

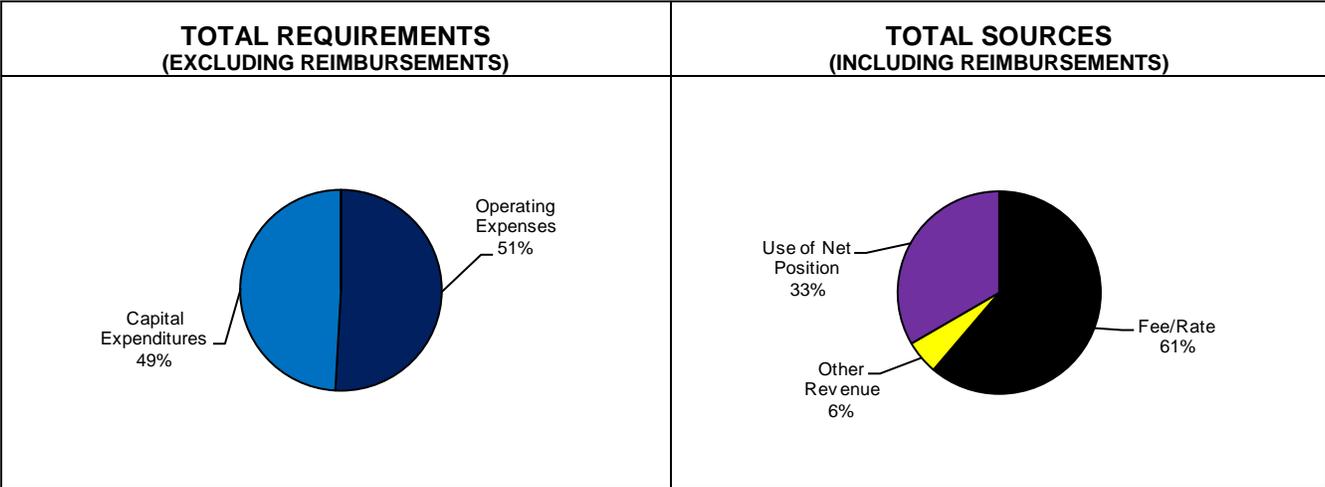
Flood Control Equipment

DESCRIPTION OF MAJOR SERVICES

The Flood Control District Equipment budget unit is an internal service fund established to fund the purchase and maintenance of all District vehicles and heavy equipment. This fund is funded by equipment user fee charges to the various Flood Control District zones and to other divisions within the Department of Public Works.

Budget at a Glance	
Total Requirements (Excl. Reimb.)	\$3,920,317
Total Sources (Incl. Reimb.)	\$2,612,000
Use of / (Contribution To) Net Position	\$1,308,317
Total Staff	0

2016-17 RECOMMENDED BUDGET



ANALYSIS OF 2016-17 RECOMMENDED BUDGET

GROUP: Operations and Community Services
DEPARTMENT: Public Works-Flood Control District
FUND: Equipment

BUDGET UNIT: ICA 097
FUNCTION: Flood Control
ACTIVITY: Equipment Management

	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	(A) <u>2015-16</u>	<u>2015-16</u>	(B) <u>2016-17</u>	(B-A)
	Actual	Actual	Actual	Modified Budget	Estimate	Recommended Budget	Change From Prior Year Modified Budget
Requirements							
Staffing Expenses	0	0	0	0	0	0	0
Operating Expenses	1,588,387	1,579,616	1,730,479	2,145,850	1,825,198	1,995,317	(150,533)
Capital Expenditures	622,759	557,613	918,710	3,426,350	2,940,724	1,925,000	(1,501,350)
Total Exp Authority	2,211,146	2,137,229	2,649,189	5,572,200	4,765,922	3,920,317	(1,651,883)
Reimbursements	0	0	0	(70,000)	(70,000)	0	70,000
Total Appropriation	2,211,146	2,137,229	2,649,189	5,502,200	4,695,922	3,920,317	(1,581,883)
Operating Transfers Out	0	0	0	0	0	0	0
Total Requirements	2,211,146	2,137,229	2,649,189	5,502,200	4,695,922	3,920,317	(1,581,883)
Sources							
Taxes	0	0	0	0	0	0	0
Realignment	0	0	0	0	0	0	0
State/Fed/Other Government	0	0	0	0	0	0	0
Fee/Rate	2,478,788	1,855,141	2,136,020	2,187,070	2,400,000	2,400,000	212,930
Other Revenue	34,973	31,894	199,097	146,500	159,875	212,000	65,500
Total Revenue	2,513,761	1,887,035	2,335,117	2,333,570	2,559,875	2,612,000	278,430
Operating Transfers In	0	0	0	0	0	0	0
Total Financing Sources	2,513,761	1,887,035	2,335,117	2,333,570	2,559,875	2,612,000	278,430
Net Position							
Use of/ (Contribution to) Net Position	(302,615)	250,194	314,072	3,168,630	2,136,047	1,308,317	(1,860,313)
Est. Net Position Available						2,599,909	
Total Est. Unrestricted Net Position						3,908,226	
Budgeted Staffing*	0	0	0	0	0	0	0

*Data represents modified budgeted staffing

Note: Unlike governmental funds, the 2015-16 Modified Budget and Estimate columns do not include information on Estimated Net Position Available or Total Estimated Unrestricted Net Position because GAAP requires that internal service and enterprise funds include line items such as depreciation, which are not budgeted, in the Net Position calculation.

MAJOR REQUIREMENTS AND SOURCES IN 2016-17 RECOMMENDED BUDGET

Requirements of \$3.9 million consist primarily of Operating Expenses (\$2.0 million) for motor pool and maintenance charges, equipment repairs, and Capital Expenditures (\$1.9 million) to purchase vehicles.

Sources of \$2.6 million include the District's heavy equipment fleet rates and revenue from the sale of surplus equipment and vehicles.

Unrestricted Net Position of \$1.3 million is being used to fund one-time Capital Expenditures.

BUDGET CHANGES AND OPERATIONAL IMPACT

Requirements are decreasing by \$1.6 million to reflect a reduction in vehicle purchases.



ANALYSIS OF NET POSITION

The budget includes a \$1.3 million use of Unrestricted Net Position for one-time Capital Expenditures. In order to reduce the amount of net position used every year, a consultant is currently analyzing and will present a recommendation on a new usage rate that will provide additional on-going revenue to support the increased costs of maintenance and repairs and the cost of replacing outdated units. However, in order to comply with state requirements for internal services funds and since the capital assets have exceeded their useful life, the Net Position is anticipated to decrease by approximately \$3.5 million over the next two years.

STAFFING CHANGES AND OPERATIONAL IMPACT

There is no staffing associated with this budget unit.

