

Water Districts Enterprise Funds - Consolidated

DESCRIPTION OF MAJOR SERVICES

Special Districts Department provides for the management, funding, and maintenance of water distribution systems throughout unincorporated areas of the County Service Areas (CSA) and Improvement Zones. Sources include property taxes, service charges and user fees.

Budget at a Glance

Total Requirements	\$10,957,363
Total Sources	\$7,380,918
Net Budget	(\$3,576,445)
Estimated Unrestricted Net Assets	\$3,576,445
Use of Unrestricted Net Assets	\$2,281,445
Total Staff	0

CSA 42 Oro Grande was established by an act of the County of San Bernardino Board of Supervisors on December 27, 1965 and is located 5 miles northwest of Victorville. The water CSA provides financing for the operation and maintenance of water connections for 137 customers. The water CSA does not utilize an Advisory Commission or Municipal Advisory Council (MAC). Community meetings are held as needed in the Oro Grande Community Building.

CSA 64 Spring Valley Lake was established by an act of the County of San Bernardino Board of Supervisors on December 30, 1968 to provide water services in the community of Spring Valley Lake. The water CSA provides financing for the operation and maintenance of water connections for 3,825 customers. The water CSA also maintains five wells, one booster station and three water tanks. The water CSA does not utilize an Advisory Commission or MAC. Community meetings are held as needed in the Community Building (Great Room).

CSA 70 CG Cedar Glen was established by an act of the County of San Bernardino Board of Supervisors on July 12, 2005 to provide water service to the community of Cedar Glen. This water Improvement Zone serves approximately 331 customers. The water Improvement Zone has undertaken a multi-phase capital improvement project to upgrade system infrastructure. The water Improvement Zone does not utilize an Advisory Commission or MAC. Community meetings are held as needed.

CSA 70 F Morongo Valley was established by an act of the County of San Bernardino Board of Supervisors on September 20, 1971 to provide water service to the community of Morongo Valley. This water Improvement Zone maintains three wells, one booster station and a reservoir that stores 260,000 gallons of water for service to 84 customers. The water Improvement Zone does not utilize an Advisory Commission or MAC. Community meetings are held as needed in the Covington Park Community Room.

CSA 70 J Oak Hills was established by an act of the County of San Bernardino Board of Supervisors on December 28, 1971 and is located 16 miles southwest of Victorville. The water Improvement Zone provides service to 3,180 customers. This water Improvement Zone also maintains four wells, five booster stations, nine water storage reservoirs and approximately 130 miles of water pipelines ranging from 6 inches to 16 inches in diameter. The water Improvement Zone has a Board appointed Advisory Commission and utilizes the Oak Hills Community Building for meetings.

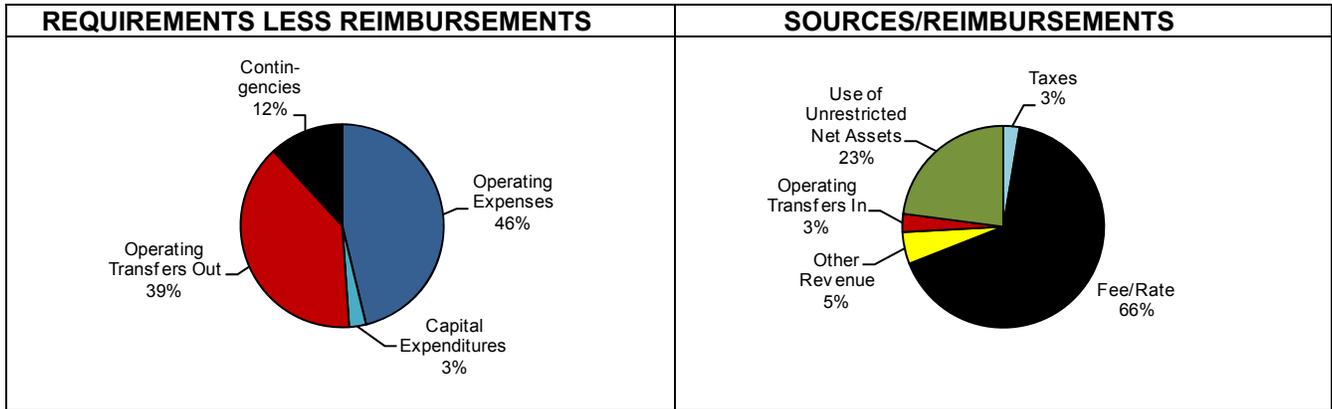
CSA 70 W-1 Goat Mountain was established by an act of the County of San Bernardino Board of Supervisors on November 5, 1973 and is located 10 miles north of Yucca Valley in the Landers area. The water Improvement Zone provides financing for the operation and maintenance of water connections for 646 customers. This water Improvement Zone also maintains three wells, two booster stations and 420,000 gallons of reservoir storage. The water Improvement Zone does not utilize an Advisory Commission or MAC. Community meetings are held as needed in the Belfield Hall.

CSA 70 W-3 Hacienda was established by an act of the County of San Bernardino Board of Supervisors on December 6, 1976 and is located 10 miles north of Yucca Valley. The water Improvement Zone provides financing for the operation and maintenance of water connections for 167 customers. This water Improvement Zone also maintains two wells, four booster stations and 110,000 gallons of reservoir storage. The water Improvement Zone does not utilize an Advisory Commission or MAC. Community meetings are held as needed in the Covington Park Community Room.



CSA 70 W-4 Pioneertown was established by an act of the County of San Bernardino Board of Supervisors on January 14, 1980 and is located five miles northwest of Yucca Valley. The water Improvement Zone provides financing for the operation and maintenance of 120 water connections. This water Improvement Zone also maintains six wells and 310,000 gallons of reservoir storage. The water Improvement Zone does not utilize an Advisory Commission or MAC. Community meetings are held as needed in the Pioneer Mission Church.

2013-14 RECOMMENDED BUDGET



ANALYSIS OF 2013-14 RECOMMENDED BUDGET

GROUP: Special Districts
 DEPARTMENT: Special Districts
 FUND: Water Districts - Consolidated

BUDGET UNIT: Various
 FUNCTION: Operating
 ACTIVITY: Water

	2009-10 Actual	2010-11 Actual	2011-12 Actual	2012-13 Estimate	2012-13 Modified Budget	2013-14 Recommended Budget	Change From 2012-13 Modified Budget
Requirements							
Staffing Expenses	0	0	0	0	0	0	0
Operating Expenses	5,758,051	6,230,731	6,067,743	5,920,955	6,554,528	5,064,758	(1,489,770)
Capital Expenditures	78,167	1,086,119	124,312	79,300	393,500	295,000	(98,500)
Contingencies	0	0	0	0	2,391,688	1,295,000	(1,096,688)
Total Exp Authority	5,836,218	7,316,850	6,192,055	6,000,255	9,339,716	6,654,758	(2,684,958)
Reimbursements	0	(8,360)	7,513	0	0	0	0
Total Appropriation	5,836,218	7,308,490	6,199,568	6,000,255	9,339,716	6,654,758	(2,684,958)
Operating Transfers Out	1,117,218	2,152,781	736,773	1,395,664	3,111,930	4,302,605	1,190,675
Total Requirements	6,953,436	9,461,271	6,936,341	7,395,919	12,451,646	10,957,363	(1,494,283)
Sources							
Taxes	485,121	312,471	225,927	262,079	273,555	262,079	(11,476)
Realignment	0	0	0	0	0	0	0
State, Fed or Gov't Aid	2,500	4,799	225,219	4,682	616,875	4,682	(612,193)
Fee/Rate	4,719,918	5,639,455	5,905,130	6,556,167	6,565,674	6,603,955	38,281
Other Revenue	1,638,149	287,112	622,472	252,761	449,302	221,601	(227,701)
Total Revenue	6,845,688	6,243,837	6,978,748	7,075,689	7,905,406	7,092,317	(813,089)
Operating Transfers In	0	3,783,444	554,639	258,435	908,000	288,601	(619,399)
Total Sources	6,845,688	10,027,281	7,533,387	7,334,124	8,813,406	7,380,918	(1,432,488)
Net Budget	(107,748)	566,010	597,046	(61,795)	(3,638,240)	(3,576,445)	61,795
Budgeted Staffing					0	0	0



DETAIL OF 2013-14 RECOMMENDED BUDGET

	2013-14			
	Requirements	Sources	Net Budget	Staffing
Enterprise Funds				
CSA 42 Oro Grande (Fund EAS)	428,335	168,056	(260,279)	0
CSA 64 Spring Valley Lake (Fund ECB)	3,911,906	2,570,276	(1,341,630)	0
CSA 70 CG Cedar Glen (Fund ELL)	848,011	510,379	(337,632)	0
CSA 70 F Morongo Valley (Fund EBY)	173,495	172,611	(884)	0
CSA 70 J Oak Hills (Fund ECA)	4,592,015	3,285,314	(1,306,701)	0
CSA 70 W-1 Goat Mountain (Fund ECS)	595,594	384,717	(210,877)	0
CSA 70 W-3 Hacienda (Fund ECY)	274,073	178,289	(95,784)	0
CSA 70 W-4 Pioneertown (Fund EDD)	133,934	111,276	(22,658)	0
Total Enterprise Funds	10,957,363	7,380,918	(3,576,445)	0

CSA 42 Oro Grande – Requirements of \$428,335 include operating expenses for water connection services including operations and maintenance costs and transfers for allocated indirect operational cost reimbursements; operating transfers out including transfers for depreciation and capital improvements; and contingencies. Sources of \$168,056 are primarily from user fees, connection fees, and service charges.

CSA 64 Spring Valley Lake – Requirements of \$3.9 million primarily includes operating expenses for water connection services including operations and maintenance costs and transfers for allocated indirect operational cost reimbursements; operating transfers out to fund various capital improvement projects including Service Line Replacement, depreciation for future replacement projects, a Well Rehab project, a Manifold Well project, Hesperia Interconnection, a Meter Replacement project and Chlorinator project; and contingencies. Sources of \$2.6 million are primarily from property taxes, user fees, connection fees, service charges, and operating transfers in from the replacement reserve fund for capital improvement projects.

CSA 70 CG Cedar Glen – Requirements of \$848,011 include operating expenses for water connection services including operations and maintenance costs, and transfers for allocated indirect operational cost reimbursements; operating transfers out to fund a Uranium Cleanup Project and a meter replacement project; and contingencies. Sources of \$510,379 are primarily from user fees, connection fees, and service charges.

CSA 70 F Morongo Valley – Requirements of \$173,495 include operating expenses for water connection services, including operations and maintenance costs, transfers for allocated indirect operational cost reimbursements, other charges for loan payments consisting of a CSA Revolving Loan and a County loan payment; and contingencies. Sources of \$172,611 are primarily from user fees, connection fees, and service charges.

CSA 70 J Oak Hills – Requirements of \$4.6 million primarily includes operating expenses for water connection services including operations and maintenance costs, transfers for allocated indirect operational cost reimbursements;, and other charges for debt service; operating transfers out to fund a Radio Read Meters project, Booster upgrade project, a Roof Repair project for Well 1 and Booster 3, Well House projects, and a Chlorinator upgrade project; and contingencies. Sources of \$3.3 million are primarily from user fees, connection fees, service charges, taxes, and operating transfers in from the replacement reserve fund to assist in the costs of the above mentioned capital improvement projects.

CSA 70 W-1 Goat Mountain – Requirements of \$595,594 primarily includes operating expenses for water connection services including operations and maintenance costs, transfers for allocated indirect operational cost reimbursements;, operating transfers out to provide funding for the Rehab Pressure Reducing Valve (PRV) Stations project, the Reservoir A Rehab project, the Meter Replacement project, the Service Line Replacement project, and Chlorinator project; and contingencies. Sources of \$384,717 are primarily from user fees, connection fees, service charges, taxes, and operating transfers in from the replacement reserve fund to assist in the costs of the above mentioned capital improvement projects.



CSA 70 W-3 Hacienda – Requirements of \$274,073 include operating expenses for water connection services including operations and maintenance costs and transfers for allocated indirect operational cost reimbursements; operating transfers out to provide funding for a Meter Replacement project, Water Mainline Valve Insertion project, a Uranium Cleanup project, and Chlorinator project; and contingencies. Sources of \$178,289 are primarily from user fees, connection fees, service charges, and operating transfers in from the replacement reserve fund to assist in the costs of the above mentioned capital improvement projects.

CSA 70 W-4 Pioneertown – Requirements of \$133,934 primarily includes operating expenses for water connection services including operations and maintenance costs and transfers for allocated indirect operational cost reimbursements; operating transfers out to provide funding for a Meter Replacement project, Offsite Pipeline project, Water Manifolds at Wells 4 & 5; and contingencies. Sources of \$111,276 are primarily from user fees, connection fees, service charges, and operating transfers in from the replacement reserve fund to assist in the costs of the above mentioned capital improvement projects.

BUDGET CHANGES AND OPERATIONAL IMPACT

Major changes in requirements include a decrease in operating expenses of \$1.5 million primarily due to a decrease in services and supplies as a result of fewer tank inspections and pump repairs, a decrease in debt service and water mitigation purchases, a decrease in indirect costs, and a decrease in vehicle and equipment purchases compared to 2012-13; a decrease in contingencies of \$1.1 million and an increase in operating transfers out of \$1.2 million due to the transferring of fund balance to replacement reserve accounts for future capital improvement projects. Major changes in sources include a decrease of \$612,193 in grant revenue, a decrease in other revenue of \$227,701 due to decrease in connection fees expected for CSA 42 Oro Grande and CSA 64 Spring Valley Lake, and a decrease in operating transfers in of \$619,399 from replacement reserves for capital improvement projects as compared to prior year.

STAFFING CHANGES AND OPERATIONAL IMPACT

There is no staffing associated with Water Districts.

