLIES	\$ 1,255,339	\$ 1,300,506	\$ 1,591,900	\$ 2,595,100
SPWA O&M & R&R	\$ 5,995,729	\$ 5,601,169	\$ 6,601,750	\$ 9,665,000
TOTAL OPERATIONS EXPENSE LESS DEPRECIATION	\$ 11,865,999	\$ 11,516,606	\$ 13,034,524	\$ 18,093,200
DEPRECIATION EXPENSE	\$ 1,889,287	\$ 2,065,934	\$ 2,375,000	\$ 2,530,000
ONE-TIME CEPPT FUNDING	\$ -	\$ 3,000,000	\$ -	\$ -
OPERATING FUND EXPENSES	\$ 13,755,286	\$ 16,582,540	\$ 15,409,524	\$ 20,623,200

Capital Expenditures Schedule 4

				PROPOSED FOR FISCAL YR 22/23		
				FUND 100	FUND 300	FUND 400
CAPITAL IMPROVEMENTS				OPERATING FUND CAPITAL	CIP & EXPANSION	REHAB & REPLACEMENT
ARCHIVING/DISASTER DEVELOPMENT PLAN	\$	15,500	\$	15,500		
COMPUTERS/OFFICE FURNITURE	\$	45,300	\$	45,300		
CY MASTER PLAN CAPITAL IMPROVEMENTS	\$	4,100,000	\$	4,100,000		
EASEMENT INSPECTION EQUIPMENT	\$	11,700	\$	11,700		
EASEMENT/ACCESS ROAD REPLACEMENT/UPGRADES	\$	437,500	\$	217,500		\$ 220,000
EQUIPMENT UPGRADES/REPLACEMENT	\$	2,000	\$	2,000		
NEWCASTLE MASTER PLAN IMPROVEMENTS	\$	350,000	\$	350,000		
PARTICIPATION IN REGIONAL PROJECTS	\$	455,000	\$	130,000		\$ 325,000
PIPE TRAILER IMPROVEMENTS	\$	10,000	\$	10,000		
SOFTWARE/DATA ACQUISITION	\$	40,000	\$	40,000		
SYSTEM IMPROVEMENTS	\$	105,000	\$	105,000		
FOOTHILL TRUNK PROJECT - CONSTRUCTION	\$	125,000			\$ 125,000	
TRUNK EXTENSION REIMBURSEMENT	\$	3,300,000			\$ 3,300,000	
CURED IN PLACE PIPE	\$	650,000				\$ 650,000
SCADA DESIGN & IMPLEMENTATION	\$	2,900,000				\$ 2,900,000
SYSTEM REHABILITATION	\$	1,100,000				\$ 1,100,000
TAYLOR ROAD LIFT STATION REPLACEMENT	\$	160,000				\$ 160,000
VEHICLE PURCHASES	\$	350,000				\$ 350,000
TOTAL CAPITAL IMPROVEMENTS	\$	14,157,000	\$	5,027,000	\$	3,425,000
				\$		5,705,000

Operating Fund Sources & Uses

PROJECTED BALANCE AS OF JULY 1, 2022	\$ 18,147,395
Proposed Revenues	
<i>Fund 100 Revenues</i>	\$ 17,456,400
<i>Interest</i>	\$ 90,000
<i>Total Fund 100 Revenues</i>	<u>\$ 17,546,400</u>
Proposed Expenditures	
<i>Operations & Maintenance Expenses</i>	\$ (18,093,200)
<i>Depreciation</i>	\$ (2,530,000)
<i>SubTotal Fund 100 Expenses</i>	<u>\$ (20,623,200)</u>
<i>Capital Projects</i>	\$ (5,027,000)
<i>Total Fund 100 Expenditures</i>	<u>\$ (25,650,200)</u>
100 ENDING FUND BALANCE	<u><u>\$ 10,043,595</u></u>
<i>Minimum Operating Fund Reserve Requirement per Policy #3130</i>	\$ 9,277,940
100 FUND BALANCE (LESS RESERVE REQUIREMENT) AVAILABLE FOR USE	<u><u>\$ 765,655</u></u>

Capital Funds Sources & Uses

CIP & Expansion Fund

PROJECTED BALANCE AS OF JULY 1, 2022 \$ 29,212,605

Proposed Revenues

<i>Sewer Participation Charges</i>	\$ 1,449,000
<i>Interest</i>	\$ 180,000
<i>Total Fund 300 Revenues</i>	<u>\$ 1,629,000</u>

Proposed Expenditures

<i>Capital Projects</i>	\$ (3,425,000)
<i>Total Fund 300 Expenditures</i>	<u>\$ (3,425,000)</u>

300 ENDING FUND BALANCE \$ 27,416,605

Rehab & Replacement Fund

PROJECTED BALANCE AS OF JULY 1, 2022 \$ 22,790,000

Proposed Revenues

<i>Depreciation</i>	\$ 2,530,000
<i>Interest</i>	\$ 180,000
<i>Total Fund 400 Revenues</i>	<u>\$ 2,710,000</u>

Proposed Expenditures

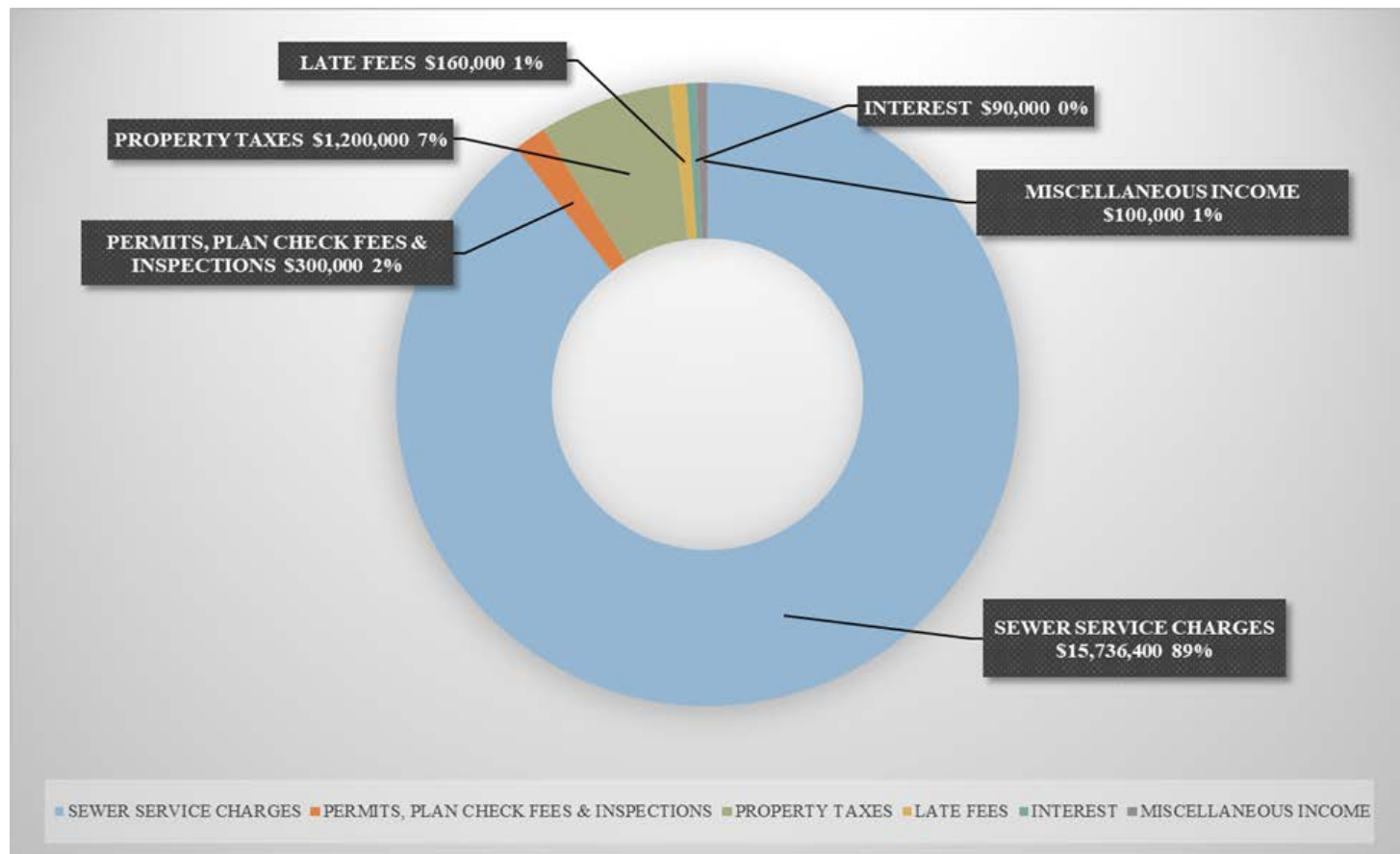
<i>Capital Projects</i>	\$ (5,705,000)
<i>Total Fund 400 Expenditures</i>	<u>\$ (5,705,000)</u>

400 ENDING FUND BALANCE \$ 19,795,000

Changes in this Year's Budget Book

Figure 3, Page 8

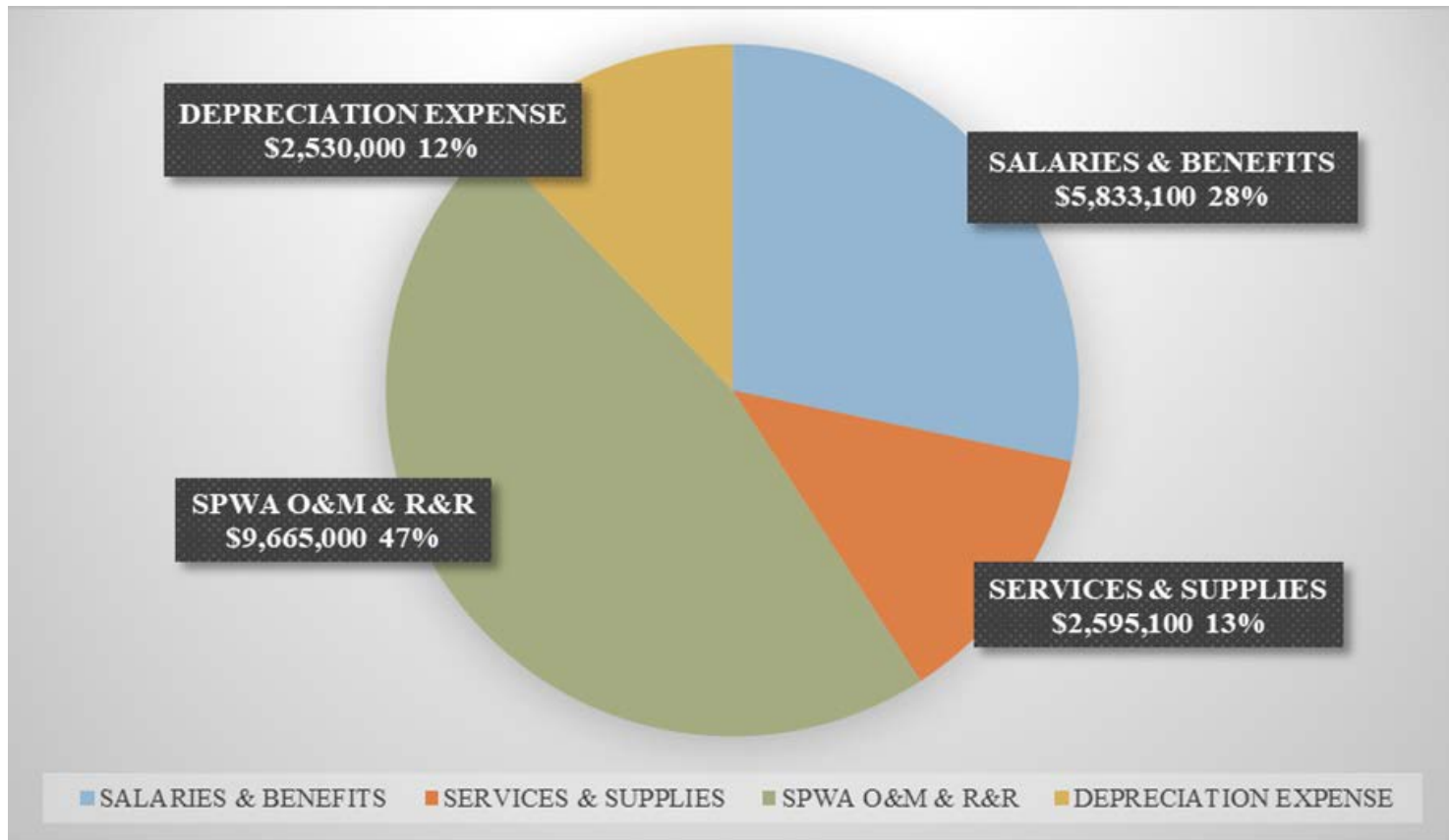
➤ New Revenue Pie Chart Added



Changes in this Year's Budget Book

Figure 4, Page 9

➤ New Operating Expenditures Pie Chart Added



Changes in this Year's Budget Book

Section 2, Pages 10 & 11

- Added additional language on Local Service and Supply spending.
- Added additional language on Regional Wastewater Treatment expenses.
 - Explanation of how methodology changes between budgeted and prior year actual expenses have impacted true-ups and current treatment expenses.

History of SPWA O&M and R&R Estimates, Payments, & Actual Expenses

	2014/15	2015/16	2016/17	2017/18	2018/19
Methodology	Budget	Budget	Budget	Budget	Budget
O&M Preliminary Estimate	\$ 4,098,779	\$ 4,546,033	\$ 4,652,049	\$ 4,887,295	\$ 4,571,232
O&M Payments made to Roseville	\$ 4,098,779	\$ 4,546,033	\$ 4,652,049	\$ 4,887,295	\$ 2,499,072
O&M Audited/Estimated Actuals	\$ 3,614,539	\$ 3,877,799	\$ 3,990,802	\$ 4,259,950	\$ 4,849,205
O&M Difference in Payment vs Actuals	\$ 484,240	\$ 668,234	\$ 661,247	\$ 627,345	\$ (2,350,133)
R&R Preliminary Estimate	\$ 1,956,905	\$ 1,312,368	\$ 1,505,198	\$ 2,159,674	\$ 2,157,937
R&R Payments made to Roseville	\$ 1,956,905	\$ 1,312,368	\$ 1,505,198	\$ 2,159,674	\$ 2,157,937
R&R Audited/Estimated Payment Needed	\$ 976,978	\$ 731,279	\$ 904,837	\$ 1,976,469	\$ 3,675,986
R&R Difference in Payment vs Actuals	\$ 979,927	\$ 581,089	\$ 600,361	\$ 183,205	\$ (1,518,049)
Running Total in Payment vs Actuals	\$ 1,464,167	\$ 2,713,490	\$ 3,975,098	\$ 4,785,648	\$ 917,466

	2019/20	2020/21	2021/22	2022/23
Methodology	PY Actuals	PY Actuals	PY Actuals	Budget
O&M Preliminary Estimate	\$ 5,152,756	\$ 4,965,123	\$ 4,942,000	\$ 7,054,000
O&M Payments made to Roseville	\$ 5,152,756	\$ 4,965,123	\$ 4,942,000	\$ -
O&M Audited/Estimated Actuals	\$ 4,912,561	\$ 5,536,943	\$ 6,100,000	TBD
O&M Difference in Payment vs Actuals	\$ 240,195	\$ (571,820)	\$ (1,158,000)	\$ -
R&R Preliminary Estimate	\$ 790,725	\$ 576,156	\$ 2,213,000	\$ 2,611,000
R&R Payments made to Roseville	\$ 790,725	\$ 576,156	\$ 1,659,750	\$ -
R&R Audited/Estimated Payment Needed	TBD	TBD	TBD	TBD
R&R Difference in Payment vs Actuals	\$ -	\$ -	\$ -	\$ -
Running Total in Payment vs Actuals	\$ 1,157,661	\$ 585,841	\$ (572,159)	

Estimated

Requested Action

Approve Resolution #22-30 Adopting the proposed Budget and Spending Plan for Fiscal Year 2022/23.

QUESTIONS

