

Fiscal Year 23/24 Budget Workshop



Table 1. EDU Growth

South Placer Municipal Utility District EDU Growth

	<u>Fiscal Year</u>	<u>Total EDUs</u>	<u>Increase</u>	<u>% Increase</u>
Proposed	2024	36900	300	0.82%
Projected	2023	36600	589	1.64%
Audited	2022	36011	689	1.95%
Audited	2021	35322	466	1.34%
Audited	2020	34856	682	2.00%
Audited	2019	34174	729	2.18%
Audited	2018	33445	620	1.88%

Table 2. Revenue Budget

	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR 20/21	FISCAL YR 21/22	FISCAL YR 22/23	FISCAL YR 23/24
OPERATING FUND				
SEWER SERVICE CHARGES	\$ 15,503,728	\$ 15,825,794	\$ 15,951,600	\$ 16,717,810
PERMITS, PLAN CHECK FEES & INSPECTIONS	458,220	255,155	244,740	\$ 246,500
PROPERTY TAXES	1,173,961	1,190,070	1,200,000	\$ 1,200,000
LATE FEES	102,066	130,032	133,840	\$ 140,000
INTEREST	46,631	48,944	350,000	\$ 200,000
GAIN/LOSS ON SALE FIXED ASSET DISPOSAL	(36,147)	21,993	-	\$ -
MISCELLANEOUS INCOME	88,053	478,946	150,000	\$ 40,000
TOTAL OPERATING FUND less CEPPT Interest Earnings	\$ 17,336,512	\$ 17,950,934	\$ 18,030,180	\$ 18,544,310
Interest Income from CEPPT (Restricted)	\$ 440,903	\$ (434,002)	\$ 150,000	\$ 100,000
OPERATING FUND	\$ 17,777,415	\$ 17,516,932	\$ 18,180,180	\$ 18,644,310
CAPITAL IMPROVEMENT FUND				
SEWER PARTICIPATION FEES	\$ 2,933,779	\$ 3,476,886	\$ 1,449,000	\$ 1,474,500
INTEREST	91,326	100,826	550,000	400,000
CAPITAL IMPROVEMENT FUND	\$ 3,025,105	\$ 3,577,712	\$ 1,999,000	\$ 1,874,500
CAPITAL REPLACEMENT FUND				
INTEREST	\$ 640,815	\$ 100,826	\$ 400,000	\$ 250,000
CAPITAL REPLACEMENT FUND	\$ 91,325	\$ 100,826	\$ 400,000	\$ 250,000
TOTAL SPMUD REVENUE	\$ 20,893,845	\$ 21,195,470	\$ 20,579,180	\$ 20,768,810

Figure 1. Organizational Chart

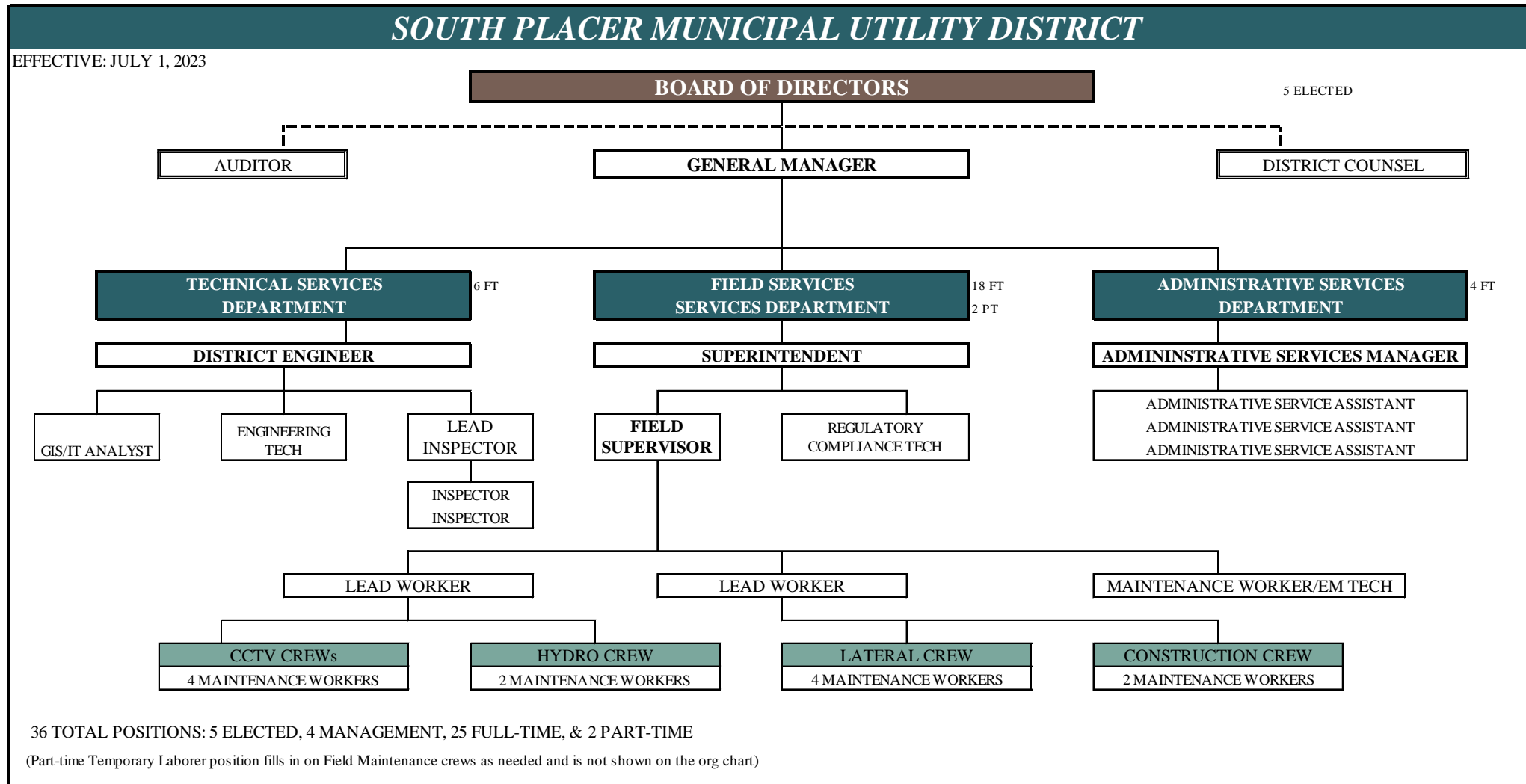


Table 3. Operating Fund Expenditure Budget

Salaries & Benefits

	<u>AUDITED FINANCIALS</u>		<u>PROJECTED</u>	<u>PROPOSED</u>
	<u>FISCAL YR 20/21</u>	<u>FISCAL YR 21/22</u>	<u>FISCAL YR 22/23</u>	<u>FISCAL YR 23/24</u>
SALARIES/WAGES	\$ 2,701,984	\$ 2,699,905	\$ 2,779,300	\$ 3,242,000
FICA - SOCIAL SECURITY	\$ 179,702	\$ 201,418	\$ 212,630	\$ 248,027
CALPERS RETIREMENT & UAL	\$ 627,975	\$ 646,726	\$ 701,005	\$ 745,227
ADDITIONAL UAL CONTRIBUTION	\$ -	\$ -	\$ 467,739	\$ 62,056
457 & 401A RETIREMENT	\$ 112,343	\$ 117,263	\$ 105,790	\$ 144,130
INSURANCE BENEFITS	\$ 705,209	\$ 656,252	\$ 722,117	\$ 885,340
PERS OPEB	\$ 287,718	\$ 446,369	\$ 370,000	\$ 370,000
SALARIES & BENEFITS	\$ 4,614,931	\$ 4,767,933	\$ 5,358,581	\$ 5,696,780

Table 3. Operating Fund Expenditure Budget

Services & Supplies

	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR 20/21	FISCAL YR 21/22	FISCAL YR 22/23	FISCAL YR 23/24
ASPHALT PAVING	\$ -	\$ 12,500	\$ 50,000	\$ 75,000
BUILDING & GROUNDS MAINTENANCE	\$ 37,954	\$ 49,812	\$ 35,000	\$ 54,000
ELECTION EXPENSE	\$ -	\$ -	\$ 49,906	\$ -
EMPLOYEE ENGAGEMENT	\$ -	\$ -	\$ -	\$ 2,500
GAS & OIL EXPENSE	\$ 42,472	\$ 60,225	\$ 61,000	\$ 66,000
GENERAL OPERATING SUPPLIES & MAINTENANCE	\$ 108,445	\$ 124,094	\$ 183,550	\$ 219,275
LEGAL SERVICES	\$ 64,964	\$ 92,460	\$ 285,000	\$ 180,000
LIFT STATION & FLOW RECORDER PROGRAMS	\$ 62,281	\$ 38,685	\$ 65,000	\$ 76,000
OTHER OPERATING EXPENSE	\$ (406)	\$ 150	\$ 150	\$ 1,000
PROFESSIONAL DEVELOPMENT	\$ 20,770	\$ 32,095	\$ 30,700	\$ 69,875
PROFESSIONAL SERVICES	\$ 80,243	\$ 168,149	\$ 333,500	\$ 843,000
PROPERTY & LIABILITY INSURANCE	\$ 215,827	\$ 255,095	\$ 322,425	\$ 415,000
REGULATORY COMPLIANCE/GOVERNMENT FEES	\$ 46,960	\$ 56,824	\$ 73,500	\$ 86,600
REPAIR/MAINTENANCE AGREEMENTS	\$ 108,609	\$ 113,144	\$ 114,500	\$ 153,650
ROOT CONTROL PROGRAM	\$ 54,501	\$ 55,310	\$ 65,000	\$ 71,000
SAFETY GEAR/UNIFORMS	\$ 19,281	\$ 21,468	\$ 26,000	\$ 28,825
UTILITIES	\$ 156,342	\$ 167,970	\$ 170,000	\$ 186,000
UTILITY BILLING/BANKING EXPENSE/PRINTING	\$ 235,471	\$ 237,369	\$ 255,500	\$ 290,500
VEHICLE REPAIR & MAINTENANCE	\$ 46,792	\$ 69,169	\$ 65,000	\$ 80,000
SERVICES & SUPPLIES	\$ 1,300,506	\$ 1,554,519	\$ 2,185,731	\$ 2,898,225

Table 3. Operating Fund Expenditure Budget *Regional Treatment & Depreciation*

	<u>AUDITED FINANCIALS</u>		<u>PROJECTED</u>	<u>PROPOSED</u>
	<u>FISCAL YR 20/21</u>	<u>FISCAL YR 21/22</u>	<u>FISCAL YR 22/23</u>	<u>FISCAL YR 23/24</u>
RWWTP MAINTENANCE & OPERATIONS	\$ 5,025,013	\$ 5,007,939	\$ 7,204,000	\$ 8,181,000
RWWTP REHAB & REPLACEMENT	\$ 576,156	\$ 1,659,750	\$ 2,611,000	\$ 2,246,000
SPWA O&M & R&R	\$ 5,601,169	\$ 6,667,689	\$ 9,815,000	\$10,427,000
TOTAL OPERATIONS EXPENSE LESS DEPRECIATION	\$ 11,516,606	\$ 12,990,141	\$ 17,359,312	\$19,022,005
DEPRECIATION EXPENSE	\$ 1,889,287	\$ 2,065,934	\$ 2,375,825	\$ 2,551,400
ONE-TIME CEPPT FUNDING	\$ 3,000,000	\$ -	\$ -	\$ -
OPERATING FUND EXPENSES	\$ 16,405,893	\$ 15,056,075	\$ 19,735,137	\$21,573,405

Table 4. Capital Expenditure Budget

		FUND 100	FUND 300	FUND 400
		OPERATING FUND CAPITAL	CIP & EXPANSION	REHAB & REPLACEMENT
CAPITAL IMPROVEMENTS				
COMPUTERS/OFFICE FURNITURE	\$ 51,700	\$ 51,700	\$ -	\$ -
EASEMENT INSPECTION PROGRAM	\$ 15,000	\$ 15,000	\$ -	\$ -
EASEMENT/ACCESS ROAD REPLACEMENT/UPGRADES	\$ 420,000	\$ 200,000	\$ -	\$ 220,000
EASEMENT ACQUISITION	\$ 87,000	\$ 87,000	\$ -	\$ -
EQUIPMENT UPGRADES/REPLACEMENT	\$ 6,000	\$ 2,000	\$ -	\$ 4,000
LATERAL CAMERA	\$ 15,000	\$ 15,000	\$ -	\$ -
NEWCASTLE MASTER PLAN IMPROVEMENTS	\$ 300,000	\$ 300,000	\$ -	\$ -
PARTICIPATION IN REGIONAL PROJECTS	\$ 1,280,000	\$ 50,000	\$ -	\$ 1,230,000
PIPE TRAILER IMPROVEMENTS	\$ 15,000	\$ 15,000	\$ -	\$ -
SOFTWARE/DATA ACQUISITION	\$ 2,500	\$ 2,500	\$ -	\$ -
SYSTEM IMPROVEMENTS	\$ 290,000	\$ 290,000	\$ -	\$ -
EXPANSION PROJECTS	\$ 4,490,000	\$ -	\$ 4,490,000	\$ -
FOOTHILL TRUNK PROJECT - CONSTRUCTION	\$ 125,000	\$ -	\$ 125,000	\$ -
TRUNK EXTENSION REIMBURSEMENT	\$ 5,300,000	\$ -	\$ 5,300,000	\$ -
ASSET REPLACEMENT	\$ 150,000	\$ -	\$ -	\$ 150,000
CY MASTER PLAN CAPITAL IMPROVEMENTS	\$ 663,000	\$ -	\$ -	\$ 663,000
CURED IN PLACE PIPE	\$ 750,000	\$ -	\$ -	\$ 750,000
SCADA DESIGN & IMPLEMENTATION	\$ 490,000	\$ -	\$ -	\$ 490,000
SYSTEM REHABILITATION	\$ 1,075,000	\$ -	\$ -	\$ 1,075,000
TAYLOR ROAD LIFT STATION REPLACEMENT	\$ 160,000	\$ -	\$ -	\$ 160,000
VEHICLE PURCHASES	\$ 70,000	\$ -	\$ -	\$ 70,000
TOTAL CAPITAL IMPROVEMENTS	\$ 15,755,200	\$ 1,028,200	\$ 9,915,000	\$ 4,812,000

Table 5. Capital Projects

- Taylor Road Lift Station
- Old State Highway & Buena Vista Sewer Replacement project
- Taylor Road Crossing Project
- Keller Court Project
- Preliminary engineering for Sierra College Trunk
- Preliminary engineering and environmental for abandonment of Cameo Court Lift Station
- Del Rio and Delmar Sewer Trunk Extension
- Developer reimbursements for trunk line extensions at Boyington Road & College Park South
- Jack in the Box Line
- Preliminary engineering & environmental review of Johnson Springview/Sunset Whitney Creek Crossing Project
- Completion of the Corporation Yard Addition & Tenant Improvement Project
- SCADA Master Plan Design

Table 5. Capital Investment

	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR 20/21	FISCAL YR 21/22	FISCAL YR 22/23	FISCAL YR 23/24
OPERATING FUND CAPITAL IMPROVEMENTS	\$ 293,219	\$ 405,380	\$ 3,635,140	\$ 1,028,200
CIP & EXPANSION CAPITAL IMPROVEMENTS	\$ 2,087,054	\$ 124,732	\$ -	\$ 9,915,000
REPLACEMENT & REHABILITATION CAPITAL IMPROVEMENTS	\$ 1,389,357	\$ 958,034	\$ 1,141,511	\$ 4,812,000
TOTAL CAPITAL INVESTMENT	\$ 3,769,630	\$ 1,488,146	\$ 4,776,651	\$ 15,755,200

Table 6. Investments

INVESTMENT	ACCOUNT BALANCE PRIOR YEAR Jan 22 - Mar 22	ACCOUNT BALANCE PREVIOUS QUARTER Oct 22 - Dec 22	MARKET VALUE Jan 23 - Mar 23	QUARTERLY RATE OF RETURN	% OF PORTFOLIO
CALTRUST	\$ 23,287,970	\$ 11,211,628	\$ 6,365,411	0.76%	8%
LAIF (LOCAL AGENCY INVESTMENT FUND)	\$ 19,937,087	\$ 25,194,869	\$ 25,364,678	0.65%	34%
PLACER COUNTY TREASURY	\$ 19,976,455	\$ 25,145,937	\$ 25,290,891	0.58%	34%
FIVE STAR MONEY MARKET	\$ -	\$ 5,022,410	\$ 6,054,558	0.65%	8%
CASH	\$ 6,775,989	\$ 4,629,379	\$ 9,247,405	0.13%	12%
RESTRICTED - CEPPT	\$ 3,345,795	\$ 2,976,402	\$ 3,102,584	1.04%	4%
TOTAL/AVERAGE	\$ 73,323,296	\$ 74,180,626	\$ 75,425,527	0.59%	100%

Table 7. Cash and Investments

CASH & INVESTMENTS	AUDITED FUNDS FY 20/21	AUDITED FUNDS FY 21/22	FUNDS AS OF 03/31/2023
FUND 100 OPERATING	\$ 16,786,025	\$ 25,250,688	\$ 17,391,423
FUND 300 CIP & EXPANSION	\$ 26,878,885	\$ 27,140,321	\$ 31,273,751
FUND 400 CAPITAL REPLACEMENT & REHABILITATION	\$ 21,712,239	\$ 21,959,738	\$ 23,657,769
CALPERS CEPP TRUST - RESTRICTED	\$ 3,440,903	\$ 3,006,902	\$ 3,102,584
TOTALS	\$ 68,818,052	\$ 77,357,649	\$ 75,425,527

Table 8. Operating Fund Reserve Requirements

<u>RESERVE FUND</u>	<u>REQUIREMENT</u>	<u>CALCULATION</u>	<u>AMOUNT</u>
Emergency Reserve	\$1 Million	\$1 Million	\$ 1,000,000
Operations & Maintenance Reserve	3 Months of Operating Expense (before depreciation)	25% of 19,022,005	\$ 4,755,501
		TOTAL	<u>\$ 5,755,501</u>

Table 9. Sources & Uses *Operating Fund*

Fund 100 Operating Fund

PROJECTED BALANCE AS OF JULY 1, 2023	\$ 15,065,800
Proposed Revenues	
<i>Fund 100 Revenues</i>	\$ 18,344,310
<i>Interest</i>	\$ 300,000
<i>Total Fund 100 Revenues</i>	<u>\$ 18,644,310</u>
Proposed Expenditures	
<i>Local Operations & Maintenance Expenses</i>	\$ (8,595,005)
<i>Regional Operations & Maintenance Expenses</i>	\$ (10,427,000)
<i>Depreciation</i>	\$ (2,551,400)
<i>SubTotal Fund 100 Expenses</i>	<u>\$ (21,573,405)</u>
<i>Capital Projects</i>	\$ (1,028,200)
<i>Total Fund 100 Expenditures</i>	<u>\$ (22,601,605)</u>
100 ENDING FUND BALANCE	<u><u>\$ 11,108,505</u></u>
<i>Minimum Operating Fund Reserve Requirement per Policy #3130</i>	\$ 5,755,501
100 FUND BALANCE (LESS RESERVE REQUIREMENT) AVAILABLE FOR USE	<u><u>\$ 5,353,004</u></u>

Table 9. Sources & Uses *Capital Funds*

Fund 300 CIP & Expansion

PROJECTED BALANCE AS OF JULY 1, 2023	\$ 32,872,751
Proposed Revenues	
<i>Sewer Participation Charges</i>	\$ 1,474,500
<i>Interest</i>	\$ 400,000
<i>Total Fund 300 Revenues</i>	<u>\$ 1,874,500</u>
Proposed Expenditures	
<i>Capital Projects</i>	\$ (9,935,000)
<i>Total Fund 300 Expenditures</i>	<u>\$ (9,935,000)</u>
300 ENDING FUND BALANCE	<u><u>\$ 24,812,251</u></u>

Fund 400 Rehab & Replacement

PROJECTED BALANCE AS OF JULY 1, 2023	\$ 25,042,083
Proposed Revenues	
<i>Depreciation</i>	\$ 2,551,400
<i>Interest</i>	\$ 250,000
<i>Total Fund 400 Revenues</i>	<u>\$ 2,801,400</u>
Proposed Expenditures	
<i>Capital Projects</i>	\$ (4,812,000)
<i>Total Fund 400 Expenditures</i>	<u>\$ (4,812,000)</u>
400 ENDING FUND BALANCE	<u><u>\$ 23,031,483</u></u>



Thank You