

RUNNING SPRINGS WATER DISTRICT

REPORT ON AUDIT

JUNE 30, 2010 AND 2009

RUNNING SPRINGS WATER DISTRICT

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ROGERS, ANDERSON, MALODY & SCOTT, LLP

CERTIFIED PUBLIC ACCOUNTANTS

ROBERT B. MEMORY, C.P.A. (1945-2009)

OF COUNSEL
JAY H. ZERCHER, C.P.A.

PHILLIP H. WALLER, C.P.A.
BRENDA L. ODLE, C.P.A.
TERRY P. SHEA, C.P.A.
KIRK A. FRANKS, C.P.A.
MATTHEW B. WILSON, C.P.A.
SCOTT W. MANNO, C.P.A.
LEENA SHANBHAG, C.P.A.

NANCY O'RAFFERTY, C.P.A.
BRADFORD A. WELEBIR, C.P.A.
JENNY LIU, C.P.A.
KATIE L. MILLSOM, C.P.A.
JONATHAN R. KUHN, C.P.A.
PAPA MATAR THIAW, C.P.A.
KATHERINE J. MUIR, C.P.A.
MAYA S. IVANOVA, C.P.A.
CHRISTOPHER MONTOYA, C.P.A.
DANIELLE E. ODGERS, C.P.A.

Board of Directors
Running Springs Water District
31242 Hilltop Boulevard
Running Springs, CA 92382

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Running Springs Water District as of and for the years ended June 30, 2010 and 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirement for California Special Districts. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Running Springs Water District as of June 30, 2010 and 2009, and the respective changes in financial position and where applicable, cash flows, thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and State Regulations governing special districts.

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and budgetary comparison information on pages 2 through 8 and 54 through 55, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Rogers, Anderson, Malody & Scott, LLP

November 10, 2010

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CALIFORNIA SOCIETY OF
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VANIR TOWER • 290 NORTH "D" STREET • SUITE 300
SAN BERNARDINO, CA 92401
(909) 889-0871 • (909) 824-6736 • FAX (909) 889-5361
Website: www.ramscpa.net

RUNNING SPRINGS WATER DISTRICT

A Multi-SERVICE, INDEPENDENT SPECIAL DISTRICT

31242 HILLTOP BOULEVARD • POST OFFICE BOX 2206
RUNNING SPRINGS, CALIFORNIA 92382

RUNNING SPRINGS WATER DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

The District

Running Springs Water District (District) is a public agency of the State of California. The District was formed March 17, 1958 and established under Division 12 of the Water Code of the State of California and has been engaged in financing, constructing, operating, maintaining, and furnishing water service to its customers since inception. In 1962, the District established a fire department to provide fire protection for the area included in the Water District. In 1976, a sewage disposal system was completed to provide sewer service for the District. In 1983, an ambulance service was established.

The Basic Financial Statements

Running Springs Water District is a special purpose government (special District) engaged only in activities that support themselves through user and standby charges and tax levies. Accordingly, the accompanying financial statements are presented in the format prescribed for proprietary funds by the Governmental Accounting Standards Board.

This report consists of four parts – *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and *optional supplementary information*. The basic financial statements include two kinds of statements that present different views of the Running Springs Water District.

The first two statements (Exhibit "A" and Exhibit "B") are *government-wide financial statements* that provide both long-term and short-term information about the District's overall financial status.

The remaining statements are *fund financial statements* that focus on individual funds of the District, reporting the operations in more detail than the government-wide statements.

- The *governmental fund* statements tell how general government services like the fire department were financed in the short term as well as what remains for future spending.
- The *proprietary fund* statements offer short and long-term financial information about the activities the government operates like businesses, such as the water, ambulance and sewer departments.

The financial statements include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements (including the notes) are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns, which add to the total for the Primary Government. The focus of the Statement of Net Assets is designed to be similar to a bottom line for the District and its governmental and business-type activities. These statements combine and consolidate governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are provided by the District's property taxes and other revenues. This is intended to summarize and simplify the user's analysis of the cost of governmental services and/or subsidy to various business-type activities.

The "Governmental Activities" reflect the District's basic fire protection services. The "Business-type Activities" reflect private sector type operations (Water, Ambulance and Sewer), where the fee for service typically covers all or most of the cost of operation including depreciation.

Fund Financial Statements

Governmental funds report using balance sheets and statements of revenues, expenditures and changes in fund balances, which are presented on a sources and uses of liquid resources basis. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Governmental funds will reflect bond proceeds and internal fund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures.

Proprietary funds report using statements of net assets, which presents our assets and liabilities and the difference, or net, between what we own and what we owe as of the last day of our fiscal year. The statements of revenues, expenses and changes in net assets describe the financial results of our proprietary operations for the fiscal years reported. These results, or changes in net assets, are the increases or decreases in the bottom line of the statement of net assets. Readers also need to know how we manage our cash resources during the year to effect the changes in net assets. This information is conveyed in the statements of cash flows. These statements reconcile the income or loss from operations that are reported on the accrual basis with the actual cash inflows and uses. The statements of cash flows also detail how we obtain cash through financing and investing activities and, similarly, how we spend cash for these purposes.

The proprietary fund presentation produces the same totals as the business-type column in the government-wide financial statements; however, the governmental fund statements require reconciliation to the government-wide financial statements because of the different measurement focuses (current financial resources versus total economic resources), which is reflected in Exhibits "D" and "F." The flow of current financial resources will reflect bond proceeds and internal fund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (bonds and others) into the "Governmental Activities" column in the government-wide statements.

Summary Financial Information and Analysis

During the year ended June 30, 2010, cash and temporary investments increased \$658,925, the District's Total Assets decreased \$14,081 and Net Assets increased \$315,296.

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Assets:		
Current Assets	\$ 4,092,129	\$ 3,711,229
Restricted Assets	682,708	763,030
Noncurrent Assets - including capital assets	<u>17,922,757</u>	<u>18,237,416</u>
Total Assets	<u>22,697,594</u>	<u>22,711,675</u>
Liabilities:		
Current Liabilities	694,395	764,450
Long-term Liabilities	<u>1,518,562</u>	<u>1,777,884</u>
Total Liabilities	<u>2,212,957</u>	<u>2,542,334</u>
Net Assets:		
Invested in Capital Assets, net of related debt	16,382,276	16,362,374
Restricted for Debt Service	682,708	763,030
Unrestricted	<u>3,419,653</u>	<u>3,043,937</u>
Total Net Assets	<u>\$ 20,484,637</u>	<u>\$ 20,169,341</u>

The \$315,296 increase in Net Assets included net expense of (\$201,920) from the Business-type Activities and a net expense of (\$1,230,174) from the Governmental Activities and general revenues of \$1,747,390.

Summary Financial Information and Analysis on Statement of Activities

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Revenues:		
Governmental activities	\$ 1,781,434	\$ 1,837,168
Business-type activities	<u>4,031,059</u>	<u>4,662,626</u>
Total Revenues	<u>5,812,493</u>	<u>6,499,794</u>
Expenses:		
Governmental activities	1,479,131	1,555,795
Business-type activities	<u>4,018,066</u>	<u>4,237,776</u>
Total Expenses	<u>5,497,197</u>	<u>5,793,571</u>
Change in Net Assets	<u>\$ 315,296</u>	<u>\$ 706,223</u>

Governmental Activities

	Statement of Revenues and Expenditures Governmental Fund (Fire Protection)	GASB 34 Conversion	Statement of Activities Government-Wide (Fire Protection)
Revenues	\$ 1,773,434	\$ 8,000	\$ 1,781,434
Expenditures	1,417,690	61,441	1,479,131
Excess of Revenues Over (Under) Expenditures	355,744	(53,441)	302,303
Other Financing Sources and (Uses) Proceeds From Sale of Capital Assets	15,027	(15,027)	-
Net Change	<u>\$ 370,771</u>	<u>\$ (68,468)</u>	<u>\$ 302,303</u>

Revenues decreased \$63,734 from the prior year in the Governmental Fund (Fire Protection). The revenue from property taxes decreased \$97,454 or 6%. Expenditures decreased \$22,298 from the prior year with the largest decrease in salaries and wages, which was \$54,644 or 7%.

Business-type Activities

	Water	Ambulance	Sewer	Totals
Operating Revenues	\$ 1,411,000	\$ 489,488	\$ 1,429,272	\$ 3,329,760
Operating Expenses	1,672,371	630,172	1,628,631	3,931,174
Operating Income (Loss)	(261,371)	(140,684)	(199,359)	(601,414)
Non-operating Revenues (Expenses):				
Leasing revenue	9,600	-	-	9,600
Assessments – availability charges	41,398	-	14,875	56,273
Interest	13,858	-	35,338	49,196
Special charges	139,571	-	106,058	245,629
Leachate loads	-	-	151,841	151,841
Miscellaneous	154,939	-	1,178	156,117
Interest on long-term debt	(22,636)	(2,957)	(55,658)	(81,251)
Cost of availability charges	(104)	-	(104)	(208)
Bond issuance costs	(750)	-	-	(750)
Gain (loss) on disposal of assets	(1,032)	-	(3,651)	(4,683)
Income (Loss) Before Property Contributions	73,473	(143,641)	50,518	(19,650)
Property contributions	10,505	-	22,138	32,643
Change in Net Assets	<u>\$ 83,978</u>	<u>\$ (143,641)</u>	<u>\$ 72,656</u>	<u>\$ 12,993</u>

Operating expenses have decreased from the prior year by \$211,580. The largest decreases were in purchased water, professional fees, and repairs and maintenance. In the Water Department for the year, purchased water expense decreased \$112,766 or 35%, and power purchased for pumping increased 11%. Professional fees in the Water Department were \$27,634 lower than the amount for the prior year, which is a 27% decrease. In the Ambulance Department for the year, ambulance fees increased \$100,889 or 26% and uncollectible accounts increased \$29,522 or 29%. In the Sewer Department for the year, repairs and maintenance decreased in sewage collections by \$17,585 and in sewage treatment by \$36,599. Professional fees in the Sewer Department were \$64,672 lower than the amount for the prior year, which is a 52% decrease. The large decreases in professional fees are attributable to higher master plan fees in the prior year.

Non-operating revenues decreased 54% from the prior year. Miscellaneous revenue decreased \$779,287 attributable mostly to insurance proceeds received or receivable in the prior year as a result of the Slide Fire.

Capital Contributions of \$32,643 were a result of \$-0- for upstream users filtration project, \$22,138 from sewer capacity charges and connection fees, and \$10,505 from water capacity charges and meter installation fees.

Categories of Net Assets

The District is required to present its net assets in three categories: Invested in Capital Assets, Restricted and Unrestricted.

Invested in Capital Assets

At June 30, 2010, Invested in Capital Assets included Construction in Progress and Utility Plant in service, net of Accumulated Depreciation, which totaled \$17,920,882. This amount is reduced by (\$1,538,606) in related debt.

Restricted Net Assets

At June 30, 2010, the restricted net assets included amounts that are receivable from the upstream users for construction that is restricted to pay the related debt. The balance at June 30, 2010 is \$682,708.

Unrestricted

The District had unrestricted net assets of \$3,419,653 at June 30, 2010.

Capital Assets

The District placed in service \$213,131 of property, plant, and equipment during 2009-2010, which included \$76,060 from the closing of the K-Turbo Blowers project and \$31,157 from the purchase of land for the Ayers Acres project. The District also retired \$204,475 of property, plant and equipment during the year. These amounts are reflected in Schedule of Capital Assets in the accompanying financial statements.

A table of how these dollars translate is as follows:

Utility Plant in Service

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Fire Dept		
Land and land rights	\$ 414,676	\$ 414,676
Structures and improvements	395,451	395,451
Fire trucks and mounted equipment	727,842	835,972
Special purpose equipment	545,314	565,672
Office equipment	19,554	19,554
Shop and station equipment	10,200	27,855
	<u>2,113,037</u>	<u>2,259,180</u>
Water Dept		
Land	676,508	645,351
Source of supply	997,538	997,538
Pumping	190,479	186,919
Water treatment	64,035	62,153
Transmission and distribution	8,056,684	8,049,755
General plant	1,274,222	1,271,483
	<u>11,259,466</u>	<u>11,213,199</u>
Sewer Dept		
Land and land rights	322,006	322,006
Structures and improvements	302,127	302,127
Sewer collection	7,341,495	7,334,623
Sewer treatment	5,837,684	5,739,982
Sewer disposal	1,380,369	1,380,369
General plant	526,746	526,746
	<u>15,710,427</u>	<u>15,605,853</u>
Ambulance Dept		
Special purpose equipment	132,439	133,424
Equipment - trucks	316,237	311,294
Office equipment	9,905	9,905
	<u>458,581</u>	<u>454,623</u>
Totals	<u><u>\$ 29,541,511</u></u>	<u><u>\$ 29,532,855</u></u>

Construction in Progress (CIP)

Construction in progress for the prior year was restated from \$102,197 to \$9,390 as a result of retroactive presentation of the new Governmental Accounting Standards Board (GASB) Statement No. 51 (see Note 1 in Notes to the Financial Statements). During the year, construction in progress increased \$149,744 government-wide from \$9,390 at June 30, 2009 to \$159,134 at June 30, 2010.

Budget to Actual Variances

Within the Governmental Activities the original and final budgets were the same. The variance in the budget and actual amounts for the year ended June 30, 2010 resulted in an unfavorable variance of \$5,367. Large favorable variances were created as a result of additional property taxes, and fewer capital assets purchased. The largest unfavorable variance was salaries and wages.

Long-Term Debt

The District's long-term debt consists of 2002 Water Refunding Loan Agreement, which has an outstanding balance of \$398,467, Sewer Treatment, 2001 Installment Payable, which has an outstanding balance of \$1,108,165, and 2008 Municipal Finance Corporation installment payable, which has an outstanding balance of \$44,331.

Regulatory and Environmental Planning

The United States Environmental Protection Agency (USEPA) and the California Department of Public Health (DOPH) prescribe regulations that establish standards for the drinking water provided by Running Springs Water District to its customers. The District continually tests the water it delivers to its customers to insure that the water meets these standards. The USEPA has indicated that it is considering adopting more stringent regulations in several areas that would require the District to increase the level of water treatment to ensure that the water would meet the proposed new standards. The additional water treatment would require additional capital improvement costs and increased operating costs. The extent of these costs are unknown until the regulations are adopted and an implementation schedule is established.

On January 1, 2010, Section 2 of Section 116875 of the Health and Safety Code of California became operative. The section modified the allowed content of lead in pipes and plumbing supplies in order to be considered "lead free." Management is in the process of evaluating the effects that this modified law will have on the District. It is likely that some of the District's inventory will need to be scrapped as obsolete.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF NET ASSETS

JUNE 30, 2010 AND 2009

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>						
CURRENT ASSETS:						
Cash	\$ -	\$ -	\$ 221,343	\$ 85,824	\$ 221,343	\$ 85,824
Temporary investments	976,528	540,979	1,729,961	1,642,104	2,706,489	2,183,083
Accounts receivable:						
Customers - Water, Sewer and Ambulance - net of allowance	-	-	510,255	492,133	510,255	492,133
Water, fire and sewer availability charges	18,829	19,400	5,272	5,472	24,101	24,872
Other receivables	-	3,962	153,507	309,884	153,507	313,846
Other - Brooking Mutual Water	-	-	1,183	1,183	1,183	1,183
Taxes receivable	139,228	158,252	-	-	139,228	158,252
Interest receivable	-	-	13,066	19,025	13,066	19,025
Prepaid expenses	-	-	1,750	1,611	1,750	1,611
Deposit - workers' compensation	130,267	184,956	119,554	170,729	249,821	355,685
Materials and supplies inventory - at cost - (first-in/first-out method)	-	-	71,386	75,715	71,386	75,715
Total Current Assets	<u>1,264,852</u>	<u>907,549</u>	<u>2,827,277</u>	<u>2,803,680</u>	<u>4,092,129</u>	<u>3,711,229</u>
RESTRICTED ASSETS:						
Construction receivables - upstream users	-	-	682,708	763,030	682,708	763,030
Total Restricted Assets	<u>-</u>	<u>-</u>	<u>682,708</u>	<u>763,030</u>	<u>682,708</u>	<u>763,030</u>
NONCURRENT ASSETS:						
Deferred charges	-	-	1,875	2,625	1,875	2,625
Capital assets:						
Utility plant, at cost	2,113,037	2,259,180	27,428,474	27,273,675	29,541,511	29,532,855
Less: accumulated depreciation	(953,680)	(1,024,035)	(10,826,083)	(10,283,419)	(11,779,763)	(11,307,454)
Construction in progress	-	-	159,134	9,390	159,134	9,390
Total Noncurrent Assets	<u>1,159,357</u>	<u>1,235,145</u>	<u>16,763,400</u>	<u>17,002,271</u>	<u>17,922,757</u>	<u>18,237,416</u>
TOTAL ASSETS	<u>\$ 2,424,209</u>	<u>\$ 2,142,694</u>	<u>\$ 20,273,385</u>	<u>\$ 20,568,981</u>	<u>\$ 22,697,594</u>	<u>\$ 22,711,675</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF NET ASSETS

JUNE 30, 2010 AND 2009

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<u>LIABILITIES AND FUND EQUITY</u>						
<u>CURRENT LIABILITIES:</u>						
Accounts payable	\$ 5,344	\$ 5,883	\$ 74,205	\$ 63,721	\$ 79,549	\$ 69,604
Accrued wages payable	25,122	35,611	70,835	60,545	95,957	96,156
Accrued interest payable	-	-	23,595	31,437	23,595	31,437
Payroll withholding liabilities	-	-	-	74	-	74
Other payables	1,527	1,527	90,864	90,876	92,391	92,403
Deferred availability charges	-	-	54,088	54,616	54,088	54,616
Portion of long-term liabilities due within one year	40,547	42,987	308,268	377,173	348,815	420,160
Total Current Liabilities	<u>72,540</u>	<u>86,008</u>	<u>621,855</u>	<u>678,442</u>	<u>694,395</u>	<u>764,450</u>
<u>LONG-TERM LIABILITIES:</u>						
Accrued compensated absences	121,640	128,960	124,938	115,260	246,578	244,220
2002 Water Refunding Loan Agreement	-	-	290,405	398,467	290,405	398,467
Sewer treatment, 2001 installment payable	-	-	971,256	1,108,165	971,256	1,108,165
2008 Municipal Finance Corporation installment payable	-	-	22,680	44,331	22,680	44,331
Less: deferred amount on refunding water bonds	-	-	(12,357)	(17,299)	(12,357)	(17,299)
Total Long-term Liabilities	<u>121,640</u>	<u>128,960</u>	<u>1,396,922</u>	<u>1,648,924</u>	<u>1,518,562</u>	<u>1,777,884</u>
TOTAL LIABILITIES	<u>194,180</u>	<u>214,968</u>	<u>2,018,777</u>	<u>2,327,366</u>	<u>2,212,957</u>	<u>2,542,334</u>
<u>NET ASSETS:</u>						
Invested in capital assets, net of related debt	1,159,357	1,235,145	15,222,919	15,127,229	16,382,276	16,362,374
Restricted for debt service	-	-	682,708	763,030	682,708	763,030
Unrestricted	1,070,672	692,581	2,348,981	2,351,356	3,419,653	3,043,937
TOTAL NET ASSETS	<u>\$ 2,230,029</u>	<u>\$ 1,927,726</u>	<u>\$ 18,254,608</u>	<u>\$ 18,241,615</u>	<u>\$ 20,484,637</u>	<u>\$ 20,169,341</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

JUNE 30, 2010

	2010					Total
	Expenses	Program Revenues		Net (Expense) Revenue and Change in Net Assets		
		Charges for Services	Operating Grants, Capital Grants & Contributions	Governmental Activities	Business-type Activities	
FUNCTIONS / PROGRAMS:						
PRIMARY GOVERNMENT:						
Governmental Activities:						
Fire Protection	\$ 1,479,131	\$ 206,222	\$ 42,735	\$ (1,230,174)	\$ -	\$ (1,230,174)
Total Governmental Activities	<u>1,479,131</u>	<u>206,222</u>	<u>42,735</u>	<u>(1,230,174)</u>	<u>-</u>	<u>(1,230,174)</u>
Business-type Activities:						
Water	1,696,893	1,591,969	10,505	-	(94,419)	(94,419)
Ambulance	633,129	489,488	-	-	(143,641)	(143,641)
Sewer	1,688,044	1,702,046	22,138	-	36,140	36,140
Total Business-type Activities	<u>4,018,066</u>	<u>3,783,503</u>	<u>32,643</u>	<u>-</u>	<u>(201,920)</u>	<u>(201,920)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 5,497,197</u>	<u>\$ 3,989,725</u>	<u>\$ 75,378</u>	<u>(1,230,174)</u>	<u>(201,920)</u>	<u>(1,432,094)</u>
GENERAL REVENUES:						
Property taxes				1,531,039	-	1,531,039
Investment earnings				1,438	49,196	50,634
Leasing revenue				-	9,600	9,600
Miscellaneous				-	156,117	156,117
Total General Revenues				<u>1,532,477</u>	<u>214,913</u>	<u>1,747,390</u>
CHANGE IN NET ASSETS				302,303	12,993	315,296
NET ASSETS - beginning of year				<u>1,927,726</u>	<u>18,241,615</u>	<u>20,169,341</u>
NET ASSETS - end of year				<u>\$ 2,230,029</u>	<u>\$ 18,254,608</u>	<u>\$ 20,484,637</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

JUNE 30, 2009

	2009					
	Expenses	Program Revenues		Net (Expense) Revenue and Change in Net Assets		
		Charges for Services	Operating Grants, Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total
FUNCTIONS / PROGRAMS:						
PRIMARY GOVERNMENT:						
Governmental Activities:						
Fire Protection	\$ 1,555,795	\$ 199,471	\$ 5,654	\$ (1,350,670)	\$ -	\$ (1,350,670)
Total Governmental Activities	<u>1,555,795</u>	<u>199,471</u>	<u>5,654</u>	<u>(1,350,670)</u>	<u>-</u>	<u>(1,350,670)</u>
Business-type Activities:						
Water	1,855,651	1,646,726	11,244	-	(197,681)	(197,681)
Ambulance	590,205	388,599	-	-	(201,606)	(201,606)
Sewer	1,791,920	1,571,692	17,001	-	(203,227)	(203,227)
Total Business-type Activities	<u>4,237,776</u>	<u>3,607,017</u>	<u>28,245</u>	<u>-</u>	<u>(602,514)</u>	<u>(602,514)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 5,793,571</u>	<u>\$ 3,806,488</u>	<u>\$ 33,899</u>	<u>(1,350,670)</u>	<u>(602,514)</u>	<u>(1,953,184)</u>
GENERAL REVENUES:						
Property taxes			1,628,493	-	1,628,493	
Investment earnings			3,550	76,265	79,815	
Leasing revenue			-	15,695	15,695	
Miscellaneous			-	935,404	935,404	
Total General Revenues			<u>1,632,043</u>	<u>1,027,364</u>	<u>2,659,407</u>	
CHANGE IN NET ASSETS, as restated			281,373	424,850	706,223	
NET ASSETS - beginning of year			<u>1,646,353</u>	<u>17,816,765</u>	<u>19,463,118</u>	
NET ASSETS - end of year			<u>\$ 1,927,726</u>	<u>\$ 18,241,615</u>	<u>\$ 20,169,341</u>	

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICTBALANCE SHEETSGOVERNMENTAL FUND - FIRE PROTECTIONJUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
CURRENT ASSETS:		
Temporary investments	\$ 976,528	\$ 540,979
Accounts receivable:		
Fire availability charges	18,829	19,400
Taxes receivable	139,228	158,252
Other receivable	-	3,962
Deposit - workers' compensation	130,267	184,956
Total Current Assets	<u>1,264,852</u>	<u>907,549</u>
TOTAL ASSETS	<u>\$ 1,264,852</u>	<u>\$ 907,549</u>
<u>LIABILITIES AND FUND BALANCES</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 5,344	\$ 5,883
Accrued wages payable	25,122	35,611
Accrued compensated absences	40,547	42,987
Other payables	1,527	1,527
Total Current Liabilities	<u>72,540</u>	<u>86,008</u>
FUND BALANCES:		
Unreserved	<u>1,192,312</u>	<u>821,541</u>
Total Fund Balances	<u>1,192,312</u>	<u>821,541</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,264,852</u>	<u>\$ 907,549</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT
RECONCILIATION OF THE BALANCE SHEETS
TO THE STATEMENTS OF NET ASSETS GOVERNMENTAL FUND

JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
Fund balances - total governmental fund	\$ 1,192,312	\$ 821,541
<p>Amounts reported for governmental activities in the statements of net assets are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
Governmental capital assets, net of accumulated depreciation	1,159,357	1,235,145
<p>Some liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
Long-term compensated absences payable	<u>(121,640)</u>	<u>(128,960)</u>
Net assets of governmental activities	<u>\$ 2,230,029</u>	<u>\$ 1,927,726</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUND - FIRE PROTECTION

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
REVENUES:		
Property taxes	\$ 1,531,039	\$ 1,628,493
Assessments - fire availability charges	200,965	197,924
Other revenue	7,857	3,547
Interest revenue	1,438	3,550
Intergovernmental revenue	32,135	3,654
Total Revenues	<u>1,773,434</u>	<u>1,837,168</u>
EXPENDITURES:		
Salaries and wages	707,930	762,574
Director fees	3,377	3,400
Employee benefits	407,452	404,272
Payroll taxes	13,535	14,082
Safety clothing and personal supplies	14,426	10,137
Telephone	5,940	4,011
Insurance	65,033	58,226
Maintenance:		
Building	4,004	7,898
Automotive equipment	18,275	17,723
Special purpose equipment	3,582	2,470
Memberships	1,751	1,718
Office expense	4,606	3,258
Professional services	29,018	19,016
Education, training	9,912	12,310
Small tools and instruments	4,705	9,519
Special department expense - fire fighting/medical supplies	9,527	9,885
Utilities	10,644	12,147
Dispatching expense	45,267	48,787
Community relations - fire prevention	3,425	3,777
Miscellaneous	7,794	7,917

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUND - FIRE PROTECTION

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
EXPENDITURES: (continued)		
General operating expenses allocated from Water Department - salaries, utilities, etc.	\$ 24,562	\$ 21,718
Capital assets	22,925	5,143
Total Expenditures	<u>1,417,690</u>	<u>1,439,988</u>
OTHER FINANCING SOURCES:		
Proceeds from sale of capital assets	<u>15,027</u>	<u>-</u>
Total Other Financing Sources	<u>15,027</u>	<u>-</u>
NET CHANGE IN FUND BALANCE, as restated		397,180
NET CHANGE IN FUND BALANCE	370,771	
FUND BALANCE - beginning of year	<u>821,541</u>	<u>424,361</u>
FUND BALANCE - end of year	<u>\$ 1,192,312</u>	<u>\$ 821,541</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT
RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES FOR GOVERNMENTAL FUNDS TO THE
STATEMENTS OF ACTIVITIES GOVERNMENTAL FUNDS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
Net Change in Fund Balances - total governmental funds	\$ 370,771	\$ 397,180
<p>Amounts reported for governmental activities in the statements of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statements of activities, the costs of those assets is depreciated over their estimated useful lives.</p>		
Expenditures for capital assets	22,925	5,143
Current year depreciation	(77,624)	(82,503)
<p>Donations of capital assets from outside parties are not recorded in a government fund because current financial resources are not involved. However, in the statement of activities, the contribution is recognized at the fair value of the donated property.</p>		
	8,000	-
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
Decrease (increase) in long-term compensated absences payable	7,320	(38,447)
<p>Proceeds from the sale of capital assets are reported as current financial resources in the governmental funds. In the statement of net assets, however, the assets sold or disposed had been capitalized previously and thus have a "book value" that needs to be removed. The difference between the proceeds and the book value is a gain or loss that is recognized in the statements of activities. This adjustment reduces the proceeds by the book value of the assets disposed.</p>		
	(29,089)	-
Change in net assets of governmental activities	\$ 302,303	\$ 281,373

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF NET ASSETS

PROPRIETARY FUND - WATER, AMBULANCE AND SEWER DEPARTMENTS

JUNE 30, 2010 AND 2009

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
CURRENT ASSETS:		
Cash	\$ 221,343	\$ 85,824
Temporary investments	1,729,961	1,642,104
Accounts receivable:		
Customers - Water, Sewer and Ambulance - net of allowances	510,255	492,133
Water and sewer availability charges	5,272	5,472
Upstream users - C.S.A. #79 and Arrowbear	105,521	90,827
Other - San Bernardino County	40,183	5,334
Other - Insurance proceeds and miscellaneous	5,148	212,109
Other - Miscellaneous	2,655	1,614
Other - Brookings Mutual Water	1,183	1,183
Interest receivable	13,066	19,025
Prepaid expenses	1,750	1,611
Deposit - workers' compensation	119,554	170,729
Material and supplies inventory - at cost - (first-in/first-out method)	71,386	75,715
Total Current Assets	<u>2,827,277</u>	<u>2,803,680</u>
RESTRICTED ASSETS:		
Construction receivable - upstream users	682,708	763,030
Total Restricted Assets	<u>682,708</u>	<u>763,030</u>
NONCURRENT ASSETS:		
Deferred charges	1,875	2,625
Capital assets:		
Utility plant, at cost	27,428,474	27,273,675
Less: accumulated depreciation	(10,826,083)	(10,283,419)
Construction in progress	159,134	9,390
Total Noncurrent Assets	<u>16,763,400</u>	<u>17,002,271</u>
TOTAL ASSETS	<u>20,273,385</u>	<u>20,568,981</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF NET ASSETS

PROPRIETARY FUND - WATER, AMBULANCE AND SEWER DEPARTMENTS

JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<u>LIABILITIES AND FUND EQUITY</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 74,205	\$ 63,721
Accrued wages payable	70,835	60,545
Accrued interest payable	23,595	31,437
Payroll withholding liabilities	-	74
Other payables	90,864	90,876
Deferred availability charges	54,088	54,616
Portion of long-term liabilities due within one year	308,268	377,173
Total Current Liabilities	<u>621,855</u>	<u>678,442</u>
LONG-TERM LIABILITIES:		
Accrued compensated absences	124,938	115,260
2002 Water Refunding Loan Agreement	290,405	398,467
Sewer treatment, 2001 installment payable	971,256	1,108,165
2008 Municipal Finance Corporation installment payable	22,680	44,331
Less: deferred amount on refunding water bonds	<u>(12,357)</u>	<u>(17,299)</u>
Total Long-term Liabilities	<u>1,396,922</u>	<u>1,648,924</u>
TOTAL LIABILITIES	<u>2,018,777</u>	<u>2,327,366</u>
NET ASSETS:		
Invested in capital assets, net of related debt	15,222,919	15,127,229
Restricted for debt service	682,708	763,030
Unrestricted	<u>2,348,981</u>	<u>2,351,356</u>
TOTAL NET ASSETS	<u>\$ 18,254,608</u>	<u>\$ 18,241,615</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND - WATER, AMBULANCE AND SEWER DEPARTMENTS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
OPERATING REVENUES:		
Water Department - Schedule Two	\$ 1,411,000	\$ 1,435,288
Ambulance Department - Schedule Three	489,488	388,599
Sewer Department - Schedule Four	<u>1,429,272</u>	<u>1,368,285</u>
	<u>3,329,760</u>	<u>3,192,172</u>
OPERATING EXPENSES - including depreciation and amortization:		
Water Department - Schedule Two	1,672,371	1,827,052
Ambulance Department - Schedule Three	630,172	586,387
Sewer Department - Schedule Four	<u>1,628,631</u>	<u>1,729,315</u>
	<u>3,931,174</u>	<u>4,142,754</u>
OPERATING LOSS	<u>(601,414)</u>	<u>(950,582)</u>
NON-OPERATING REVENUES AND EXPENSES:		
Revenues:		
Leasing revenue	9,600	15,695
Assessments - water and sewer availability charges	56,273	55,830
Interest	49,196	76,265
Special meter charges - water	139,571	139,266
Special sewer charge - treatment plant	106,058	105,829
Leachate loads	151,841	82,875
Gain on disposal of capital assets	-	31,045
Miscellaneous	<u>156,117</u>	<u>935,404</u>
Total Non-operating Revenues	<u>668,656</u>	<u>1,442,209</u>
Expenses:		
Loss on disposal of capital assets	4,683	-
Interest on long-term debt	81,251	93,945
Cost of assessing availability charges	208	327
Bond issuance costs	<u>750</u>	<u>750</u>
Total Non-operating Expenses	<u>86,892</u>	<u>95,022</u>
Income (Loss) Before Contributions	(19,650)	396,605
Capital contributions - Sewer	22,138	17,001
Capital contributions - Water	<u>10,505</u>	<u>11,244</u>
CHANGE IN NET ASSETS, as restated		424,850
CHANGE IN NET ASSETS	12,993	
Net Assets - beginning of the year	<u>18,241,615</u>	<u>17,816,765</u>
Net Assets - end of the year	<u>\$ 18,254,608</u>	<u>\$ 18,241,615</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF CASH FLOWS

PROPRIETARY FUND - WATER, AMBULANCE AND SEWER DEPARTMENTS

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 3,261,042	\$ 3,264,687
Cash paid for employee services	(2,041,435)	(1,942,256)
Cash paid to suppliers	(1,244,834)	(1,619,110)
Other revenue received	524,521	1,015,462
Miscellaneous expenses paid	(208)	(327)
Net Cash Provided By Operating Activities	<u>499,086</u>	<u>718,456</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Availability charges received	55,945	54,733
Net Cash Provided By Noncapital Financing Activities	<u>55,945</u>	<u>54,733</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds from sale of utility plant	-	33,300
Special meter charges	245,629	245,095
Proceeds from grants to be repaid	-	90,861
Repayment of debt	(338,753)	(304,121)
Capital contributions	112,965	115,897
Interest paid	(84,151)	(95,045)
Acquisition and construction of utility plant	(322,500)	(1,201,823)
Net Cash (Used For) Capital and Related Financing Activities	<u>(386,810)</u>	<u>(1,115,836)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	55,155	78,018
Net Cash Provided By Investing Activities	<u>55,155</u>	<u>78,018</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	223,376	(264,629)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>1,727,928</u>	<u>1,992,557</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,951,304</u>	<u>\$ 1,727,928</u>
RECONCILIATION OF CASH PER STATEMENT OF CASH FLOWS TO THE STATEMENTS OF NET ASSETS:		
CURRENT ASSETS:		
Cash	\$ 221,343	\$ 85,824
Temporary investments	1,729,961	1,642,104
	<u>\$ 1,951,304</u>	<u>\$ 1,727,928</u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF CASH FLOWS

PROPRIETARY FUND - WATER, AMBULANCE AND SEWER DEPARTMENTS

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Loss	\$ (601,414)	\$ (950,582)
Adjustments:		
Depreciation and amortization	565,386	540,639
Other income	317,558	1,033,974
Miscellaneous expenses	(208)	(327)
Changes in Assets and Liabilities:		
(Increase) decrease in accounts receivable	138,245	54,003
(Increase) decrease in prepaid expenses	(139)	(1,611)
(Increase) decrease in deposit - workers' compensation	51,175	(25,740)
(Increase) decrease in inventory	4,400	203
Increase (decrease) in accounts payable	963	(26,211)
Increase (decrease) in payroll withholdings	(74)	(2,110)
Increase (decrease) in accrued vacation and sick pay	12,904	35,673
Increase (decrease) in accrued wages	10,290	60,545
Net Cash Provided By Operating Activities	<u>\$ 499,086</u>	<u>\$ 718,456</u>
NONCASH INVESTING AND FINANCING TRANSACTIONS:		
Acquired capital assets with loan	\$ -	\$ 65,000
Acquired capital assets with accounts payable	9,450	-

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICT
STATEMENTS OF FIDUCIARY ASSETS AND LIABILITIES

JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash with fiscal agent	\$ 136,385	\$ 136,385
Temporary investments	345,387	448,091
Assessments receivable	<u>1,091,048</u>	<u>1,141,048</u>
 TOTAL ASSETS	 <u><u>\$ 1,572,820</u></u>	 <u><u>\$ 1,725,524</u></u>
 LIABILITIES		
Bonds payable - 1915 Act Bonds	\$ 1,080,000	\$ 1,130,000
Due to others	<u>492,820</u>	<u>595,524</u>
 TOTAL LIABILITIES	 <u><u>\$ 1,572,820</u></u>	 <u><u>\$ 1,725,524</u></u>

The accompanying notes are an integral part of these financial statements.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Activities

Running Springs Water District was organized on March 17, 1958 under authority of the California Water Code. The District has been engaged in financing, constructing, operating, maintaining and furnishing water service to its customers since inception. In 1962, the District established a fire department to provide fire protection for the area included in the Water District. In 1976, the sewage disposal system was completed to provide sewer service for the District. An ambulance service has been provided by the District since 1983. In 2005, the Board adopted Ordinance No. 26 which provides authorization for the removal of dead or dying trees.

B. Fund Accounting

The accounts of the Running Springs Water District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenses, or expenditures, as appropriate. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into two generic fund types as follows:

GOVERNMENTAL FUND

General Fund - The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. At the present time the General Fund is used to account for all financial resources of the Fire Department.

PROPRIETARY FUND

Proprietary Fund - The Proprietary Fund is used to account for operations of the Water, Sewer and Ambulance Departments that are financed and operated in a manner similar to private business enterprise - where the intent of the District is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Accounting

Basis of accounting refers to when revenues and expenses or expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates the timing of the measurements made, regardless of the measurement focus applied.

The Proprietary Fund is accounted for using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

The Governmental Fund is accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. "Available" means collectible within the current period or within the 60 days after year end. Expenditures are generally recognized when the related fund liability is incurred.

The District has elected to follow Financial Accounting Standards Board pronouncements issued before November 30, 1989 and all pronouncements of the Governmental Accounting Standards Board.

On July 1, 2002, the District adopted the provisions of Governmental Accounting Standards Board Statement No. 34 "*Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.*" Statement 34 established standards for external financial reporting for all state and local governmental entities, which includes government-wide financial statements, consisting of a statement of net assets and a statement of revenues, expenses and changes in net assets. It requires the classification of net assets into three components – invested in capital assets, net of related debt; restricted; and unrestricted. These classifications are defined as follows:

- *Invested in capital assets, net of related debt* – This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net assets component as the unspent proceeds.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (continued)

- *Restricted* – This component of net assets consists of constraints placed on net asset use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. The District would typically use restricted assets first, as appropriate opportunities arise.
- *Unrestricted net assets* – This component of net assets consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Statement 34 also requires fund financial statements consisting of governmental fund statements and proprietary fund statements. The governmental fund statements include a balance sheet and a statement of revenues, expenditures and changes in fund balance. Both governmental statements must be reconciled to the governmental fund columns on the government-wide financial statements. The proprietary fund statements consist of a statement of net assets, a statement of revenues, expenses and changes in net assets, and a statement of cash flows.

The governmental fund is accounted for on a spending or “financial flow” measurement focus. This means that only current assets and current liabilities are generally included on its balance sheet. Its reported fund balance (net current assets) is considered a measure of “available spendable resources.” Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

On July 1, 2007, the District adopted the provisions of Governmental Auditing Standards Board Statement No. 50 “*Pension Disclosures*.” This statement requires cost-sharing employers to include, in the note disclosure, the required contribution rates of the employer in dollars and the percentage of that amount contributed for the current year and each of the two preceding years and how the contractually required contribution rate is determined.

Effective July 1, 2009, the Running Springs Water District adopted a new accounting statement issued by the Governmental Auditing Standards Board (GASB):

Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*

Statement No. 51 was effective for periods beginning after June 15, 2009. (See NOTE 22).

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Capital Assets

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. The proprietary fund is accounted for on a cost of service or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with its activity are included on its statement of net assets. Its reported net assets are segregated into invested in capital assets, net of related debt; restricted; and unrestricted net assets. Proprietary fund operating statements present change in net assets.

All capital assets are valued at historical cost or estimated historical cost if actual cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. Donated capital assets are recorded in the government-wide statements, but they are not recorded in the governmental fund because current financial resources are not involved.

Depreciation of all exhaustible capital assets used by the Proprietary Fund is charged as an expense against its operations. Accumulated depreciation is reported on the proprietary fund statement of net assets. Depreciation has been provided over the estimated useful lives using the straight line method.

Capital assets used in governmental fund type operations are not accounted for in the governmental funds. However, for the purpose of the government-wide financial statements required under Governmental Accounting Standards Board Statement No. 34, capital assets are recorded and depreciated over the estimated useful lives.

E. Restricted Assets

The District holds certain funds which are restricted for specific purposes. These restricted funds consist principally of construction receivable - upstream users. These funds are not available for general operations.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Classification of Revenue

The enterprise (proprietary) funds of the District classify the revenues into three classifications: operating revenue, non-operating revenue, and contributions.

Operating revenues are defined as revenues realized by the District in exchange for providing its primary services of water distribution, wastewater collection, and ambulance response to its customers. Non-operating revenues are those derived from the investment of cash reserves and from the disposal of excess property, and also include those resources received from entities other than customers, such as governmental agencies and developers, for purposes not related to capital improvement. Donated plant and cash received for capital improvement without the requirement that the District give resources in exchange are recorded as contributions.

G. Other Significant Accounting Policies

Customers are billed on a monthly basis and the related revenues are recorded when customers are billed.

Ambulance customers are billed after service has been provided. The District provides an allowance for doubtful accounts equal to the estimated collection losses that will be incurred in collection of the ambulance receivables. Allowance for uncollectible ambulance fees was \$655,410 at June 30, 2010 and \$525,713 at June 30, 2009.

Inventories of materials and supplies, consisting of parts used for utility plant construction and repair, are carried at cost using first-in, first-out.

Capital contributions represent cash or capital asset additions contributed to the District by property owners or developers desiring service that require capital expenditures or capacity commitment. Depreciation of contributed utility plant additions is charged to operations.

Intergovernmental revenues, such as grant revenues, are recognized as receivables and revenues when all eligibility requirements have been met.

H. Statement of Cash Flows

For purposes of reporting changes in cash flows, the District considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Reporting Entity

In determining the agencies or entities which comprise the governmental entity for financial reporting purposes, the criteria of oversight responsibility over such entities, special financing relationships and scope of public service provided by the entities are used. Oversight responsibility is determined by the extent of financial interdependency, control over the selection of the governing authority and management, ability to significantly influence operations and accountability for fiscal matters. Based on these criteria, all accounts and transactions of the Running Springs Water District and the Running Springs Fire Department are included in these financial statements.

J. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates based on management's knowledge and experience. Due to their prospective nature, actual results could differ from those estimates.

NOTE 2: CASH AND TEMPORARY INVESTMENTS

Cash and investments at June 30, 2010 and 2009 are classified in the accompanying financial statements as follows:

June 30, 2010

	Government Wide Statements of Net Assets	Statements of Fiduciary Assets and Liabilities	Total
Cash	\$ 221,343	\$ 136,385	\$ 357,728
Temporary investments	2,706,489	345,387	3,051,876
	<u>\$ 2,927,832</u>	<u>\$ 481,772</u>	<u>\$ 3,409,604</u>
Demand accounts			\$ 220,343
Petty cash			1,000
Local Agency Investment Fund (LAIF)			3,051,876
Cash with fiscal agents			136,385
			<u>\$ 3,409,604</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 2: CASH AND TEMPORARY INVESTMENTS (continued)

June 30, 2009

	Government Wide Statements of Net Assets	Statements of Fiduciary Assets and Liabilities	Total
Cash	\$ 85,824	\$ 136,385	\$ 222,209
Temporary investments	2,183,083	448,091	2,631,174
	<u>\$ 2,268,907</u>	<u>\$ 584,476</u>	<u>\$ 2,853,383</u>
Demand accounts			\$ 84,824
Petty cash			1,000
Local Agency Investment Fund (LAIF)			2,631,174
Cash with fiscal agents			136,385
			<u>\$ 2,853,383</u>

Investments Authorized by the California Government Code and the District's Investment Policy

The table below identifies the investment types that are authorized by the District's investment policy and in accordance with Section 53601 of the California Government Code. The table also identifies certain provisions of the District's investment policy that address interest rate risk and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Bills, Notes or Bonds	1 year	None	None
Certificates of Deposit	1 year	None	None
California Local Agency Investment Fund	N/A	None	None
Government Agency Securities	1 year	None	None

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 2: CASH AND TEMPORARY INVESTMENTS (continued)

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District can manage its exposure to interest rate risk is by purchasing a combination of shorter and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

As of June 30, 2010 and 2009 the District had the following investments:

	<u>2010</u>		<u>2009</u>	
	<u>Amount</u>	<u>Maturity Date</u>	<u>Amount</u>	<u>Maturity Date</u>
State investment pool	\$ 3,051,876	Weighted average 7 months	\$ 2,631,174	Weighted average 6 months
	<u>\$ 3,051,876</u>		<u>\$ 2,631,174</u>	

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

At June 30, 2010 and 2009, the District does not hold investments that are highly sensitive to interest rate fluctuations beyond that already indicated in the information provided above.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the District's investment policy and the actual rating as of year end for each investment type.

<u>Investment Type</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Not Rated</u>
<u>June 30, 2010</u>			
State Investment Pool	<u>\$ 3,051,876</u>	N/A	<u>\$ 3,051,876</u>
<u>June 30, 2009</u>			
State Investment Pool	<u>\$ 2,631,174</u>	N/A	<u>\$ 2,631,174</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 2: CASH AND TEMPORARY INVESTMENTS (continued)

Concentration of Credit Risk

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. At June 30, 2010 and 2009, the District did not hold any investments in any one issuer (other than external pools) that represent 5% or more of total District investments.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that in the event of the failure, of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies.

As of June 30, 2010 and 2009, \$6,610 and \$0, respectively, of the District's deposits with financial institutions were in excess of federal depository insurance limits.

Investment in State Investment Pool

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California, and all LAIF financial reports can be accessed from the State Treasurers web page. The District's investment in this pool is reported in the accompanying financial statements at cost which approximates fair value at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. The pool is run with "dollar-in, dollar-out" participation. The difference between fair value and amortized cost is immaterial. There are no adjustments to reflect changes in fair value.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 3: ACCOUNTS RECEIVABLE – CUSTOMERS

Accounts receivable from customers consists of the following at June 30, 2010 and 2009:

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Customers – water and sewer	\$ 171,290	\$ 177,396
Ambulance receivable	994,375	840,450
Allowance for uncollectible ambulance charges	(655,410)	(525,713)
	<u>\$ 510,255</u>	<u>\$ 492,133</u>

Management considers the receivable from water and sewer customers to be fully collectible; accordingly, the allowance for doubtful accounts for water and sewer customers is zero.

NOTE 4: OTHER RECEIVABLES

Other receivables consist of the following at June 30, 2010 and 2009:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>6/30/10</u>	<u>6/30/09</u>	<u>6/30/10</u>	<u>6/30/09</u>
Upstream users – CSA79 and Arrowbear San Bernardino County (Leachate)	\$ -	\$ -	\$ 105,521	\$ 90,827
Insurance receivable	-	-	40,183	5,334
Miscellaneous	-	18	5,148	212,109
Payroll related items	-	3,944	1,433	1,614
	<u>\$ -</u>	<u>\$ 3,962</u>	<u>\$ 153,507</u>	<u>\$ 309,884</u>

NOTE 5: ASSESSMENT DISTRICTS

The District has formed ten assessment districts for the purpose of constructing and installing sewer interceptor lines, lift stations and water systems.

Assessment Districts No. 1 through No. 5 were organized and assessments issued pursuant to the provisions of the Municipal Improvement Act of 1913, Division 12, of the Streets and Highways Code of the State of California. Serial bonds were issued on all unpaid assessments in accordance with part 5, Division 7, of the Streets and Highways Code of the State of California and the Improvement Act of 1911. These bonds extended over a period of nine years and bore interest at the rate of 7% per annum. Resolutions were passed by the District's Board of Directors designating the County Treasurer of San Bernardino County to act as assessment collection agency for the five assessment districts.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 5: ASSESSMENT DISTRICTS (continued)

Assessment Districts No. 6 and No. 7 were formed during 1975-76. Bonds were issued pursuant to the Improvement Act of 1915, Division 10, of the Streets and Highways Code of the State of California. These bonds, which extended over a period of 24 years and bore interest at the rate of 5% per annum, were payable to Farmers Home Administration. These bonds were paid off during the fiscal year ended June 30, 1997.

Assessment District No. 8 was organized and assessments issued pursuant to the provisions of the Municipal Improvement Act of 1913, Division 12, of the Streets and Highways Code of the State of California. Serial bonds were issued on all unpaid assessments in accordance with part 5, Division 7, of the Streets and Highways Code of the State of California and the Improvement Act of 1911. These bonds extended over a period of five years and bore interest at the rate of 11% per annum. Resolutions were passed by the District's Board of Directors, designating the Secretary-Treasurer of the Running Springs Water District to act as assessment collection agency for the assessment district.

Assessment District No. 9 was organized and assessments issued pursuant to the provisions of the Municipal Improvement Act of 1913, Division 12, of the Streets and Highways Code of the State of California. Serial bonds were issued on all unpaid assessments in accordance with part 5, Division 7, of the Streets and Highways Code of the State of California and the Improvement Act of 1911. These bonds extended over a period of fifteen years and bore interest at the rate of 4.5% to 7.5% per annum. Resolutions were passed by the District's Board of Directors, designating the County Treasurer of San Bernardino County to act as assessment collection agency for the assessment district. These bonds were paid off during the fiscal year ended June 30, 2007.

On July 1, 2003, the District completed forming Assessment District No. 10 (Rimwood area). The Assessment District was formed, and the construction and acquisition of the water improvements was completed as of June 30, 2005, as authorized under the provisions of the Municipal Improvement Act of 1913 (Division 12 of the California Streets and Highways Code) (the "1913 Act"). The Bonds have been issued pursuant to the provisions of the Improvement Bond Act of 1915 (Division 10 of the California Streets and Highways Code) (the "1915 Act"). Running Springs Water District 2004 Limited Obligation Improvement Bonds, Running Springs Water District, Assessment District No. 10 (the "Bonds") were issued in the aggregate principal amount of \$1,361,000. The property owners in Assessment District No. 10 will be assessed annual property taxes to pay for these "Bonds." Resolutions were passed by the District's Board of Directors designating the County Treasurer of San Bernardino County to act as assessment collection agency for the assessment district.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 6: CAPITAL ASSETS

Capital assets activity for the years ended June 30, 2010 and 2009 was as follows:

June 30, 2010GOVERNMENTAL ACTIVITIES:

	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010
FIRE DEPARTMENT:				
Land and land rights	\$ 414,676	\$ -	\$ -	\$ 414,676
Structures and improvements	395,451	-	-	395,451
Fire trucks and mounted equipment	835,972	10,287	118,417	727,842
Special purpose equipment	565,672	20,638	40,996	545,314
Office equipment	19,554	-	-	19,554
Shop and station equipment	27,855	-	17,655	10,200
TOTALS	<u>\$ 2,259,180</u>	<u>\$ 30,925</u>	<u>\$ 177,068</u>	<u>\$ 2,113,037</u>

BUSINESS-TYPE ACTIVITIES:

	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010
WATER DEPARTMENT:				
Land and land rights	\$ 645,351	\$ 31,157	\$ -	\$ 676,508
Source of supply plant	997,538	-	-	997,538
Pumping plant	186,919	3,560	-	190,479
Water treatment plant	62,153	1,882	-	64,035
Transmission and distribution plant	8,049,755	12,762	5,833	8,056,684
Office furniture and equipment	162,556	2,285	943	163,898
Transportation equipment	267,795	-	-	267,795
Tools and shop equipment	15,631	-	-	15,631
Structures - office and shop	645,012	-	-	645,012
Communication equipment	20,069	5,600	-	25,669
Special purpose equipment	160,420	-	4,203	156,217
	<u>11,213,199</u>	<u>57,246</u>	<u>10,979</u>	<u>11,259,466</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 6: CAPITAL ASSETS (continued)

June 30, 2010 (continued)BUSINESS-TYPE ACTIVITIES (continued):

	Balance <u>June 30, 2009</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2010</u>
SEWER DEPARTMENT:				
Land and land rights	\$ 322,006	\$ -	\$ -	\$ 322,006
Structures and improvements	302,127	-	-	302,127
Sewer collection facility	7,334,623	22,315	15,443	7,341,495
Sewer treatment facility	5,739,982	97,702	-	5,837,684
Sewer disposal facility	1,380,369	-	-	1,380,369
General plant facilities	526,746	-	-	526,746
	<u>15,605,853</u>	<u>120,017</u>	<u>15,443</u>	<u>15,710,427</u>
AMBULANCE DEPARTMENT:				
Special purpose equipment	133,424	-	985	132,439
Equipment - trucks	311,294	4,943	-	316,237
Office equipment	9,905	-	-	9,905
	<u>454,623</u>	<u>4,943</u>	<u>985</u>	<u>458,581</u>
TOTALS	<u>\$ 27,273,675</u>	<u>\$ 182,206</u>	<u>\$ 27,407</u>	<u>\$ 27,428,474</u>
GOVERNMENT-WIDE TOTALS	<u>\$ 29,532,855</u>	<u>\$ 213,131</u>	<u>\$ 204,475</u>	<u>\$ 29,541,511</u>

June 30, 2009GOVERNMENTAL ACTIVITIES:

	Balance <u>June 30, 2008</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2009</u>
FIRE DEPARTMENT:				
Land and land rights	\$ 414,676	\$ -	\$ -	\$ 414,676
Structures and improvements	391,751	3,700	-	395,451
Fire trucks and mounted equipment	835,972	-	-	835,972
Special purpose equipment	565,672	-	-	565,672
Office equipment	18,111	1,443	-	19,554
Shop and station equipment	27,855	-	-	27,855
TOTALS	<u>\$ 2,254,037</u>	<u>\$ 5,143</u>	<u>\$ -</u>	<u>\$ 2,259,180</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 6: CAPITAL ASSETS (continued)

June 30, 2009 (continued)BUSINESS-TYPE ACTIVITIES:

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2009</u>
WATER DEPARTMENT:				
Land and land rights	\$ 647,606	\$ -	\$ 2,255	\$ 645,351
Source of supply plant	728,313	269,225	-	997,538
Pumping plant	184,581	2,338	-	186,919
Water treatment plant	60,312	1,841	-	62,153
Transmission and distribution plant	7,912,700	137,055	-	8,049,755
Office furniture and equipment	168,405	2,575	8,424	162,556
Transportation equipment	264,175	14,476	10,856	267,795
Tools and shop equipment	21,408	4,384	10,161	15,631
Structures - office and shop	645,012	-	-	645,012
Communication equipment	20,069	-	-	20,069
Special purpose equipment	162,100	-	1,680	160,420
	<u>10,814,681</u>	<u>431,894</u>	<u>33,376</u>	<u>11,213,199</u>
SEWER DEPARTMENT:				
Land and land rights	319,382	2,624	-	322,006
Structures and improvements	302,127	-	-	302,127
Sewer collection facility	6,560,441	777,072	2,890	7,334,623
Sewer treatment facility	5,586,183	153,799	-	5,739,982
Sewer disposal facility	1,353,633	26,736	-	1,380,369
General plant facilities	525,813	1,430	497	526,746
	<u>14,647,579</u>	<u>961,661</u>	<u>3,387</u>	<u>15,605,853</u>
AMBULANCE DEPARTMENT:				
Special purpose equipment	133,424	-	-	133,424
Equipment - trucks	208,989	102,305	-	311,294
Office equipment	9,905	-	-	9,905
	<u>352,318</u>	<u>102,305</u>	<u>-</u>	<u>454,623</u>
TOTALS	<u>\$ 25,814,578</u>	<u>\$ 1,495,860</u>	<u>\$ 36,763</u>	<u>\$ 27,273,675</u>
GOVERNMENT-WIDE TOTALS	<u>\$ 28,068,615</u>	<u>\$ 1,501,003</u>	<u>\$ 36,763</u>	<u>\$ 29,532,855</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 7: OTHER PAYABLES

Other payables consist of the following at June 30, 2010 and 2009:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>6/30/10</u>	<u>6/30/09</u>	<u>6/30/10</u>	<u>6/30/09</u>
Grants payable	\$ 1,527	\$ 1,527	\$ 90,861	\$ 90,861
Miscellaneous	-	-	3	15
	<u>\$ 1,527</u>	<u>\$ 1,527</u>	<u>\$ 90,864</u>	<u>\$ 90,876</u>

NOTE 8: LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities:

GOVERNMENTAL ACTIVITIES:June 30, 2010

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2010</u>	<u>Due Within</u> <u>One Year</u>
Compensated absences	\$ 171,947	\$ 91,577	\$ 101,337	\$ 162,187	\$ 40,547
Total Long-term Liabilities	<u>\$ 171,947</u>	<u>\$ 91,577</u>	<u>\$ 101,337</u>	<u>\$ 162,187</u>	<u>\$ 40,547</u>

June 30, 2009

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2009</u>	<u>Due Within</u> <u>One Year</u>
Compensated absences	\$ 120,684	\$ 93,581	\$ 42,318	\$ 171,947	\$ 42,987
Total Long-term Liabilities	<u>\$ 120,684</u>	<u>\$ 93,581</u>	<u>\$ 42,318</u>	<u>\$ 171,947</u>	<u>\$ 42,987</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 8: LONG-TERM LIABILITIES (continued)

BUSINESS-TYPE ACTIVITIES:June 30, 2010

	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Due Within One Year
Bonds and Notes Payable:					
2002 Water Refunding Loan Agreement	\$ 502,181	\$ -	\$ 103,714	\$ 398,467	\$ 108,062
Sewer Treatment, 2001 installment payable	1,238,795	-	130,630	1,108,165	136,909
2006 Municipal Finance Corporation installment payable	83,740	-	83,740	-	-
2008 Municipal Finance Corporation installment payable	65,000	-	20,669	44,331	21,651
Less: deferred amount on refunding water bonds	(17,299)	-	(4,942)	(12,357)	-
	<u>1,872,417</u>	<u>-</u>	<u>333,811</u>	<u>1,538,606</u>	<u>266,622</u>
Compensated absences	<u>153,680</u>	<u>81,848</u>	<u>68,944</u>	<u>166,584</u>	<u>41,646</u>
Total Long-term Liabilities	<u>\$ 2,026,097</u>	<u>\$ 81,848</u>	<u>\$ 402,755</u>	<u>\$ 1,705,190</u>	<u>\$ 308,268</u>

June 30, 2009

	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	Due Within One Year
Bonds and Notes Payable:					
2002 Water Refunding Loan Agreement	\$ 601,721	\$ -	\$ 99,540	\$ 502,181	\$ 103,714
Sewer Treatment, 2001 installment payable	1,363,434	-	124,639	1,238,795	130,630
2006 Municipal Finance Corporation installment payable	163,682	-	79,942	83,740	83,740
2008 Municipal Finance Corporation installment payable	-	65,000	-	65,000	20,669
Less: deferred amount on refunding water bonds	(22,242)	-	(4,943)	(17,299)	-
	<u>2,106,595</u>	<u>65,000</u>	<u>299,178</u>	<u>1,872,417</u>	<u>338,753</u>
Compensated absences	<u>118,007</u>	<u>91,505</u>	<u>55,832</u>	<u>153,680</u>	<u>38,420</u>
Total Long-term Liabilities	<u>\$ 2,224,602</u>	<u>\$ 156,505</u>	<u>\$ 355,010</u>	<u>\$ 2,026,097</u>	<u>\$ 377,173</u>

RUNNING SPRINGS WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009

NOTE 8: LONG-TERM LIABILITIES (continued)

The annual requirements to amortize all debt outstanding as of June 30, 2010, including interest payments of \$244,345, are as follows:

BUSINESS-TYPE ACTIVITIES

Year Ending June 30,	2002 Water Refunding Loan Agreement		2001 Sewer Treatment Installment Payable		2008 Municipal Finance Corporation Installment Payable		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 108,062	\$ 15,426	\$ 136,909	\$ 51,031	\$ 21,651	\$ 2,106	\$ 266,622	\$ 68,563
2012	112,594	10,896	143,488	44,450	22,680	1,077	278,762	56,423
2013	117,315	6,174	150,385	37,554	-	-	267,700	43,728
2014	60,496	1,255	157,614	30,326	-	-	218,110	31,581
2015	-	-	165,189	22,750	-	-	165,189	22,750
2016 - 2017	-	-	354,580	21,300	-	-	354,580	21,300
	<u>\$ 398,467</u>	<u>\$ 33,751</u>	<u>\$ 1,108,165</u>	<u>\$ 207,411</u>	<u>\$ 44,331</u>	<u>\$ 3,183</u>	<u>\$ 1,550,963</u>	<u>\$ 244,345</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 9: NET ASSETS – RESTRICTED (GOVERNMENT-WIDE STATEMENTS)

Invested in Capital Assets, Net of Related Debt

The amount invested in capital assets at June 30, 2010 consists of the following:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Capital assets (net of accumulated depreciation)	\$ 1,159,357	\$ 16,602,391	\$ 17,761,748
Construction in progress	-	159,134	159,134
Less: debt related to capital assets	-	(1,538,606)	(1,538,606)
Invested in capital assets, net of related debt	<u>\$ 1,159,357</u>	<u>\$ 15,222,919</u>	<u>\$ 16,382,276</u>

Restricted for Debt Service

The amount restricted for debt service at June 30, 2010 consists of the following:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Construction receivable - upstream users Restricted to pay debt	<u>\$ -</u>	<u>\$ 682,708</u>	<u>\$ 682,708</u>

NOTE 10: INSURANCE RECOVERIES

The District has received insurance recoveries for the Slide Fire that have been included in other revenue (Exhibit "E") and miscellaneous (Exhibit "H") as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
June 30, 2008	\$ 8,000	\$ 333,597	\$ 341,597
June 30, 2009	(3,244)	911,318	908,074
June 30, 2010	-	139,860	139,860
Cumulative total	<u>\$ 4,756</u>	<u>\$ 1,384,775</u>	<u>\$ 1,389,531</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 11: PENSION PLAN

Plan Description

The District contributes to the California Public Employees Retirement System (PERS), a cost-sharing multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and District policy. Copies of PERS' annual financial report may be obtained from their executive office: 400 P Street, Sacramento, CA 95814.

Funding Policy

Miscellaneous plan participants are required to contribute 8% and safety plan participants are required to contribute 9% of their annual covered salary. The District makes the contributions required of District employees on their behalf and for their account. The District is required to contribute at an actuarially determined rate; the contribution rate indicated for the period is 18.458% for the miscellaneous plan and 28.091% for the safety plan of covered payroll. The contribution requirements of plan members and the District are established and may be amended by PERS.

For the year ended June 30, 2010, the amount contributed by the District on behalf of the employees was \$654,808 and was equal to the District's required contributions. The required contribution was determined as part of the June 30, 2007, actuarial valuation using the entry age actuarial cost method.

Three Year Trend Information for Running Springs Water District

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2008	\$ 536,667	100%	\$ -
June 30, 2009	648,277	100%	-
June 30, 2010	654,808	100%	-

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 11: PENSION PLAN (continued)

Assembly Bill 1974, which added Sections 20840-20842 to the California Government Code allowed PERS to create risk pools and mandate public agency participation in those pools. Commencing with the valuation of June 30, 2003, mandatory pooling was established for plans with less than 100 active members. As a result, the Running Springs Water District was required to participate in a risk pool of other agencies with less than 100 employees.

At the time of joining a risk pool (valuation of June 30, 2003), a side fund was created to account for the difference between the funded status of the pool and funded status of the District's plan. The side fund for the District's plan as of the June 30, 2007 valuation was a negative \$1,034,826 for the miscellaneous plan and a negative \$649,768 for the safety plan.

The side fund will be credited, on an annual basis, with the actuarial investment return assumption. This assumption is currently 7.75%. The negative side fund will cause the District's required employer contribution rate to be increased by the Amortization of the Side Fund. In the absence of subsequent contract amendments or funding charges, the side fund will disappear at the end of the amortization period. The amortization period remaining as of June 30, 2007, was 17 years for the miscellaneous plan and 12 years for the safety plan.

NOTE 12: SAFE DRINKING WATER LOAN CONTRACT, ISSUANCE OF WATER REFUNDING REVENUE BOND, SERIES 1993 AND ISSUANCE OF 2002 WATER REFUNDING LOAN AGREEMENT

On June 13, 1984, the District executed a contract with the State of California Department of Water Resources under the Safe Drinking Water Bond Law of 1976, for a loan not to exceed \$1,545,000 to assist in financing construction required to meet safe drinking water standards established pursuant to the Health and Safety Code. The initial rate of interest on this loan was 8 1/2% per annum, subject to adjustment by the State Treasurer. In accordance with the Safe Drinking Water Bond Law of 1988, the State determined the actual interest rate to be 8.1% and the change was effective retroactively to the inception of the loan.

On September 15, 1993, the District issued Water Refunding Revenue Bond, Series 1993, in the amount of \$1,474,724 at 6.5% interest rate to pay off the State of California Safe Drinking Water loan contract. The Refunding Bond was payable in forty semi-annual installments with the first installment due January 1, 1994, and could not be redeemed, in whole or part, prior to July 2003.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009**NOTE 12: SAFE DRINKING WATER LOAN CONTRACT, ISSUANCE OF WATER REFUNDING REVENUE BOND, SERIES 1993 AND ISSUANCE OF 2002 WATER REFUNDING LOAN AGREEMENT (continued)**

On December 30, 2002, the District completed a refunding of the Water Refunding Revenue Bond, Series 1993 by issuing the 2002 Water Refunding Loan Agreement in the amount of \$1,042,337 at 4.15% interest rate. The 2002 Water Refunding Loan Agreement is payable in twenty-one semi-annual installments with the first installment due July 1, 2003. The District may, at its option, prepay the unpaid principal components of the loan commencing on January 1, 2004 and on any loan repayment date thereafter, in whole, upon not less than 60 days prior written notice to the lender, at a prepayment price equal to 100% of the principal amount of the loan to be repaid, plus accrued interest on the loan to the prepayment date, plus a prepayment premium equal to 1% of the principal amount of the loan to be prepaid.

NOTE 13: DEFEASED DEBT

On December 30, 2002, the District issued 2002 Water Refunding Loan Agreement in the amount of \$1,042,337 with interest at 4.15% to advance refund the Water Refunding Revenue Bond, Series 1993 totaling \$1,034,836. The Water Refunding Revenue Bond, Series 1993 mature on July 1, 2013 and were callable on July 1, 2003. The net proceeds of \$1,034,836 (after \$7,501 issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all debt service payments on the Water Refunding Revenue Bond, Series 1993 until the bonds were called on July 1, 2003. As a result, the Series 1993 bonds are considered to be defeased and the liability for those bonds was removed as a liability of the District.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of \$49,426. This difference, reported in the accompanying financial statements as a deduction from 2002 Water Refunding Loan Agreement payable is being charged as a component of interest expense through July 1, 2013 using the straight-line method of amortization. The District in effect reduced its aggregate debt service cash flow by \$84,739 over the 10 ½ years and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$67,877.

NOTE 14: SEWER TREATMENT, 2001 INSTALLMENT PAYABLE

On December 21, 2001, the District issued Sewer Treatment, 2001 Installment Payable in the amount of \$2,000,000 at 4.75% to pay for sewer treatment plant improvements. The installment payable is being repaid in thirty semi-annual installments with the first installment due September 21, 2002.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 15: 2006 MUNICIPAL FINANCE CORPORATION INSTALLMENT PAYABLE

On July 19, 2006, the District executed an installment sale agreement with Municipal Finance Corporation in the amount of \$240,000 at 4.75% to pay for the purchase of various vehicles. The agreement dictates that the vehicles purchased are collateral for the loan. The installment payable was to be paid in three annual installments beginning August 2, 2007. The loan was paid in full in August 2009.

NOTE 16: 2008 MUNICIPAL FINANCE CORPORATION INSTALLMENT PAYABLE

On December 30, 2008, the District executed an installment sale agreement with Municipal Finance Corporation in the amount of \$65,000 at 4.75% to pay for the purchase of a new 2007 Chevy Type II leader van ambulance. The agreement dictates that the ambulance purchased is collateral for the loan. The installment payable is to be paid in three annual installments beginning February 18, 2010.

NOTE 17: RISK MANAGEMENT

The District participates in a risk management under a joint powers agreement (JPA) with the Special District Risk Management Authority (Authority). The Authority was created under the provisions of California Government Code Section 6500 *et. seq.*

The Authority is governed by a board consisting of seven members who are elected at-large from the membership. The board controls the operations of the Authority including selection of management and approval of operating budgets. The relationship between the District and the Authority is such that the Authority is not a component unit of the District for financial reporting purposes.

The purpose of the Authority is to provide risk financing and risk management services by arranging and administering programs of insurance. At June 30, 2010, the District participation in the insurance programs of the Authority was as follows:

		Limits	Deductible
Personal Injury and Property Damage Liability Coverage - General	\$10,000,000	per occurrence / aggregate where applicable	\$500 (property damage only)
Personal Injury and Property Damage Liability Coverage - Auto	\$10,000,000	per accident	\$1,000
Public Officials and Employees Errors and Omissions Liability	\$10,000,000	per wrongful act / annual member aggregate	none
Employment Practices Liability	\$10,000,000	per wrongful employment practice / aggregate limits per member included with Public Officials and Employee Errors and Omissions Coverage	none up to \$10,000 50% co-insurance from \$10,000 to \$50,000 none for amounts greater than \$50,000
Employee Benefits Liability	\$10,000,000	per wrongful act / annual member aggregate	none

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 17: RISK MANAGEMENT (continued)

		Limits	Deductible
Employee Dishonesty Coverage	\$400,000	per loss	none
Public Officials Personal Liability	\$500,000	per occurrence / annual aggregate per Board Member	\$ 500
Automobile Physical Damage	ACV Limits	replacement cost (stated value adjusted for depreciation) (on selected vehicles)	\$250/\$500 or \$500/\$1,000 comprehensive / collision (as elected per vehicle)
Uninsured Motorist Bodily Injury Coverage	\$750,000	per accident	none
Property Coverage	\$1,000,000,000	replacement cost for scheduled property if replaced (if not replaced within two years, actual cash value basis)	\$2,000
Boiler and Machinery	\$100,000,000	replacement cost	\$1,000

NOTE 18: SALVAGE VALUES PERTAINING TO GRANT MONIES

The District received a Volunteer Fire Assistance (VFA) award from the State of California Department of Forestry and Fire Protection in the amount of \$180,000 during the year ended June 30, 2006. The grant was to assist with the purchase of the Type III Wildland Fire Engine, which was purchased in September 2005. Under the grant agreement, the Federal Government has a vested interest in the fire engine until such time as the fair market value is less than \$5,000. The VFA percentage used to purchase the equipment will be applied to the sale price and recovered for the Government during the sale. The Federal Government may not have to be reimbursed if the disposal sale amounts to a fair market value of less than \$5,000.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 19: OPERATING LEASES

The District has two operating leases: a copy machine and a postage machine. The copy machine lease expires in March 2011, and the postage machine lease expires in May 2012. The following is a schedule of future minimum lease payments required under the operating leases that have initial or remaining non-cancelable lease terms in excess of one year as of June 30, 2010:

<u>Year Ended</u>	<u>Copy Machine</u>	<u>Postage Machine</u>	<u>Totals</u>
June 30, 2011	\$ 2,241	\$ 1,980	\$ 4,221
June 30, 2012	-	1,980	1,980
	<u>\$ 2,241</u>	<u>\$ 3,960</u>	<u>\$ 6,201</u>

NOTE 20: LOSS CONTINGENCY

On January 1, 2010, Section 2 of Section 116875 of the Health and Safety Code of California became operative. The section modified the allowed content of lead in pipes and plumbing supplies in order to be considered "lead free." Management is in the process of evaluating the effects that this modified law will have on the District. It is likely that some of the District's inventory will need to be scrapped as obsolete. As of June 30, 2010, the amount of the loss cannot be reasonably estimated.

NOTE 21: FINANCIAL STATEMENT PRESENTATION

Certain amounts in the June 30, 2009 financial statements have been reclassified to conform to the June 30, 2010 presentation.

A portion of the compensated absences balance previously reported as current was reclassified to long-term. As a result, the Fund Balance in the Governmental Fund was restated. The long-term portion does not require the use of current financial resources and is not reported as an expenditure in the governmental fund.

NOTE 22: CHANGE IN ACCOUNTING PRINCIPLE AND PRIOR PERIOD ADJUSTMENT

Beginning net assets have been restated as a result of both a change in accounting principle and a prior period adjustment.

Change in Accounting Principle

The Governmental Accounting Standards Board (GASB) issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets* in June 2007, which is effective for periods that begin after June 15, 2009. For Running Springs Water District, that means the fiscal year July 1, 2009 – June 30, 2010.

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 22: CHANGE IN ACCOUNTING PRINCIPLE AND PRIOR PERIOD ADJUSTMENT (continued)

Change in Accounting Principle (continued)

GASB 51 requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. GASB 51 also requires that an intangible asset be recognized in the statement of net assets only if it is considered "identifiable" meaning that it either: can be separated or divided from the government; or arises from contractual or other legal rights. Additionally, the statement establishes a specified-conditions approach to recognizing intangible assets that are internally generated.

For governments that were classified as phase 1 or phase 2 governments for the purposes of implementing GASB 34, retroactive reporting was required for intangible assets acquired in fiscal years ending after June 30, 1980, except for those considered to have indefinite useful lives as of the effective date of the statement and those that would be considered internally generated. Retroactive reporting of these intangible assets by phase 3 governments was encouraged but not required. Running Springs Water District falls in the category of phase 3 and opted to retroactively report the changes for GASB 51 because of the comparative statement presentation of the financial statements.

For the year ended June 30, 2009, the District originally reported professional fees associated with the water and sewer master plans in construction in process as costs to be capitalized and amortized after the plans were complete. Under the provisions of GASB 51, master plan costs would not meet the criteria to be "identifiable" because the costs could not be separated from the government. Therefore, the change in accounting principle restates the year ended June 30, 2009 by decreasing construction in progress and increasing professional fees expense as follows:

<u>June 30, 2009</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
NONCURRENT ASSETS:			
Decrease in the construction in process	\$ -	\$ (92,807)	\$ (92,807)
OPERATING EXPENSES:			
Increase in professional services			
Water Enterprise	\$ -	\$ 36,850	\$ 36,850
Sewer Enterprise	-	55,957	55,957
Proprietary Funds Total	<u>\$ -</u>	<u>\$ 92,807</u>	<u>\$ 92,807</u>
CHANGE IN NET ASSETS:			
Decrease in net assets			
Water Enterprise	\$ -	\$ (36,850)	\$ (36,850)
Sewer Enterprise	-	(55,957)	(55,957)
Proprietary Funds Total	<u>\$ -</u>	<u>\$ (92,807)</u>	<u>\$ (92,807)</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 22: CHANGE IN ACCOUNTING PRINCIPLE AND PRIOR PERIOD ADJUSTMENT (continued)

Prior Period Adjustment

Effective July 1, 2010, the District terminated workers' compensation coverage with The Public Agency Self-Insurance System – of San Bernardino County (PASIS) and began participation in the workers' compensation program offered by the Special District Risk Management Authority (SDRMA). During the transition, it was discovered that excess contributions, which had accumulated in a deposit balance with PASIS over the years since the initial membership, were consistently expensed on the books of the District.

The beginning of the year net assets have been restated for both years presented to account for the deposit balance. The Statement of Revenues, Expenditure, and Changes in Fund Balance (Governmental Fund) and the Statement of Revenues, Expenses and Changes in Net Assets (Proprietary Fund) for the year ended June 30, 2009 have been restated to record the activity in the deposit balance during the year, which consisted of interest earned on the balance and claim payments recorded as insurance expense for the District. The summary of line items restated is as follows:

<u>June 30, 2009</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
CURRENT ASSETS and TOTAL ASSETS:			
Increase in deposit - workers' compensation	\$ 184,956	\$ 170,729	\$ 355,685
REVENUES:			
Interest revenue on workers' compensation deposit			
Fire Protection	\$ 3,550	\$ -	\$ 3,550
Water Enterprise	-	1,706	1,706
Sewer Enterprise	-	1,570	1,570
EXPENDITURES:			
Decrease in insurance			
Fire Protection	(24,335)	-	(24,335)
Water Enterprise	-	(11,700)	(11,700)
Sewer Enterprise	-	(10,764)	(10,764)
Effect on net change in fund balance and net assets	<u>\$ 27,885</u>	<u>\$ 25,740</u>	<u>\$ 53,625</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 22: CHANGE IN ACCOUNTING PRINCIPLE AND PRIOR PERIOD ADJUSTMENT (continued)

Prior Period Adjustment (continued)

The Net Assets restated as a result of both the change in accounting principle and the prior period adjustment for June 30, 2010 and June 30, 2009 are as follows:

<u>June 30, 2010</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net Assets - beginning of the year, as previously stated	\$ 1,742,770	\$ 18,163,693	\$ 19,906,463
<u>Prior Period Adjustment</u> Increase resulting from workers' compensation insurance deposit not previously established	184,956	170,729	355,685
<u>Change in Accounting Principle</u> Decrease for intangibles previously capitalized now expensed	-	(92,807)	(92,807)
Net Assets - beginning of the year, as restated	<u>\$ 1,927,726</u>	<u>\$ 18,241,615</u>	<u>\$ 20,169,341</u>
<u>June 30, 2009</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net Assets - beginning of the year, as previously stated	\$ 1,489,282	\$ 17,671,776	\$ 19,161,058
<u>Prior Period Adjustment</u> Increase resulting from workers' compensation insurance deposit not previously established	157,071	144,989	302,060
Net Assets - beginning of the year, as restated	<u>\$ 1,646,353</u>	<u>\$ 17,816,765</u>	<u>\$ 19,463,118</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 22: CHANGE IN ACCOUNTING PRINCIPLE AND PRIOR PERIOD ADJUSTMENT (continued)

Prior Period Adjustment (continued)

The Fund Balance in the Governmental Fund restated as a result of both the prior period adjustment and the reclassification of compensated absences for June 30, 2010 and June 30, 2009 are as follows:

<u>Governmental Fund</u>	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Fund Balance - beginning of the year, as previously stated	\$ 507,625	\$ 176,777
<u>Prior Period Adjustment</u>		
Increase resulting from workers' compensation insurance deposit not previously established	184,956	157,071
<u>Reclassification</u>		
Long-term compensated balances reclassified from current	<u>128,960</u>	<u>90,513</u>
Fund Balance - beginning of the year, as restated	<u>\$ 821,541</u>	<u>\$ 424,361</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 22: CHANGE IN ACCOUNTING PRINCIPLE AND PRIOR PERIOD ADJUSTMENT (continued)

Prior Period Adjustment (continued)

The Change in Net Assets restated as a result of both the change in accounting principle and the prior period adjustment for June 30, 2009 are as follows:

<u>June 30, 2009</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Change in Net Assets, as previously stated	\$ 253,488	\$ 491,917	\$ 745,405
<u>Prior Period Adjustment</u>			
Interest revenue on workers' compensation deposit	3,550	3,276	6,826
Decrease in insurance expenditures / expenses	24,335	22,464	46,799
<u>Change in Accounting Principle</u>			
Increase in professional services expenses	-	(92,807)	(92,807)
Change in Net Assets, as restated	<u>\$ 281,373</u>	<u>\$ 424,850</u>	<u>\$ 706,223</u>

RUNNING SPRINGS WATER DISTRICTNOTES TO FINANCIAL STATEMENTSJUNE 30, 2010 AND 2009

NOTE 23: NEW PRONOUNCEMENT

In March 2009, the Governmental Accounting Standards Board (GASB) approved Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (Statement). Certain of the significant changes in the Statement will require the following:

Fund balance for the District's governmental fund will be displayed in the following classifications depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

- *Nonspendable fund balance*—amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts) or are legally or contractually required to be maintained intact.
- *Restricted fund balance*—amounts that can be spent only for specific purposes because of constraints imposed by external providers (such as grantors, bondholders, and higher levels of government), or imposed by constitutional provisions or enabling legislation.
- *Committed fund balance*—amounts that can be spent only for specific purposes determined by a formal action of the District's Board.
- *Assigned fund balance*—amounts the District intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed.
- *Unassigned fund balance*—amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

The Statement also establishes several new presentation and disclosure requirements.

The provisions of GASBS No. 54 must be implemented by the District no later than the fiscal year beginning July 1, 2010. Implementation will require the District to restate the existing fund balance for the governmental fund.

NOTE 24: SUBSEQUENT EVENTS

Effective July 1, 2010, the District terminated workers' compensation coverage with The Public Agency Self-Insurance System – of San Bernardino County (PASIS) and began participation in the workers' compensation program offered by the Special District Risk Management Authority (SDRMA). All claims initiated on or after July 1, 2010 will be administered by SDRMA. Claims occurring on or before June 30, 2010, will be administered by York Insurance Services Group, Inc. – California, a California Corporation (York). The District entered into a self-insurance agreement with York effective July 1, 2010 and will pay administration fees of \$112 per open claim each month.

On September 15, 2010, the District decided to pay off the remaining balance of the 2002 Water Refunding loan on January 11, 2011. The early payment will be made from District reserve funds. See Note 12 and Schedule Five for loan information.

Subsequent events have been evaluated through November 10, 2010, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

RUNNING SPRINGS WATER DISTRICT

BUDGETARY COMPARISON SCHEDULE

GOVERNMENTAL FUND - FIRE PROTECTION

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010				2009			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)		Original	Final	(Budgetary Basis)	
REVENUES:								
Property taxes	\$ 1,420,000	\$ 1,420,000	\$ 1,531,039	\$ 111,039	\$ 1,420,000	\$ 1,420,000	\$ 1,628,493	\$ 208,493
Assessments - fire availability charges	191,425	191,425	200,965	9,540	191,425	191,425	197,924	6,499
Other revenue	-	-	7,857	7,857	-	-	3,547	3,547
Interest revenue	-	-	1,438	1,438	-	-	3,550	3,550
Intergovernmental revenue	-	-	32,135	32,135	-	-	3,654	3,654
Total Revenues	1,611,425	1,611,425	1,773,434	162,009	1,611,425	1,611,425	1,837,168	225,743
EXPENDITURES:								
Salaries and wages	487,474	487,474	707,930	(220,456)	540,394	540,394	762,574	(222,180)
Director fees	3,716	3,716	3,377	339	5,383	5,383	3,400	1,983
Employee benefits	359,982	359,982	407,452	(47,470)	400,547	400,547	404,272	(3,725)
Payroll taxes	11,383	11,383	13,535	(2,152)	13,286	13,286	14,082	(796)
Safety clothing and personal supplies	15,275	15,275	14,426	849	14,775	14,775	10,137	4,638
Telephone	4,346	4,346	5,940	(1,594)	3,804	3,804	4,011	(207)
Insurance	89,286	89,286	65,033	24,253	102,100	102,100	58,226	43,874
Maintenance:								
Building	7,000	7,000	4,004	2,996	7,000	7,000	7,898	(898)
Automotive equipment	18,000	18,000	18,275	(275)	18,000	18,000	17,723	277
Special purpose equipment	7,725	7,725	3,582	4,143	6,200	6,200	2,470	3,730
Memberships	2,250	2,250	1,751	499	2,250	2,250	1,718	532
Office expense	3,940	3,940	4,606	(666)	3,940	3,940	3,258	682
Professional services	22,413	22,413	29,018	(6,605)	14,263	14,263	19,016	(4,753)
Education, training	13,500	13,500	9,912	3,588	13,500	13,500	12,310	1,190
Small tools and instruments	7,500	7,500	4,705	2,795	7,500	7,500	9,519	(2,019)
Special department expense - fire fighting/ medical supplies	9,900	9,900	9,527	373	9,900	9,900	9,885	15
Utilities	15,410	15,410	10,644	4,766	15,410	15,410	12,147	3,263
Dispatching expense	47,954	47,954	45,267	2,687	48,900	48,900	48,787	113
Community relations - fire prevention	4,250	4,250	3,425	825	4,250	4,250	3,777	473
Miscellaneous	6,196	6,196	7,794	(1,598)	4,859	4,859	7,917	(3,058)

REQUIRED SUPPLEMENTARY INFORMATION

RUNNING SPRINGS WATER DISTRICT

BUDGETARY COMPARISON SCHEDULE

GOVERNMENTAL FUND - FIRE PROTECTION

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010				2009			
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final			Original	Final		
EXPENDITURES: (continued)								
General operating expenses allocated from Water Department - salaries, utilities, etc.	\$ 24,562	\$ 24,562	\$ 24,562	\$ -	\$ 21,718	\$ 21,718	\$ 21,718	\$ -
Capital assets	73,225	73,225	22,925	50,300	96,268	96,268	5,143	91,125
Total Expenditures	<u>1,235,287</u>	<u>1,235,287</u>	<u>1,417,690</u>	<u>(182,403)</u>	<u>1,354,247</u>	<u>1,354,247</u>	<u>1,439,988</u>	<u>(85,741)</u>
EXCESS REVENUES OVER EXPENDITURES	<u>376,138</u>	<u>376,138</u>	<u>355,744</u>	<u>(20,394)</u>	<u>257,178</u>	<u>257,178</u>	<u>397,180</u>	<u>140,002</u>
OTHER FINANCING SOURCES:								
Proceeds from sale of capital assets	-	-	15,027	15,027	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>15,027</u>	<u>15,027</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE, as restated					257,178	257,178	397,180	<u>\$ 140,002</u>
NET CHANGE IN FUND BALANCE	376,138	376,138	370,771	<u>\$ (5,367)</u>				
FUND BALANCE - beginning of year	<u>(309,967)</u>	<u>(309,967)</u>	<u>821,541</u>		<u>(567,145)</u>	<u>(567,145)</u>	<u>424,361</u>	
FUND BALANCE - end of year	<u>\$ 66,171</u>	<u>\$ 66,171</u>	<u>\$ 1,192,312</u>		<u>\$ (309,967)</u>	<u>\$ (309,967)</u>	<u>\$ 821,541</u>	



ROGERS, ANDERSON, MALODY & SCOTT, LLP

CERTIFIED PUBLIC ACCOUNTANTS

ROBERT B. MEMORY, C.P.A. (1945-2009)

OF COUNSEL
JAY H. ZERCHER, C.P.A.

PHILLIP H. WALLER, C.P.A.
BRENDA L. ODLE, C.P.A.
TERRY P. SHEA, C.P.A.
KIRK A. FRANKS, C.P.A.
MATTHEW B. WILSON, C.P.A.
SCOTT W. MANNO, C.P.A.
LEENA SHANBHAG, C.P.A.

NANCY O'RAFFERTY, C.P.A.
BRADFERD A. WELEBIR, C.P.A.
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PAPA MATAR THIAW, C.P.A.
KATHERINE J. MUIR, C.P.A.
MAYA S. IVANOVA, C.P.A.
CHRISTOPHER MONTOYA, C.P.A.
DANIELLE E. ODGERS, C.P.A.

Board of Directors
Running Springs Water District
31242 Hilltop Boulevard
Running Springs, CA 92382

AUDITORS' REPORT ON
OPTIONAL SUPPLEMENTARY INFORMATION

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information on pages 57 through 74 is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Rogers, Anderson, Malody & Scott, LLP

November 10, 2010

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CALIFORNIA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

VANIR TOWER • 290 NORTH "D" STREET • SUITE 300
SAN BERNARDINO, CA 92401
(909) 889-0871 • (909) 824-6736 • FAX (909) 889-5361
Website: www.ramscpa.net

RUNNING SPRINGS WATER DISTRICT
SCHEDULE OF CAPITAL ASSETS IN SERVICE

JUNE 30, 2010

GOVERNMENTAL ACTIVITIES

	<u>UTILITY PLANT IN SERVICE</u>			<u>ACCUMULATED DEPRECIATION</u>				
	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2010</u>	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Retirement</u>	<u>Balance</u> <u>June 30, 2010</u>
FIRE DEPARTMENT:								
Land and land rights	\$ 414,676	\$ -	\$ -	\$ 414,676	\$ -	\$ -	\$ -	\$ -
Structures and improvements	395,451	-	-	395,451	214,409	12,042	-	226,451
Fire truck and mounted equipment	835,972	10,287	118,417	727,842	368,232	41,640	89,329	320,543
Special purpose equipment	565,672	20,638	40,996	545,314	398,977	23,052	40,996	381,033
Office equipment	19,554	-	-	19,554	17,193	519	-	17,712
Shop and station equipment	27,855	-	17,655	10,200	25,224	371	17,654	7,941
GOVERNMENTAL ACTIVITIES TOTAL	\$ 2,259,180	\$ 30,925	\$ 177,068	\$ 2,113,037	\$ 1,024,035	\$ 77,624	\$ 147,979	\$ 953,680

RUNNING SPRINGS WATER DISTRICT
SCHEDULE OF CAPITAL ASSETS IN SERVICE

JUNE 30, 2010

BUSINESS-TYPE ACTIVITIES

	<u>UTILITY PLANT IN SERVICE</u>				<u>ACCUMULATED DEPRECIATION</u>			
	<u>Balance June 30, 2009</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance June 30, 2010</u>	<u>Balance June 30, 2009</u>	<u>Additions</u>	<u>Retirement</u>	<u>Balance June 30, 2010</u>
WATER DEPARTMENT:								
Land and land rights	\$ 645,351	\$ 31,157	\$ -	\$ 676,508	\$ -	\$ -	\$ -	\$ -
Source of supply plant:								
Purveyor's connections	86,232	-	-	86,232	61,992	2,799	-	64,791
Wells and springs	911,306	-	-	911,306	194,058	18,703	-	212,761
Pumping plant:								
Structures and improvements	69,644	-	-	69,644	13,267	1,393	-	14,660
Pumping equipment	117,275	3,560	-	120,835	101,068	3,318	-	104,386
Water treatment plant:								
Purification system	62,153	1,882	-	64,035	12,000	2,617	-	14,617
Transmission and distribution plant:								
Reservoirs and tanks	1,400,135	-	5,833	1,394,302	429,197	27,849	4,801	452,245
Mains	6,205,435	2,298	-	6,207,733	1,775,889	110,044	-	1,885,933
Hydrants	136,366	-	-	136,366	66,861	2,727	-	69,588
Services and meters	307,819	10,464	-	318,283	185,622	6,205	-	191,827
General plant:								
Office and furniture equipment	162,556	2,285	943	163,898	158,723	1,356	943	159,136
Transportation equipment	267,795	-	-	267,795	234,075	10,932	-	245,007
Tools and shop equipment	15,631	-	-	15,631	10,586	791	-	11,377
Structures - office and shop	645,012	-	-	645,012	288,361	9,619	-	297,980
Communication equipment	20,069	5,600	-	25,669	17,975	1,139	-	19,114
Special purpose equipment	160,420	-	4,203	156,217	139,369	3,633	4,202	138,800
	<u>\$ 11,213,199</u>	<u>\$ 57,246</u>	<u>\$ 10,979</u>	<u>\$ 11,259,466</u>	<u>\$ 3,689,043</u>	<u>\$ 203,125</u>	<u>\$ 9,946</u>	<u>\$ 3,882,222</u>

RUNNING SPRINGS WATER DISTRICT
SCHEDULE OF CAPITAL ASSETS IN SERVICE

JUNE 30, 2010

BUSINESS-TYPE ACTIVITIES (continued)

	UTILITY PLANT IN SERVICE			ACCUMULATED DEPRECIATION				
	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Balance June 30, 2009	Additions	Retirement	Balance June 30, 2010
SEWER DEPARTMENT:								
Land and land rights	\$ 322,006	\$ -	\$ -	\$ 322,006	\$ -	\$ -	\$ -	\$ -
Structures and improvements	302,127	-	-	302,127	181,581	16,791	-	198,372
Sewer collection facility	7,334,623	22,315	15,443	7,341,495	3,064,854	120,780	11,792	3,173,842
Sewer treatment facility	5,739,982	97,702	-	5,837,684	1,595,159	149,118	-	1,744,277
Sewer disposal facility	1,380,369	-	-	1,380,369	1,055,170	28,056	-	1,083,226
General plant facility	526,746	-	-	526,746	468,880	20,419	-	489,299
	<u>15,605,853</u>	<u>120,017</u>	<u>15,443</u>	<u>15,710,427</u>	<u>6,365,644</u>	<u>335,164</u>	<u>11,792</u>	<u>6,689,016</u>
AMBULANCE DEPARTMENT:								
Special purpose equipment	133,424	-	985	132,439	99,648	4,266	984	102,930
Equipment - trucks	311,294	4,943	-	316,237	119,179	22,831	-	142,010
Office equipment	9,905	-	-	9,905	9,905	-	-	9,905
	<u>454,623</u>	<u>4,943</u>	<u>985</u>	<u>458,581</u>	<u>228,732</u>	<u>27,097</u>	<u>984</u>	<u>254,845</u>
BUSINESS-TYPE ACTIVITIES TOTAL	<u>\$ 27,273,675</u>	<u>\$ 182,206</u>	<u>\$ 27,407</u>	<u>\$ 27,428,474</u>	<u>\$ 10,283,419</u>	<u>\$ 565,386</u>	<u>\$ 22,722</u>	<u>\$ 10,826,083</u>
GOVERNMENT-WIDE TOTAL	<u>\$ 29,532,855</u>	<u>\$ 213,131</u>	<u>\$ 204,475</u>	<u>\$ 29,541,511</u>	<u>\$ 11,307,454</u>	<u>\$ 643,010</u>	<u>\$ 170,701</u>	<u>\$ 11,779,763</u>

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

PROPRIETARY FUND - WATER DEPARTMENT

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
OPERATING REVENUES:		
Monthly service charges	\$ 668,187	\$ 664,667
Metered water sales and water from hydrants	676,149	706,080
Turn-on and shut-off charges	22,092	20,360
Delinquent charges and service fees	44,572	44,181
	<u>1,411,000</u>	<u>1,435,288</u>
OPERATING EXPENSES:		
Source of supply:		
Supervision, labor and expense	21,338	20,328
Maintenance	5,830	11,527
Purchased water	211,416	324,182
	<u>238,584</u>	<u>356,037</u>
Pumping:		
Maintenance and repair	1,379	1,975
Purchased power	82,938	74,563
	<u>84,317</u>	<u>76,538</u>
Water treatment:		
Supervision, labor and expense	25,357	24,156
Water purification expense	24,233	25,539
	<u>49,590</u>	<u>49,695</u>
Transmission and distribution:		
Supervising, labor and expense	163,724	155,971
Maintenance and repair	6,594	21,878
Maintenance - blacktop and street	4,900	3,897
	<u>175,218</u>	<u>181,746</u>
Customers' accounts:		
Supervision, labor and expense for meter reading and maintenance	130,510	124,330
Meter maintenance	15,231	14,764
Uncollectible accounts	4,678	(1,668)
	<u>150,419</u>	<u>137,426</u>
Administrative and general:		
Salaries	283,294	287,480
Directors' fees	3,377	3,300
Office supplies and expenses	55,680	53,862
Computer technical support	15,614	9,376
Truck expense, gas and oil	8,709	9,230
Truck expense, repairs and tractor expense	6,533	8,904
Utilities	12,131	12,092
Telephone	5,931	6,577

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

PROPRIETARY FUND - WATER DEPARTMENT

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
OPERATING EXPENSES: (continued)		
Administrative and general: (continued)		
Employee benefits	\$ 276,114	\$ 289,735
Payroll taxes	9,373	8,538
Repairs and maintenance	9,065	8,925
Permits	13,475	19,277
Professional services	76,448	104,082
Dues and subscriptions	3,918	5,631
Miscellaneous supplies	961	1,781
Educational programs	4,382	2,863
Insurance	43,609	51,151
Radio maintenance and repair	250	-
Miscellaneous	4,649	3,663
Depreciation	203,125	199,455
General expense allocated to sewer, fire and ambulance departments	<u>(62,395)</u>	<u>(60,312)</u>
	<u>974,243</u>	<u>1,025,610</u>
Total Operating Expenses	<u>1,672,371</u>	<u>1,827,052</u>
OPERATING LOSS	<u>(261,371)</u>	<u>(391,764)</u>
NON-OPERATING REVENUES AND EXPENSES:		
Revenues:		
Gain on disposal of capital assets	-	31,045
Assessments - water availability charges	41,398	41,127
Interest earned on invested funds	13,858	36,343
Leasing revenue	9,600	15,695
Special meter charge	139,571	139,266
Miscellaneous	<u>154,939</u>	<u>255,669</u>
	<u>359,366</u>	<u>519,145</u>
Expenses:		
Loss on disposal of capital asset	1,032	-
Interest on long-term debt	22,636	27,685
Cost of assessing water availability charges	104	164
Bond issuance costs	750	750
	<u>24,522</u>	<u>28,599</u>
INCOME BEFORE CONTRIBUTIONS	73,473	98,782
CAPITAL CONTRIBUTIONS	<u>10,505</u>	<u>11,244</u>
CHANGE IN NET ASSETS	<u>\$ 83,978</u>	<u>\$ 110,026</u>

RUNNING SPRINGS WATER DISTRICTSTATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETSPROPRIETARY FUND - AMBULANCE DEPARTMENTFOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
OPERATING REVENUES:		
Ambulance service fees	<u>\$ 489,488</u>	<u>\$ 388,599</u>
OPERATING EXPENSES:		
Salaries	404,179	396,055
Insurance	10,535	11,723
Telephone	3,516	3,728
Office expense	840	2,420
Professional services	19,671	14,674
Dues and subscriptions	101	-
Medical supplies	5,865	5,248
Gas, fuel and oil	6,503	10,458
Vehicle repairs and maintenance	9,870	9,685
Miscellaneous supplies	110	-
Uncollectible accounts	129,697	100,175
Depreciation	27,097	21,031
General operating expenses allocated from Water Department - salaries, utilities, etc.	<u>12,188</u>	<u>11,190</u>
	<u>630,172</u>	<u>586,387</u>
OPERATING LOSS	<u>(140,684)</u>	<u>(197,788)</u>
NON-OPERATING EXPENSES:		
Expense:		
Interest on long-term debt	<u>2,957</u>	<u>3,818</u>
	<u>2,957</u>	<u>3,818</u>
CHANGE IN NET ASSETS	<u>\$ (143,641)</u>	<u>\$ (201,606)</u>

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

PROPRIETARY FUND - SEWER DEPARTMENT

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
OPERATING REVENUES:		
Service charges	\$ 939,209	\$ 940,455
Usage charges	93,035	91,658
Expense reimbursement from upstream users	389,833	330,866
California Demand Response Program (EnerNOC)	7,195	5,306
	<u>1,429,272</u>	<u>1,368,285</u>
OPERATING EXPENSES:		
Sewage collections:		
Salaries and wages	189,311	185,684
Repairs and maintenance	46,261	63,846
	<u>235,572</u>	<u>249,530</u>
Sewage treatment:		
Salaries and wages	312,472	296,449
Utilities, electricity	151,791	163,859
Operating supplies	1,071	596
Repairs and maintenance	136,664	173,263
Chemical analysis	3,072	3,246
	<u>605,070</u>	<u>637,413</u>
Administrative and general:		
Salaries	25,340	35,158
Directors' fees	3,377	3,950
Employee benefits	217,529	206,956
Payroll taxes	6,014	5,524
Permits	26,783	26,047
Insurance	51,017	48,903
Maintenance - truck	15,074	17,661
Memberships and dues	5,185	6,481
Education and training	1,652	3,500
Professional services	60,369	125,041
Small tools	8,260	7,384
Telephone	5,783	6,191
Office expense	797	2,019
Depreciation expense	335,164	320,153
General operating expenses allocated from Water Department - salaries, utilities, etc.	25,645	27,404
	<u>787,989</u>	<u>842,372</u>
Total Operating Expenses	<u>1,628,631</u>	<u>1,729,315</u>
OPERATING LOSS	<u>(199,359)</u>	<u>(361,030)</u>

RUNNING SPRINGS WATER DISTRICT

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

PROPRIETARY FUND - SEWER DEPARTMENT

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
NON-OPERATING REVENUES AND EXPENSES:		
Revenues:		
Assessments - sewer availability charges	\$ 14,875	\$ 14,703
Interest earned on invested funds	35,338	39,922
Miscellaneous income	1,178	679,735
Leachate loads	151,841	82,875
Special sewer charges - treatment plant improvements	106,058	105,829
	<u>309,290</u>	<u>923,064</u>
Expenses:		
Loss on disposal of capital asset	3,651	-
Cost of assessing water availability charges	104	163
Interest on long-term debt	55,658	62,442
	<u>59,413</u>	<u>62,605</u>
INCOME BEFORE CONTRIBUTIONS	50,518	499,429
CAPITAL CONTRIBUTIONS	<u>22,138</u>	<u>17,001</u>
CHANGE IN NET ASSETS	<u>\$ 72,656</u>	<u>\$ 516,430</u>

RUNNING SPRINGS WATER DISTRICT
2002 WATER REFUNDING LOAN AGREEMENT
PRINCIPAL AND INTEREST REPAYMENT SCHEDULE

JUNE 30, 2010

<u>Due Date</u>	<u>4.15% Interest Payable</u>	<u>Principal Payable</u>	<u>Total Amount Payable</u>
7-1-10	\$ 8,268	\$ 53,476	\$ 61,744
1-1-11	7,158	54,586	61,744
7-1-11	6,026	55,719	61,745
1-1-12	4,870	56,875	61,745
7-1-12	3,689	58,055	61,744
1-1-13	2,485	59,260	61,745
7-1-13	1,255	60,496	61,751
	<u>\$ 33,751</u>	<u>\$ 398,467</u>	<u>\$ 432,218</u>

RUNNING SPRINGS WATER DISTRICTSEWER TREATMENT, SERIES 2001 INSTALLMENT PAYABLE, CITY NATIONAL BANKPRINCIPAL AND INTEREST REPAYMENT SCHEDULEJUNE 30, 2010

<u>Due Date</u>	<u>4.75% Interest Payable</u>	<u>Principal Payable</u>	<u>Total Amount Payable</u>
9-21-10	\$ 26,319	\$ 67,651	\$ 93,970
3-21-11	24,712	69,258	93,970
9-21-11	23,067	70,902	93,969
3-21-12	21,383	72,586	93,969
9-21-12	19,659	74,310	93,969
3-21-13	17,895	76,075	93,970
9-21-13	16,088	77,882	93,970
3-21-14	14,238	79,732	93,970
9-21-14	12,344	81,625	93,969
3-21-15	10,406	83,564	93,970
9-21-15	8,421	85,549	93,970
3-21-16	6,390	87,580	93,970
9-21-16	4,310	89,660	93,970
3-21-17	2,179	91,791	93,970
	<u>\$ 207,411</u>	<u>\$ 1,108,165</u>	<u>\$ 1,315,576</u>

RUNNING SPRINGS WATER DISTRICT
2008 MUNICIPAL FINANCE CORPORATION INSTALLMENT PAYABLE
PRINCIPAL AND INTEREST REPAYMENT SCHEDULE

JUNE 30, 2010

<u>Due Date</u>	<u>4.75% Interest Payable</u>	<u>Principal Payable</u>	<u>Total Amount Payable</u>
2-18-11	\$ 2,106	\$ 21,651	\$ 23,757
2-18-12	1,077	22,680	23,757
	<u>\$ 3,183</u>	<u>\$ 44,331</u>	<u>\$ 47,514</u>

RUNNING SPRINGS WATER DISTRICT
SPECIAL ASSESSMENT DISTRICTS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

JUNE 30, 2010

	<u>Improvement Act of 1911</u>							<u>Bond Act of 1915</u>			<u>Total</u>	
	<u>No. 1</u>	<u>No. 2</u>	<u>No. 3</u>	<u>No. 4</u>	<u>No. 5</u>	<u>No. 8</u>	<u>No. 9</u>	<u>No. 6</u>	<u>No. 7</u>	<u>No. 10</u>		
<u>ASSETS</u>												
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 136,385	\$ 136,385	
Temporary investments (LAIF)	-	-	-	-	6,638	-	127,263	-	95,501	115,985	345,387	
Assessments receivable	-	-	-	-	-	-	-	7,245	3,803	1,080,000	1,091,048	
TOTAL ASSETS	\$ -	\$ -	\$ -	\$ -	\$ 6,638	\$ -	\$ 127,263	\$ 7,245	\$ 99,304	\$ 1,332,370	\$ 1,572,820	
<u>LIABILITIES</u>												
Bonds payable - 1911 Act Bonds	-----See Below-----											
Bonds payable - 1915 Act Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,080,000	\$ 1,080,000	
Due to others	-	-	-	-	6,638	-	127,263	7,245	99,304	252,370	492,820	
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ 6,638	\$ -	\$ 127,263	\$ 7,245	\$ 99,304	\$ 1,332,370	\$ 1,572,820	

NOTE: The District organized Assessment Districts 1, 2, 3, 4, 5, 8 & 9 under the Improvement Act of 1911. Under this Act, the Running Springs Water District has no liability to the bondholders until assessments are collected. Therefore, neither the assessments receivable nor the bonds payable are reflected in the above balance sheets for those seven assessment districts.

The District organized Assessment District 6, 7 and 10 under the Bond Act of 1915. Under this Act, the Running Springs Water District has no liability to the bondholders until assessments are collected.

RUNNING SPRINGS WATER DISTRICT
SPECIAL ASSESSMENT DISTRICTS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Improvement Act of 1911</u>						<u>Bond Act of 1915</u>			<u>Total</u>	
	<u>No. 1</u>	<u>No. 2</u>	<u>No. 3</u>	<u>No. 4</u>	<u>No. 5</u>	<u>No. 8</u>	<u>No. 9</u>	<u>No. 6</u>	<u>No. 7</u>		<u>No. 10</u>
DUE TO OTHERS, July 1, 2009	\$ -	\$ -	\$ -	\$ -	\$ 97,199	\$ -	\$ 126,303	\$ 7,245	\$ 98,566	\$ 266,211	\$ 595,524
Add:											
Interest earned on invested funds	-	-	-	-	294	-	960	-	738	763	2,755
Property tax assessments received	-	-	-	-	-	-	-	-	-	110,516	110,516
Less:											
Administrative fees	-	-	-	-	-	-	-	-	-	(9,320)	(9,320)
Payments on bonds	-	-	-	-	-	-	-	-	-	(112,307)	(112,307)
Capital improvements paid	-	-	-	-	(90,855)	-	-	-	-	-	(90,855)
Legal fees	-	-	-	-	-	-	-	-	-	(3,493)	(3,493)
DUE TO OTHERS, June 30, 2010	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,638</u>	<u>\$ -</u>	<u>\$ 127,263</u>	<u>\$ 7,245</u>	<u>\$ 99,304</u>	<u>\$ 252,370</u>	<u>\$ 492,820</u>

HISTORY AND ORGANIZATION

The formation of the Running Springs Water District was approved by the voters in March 1958, and the District was incorporated on March 17, 1958. An election held on June 23, 1959 approved a water works bond issue of \$248,000 which was sold as of September 1, 1959.

On August 25, 1962, the Board of Directors established a fire department within the Running Springs Water District to provide fire protection for the area included in the Water District.

At an election held September 22, 1964, the voters of the District approved a water works bond issue totaling \$250,000 which was sold as of December 31, 1964.

On September 24, 1968, the voters of the District approved authorization for the District to incur a bonded indebtedness of \$1,200,000 for the construction of facilities to provide for a sewage disposal system. The bonds were sold in September 1969, and construction of the sewage disposal system began during 1969-70. At June 30, 1976, the sewage disposal system was completely constructed.

Assessment districts were formed for the purpose of assessing the cost and expense of providing sewer service within the assessment districts. Four assessment districts were completed and the improvements transferred to the Sewer Operating Fund during 1972-73. During 1973-74, one additional assessment district was completed and the improvements transferred to the Sewer Operating Fund. Two assessment districts were formed during 1974-75 and construction was completed by June 30, 1976. Additional assessment districts were formed and improvements completed during 1986-87 and 1993-94. In 2003-2004 a new assessment district was formed and construction for water improvements was completed during 2004-05.

On May 9, 1977, the County of San Bernardino Service Area No. 79 (Green Valley Lake) entered into an agreement with the District for wastewater treatment and disposal. A similar agreement was entered into with Arrowbear Park County Water District on January 20, 1977. These contracts provide for the transportation, treatment and disposal of sewage wastewater from C.S.A. #79 and Arrowbear service areas by the Running Springs Water District. As consideration, an initial payment totaling \$304,302 was required. The contract also provides for C.S.A. #79 and Arrowbear to assume responsibility for \$233,409 principal due under the District's general obligation sewer bonds and to pay semi-annual principal and interest thereon. C.S.A. #79 paid this obligation in advance during 1978-79.

The Directors of the District at June 30, 2010, were:

	<u>Term Expires</u>
Kenneth Ayers, President	December 2013
Kevin Kellems, Vice-President	December 2011
Pamella Bennett	December 2013
Michael Terry	December 2011
Paul Shouse	December 2013

The general manager of the District is Sam Massey; Joan Eaton is treasurer of the District and secretary to the Board of Directors.

Consultants for the District include Engineering Resources of Southern California, engineers, and Best, Best and Krieger, attorneys.

FINANCIAL REVIEW

The change in fund balance/net assets from operations of the district for June 30, 2010 and 2009 are summarized as follows:

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Exhibit "B" and Exhibit "F":		
Fire Protection - Change in Net Assets	\$ 302,303	\$ 281,373
Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Fund:		
Schedule Two - Water Enterprise	83,978	110,026
Schedule Three - Ambulance Enterprise	(143,641)	(201,606)
Schedule Four - Sewer Enterprise	72,656	516,430
Exhibit "H" - Change in Net Assets	12,993	424,850
TOTAL CHANGE IN NET ASSETS (Exhibit "B")	\$ 315,296	\$ 706,223

Property tax revenues for the past five years are summarized below:

	<u>2009-2010</u>	<u>2008-2009</u>	<u>2007-2008</u>	<u>2006-2007</u>	<u>2005-2006</u>
Water Department	\$ -	\$ -	\$ -	\$ 43,860	\$ -
Fire Department	1,531,039	1,628,493	1,672,105	1,495,770	990,009
Sewer Department	-	-	-	43,860	-
	\$ 1,531,039	\$ 1,628,493	\$ 1,672,105	\$ 1,583,490	\$ 990,009

Based on information provided from the San Bernardino Auditor-Controller's office, we present below comparative assessed valuations, at 100% of full value, for the District for the last five years:

	<u>Assessed Values</u>
2005-2006	\$ 461,446,999
2006-2007	530,926,431
2007-2008	577,580,746
2008-2009	577,633,105
2009-2010	555,369,691

Property tax rates per \$100 full value assessed valuation for voter approved debt for the past five years are shown below:

	<u>2009-2010</u>	<u>2008-2009</u>	<u>2007-2008</u>	<u>2006-2007</u>	<u>2005-2006</u>
Water Bond Service Fund	\$.0000	\$.0000	\$.0000	\$.0000	\$.0000
Sewer Bond Service Fund	.0000	.0000	.0000	.0000	.0000
	\$.0000	\$.0000	\$.0000	\$.0000	\$.0000

These tax rates are within the maximum tax rates allowed under California Revenue and Taxation Codes 2263 and 2270.

The monthly water rates were revised in July 2009. The District's water rates in effect at June 30, 2010 and 2009 were as follows:

	Minimum monthly service charge		Additional charge for water consumption per cubic foot	
	7/09	7/08	07/09	07/08
5/8 and 3/4"	\$18.15	\$18.15	3.26¢	3.26¢
1"	\$45.40	\$45.40	3.26¢	3.26¢
1 1/2"	\$90.78	\$90.78	3.26¢	3.26¢
2"	\$145.26	\$145.26	3.26¢	3.26¢
3"	\$317.73	\$314.73	3.26¢	3.26¢
4"	\$907.83	\$907.83	3.26¢	3.26¢

In addition to these water rates there is a \$3.90 monthly charge to repay the Safe Drinking Water loan made in 1984-85 for water system improvements.

Monthly sewer rates were \$27.02 plus 15% of the water usage for residential units and \$27.02 plus 33 1/3% of the monthly water usage charge for water supplied to commercial units. The monthly sewer rates were revised in July 2008 and did not change in July 2009. There is an additional \$3.00 monthly sewer charge to pay off the \$2,000,000 Sewer Treatment, 2001 Installment Payable for 2001/2003 improvements to the sewer treatment plant.

STATEMENT OF NET ASSETS COMMENTS

CASH AND TEMPORARY INVESTMENTS

At June 30, 2010, the District had \$3,409,604 in petty cash, cash in bank, cash with fiscal agents, and the Local Agency Investment Fund (temporary investments). Of this, \$-0- was restricted, \$2,927,832 is shown in current assets and \$481,772 is cash held for assessment districts.

	Governmental Activities	Business-type Activities	Total
Petty cash	\$ -	\$ 1,000	\$ 1,000
Cash in checking - First Mountain Bank	-	220,343	220,343
Local Agency Investment Fund	976,528	2,075,348	3,051,876
Cash with fiscal agents	-	136,385	136,385
Less cash for assessment districts	-	(481,772)	(481,772)
	<u>976,528</u>	<u>1,951,304</u>	<u>2,927,832</u>
Less restricted amounts	<u>-</u>	<u>-</u>	<u>-</u>
CURRENT ASSETS (cash and temporary investments)	<u>\$ 976,528</u>	<u>\$ 1,951,304</u>	<u>\$ 2,927,832</u>

LONG-TERM DEBT

On June 13, 1984 the District executed a contract with the State of California Department of Water Resources under the Safe Drinking Water Bond Law of 1976, for a loan not to exceed \$1,545,000 to assist in financing construction required to meet safe drinking water standards established pursuant to the Health and Safety Code. The initial rate of interest on this loan was 8 1/2% per annum, subject to adjustment by the State Treasurer. In accordance with the Safe Drinking Water Bond Law of 1988, the State determined the actual interest rate to be 8.1% and the change was effective retroactively to the inception of the loan.

On September 15, 1993, the District issued Water Refunding Revenue Bond, Series 1993, in the amount of \$1,474,724 at 6.5% interest rate to pay off the State of California Safe Drinking Water loan contract. The Refunding Bond was payable in forty semi-annual installments with the first installment due January 1, 1994, and could not be redeemed, in whole or part, prior to July 2003.

On December 30, 2002, the District completed an advance refunding of the Water Refunding Revenue Bond, Series 1993 by issuing the 2002 Water Refunding Loan Agreement in the amount of \$1,042,337 at 4.15% interest rate. The 2002 Water Refunding Loan Agreement is payable in twenty-one semi-annual installments with the first installment due July 1, 2003. The District may, at its option, prepay the unpaid principal components of the loan commencing on January 1, 2004 and on any loan repayment date thereafter, in whole, upon not less than 60 days prior written notice to the lender, at a prepayment price equal to 100% of the principal amount of the loan to be repaid, plus accrued interest on the loan to the prepayment date, plus a prepayment premium equal to 1% of the principal amount of the loan to be prepaid. The repayment schedule for the 2002 Water Refunding Loan Agreement is shown in Schedule Five. The principal loan balance at June 30, 2010 is \$398,467.

On December 21, 2001, the District issued Sewer Treatment, 2001 Installment Payable in the amount of \$2,000,000 at 4.75% to pay for sewer treatment plant improvements. The installment payable is to be paid in thirty semi-annual installments with the first installment due September 21, 2002. The installment payable may not be redeemed in whole, prior to September 21, 2007 except for an extraordinary payment not to exceed \$750,000 as a result of the District receiving a grant from the state or federal government related to this project. The repayment schedule for the Sewer Treatment, Series 2001 Installment Payable is shown in Schedule Six. The principal loan balance at June 30, 2010 is \$1,108,165.

On July 19, 2006, the District executed an installment sale agreement with Municipal Finance Corporation in the amount of \$240,000 at 4.75% to pay for the purchase of various vehicles. The agreement dictates that the vehicles purchased are collateral for the loan. The installment payable was to be paid in three annual installments beginning August 2, 2007. During the year ended June 30, 2010, the loan was paid in full.

On December 30, 2008, the District executed an installment sale agreement with Municipal Finance Corporation in the amount of \$65,000 at 4.75% to pay for the purchase of a new 2007 Chevy Type II leader van ambulance. The agreement dictates that the ambulance purchased is collateral for the loan. The installment payable is to be paid in three annual installments beginning February 18, 2010. The repayment schedule for 2008 Municipal Finance Corporation Installment Payable is shown in Schedule Seven. The principal loan balance at June 30, 2010 is \$44,331. The loan has been assigned to William A. Morton and Anja Nolting Morton, Trustees of the Morton Revocable Trust dated 5/17/01.

DEBT SERVICE COVERAGE - WATER

Starting with the year ended June 30, 2004, Article IV, Section 4.5 (b) in the covenants for the 2002 Water Refunding Loan Agreement require the net revenues of the water enterprise to exceed the operating expenses (excluding depreciation) by at least 1.15 times the current year debt service. The following is a summary of debt service coverage for the fiscal year ended June 30, 2010:

Schedule Two - Water Department Statement of Revenues, Expenses and Changes in Net Assets:

Operating income (loss)	\$ (261,371)
Non-operating revenues	359,366
Add back depreciation	203,125
Capital contributions, facility charges, and connection fees	10,505
Net Revenues	<u>\$ 311,625</u>
2002 Water Refunding Loan Agreement:	
7-1-09 Principal and interest	\$ 61,745
1-1-10 Principal and interest	61,744
Annual Debt Service	<u>\$ 123,489</u>
Coverage Ratio (required coverage is 1.15)	<u>2.52</u>
\$311,625 divided by \$123,489 = 2.52	

DEBT SERVICE COVERAGE - SEWER

Section 5.03 in the covenants for the Sewer Treatment, Series 2001 Installment Payable, requires the net revenues of the sewer enterprise to exceed the operating expenses (excluding depreciation) by at least 1.15 times the current year debt service for the 2001 Installment Payable. The following is a summary of debt service coverage for the fiscal year ended June 30, 2010:

Schedule Four - Sewer Department Income Statement of Revenues, Expenses and Changes in Net Assets:

Operating income (loss)	\$ (199,359)
Non-operating revenues	309,290
Add back depreciation	335,164
Capital contributions, facility charges, and connection fees	22,138
Net Revenues	<u>\$ 467,233</u>
Sewer Treatment, 2001 Installment Payable:	
9-21-09 Principal and interest	\$ 93,970
3-21-10 Principal and interest	93,969
Annual Debt Service	<u>\$ 187,939</u>
Coverage Ratio (required coverage is 1.15)	<u>2.49</u>
\$467,233 divided by \$187,939 = 2.49	

Running Springs Water District



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San Bernardino County

2010-2011 Water Department Budget

*Finance Committee:
Kevin Kellems & Paul Shouse*

RUNNING SPRINGS WATER DISTRICT

MEMORANDUM

DATE: April 8, 2010
TO: Board of Directors
FROM: Sam G. Massey, Interim General Manager
SUBJECT: FISCAL YEAR 2010/11 DISTRICT BUDGET –
DRAFT WATER AND ADMINISTRATION DEPARTMENT
BUDGET

We are providing the attached Draft Version of the Fiscal Year 2010/11 Water and Administration Department Budget for review by the Board at the April 21, 2010 Board Meeting. Staff provided a prior version of this Budget to the Board Finance Committee at the April 7, 2010 Finance Committee Meeting. Input from the Finance Committee was incorporated into an updated version of this Budget.

This draft version is consistent in format with versions provided in prior years. To assist in your review, we are including the following analysis which identifies the significant changes between the approved Fiscal Year 2009/10 Budget and the proposed Fiscal Year 2010/11 Budget. The analysis categories, which are consistent with the budget document categories, are as follows:

- Revenue and Expense Summary
- Operating Revenue
- Operating Expenses
- Capital Improvement Revenue
- Capital Improvement Expenses

1. REVENUE AND EXPENSE SUMMARY

1.1) Total Operating Revenue,

Page 1

Revenue Decrease from \$1,768,393 to \$1,639,328

Revenue Decrease of \$129,065 or 7.3%

As explained in more detail in the Operating Revenue analysis section below, the major changes to revenue for Fiscal Year 2008/09 include:

- We are projecting we will have about 26 additional active water connections on billing in Fiscal Year 2010/11, due to fewer service disconnections.
- We are projecting a decrease in water sales generally due to reduced customer water consumption.
- We are projecting a slight decrease in delinquent fees.
- We are projecting increased meter unlocking charges, and meter reconnection charges, based on the current trends we are experiencing in these areas.
- We are projecting the same number of new connections for Fiscal Year 2010/11 as in the prior year.
- We are projecting a net increase in interdepartmental reimbursements resulting from an increase in the Fire Department Operating Expenses and a decrease in Wastewater Department Operating Expenses.
- We are projecting a slight increase in customer service fees due to the trend of more service requests.
- We are projecting an increase in service availability fees based on an updated accounting of properties paying availability charges.
- We are projecting a decrease in interest income due to a decrease in our investment fund interest rate.
- We are projecting no change to miscellaneous income.
- We are planning to use revenue received from the San Bernardino County payment of the land lease for the Interim Library as an operating expense revenue source.

1.2) Total Operating Expenses,

Page 1

Operating Expense Decrease from \$1,763,952 to \$1,618,444

Operating Expense Decrease of \$145,508 or 8.2%

As explained in more detail in the Operating Expenses analysis section below, we have scrutinized each category of operating expense and have made adjustments where we were able so the overall operating expenses would not exceed the operating revenue available, allowing operating revenue in excess of operating expenses to fund capital improvement projects.

1.3) Total Capital Improvement Revenue,

Page 1

Capital Improvement Revenue Increase from \$183,868 to \$220,121.

Capital Improvement Revenue Increase of \$36,253 or 19.7%.

As explained in more detail in the Capital Improvement Revenue analysis section below, the net revenue increase is due to the utilization of available property taxes.

1.4) Total Capital Improvement Expenses,

Page 1

Capital Improvement Expense Increase from \$188,309 to \$241,005.

Capital Improvement Expense Increase of \$52,696 or 27.98%.

As explained in more detail in the Capital Improvement Expenses analysis section below, this increase is due to the allocation of \$35,271 for Future Water Development Projects and other capital improvement projects planned for the 2010/11 Fiscal Year.

1.5) Total Difference, Revenue and Expenses,

Page 1

Operating Revenue in Excess of Operating Expenses, Increase from \$4,441 to \$20,884.

Capital Improvement Revenue in Excess of Capital Improvement Expenses, Decrease from (\$4,441) to (\$20,884).

Net Difference, Total Revenue in Excess of Total Expenses remains the same at \$0.

The net increase in revenue of \$0 results from our effort to present a balanced budget, balancing expenses to available revenue.

2. OPERATING REVENUE

2.1) Monthly Service Charges,

Page 1

Revenue Increase from \$661,884 to \$667,573.

Revenue Increase of \$5,689 or 0.9%.

This is the monthly service charge per water connection. We are projecting about 26 additional reconnections in fiscal year 2010/11 compared to the prior year, which is the main reason for the increase in the projected monthly service charge revenue.

There is no increase in the monthly service charge rate which remains at \$18.15 per connection.

2.2) Water Sales,

Page 1

Revenue Decrease from \$854,120 to \$753,197.

Revenue Decrease of \$100,923 or 11.8%.

This is the revenue generated from the sale of water to customers. We have noted a decrease in the water sales volume, which is due to reduced customer water consumption. We are projecting a water sales volume reduction from 26.2 Million Cubic Feet (MCF) to 23.1 MCF.

There is no proposed increase in the cost per cubic foot of water consumed which remains at \$0.0326 per cubic foot.

2.3) Delinquency Fees,

Page 1

Revenue Decrease from \$42,830 to \$42,560.

Revenue Decrease of \$270 or 0.6%.

This is the revenue received from fees assessed on past due accounts. This revenue varies from year to year, so the amount budgeted is based on the most recent trend in late fees paid. The delinquency fee is \$6.00 or 3% of the unpaid balance, whichever is greater.

2.4) Meter Installations,

Page 1

Revenue Remains the Same.

Revenue Difference of \$0 or 0%.

This is the revenue received from the physical connection of a new water service to the District water distribution system. We are projecting the number of new connections will remain the same as last year. There is no increase in the Meter Installation Fee which remains at \$984.

2.5) Interdepartmental Reimbursements,

Page 1

Revenue Increase from \$62,395 to \$64,302.

Revenue Increase of \$1,907 or 3.1%.

This is the reimbursement received from the Fire Department and the Wastewater Department for Office services that are budgeted through the Water Department Budget. Fire and Wastewater pay an amount equal to 2% of their operating expenses to Water via this reimbursement. The net increase in this revenue source results from an increase in Fire Department operating expenses and a decrease in Wastewater Department operating expenses.

2.6) Meter Unlocking Charges,

Page 1

Revenue Increase from \$7,800 to \$9,300.

Revenue Increase of \$1,500 or 19.2%.

This is the revenue received from requests to unlock meters that have been shut off due to delinquent fee payment. This revenue varies from year to year, based on the trend in fee payment. We are experiencing an increase in requests to unlock meters. The afterhours unlocking charge is \$70 and the working hours unlocking charge is \$35.

2.7) Meter Reconnection Charges,

Page 1

Revenue Increase from \$9,900 to \$13,750.

Revenue Increase of \$3,850 or 38.9%.

This is the charge for reestablishing service for a customer that has requested the deactivation of their account. This revenue varies from year to year, based on the trend in fee payment. The charge per reconnection is \$150. Note that this fee is waived for services deactivated due to the Slide Fire.

2.8) Customer Service Fees,

Page 1

Revenue Increase from \$2,150 to \$2,260.

Revenue Increase of \$110 or 5.1%.

These are the fees charged when a customer requests that a service person come to their address to provide service. The service is generally a customer request to turn a meter on or off. This revenue varies from year to year, based on the trend in fee payment. The fee amount is \$12.50 per occurrence.

2.9) Availability Charges,

Page 1

Revenue Increase from \$40,544 to \$41,066.

Revenue Increase of \$522 or 1.3%.

This is the Water Standby or Availability Charge that is billed to undeveloped property within the District. The charge is \$30 per year per acre, or \$30 per parcel smaller than one acre. This revenue source has been increased based on an updated accounting of properties paying availability charges.

2.10) Interest Income,

Page 1

Revenue Decrease from \$52,672 to \$12,284.

Revenue Decrease of \$40,388 or 76.7%.

This is the interest revenue derived from the District's LAIF investments, minus the interest paid to restricted funds. We have projected a decrease in interest income for Fiscal Year 2010/11 based on the trend in interest received.

2.11) Miscellaneous Income,

Page 1

Revenue Remains the Same at \$9,500.

Revenue Difference of \$0 or 0%.

This is the revenue from a variety of sources including NSF check charges and lien fees. This revenue varies from year to year, based on the trend in fee payment.

2.12) Cost of Sales,

Page 1

Revenue Decrease from \$11,062 to \$10,000.

Revenue Decrease of \$1,062 or 9.6%.

This is the revenue from the services billed out and the sales of parts. This revenue varies from year to year, based on the trend in payment received.

2.13) Transfer from General Fund,

Page 1

Revenue Remains at \$0.

There is no planned transfer from the general fund to supplement operating revenue.

2.14) San Bernardino County Lease Payments,

Page 1

Revenue Remains the Same at \$9,600.

Revenue Difference of \$0 or 0%.

This is the revenue received from the San Bernardino County payment of the land lease for the Interim Library. This year we are using the revenue to assist in paying for Water Operating Expenses.

3. OPERATING EXPENSES

3.1) Administrative Salaries, 55000.00, Page 5

Expense Increase of \$2,360 or 5.15%.

This projected increase is based on the as yet to be determined status of the General Manager position.

3.2) Operating Wages, 55005.00, Page 6

Expense Decrease of \$47,072 or 11.94%.

This projected decrease is based on the savings realized by combining the Superintendent and General Manager positions. Additional changes include adding an extra 2.5% step to all employee classifications, merit and promotional increases, an additional 1.5% increase toward providing internal salary equity between wastewater and water operators and a 5% adjustment to the Supervisor wage scale.

3.3) Office Wages, 55010.00, Page 8

Expense Increase of \$7,097 or 3.60%.

This projected increase is based on projected merit and promotional increases and the addition of an extra step to all employee classifications.

3.4) Directors Compensation, 55015.00, Page 9

Expense Increase of \$800 or 21.53%.

This projected increase is based on the anticipated need to hold additional meetings throughout the fiscal year.

3.5) Group Insurance, 55020.00, Page 10

Expense Decrease of \$13,273 or 11.55%.

This projected decrease is based on savings realized by combining the Superintendent and General Manager positions. An additional change was made by the Board to increase the employee medical premium cap by 2.5%.

3.6) PERS Retirement, 55025.00, Page 11

Expense Decrease of \$23,572 or 12.68%.

This projected decrease is based on savings realized by combining the Superintendent and General Manager positions. PERS has also increased the Miscellaneous Workers PERS Employer Contribution Rate from 18.458% of wages to 20.218% of wages for the fiscal year.

3.7) Uniform Allowance, 55030.00, Page 12

Expense Increase of \$28 or 0.88%.

The marginal projected net increase is based on the anticipated increase in the cost of providing uniforms to District employees.

3.8) Office Supplies and Materials, 55100.00, Page 14

Expense Increase of \$250 or 0.93%.

This projected increase is based on adjusting budgeted expenses to more closely match actual expenses.

3.9) Office Equipment, Repair & Maint, 55105.00, Page 15

Expense Increase of \$185 or 9.25%.

This projected increase is based on the anticipated change to the Sensus Metering System maintenance agreement.

3.10) Office Equipment, Maint Agreements, 55110.00, Page 16

Expense Increase of \$135 or 9.98%.

This projected change is a result of the anticipated increase to the Neopost service agreement.

3.11) Office Equipment, Rents and Leases, 55115.00, Page 17

Expense Remains the Same.

There is no projected change in this expense.

3.12) Office Janitorial Service, 55120.00, Page 18

Expense Remains the Same.

There is no projected change in this expense.

3.13) Computer Technical Support, 55126.00, Page 19

Expense Increase of \$1,880 or 14.62%.

This projected increase is based on costs associated with advanced technology, continued IT support and renewal/upgrades to our system.

3.14) Utilities, Heat and Lights, 55130.00, Page 20

Expense Increase of \$600 or 5.26%.

This projected increase is based on adjusting budgeted expenses to more closely match actual expenses and a projected increase in power costs.

3.15) Utilities, Power for Pumping, 55135.00, Page 21

Expense Increase of \$620 or 0.69%.

We are estimating a slight increase of 2 acre feet in the District production of water in FY 2010/11 over the previous year.

3.16) Telephone, 55140.00, Page 22

Expense Decrease of \$288 or 4.47%.

This projected decrease is based on adjusting budgeted expenses to more closely match actual expenses.

3.17) Liability Insurance, 55200.00, Page 23

Expense Decrease of \$71 or 0.35%.

This projected decrease is based on the Water Department's share of the actual projected premium amount for Fiscal Year 2010/11.

3.18) Workers Comp Insurance, 55205.00, Page 24

Expense Decrease of \$12,774 or 33.11%.

This projected decrease in the workers compensation insurance premium is the result of combining the Superintendent and General Manager positions and switching insurance carriers from SCRMA to SDRMA.

3.19) Medicare Hospital Tax, 55215.00, Page 26

Expense Decrease of \$342 or 4.10%.

This projected net decrease is the result of combining the Superintendent and General Manager positions.

3.20) Postage, 55300.00, Page 27

Expense Remains the Same.

There is no projected change in this expense.

3.21) Community Relations, 55305.00, Page 28

Expense Decrease of \$700 or 20.00%.

Changes to this account include eliminating the cost of producing the Annual Water Quality Report, which is now done in-house and taking one additional employee to their anniversary lunch.

3.22) Printing and Publication, 55310.00, Page 29

Expense Remains the Same.

There is no projected change in this expense.

3.23) Memberships and Subscriptions, 55315.00, Page 30

Expense Increase of \$376 or 10.64%.

This projected increase is based on anticipated increases to the various memberships and subscriptions the District is associated with.

3.24) Professional Services, 55320.00, Page 31

Expense Increase of \$2,727 or 4.02%.

This projected net increase is based on anticipated increases in fees that include RAMS and ADP payroll services. Additional services have been added to this account, i.e. GM Consultant Services, Scullin Images (web hosting) and Dish Network. A decrease in Engineering Resources fees are also anticipated for the fiscal year.

3.25) Purchased Water, 55400.00, Page 32

Expense Decrease of \$133,128 or 34.26%.

This projected decrease is based on an anticipated reduction in customer water consumption, which will reduce the need to purchase imported water and the better than normal winter that we experienced in early 2010.

3.26) Water Testing, 55405.00, Page 33

Expense Decrease of \$2,255 or 7.99%.

This projected decrease is based on a detailed projection of the required testing and related costs for water quality analysis in Fiscal Year 2010/11.

3.27) General Maint. Office and Grounds, 55500.00, Page 34

Expense Decrease of \$400 or 24.24%.

This projected decrease is based on the elimination of an outdoor halide floodlight listed in the 2009/10 Fiscal Year Budget.

3.28) Repair & Maint, Source of Supply, 55505.00, Page 35

Expense Remains the Same.

There is no projected change in this expense.

3.29) Maintenance Mains, 55510.00, Page 36

Expense Remains the Same.

There is no projected change in this expense.

3.30) Repair & Maint, Pumps & Motors, 55515.00, Page 37

Expense Remains the Same.

There is no projected change in this expense.

3.31) Repair & Maint, Pump Buildings, 55520.00, Page 38

Expense Remains the Same.

There is no projected change in this expense.

3.32) Repair & Maint, Storage Tanks, 55525.00, Page 39

Expense Increase of \$75,000 or 1666.67%.

This projected increase is based on the expense of refurbishing the Luring Pines Tank.

3.33) Maint. Fuel Storage Tanks, 55535.00, Page 40

Expense Increase of \$400 or 66.67%.

This projected increase is a result of the need to replace the counter on the diesel pump.

3.34) Gas, Fuel, Oil and Grease, 55600.00, Page 41

Expense Decrease of \$4,640 or 27.95%.

This projected net decrease more closely reflects the actual usage of the Water Department vehicle fleet. While the price of diesel remains the same as last year, gas and oil prices were raised to coincide with market conditions.

3.35) Truck Repair and Maintenance, 55605.00, Page 42

Expense Remains the Same.

There is no projected change in this expense.

3.36) Tractor & Equip, Repair & Maint, 55610.00, Page 43

Expense Remains the Same.

There is no projected change in this expense.

3.37) Radio, Repair & Maintenance, 55615.00, Page 44

Expense Remains the Same.

There is no projected change in this expense.

3.38) Blacktop, Street Repair, 55620.00, Page 45

Expense Decrease of \$1,400 or 20.29%.

This projected decrease is based on the anticipated decrease in the number of needed repairs to the distribution system.

3.39) Meters & Services, Repair & Maint, 55625.00, Page 46

Expense Remains the Same.

There is no projected change to this expense.

3.40) Fire Hydrants, Repair & Maint, 55630.00, Page 47

Expense Remains the Same.

There is no projected change to this expense.

3.41) Fees and Permits, 55640.00, Page 48

Expense Increase of \$949 or 5.14%.

This projected net increase is based on anticipated increases from the various Federal, State and County Agencies that regulate and oversee the District.

3.42) Small Tools & Equipment, 55700.00, Page 49

Expense Increase of \$500 or 50.00%.

This projected net increase is based on the need to purchase a clamp-on amp meter and other various small tools.

3.43) Safety Clothing & Devices, 55705.00, Page 50

Expense Remains the Same.

There is no projected change in this expense.

3.44) Safety Equipment, 55710.00, Page 51

Expense Remains the Same.

There is no projected change to this expense.

3.45) Education and Seminars, 55715.00, Page 52

Expense Increase of \$500 or 14.29%.

This projected increase is based on the number of additional training seminars anticipated during the fiscal year.

3.46) Mileage & Travel, 55720.00, Page 53

Expense Remains the Same.

There is no projected change to this expense.

3.47) Misc Supplies and Expenses, 55725.00, Page 54

Expense Remains the Same.

There is no projected change to this expense.

3.48) Cost to Access Standby Charges, 55800.00, Page 55

Expense Remains the Same.

There is no projected change to this expense.

4. CAPITAL IMPROVEMENT REVENUE

4.1) Water Facilities Capacity Charge,

Page 1

Revenue Remains the Same at \$16,068.

Revenue Difference of \$0 or 0%.

This is the new water service connection fee paid for purchasing capacity in the existing water system. This number is based on 4 new connections projected for Fiscal Year 2010/11. The Water Facilities Capacity Charge remains the same at \$4,017.

4.2) Property Tax Revenue,

Page 1

Revenue Increase from \$0 to \$57,288.

Revenue Increase of \$57,288 or 100.00%.

This year, the amount of property taxes received by the District will exceed the amount needed to fund the Fire Department operations. This excess tax money will be divided evenly between the three departments and used in the Water Department to fund capital improvement projects.

4.3) DWR Loan Fee,

Page 1

Revenue Remains the Same at \$146,765.

Revenue Difference of \$0 or 0%.

This is the revenue generated for payment of the DWR loan. We collect this payment through a \$3.90 per month charge applied to each water connection.

4.4) Transfer from San Bernardino County Lease Revenue,

Page 1

Revenue Decrease of \$21,035 to \$0.

Revenue Decrease of \$21,035 or 100.00%.

This is the County lease payment funding that has accumulated over time. We are proposing to not utilize this revenue source for Capital Projects in Fiscal Year 2010/11.

5. CAPITAL IMPROVEMENT EXPENSES

5.1) Pumping Equipment, 11115.20, Page 58

Expense Increase of \$2,300 or 51.11%.

The net increase in this account is due to the purchase of a replacement pump at the Rowco Booster Station.

5.2) Purification System, 11116.20, Page 59

Expense Remains at \$1,750.

This account will be used to pay for a soda ash pump and a chlorine disinfection pump.

5.3) Reservoirs and Tanks, 11117.20, Page 60

Expense Increase of \$5,000 or 0%.

This projected increase is based on the purchase and installation of a 12" outlet and valve on the Luring Pines Tank.

5.4) Transmission/Distribution Mains, 11117.30, Page 61

Expense Increase of \$4,200 or 0%.

This projected increase is based on the installation of a 6" hydro-stop valve in the distribution system.

5.5) Buildings and Structures, 11118.10, Page 63

Expense Increase of \$4,600 or 0%.

This projected increase is based on the purchase and installation of a new sign in front of the District Office and new energy efficient lighting in the garage and Butler Building.

5.6) Office Equipment and Furniture, 11118.20, Page 64

Expense Remains at \$1,600.

The projected expense in this account is based on the purchase of a desktop computer and a printer for the District Receptionist. (Last year a desktop computer and monitor were purchased for the Water Department Supervisor).

5.7) Vehicles and Equipment, 11118.30, Page 65

Expense Increase of \$3,967 or 23.29%.

This projected increase is based on the purchase of a new pickup truck which will replace a 1994 pickup. The District made its final loan payment in FY 2009/10 on a new vehicle purchased three years ago.

5.8) Communication Equipment, 11118.50, Page 67

Expense Increase of \$475 or 12.42%.

This projected increase is based on the purchase of three Motorola desktop remote radios. (Last year the purchase of a SCADA System upgrade was included in this account).

5.9) Special Purpose Equipment, 11118.60, Page 68

Expense Decrease of \$250 or 8.47%.

This projected decrease is based on purchasing a 40 ft storage container which was deferred from the prior year. (Last year, the purchase of two stationary compressors were included in this account).

5.10) Water Department Inventory, 11430.00, Page 69

Expense Increase of \$7,133 or 48.90%.

This projected increase is based on increased need for inventory replacement.

5.11) DWR Loan Payment, **55825.00,** **Page 71**
22155.00
Expense Remains at \$123,489.

This account remains the same since this is the annual DWR loan principal and interest payment amount.

5.12) Lease Purchase Payments, **55850.00,** **Page 72**

Expense Remains the Same at \$3,575.

This account remains the same with no anticipated changes during the fiscal year.

5.13) Planning and Studies, **11118.70,** **Page 73**

Expense Decrease of \$10,000 or 66.67%.

This decrease is based on the District Administration hiring a Financial Consultant. (Last year this account funded the Water Department Financial Master Plan).

2010-11 WATER DEPARTMENT / ADMINISTRATION OFFICE REVENUE AND EXPENSE SUMMARY

<u>OPERATING REVENUE:</u>	<u>Projected 2010-11</u>	<u>Budgeted 2009-10</u>	<u>% Change</u>
Monthly Service Charges (12 mo. @ \$18.15)	\$667,573	\$661,884	0.9%
Water Sales (23.1 MCF x \$.0326)	\$753,197	\$854,120	-11.8%
Delinquent Fees	\$42,560	\$42,830	-0.6%
Meter Installations (\$984 x 4)	\$3,936	\$3,936	0.0%
Interdepartmental Reimbursements	\$64,302	\$62,395	3.1%
Meter Unlocking Charges	\$9,300	\$7,800	19.2%
Meter Reconnect Charges	\$13,750	\$9,900	38.9%
Customer Service Fees	\$2,260	\$2,150	5.1%
Availability Charges (100%)	\$41,066	\$40,544	1.3%
Interest Income (100% of total available interest)	\$12,284	\$52,672	-76.7%
Miscellaneous Income	\$9,500	\$9,500	0.0%
Cost of Sales	\$10,000	\$11,062	-9.6%
Transfer From General Fund	\$0	\$0	0.0%
San Bernardino County Lease Payments	\$9,600	\$9,600	0.0%
TOTAL OPERATING REVENUE:	\$1,639,328	\$1,768,393	-7.3%
 <u>OPERATING EXPENSES:</u>			
(Per Attached Budget)			
TOTAL OPERATING EXPENSES:	\$1,618,444	\$1,763,952	-8.2%
 <u>CAPITAL IMPROVEMENT REVENUE:</u>			
Water Facilities Capacity Charge (\$4,017 x 4)	\$16,068	\$16,068	0.0%
Property Taxes	\$57,288	\$0	0.0%
DWR Loan Fee (3,136 x \$3.90 x 12 mo.)	\$146,765	\$146,765	0.0%
Availability Charge (0%)	\$0	\$0	0.0%
Transfer from Capital Improvement Funds	\$0	\$0	0.0%
Interest Income (0% of total available interest)	\$0	\$0	0.0%
Transfer from San Bernardino County Lease Revenue	\$0	\$21,035	-100.0%
TOTAL CAPITAL IMPROVEMENT REVENUE:	\$220,121	\$183,868	19.7%
 <u>CAPITAL IMPROVEMENT EXPENSES:</u>			
(Per Attached Budget)			
Restricted for Future Water Development Projects	\$35,271	\$0	0.0%
TOTAL CAPITAL IMPROVEMENT EXPENSES:	\$241,005	\$188,309	28.0%
 TOTAL PROJECTED REVENUE:			
	\$1,859,449	\$1,952,261	
 TOTAL PROJECTED EXPENSES:			
	\$1,859,449	\$1,952,261	
 <i>Difference between operating revenue/expenses</i>			
	\$20,884	\$4,441	
<i>Difference between capital improvement revenue/expenses</i>			
	(\$20,884)	(\$4,441)	
Total Net Difference:			
	\$0	\$0	

**RUNNING SPRINGS WATER DISTRICT
WATER DEPARTMENT / ADMINISTRATION OFFICE
2010-11 BUDGET**

ACCOUNT NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
55000.00	ADMINISTRATIVE SALARIES	\$48,148	\$45,788	5.15%		5
55005.00	OPERATING WAGES	\$347,008	\$394,080	-11.94%		6
55010.00	ADMIN / OFFICE WAGES	\$204,448	\$197,351	3.60%		8
55015.00	DIRECTORS' COMPENSATION	\$4,516	\$3,716	21.53%		9
55020.00	GROUP INSURANCE	\$101,617	\$114,890	-11.55%		10
55025.00	PERS RETIREMENT	\$162,298	\$185,870	-12.68%		11
55030.00	UNIFORMS	\$3,204	\$3,176	0.88%		12
55035.00	CAR ALLOWANCE	\$0	\$0	0.00%		13
SALARIES, WAGES & BENEFITS SUB-TOTAL:		\$871,239	\$944,871		\$0	
55100.00	OFFICE SUPPLIES/MATERIALS	\$27,250	\$27,000	0.93%		14
55105.00	OFFICE EQUIPMENT REPAIR/ MAINTENANCE	\$2,185	\$2,000	9.25%		15
55110.00	OFFICE EQUIPMENT MAINTENANCE AGREEMENTS	\$1,488	\$1,353	9.98%		16
55115.00	OFFICE EQUIPMENT RENTALS & LEASES	\$2,000	\$2,000	0.00%		17
55120.00	OFFICE JANITORIAL SERVICE	\$5,450	\$5,450	0.00%		18
55126.00	COMPUTER TECHNICAL SUPPORT	\$14,740	\$12,860	14.62%		19
55130.00	UTILITIES/HEAT & LIGHTS	\$12,000	\$11,400	5.26%		20
55135.00	UTILITIES - POWER FOR PUMPING	\$89,900	\$89,280	0.69%		21
55140.00	TELEPHONE	\$6,160	\$6,448	-4.47%		22
55200.00	LIABILITY INSURANCE	\$20,260	\$20,331	-0.35%		23
55205.00	WORKERS COMP INSURANCE	\$25,806	\$38,580	-33.11%		24
55210.00	UNEMPLOYMENT BENEFIT PAYMENTS	\$0	\$0	0.00%		25
55215.00	MEDICARE HOSPITAL TAX	\$7,996	\$8,338	-4.10%		26
55300.00	POSTAGE	\$23,213	\$23,213	0.00%		27
55305.00	COMMUNITY RELATIONS	\$2,800	\$3,500	-20.00%		28
55310.00	PRINTING & PUBLICATION	\$3,450	\$3,450	0.00%		29
5315.00	MEMBERSHIPS & SUBSCRIPTIONS	\$3,909	\$3,533	10.64%		30
55320.00	PROFESSIONAL SERVICES	\$70,563	\$67,836	4.02%		31

ACCOUNT NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
55400.00	PURCHASED WATER	\$255,422	\$388,550	-34.26%		32
55405.00	WATER TESTING & PURIFICATION	\$25,969	\$28,224	-7.99%		33
55500.00	GENERAL MAINTENANCE OFFICE & GROUNDS	\$1,250	\$1,650	-24.24%		34
55505.00	REPAIR/MAINTENANCE SOURCE OF SUPPLY	\$2,480	\$2,480	0.00%		35
55510.00	MAINTENANCE MAINS	\$2,800	\$2,800	0.00%		36
55515.00	REPAIR/MAINTENANCE PUMPS & MOTORS	\$1,000	\$1,000	0.00%		37
55520.00	REPAIR/MAINTENANCE PUMP BUILDINGS	\$1,000	\$1,000	0.00%		38
55525.00	REPAIR/MAINTENANCE STORAGE TANKS	\$79,500	\$4,500	1666.67%		39
55535.00	MAINTENANCE FUEL STORAGE TANKS	\$1,000	\$600	66.67%		40
55600.00	GAS, FUEL, OIL & GREASE	\$11,960	\$16,600	-27.95%		41
55605.00	TRUCK REPAIR & MAINT.	\$4,960	\$4,960	0.00%		42
55610.00	TRACTOR & EQUIPMENT REPAIR/MAINTENANCE	\$2,000	\$2,000	0.00%		43
55615.00	RADIO REPAIR/MAINTENANCE	\$1,000	\$1,000	0.00%		44
55620.00	BLACKTOP/STREET REPAIRS	\$5,500	\$6,900	-20.29%		45
55625.00	METERS & SERVICES REPAIR/MAINTENANCE	\$1,012	\$1,012	0.00%		46
55630.00	FIRE HYDRANT REPAIR AND MAINTENANCE	\$600	\$600	0.00%		47
55640.00	FEES & PERMITS	\$19,396	\$18,447	5.14%		48
55700.00	SMALL TOOLS/EQUIPMENT	\$1,500	\$1,000	50.00%		49
55705.00	SAFETY CLOTHING/DEVICES	\$1,895	\$1,895	0.00%		50
55710.00	SAFETY EQUIPMENT	\$1,000	\$1,000	0.00%		51
55715.00	EDUCATION & SEMINARS	\$4,000	\$3,500	14.29%		52
55720.00	MILEAGE & TRAVEL	\$600	\$600	0.00%		53
55725.00	MISCELLANEOUS SUPPLIES & EXPENSES	\$2,088	\$2,088	0.00%		54
55800.00	COST TO ACCESS STAND-BY CHARGES	\$103	\$103	0.00%		55
SERVICES & SUPPLIES SUB-TOTAL:		\$747,205	\$819,081		\$0	
TOTAL OPERATING EXPENSES:		\$1,618,444	\$1,763,952		\$0	

ACCOUNT NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
11114.10	SOURCE OF SUPPLY	\$0	\$0	0.00%		56
11114.30	WELLS/SPRINGS	\$0	\$0	0.00%		57
11115.20	PUMPING EQUIPMENT	\$6,800	\$4,500	51.11%		58
11116.20	PURIFICATION SYSTEM	\$1,750	\$1,750	0.00%		59
11117.20	RESERVOIRS AND TANKS	\$5,000	\$0	0.00%		60
11117.30	TRANSMISSION/DIST MAINS	\$4,200	\$0	0.00%		61
11117.40	FIRE HYDRANTS	\$0	\$0	0.00%		62
11118.10	BUILDINGS & STRUCTURES	\$4,600	\$0	0.00%		63
11118.20	OFFICE FURNITURE AND EQUIPMENT	\$1,600	\$1,600	0.00%		64
11118.30	VEHICLES & EQUIPMENT	\$21,000	\$17,033	23.29%		65
11118.40	TOOLS/EQUIPMENT SHOP & GARAGE	\$0	\$0	0.00%		66
11118.50	COMMUNICATION EQUIPMENT	\$4,300	\$3,825	12.42%		67
11118.60	SPECIAL PURPOSE EQUIP.	\$2,700	\$2,950	-8.47%		68
11430.00	WATER DEPT. INVENTORY	\$21,720	\$14,587	48.90%		69
55506.00	WATER DEVELOPMENT	\$0	\$0	0.00%		70
22155.00	DWR LOAN PAYMENT					
55825.00	(PRINCIPLE & INTEREST)	\$123,489	\$123,489	0.00%		71
55850.00	LEASE PURCHASE PAYMENTS	\$3,575	\$3,575	0.00%		72
11250.40	CIP MASTER PLAN WATER	\$5,000	\$15,000	-66.67%		73
TOTAL CAPITAL IMPROVEMENTS:		\$205,734	\$188,309		\$0	
TOTAL BUDGET:		\$1,824,178	\$1,952,261		\$0	

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

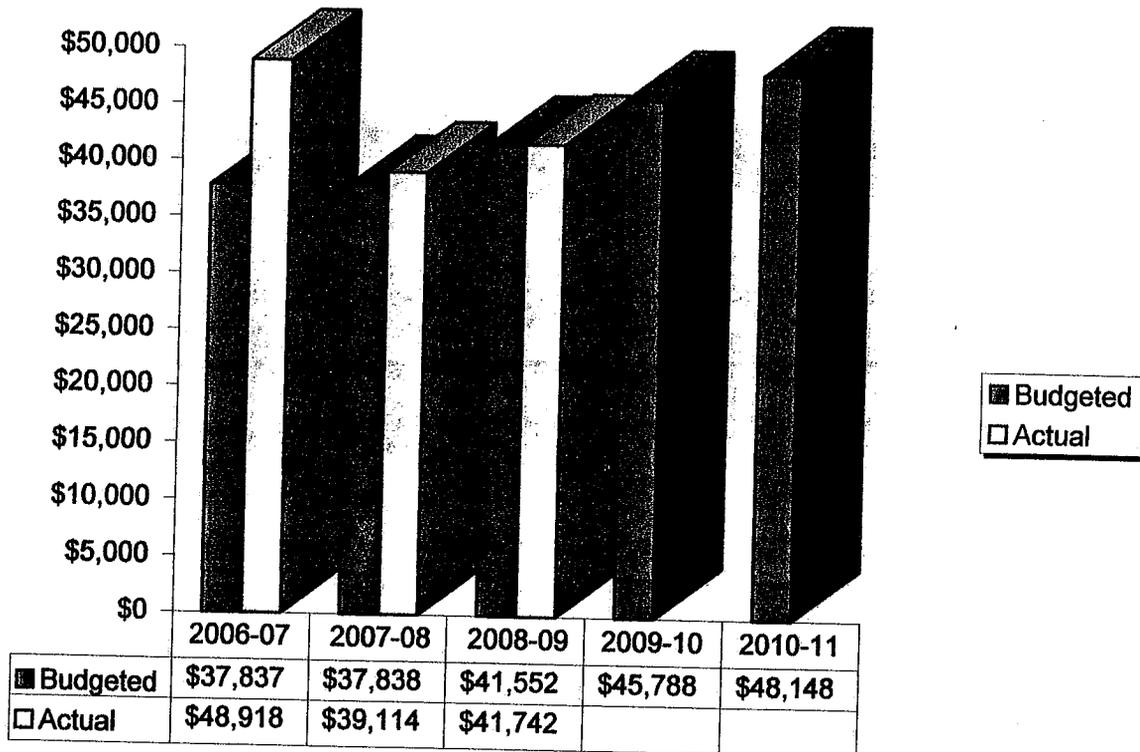
55000.00

ADMINISTRATIVE SALARIES

\$48,148

SALARY ALLOCATION:
33.3% Water Department
33.3% Fire Department
33.3% Sewer Department

\$ 48,148



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55005.00

OPERATING WAGES

\$347,008

SUMMARY OF BUDGET

ALLOCATION OF WAGES:
WATER DIVISION:

SUPERVISION

Division Supervisor

\$ 79,706

OPERATIONS

4 Distribution Operators

1 Meter Reader

\$ 195,181

\$ 35,921

Overtime

On-Call Time - 365 Days X 1Hr. Ea. Night X \$39.65/Hr. =

\$ 14,472

Holiday Coverage - 12 Days X 3Hrs. X \$39.65/Hr. =

\$ 1,427

Weekend Coverage - 104 Days X 3Hrs. X \$39.65/Hr. =

\$ 12,371

After Hours and Emergency Call-Outs - 200Hrs. X \$39.65/Hr. =

\$ 7,930

WAGE REQUEST: Earned merit raises where applicable.

G/L ACCOUNT
NUMBER

55005.00 (cont.)

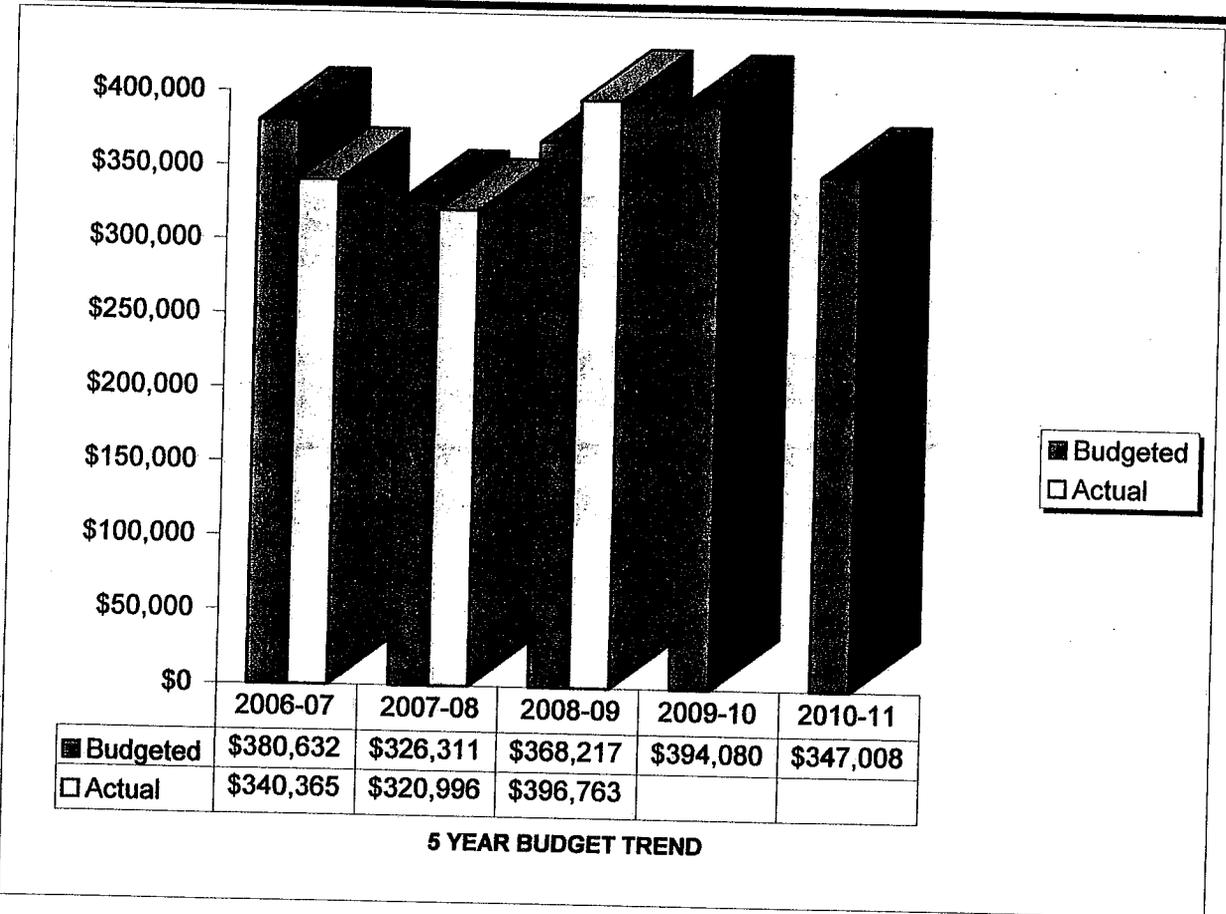
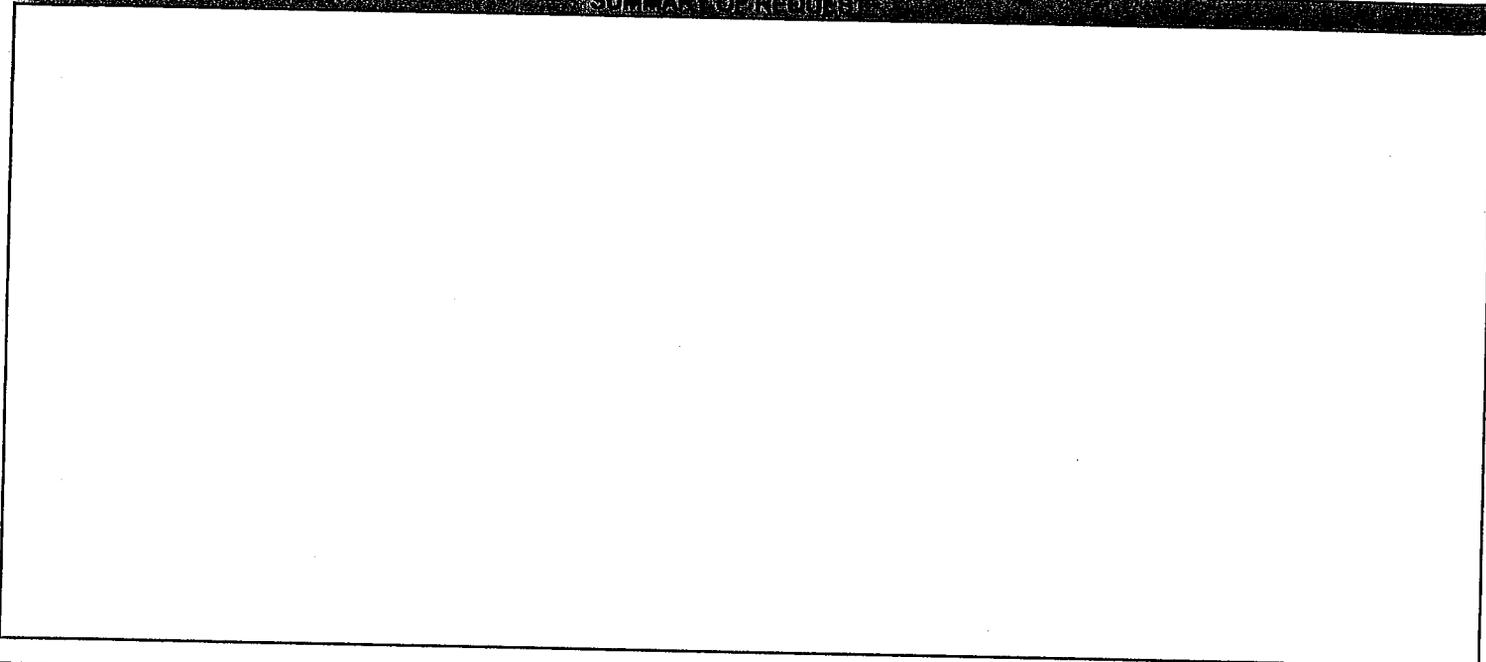
DESCRIPTION

OPERATING WAGES

REQUEST

\$347,008

SUMMARY OF REQUEST



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55010.00

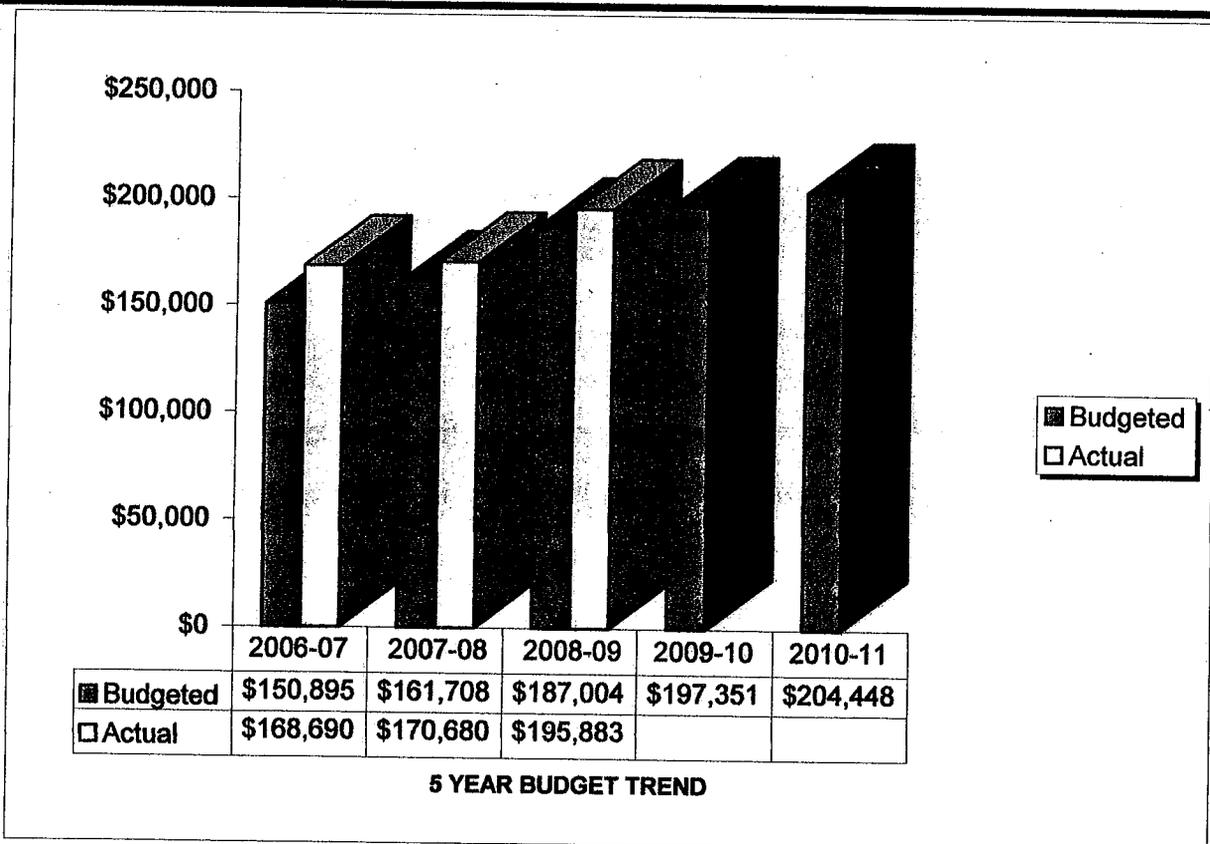
ADMINISTRATION OFFICE WAGES

\$204,448

ALLOCATION OF WAGES:

Administration Supervisor	\$	84,060
Administration Staff (3 Fulltime Positions)	\$	119,388
OVERTIME: (Other than Administration Supervisor)	\$	1,000

WAGE RECOMMENDATION: Earned Merit raises where applicable.



G/L ACCOUNT
NUMBER

DESCRIPTION

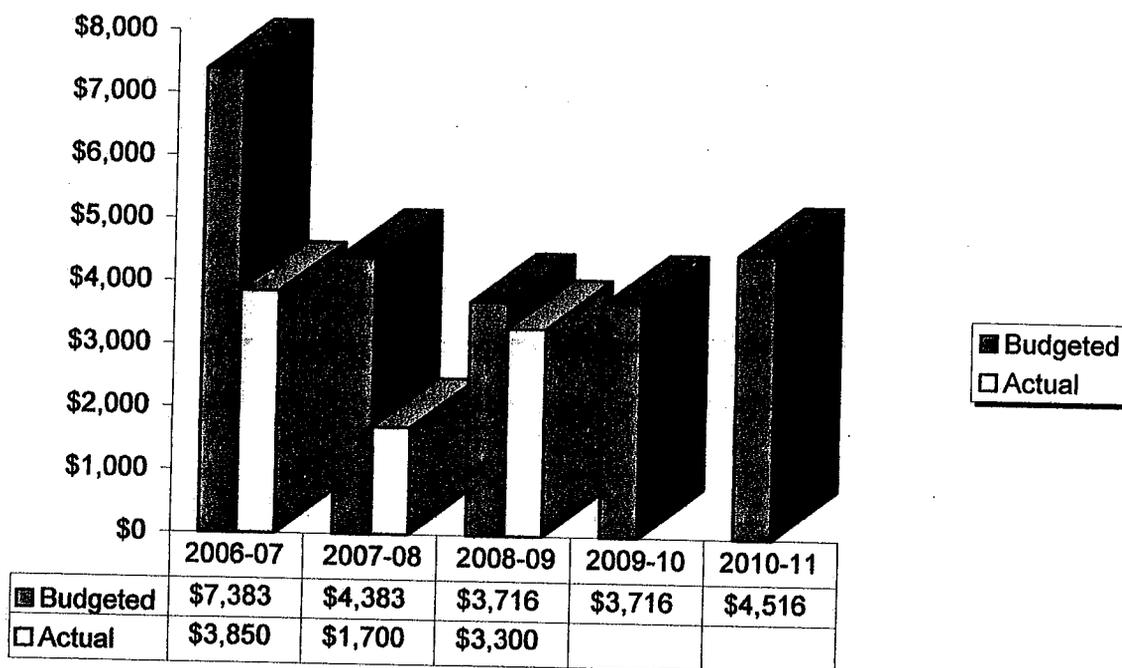
REQUEST

55015.00

DIRECTORS' COMPENSATION

\$4,516

14 Board Meetings Annually x 5 Directors x \$100 Ea. = \$7,000 Divided equally between 3 Departments, \$7,000/3	\$	2,333
11 Special District Meetings x 1 Director x \$50 = \$550 Divided equally between 3 Departments, \$550/3	\$	183
10 Committee Meetings x 2 Directors x \$100	\$	2,000



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55020.00

GROUP INSURANCE

\$101,617

MEDICAL, DENTAL, VISION

\$699.25 (Average Medical Cap + 2.5%) x 10.33 Employees
(10 Water Employees and 33% GM)=\$7,223.33 x 12 Months

\$ 86,680

LIFE INSURANCE

\$1,306,413.34 (Formula) x .44 Divided by 1000 x 12 Months
(10 Water Employees and 33% GM Salary Rounded x 2 Years +
\$25,000 Each Employee to a Max. of \$175,000)

\$ 6,898

AD&D

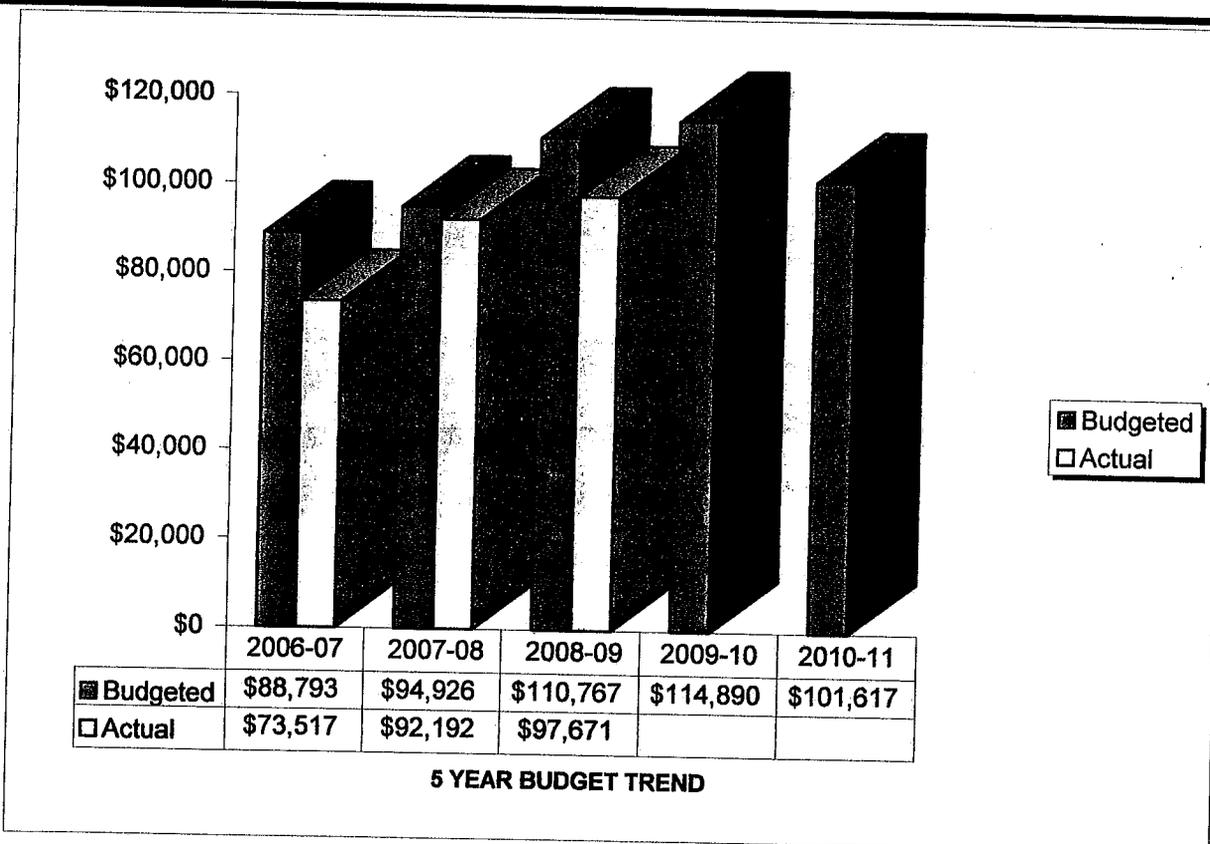
\$1,306,413.34 (Formula) x .00005 x 12 Months
(10 Water Employees and 33% GM Salary Rounded x 2 Years +
\$25,000 Each Employee to a Max. of \$175,000)

\$ 784

LTD

\$562,404 (Salary) x 1.29%
(10 Water Employees and 33% GM Salary)

\$ 7,255



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

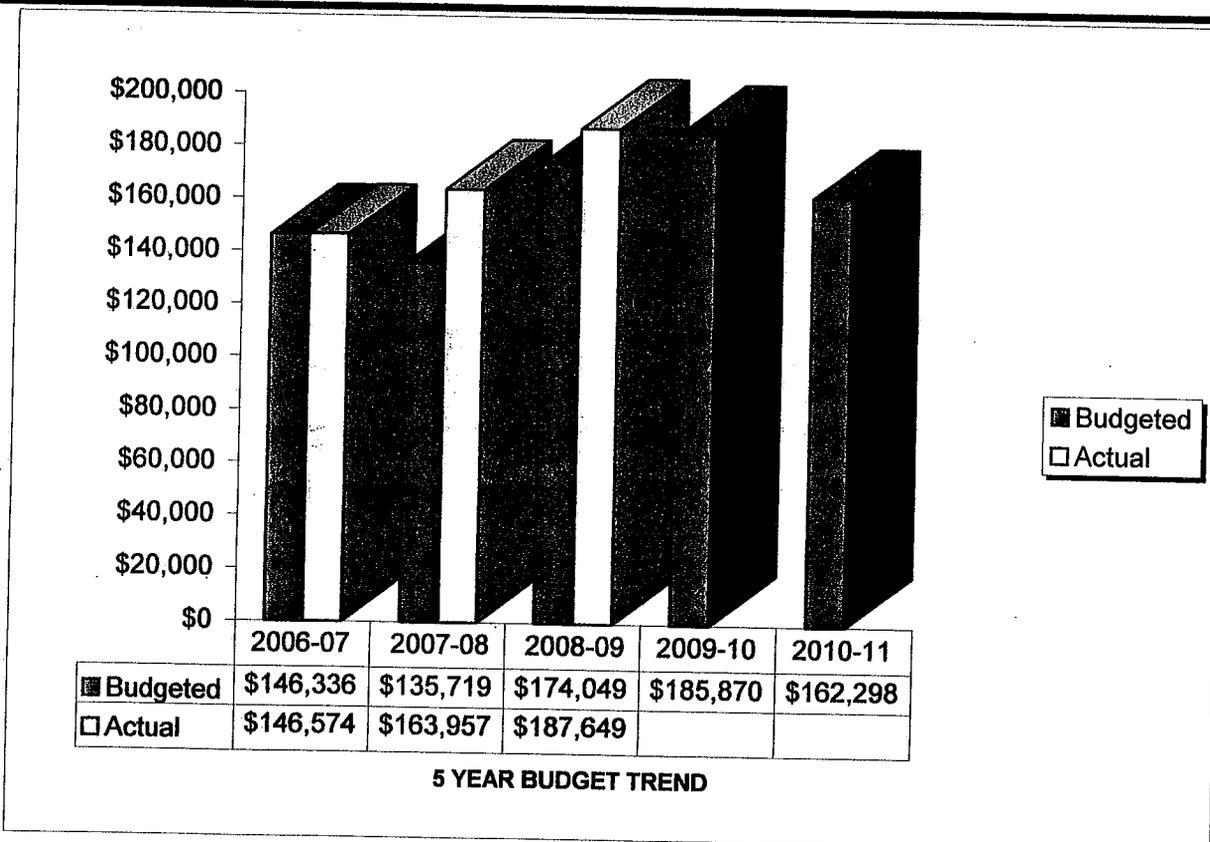
55025.00

PERS RETIREMENT

\$162,298

DISTRICT PORTION: 20.218% X \$562,404 -	\$	113,707
EMPLOYER PAID MEMBER CONTRIBUTION (EPMC): 8.0% X \$562,404 -	\$	44,992
PAYING AND REPORTING THE VALUE OF EPMC: 0.64% X \$562,404 -	\$	3,599

* Includes:
 33% of General Manager's Salary
 Base and Holiday Portions of Water Department and Office Salaries
 Water Department's Uniforms and Safety Shoes



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

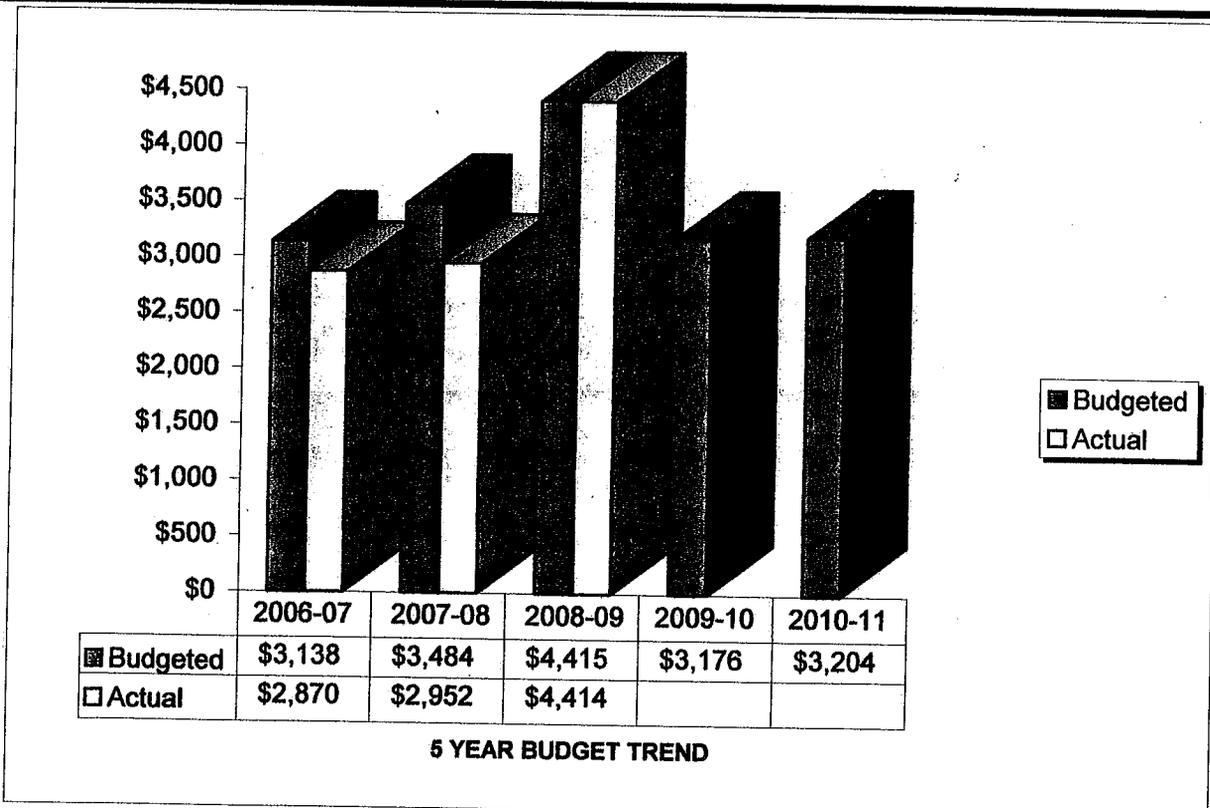
55030.00

UNIFORMS

\$3,204

SUBJECT OF REQUEST

Uniform Service, by AmeriPride Uniform Service 6 Employees @ \$53/wk x 52 wks	\$	2,756
District Logo Silk Screen T-Shirts 3 Per Employee x \$20.00 x 6 Employees	\$	360
District Logo Silk Screen Golf Style Shirts for Supervisors 4 x \$22/Shirt	\$	88



G/L ACCOUNT
NUMBER

DESCRIPTION

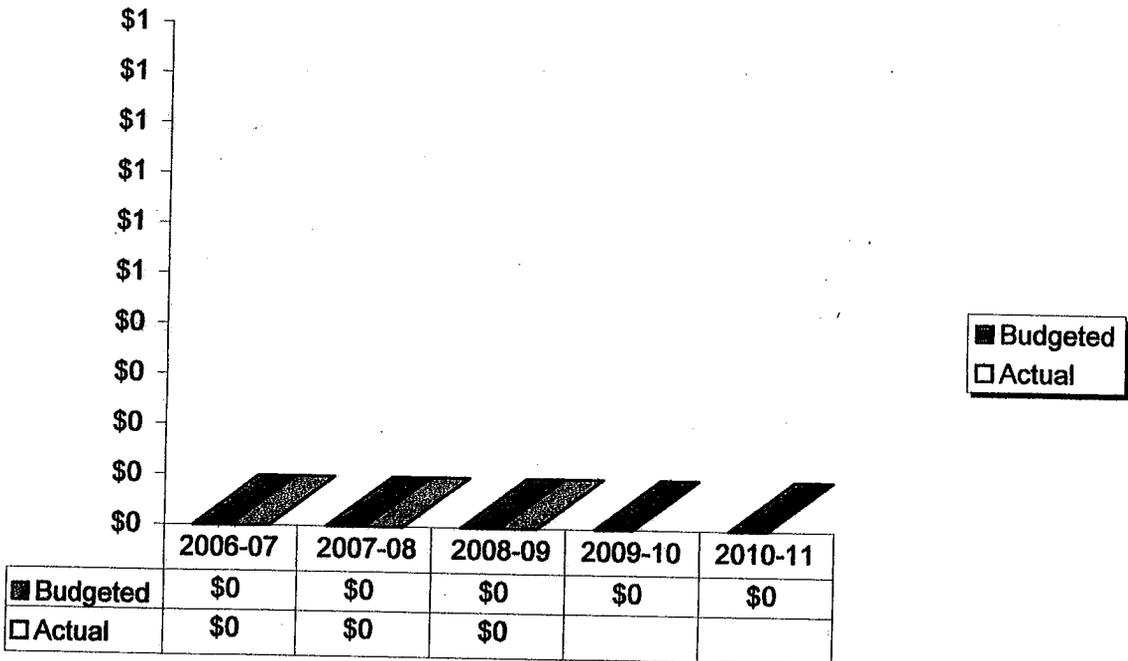
REQUEST

55035.00

CAR ALLOWANCE

\$0

Car Allowance for Manager's Use of Personal Vehicle for District Business.



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

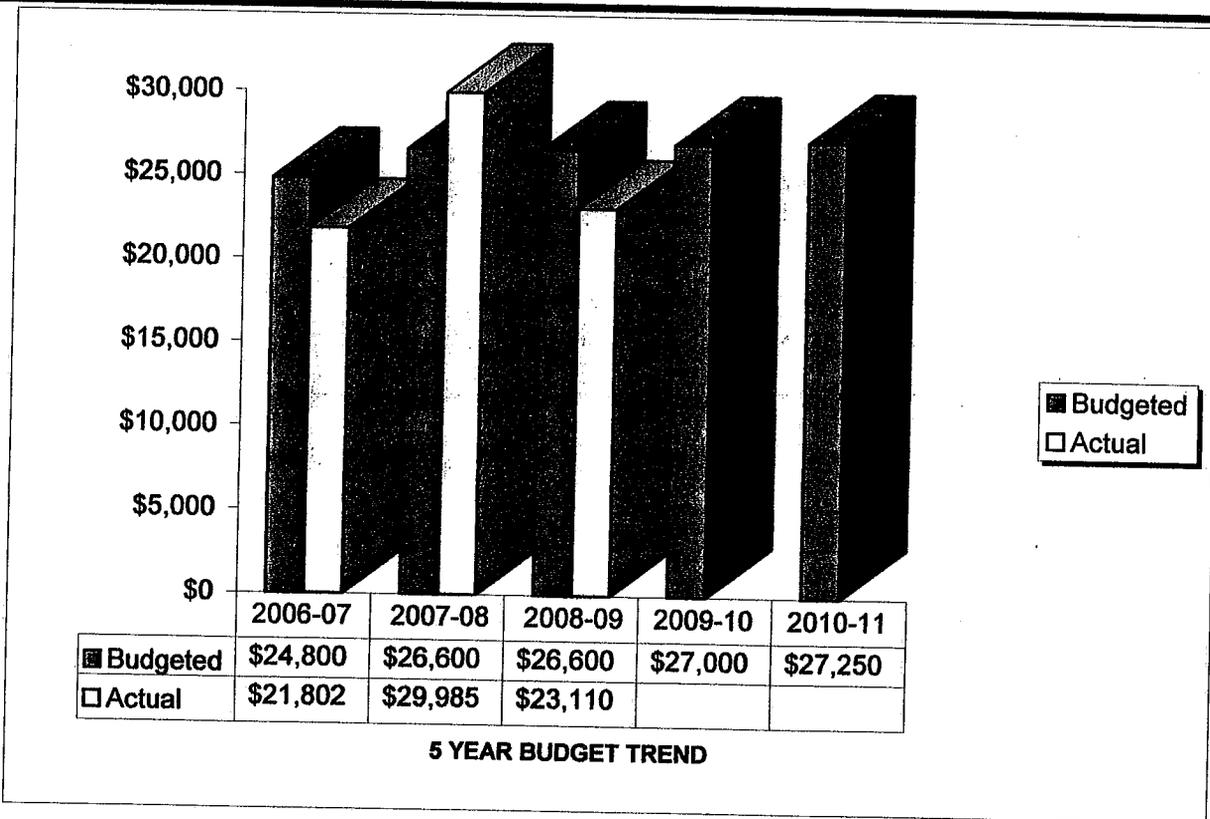
REQUEST

55100.00

OFFICE SUPPLIES/MATERIALS

\$27,250

Copy & Computer Paper, Ribbons, Printer Cartridges & Miscellaneous Items.	\$	10,250
Miscellaneous Supplies, Pencils, Pens, Folders, Binders, Notepads and Office Items, Etc.	\$	12,000
Water Bills & Envelopes (1yr. Supply).	\$	5,000



G/L ACCOUNT
NUMBER

DESCRIPTION

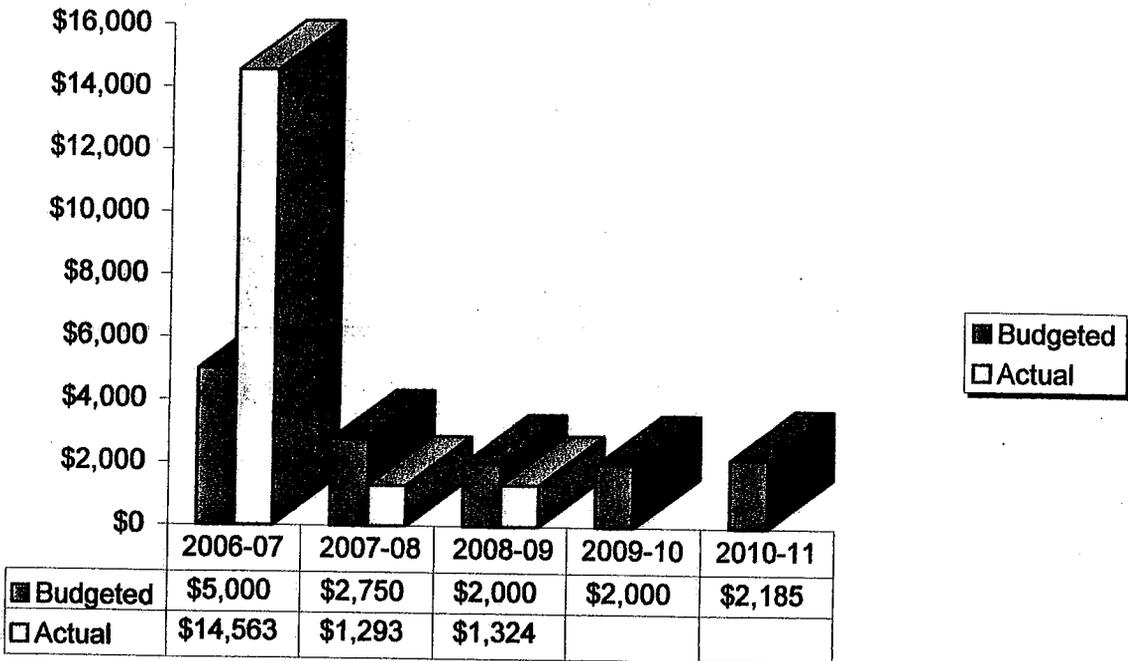
REQUEST

55105.00

OFFICE EQUIPMENT REPAIR/
MAINTENANCE

\$2,185

Miscellaneous Repairs to Office Equipment	\$	750
Sensus Metering System Maintenance Agreement	\$	1,435



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55110.00

DESCRIPTION

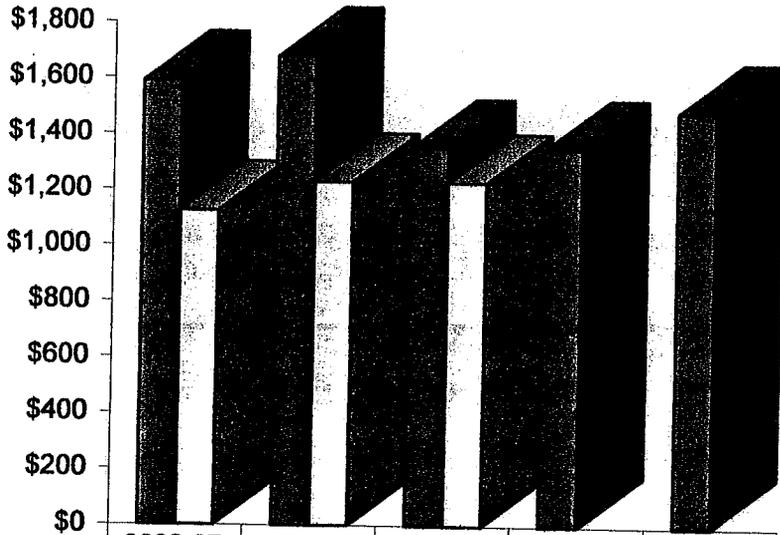
OFFICE EQUIPMENT
MAINTENANCE AGREEMENTS

REQUEST

\$1,488

Neopost (Priority Mail Systems) Service Agreement

\$ 1,488



	2006-07	2007-08	2008-09	2009-10	2010-11
■ Budgeted	\$1,590	\$1,680	\$1,353	\$1,353	\$1,488
□ Actual	\$1,125	\$1,230	\$1,230		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55115.00

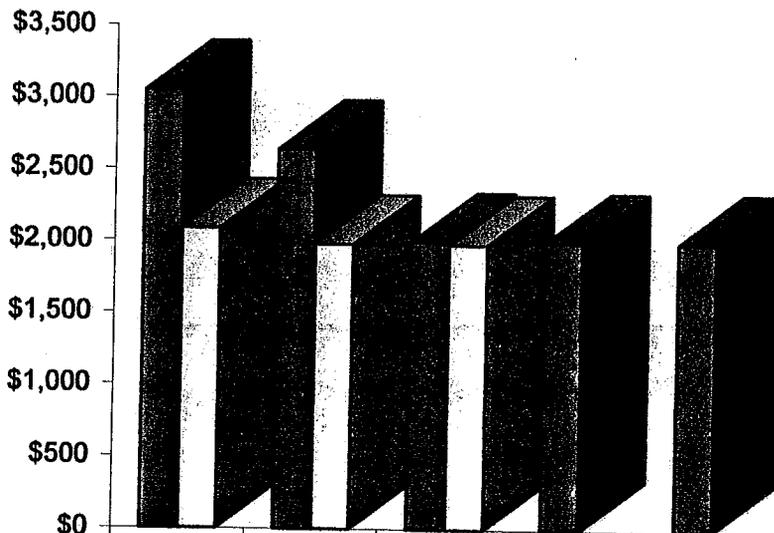
OFFICE EQUIPMENT RENTALS
& LEASES

\$2,000

Pitney Bowes Postage Machine (\$500 X 4 Quarters)

\$ 2,000

Contract Expires May 2012



	2006-07	2007-08	2008-09	2009-10	2010-11
■ Budgeted	\$3,050	\$2,640	\$2,000	\$2,000	\$2,000
□ Actual	\$2,088	\$1,980	\$1,980		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

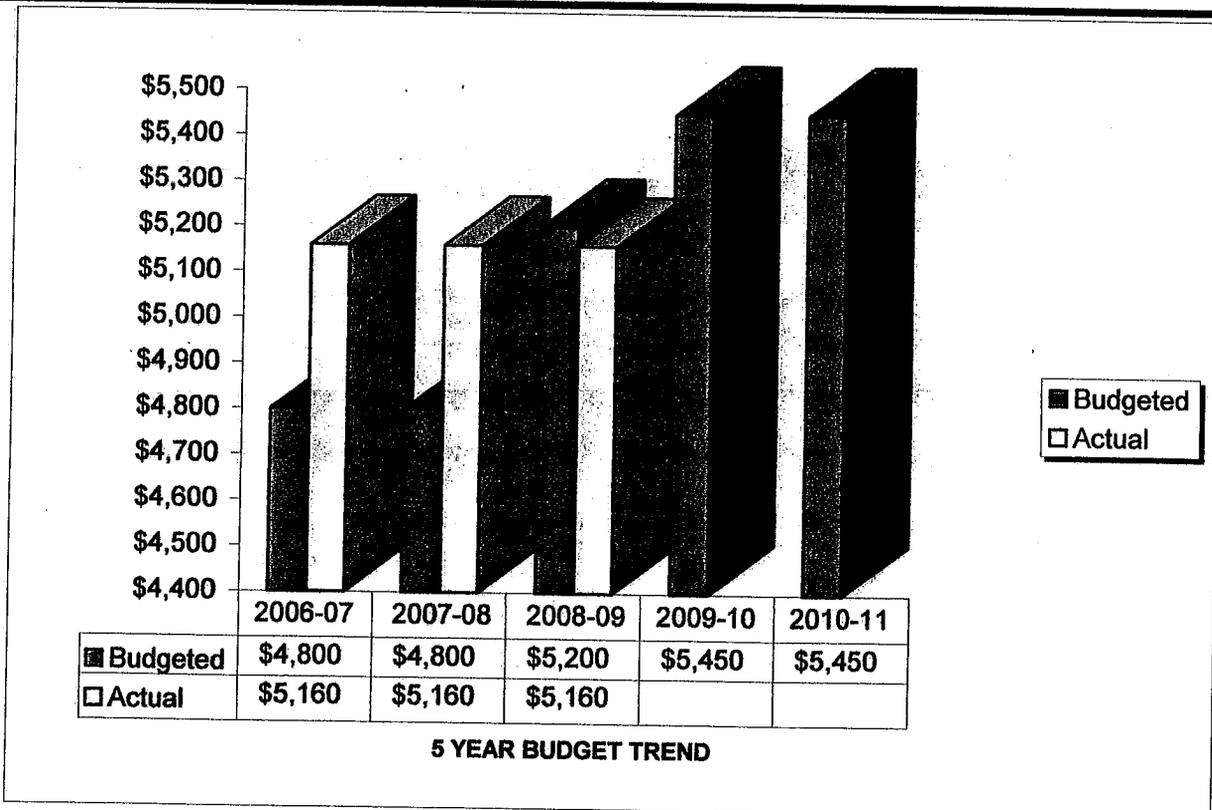
REQUEST

55120.00

OFFICE JANITORIAL SERVICE

\$5,450

Janitorial Services to Clean District Office - 4 Times/Mo. \$400 x 12 Months = \$4,800	\$	4,800
Carpet Cleaning Once Annually -	\$	400
Window Cleaning Once Annually -	\$	250



G/L ACCOUNT
NUMBER

DESCRIPTION

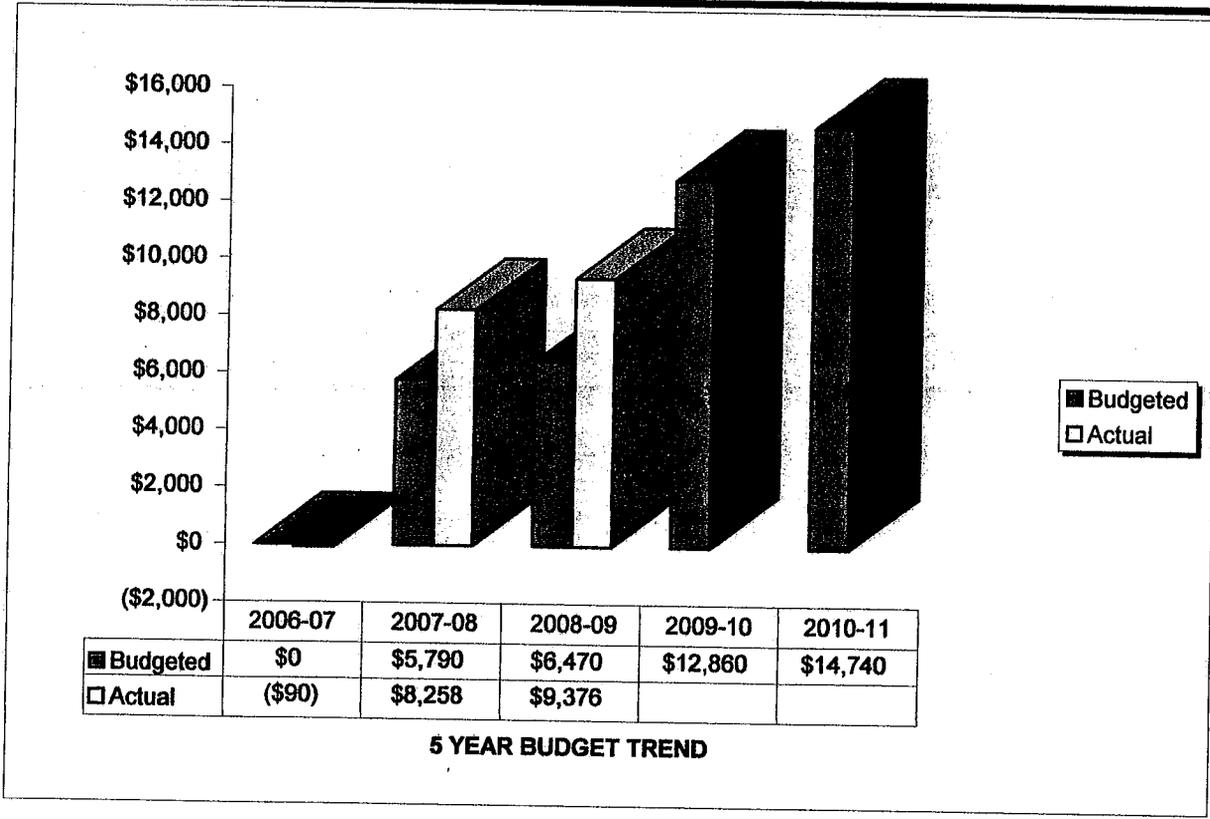
REQUEST

55126.00

COMPUTER TECHNICAL
SUPPORT

\$14,740

Software System, Comet Software Tech Support, Annual Fee -	\$	1,790
Software System, Comet Software General Support 30 Hrs. X \$100/Hr.	\$	3,000
Software Systems Assoc. (Comet Renewal)	\$	1,000
AVS General Computer System Support, Annual Fee -	\$	900
AVS General Computer System Support, 30 Hrs. X \$80/Hr. -	\$	2,400
AVS General Computer System Monitoring Software Program	\$	500
Symantec Antivirus Renewal for Server	\$	500
Emergency Fund, Special Projects -	\$	2,000
PDF Upgrade, Records Retention -	\$	450
Software Systems, PDF Upgrade Program / System Enhancement	\$	2,200



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

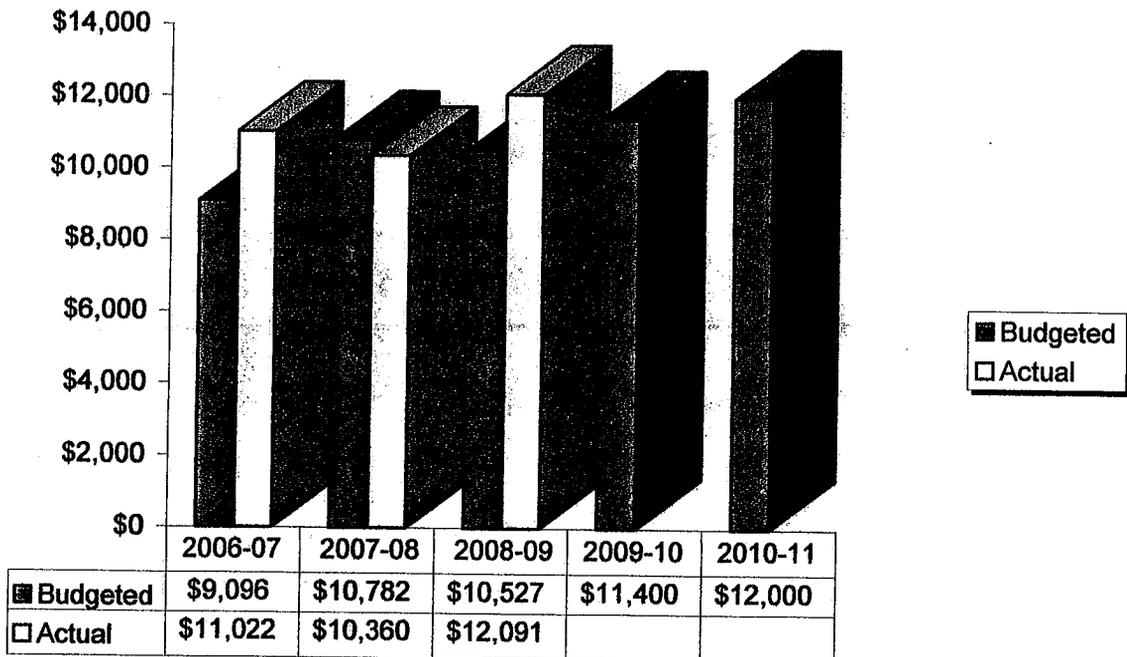
55130.00

UTILITIES/HEAT & LIGHTS

\$12,000

Heat and Lights for District Office and Shops:

\$ 12,000



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55135.00

UTILITIES - POWER FOR PUMPING

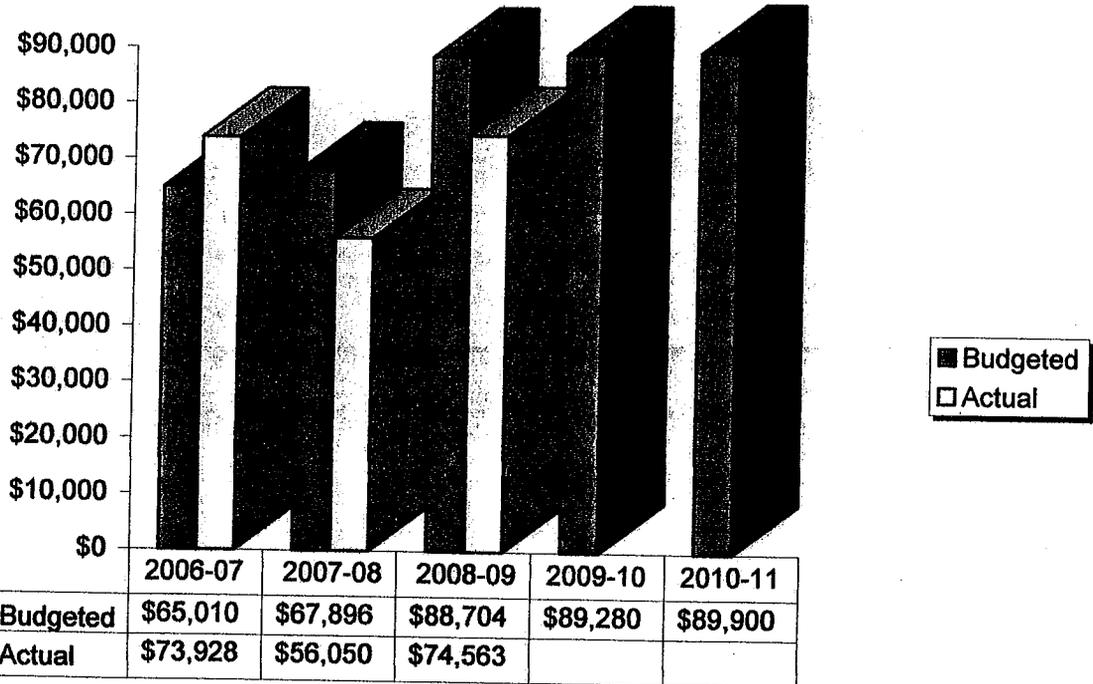
\$89,900

Cost of Power to Operate Pumps at Wells and to Transfer
Water in the Distribution System

\$ 89,900

Cost of Power in 2009-10 Per Acre Foot was Approximately: \$300

Estimated District Production for 2010-11 is 290 Acre Feet
290AF X \$310/AF = \$89,900



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55140.00

TELEPHONE

\$6,160

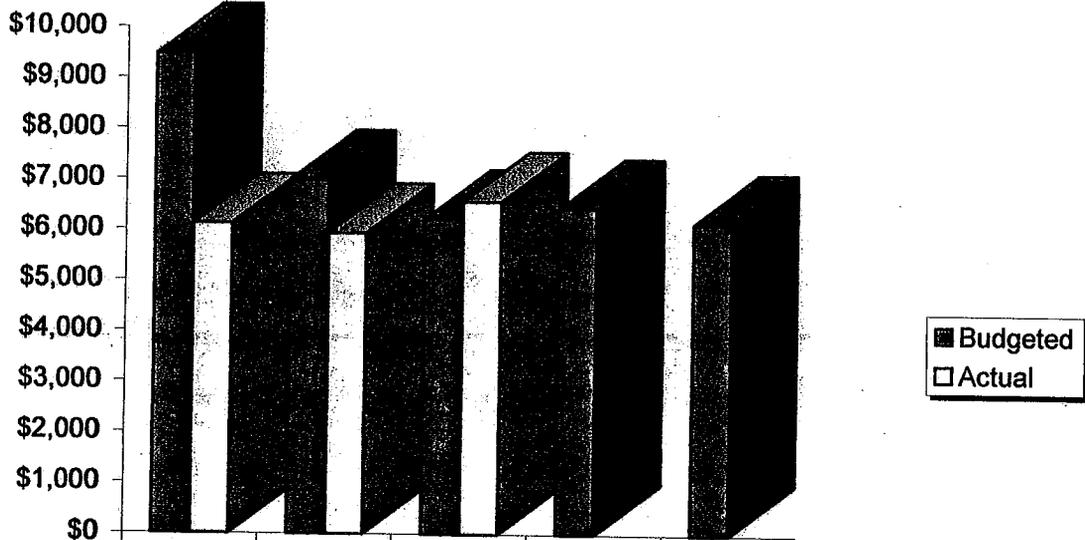
Telephone Service Charges for District Office and Shops:

Current Monthly Average = \$ 409.33 x 12 Months \$ 4,912

Service & Toll Charges for 3 Cellular Phones:

Current Monthly Average for 3 Phones = \$ 40 x 12 Months \$ 480

Verizon Internet Services for 12 Months @ \$63.99 \$ 768



	2006-07	2007-08	2008-09	2009-10	2010-11
Budgeted	\$9,480	\$6,996	\$6,228	\$6,448	\$6,160
Actual	\$6,123	\$5,941	\$6,577		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55200.00

LIABILITY INSURANCE

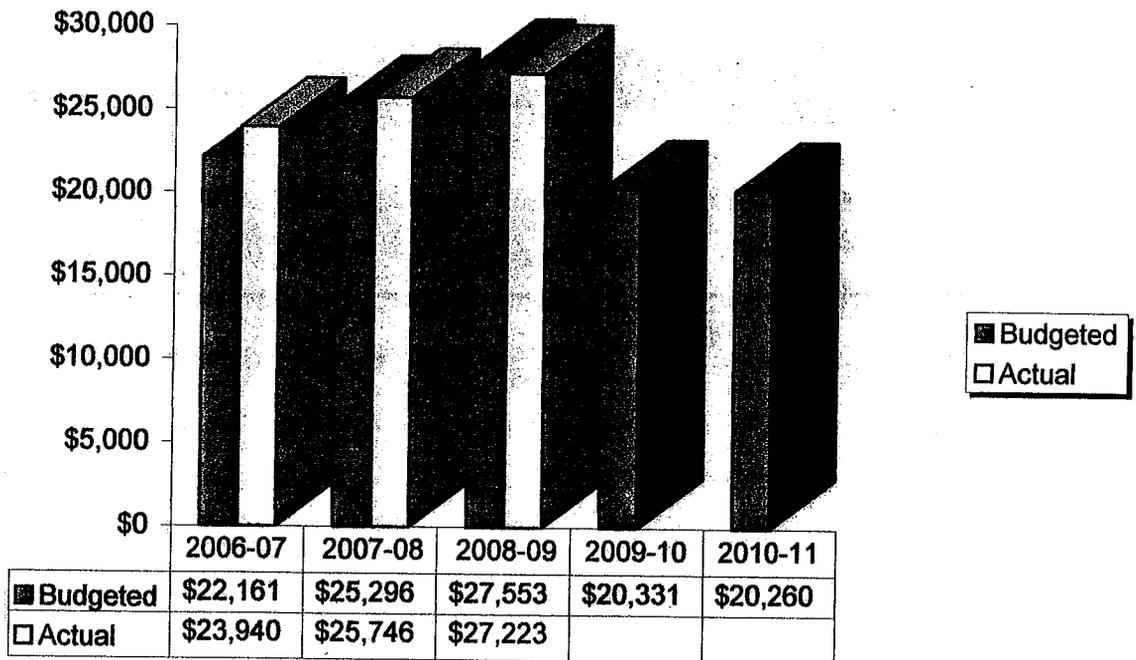
\$20,260

General Liability and Property Insurance Coverage

\$ 20,260

Special District Risk Management Authority (SDRMA)

Water Department Annual Premium = \$20,260



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55205.00

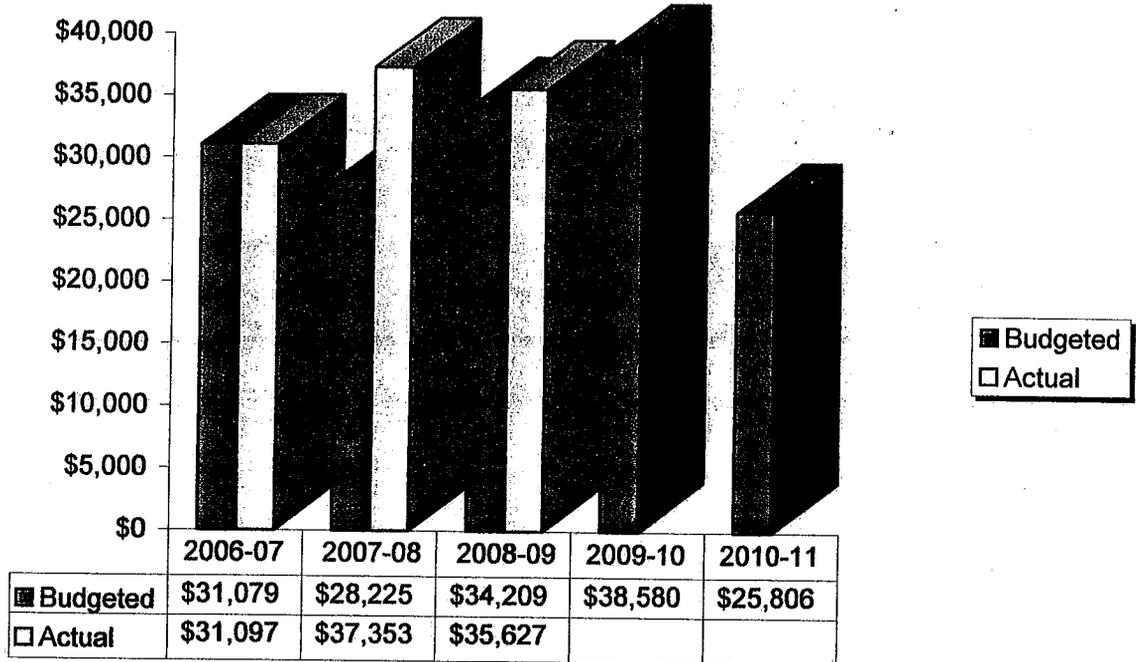
WORKERS COMP INSURANCE

\$25,806

SPECIAL DISTRICT RISK MANAGEMENT AUTHORITY

\$ 25,806

Estimated Premiums for Water Department, Administration, and 33% GM



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

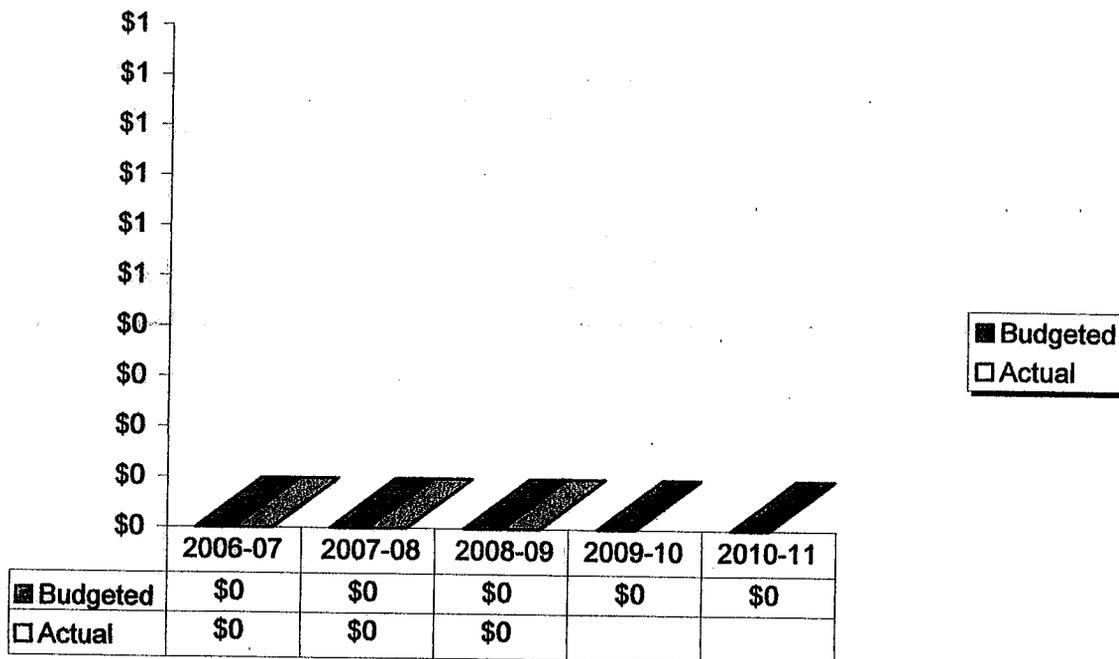
REQUEST

55210.00

UNEMPLOYMENT BENEFIT
PAYMENTS

\$0

None Requested



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55215.00

MEDICARE HOSPITAL TAX

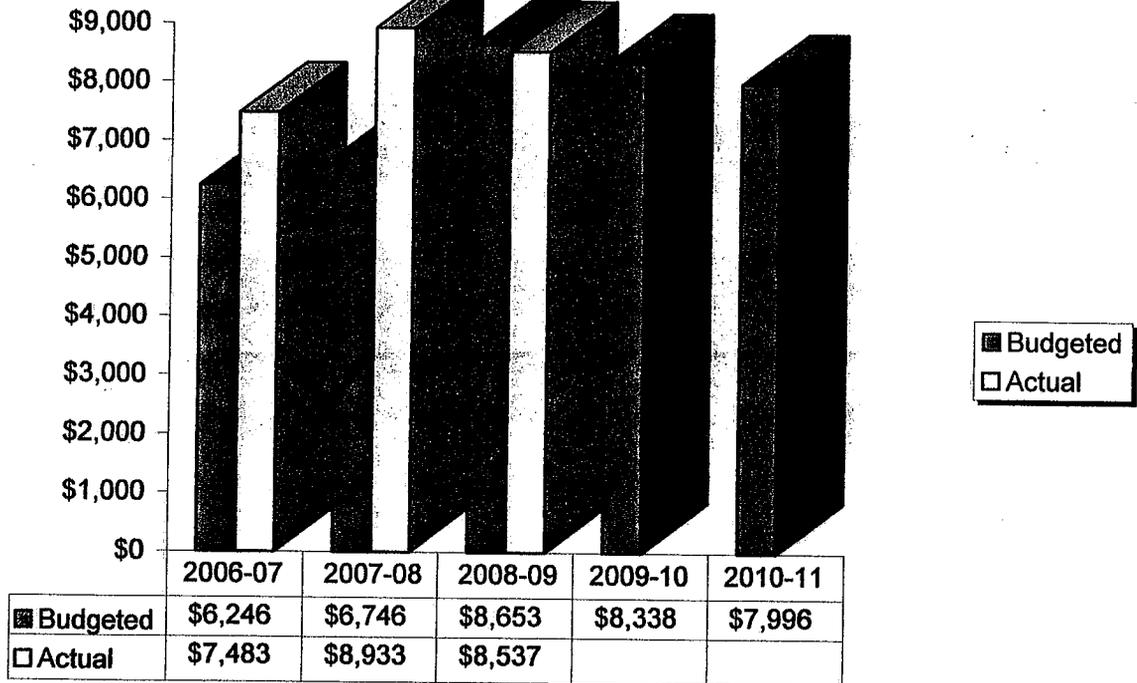
\$7,996

Federal Requirement for Employees Hired After April 1986

Rate: 1.45% of Payroll (Includes Base Pay and All O.T.)

1.45% X \$551,456 -

\$ 7,996



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

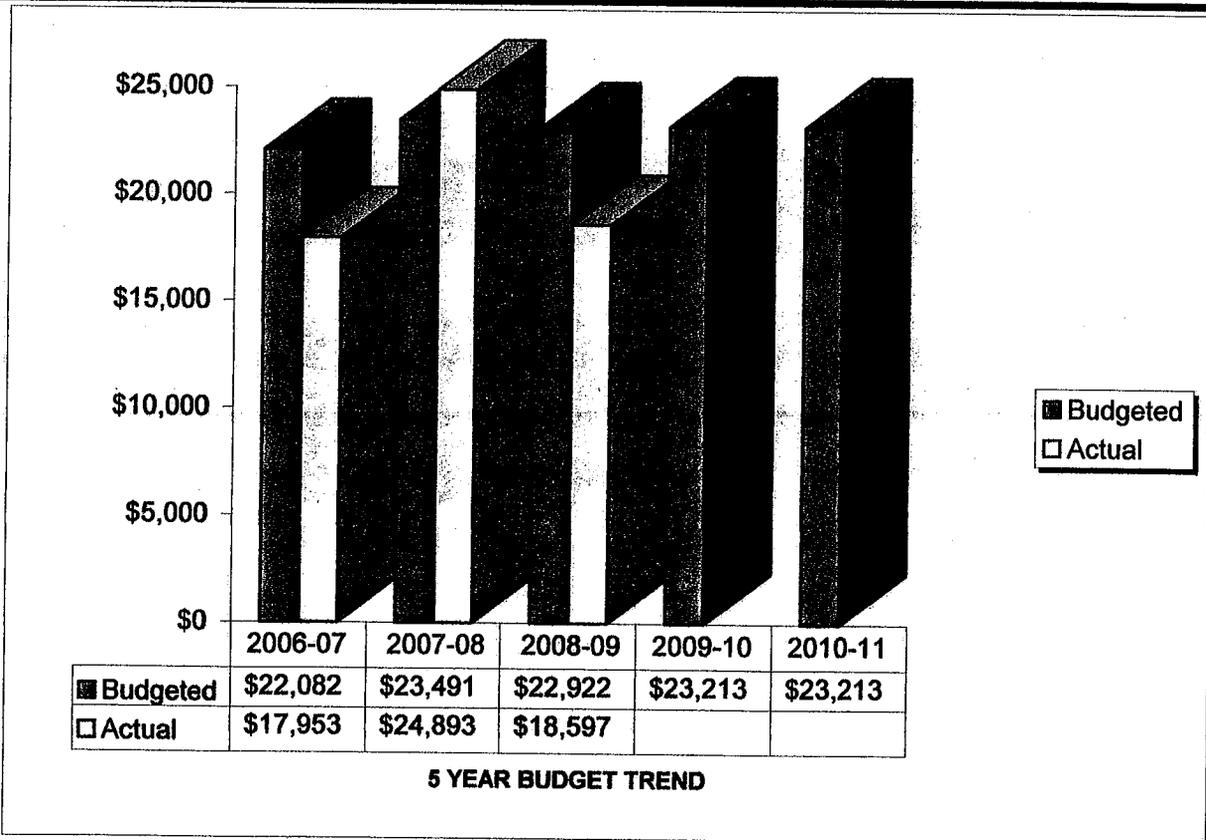
55300.00

POSTAGE

\$23,213

Water Bills - 36,000 @ \$0.44 Ea.	\$	15,840
Shut-Off Notices - 7,200 @ \$0.44 Ea.	\$	3,168
Availability Bills	\$	520
Postage Meter (Based on Actual Postage for 2009)	\$	3,685

Cost of Postage for Mailing Water Bills and General Business Mail.
Uncertain if Rate Increase will Occur in 2010-11



G/L ACCOUNT
NUMBER

DESCRIPTION

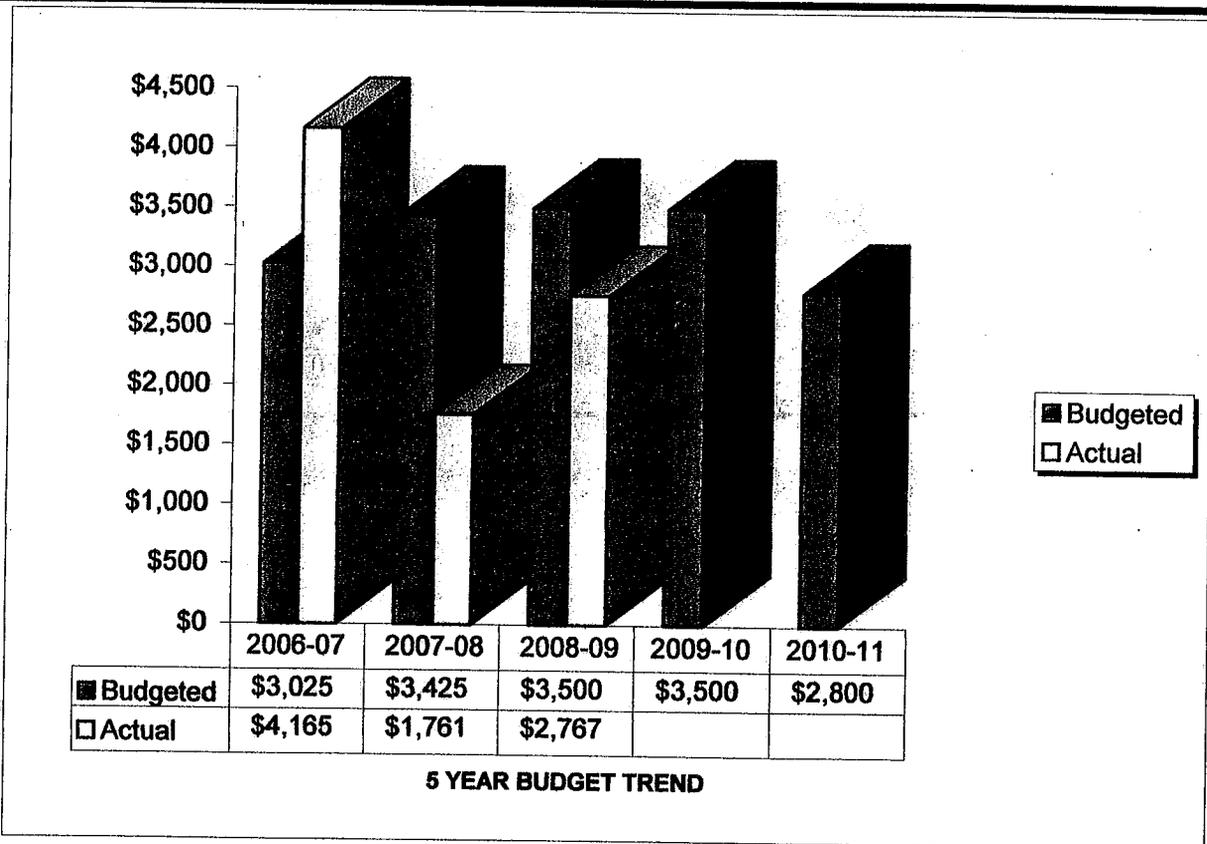
REQUEST

55305.00

COMMUNITY RELATIONS

\$2,800

Water Conservation Handout Materials -	\$	500
Employee Recognition - Anniversary Lunch 10 Employees x \$30	\$	300
Unanticipated Expenses	\$	1,500
Employee Recognition Award	\$	500



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55310.00

PRINTING & PUBLICATION

\$3,450

Letterhead Stationery, Envelopes, Service Applications,
Door Tags, Business Cards, Timecards and Special Printings

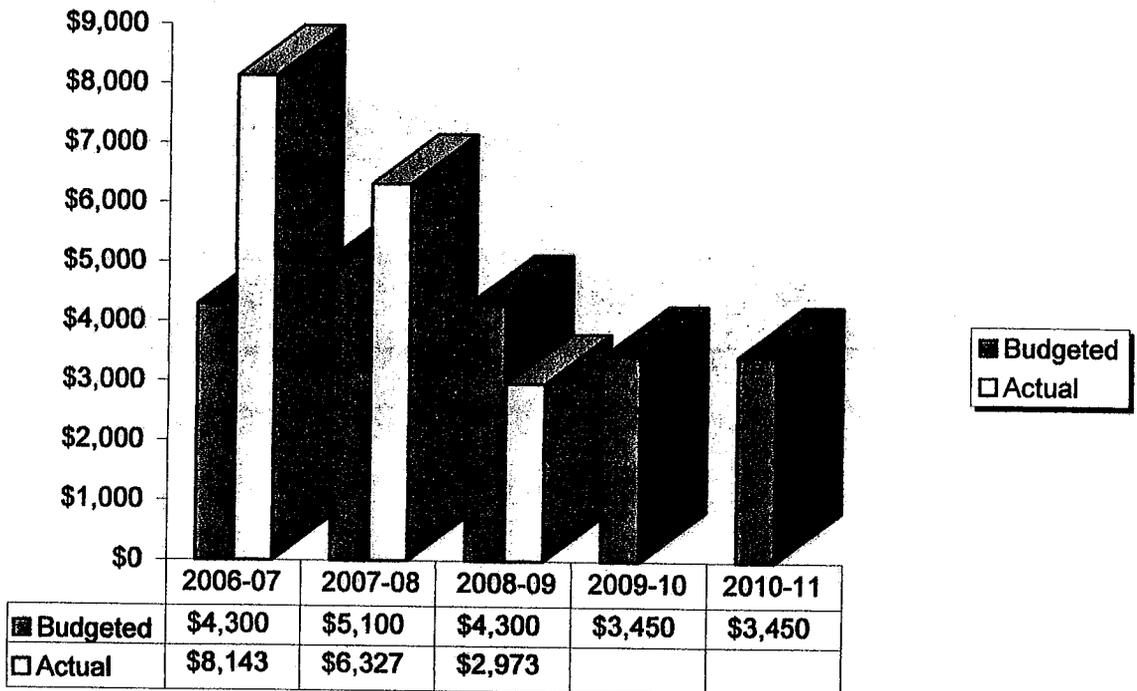
\$ 2,500

Legal Advertisements & Classified Advertisements

\$ 600

Pre-Printed Checks -

\$ 350



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

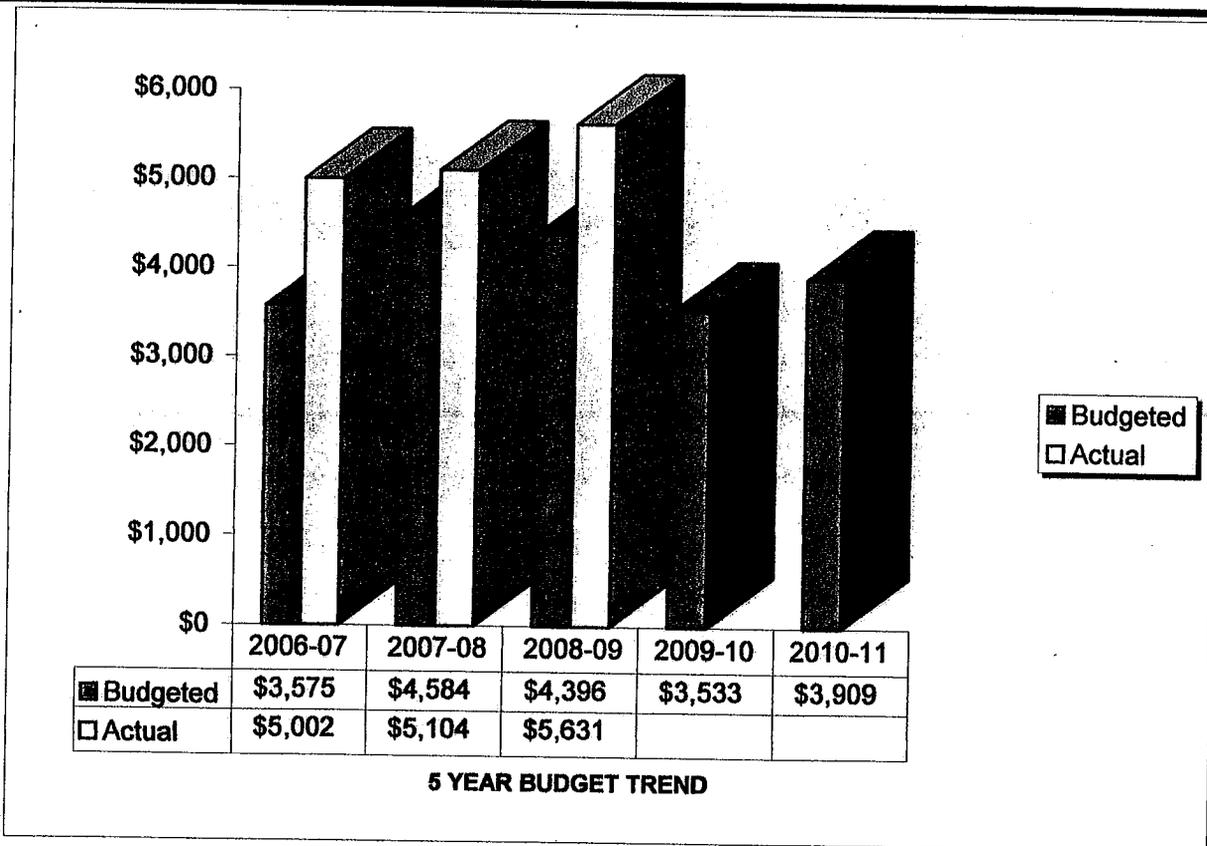
REQUEST

55315.00

MEMBERSHIPS &
SUBSCRIPTIONS

\$3,909

Chamber of Commerce	\$	125
American Waterworks Association (AWWA)	\$	600
California Special Districts Association (\$4,088/3 Depts)	\$	1,363
San Bernardino County Special Districts (\$840/3 Depts)	\$	280
AWWA Publications Standards Updating	\$	450
Cross-Connection Control Foundation	\$	125
Alpenhorn Newspaper	\$	20
Mountain News Newspaper	\$	26
Top Health & Motivation Newsletter (\$600/3 Depts)	\$	200
Unanticipated Additional Memberships/Subscriptions	\$	500
Fair Labor Standards Act Updating Service (\$440/2 Depts) (Thompson Publishing)	\$	220



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

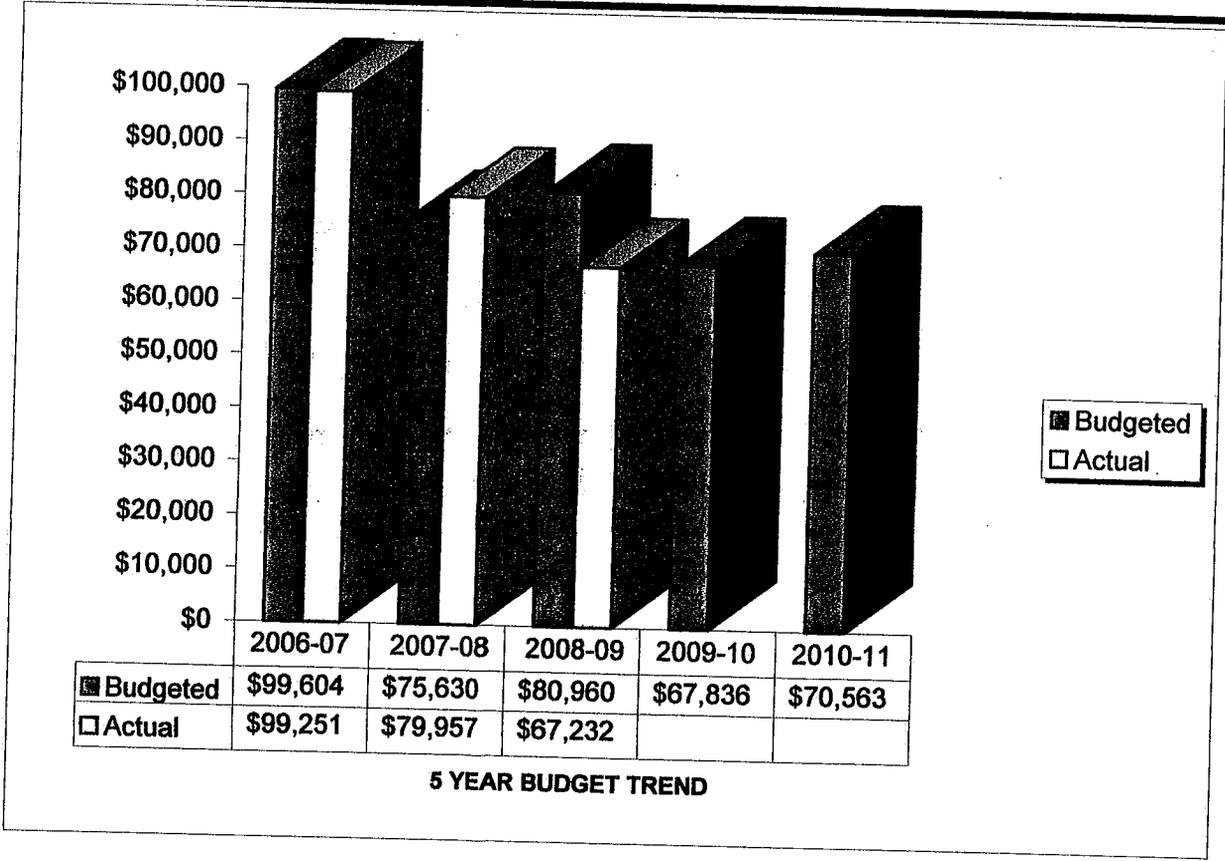
55320.00

PROFESSIONAL SERVICES

\$70,563

SUMMARY OF REQUEST

Engineering (Engineering Resources)	\$	4,500
Legal (Best, Best & Krieger) \$1560/Mo. Average	\$	18,720
Auditing (Rogers, Anderson, Malody & Scott)	\$	26,000
ADP Payroll Service: \$540 x 26/Wks =	\$	14,040
Recording Lien Fees	\$	1,000
GM Consultant Services	\$	4,000
Inland Desert Answering Service (\$722/2 Depts)	\$	361
Scullin Images (Website)	\$	570
Dish Network: \$36.42 x 12 Mo. =	\$	437
Misc. Services and Unanticipated Costs	\$	935



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55400.00

PURCHASED WATER

\$255,422

2010-11 Estimated Water Consumption = 532 Acre Feet (AF)

DISTRICT SOURCES: 290 AF

Includes All District Sources

PURCHASED WATER: 242 AF

CLAWA-160 AF X \$1,150/AF=

\$

184,000

ARROWBEAR-82 AF x \$871/AF=

\$

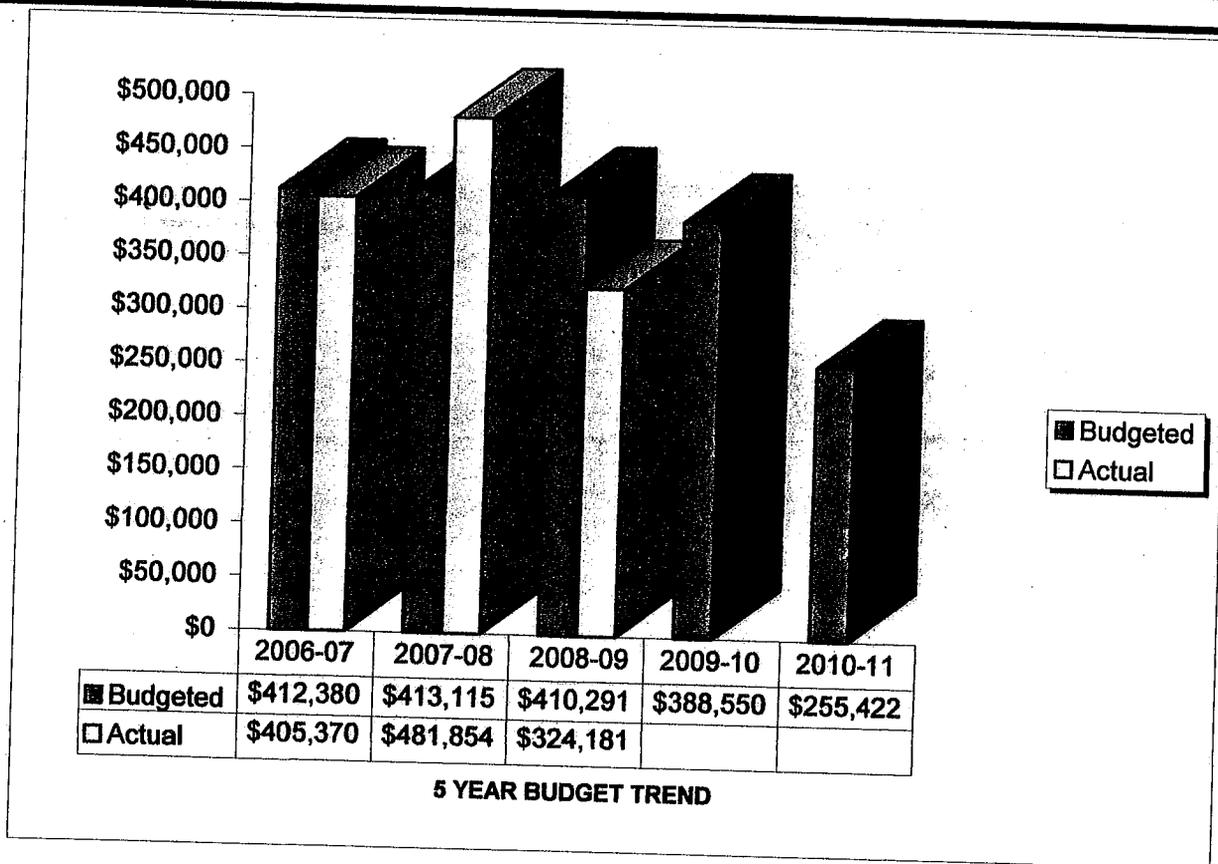
71,422

2009-10 Estimated Purchased Water - 350 AF

2009-10 Estimated District Production - 288 AF

2009-10 Total - 638 AF

- (1) CLAWA Rate Estimated to Remain Unchanged at \$1,150/AF (+0%)
- (2) APCWD Rate Estimated to Remain Unchanged at \$871/AF (+0%)



G/L ACCOUNT
NUMBER

55405.00

DESCRIPTION

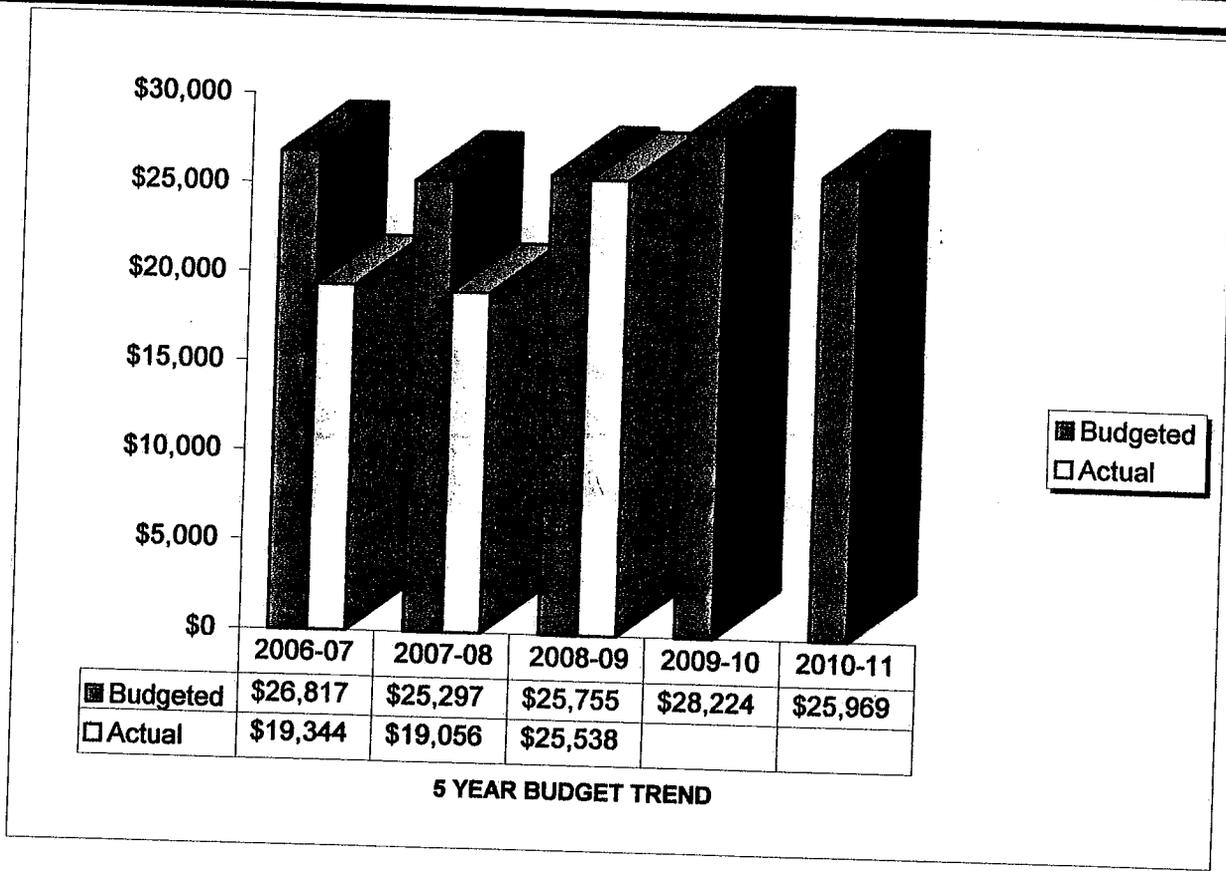
WATER TESTING &
PURIFICATION

REQUEST

\$25,969

SUMMARY OF REQUEST

Routine Bac-t System Samples (21 Samples/Wk X 52/Wks @ \$7.00 Ea.)	\$	7,644
Bac-t Rechecks/Special Samples (60 Samples @ \$7.00 Ea.)	\$	420
General Physical System Samples (10 Samples/Mo. X 12 Mo. @ \$4.00 Ea.)(+3 Sources @\$4 Ea.)	\$	492
Plate Count Samples (6 Samples/Mo. X 12 Mo. @ \$4.00 Ea.)	\$	288
Gross Alpha Samples (35 Samples/Year @ \$40.00 Ea.)	\$	1,400
Nitrate as NO3 (8 @ \$10.00 Ea.)	\$	80
Uranium Samples (53 @ \$75.00 Ea.)	\$	3,975
Inorganic Samples (1 @ \$140.00 Ea.)	\$	140
General Mineral Samples (1 @ \$90.00 Ea.)	\$	90
Rimwood & Weiss Canyon Well Chemical Treatment for Corrosiveness	\$	3,600
Liquid Chlorine (500 Gallons @ \$3.50/Gal.)	\$	1,750
TTHM Samples (4 @ \$30.00 Ea.)	\$	120
Radium 226 Samples (18 @ \$115.00 Ea.)	\$	2,070
Corrosivity (25 @ \$40.00 Ea.)	\$	1,000
Lead & Copper (0 @ \$20.00 Ea.)	\$	-
HAA5 (4 @ \$100.00 Ea.)	\$	400
VOC Samples (0 @ \$150.00 Ea.)	\$	-
MTBE Samples (0 @ \$45.00 Ea.)	\$	-
Additional Unanticipated Sampling	\$	2,500



G/L ACCOUNT
NUMBER

55500.00

DESCRIPTION

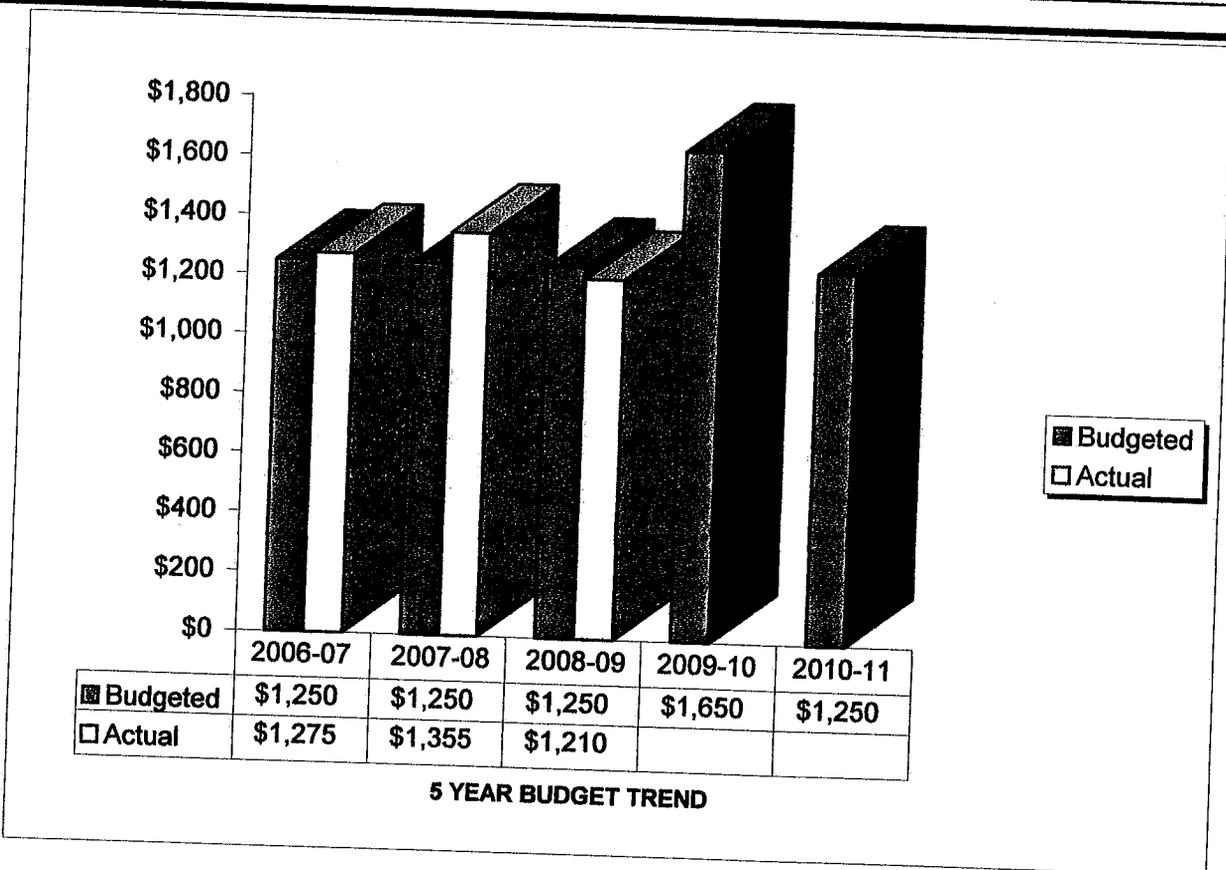
GENERAL MAINTENANCE
OFFICE & GROUNDS

REQUEST

\$1,250

SUMMARY OF REQUEST

Monitoring of District Office Alarm System	\$	450
Maintenance at District Complex: Lights, Miscellaneous Repairs, Landscaping and Miscellaneous Supplies	\$	800



G/L ACCOUNT
NUMBER

55505.00

DESCRIPTION

REPAIR/MAINTENANCE
SOURCE OF SUPPLY

REQUEST

\$2,480

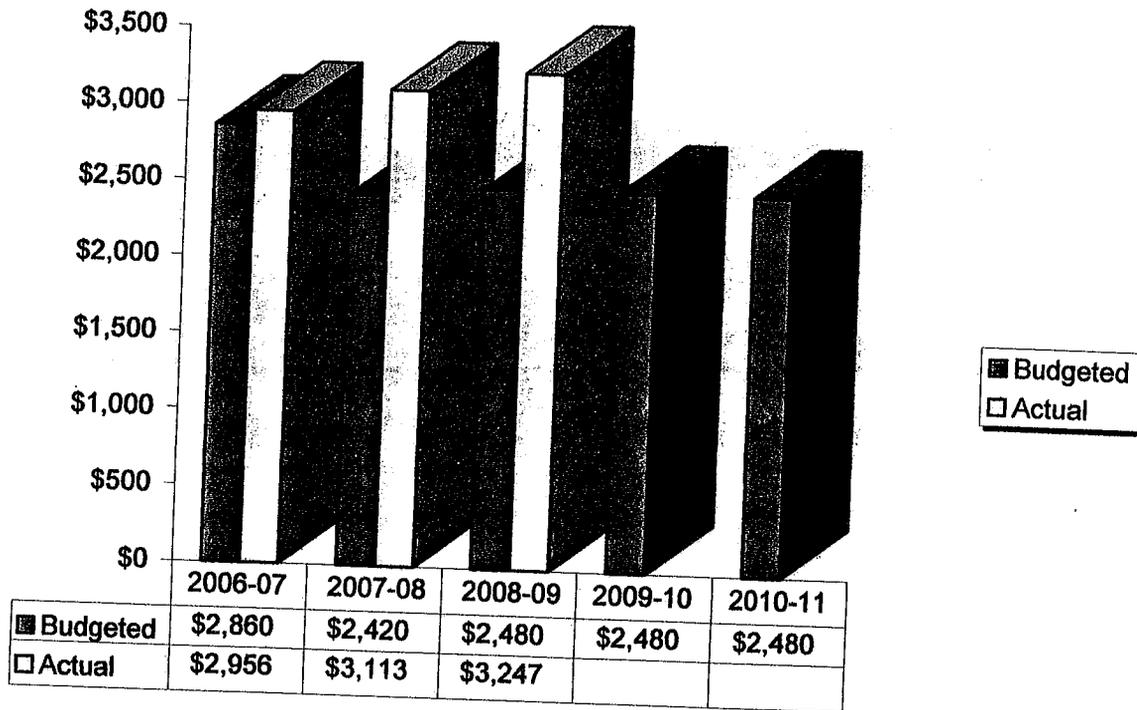
SUMMARY REQUEST

Backflow Assembly Testing (8 @ \$60.00 Ea.)

\$ 480

Miscellaneous Repairs and Maintenance

\$ 2,000



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55510.00

DESCRIPTION

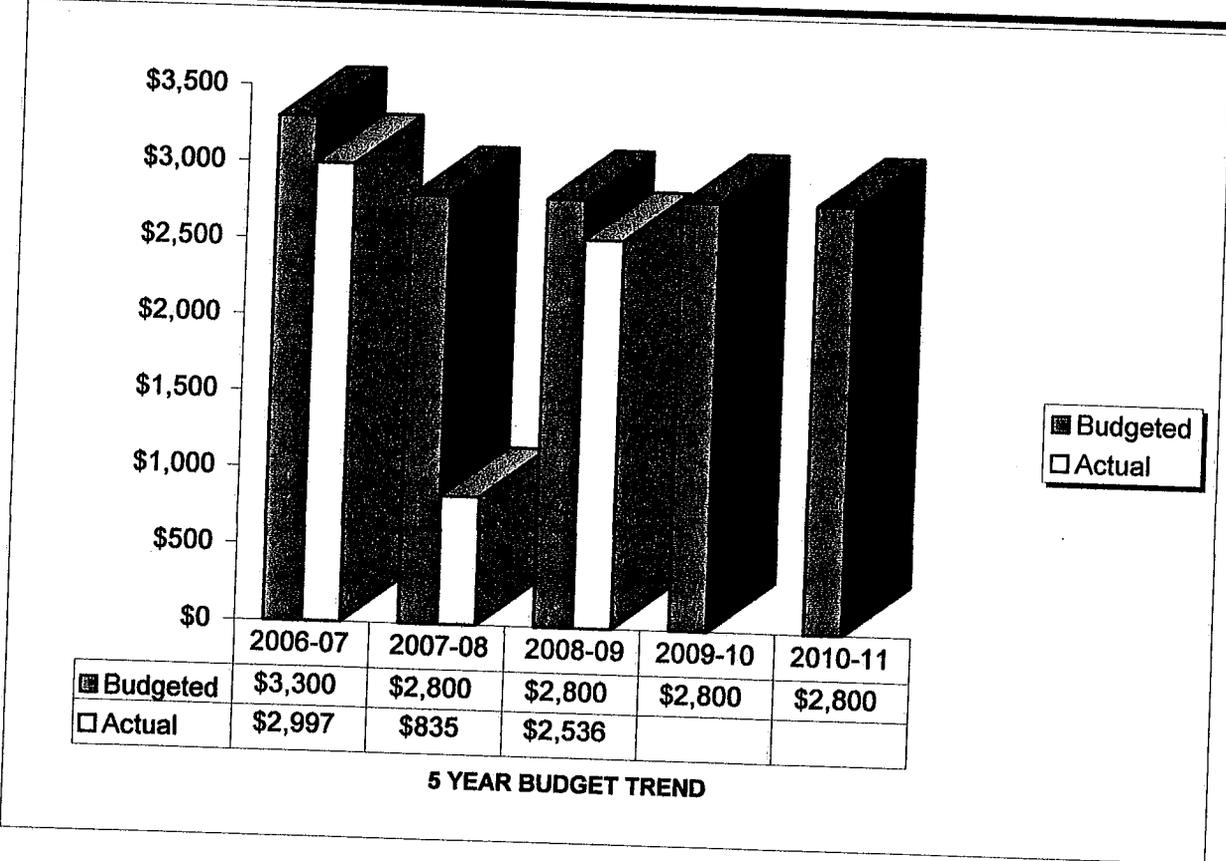
MAINTENANCE MAINS

REQUEST

\$2,800

SUMMARY OF REQUEST

Miscellaneous Maintenance and Repairs to Telemetry System	\$	1,000
Underground Service Alert Location Request Charges: Annual Fee - \$ 1,000.00 (Split equally between Water and Sewer Departments - \$1,000 / 2)	\$	500
Marking Paint for USA Location Requests 6 Cases @ \$50/Case	\$	300
Repair Costs for the Pressure Regulating Valve Maintenance Program	\$	500
Unanticipated Repairs	\$	500



G/L ACCOUNT
NUMBER

55515.00

DESCRIPTION

REPAIR/MAINTENANCE
PUMPS & MOTORS

REQUEST

\$1,000

SUMMARY OF REQUEST

Miscellaneous Repairs to Pumps and Motors

\$ 1,000

\$1,400

\$1,200

\$1,000

\$800

\$600

\$400

\$200

\$0

2006-07

2007-08

2008-09

2009-10

2010-11

■ Budgeted

\$1,000

\$1,000

\$1,000

\$1,000

\$1,000

□ Actual

\$787

\$902

\$1,220

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55520.00

DESCRIPTION

REPAIR/MAINTENANCE
PUMP BUILDINGS

REQUEST

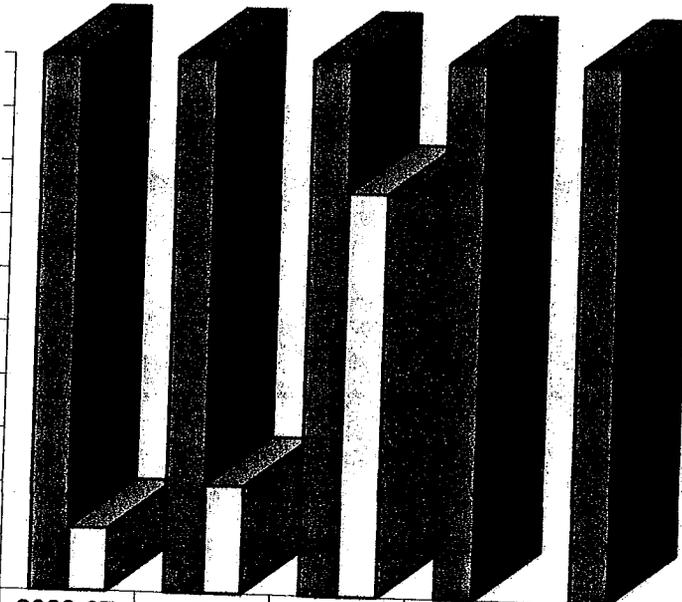
\$1,000

SUMMARY OF REQUEST

Miscellaneous Repair/Maintenance to Pump Buildings

\$ 1,000

\$1,000
\$900
\$800
\$700
\$600
\$500
\$400
\$300
\$200
\$100
\$0



■ Budgeted
□ Actual

	2006-07	2007-08	2008-09	2009-10	2010-11
■ Budgeted	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
□ Actual	\$116	\$200	\$753		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55525.00

DESCRIPTION

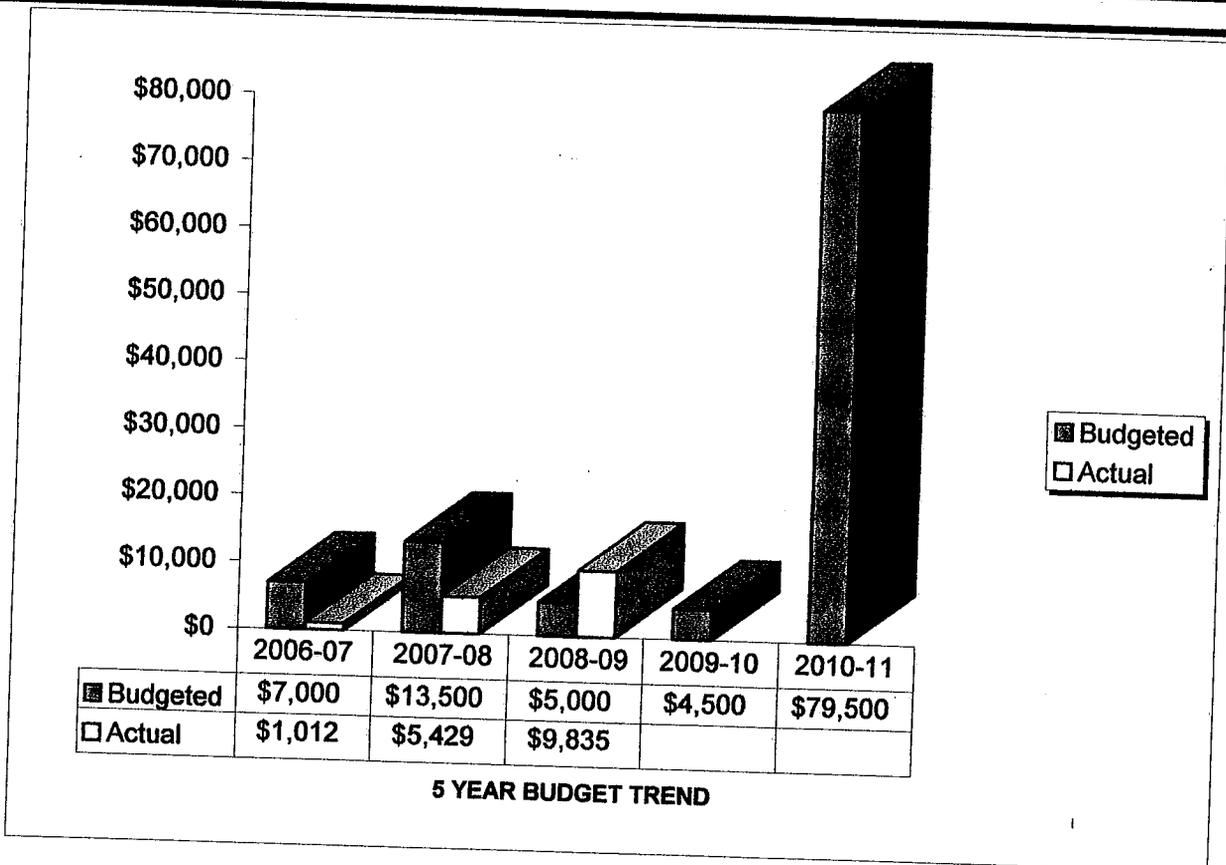
REPAIR/MAINTENANCE
STORAGE TANKS

REQUEST

\$79,500

SUMMARY OF REQUEST

Sandblast and Recoat Luring Pines Tank Inside and Paint the Outside.	\$	75,000
Wet Inspection of Two Tanks (Inspect Nob Hill 1MG Tank and Rowco #1 100,000 Gal. Tank)	\$	3,500
Miscellaneous Repairs to Storage Tanks	\$	1,000



G/L ACCOUNT
NUMBER

55535.00

DESCRIPTION

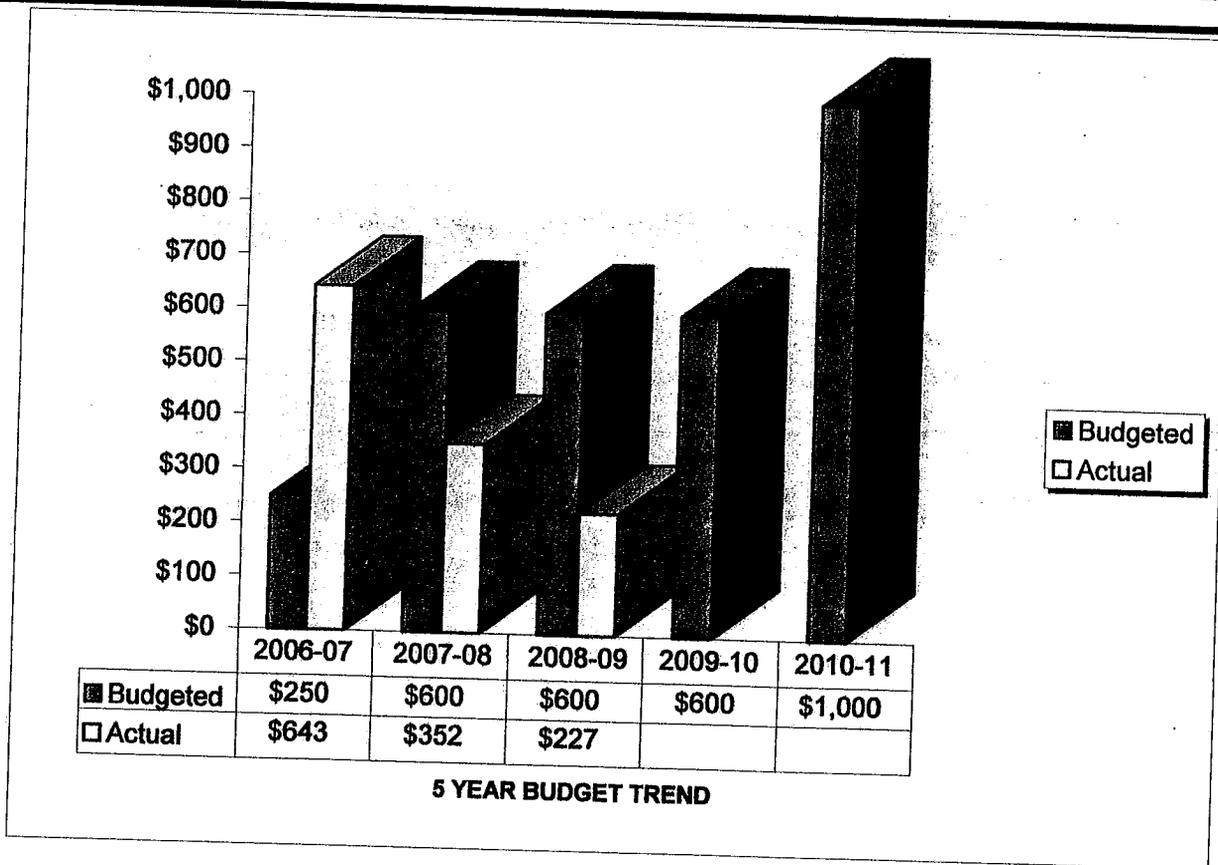
MAINTENANCE FUEL
STORAGE TANKS

REQUEST

\$1,000

SUMMARY OF REQUEST

Misc. Repairs	\$	300
Annual Tank Testing	\$	300
Replacement Counter on Diesel Pump	\$	400



G/L ACCOUNT
NUMBER

55600.00

DESCRIPTION

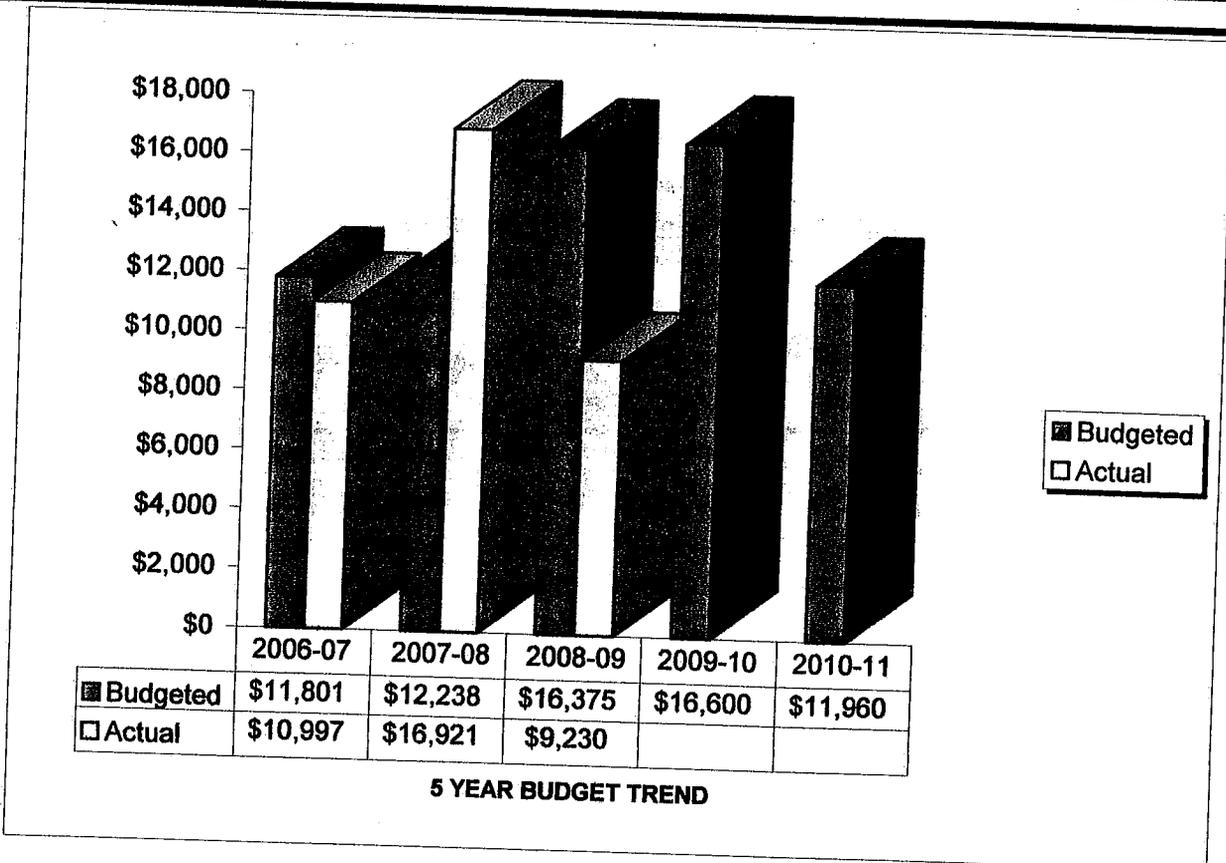
GAS, FUEL, OIL & GREASE

REQUEST

\$11,960

SUMMARY OF REQUEST

2,687 Gallons of 87 Octane Gas @\$3.50/Gal.	\$	9,405
387 Gallons Diesel Fuel for Backhoe & Generators @\$3.50/Gal.	\$	1,355
70 Gallons 15/40W Motor Oil @ \$15.00/Gal.	\$	1,050
10 Gallons Hydraulic Fluid (Tractors) @ \$15.00/Gal.	\$	150



G/L ACCOUNT
NUMBER

55605.00

DESCRIPTION

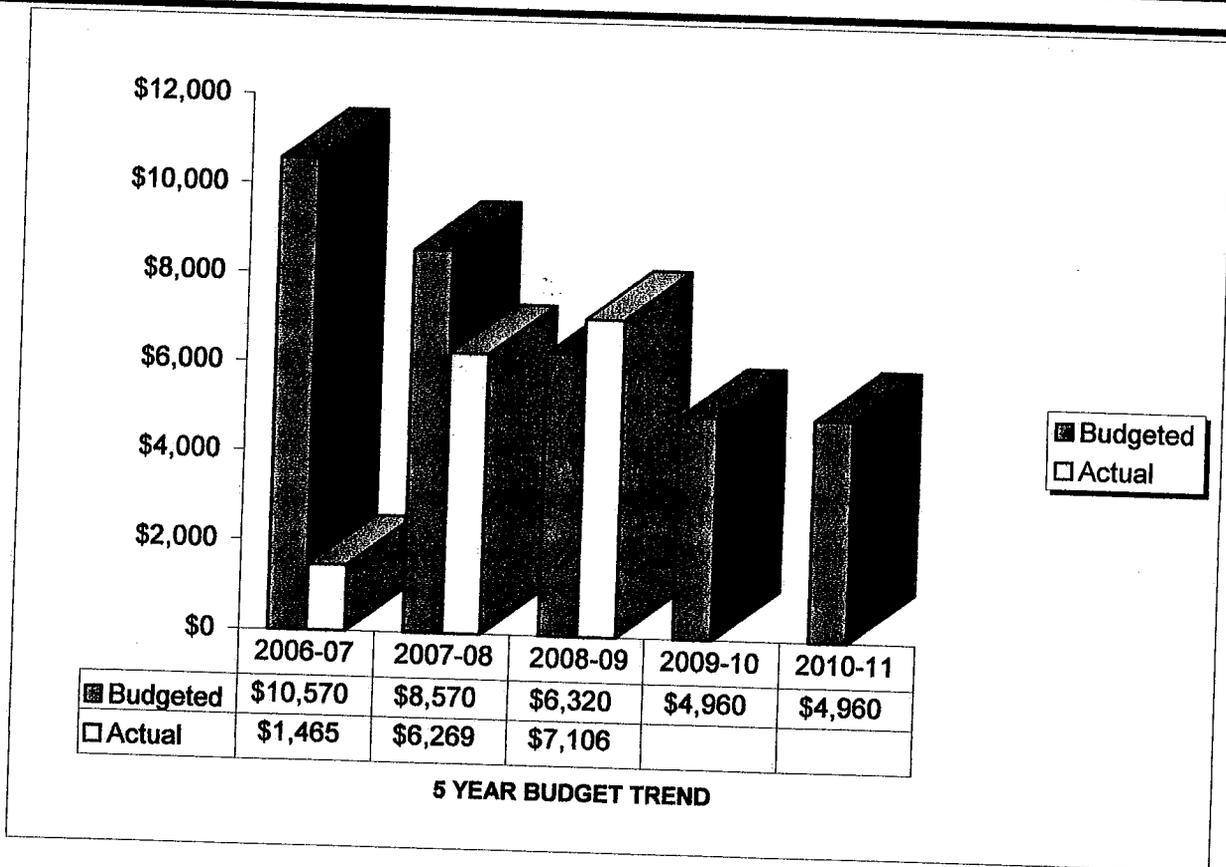
TRUCK REPAIR & MAINT.

REQUEST

\$4,960

SUMMARY OF REQUEST

12 Tires for Service Trucks @ \$130 Ea.	\$	1,560
Campbell #2821 Truck Tire Chains 4 Sets @ \$100 Ea.	\$	400
Repairs, Tune-Ups, Servicing and Miscellaneous Repairs	\$	3,000



G/L ACCOUNT
NUMBER

55610.00

DESCRIPTION

TRACTOR & EQUIPMENT
REPAIR/MAINTENANCE

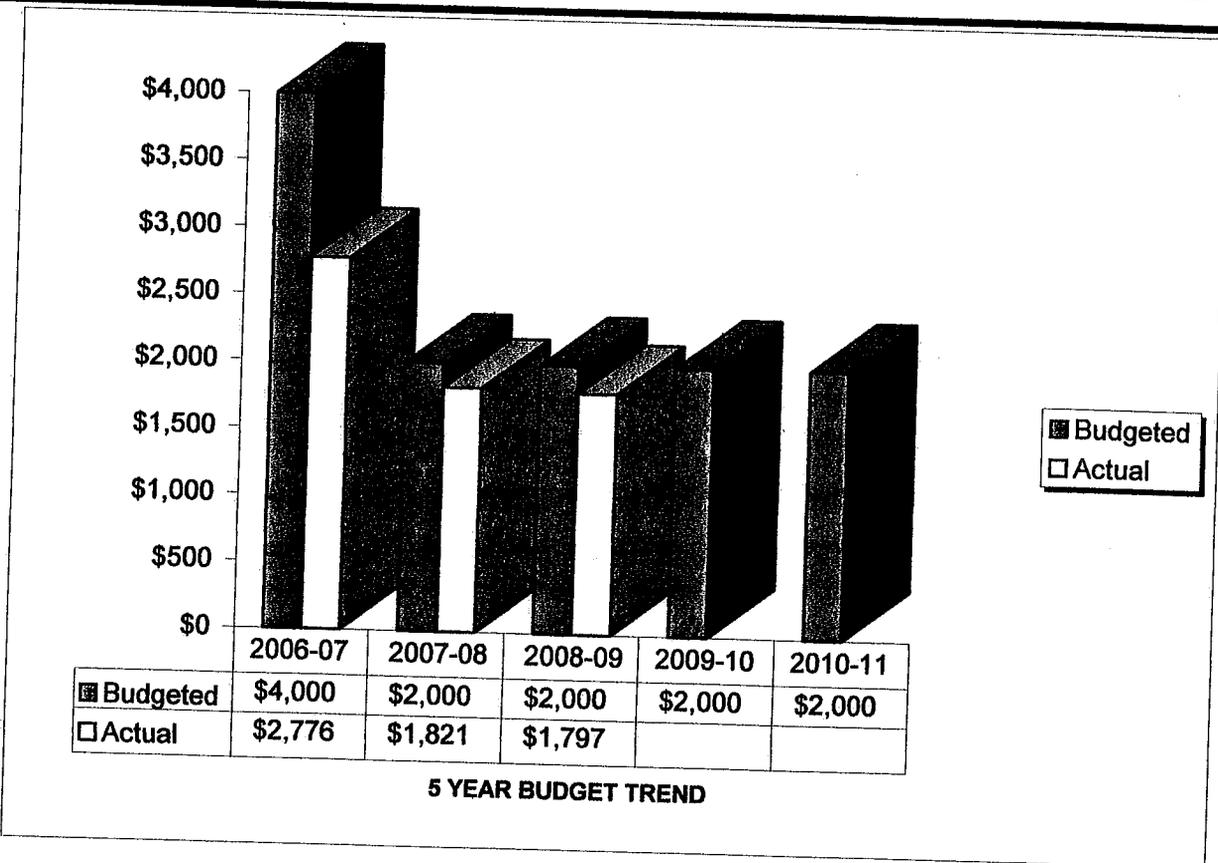
REQUEST

\$2,000

SUMMARY OF REQUEST

Miscellaneous Repair/Maintenance to Tractors,
Thiokol and Equipment (Welder, Jack Hammers,
Compressor, Etc.)

\$ 2,000



G/L ACCOUNT
NUMBER

55615.00

DESCRIPTION

RADIO REPAIR/MAINTENANCE

REQUEST

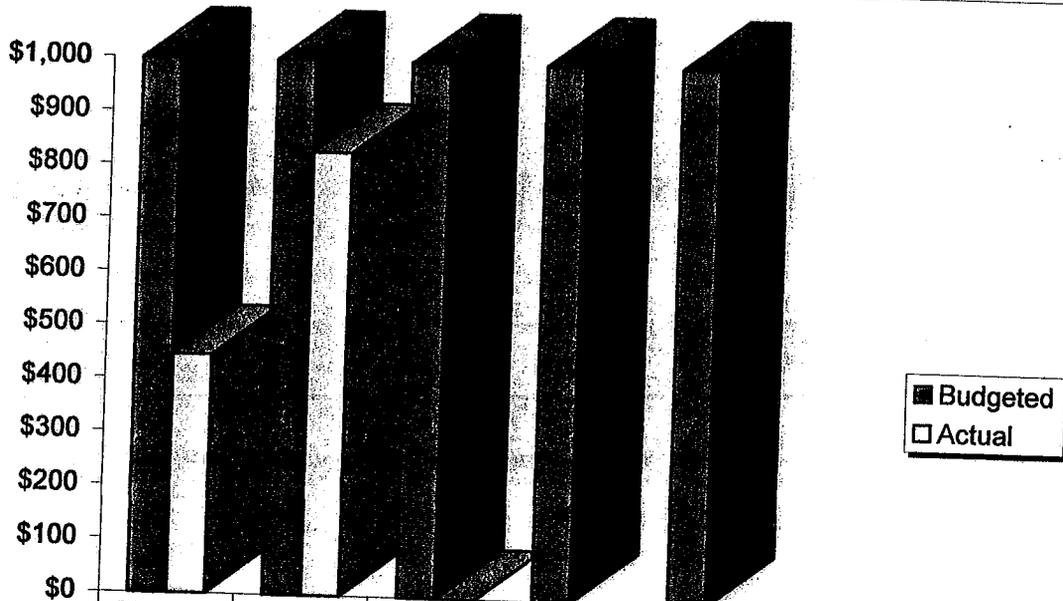
\$1,000

SUMMARY OF REQUEST

Repair/Maintenance of Radios:

\$ 1,000

- 1 - Base Station
- 8 - Pagers & Paging System
- 11 - Mobiles



	2006-07	2007-08	2008-09	2009-10	2010-11
Budgeted	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Actual	\$445	\$828	\$0		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55620.00

DESCRIPTION

BLACKTOP/STREET REPAIRS

REQUEST

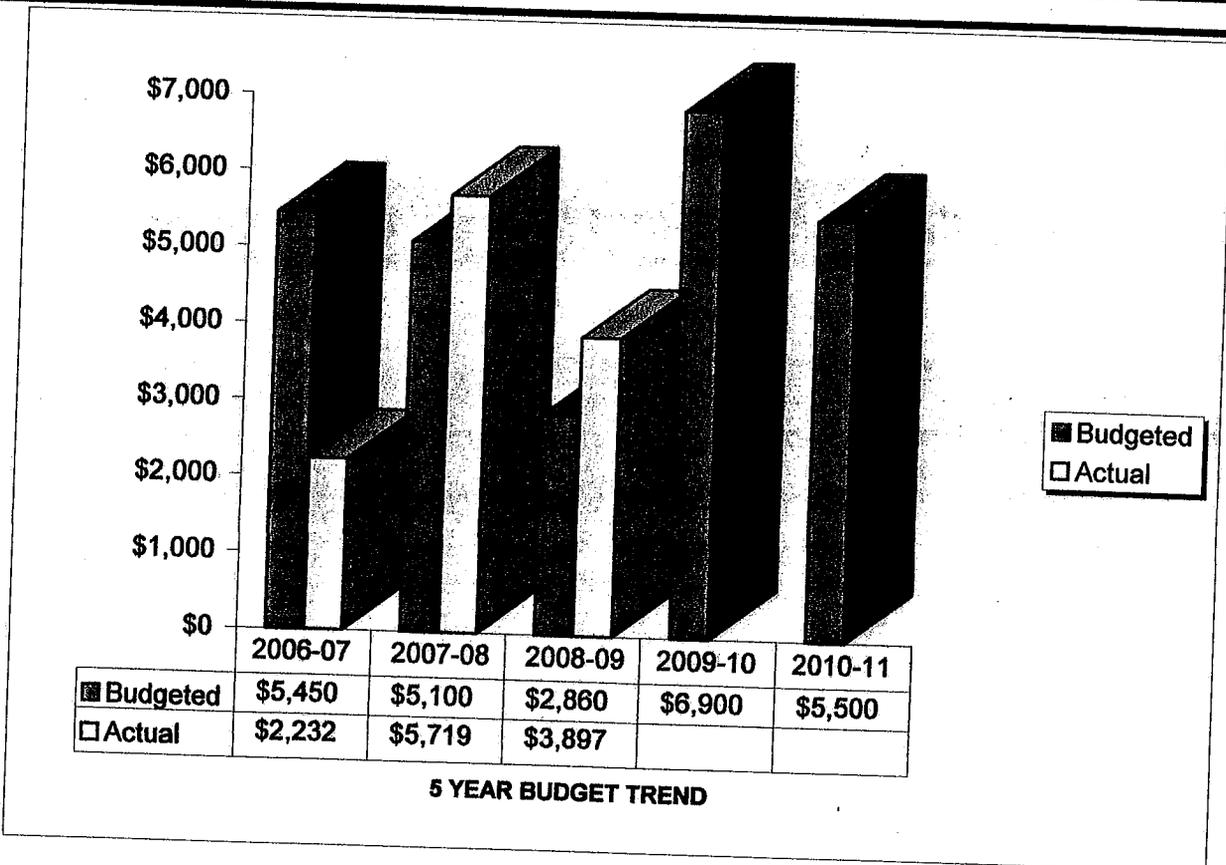
\$5,500

Routine Paving, Service Installations, Main Repairs.
(900 Sq. Ft. @ \$5.00/Sq. Ft.)

\$ 4,500

(SC 800) Temporary Asphalt

\$ 1,000



G/L ACCOUNT
NUMBER

55625.00

DESCRIPTION

METERS & SERVICES
REPAIR/MAINTENANCE

REQUEST

\$1,012

Miscellaneous Repairs (Gaskets, Meter Chambers,
Registers, Etc.)

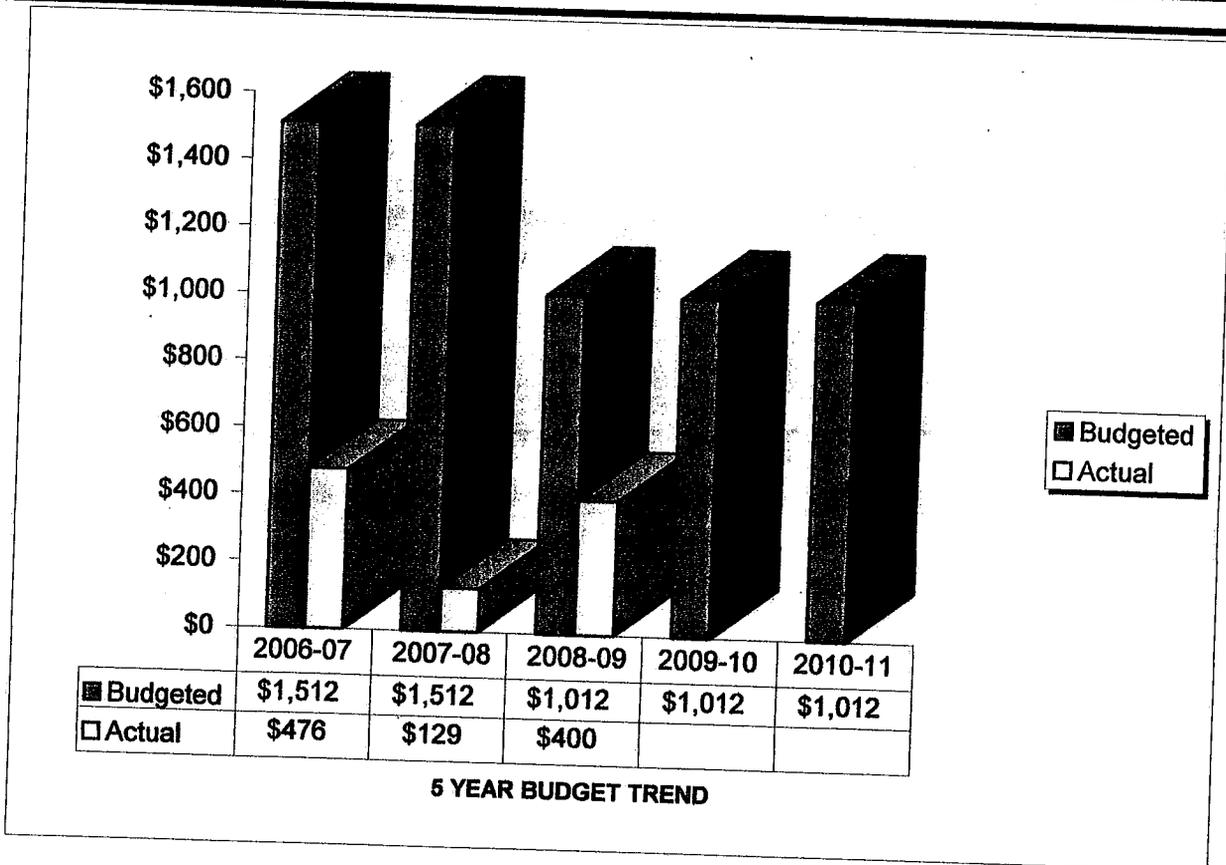
\$ 500

Repairs to Existing Services for Erosion and Meter
Protection

\$ 200

Padlocks for Locking Meters (48 @\$6.50 Ea.)

\$ 312



G/L ACCOUNT
NUMBER

55630.00

DESCRIPTION

FIRE HYDRANT REPAIR
AND MAINTENANCE

REQUEST

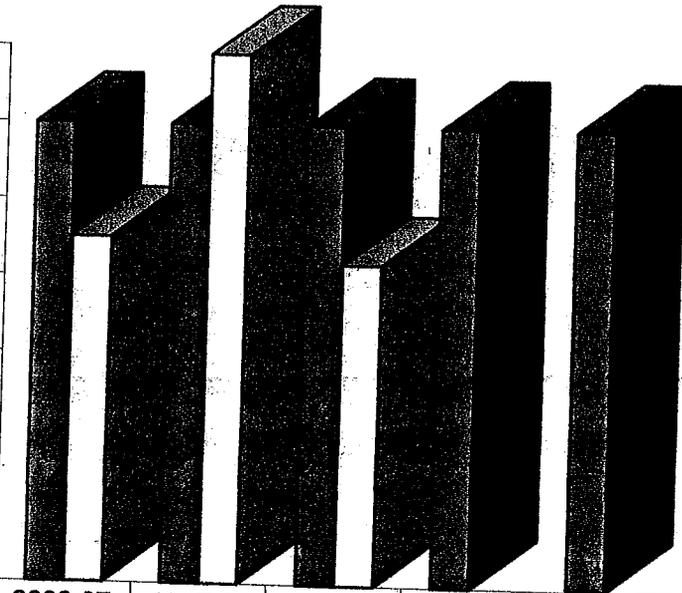
\$600

SUMMARY OF CHANGES

Repair Parts; Gaskets, Caps, Couplings, Flanges,
Bolts, Paint, Etc.

\$ 600

\$700
\$600
\$500
\$400
\$300
\$200
\$100
\$0



■ Budgeted
□ Actual

	2006-07	2007-08	2008-09	2009-10	2010-11
■ Budgeted	\$600	\$600	\$600	\$600	\$600
□ Actual	\$451	\$692	\$419		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

55640.00

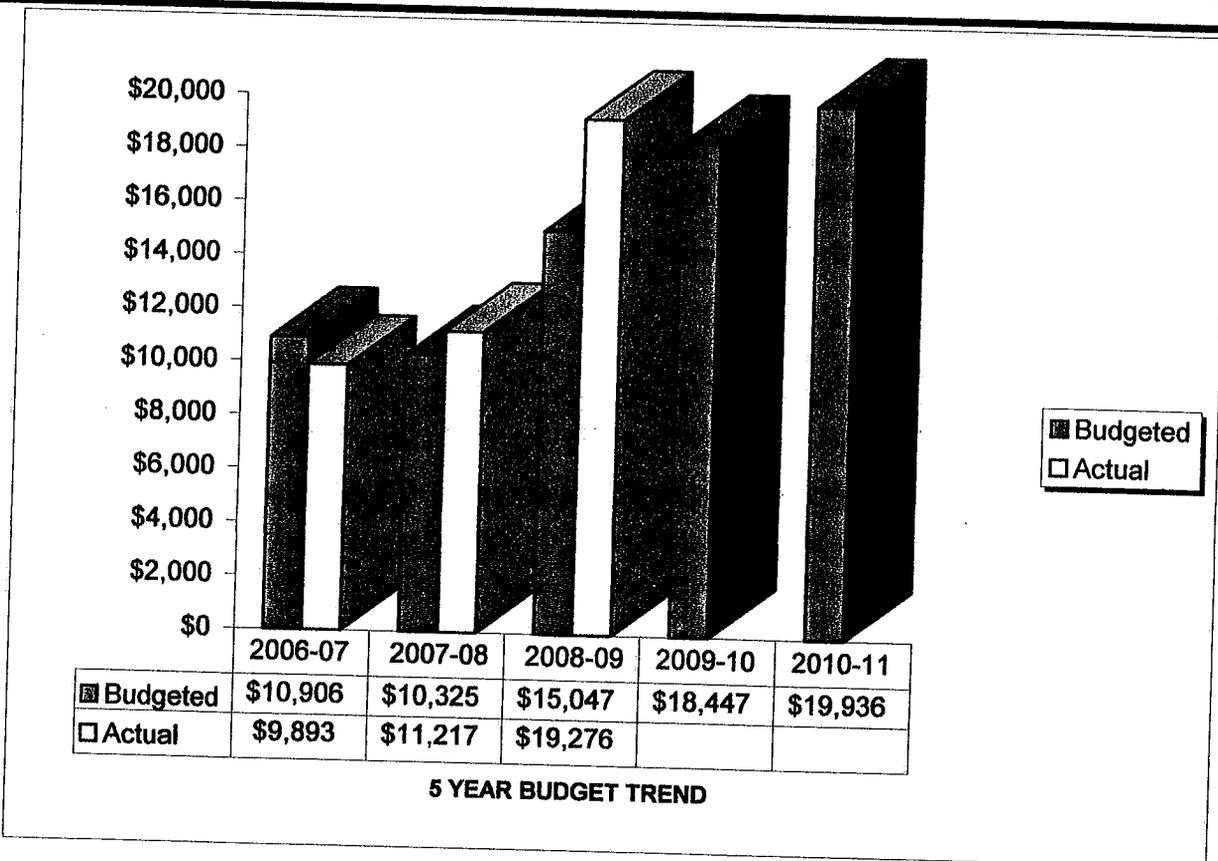
FEES & PERMITS

\$19,396

SUMMARY OF REQUEST

Annual Permit Fees to County, State & Federal Regulatory Agencies:

San Bernardino County Fire Dept. Permit Fees (Split between Water and Sewer Depts. \$1,371/2 = \$686)	\$ 686
Equipment - South Coast Air Quality Management District	\$ 1,600
Excavating Permit - San Bernardino County Road Department Annual Permit \$150/2 Depts. Inspection Fees - 12 Mo. X \$150 = 1800.00	\$ 1,875
Water System Service Fee - State Department of Health Services	\$ 10,000
Forest Service Permit (Owl Rock Well) (Renew in Dec. 2010)	\$ 450
San Bernardino County LAFCO Funding - Estimated at \$10,000/3 Depts.	\$ 3,333
State Water Resources Control Board NPDES Permit	\$ 1,452



G/L ACCOUNT
NUMBER

55700.00

DESCRIPTION

SMALL TOOLS/EQUIPMENT

REQUEST

\$1,500

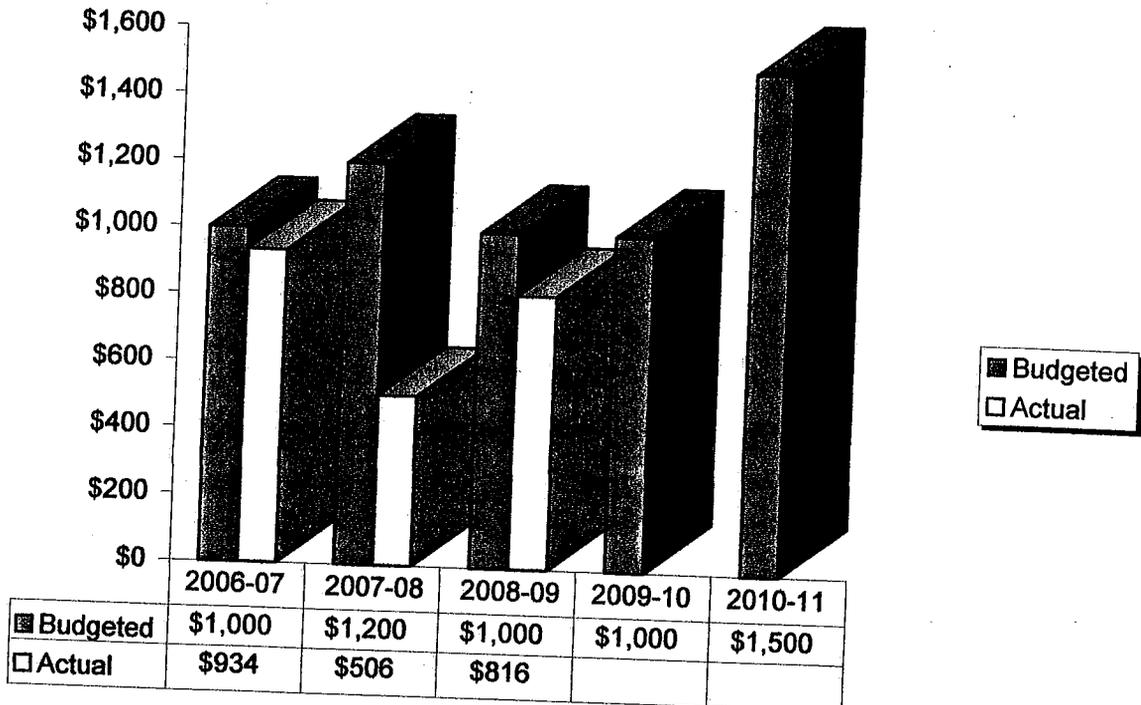
SUMMARY OF REQUEST

Miscellaneous Hand Tools, Wrenches, Shovels, Pry Bars,
Hand Pumps, Etc.

\$ 1,250

Replacement Clamp-On Amp Meter

\$ 250



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55705.00

DESCRIPTION

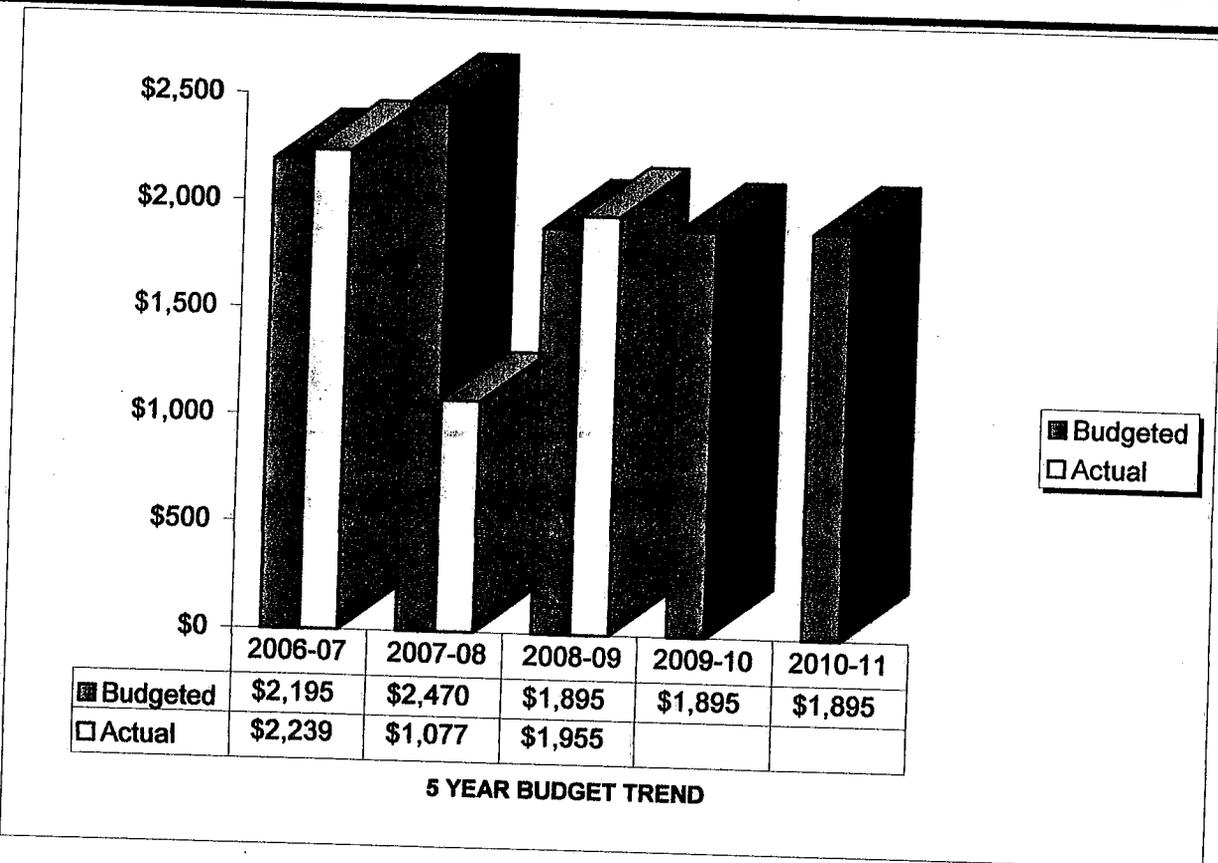
SAFETY CLOTHING/DEVICES

REQUEST

\$1,895

SUMMARY OF REQUEST

35 Pair Leather Work Gloves @ \$12.00 Ea.	\$	420
Steel Toed Safety Boots, 7 @ \$100 Ea.	\$	700
One Pair of Insulated Safety Coveralls	\$	125
Additional Safety Items	\$	250
Employee Radiation Detection Badges	\$	400



G/L ACCOUNT
NUMBER

55710.00

DESCRIPTION

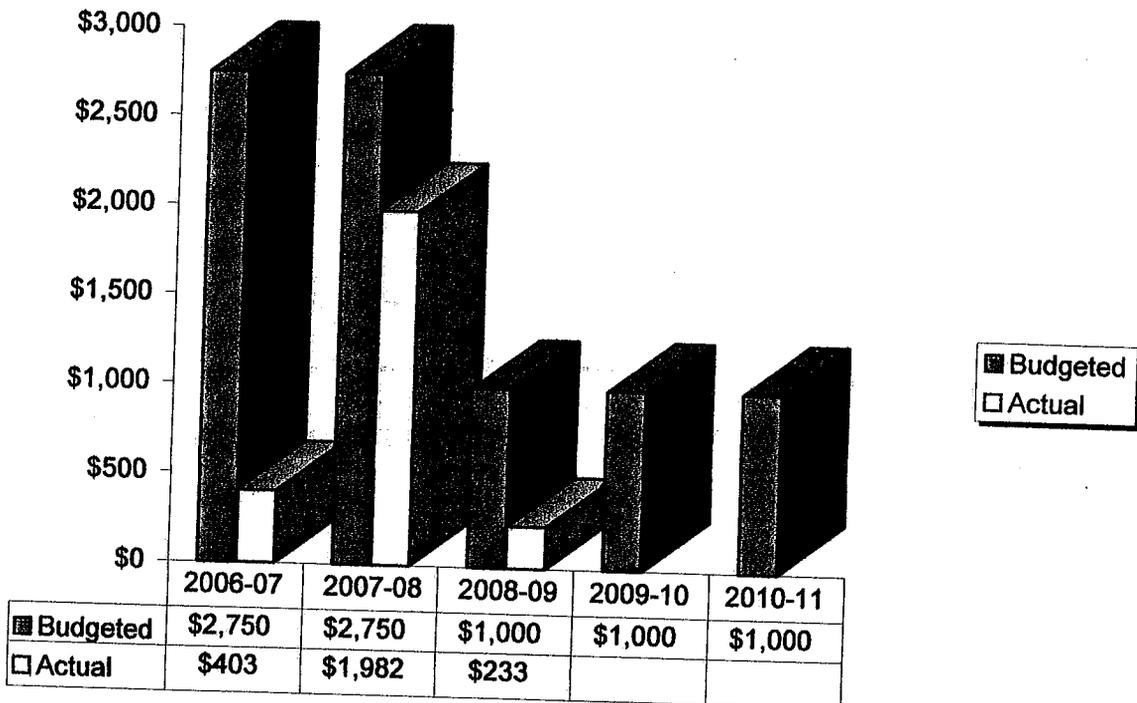
SAFETY EQUIPMENT

REQUEST

\$1,000

SUMMARY OF REQUEST

Annual Fire Extinguisher Inspection	\$	250
Miscellaneous Equipment - Barricades, Batteries, Safety Lights, Flashlights, Etc.	\$	750



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55715.00

DESCRIPTION

EDUCATION & SEMINARS

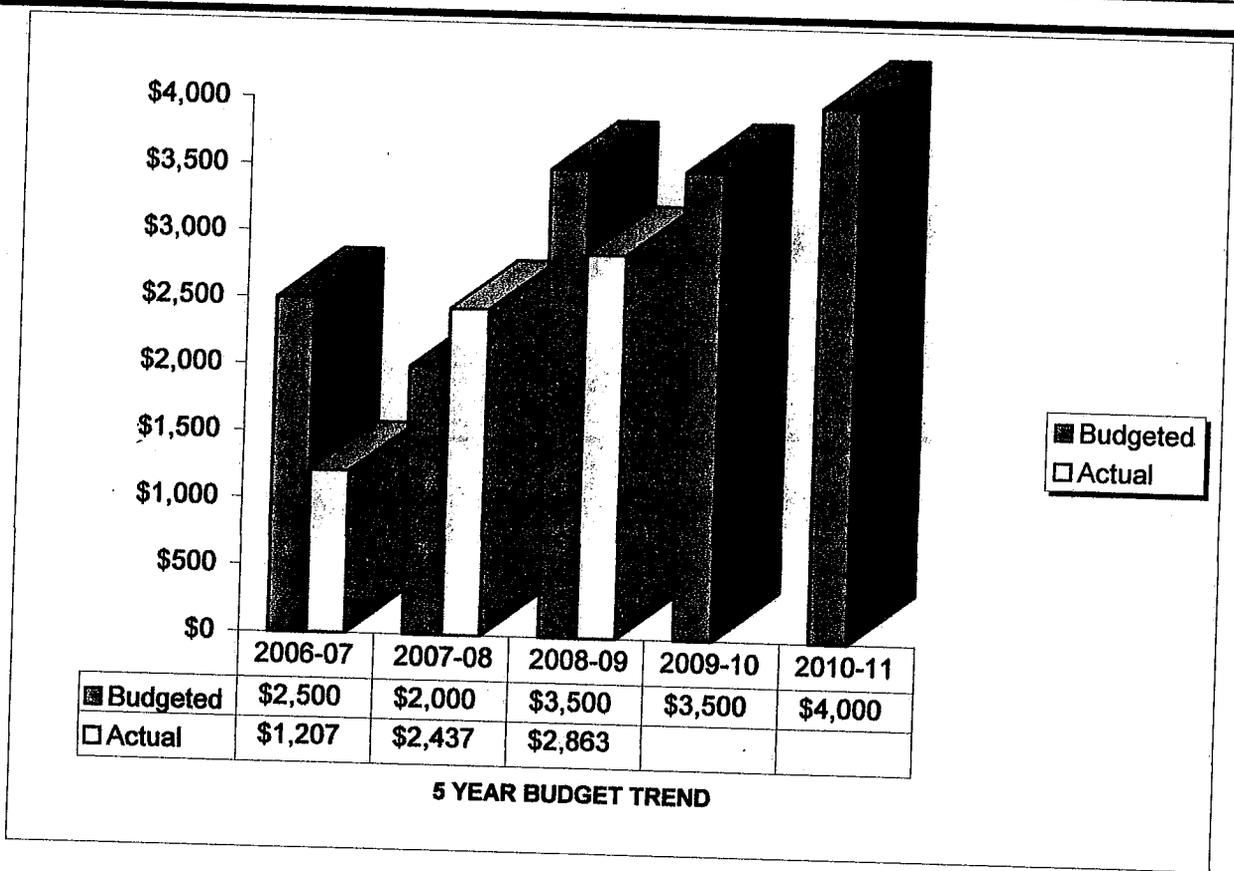
REQUEST

\$4,000

NUMBER OF REQUEST

Travel, Lodging, Meals and Registration Expenses for Various Management, Staff and Board Members to Attend Conferences and Training Seminars.

\$ 4,000



G/L ACCOUNT
NUMBER

55720.00

DESCRIPTION

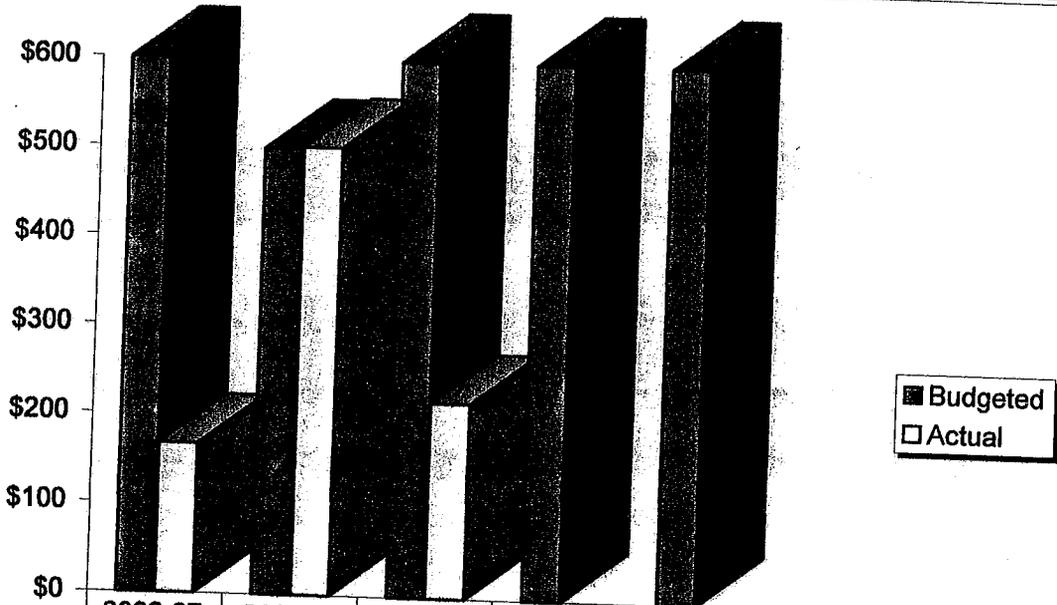
MILEAGE & TRAVEL

REQUEST

\$600

Mileage Reimbursement for Personal Vehicles Used on District
Business: \$0.50/Per Mile as of January 2009

\$ 600



	2006-07	2007-08	2008-09	2009-10	2010-11
<input checked="" type="checkbox"/> Budgeted	\$600	\$500	\$600	\$600	\$600
<input type="checkbox"/> Actual	\$167	\$502	\$218		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55725.00

DESCRIPTION

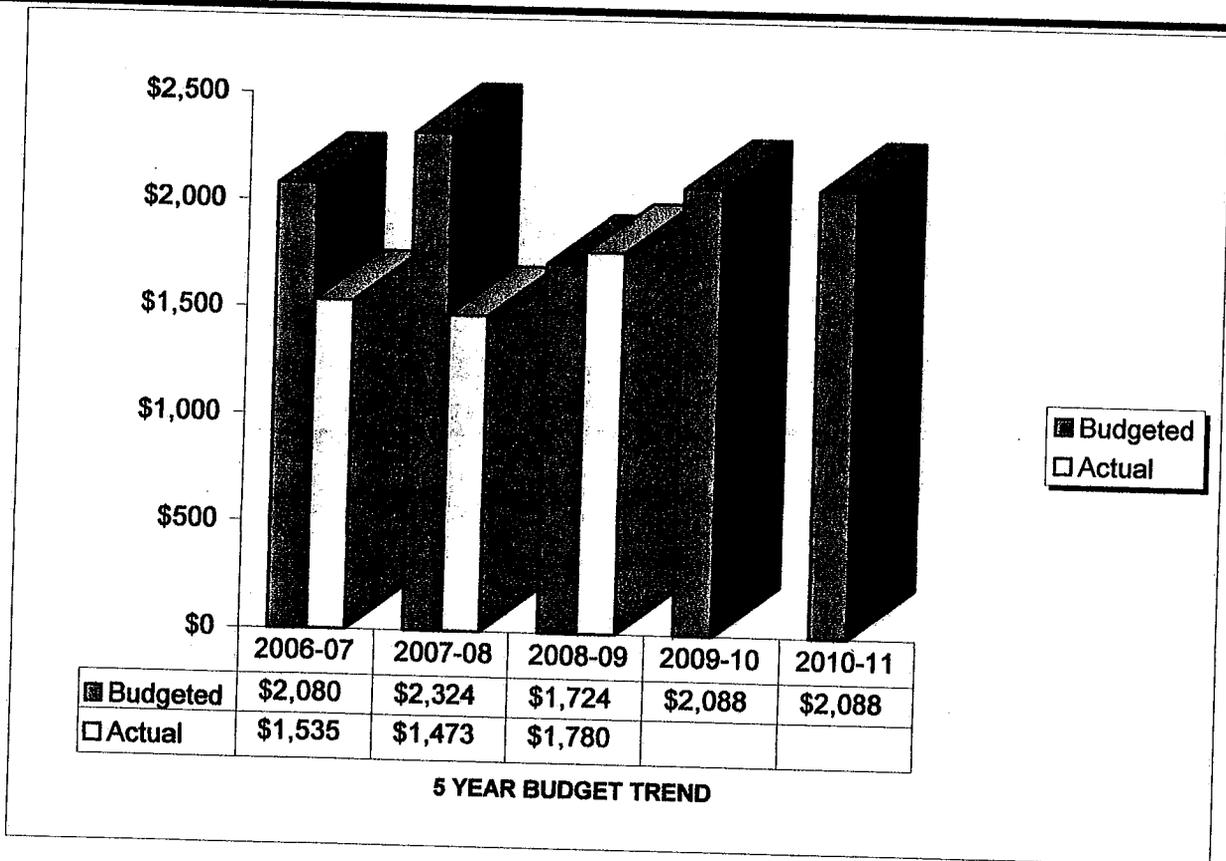
MISCELLANEOUS SUPPLIES &
EXPENSES

REQUEST

\$2,088

SUMMARY OF REQUEST

Miscellaneous Supplies, Business Meeting Expenses, Etc.	\$	200
Miscellaneous Supplies Purchased at Home Depot, Costco, Etc.	\$	1,000
Trash Pick Up and Disposal Fees: (148/Mo. X 12 Mo. = \$1,776/2 between Water and Fire Depts.)	\$	888



G/L ACCOUNT
NUMBER

55800.00

DESCRIPTION

COST TO ACCESS STAND-BY / AVAILABILITY
CHARGES

REQUEST

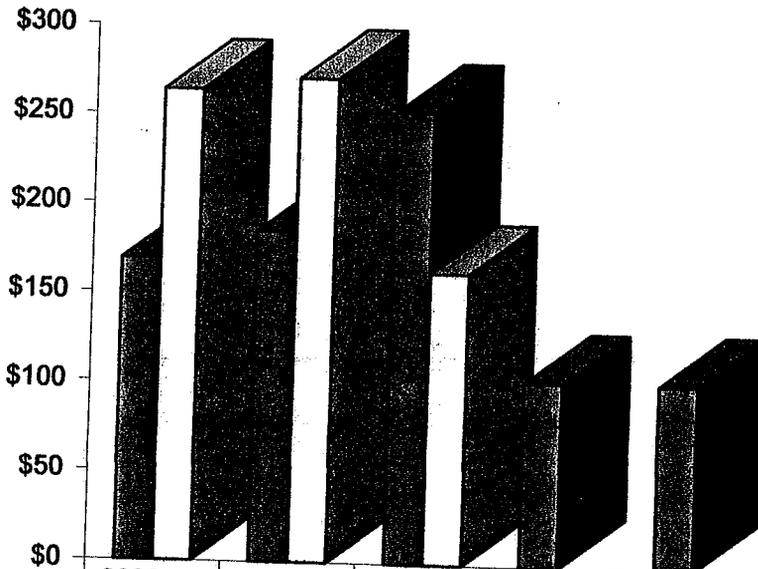
\$103

SUMMARY OF REQUIREMENTS

CD Listings \$256.00/3 Depts.= \$85.00

\$ 103

Map Revisions \$54.00/3 Depts.= \$18.00



	2006-07	2007-08	2008-09	2009-10	2010-11
Budgeted	\$169	\$185	\$253	\$103	\$103
Actual	\$264	\$271	\$163		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

11114.10

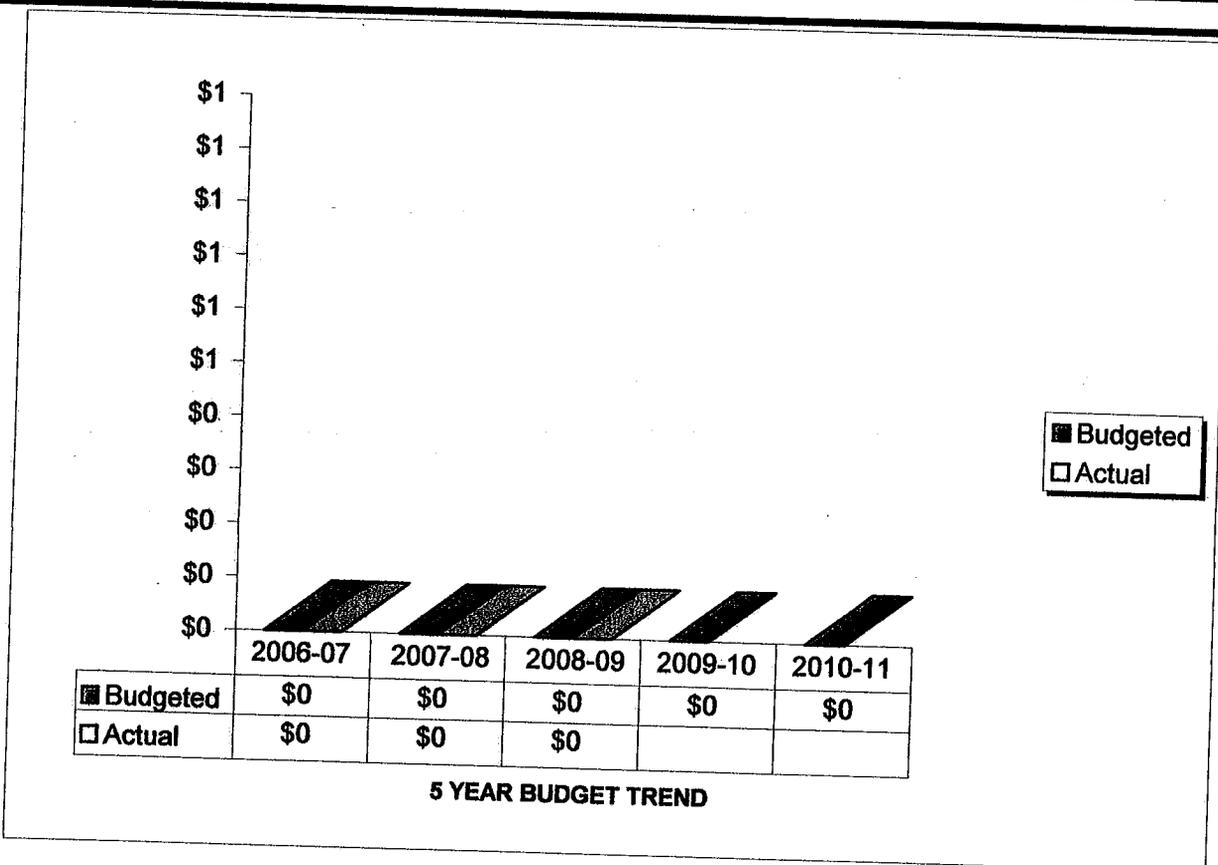
DESCRIPTION

SOURCE OF SUPPLY

REQUEST

\$0

None Requested



G/L ACCOUNT
NUMBER

11114.30

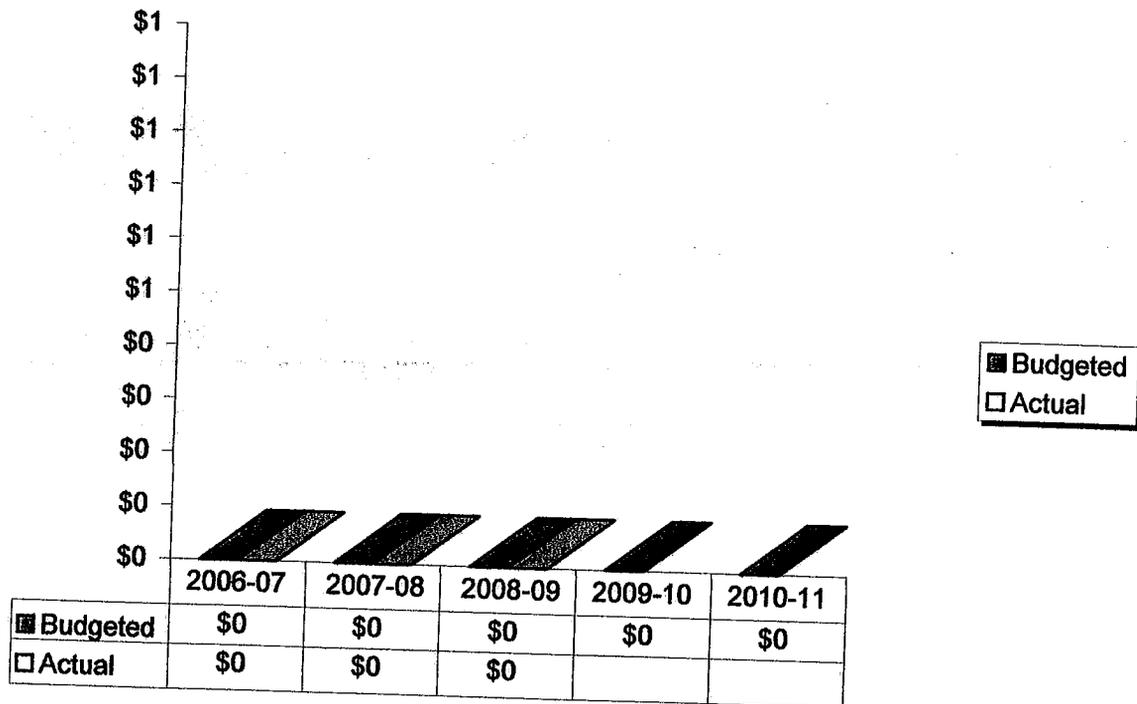
DESCRIPTION

WELLS/SPRINGS

REQUEST

\$0

None Requested



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

11115.20

DESCRIPTION

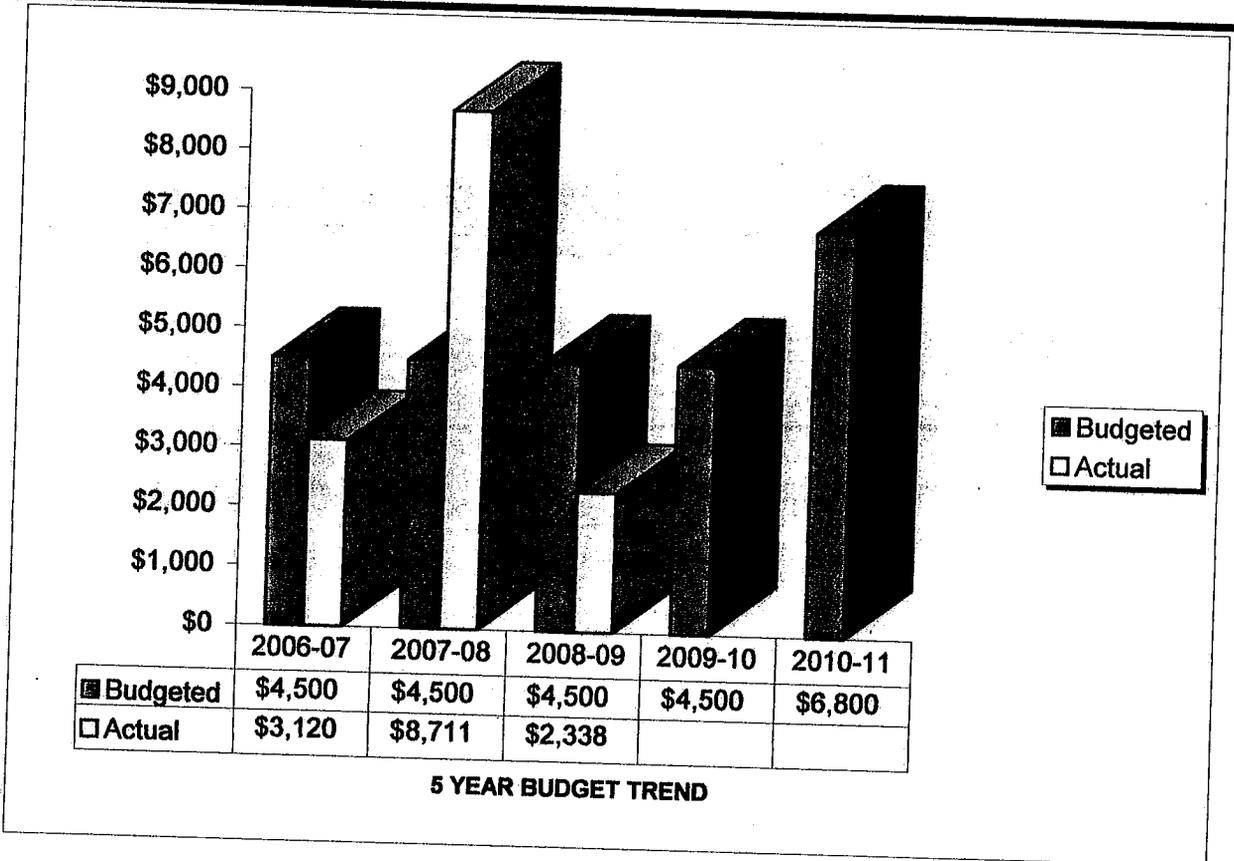
PUMPING EQUIPMENT

REQUEST

\$6,800

G/L ACCOUNT

Purchase of a Replacement Pump	\$	4,500
Replacement of the 15HP Pump at Rowco Booster Station	\$	2,300



G/L ACCOUNT
NUMBER

11116.20

DESCRIPTION

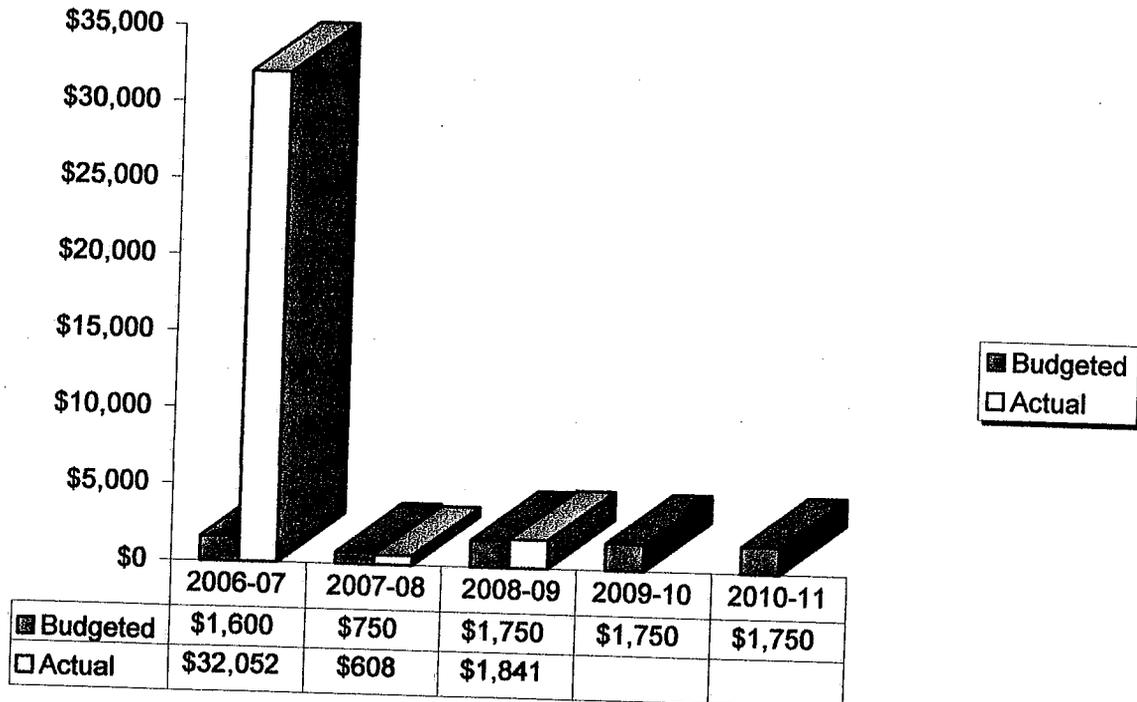
PURIFICATION SYSTEM

REQUEST

\$1,750

SUMMARY OF REQUEST

Purchase a LMI Soda Ash Pump	\$	1,000
Purchase a LMI Chlorine Pump	\$	750



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

11117.20

DESCRIPTION

RESERVOIRS AND TANKS

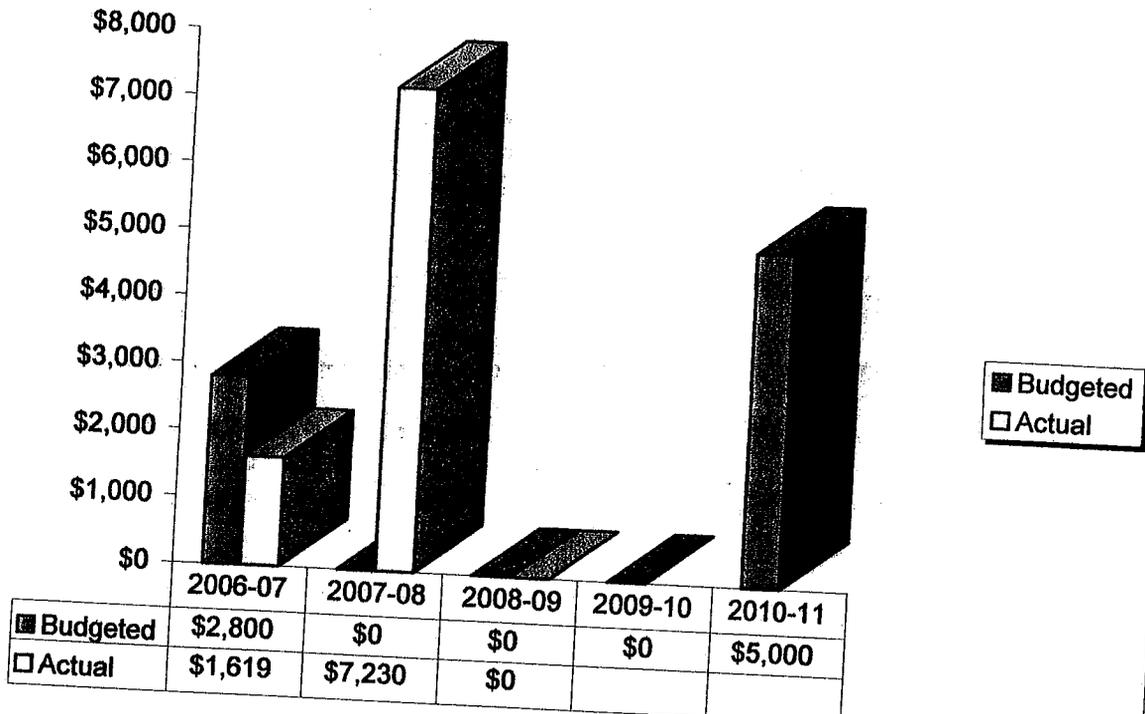
REQUEST

\$5,000

SUBJECT TO APPROVAL

Install 12" Outlet and Valve on Luring Pines Tank

\$ 5,000



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

11117.30

DESCRIPTION

TRANSMISSION/DIST. MAINS

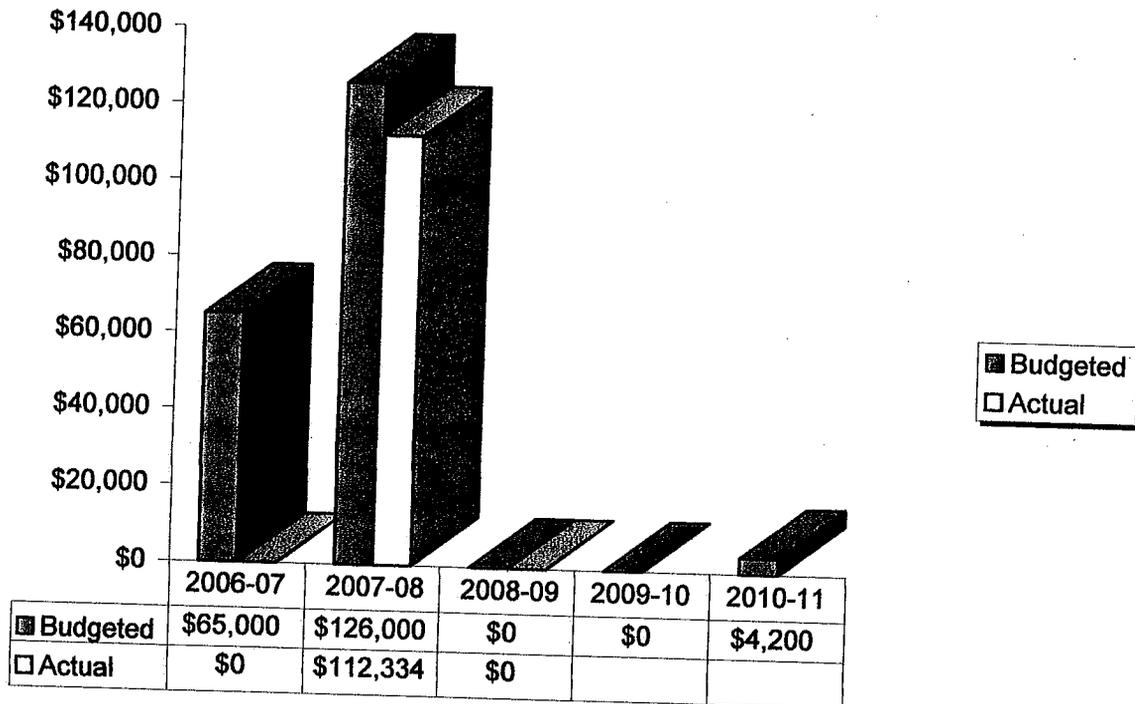
REQUEST

\$4,200

SUMMARY OF REQUEST

Installation of a 6" Hydro-Stop Valve

\$ 4,200



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

11117.40

DESCRIPTION

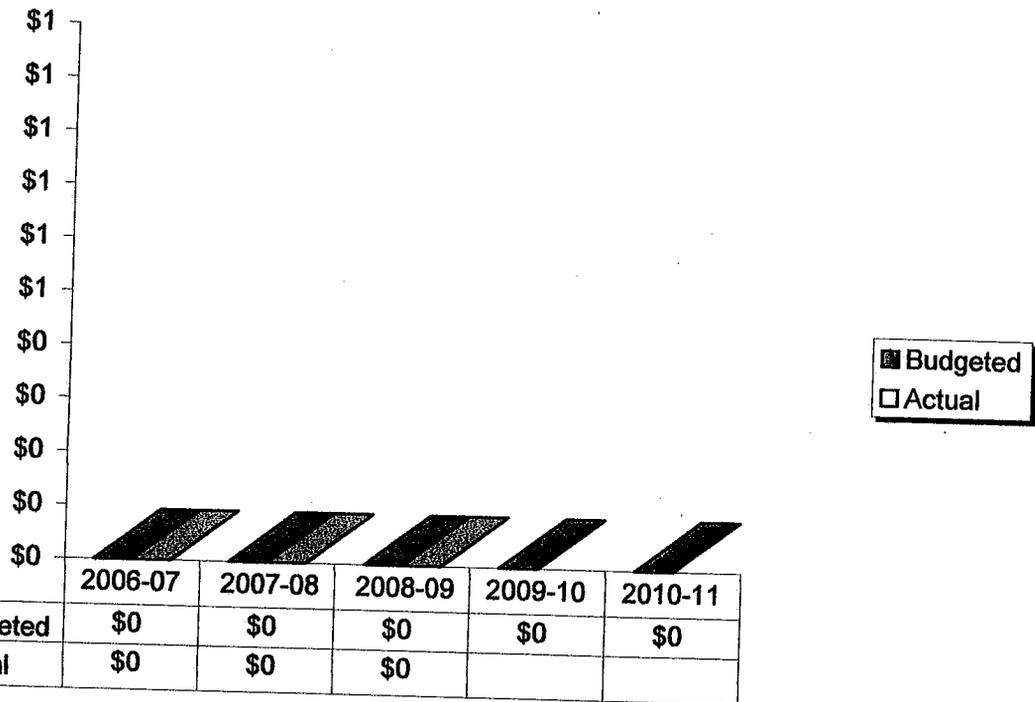
FIRE HYDRANTS

REQUEST

\$0

SUMMARY OF REQUEST

None Requested



5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

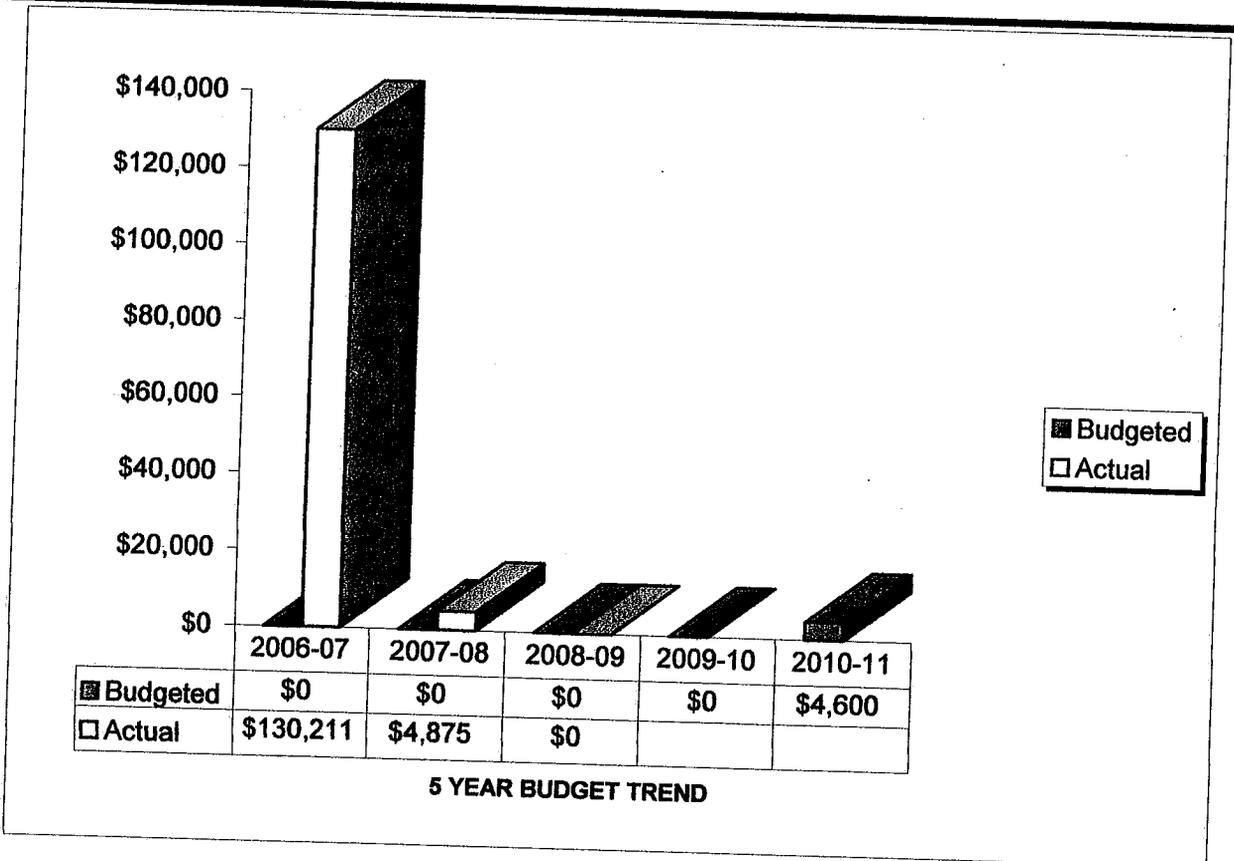
11118.10

DESCRIPTION
BUILDINGS & STRUCTURES

REQUEST
\$4,600

SUMMARY OF REQUEST

Replacement of District Office Sign	\$	2,200
Replace all Lights in District Garage and Warehouse with Energy Efficient LED Bay Lights	\$	2,400



G/L ACCOUNT
NUMBER

11118.20

DESCRIPTION

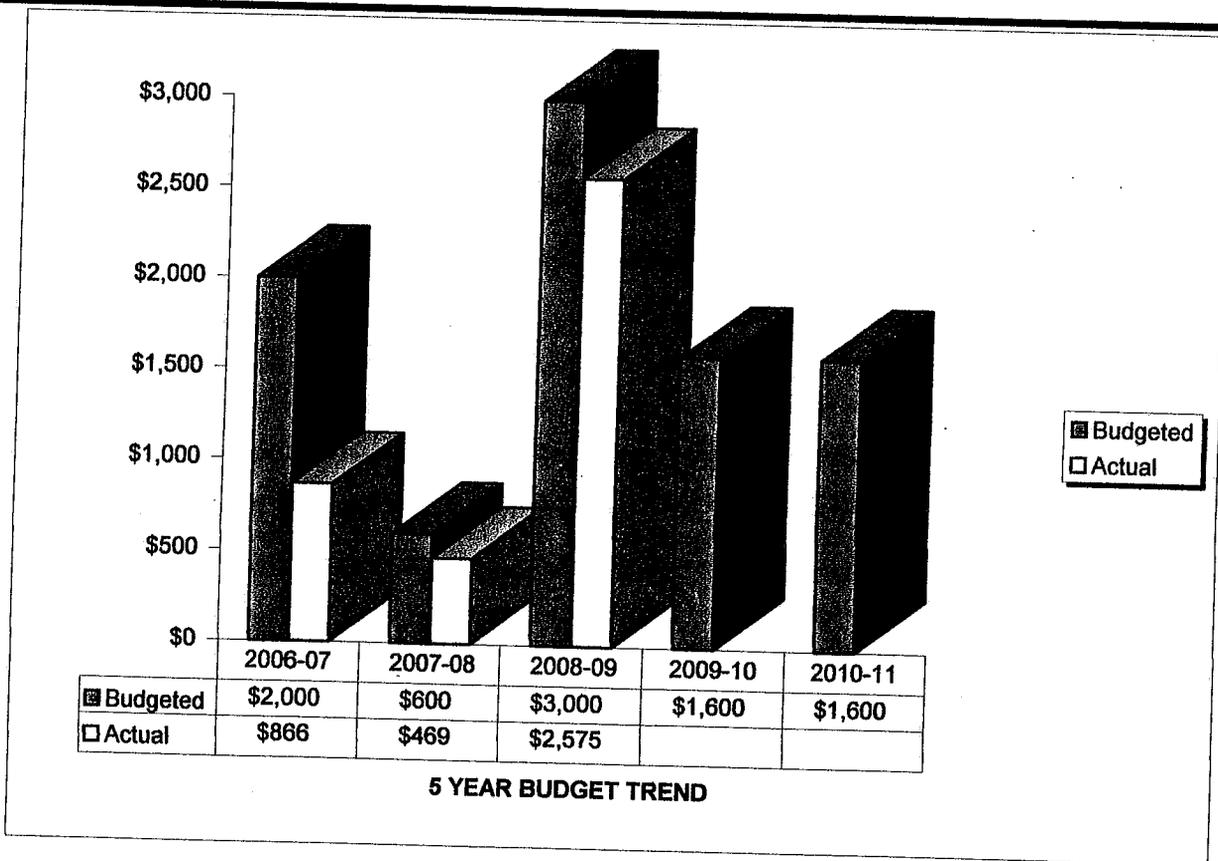
OFFICE FURNITURE /
AND EQUIPMENT

REQUEST

\$1,600

SUMMARY OF REQUEST

Dell Desktop Computer (Receptionist)	\$	1,200
HP Jet 6500 Printer (2 x 200) (Includes Cartridges)	\$	400



G/L ACCOUNT
NUMBER

11118.30

DESCRIPTION

VEHICLES & EQUIPMENT

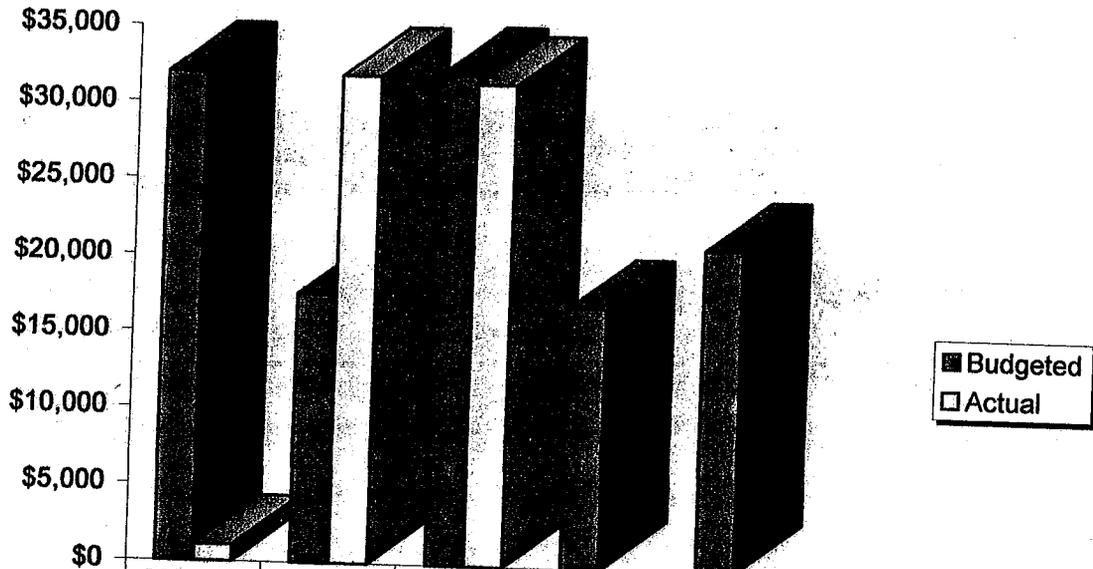
REQUEST

\$21,000

SUMMARY OF REQUEST

Purchase a 2011 Ford Ranger XLT Fwd Pickup with Tool Box and Rack
(Replaces Unit #51 - 1994 Nissan Pickup)

\$ 21,000



	2006-07	2007-08	2008-09	2009-10	2010-11
Budgeted	\$32,000	\$17,544	\$32,033	\$17,033	\$21,000
Actual	\$1,061	\$31,881	\$31,509		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

11118.40

DESCRIPTION

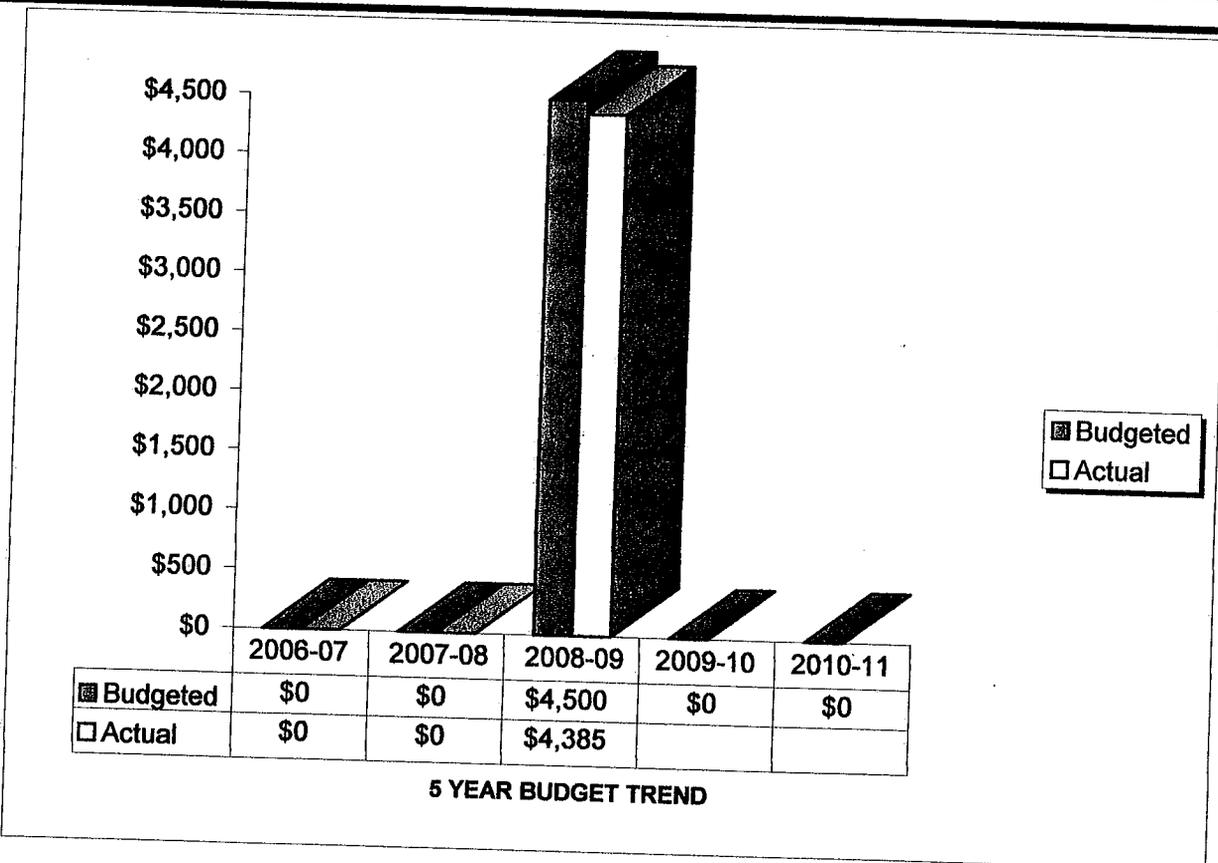
TOOLS/EQUIPMENT SHOP
& GARAGE

REQUEST

\$0

SUMMARY OF REQUEST

None Requested



G/L ACCOUNT
NUMBER

11118.50

DESCRIPTION

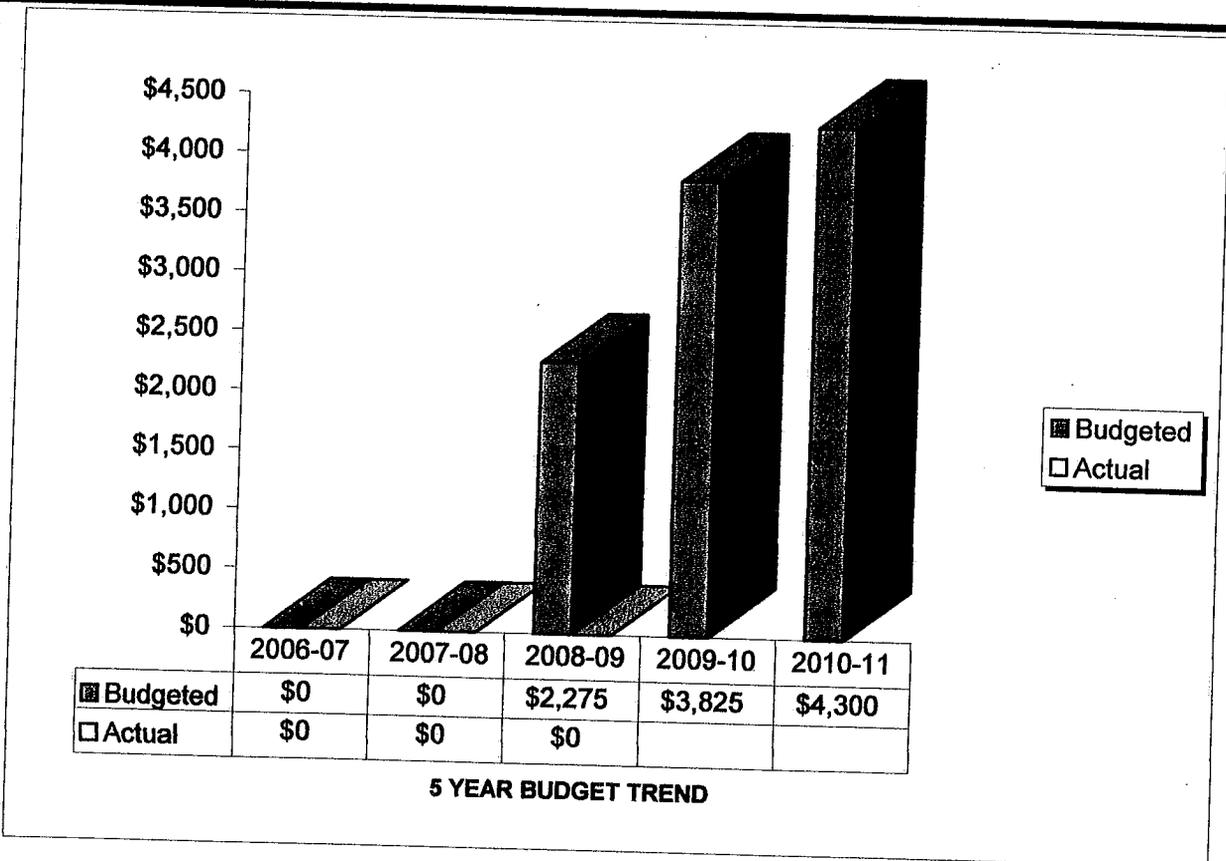
COMMUNICATION EQUIPMENT

REQUEST

\$4,300

SUMMARY OF REQUEST

Replacement Motorola Desktop DC Remote Radio (2)	\$	1,450
Replacement Motorola Desktop DC Remote Radio with Tone Touch Pad	\$	2,850



G/L ACCOUNT
NUMBER

11118.60

DESCRIPTION

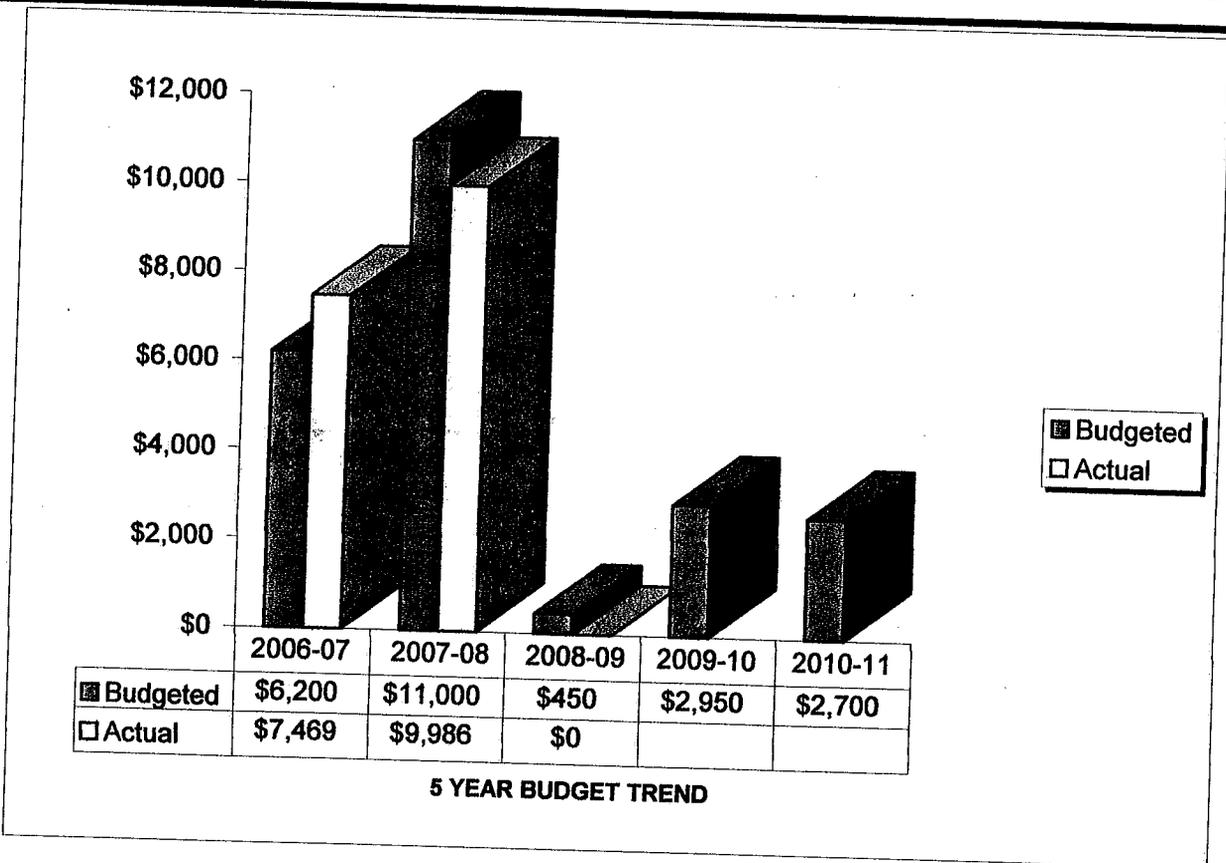
SPECIAL PURPOSE EQUIP.

REQUEST

\$2,700

SUMMARY OF REQUEST

Purchase a 40' Storage Container for Water Dept. Inventory \$ 2,700



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

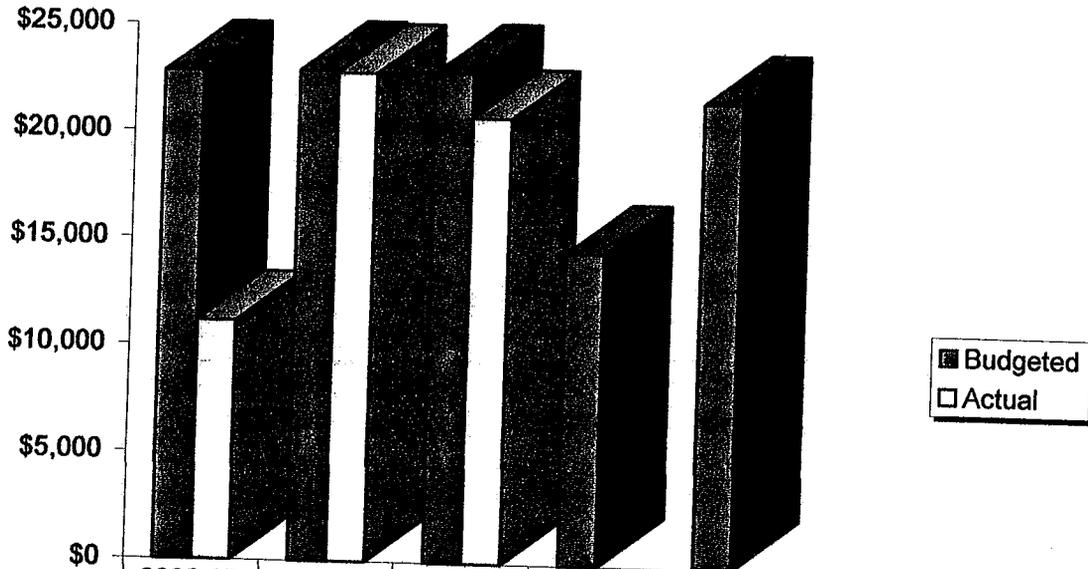
11430.00

WATER DEPT. INVENTORY

\$21,720

SUMMARY OF REQUEST

Miscellaneous Fittings, Clamps and Replacement Parts	\$	15,000
30 - Christy Meter Lid Sets @ \$36.00 Ea.	\$	1,080
60 - Christy Meter Boxes @ \$34.00 Ea.	\$	2,040
2 - Mueller 6" MJ Centurion Fire Hydrant @ \$1,800.00 Ea.	\$	3,600



	2006-07	2007-08	2008-09	2009-10	2010-11
Budgeted	\$22,830	\$22,920	\$22,920	\$14,587	\$21,720
Actual	\$11,144	\$22,828	\$20,816		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55506.00

DESCRIPTION

WATER DEVELOPMENT

REQUEST

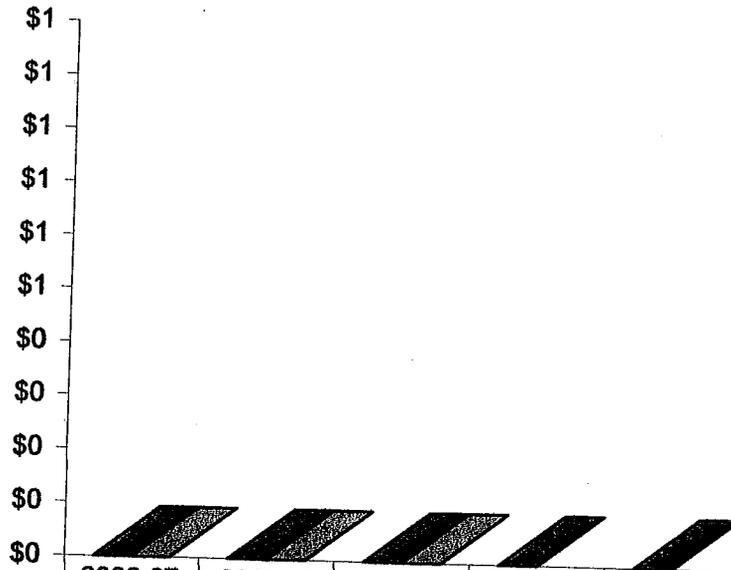
\$0

SUMMARY OF REQUEST

Water Development Expenses - To Be Approved
Through the Water Development Committee

\$

-



	2006-07	2007-08	2008-09	2009-10	2010-11
■ Budgeted	\$0	\$0	\$0	\$0	\$0
□ Actual	\$0	\$0	\$0		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55825.00
22155.00

DESCRIPTION

DWR LOAN PAYMENT
(PRINCIPLE & INTEREST)

REQUEST

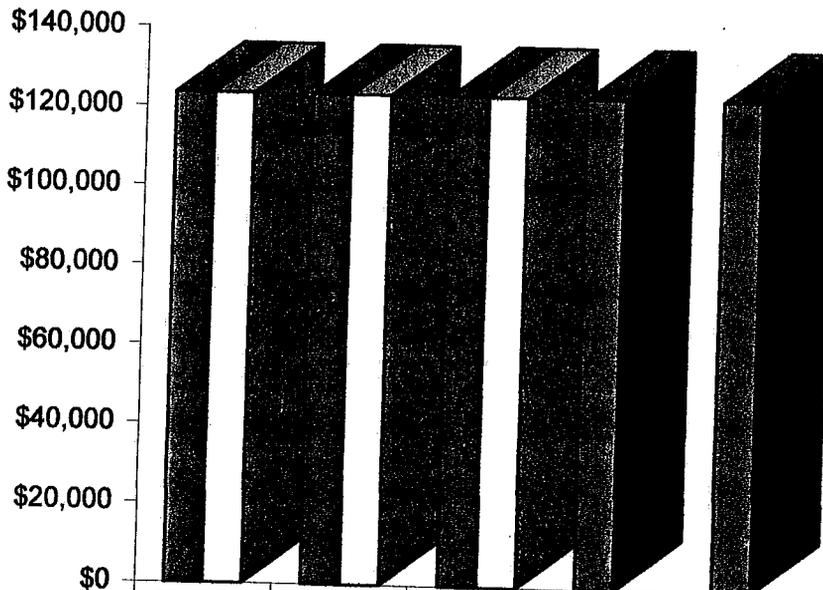
\$123,489

SUMMARY OF REQUEST

The \$1.5 Million Loan was Originally Obtained Through The State Department of Water Resources for Main Replacement. This Loan has Recently been Refinanced with City National Bank.

\$ 123,489

Original Term of New Loan: 20 Years
Term Remaining at End of This Fiscal Year: 3 Years



	2006-07	2007-08	2008-09	2009-10	2010-11
■ Budgeted	\$123,489	\$123,489	\$123,489	\$123,489	\$123,489
□ Actual	\$123,489	\$123,489	\$123,489		

5 YEAR BUDGET TREND

G/L ACCOUNT
NUMBER

55850.00

DESCRIPTION

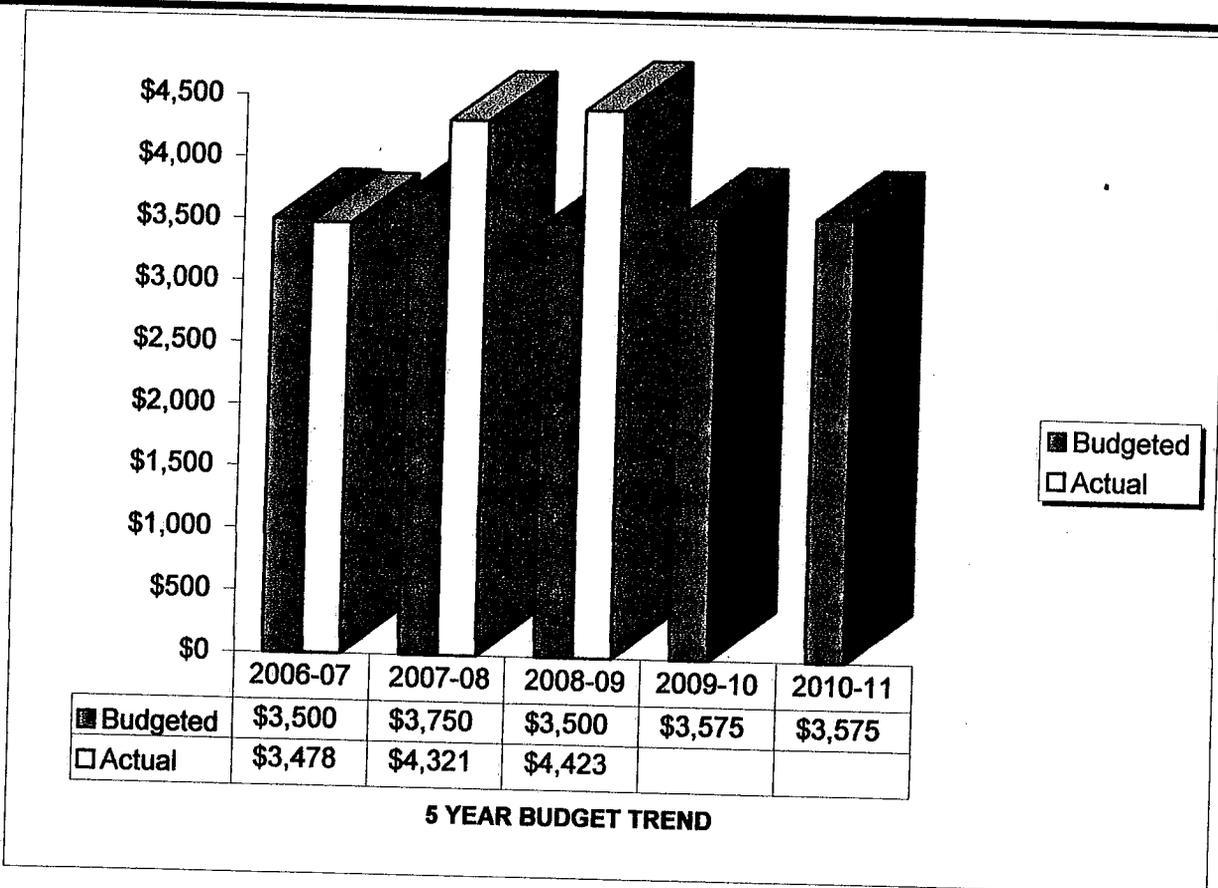
LEASE PURCHASE PAYMENTS

REQUEST

\$3,575

SUMMARY OF RATES

Lease/Purchase of Xerox Copier \$249/Mo. X 12 Months	\$	2,988
Xerox Copies Excess Print Charge	\$	587



G/L ACCOUNT
NUMBER

11250.40

DESCRIPTION

CIP MASTER PLAN WATER

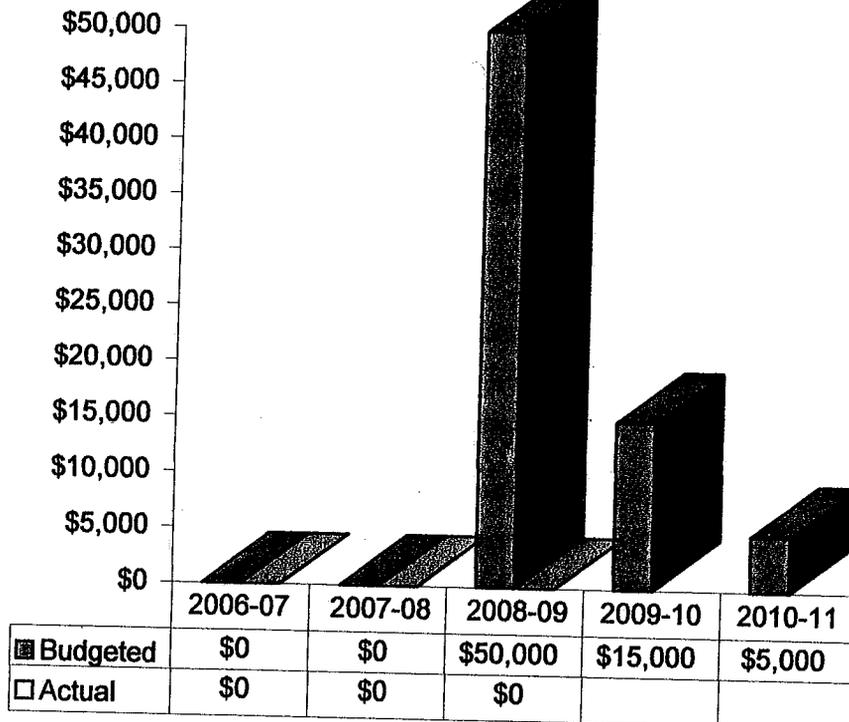
REQUEST

\$5,000

CITY OF RICHMOND

Financial Consultant
(Split between Water & Wastewater - \$10,000/2)

\$ 5,000



5 YEAR BUDGET TREND

**RUNNING SPRINGS WATER DISTRICT
BUSINESS OFFICE**

2010-11 HOURLY WAGE SCHEDULE *

Non-Exempt Positions

Emergency or part-time hourly wages shall be determined at the time of hiring to be commensurate with the person's ability and qualifications, but in no case less than the Federal or State minimum wage.

CLASSIFICATION	A	B	C	D	E	
SENIOR BILLING CLERK	\$21.77 \$3,773	\$22.31 \$3,868	\$22.87 \$3,964	\$23.44 \$4,064	\$24.03 \$4,165	(1)
BILLING CLERK III	\$19.74 \$3,422	\$20.23 \$3,507	\$20.74 \$3,595	\$21.26 \$3,685	\$21.79 \$3,777	(1)
BILLING CLERK II	\$17.45 \$3,025	\$17.89 \$3,100	\$18.33 \$3,178	\$18.79 \$3,257	\$19.26 \$3,339	(1)
BILLING CLERK I	\$15.48 \$2,683	\$15.87 \$2,750	\$16.26 \$2,819	\$16.67 \$2,890	\$17.09 \$2,962	(1)
RECEPTIONIST / SECRETARY III	\$17.86 \$3,096	\$18.31 \$3,173	\$18.76 \$3,252	\$19.23 \$3,334	\$19.71 \$3,417	(1)
RECEPTIONIST / SECRETARY II	\$15.81 \$2,740	\$16.21 \$2,809	\$16.61 \$2,879	\$17.03 \$2,951	\$17.45 \$3,025	(1)
RECEPTIONIST / SECRETARY I	\$13.99 \$2,425	\$14.34 \$2,486	\$14.70 \$2,548	\$15.07 \$2,611	\$15.44 \$2,677	(1)
UTILITY CLERK	\$13.99 \$2,425	\$14.34 \$2,486	\$14.70 \$2,548	\$15.07 \$2,611	\$15.44 \$2,677	(1)

Cost of Living Adjustment (COLA) : 0%

* Wage Scale for Employees Hired AFTER April 1986, 1.45% Medicare Hospital Coverage

(1) Average monthly wage

**RUNNING SPRINGS WATER DISTRICT
 WATER / WASTEWATER DEPARTMENTS
 2010-11 HOURLY WAGE SCHEDULE ***

Exempt Position

Emergency or part-time hourly wages shall be determined at the time of hiring to be commensurate with the person's ability and qualifications, but in no case less than the Federal or State minimum wage.

CLASSIFICATION		A	B	C	D	E	F
SUPERINTENDENT (Operations)	Hourly	\$44.94	\$47.82	\$50.88	\$54.13	\$57.60	\$59.04
	Monthly	\$7,790	\$8,289	\$8,819	\$9,383	\$9,984	\$10,234 (1)

This Position is Currently Unfilled

Cost of Living Adjustment (COLA) : 0%

*** Wage Scale for Employees Hired BEFORE April 1986.**

(1) Average monthly wage

**RUNNING SPRINGS WATER DISTRICT
BUSINESS OFFICE**

2010-11 HOURLY WAGE SCHEDULE *

Exempt Position

Emergency or part-time hourly wages shall be determined at the time of hiring to be commensurate with the person's ability and qualifications, but in no case less than the Federal or State minimum wage.

CLASSIFICATION		A	B	C	D	E	F
DEPARTMENT SUPERVISOR* (Office & Operations)							
SUPERVISOR III	Hourly	\$44.55	\$46.78	\$49.12	\$51.57	\$54.15	\$55.50
	Monthly	\$7,722	\$8,108	\$8,514	\$8,939	\$9,386	\$9,620 (1)
SUPERVISOR II	Hourly	\$34.91	\$36.66	\$38.49	\$40.41	\$42.43	\$43.49
	Monthly	\$6,051	\$6,354	\$6,671	\$7,005	\$7,355	\$7,538 (1)
SUPERVISOR I	Hourly	\$27.36	\$28.73	\$30.16	\$31.67	\$33.26	\$34.09
	Monthly	\$4,742	\$4,980	\$5,228	\$5,490	\$5,764	\$5,909 (1)

Cost of Living Adjustment (COLA) : 0%

* Wage Scale for Employees Hired AFTER April 1986.

(1) Average monthly wage

**RUNNING SPRINGS WATER DISTRICT
WATER DEPARTMENT
2010-11 HOURLY WAGE SCHEDULE ***

Non-Exempt Positions

Emergency or part-time hourly wages shall be determined at the time of hiring to be commensurate with the person's ability and qualifications, but in no case less than the Federal or State minimum wage.

CLASSIFICATION	A	B	C	D	E	
DIVISION SUPERVISOR II (Grade III Dist. & Grade II Treatment))	\$33.81 \$5,860	\$34.66 \$6,007	\$35.52 \$6,157	\$36.41 \$6,311	\$37.32 \$6,469	(1)
DIVISION SUPERVISOR I. (Grade III Dist. & Grade II Treatment))	\$31.22 \$5,411	\$32.00 \$5,547	\$32.80 \$5,685	\$33.62 \$5,828	\$34.46 \$5,973	(1)
COMPLIANCE/SAFETY OPERATOR III (Grade III Distro. & Grade II Treatment))	\$26.67 \$4,623	\$27.34 \$4,738	\$28.02 \$4,857	\$28.72 \$4,978	\$29.44 \$5,103	(1)
OPERATOR III (Grade III Distro. & Grade II Treatment))	\$24.25 \$4,203	\$24.86 \$4,308	\$25.48 \$4,416	\$26.11 \$4,527	\$26.77 \$4,640	(1)
OPERATOR II (Grade III Distro. & Grade I Treatment)	\$21.32 \$3,695	\$21.85 \$3,788	\$22.40 \$3,883	\$22.96 \$3,980	\$23.53 \$4,079	(1)
OPERATOR I (Grade II Distro. & Grade I Treatment)	\$18.84 \$3,266	\$19.31 \$3,347	\$19.79 \$3,431	\$20.29 \$3,517	\$20.80 \$3,605	(1)
METER READER/CUSTOMER SERVICE REPRESENTATIVE	\$15.65 \$2,713	\$16.04 \$2,780	\$16.44 \$2,850	\$16.85 \$2,921	\$17.27 \$2,994	(1)
OPERATIONS ASSIST.	\$14.47 \$2,508	\$14.83 \$2,571	\$15.20 \$2,635	\$15.58 \$2,701	\$15.97 \$2,769	(1)

Cost of Living Adjustment (COLA) = 0%

Parity Pay Adjustment Made To Operator Positions

* Wage Scale for Employees Hired AFTER April 1986.

Includes a 5% Adjustment For Division Supervisor Position

(1) Average monthly wage

RUNNING SPRINGS WATER DISTRICT

WATER DEPARTMENT

2010 - 11 EMPLOYEE CLASSIFICATION

<u>EMPLOYEE</u>	<u>CURRENT CLASSIFICATION</u>	<u>PROPOSED CLASSIFICATION</u>
RANDY BOBROFF	- DIVISION SUPERVISOR II STEP D — \$6,010/MONTH	DIVISION SUPERVISOR II STEP E — \$6,469/MONTH*
KENT JENKINS	---- COMPLIANCE/SAFETY OP.III STEP D — \$4,905/MONTH	COMPLIANCE/SAFETY OP.III STEP E — \$5,103/MONTH*
MATT DAVIS	----- OPERATOR II STEP A — \$3,640/MONTH	OPERATOR II STEP A — \$3,695/MONTH*
RICH TETER	----- OPERATOR I STEP C — \$3,380/MONTH	OPERATOR I STEP D — \$3,517/MONTH*
JOE BORRIE	----- OPERATOR I STEP B — \$3,297/MONTH	OPERATOR I STEP C — 3,431/MONTH*
JOHNNIE TAPIA	-- METER READER/CUST.SERV. STEP D — \$2,921/MONTH	METER READER/CUST.SERV. STEP E — \$2,994/MONTH*

*Proposed wage increase includes a 0.0% COLA.

**RUNNING SPRINGS WATER DISTRICT
WATER DEPARTMENT
ADMINISTRATION
2010-2011 EMPLOYEE CLASSIFICATION**

<u>EMPLOYEE</u>	<u>CURRENT CLASSIFICATION</u>	<u>PROPOSED CLASSIFICATION</u>
<u>FULL TIME POSITIONS</u>		
JOAN EATON	ADMINISTRATION SUPERVISOR II STEP C - \$6,671/MONTH	ADMINISTRATION SUPERVISOR II STEP D - \$7,005/MONTH
LINDA MAYFIELD	SR. BILLING CLERK STEP D- \$4,064/MONTH	SR. BILLING CLERK** STEP E - \$4,165/MONTH
LAURA GARRETT	RECEPTIONIST/SECRETARY III STEP A - \$3,096/MONTH	RECEPTIONIST/SECRETARY III** STEP B - \$3,173/MONTH
TONI NICASSIO	RECEPTIONIST/SECRETARY I STEP C - \$2,547/MONTH	RECEPTIONIST/SECRETARY I** STEP D - \$2,611/MONTH

****Includes Merit Step Increases**

WATER DEPARTMENT VEHICLE & EQUIPMENT REPLACEMENT SCHEDULE

Vehicle Description	Year	Mileage Hours	Use Status	Planned Retirement Date	Estimated Cost of Replacement
Chevy 4X4 Plow Truck Unit #58	1997	120,967	Utility Vehicle	2017 (20 Yrs. Old)	\$ 35,000
Nissan 4x4 Truck Unit #51	1994	69,193	Daily	2010 (16 Yrs. Old)	\$ 24,500
Nissan 4x4 Truck Unit #52	1995	48,298	Daily	2011 (16 Yrs. Old)	\$ 24,500
Nissan 4x4 Truck Unit #60	1998	51,590	Daily	2013 (15 Yrs. Old)	\$ 24,500
Ford 4x4 Ranger Truck Unit #68	2001	32,614	Daily	2016 (15 Yrs. Old)	\$ 24,500
Ford 4x4 Ranger Truck Unit #69	2001	32,316	Daily	2016 (15 Yrs. Old)	\$ 24,500
Thiokol - Snow Cat Unit #36	1965	758.8	Special Projects	2015 (50 Yrs. Old)	\$ 50,000
Ford 555 Backhoe Unit #42	1990	3,202.9 hrs.	Special Projects	2012 (22 Yrs. Old)	\$ 75,000
Ford 575E Backhoe Unit #59	1998	2,614..0 hrs	Special Projects	2020 (22 Yrs. Old)	\$ 80,000
Ford 4X4 F350 Truck Unit #75	2007	2,646	Daily	2022 (15 Yrs. Old)	\$ 35,000
Ford 4X4 Ranger Truck Unit #76	2007	7,417	Daily	2022 (15 Yrs. Old)	\$ 24,500
Portable Compressor	1998	450.9 hrs.	Limited	2018 (20 Yrs. Old)	\$ 18,000
Portable Welder	2002	100.5 hrs.	Limited	2022 (20 Yrs. Old)	\$ 10,000
Portable CAT Generator	1996	91.1 hrs.	Limited	2021 (25 Yrs. Old)	\$ 40,000

WATER/SEWER RATE COMPARISON SURVEY 2010

DISTRICT	MONTHLY BASE WATER RATE	RATE PER CU. FT.	MONTHLY WATER BILL 1000 CU. FT. CONSUMP.	MONTHLY SEWER FEE	WPCP LOAN	MONTHLY WATER/SEWER BILL
RUNNING SPRINGS WATER DISTRICT	\$18.15	0.0326	\$54.65*	\$27.02 + 15% of usage \$4.89	\$3.00	\$89.56
ARROWBEAR PARK CO. WATER DISTRICT	\$19.50**	0.0490	\$35.10	\$27.00	\$3.00	\$69.10
CRESTLINE VILLAGE CRESTLINE LAKE GREGORY	\$17.50 \$22.00	0.0420 0.0420	\$59.50 \$64.00	\$34.90 \$34.90		\$94.40 \$98.90
LAKE ARROWHEAD CSD	\$20.00	.0066 (1-700) .0169 (701-1300) .0603 (1301-4000)	66.82#	\$38.99		\$105.81
CRESTLINE/ LAKE ARROWHEAD WATER AGENCY	\$15.00+ \$10.00+ \$15.00+	0.0725 0.0500 0.0725	\$69.38 \$47.50 \$69.38	\$34.90 \$34.90 \$34.90		\$104.28 \$82.40 \$104.28
BIG BEAR CSD	\$20.02	.0148 (1-2400) .0186 (2401-4000) .0221 (4001-7000)	\$34.82	\$24.42		\$59.24
CITY OF BIG BEAR DWP	\$30.32	.0206 (1-2400) .0286 (2401-4000) .0427 (4001-7000)	\$50.92	\$28.57		\$79.49
GREEN VALLEY LAKE MUTUAL WATER CO.	\$26.50	.015633 (1-869) .052802 (869+)	\$63.65***	\$56.18 ▼		\$119.83

*Includes \$3.90 DWR Loan Repayment
 **250 Cu.Ft. Allowed
 Updated 02/08/10

**600 Cu.Ft. Allowed *Over 1000 Cu. Ft.
 ◀ Sewer provided by Crestline Sanitation and billed quarterly
 # Includes \$445.65 Supplemental Water Supply Fee

***Includes \$200.00 annual assessment
 ▼ Sewer provided by CSA 79

Water/Sever Pollution Control Plant

Running Springs Water District



2010-2011 Wastewater Department Budget

*Finance Committee:
Kevin Kellems & Paul Shouse*

RUNNING SPRINGS WATER DISTRICT

MEMORANDUM

DATE: March 9, 2010
TO: Board of Directors
FROM: Sam G. Massey, Interim General Manager
SUBJECT: FISCAL YEAR 2010/11 DISTRICT BUDGET –
DRAFT WASTEWATER DEPARTMENT BUDGET

We are providing the attached Draft Version of the Fiscal Year 2010/11 Wastewater Department Budget for review by the Board at the March 17, 2010 Board Meeting. Staff provided prior versions of this Budget to the Board Finance Committee at the March 3, 2010 Finance Committee Meeting. Input from the Finance Committee was incorporated into an updated version of this Budget.

This draft version is consistent in format with versions provided in prior years. To assist in your review, we are providing the following analysis which identifies the significant changes between the approved Fiscal Year 2009/10 Budget and the Proposed Fiscal Year 2010/11 Budget. The analysis categories, which are consistent with the budget document categories, are as follows:

- Revenue and Expense Summary
- Operating Revenue
- Operating Expenses
- Capital Improvement Revenue
- Capital Improvement Expenses

1. REVENUE AND EXPENSE SUMMARY

1.1) Total Operating Revenue,

Page 1

Revenue Increase from \$1,337,066 to \$1,338,409

Revenue Increase of \$1,343 or 0.1%

As explained in more detail in the Operating Revenue analysis section below, the major changes to revenue for Fiscal Year 2010/11 include:

- We have more closely identified the number of EDU's billed to our residential customers which have increased by 88 units.
- We project a reduction in water consumption for residential service system usage.
- We project a slight increase in water consumption for commercial service system usage.
- Rates remain unchanged from the 2009/10 Fiscal Year.
- Revenue from CSA-79 and Arrowbear Park County Water District (APCWD), for their percentage share of Treatment Plant O&M expenses, is reduced due to an overall reduction in Treatment Plant O&M expenses.
- For this fiscal year we have increased the projected revenue from leachate disposal which will be used to increase reserves. None of the leachate revenue was needed to balance the Fiscal Year 2010/11 Budget.

1.2) Total Operating Expenses,

Page 1

Operating Expense Increase from \$1,307,894 to \$1,332,961

Operating Expense Increase of \$25,067 or 1.92%

As explained in more detail in the Operating Expenses analysis section below, we have continued to scrutinize each category of operating expenses and have made adjustments where we were able so the overall operating expenses would stay within the limits of the operating revenue available.

1.3) Total Capital Improvement Revenue,

Page 1

Capital Improvement Revenue Increase from \$209,593 to \$290,815

Capital Improvement Revenue Increase of \$81,222 or 38.75%

As explained in more detail in Capital Improvement Revenue analysis section below, this increase is due to the additional amount of capital work planned at the Treatment Plant and the purchase of a new hydraulic sewer jetter machine by the Collections Division. These additional costs will be partially offset by the addition of \$57,288 of property tax revenue and \$36,549 of leachate revenue funds.

1.4) Total Capital Improvement Expenses,

Page 1

Capital Improvement Expense Increase from \$238,765 to \$296,263

Capital Improvement Expense Increase of \$57,498 or 24.08%

As explained in more detail in Capital Improvement Expenses analysis section below, this increase is due to a net expansion in overall capital improvement expenses planned for the year, which is consistent with our effort to stay within the overall level of available revenue. The increase in Treatment Plant expenses is a result of efforts to maximize the existing Treatment Plant processes. Once the long-range infrastructure and financial master plans are complete, the District will proceed with developing a sustainable plan for undertaking capital improvement projects.

1.5) Total Difference, Revenue and Expenses,

Page 1

Operating Revenue in Excess of Operating Expenses, Decrease from \$29,172 to \$5,448.

Capital Improvement Revenue in Excess of Capital Improvement Expenses, Increase from (\$29,172) to (\$5,448).

Net Difference, Total Revenue in Excess of Total Expenses, remains at \$0.

The operating revenue in excess of expenses has been used to fund capital improvement expenses.

2. OPERATING REVENUE

2.1) Residential Base Service Charges,

Page 1

Revenue Increase from \$885,824 to \$914,357

Revenue Increase of \$28,533 or 3.22%

This is the monthly sewer charge per residential connection. We have more closely identified the number of EDU's billed to our residential customers which have increased by 88 units. There is no projected increase in the residential base service charge rate compared to last year.

2.2) Residential Service System Usage Charge,

Page 1

Revenue Decrease from \$116,138 to \$97,800

Revenue Decrease of \$18,338 or 15.79%

This is the additional sewer charge for residential customers, which is 15% of a residential customer's water consumption charge. We are projecting a decrease in residential water consumption this year, which will result in a decrease in this consumption charge revenue. We believe this is due to our customers making a concerted effort to cut household expenses by conserving water. There is no projected increase in the base residential service system usage charge rate compared to last year.

2.3) Commercial Base Service Charge,

Page 1

Revenue Amount Remains at \$19,130

Revenue Increase/Decrease of \$0 or 0%

The Commercial Base Service Charge is the monthly sewer charge per commercial connection. There are 59 commercial connections this year which is consistent with the previous year. The Commercial Base Service Charge is the same amount as the Residential Base Service Charge. There is no projected increase in the commercial base service charge rate compared to last year.

2.4) Commercial Service System Usage Charge,

Page 1

Revenue Increase from \$9,661 to \$12,050

Revenue Increase of \$2,389 or 24.73%

The Commercial Service System Usage Charge is the additional sewer charge for commercial customers, which is 33.3% of a commercial customer's water consumption charge. The commercial water consumption is projected to be 1.11 MCF, which is 0.22 MCF greater than the prior year. There is no projected increase in the base commercial service system usage charge rate compared to last year.

2.5) Arrowbear O&M Reimbursement Charge,

Page 1

Revenue Decrease from \$121,727 to \$116,752

Revenue Decrease of \$4,975 or 4.09%

This is the reimbursement received from APCWD for the operation and maintenance of joint use facilities which includes the Wastewater Treatment Plant and Lift Station #2. The estimated joint use O&M expense has been reduced from the 2009/10 FY Budget.

This reduction is based on efforts to bring wastewater expenses in line with available revenue. APCWD reimburses the District for 13.5% of the total joint use facilities O&M expense.

2.6) CSA-79 O&M Reimbursement Charge,

Page 1

Revenue Decrease from \$153,286 to \$147,021

Revenue Decrease of \$6,265 or 4.09%

This is the reimbursement received from CSA-79 for the operation and maintenance of joint use facilities which primarily includes the Wastewater Treatment Plant. The estimated joint use O&M expense has been reduced from the 2009/10 FY Budget. This reduction is based on efforts to bring wastewater expenses in line with available revenue. CSA-79 reimburses the District for 17.0% of the total joint use facilities O&M expense.

2.7) CSA-79 Odor Control Reimbursement,

Page 1

Revenue Amount Remains at \$9,800

This is reimbursement received from CSA 79 for the operating costs, primarily chemical purchase, related to the odor control system installed at the CSA 79 pump station.

2.8) Leachate,

Page 1

Revenue Amount Remains at \$0

This is the revenue derived from the disposal of the Heaps Peak landfill leachate into the District wastewater system. This revenue can be used for operating or capital expenses; depending on where the revenue is most needed. This year we are not using any of the funding for operating expenses. Of the \$30,000 revenue anticipated, all of the revenue will be used to replenish leachate reserves.

2.9) Availability Charges,

Page 1

Revenue Remains the Same, \$12,500

This is the Sewer Standby or Availability Charge that is billed to undeveloped property within the District. The charge is \$10 per year per acre, or \$10 per parcel smaller than one acre. The projected revenue for this item remains at \$12,500.

2.10) SCE Demand Response Program,

Page 1

Revenue Remains the Same, \$9,000

The District has enrolled in a program to reduce power consumption at the Treatment Plant by at least 50% when requested to do so to help reduce the overall SCE system power demand in our area. We can safely do this by modifying our operation at the plant for the anticipated time period for such requests. We estimate the District will receive \$9,000 from SCE for participating in this program.

3. OPERATING EXPENSES

3.1) Administrative Salaries, 56000.90, Page 5

Expense Increase of \$2,361 or 5.16%.

This projected increase was originally based on a proposed merit increase for the departing General Manager. Based on the uncertainty of this position, this amount was left unchanged.

3.2) Operating Wages Collection, 56005.00, Page 6

Expense Increase of \$8,223 or 4.35%.

This projected increase is primarily due to proposed merit increases and a 5% adjustment to the Supervisor wage scale. An additional 2.5% step has been added to each job classification of the wage scale. There is no COLA adjustment proposed for this budget year.

3.3) Operating Wages Treatment, 56005.90, Page 7

Expense Decrease of \$45,378 or 14.73%.

This projected decrease is based primarily on the cost savings associated with the elimination of the Superintendent position. Merit increases and a 5% adjustment to the Supervisor wage scale were factored in, as well as an additional 2.5% step which was added to each job classification of the wage scale.

3.4) Office Reimbursement, 56010.90, Page 8

Expense Increase of \$492 or 1.92%.

This projected increase is based on the overall growth of the Wastewater Operating Expenses. The office reimbursement expense is calculated as 2% of the Wastewater Operating Expenses.

3.5) Director' Compensation 56015.90 Page 9

Expense Increase of \$800 or 21.52%

The projected expense will increase due to the additional number of anticipated Committee Meetings needed in the upcoming year. The number of meetings has been increased from six in the 2009/10 FY Budget to ten this coming year.

3.6) Employee Benefits Collection, 56020.00, Page 10

Expense Increase of \$1,120 or 3.27%

This projected increase is based on adjustments to the base salary used for benefit calculations and a proposed 2.5% COLA adjustment for the medical benefit cap.

3.7) Employee Benefits Treatment, 56020.90, Page 11

Expense Decrease of \$5,156 or 9.0%

This projected decrease is primarily the result of eliminating the Superintendent position. This figure also includes a proposed 2.5% COLA adjustment for the medical benefit cap.

3.8) PERS Retirement Collection, 56025.00, Page 12

Expense Increase of \$5,024 or 11.14%

This projected increase is partly a result of the PERS Employer Contribution Rate being increased from 18.458% to 20.218% of wages. The increase is also partly because of merit raises and a 5% adjustment to the Supervisor's wage scale.

3.9) PERS Retirement Treatment, 56025.90, Page 13

Expense Decrease of \$7,076 or 7.83%

This projected decrease is primarily a result of the elimination of the Superintendent's position. The savings were offset by an increase of the PERS Employer Contribution Rate from 18.458% to 20.218%. Marginal increases would also be attributed to proposed merit raises and a 5% adjustment to the Supervisor's wage scale.

3.10) Uniform Allowance, 56030.90, Page 14

Expense remains the same.

This cost is projected to remain the same for the upcoming fiscal year.

3.11) Office Supplies / Materials, 56100.90, Page 15

Expense remains the same.

This cost is projected to remain the same for the upcoming fiscal year.

3.12) Utilities, Collection Sys / Lift Stations, 56130.00, Page 17

Expense Increase of \$1,050 or 5.0%

This projected increase is based on more closely matching the budgeted expense to the actual expense.

3.13) Utilities, Joint Use / Plant, 56130.90, Page 18

Expense Decrease of \$9,327 or 9.19%

This projected decrease is based on the energy savings that will be realized by the newly installed K-Turbo Blowers at the Wastewater Treatment Plant.

3.14) Telephone, 56140.90, Page 19

Expense Increase of \$300 or 6.26%

This projected increase is based on more closely matching the budgeted expense to the actual expense.

3.15) Liability Insurance, 56200.90, Page 20

Expense Decrease of \$71 or 0.32%

This projected decrease is based on an overall liability insurance decrease for the District.

3.16) Workers Comp Insurance, Collection, 56205.00, Page 21

Expense Decrease of \$6,764 or 32.38%

The projected decrease is a result of savings realized by switching our Workers Comp Insurance carrier to SDRMA.

3.17) Workers Comp Insurance, Treatment, 56205.90, Page 22

Expense Decrease of \$3,922 or 14.87%

The projected decrease is a result of savings realized by switching our Workers Comp Insurance carrier to SDRMA and eliminating the Superintendent's position.

3.18) Medicare Hospital Tax, 56215.90, Page 25

Expense Decrease of \$301 or 4.32%

This projected decrease is based on a projected decrease in the base salary as a result of the departure of the General Manager.

3.19) Postage, 56300.90, Page 26

Expense remains the same.

There is no projected change to this account.

3.20) Public / Employee Relations, 56305.90, Page 27

Expense Increase of \$200 or 20.0%

This projected increase is based on a more aggressive Public Relations Program planned for the upcoming year.

3.21) Printing and Publication, 56310.00, Page 28

Expense Increase of \$250 or 33.33%

This projected increase is based on a more aggressive customer outreach program planned for the upcoming year.

3.22) Memberships and Journals, 56315.90, Page 29

Expense Increase of \$250 or 4.75%

This net projected increase is based on more closely matching budgeted expense items to actual expenses, making reductions where possible, and increasing the anticipated expense for employee CWEA certification.

3.23) Professional Services, Collection, 56320.00, Page 30

Expense Increase of \$29,218 or 135.90%

The increase is a result of making the final payment for the Sewer System Management Plan (SSMP).

3.24) Professional Services, Treatment, 56320.90, Page 31

Expense Decrease of \$1,550 or 3.73%

This net decrease is based on reduced anticipated expenses for general engineering and legal expenses.

3.25) Wastewater Analysis, 56405.90, Page 32

Expense Increase of \$925 or 26.24%

Additional sampling for wastewater analysis is anticipated for the upcoming year.

3.26) Maintenance Plant Structures, 56500.90, Page 33

Expense Increase of \$5,500 or 183.33%

This projected increase is based on the need to repair the operations building roof and to replace two additional exterior doors.

3.27) Maintenance Lift Station Roads, 56505.00, Page 34

Expense Increase of \$950 or 43.18%

This projected increase is based on the need to perform an increased amount of maintenance on lift station roads.

3.28) Maintenance Plant Road, 56505.90, Page 35

Expense Increase of \$2,325 or 930.0%

This projected increase is based on a need to perform increased maintenance on the treatment plant road.

3.29) Maintenance Collection System, 56510.00, Page 36

Expense Increase of \$14,391 or 143.91%

These projected increases are attributed to various projects throughout the Collection System. These projects include the repair of the Collection Building front porch, repair of the interceptor road and 50% of the District's share to connect the Arrowbear and CSA-79 wet-wells.

3.30) Maintenance Lift Stations, 56515.00, Page 37

Expense Increase of \$8,000 or 19.78%

This projected increase is based on the need to perform increased levels of maintenance at many of the lift stations. This includes increased generator maintenance, increased wet well cleaning costs and increased charcoal air filtration at Lift Station No. 7.

3.31) Maintenance Plant Equipment, 56520.90, Page 38

Expense Increase of \$4,000 or 14.11%

This projected increase is based on an increased level of maintenance on plant equipment and the higher cost of MPE Polymer used in cold weather and high flow situations.

3.32) Effluent Disposal, 56525.90, Page 39

Expense Increase of \$4,200 or 72.41%

A portion of the projected increase is based on the continuing review of maintenance practices required at the ponds, insuring the most efficient maintenance practices are utilized. The majority of the increase added to this account was to remove solids that were inadvertently sent to the ponds during a high flow event.

3.33) Maintenance Solids Handling, 56530.90, Page 40

Expense Increase of \$4,375 or 6.03%

This projected increase is based on a review of maintenance practices required for the sludge dewatering and disposal operation at the treatment plant, bringing budgeted expenses in line with the actual expenses. The majority of the increase is attributed to the construction of a new drying bed wash rack.

3.34) Fuel, Lift Stations / Collection Sys, 56600.00, Page 41

Expense Decrease of \$1,418 or 22.18%

This projected decrease is based on a decrease of the estimated fuel usage.

3.35) Fuel, Joint Use / Plant, 56600.90, Page 42

Expense Decrease of \$2,550 or 26.91%

This projected decrease is based on a decrease of the estimated fuel usage.

3.36) Maintenance, Collection Sys Vehicles, 56605.00, Page 43

Expense Increase of \$277 or 6.96%

This projected increase is based on more closely matching the budgeted expense to the actual expense.

3.37) Maintenance, Plant Vehicles, 56605.90, Page 44

Expense Increase of \$560 or 12.61%

This projected increase is based on more closely matching the budgeted expense to the actual expense.

3.38) Maintenance, Misc Equipment Lift Sta., 56610.00, Page 45

Expense remains the same.

Expenses will remain constant for miscellaneous equipment at the lift stations.

3.39) Maintenance, Misc Equipment Plant, 56610.90, Page 46

Expense Increase of \$6,500 or 100.00%

This projected increase is based on the planned purchase of foam filled tires for the Bobcat, additional maintenance on the Bobcat and new snow chains for the wheel loader.

3.40) Radio Maintenance, 56615.90, Page 47

Expense remains the same.

Expenses will remain constant for radio maintenance.

3.41) Maint, Special Purpose Equip Plant, 56635.90, Page 48

Expense Increase of \$1,000 or 200.0%

This projected increase is based on the need to purchase a new microscope for the lab and to replace dissolved oxygen probes.

3.42) Permits, Collection, 56640.00, Page 49

Expense Increase of \$555 or 10.88%

This projected increase is based on the anticipated higher expense of AQMD and State WDR permits.

3.43) Permits, Treatment, 56640.90, Page 50

Expense Increase of \$3,135 or 16.07%

This projected increase is based on the anticipated higher expense of AQMD, Regional Water Quality Control Board and U.S. Forest Service permits.

3.44) Hand Tools, Collection System, 56700.00, Page 51

Expense Increase of \$250 or 50%

This projected increase is needed to purchase additional Collection System hand tools.

3.45) Hand Tools, Treatment, 56700.90, Page 52

Expense Increase of \$200 or 20%

This projected increase is needed to purchase additional Treatment Plant hand tools.

3.46) Safety Clothing/Devices, Collection, 56705.00, Page 53

Expense Increase of \$300 or 30%

This projected increase is for the purchase of new rain gear and boots.

3.47) Safety Clothing/Devices, Treatment, 56705.90, Page 54

Expense Increase of \$600 or 40.00%

This projected increase is for the purchase of new rain gear, boots and cold weather coveralls.

3.48) Safety Equipment, Collection, 56710.00, Page 55

Expense Increase of \$500 or 28.57%

This projected increase is based on the need to purchase replacement sensors for the GasTech air analyzer.

3.49) Safety Equipment, Treatment, 56710.90, Page 56

Expense Increase of \$750 or 42.86%

This projected increase is based on the need to purchase replacement sensors for the Gas Tech air analyzer and other safety supplies.

3.50) Education and Seminars, Collection, 56715.00, Page 57

Expense remains the same.

There is no projected change to this account.

3.51) Education and Seminars, Treatment, 56715.90, Page 58

Expense remains the same.

There is no projected change to this account.

4. CAPITAL IMPROVEMENT REVENUE

4.1) Property Tax Revenue, Page 1

Revenue Increase from \$0 to \$57,288

Revenue Increase of \$57,288 or 100.0%

The majority of the property tax revenue has been allocated to the Fire Department for Fiscal Year 2010/11. However, a small surplus of tax money remained that will be split between the three departments. The amount allocated to the Wastewater Department will be \$57,288.00 to be used to fund proposed capital improvement projects in the 2010/11 Fiscal Year Budget.

4.2) Arrowbear Capital Improvement Reimbursement,

Page 1

Revenue Increase from \$1,050 to \$5,600

Revenue Increase of \$4,550 or 433.33%

This is the reimbursement received from APCWD for capital improvements to joint use facilities which primarily includes the Wastewater Treatment Plant. These are improvements not otherwise paid for by the WPCP loan. The increase is based on the need to go forward with needed capital improvement projects at the Wastewater Treatment Plant. APCWD reimburses the District for 14.0% of the total joint use facilities capital improvement expense.

4.3) CSA-79 Capital Improvement Reimbursement,

Page 1

Revenue Increase from \$1,500 to \$8,000

Revenue Decrease of \$6,500 or 433.33%

This is the reimbursement received from CSA-79 for capital improvements to joint use facilities which primarily includes the Wastewater Treatment Plant. These are improvements not otherwise paid for by the WPCP loan. The increase is based on the need to go forward with needed capital improvement projects at the Wastewater Treatment Plant. CSA-79 reimburses the District for 20.0% of the total joint use facilities capital improvement expense.

4.4) Leachate,

Page 1

Revenue Increase from \$23,665 to \$36,549

Revenue Increase of \$12,884 or 54.44%

This is the revenue derived from the disposal of the Heaps Peak landfill leachate into the District wastewater system. This revenue can be used for operating or capital expenses; depending on where the revenue is most needed. This year, we needed to use \$36,549 of leachate funds to balance the budget for capital improvement projects.

4.5) Arrowbear Payment for Filtration Plant,

Page 1

Revenue Remains \$32,055

This is APCWD's proportionate share payment of the WPCP loan.

4.6) CSA-79 Payment for Filtration Plant,

Page 1

Revenue Remains \$48,183

This is CSA-79's proportionate share payment of the WPCP loan.

4.7) District Payment for Filtration Plant,

Page 1

Revenue Remains \$103,140

This is the District's proportionate share payment of the WPCP loan. We collect this payment through a \$3.00 per month charge applied to each sewer connection.

5. CAPITAL IMPROVEMENT EXPENSES

5.1) Collection Facilities, 11204.00, Page 63

Expense Decrease of \$14,825 or 56.32%

This projected decrease is based on the identified cost of planned projects being less than the previous year. This years request includes a portion of the proposed cost to hire a financial consultant to develop internal financial practices.

5.2) Treatment Facilities, 11205.00, Page 64

Expense Increase of \$32,500 or 433.33%

This projected increase is based on the identified cost of planned projects being more than the previous year. This years request includes a portion of the proposed cost to hire a financial consultant to develop internal financial practices.

5.3) Transportation Equipment 11208.00, Page 66

Expense Decrease of \$15,000 or 100.0%

This projected decrease is the result of removing the funds to convert the surplus ambulance to a utility plow truck.

5.4) Special Purpose Equipment 11208.10, Page 67

Expense Increase of \$54,823 or 100.0%

This expense was initially proposed to be financed over a three year period with Municipal Finance Corporation. The Finance Committee thought it would be prudent to save on the interest expense by purchasing the jetter with one initial cash payment. The Committee recommended using leachate revenue to fund the purchase.

5.5) Sewer Department Inventory 11430.20, Page 71

Expense remains the same.

Expenses will remain constant for sewer department inventory.

5.6) Filtration Project

22230.00 and 56825.00, Page 72

Expense remains the same.

Expenses will remain constant for repaying the principle and interest on the filtration project loan.

R.S.W.D. WASTEWATER DEPARTMENT 2010-11

REVENUE AND EXPENSE SUMMARY

	Projected 2010-11	Budgeted 2009-10	% Change
<u>OPERATING AND MAINTENANCE REVENUE:</u>			
Residential Base Service Charges (2820 EDU's. x \$27.02 / month x 12 mos.)	\$914,357	\$885,824	3.22%
Residential Service System Usage Charge (20 mil. cu. Ft. x \$0.0326 x 15%)	\$97,800	\$116,138	-15.79%
Commercial Base Service Charges (59 EDU's. x 27.02 / month x 12 mos.)	\$19,130	\$19,130	0.00%
Commercial Service System Usage Charge (1.11 mil cu.ft. x \$0.0326 x 33.3%)	\$12,050	\$9,661	24.73%
Arrowbear O & M Reimbursement-13.5% of Total \$ in .90 Act.'s	\$116,752	\$121,727	-4.09%
CSA 79 O & M Reimbursement-17% of Total \$ in .90 Act.'s	\$147,021	\$153,286	-4.09%
CSA 79 Odor Control Reimbursement	\$9,800	\$9,800	0.00%
Leachate Project (Heaps Peak) Revenue	\$0	\$0	0.00%
Availability Charges (Vacant lots)	\$12,500	\$12,500	0.00%
SCE Demand Response Program	<u>\$9,000</u>	<u>\$9,000</u>	0.00%
TOTAL OPERATING REVENUE:	\$1,338,409	\$1,337,066	0.10%
<u>OPERATING EXPENSES (O & M):</u>			
(Per Attached Budget see Page #'s 2 & 3)			
TOTAL OPERATING EXPENSES:	\$1,332,961	\$1,307,894	1.92%
<u>CAPITAL IMPROVEMENT REVENUE:</u>			
Property Taxes	\$57,288	\$0	100.00%
Arrowbear Proportionate Share (14% AV x \$40,000 Cap. Imp.)	\$5,600	\$1,050	433.33%
CSA 79 Proportionate Share (20% AV x \$40,000 Cap. Imp.)	\$8,000	\$1,500	433.33%
Leachate Project (Heaps Peak) Revenue	\$36,549	\$23,665	54.44%
Arrowbear Payment for Filtration Project	\$32,055	\$32,055	0.00%
CSA 79 Payment for Filtration Project	\$48,183	\$48,183	0.00%
Filtration Project Loan Payment (\$3.00 x 2865 x12)	<u>\$103,140</u>	<u>\$103,140</u>	0.00%
TOTAL CAPITAL IMPROVEMENT REVENUE:	\$290,815	\$209,593	38.75%
<u>CAPITAL IMPROVEMENT EXPENSES:</u>			
(Per Attached Budget see Page # 4)			
TOTAL CAPITAL IMPROVEMENT EXPENSES:	\$296,263	\$238,765	24.08%
TOTAL PROJECTED REVENUE:	\$1,629,224	\$1,337,066	21.85%
TOTAL PROJECTED EXPENSES:	\$1,629,224	\$1,546,659	5.34%
<i>Difference between Operating Revenue/Expenses</i>	\$5,448	\$29,172	
<i>Difference between Capital Improvement Revenue/Expenses</i>	(\$5,448)	(\$29,172)	
Total Net Difference:	\$0	\$0	

RUNNING SPRINGS WATER DISTRICT
WASTEWATER DEPARTMENT
2010-11 BUDGET

- OPERATION AND MAINTENANCE ACCOUNTS -

ACCOUNT NUMBER	O & M ACCOUNT DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
56000.90	ADMINISTRATIVE SALARIES	\$48,149	\$45,788	5.16%		5
56005.00	OPERATING WAGES	\$197,404	\$189,181	4.35%		6
56005.90	OPERATING WAGES	\$262,667	\$308,045	-14.73%		7
56010.90	OFFICE REIMBURSEMENT	\$26,137	\$25,645	1.92%		8
56015.90	DIRECTORS COMPENSATION	\$4,517	\$3,717	21.51%		9
56020.00	EMPLOYEE BENEFITS	\$35,332	\$34,212	3.27%		10
56020.90	EMPLOYEE BENEFITS	\$52,134	\$57,290	-9.00%		11
56025.00	PERS RETIREMENT	\$50,136	\$45,112	11.14%		12
56025.90	PERS RETIREMENT	\$83,258	\$90,334	-7.83%		13
56030.90	UNIFORM ALLOWANCE	\$4,380	\$4,380	0.00%		14
SALARIES, WAGES & BENEFITS						
SUB-TOTAL:		\$764,113	\$803,704	-4.93%	\$0	
56100.90	OFFICE SUPPLIES/MATERIALS	\$1,250	\$1,250	0.00%		15
56125.90	DEPOSIT @ CENTRAL STORES	\$0	\$0	0.00%		16
56130.00	UTILITIES-COLLECT SYS / L.S.	\$22,050	\$21,000	5.00%		17
56130.90	UTILITIES - JOINT USE / PLANT	\$92,135	\$101,462	-9.19%		18
56140.90	TELEPHONE	\$5,100	\$4,800	6.26%		19
56200.90	LIABILITY INSURANCE	\$22,459	\$22,530	-0.32%		20
56205.00	WORKERS COMP INSURANCE	\$14,127	\$20,891	-32.38%		21
56205.90	WORKERS COMP INSURANCE	\$22,456	\$26,378	-14.87%		22
56210.00	UNEMPLOY BENEFIT PAYMENTS	\$0	\$0	0.00%		23
56210.90	UNEMPLOY BENEFIT PAYMENTS	\$0	\$0	0.00%		24
56215.90	MEDICARE HOSPITAL INS TAX	\$6,671	\$6,972	-4.32%		25
56300.90	POSTAGE	\$150	\$150	0.00%		26
56305.90	PUBLIC/EMPLOYEE RELATIONS	\$1,200	\$1,000	20.00%		27
56310.00	PRINTING AND PUBLICATION	\$1,000	\$750	33.33%		28
56315.90	MEMBERSHIPS & JOURNALS	\$5,514	\$5,264	4.75%		29
56320.00	PROFESSIONAL SERVICES	\$50,718	\$21,500	135.90%		30
56320.90	PROFESSIONAL SERVICES	\$40,000	\$41,550	-3.73%		31
56405.90	WASTEWATER ANALYSIS	\$4,450	\$3,525	26.24%		32
56500.90	MAINT PLANT STRUCTURES	\$8,500	\$3,000	183.33%		33
56505.00	MAINT LIFT STATION ROADS	\$3,150	\$2,200	43.18%		34
56505.90	MAINT PLANT ROAD	\$2,575	\$250	930.00%		35
56510.00	MAINT COLLECTION SYSTEM	\$24,391	\$10,000	143.91%		36
56515.00	MAINT LIFT STATIONS	\$48,440	\$40,440	19.78%		37
56520.90	MAINT PLANT EQUIPMENT	\$32,350	\$28,350	14.11%		38
56525.90	EFFLUENT DISPOSAL	\$10,000	\$5,800	72.41%		39
56530.90	MAINT SOLIDS HANDLING	\$76,910	\$72,535	6.03%		40

- OPERATION AND MAINTENANCE ACCOUNTS -

ACCOUNT NUMBER	O & M ACCOUNT DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
56600.00	FUEL - LIFT STAT./COLL. SYS.	\$4,975	\$6,393	-22.18%		41
56600.90	FUEL - JOINT USE	\$6,925	\$9,475	-26.91%		42
56605.00	MAINT COLL SYS VEHICLES	\$4,257	\$3,980	6.96%		43
56605.90	MAINT PLANT VEHICLES	\$5,000	\$4,440	12.61%		44
56610.00	MAINT MISC EQUIPMENT	\$700	\$700	0.00%		45
56610.90	MAINT MISC EQUIP. PLANT	\$6,500	\$0	100.00%		46
56615.90	RADIO MAINTENANCE	\$500	\$500	0.00%		47
56635.90	MAINT SPEC PURPOSE EQUIP	\$1,500	\$500	200.00%		48
56640.00	PERMITS	\$5,655	\$5,100	10.88%		49
56640.90	PERMITS	\$22,640	\$19,505	16.07%		50
56700.00	HAND TOOLS/COLL. SYS./L.S.	\$750	\$500	50.00%		51
56700.90	HAND TOOLS - JOINT USE	\$1,200	\$1,000	20.00%		52
56705.00	SAFETY CLOTHING/DEVICES	\$1,300	\$1,000	30.00%		53
56705.90	SAFETY CLOTHING/DEVICES	\$2,100	\$1,500	40.00%		54
56710.00	SAFETY EQUIPMENT	\$2,250	\$1,750	28.57%		55
56710.90	SAFETY EQUIPMENT	\$2,500	\$1,750	42.86%		56
56715.00	EDUCATION & SEMINARS	\$1,500	\$1,500	0.00%		57
56715.90	EDUCATION & SEMINARS	\$3,000	\$3,000	0.00%		58
56720.90	MILEAGE & TRAVEL	\$0	\$0	0.00%		59
56800.00	STAND-BY CHARGE COST	\$0	\$0	0.00%		60
SERVICES & SUPPLIES						
SUB-TOTAL:		\$568,848	\$504,190	12.82%	\$0	
TOTAL OPERATING EXPENSES:		\$1,332,961	\$1,307,894	1.92%	\$0	

- CAPITAL IMPROVEMENT ACCOUNTS -

ACCOUNT NUMBER	CAPITAL IMP. ACCOUNT DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
11201.00	LAND-SEWER DEPARTMENT	\$0	\$0	0.00%		61
11202.00	STRUCTURES/IMPROVEMENTS	\$0	\$0	0.00%		62
11204.00	COLLECTION FACILITIES	\$11,500	\$26,325	-56.32%		63
11205.00	TREATMENT FACILITIES	\$40,000	\$7,500	433.33%		64
11206.00	DISPOSAL FACILITIES	\$0	\$0	0.00%		65
11208.00	TRANSPORTATION EQUIP.	\$0	\$15,000	100.00%		66
11208.10	SPECIAL PURPOSE EQUIP.	\$54,823	\$0	0.00%		67
11208.20	TOOLS & EQUIPMENT	\$0	\$0	0.00%		68
11208.30	RADIO EQUIPMENT	\$0	\$0	0.00%		69
11210.00	PLANT EXPANSION	\$0	\$0	0.00%		70
11430.20	SEWER DEPT INVENTORY	\$2,000	\$2,000	0.00%		71
22230.00	FILTRATION PROJECT					
66825.00	(PRINCIPLE & INTEREST)	\$187,940	\$187,940	0.00%		72
TOTAL CAPITAL IMPROVEMENTS:		\$296,263	\$238,765	24.08%	\$0	

TOTAL BUDGET:	\$1,629,224	\$1,546,659	5.34%	\$0
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G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56000.90

ADMINISTRATIVE SALARIES

\$48,149

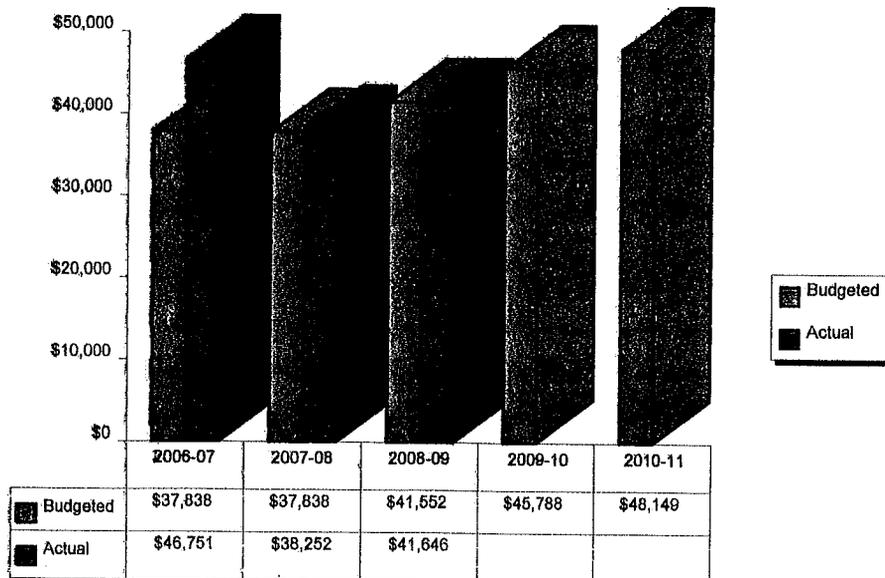
SUMMARY OF REQUEST

33.3% of General Manager's Salary: \$48,149

* General Manager's total salary split evenly between three Departments.

WAGE REQUEST: 0% Cost of Living Adjustment (COLA), and earned merit raise.

5 Year Budget Trend - Account # 56000.90



G/L ACCOUNT NUMBER	DESCRIPTION / O & M	REQUEST
56005.00	OPERATING WAGES	\$197,404

SUMMARY OF REQUEST

ALLOCATION OF WAGES:

Collections Division:

Supervision

Division Supervisor \$67,038.40

Operations

Two Operators \$101,712.00

Collections Division share of Safety/Compliance operator \$3,546.60

Overtime:

On-Call Time - 365 Days x \$40.56 (1 Hr. ea. Night) - \$14,804.40

Holidays - 12 Days x 1.5 Hrs x \$40.56 / Hr. - \$730.08

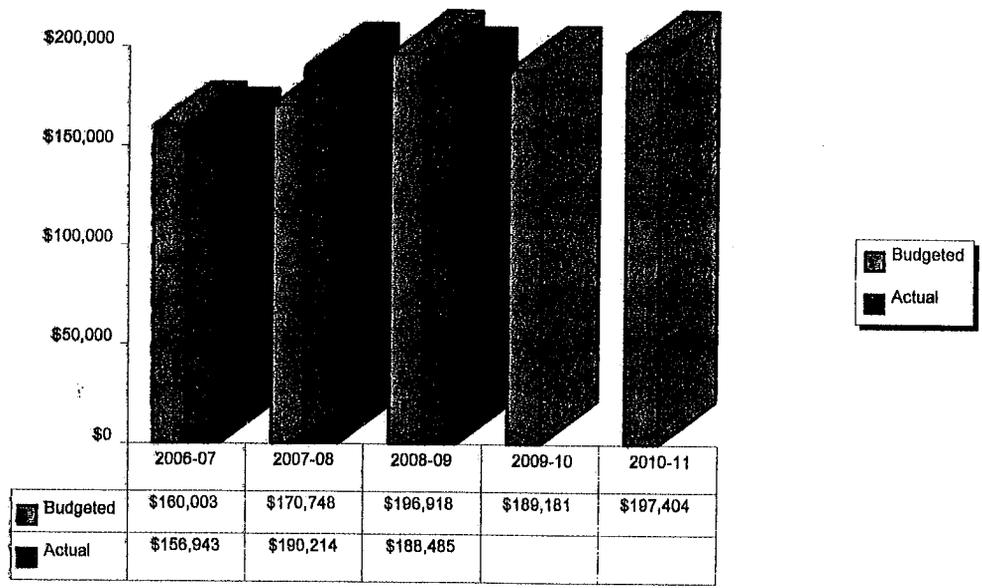
Emergency Time - 80 Hrs x \$40.56 / Hr. - \$3,244.80

Weekend Coverage - 104 days x 1.5 hrs / day x \$40.56 / Hr \$6,327.36

TOTAL: \$197,403.54

WAGE REQUEST: 0% Cost of Living Adjustment (COLA), and earned merit raises where applicable.

5 Year Budget Trend - Account # 56005.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56005.90

OPERATING WAGES

\$262,667

SUMMARY OF REQUEST

ALLOCATION OF WAGES:

TREATMENT DIVISION:

Supervision

Division Supervisor

\$83,865.60

Operations

3 Treatment Plant Operators

\$149,011.20

Treatment Division share of Safety/Compliance position

\$3,546.50

Overtime:

On-Call Time - 365 Days x 1 Hr. ea. Night x \$41.99 / hr -

\$15,326.35

Holidays - 12 days x 2 Hrs x \$41.99 / hr -

\$1,007.76

Emergency Time - 80 Hrs x \$41.99 / hr. -

\$3,359.20

Weekend Coverage - 104 days x 1.5 hrs/day x \$41.99 / hr -

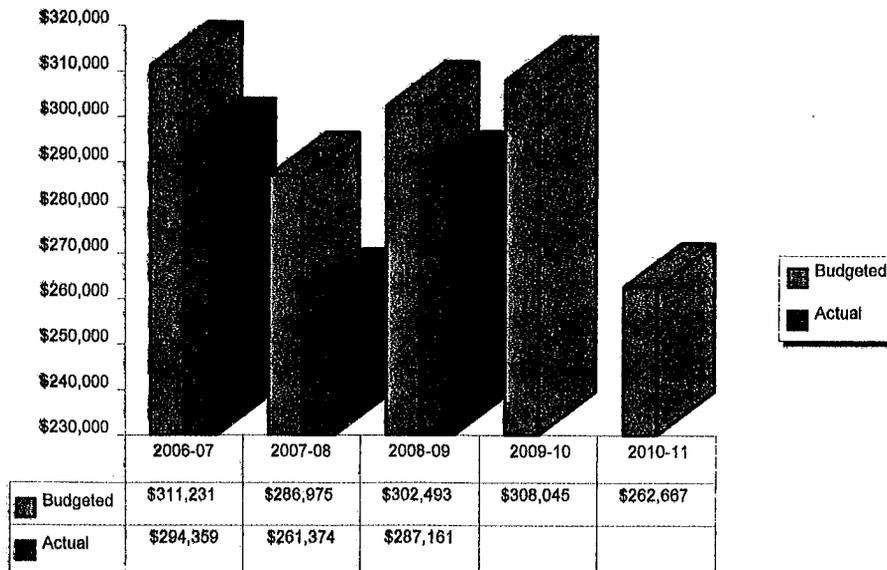
\$6,550.44

TOTAL:

\$ 262,667.05

WAGE REQUEST: 0% Cost of Living Adjustment (COLA), and earned merit raises where applicable.

5 Year Budget Trend - Account # 56005.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56010.90

OFFICE REIMBURSEMENT

\$26,137

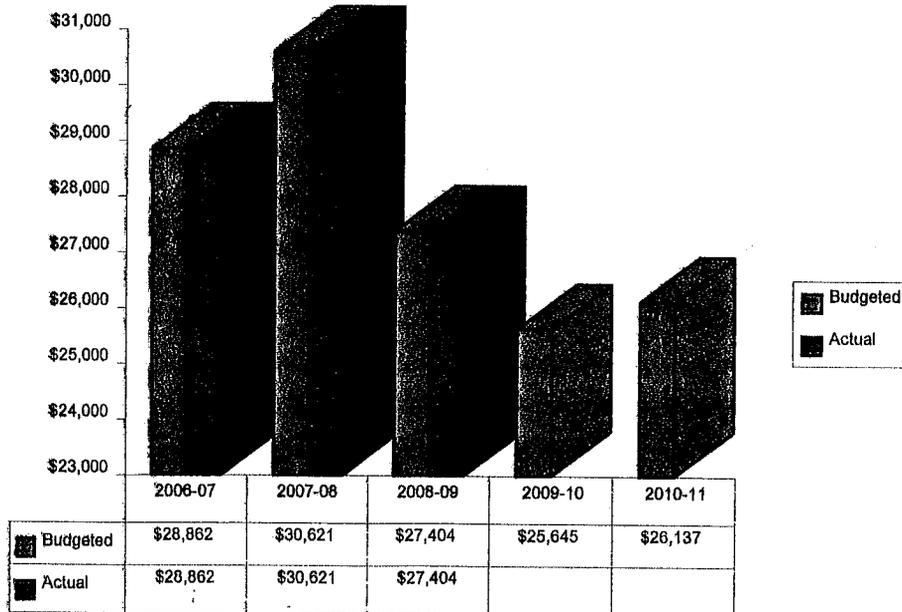
SUMMARY OF REQUEST

Sewer Department Share of reimbursement to Water District for secretarial, payroll, and office service.

Total O & M Budget - Office Reimbursement (Acct. # 56010.90) x 2%

\$1,306,823.64 x 2% = \$26,136.47

5 Year Budget Trend - Account # 56010.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56015.90

DIRECTORS COMPENSATION

\$4,517

SUMMARY OF REQUEST

BOARD MEETINGS:

14 x 5 Members x \$100 ea./3 Departments -

\$2,333.33

SPECIAL DISTRICTS MEETINGS:

11 Special Districts Meetings x 1 Director x \$50 ea./3 Departments -

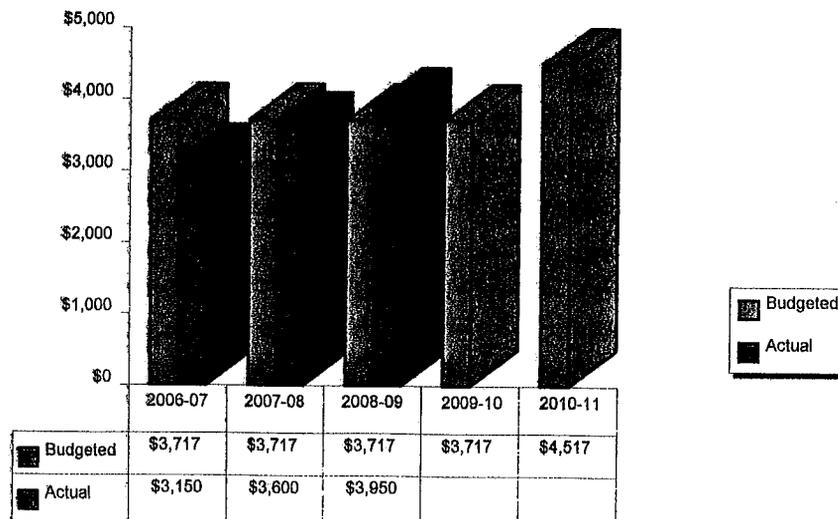
\$183.33

COMMITTEE MEETINGS:

10 Committee Meetings x 2 Directors x \$100 ea. -

\$2,000.00

5 Year Budget Trend - Account # 56015.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56020.00

EMPLOYEE BENEFITS

\$35,332

SUMMARY OF REQUEST

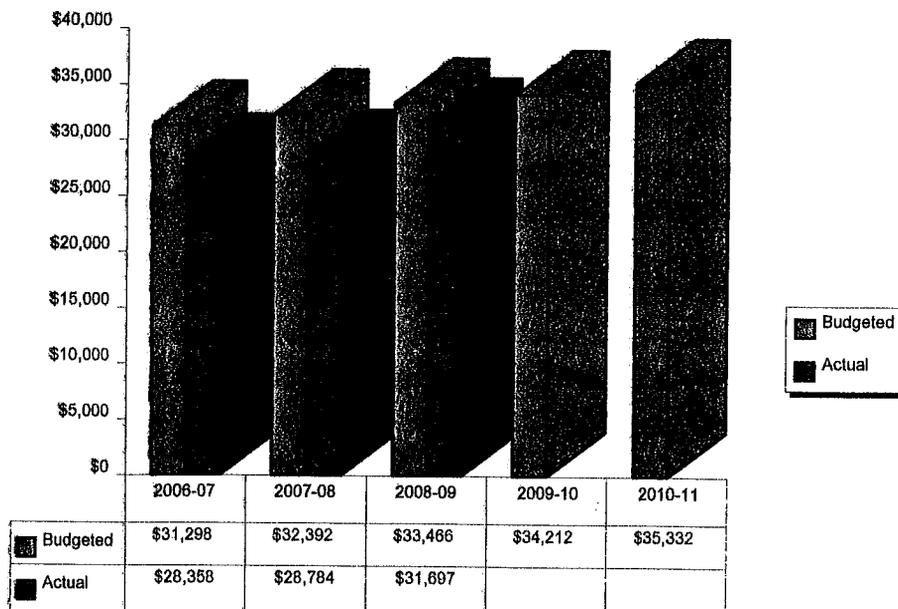
MEDICAL, DENTAL AND VISION: \$866*/Mo. x 12 mo. x 3 Employees -	\$31,180.50
DISABILITY: \$168,750^ x .0129 (LTD) -	\$2,176.80
ACCIDENTAL DEATH / DISMEMBERMENT / LIFE INS.: \$403,000** x .44 / 100 -	\$1,773.20
ADDITIONAL LIFE INSURANCE: \$403,000** x .0005 -	\$201.50

* Average Medical, Dental and Vision cap

**Base Salary x 2 + \$25,000, rounded to the nearest thousand up to a max of \$175,000 per employee of
Acct. # 56005.00; Division Supervisor and 2 Operators only

^Base Salary of Acct. # 56005.00 for Division Supervisor and 2 Operators only

5 Year Budget Trend - Account # 56020.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56020.90

EMPLOYEE BENEFITS

\$52,134

SUMMARY OF REQUEST

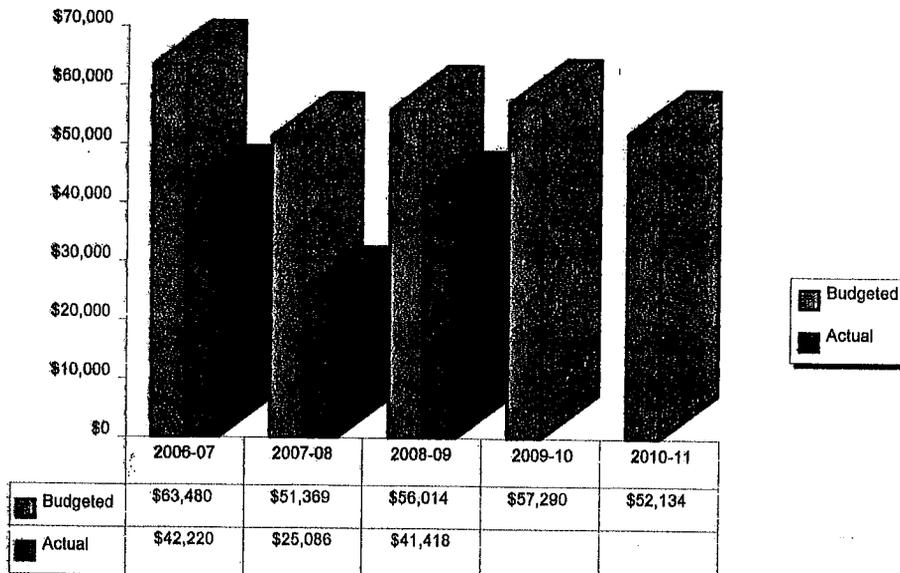
MEDICAL, DENTAL and VISION: \$876*/Mo. x 12 mo. x 4.33 Employees -	\$45,516.96
DISABILITY: \$284,572.14 ^ x .0129 - (LTD)	\$3,670.98
ACCIDENTAL DEATH / DISMEMBERMENT / LIFE INS.: \$601,333.33** x .44 / 100 -	\$2,645.87
ADDITIONAL LIFE INSURANCE: \$601,333.33** x .0005 -	\$300.67

* Average Medical, Dental and Vision Gap

^Base Salary of Acct. #56005.90 for Division Supervisor, 3 Operators plus Acct. # 56000.90, Wastewater Departments share of General Managers salary

**Base Salary x 2 + \$25,000, rounded to the nearest thousand up to a max of \$175,000 per employee of Acct. # 56005.90; Division Supervisor, 3 Operators plus Acct.# 56000.90, Wastewater Departments share of General Managers salary

5 Year Budget Trend - Account # 56020.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56025.00

PERS RETIREMENT

\$50,136

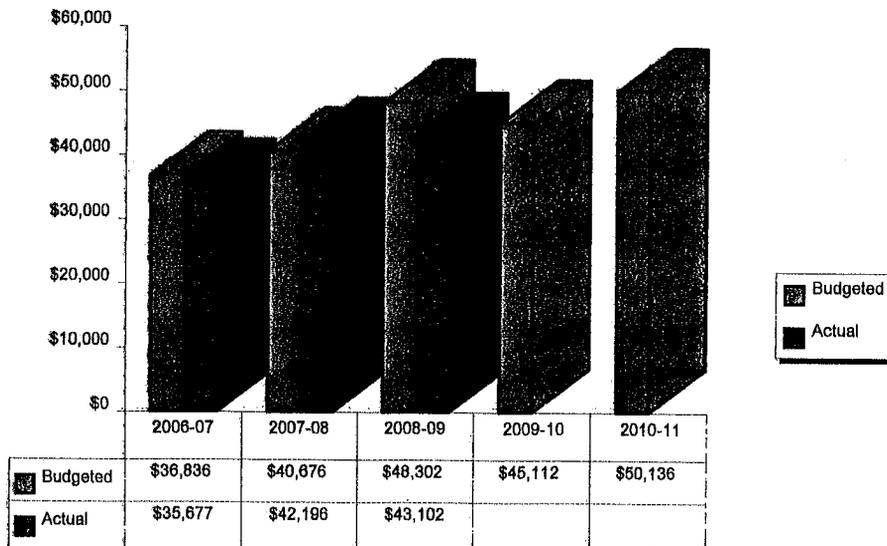
SUMMARY OF REQUEST

DISTRICT PORTION: 20.218% x \$173,731.9€	\$35,125.13
EMPLOYER PAID MEMBER CONTRIBUTION (EPMC) 8% x \$173,731* -	\$13,898.56
PAYING AND REPORTING THE VALUE OF EPMC: 0.64% x \$173,731* -	\$1,111.88

***Includes:**

- Collection Division's share for Safety / Compliance position's salary (2010-11 = \$3,546.50)
- Base and Holiday portions of Division Supervisor and 2 operator's salary
- Collection Division's share of uniforms and safety shoes

5 Year Budget Trend - Account # 56025.00



<u>G/L ACCOUNT NUMBER</u>	<u>DESCRIPTION / O & M</u>	<u>REQUEST</u>
56025.90	PERS RETIREMENT	\$83,258

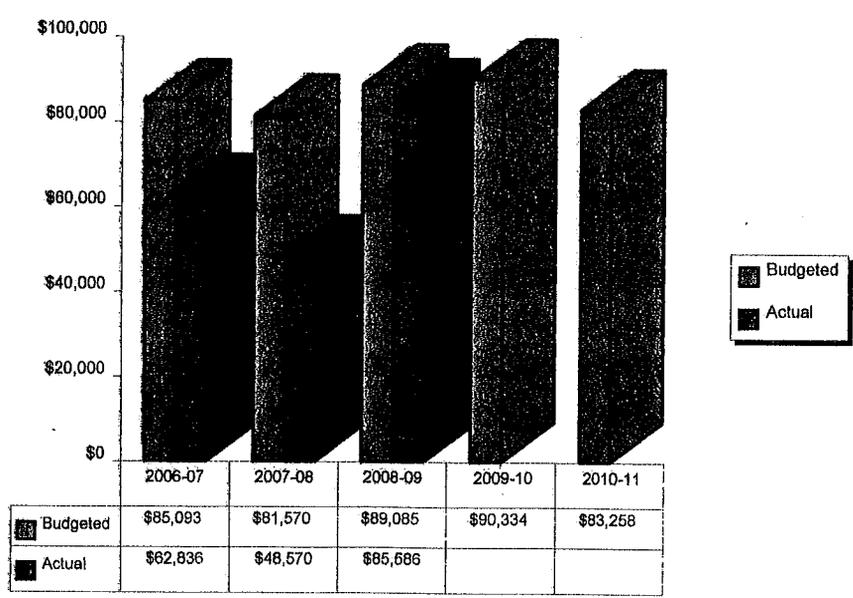
SUMMARY OF REQUEST

DISTRICT PORTION: 20.218% x \$288,508.47* -	\$58,330.64
EMPLOYER PAID MEMBER CONTRIBUTION (EPMC) 8% x \$288,508.47* -	\$23,080.68
PAYING AND REPORTING THE VALUE OF EPMC: 0.64% x \$288,508.47* -	\$1,846.45

*** Includes:**

- 33% of General Manager's salary
- Treatment Division's share of Safety / Compliance position's salary (2010-11 = \$3,546.50)
- Base and Holiday portions of Division Supervisor and 3 operator's salary
- Treatment Division's share of uniforms and safety shoes

5 Year Budget Trend - Account # 56025.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56030.90

UNIFORM ALLOWANCE

\$4,380

SUMMARY OF REQUEST

UNIFORMS: (Includes Uniforms & Laundry Service)

\$75.00 / wk x 52 wks (7 employees) -

\$3,900.00

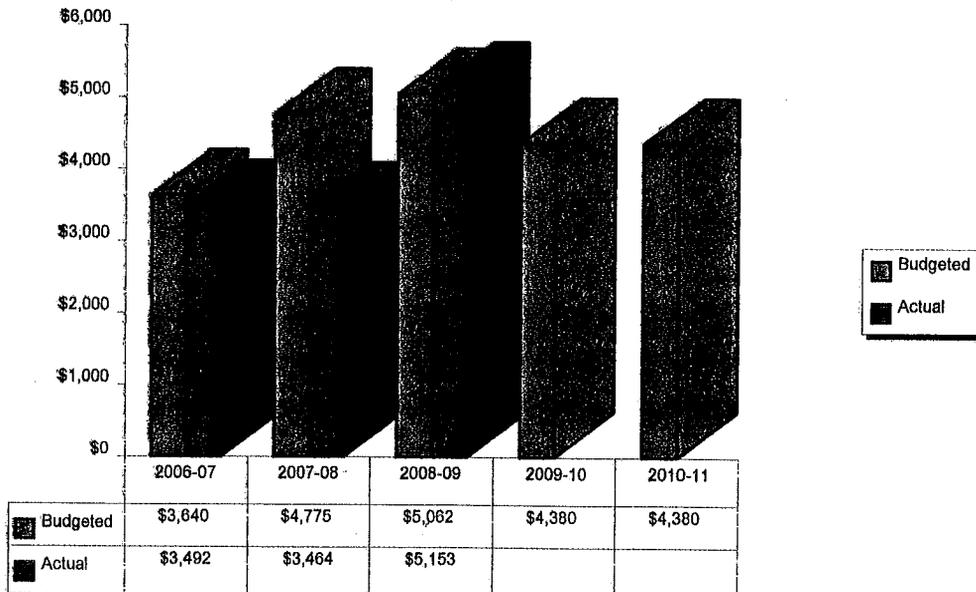
District T-Shirts:

3 shirts per employee x \$20 / shirt x 8 employee's* -

\$480.00

* Includes 7 department employee's + 50% of General Managers District T-Shirts;

5 Year Budget Trend - Account # 56030.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56100.90

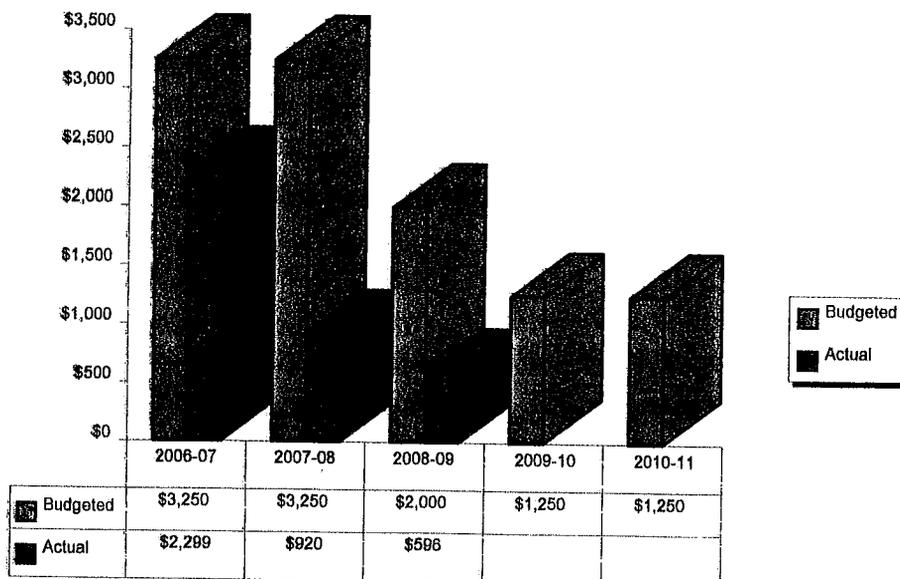
OFFICE SUPPLIES/MATERIALS

\$1,250

SUMMARY OF REQUEST

Miscellaneous cleaning and office supplies: \$1,250.00
 Anti-Bacterial Hand Cleaner, Glass Cleaner, Pens, Pencils, Computer paper
 etc.

5 Year Budget Trend - Account # 56100.90



G/L ACCOUNT
NUMBER

56125.90

DESCRIPTION / O & M

DEPOSIT @ CENTRAL STORES

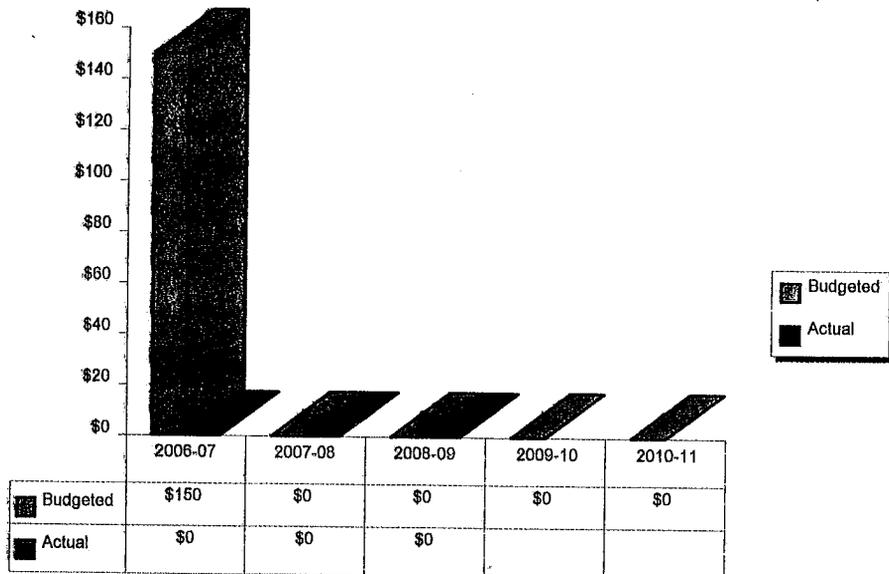
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 56125.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56130.00

UTILITIES-COLLECT SYS / L.S.

\$22,050

SUMMARY OF REQUEST

CURRENT MONTHLY ENERGY CONSUMPTION AVERAGE *

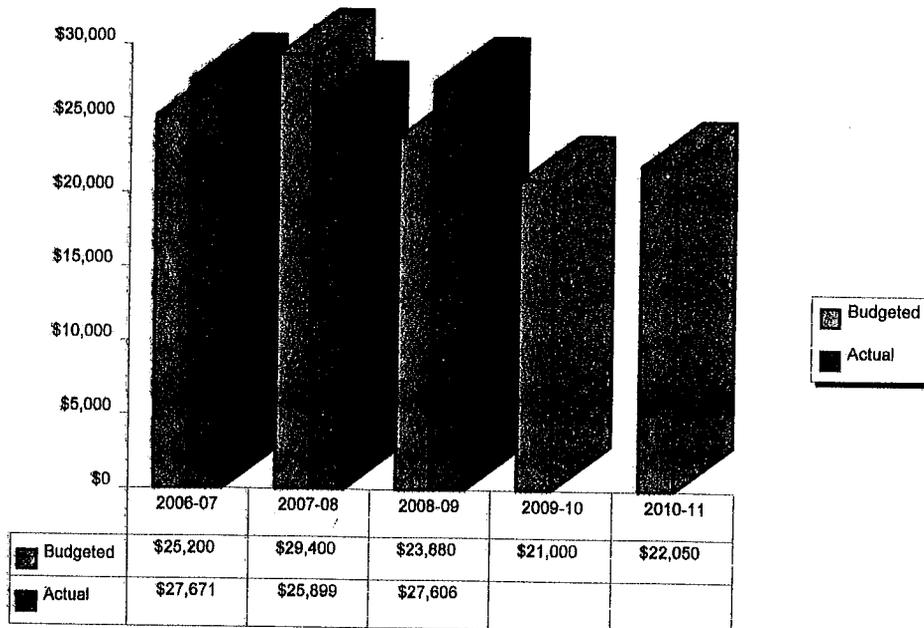
* Includes electric and natural gas charges at Lift Stations and Collection Division facilities.

\$1,837.50 / mo. average x 12 mo's. -

\$22,050.00

Includes a projected 5% increase from So. California Edison for electric and RSWD for potable water.

5 Year Budget Trend - Account # 56130.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56130.90

UTILITIES - JOINT USE / PLANT

\$92,135

SUMMARY OF REQUEST

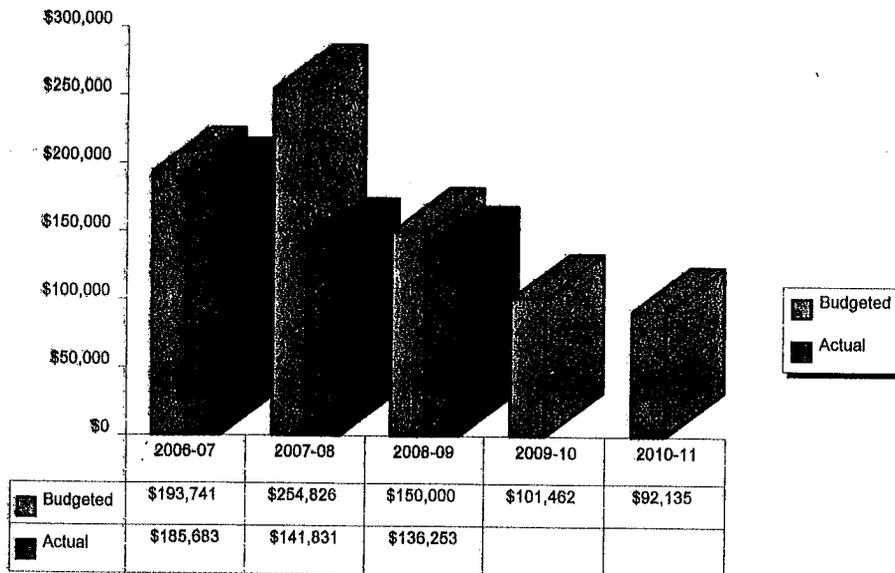
PROJECTED MONTHLY UTILITY CONSUMPTION AT THE TREATMENT PLANT

\$7,677.95 * 12 months -

\$92,135.40

Includes a projected 5% increase from So. California Edison for electric and RSWD for potable water.

6 Year Budget Trend - Account # 56130.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56140.90

TELEPHONE

\$5,100

SUMMARY OF REQUEST

VERIZON:

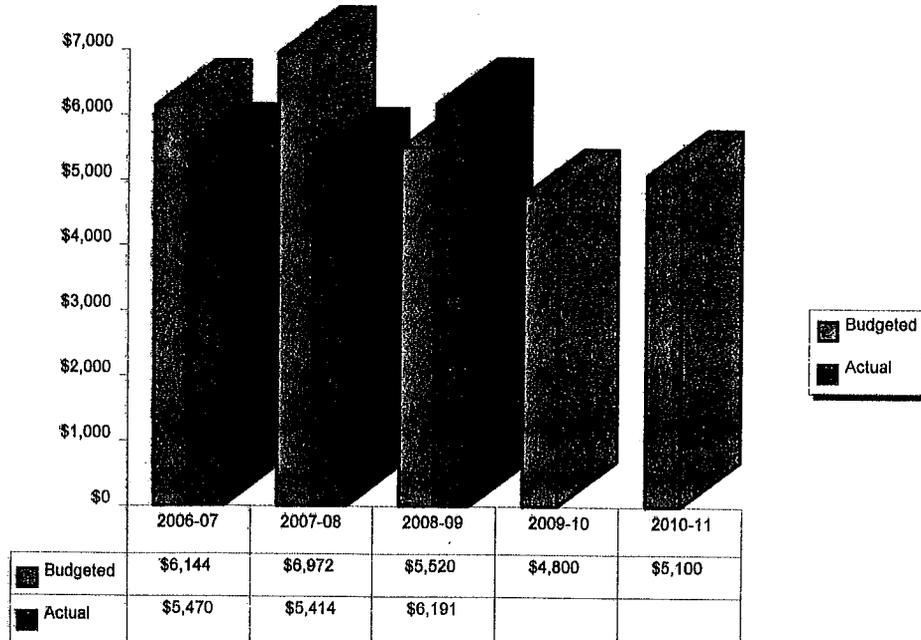
Current Monthly Average - \$350 x 12 mo's. - \$4,200.00

CELLULAR PHONE:

Monthly Charge - \$29.98 x 12 mo's. - \$359.76

Estimate For Cellular Air-Time - \$45/mo. x 12 mo's. - \$540.00

5 Year Budget Trend - Account # 56140.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56200.90

LIABILITY INSURANCE

\$22,459

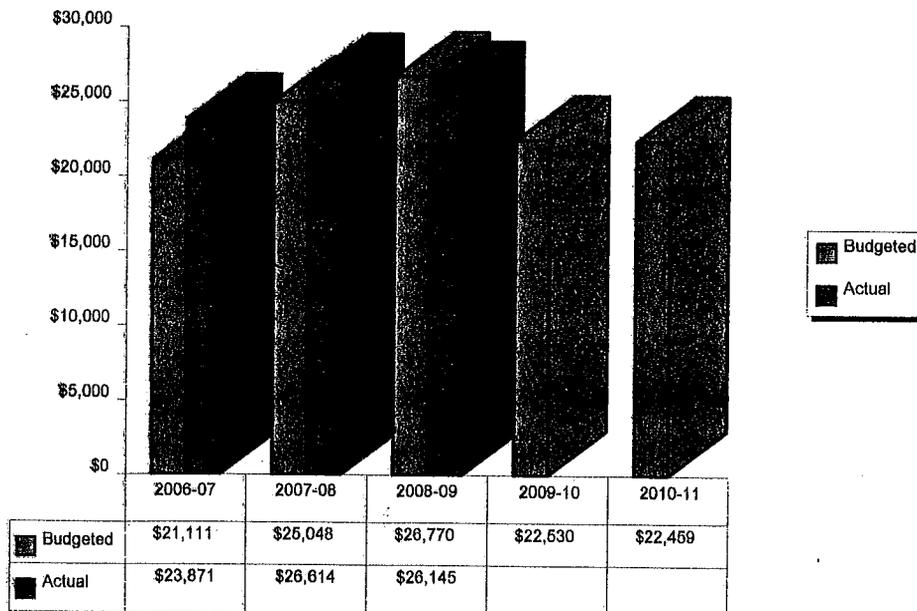
SUMMARY OF REQUEST

PROJECTED PREMIUM FOR YEAR:

Current Wastewater Department's Share

\$22,459.00

5 Year Budget Trend - Account # 56200.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56205.00

WORKERS COMP INSURANCE

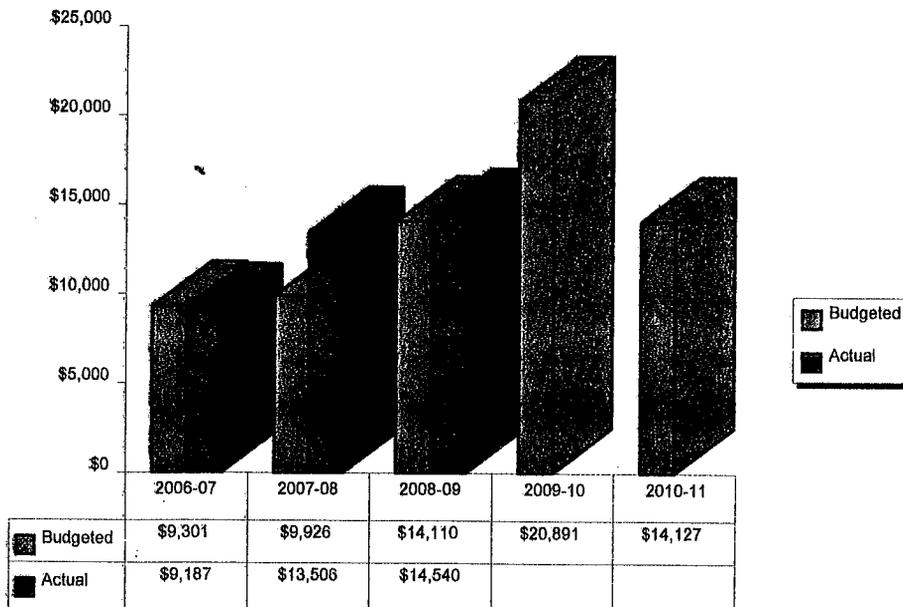
\$14,127

SUMMARY OF REQUEST

Collection Division's share of Workman's Comp Insurance -

\$14,127.00

5 Year Budget Trend - Account # 56205.00



G/L ACCOUNT
NUMBER

56205.90

DESCRIPTION / O & M

WORKERS COMP INSURANCE

REQUEST

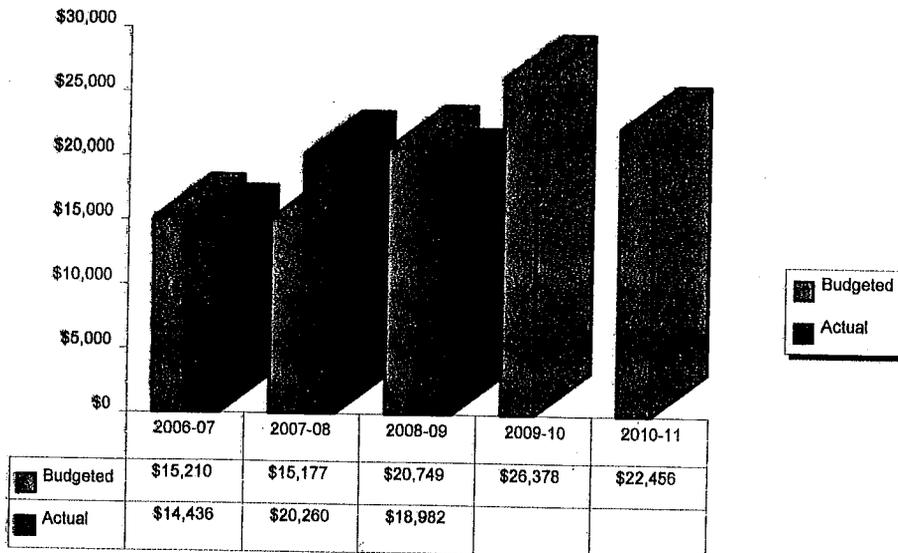
\$22,456

SUMMARY OF REQUEST

Treatment Division's share of Workman's Comp Insurance -

\$22,456.00

5 Year Budget Trend - Account # 66205.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56210.00

UNEMPLOYMENT BENEFIT PAYMENTS

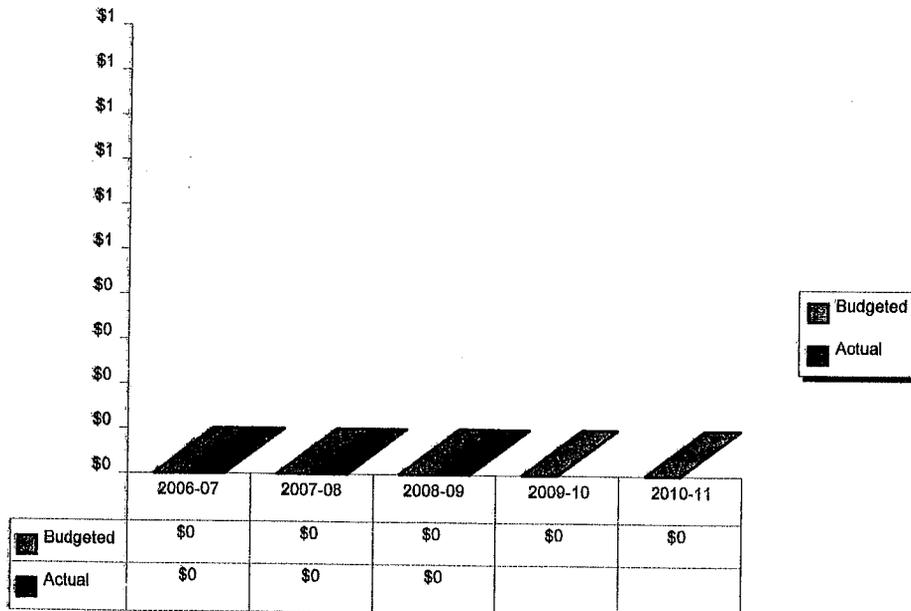
\$0

SUMMARY OF REQUEST

NONE REQUESTED: \$0

Payments made only when a claim is filed.

5 Year Budget Trend - Account # 56210.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56210.90

UNEMPLOYMENT BENEFIT PAYMENTS

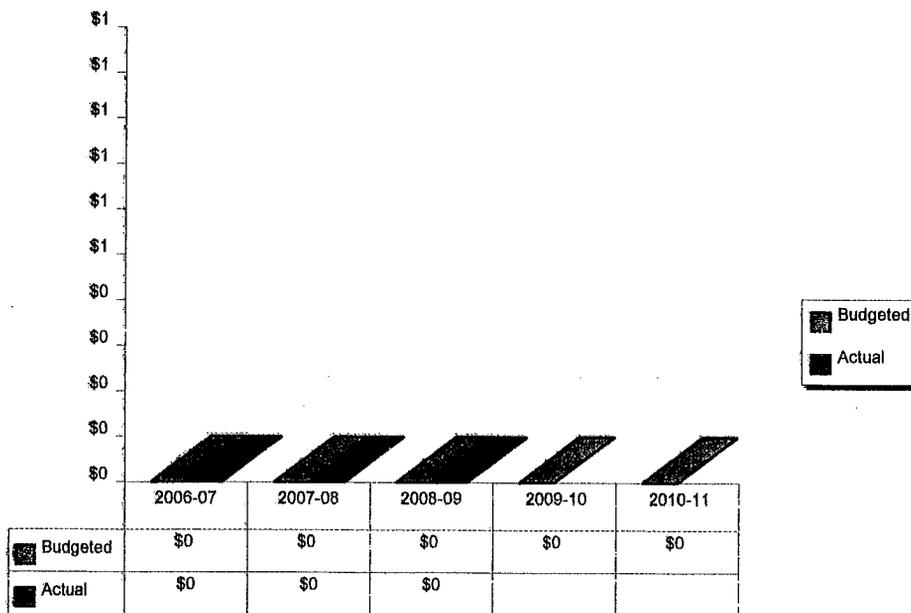
\$0

SUMMARY OF REQUEST

NONE REQUESTED: \$0

Payments made only when a claim is filed.

5 Year Budget Trend - Account # 56210.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56215.90

MEDICARE HOSPITAL INS TAX

\$6,671

SUMMARY OF REQUEST

Federal Requirement for Employees Hired After April 1986

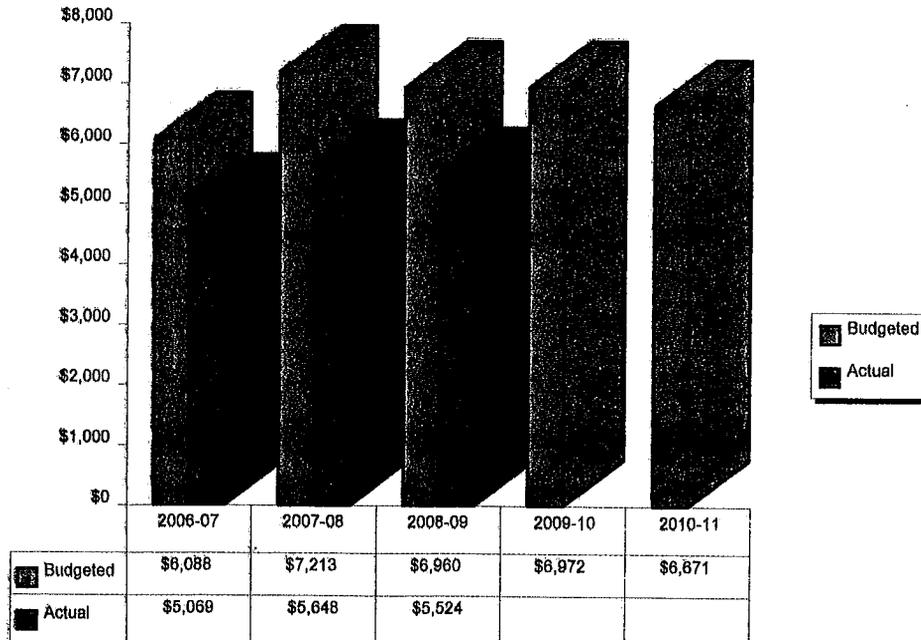
RATE: 1.45% of payroll

1.45% x \$460,071* -

\$6,671.03

*Base, Holiday, & O.T. Portions of Acct. #'s 56005.00, & 56005.90.

5 Year Budget Trend - Account # 56215.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56300.90

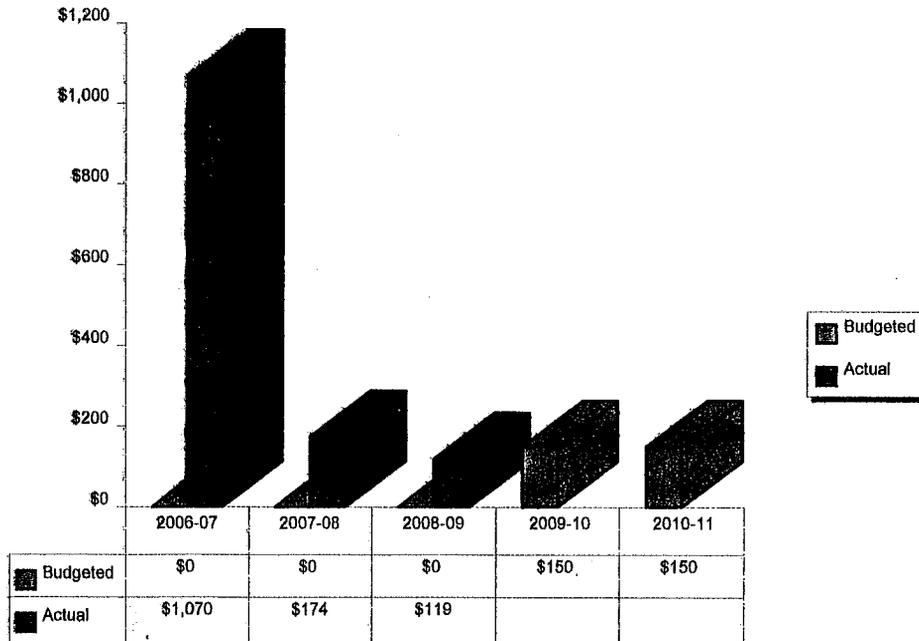
POSTAGE

\$150

SUMMARY OF REQUEST

Wastewater Treatment Divisions share of postage for upcoming community relations - \$150.00

5 Year Budget Trend - Account # 56300.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56305.90

PUBLIC/EMPLOYEE RELATIONS

\$1,200

SUMMARY OF REQUEST

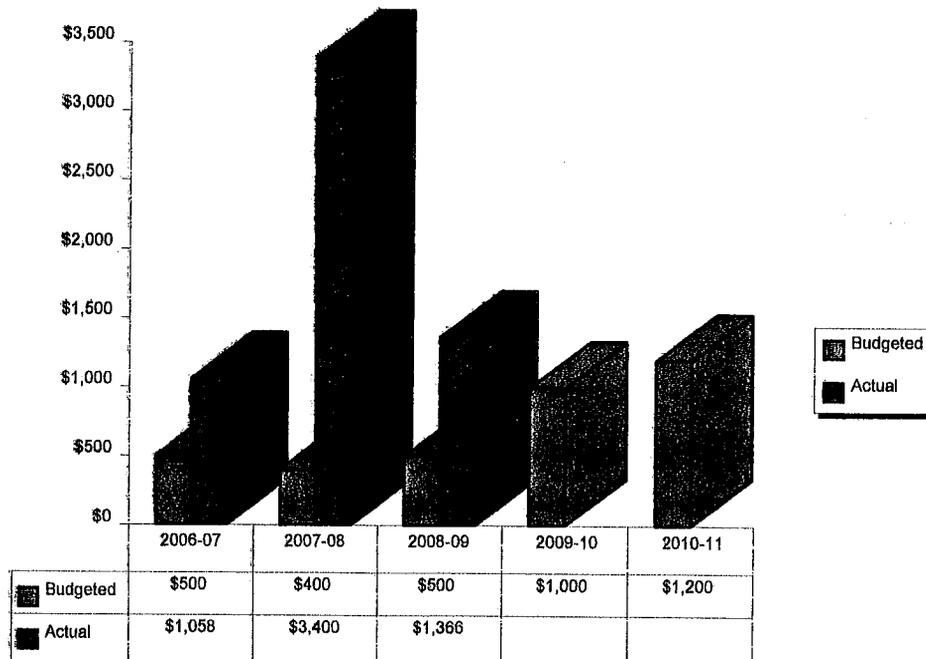
Community Relations.

Employee Recognition* -

\$1,200.00

* = This includes anniversary lunches. Service awards, watches and plaques given at five year intervals.

5 Year Budget Trend - Account # 56305.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56310.00

PRINTING AND PUBLICATION

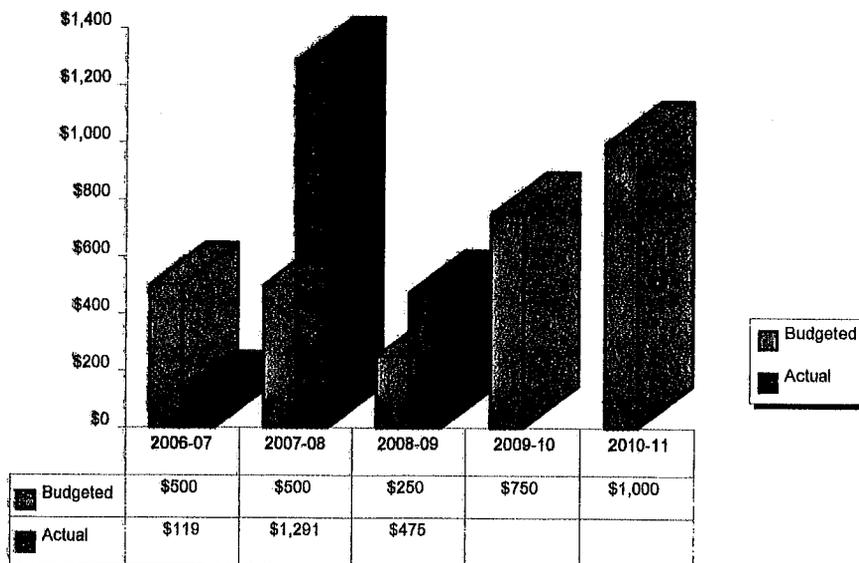
\$1,000

SUMMARY OF REQUEST

Wastewater Department's share of letterhead stationary, envelopes, business cards, time cards and special printings, and Public Outreach materials -

\$1,000.00

5 Year Budget Trend - Account # 56310.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56315.90

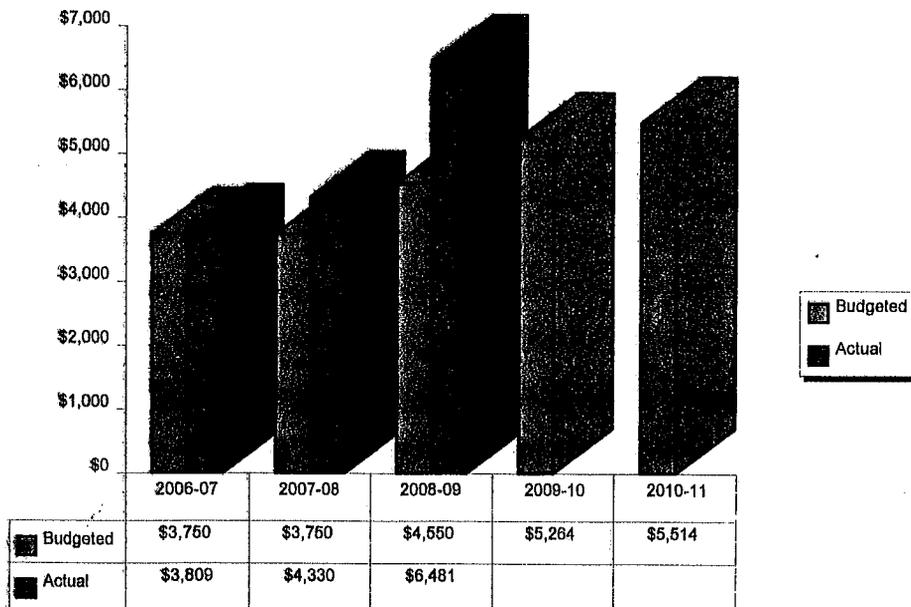
MEMBERSHIPS & JOURNALS

\$5,514

SUMMARY OF REQUEST

California Water Environment Association Memberships (CWEA) -	\$3,110.00
Association of San Bernardino County Special Dists. -	\$280.00
California Special District's Association -	\$1,103.00
Fair Labor Standard Act (FLSA) Information up date -	\$146.00
Top Health News -	\$125.00
State of California Wastewater Certifications -	\$750.00

5 Year Budget Trend - Account # 56315.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56320.00

PROFESSIONAL SERVICES

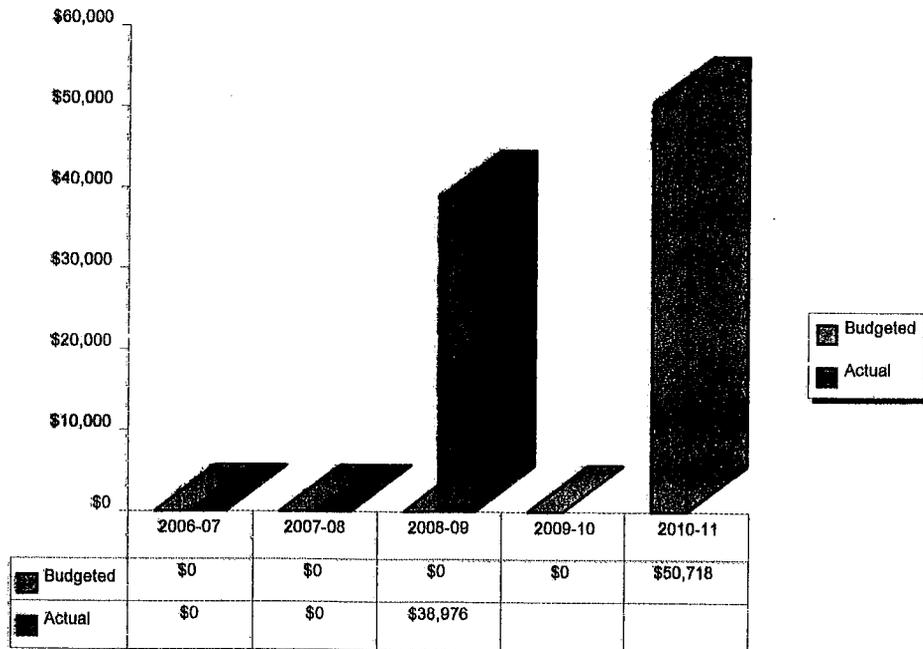
\$50,718

SUMMARY OF REQUEST

Final payment for the Sewer System Management Plan

\$50,718.00

5 Year Budget Trend - Account # 56320.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56320.90

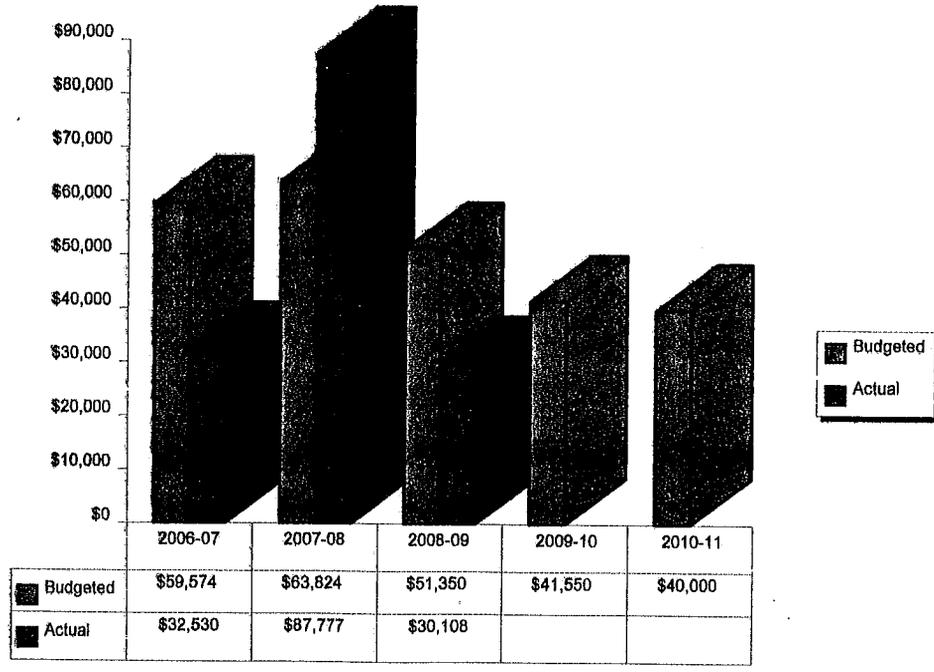
PROFESSIONAL SERVICES

\$40,000

SUMMARY OF REQUEST

Engineers (Engineering Resources of So. Calif.) & Legal Services -	\$28,650.00
Auditing (Rogers, Anderson, Malody & Scott) -	\$11,000.00
District Patrol Service -	\$350.00

5 Year Budget Trend - Account # 56320.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56405.90

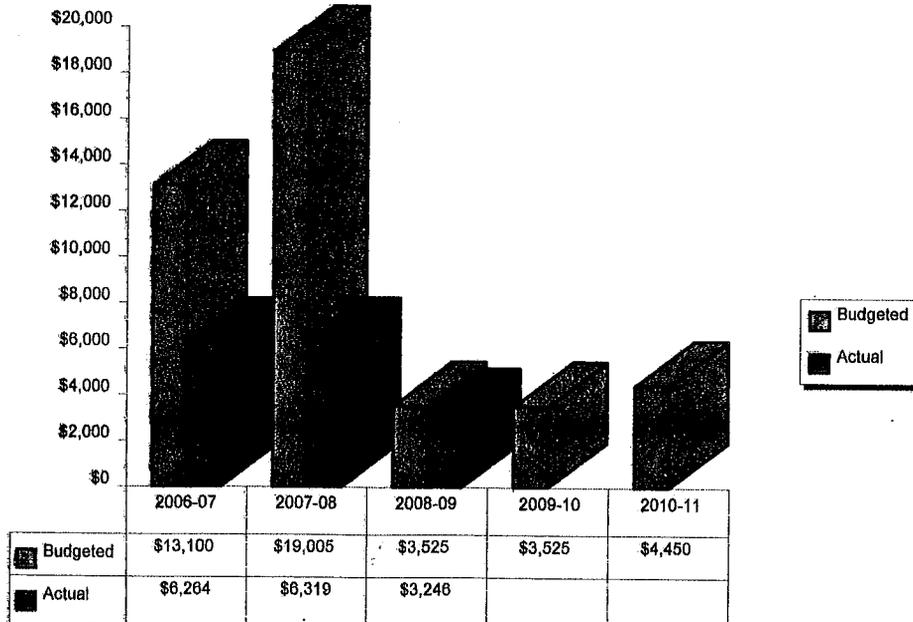
WASTEWATER ANALYSIS

\$4,450

SUMMARY OF REQUEST

PERMEATE SAMPLES: Regional Board BOD, NFR, TFR, E.C., Chloride (weekly) -	\$2,258.00
POTABLE WATER SAMPLES: Regional Board TFR & Chloride (Monthly) -	\$192.00
MISCELLANEOUS SAMPLES -	\$2,000.00

5 Year Budget Trend - Account # 56405.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56500.90

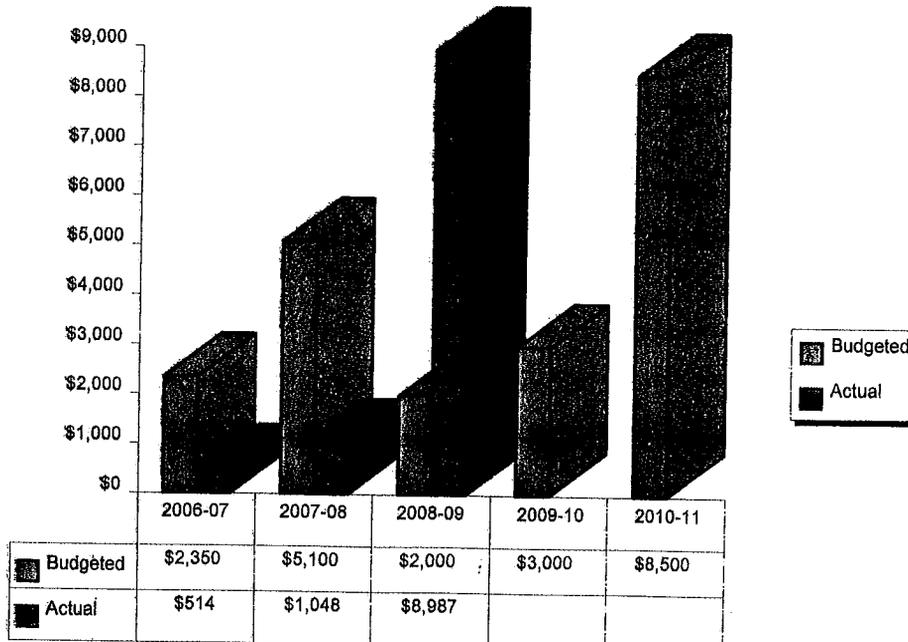
MAINT PLANT STRUCTURES

\$8,500

SUMMARY OF REQUEST

Building Upkeep -	\$2,500.00
Repair Operations Building roof -	\$4,000.00
Replace exterior doors on Operations Building -	\$2,000.00

5 Year Budget Trend - Account # 56500.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56505.00

MAINT LIFT STATION ROADS

\$3,150

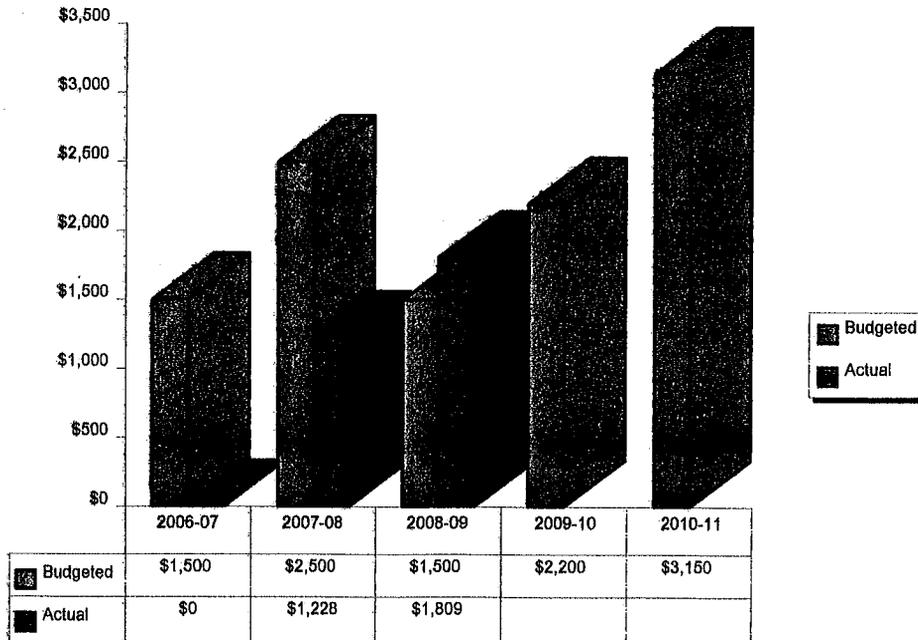
SUMMARY OF REQUEST

Asphalt Repair 900 square feet @ \$3.50 per foot.-

\$3,150.00

Extensive repairs needed at lift stations 1,5,6,8,9

5 Year Budget Trend - Account # 56505.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56505.90

MAINT PLANT ROAD

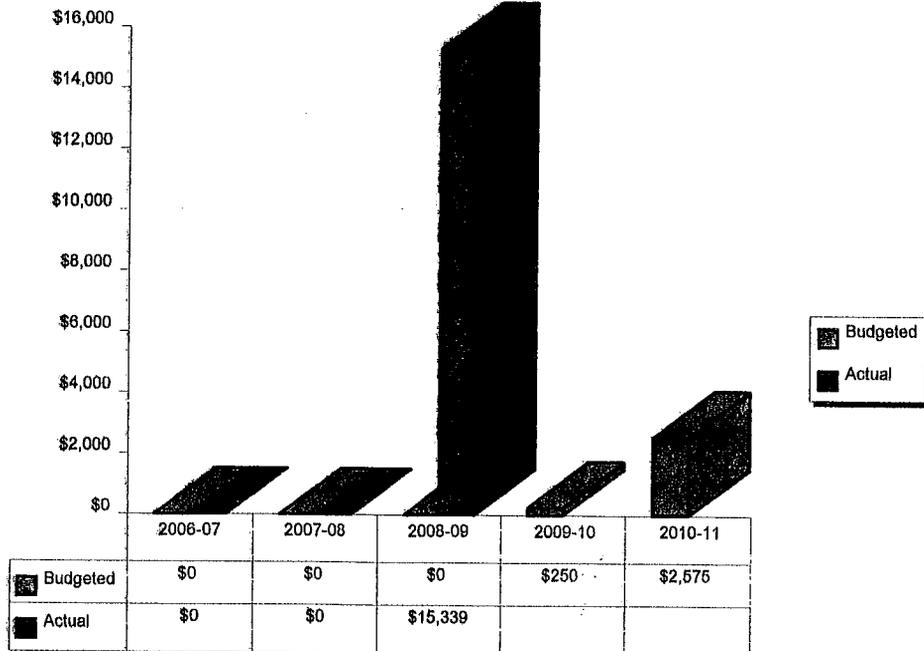
\$2,575

SUMMARY OF REQUEST

Repairs to damage on the plant road from sludge hauling and heavy rains -

\$2,575.00

5 Year Budget Trend - Account # 56505.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56510.00

MAINT COLLECTION SYSTEM

\$24,391

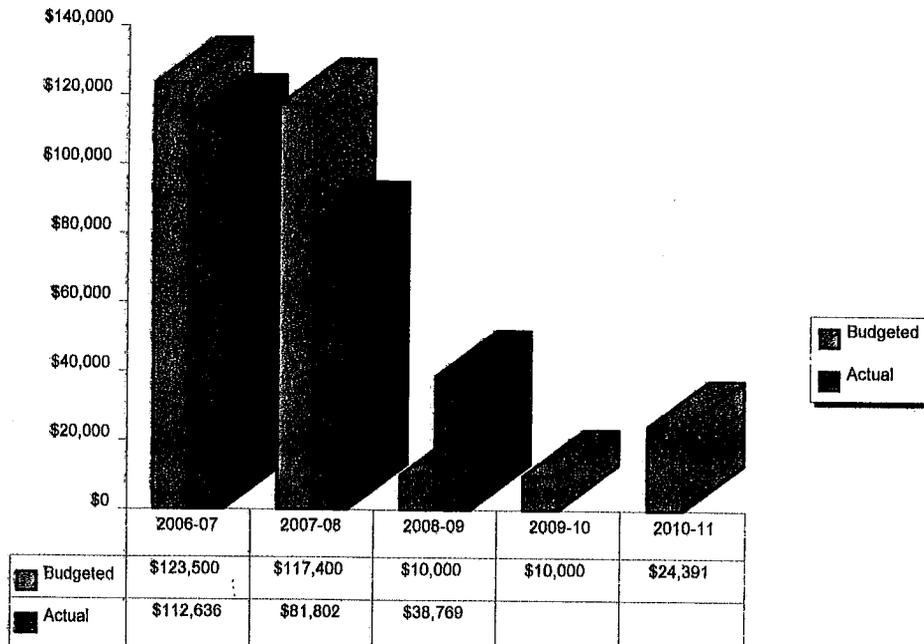
SUMMARY OF REQUEST

COLLECTION SYSTEM / MAINTENANCE MANHOLE REPAIR:

Snow Plow Damage & Maintenance Manhole cover lowering, Concrete Repair, Asphalt Repair, Grade rings. -	\$10,000.00
Collections Building front porch. -	\$1,556.00
Interceptor road repair. -	\$2,000.00
50% of the District's share of Arrowbear and CSA-79 tie in*	\$10,835.00

* - Estimated cost of \$65,000 to be split three ways; Districts share of \$21,670 to be split into two payments

5 Year Budget Trend - Account #56510.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56515.00

MAINT LIFT STATIONS

\$48,440

SUMMARY OF REQUEST

BACKFLOW DEVICE TESTING:

Lift Stations -

\$540.00

WINCAN SOFTWARE SUPPORT:

\$1,500.00

GENERATOR MAINTENANCE:

Lift Stations (3, 5, & 7) Tune-up , Maintenance., EPA canisters, etc. -

\$7,000.00

EMERGENCY REPAIRS:

Pumps, Motors, Control Panels, Fuses, Relays, Ventilation Fans, etc. -

\$8,500.00

ODOR & HYDROGEN SULFIDE CONTROL:

Wet Wells (Lift Stations 1, 2, 5, 6, 7, 8, & 9) Deodorant Blocks / De-greaser -

\$2,250.00

Bioxide System Lift Station 1,2, 4, 5, 7, 8, & 9, 3000 gal @ \$2.45 (Product for the year) -

\$7,350.00

Bioxide System CSA 79, 4000 gal. @ \$2.45 / gal. (Product for the year) -

\$9,800.00

Wet Well cleaning and vacuuming -

\$2,600.00

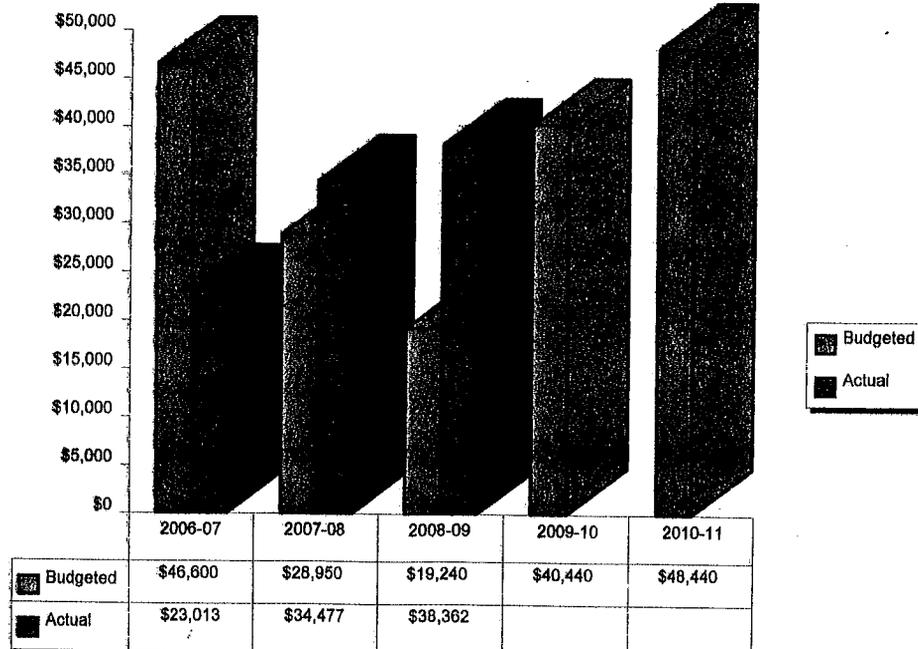
Charcoal Canisters 3 @ \$1,300.00 each -

\$3,900.00

MISCELLANEOUS LIFT STATION REPAIRS:

\$5,000.00

5 Year Budget Trend - Account # 56515.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56520.90

MAINT PLANT EQUIPMENT

\$32,350

SUMMARY OF REQUEST

GENERATOR MAINTENANCE:

Filters, Hoses, Electrical Repair Parts, Controls, etc. - \$1,000.00

PROCESS EQUIPMENT REPAIR/MAINTENANCE:

Pumps - \$5,500.00

MCC Panel (Fuses, Relays, Starters, etc) - \$2,000.00

MBR take down and cleaning - \$6,000.00

MPE Polymer (Cold Weather/High Flows only) \$10,000.00

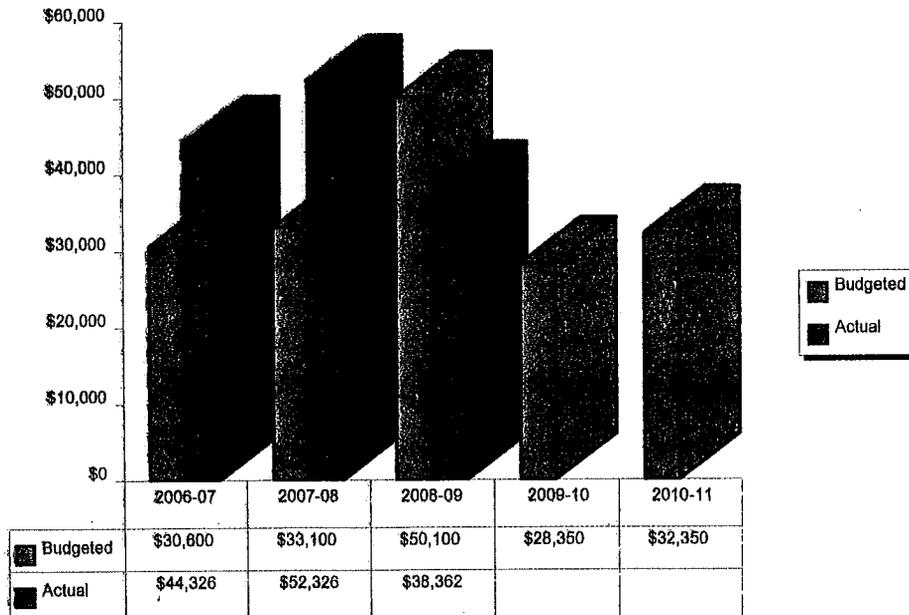
MBR Chemical Cleaning (Performed Once A Month) \$2,500.00

Misc. Repairs - \$5,000.00

FIRE EXTINGUISHERS:

Recharge - \$350.00

6 Year Budget Trend - Account # 56520.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56525.90

EFFLUENT DISPOSAL

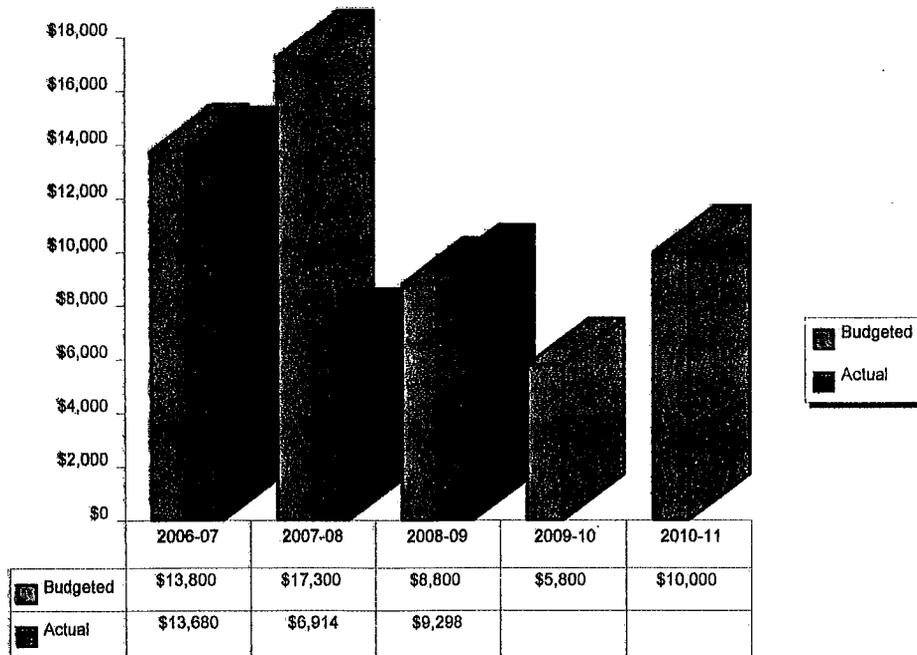
\$10,000

SUMMARY OF REQUEST

POND MAINTENANCE:

Scarify Ponds as needed as routine maintenance -	\$3,000.00
Repair Dikes & Roads -	\$3,000.00
Remove solids at ponds from high winter flows -	\$4,000.00

5 Year Budget Trend - Account # 56525.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56530.90

MAINT SOLIDS HANDLING

\$76,910

SUMMARY OF REQUEST

SOLIDS PROCESSING:

Polymer for Sludge De-Watering - \$2,500.00
 Belt Press O & M - \$5,000.00
 Belt Press Feed Pump O & M - \$2,500.00

DIGESTED SLUDGE DISPOSAL

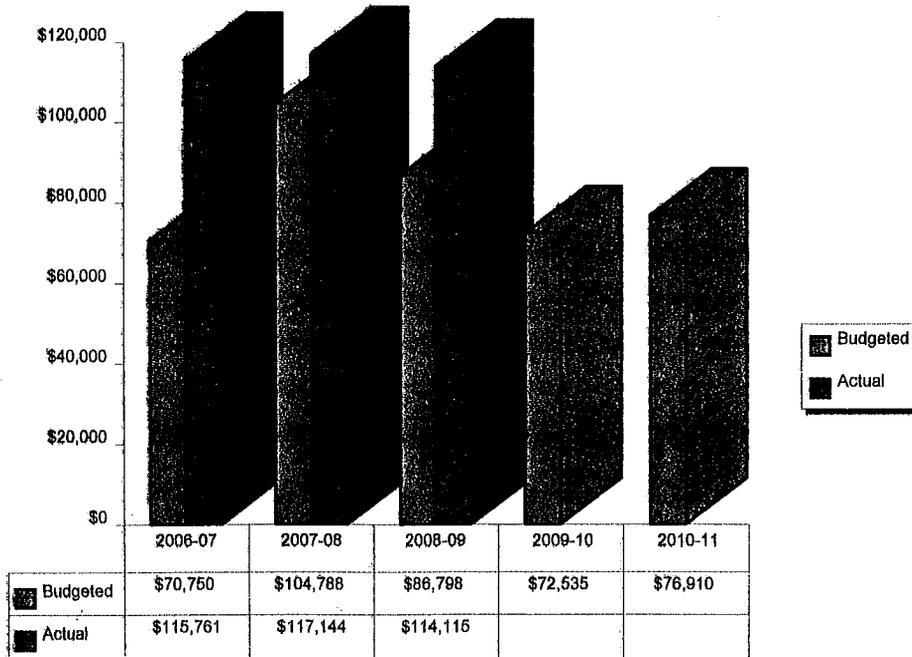
Tipping Fees & Trucking: 35 loads / year @ \$1750.00 - \$61,250.00
 (Utilizing HazMat Trans as the hauler)

DIGESTED SLUDGE SAMPLING (solids disposal facility requirement)

\$540 / sample x 4 samples - \$2,160.00

Drying Bed Wash Rack - \$3,600.00

5 Year Budget trend - Account # 56530.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56600.00

FUEL - LIFT STAT./COLL. SYS.

\$4,975

SUMMARY OF REQUEST

LIFT STATION DAILY O & M: (3 Compact 4 x 4 's)

700 Gal's Gasoline @ \$3.50/Gal -	\$2,450.00
Diesel Fuel - 300 gal's @ \$3.50/Gal (Lift Station Generators) -	\$1,050.00
Oil (Oil Changes) -	\$75.00
Gear Lube/Grease -	\$38.00
Anti-Freeze -	\$25.00

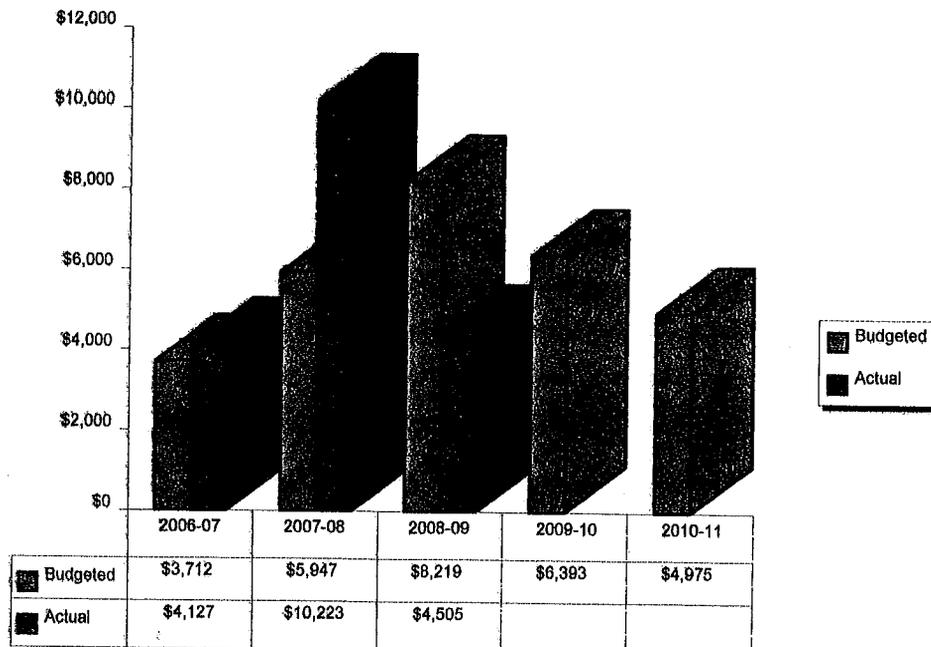
COLLECTION SYSTEM SUPPORT VEHICLES: 1993 Ford Pickup & 1995 Ford Dump/Tank Truck

275 Gal's Gasoline @ \$3.50/Gal -	\$962.50
Oil (Oil Changes) -	\$75.00
Gear Lube/Grease -	\$25.00
Anti-Freeze -	\$25.00

HYDRO CLEANER:

50 Gal's Gasoline @ \$3.50/Gal -	\$175.00
Oil (Oil Changes) -	\$24.00
Gear Lube/Grease -	\$25.00
Anti-Freeze -	\$25.00

5 Year Budget Trend - Account # 56600.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56600.90

FUEL - JOINT USE

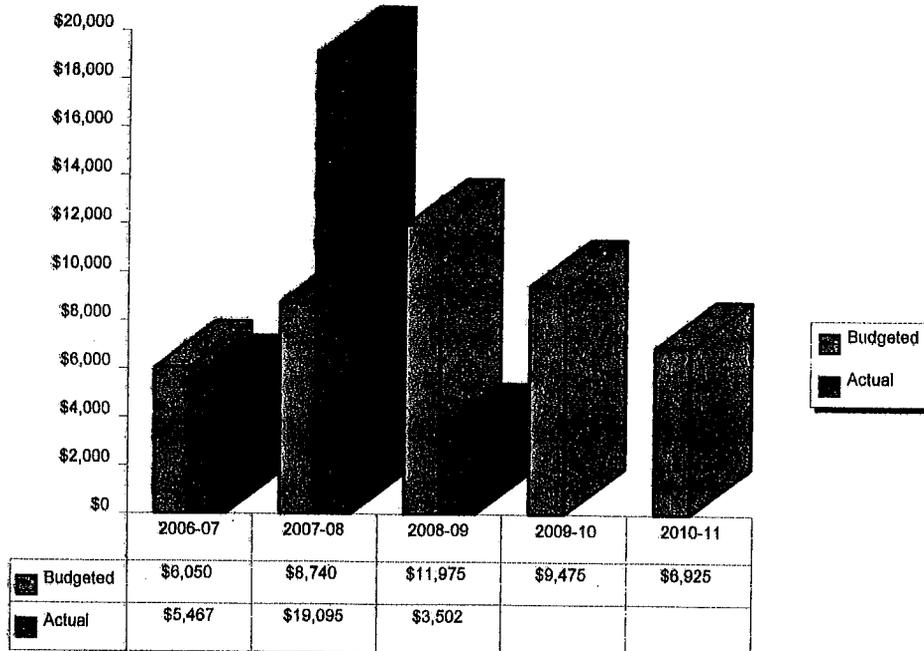
\$6,925

SUMMARY OF REQUEST

PLANT OPERATIONS (Plant O & M, Effluent & Solids Disposal) 6 VEHICLES:

500 Gal's Gasoline @ \$3.50/Gal -	\$1,750.00
Oil (Oil Changes) -	\$575.00
Transmission Fluid -	\$100.00
Gear Lube/Grease -	\$100.00
Anti-Freeze -	\$200.00
Diesel / Plant standby generator - 1,200 Gal's @ \$3.50/Gal -	\$4,200.00

5 Year Budget Trend - Account # 56600.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56605.00

MAINT COLL SYS. VEHICLES

\$4,257

SUMMARY OF REQUEST

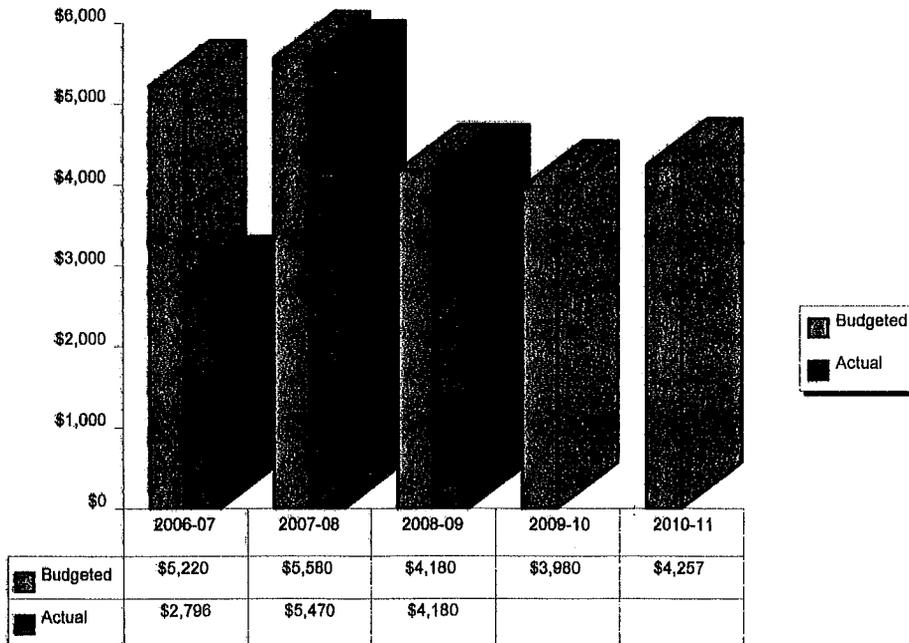
LIFT STATION / COLLECTION SYSTEM O & M (5 Vehicles):

Oil & Air Filters -	\$90.00
Tires (8 @ \$150) -	\$1,200.00
Repairs (Brakes, Hoses, Belts, Bulbs etc) -	\$1,750.00
Chain Repair -	\$600.00

1990 FORD PLOW TRUCK

Collection Division Share of repairs (Lift Station roads / snow clearing) -	\$617.00
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5 Year Budget Trend - Account # 56605.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56605.90

MAINT PLANT VEHICLES

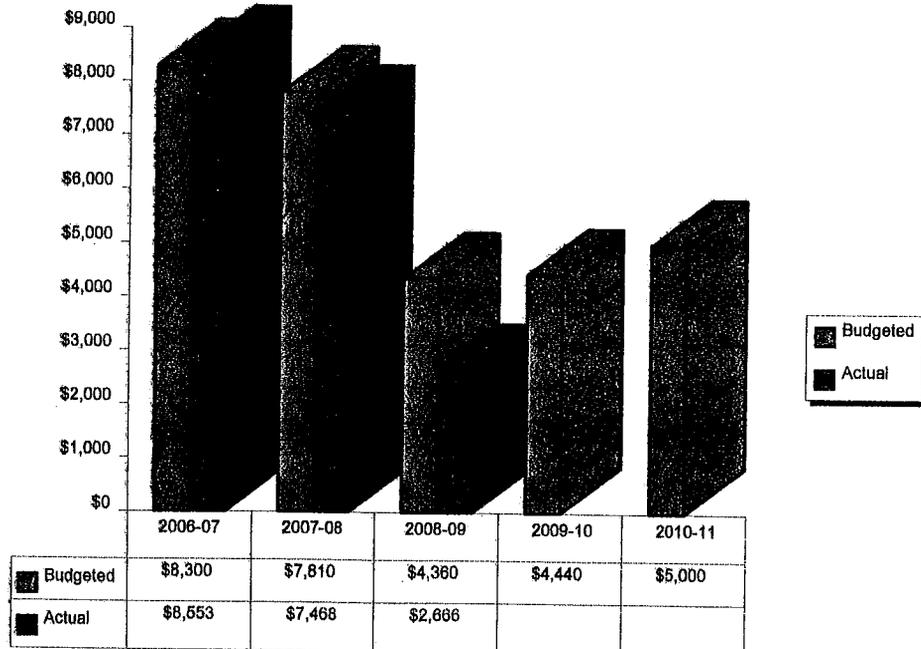
\$5,000

SUMMARY OF REQUEST

PLANT OPERATIONS (Plant O & M, Effluent & Solids Disposal) 6 VEHICLES:

Oil & Air Filters -	\$200.00
Tires (8 @ \$150 ea) -	\$1,200.00
Minor Repairs (Brakes, Hoses, Belts, Bulbs etc) -	\$2,500.00
Snow Plow Maintenance -	\$350.00
Transmission Service -	\$350.00
Chain Repair -	\$400.00

5 Year Budget Trend - Account # 56605.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56610.00

MAINT MISC EQUIPMENT

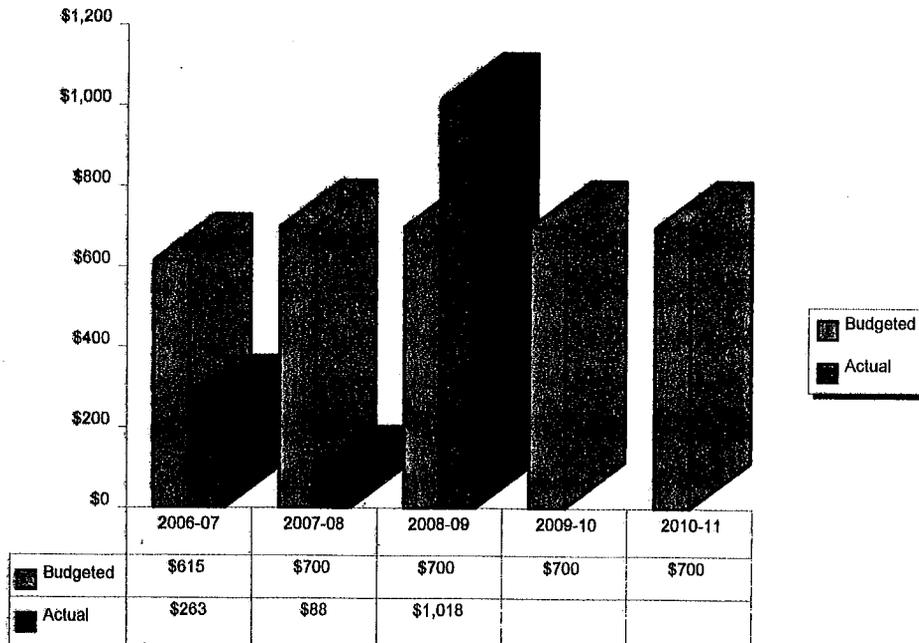
\$700

SUMMARY OF REQUEST

HYDRO CLEANER / AIR COMPRESSOR

Oil & Hydraulic Filters -	\$50.00
Hoses, Tune-up Parts, Belts, etc. -	\$120.00
Tool Replacement (Tips , Nozzles, Blades) -	\$280.00
Mechanical Repair -	\$250.00

5 Year Budget Trend - Account # 56610.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56610.90

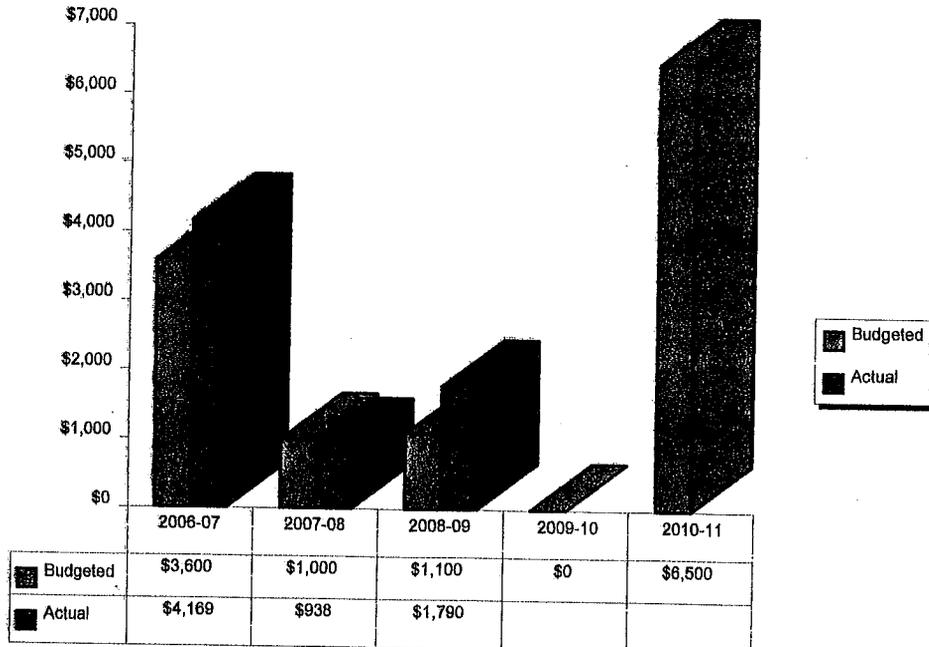
MAINT MISC EQUIP. PLANT

\$6,500

SUMMARY OF REQUEST

New foam filled tires for Bobcat @ Treatment Plant -	\$1,500.00
Need Maintenance on Bobcat @ Treatment Plant -	\$2,000.00
New style snow chains for wheel loader @ Treatment Plant -	\$3,000.00

5 Year Budget Trend - Account # 56610.90



G/L ACCOUNT
NUMBER

56615.90

DESCRIPTION / O & M

RADIO MAINTENANCE

REQUEST

\$500

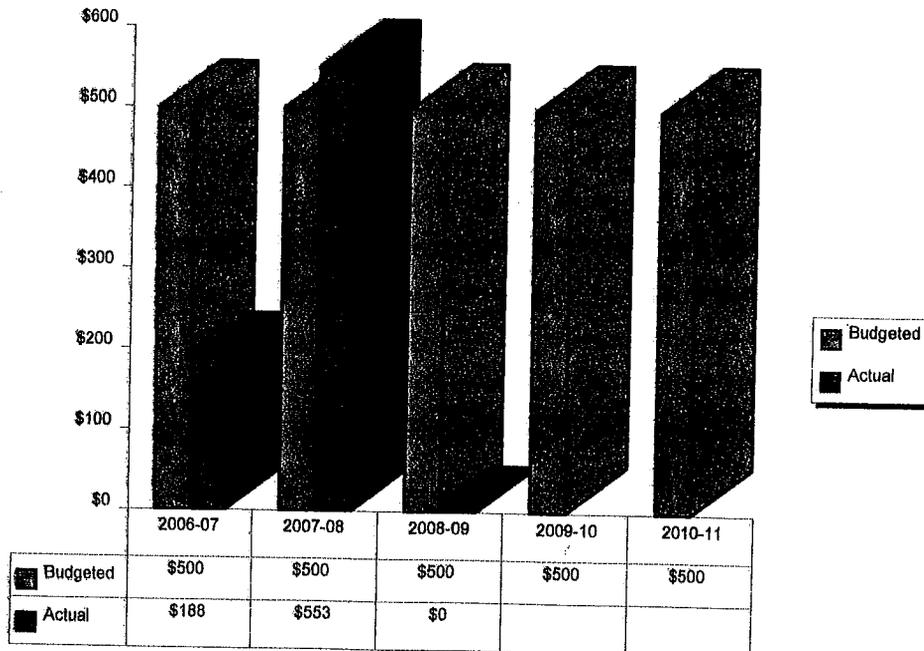
SUMMARY OF REQUEST

RADIO REPAIR & MAINTENANCE:

8 Mobile Radios (Trucks/Tractors) -

\$500.00

5 Year Budget Trend - Account # 56615.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56635.90

MAINT SPEC PURPOSE EQUIP

\$1,500

SUMMARY OF REQUEST

PLANT LAB EQUIPMENT REPAIR & MAINTENANCE:

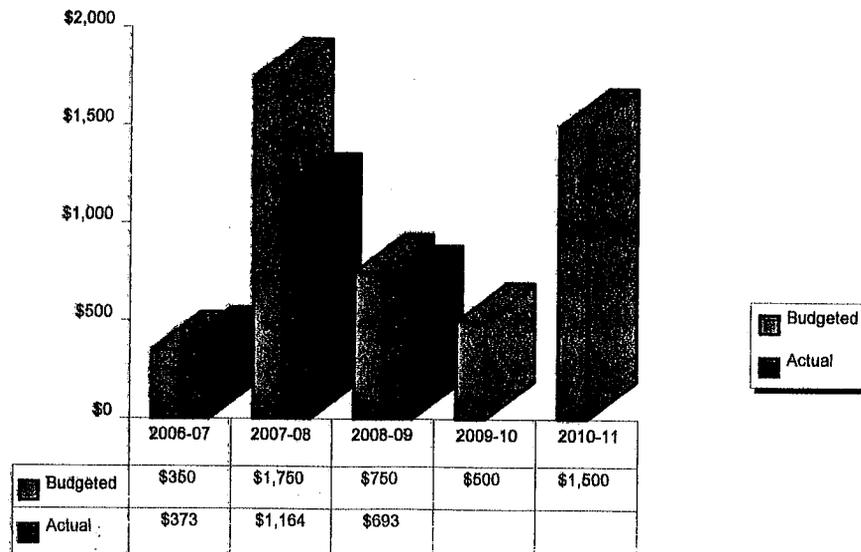
D.O. Probe, Centrifuge, Turbid meter, Ovens, Balance, etc. -

\$750.00

New Microscope for MBR sample observation -

\$750.00

5 Year Budget Trend - Account # 56635.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56640.00

PERMITS

\$5,655

SUMMARY OF REQUEST

AIR QUALITY MANAGEMENT DISTRICT:

Stand-by Generator permits @ Lift Stations #1, 3, 4, 5, 6, & 7 / Hydro - \$4,000.00

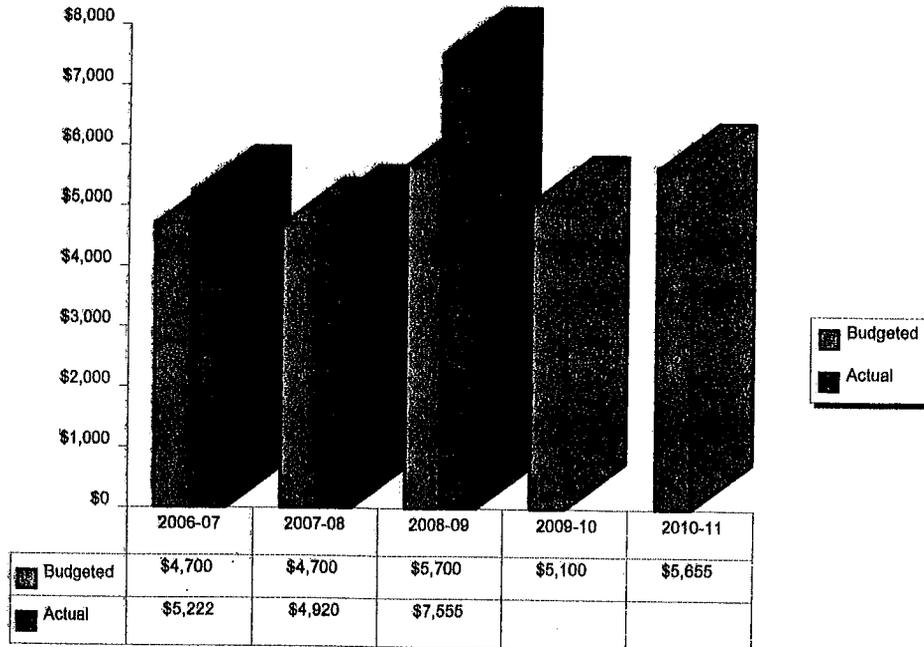
SPECIAL DISTRICTS

Annual Charges - \$500.00

STATE REGIONAL WATER QUALITY CONTROL BOARD:

State WDR Permit - \$1,155.00

5 Year Budget Trend - Account # 56640.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56640.90

PERMITS

\$22,640

SUMMARY OF REQUEST

AIR QUALITY MANAGEMENT DISTRICT(AQMD):

Stand-by Generators @ Lift Station #2 & Plant; Wastewater Treatment plant - \$3,140.00

STATE REGIONAL WATER QUALITY CONTROL BOARD:

Treatment Plant Process Permit - \$13,170.00

U.S. FOREST SERVICE:

Special Use Permit (Ponds, Outfall Line, Spray Irrig.) - \$2,100.00

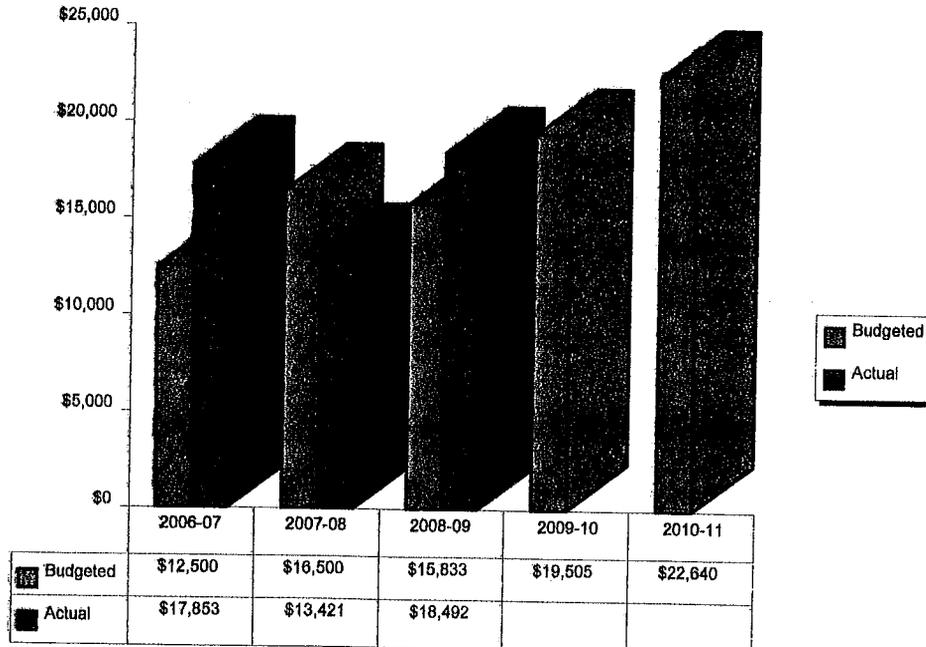
SAN BERNARDINO COUNTY

Waste Handling/Generator - \$900.00

LAFCO Fee -

\$3,330.00

5 Year Budget Trend - Account # 56640.90



G/L ACCOUNT
NUMBER

56700.00

DESCRIPTION / O & M

HAND TOOLS/COLL. SYS./L.S.

REQUEST

\$750

SUMMARY OF REQUEST

SMALL HAND TOOL REPLACEMENT:

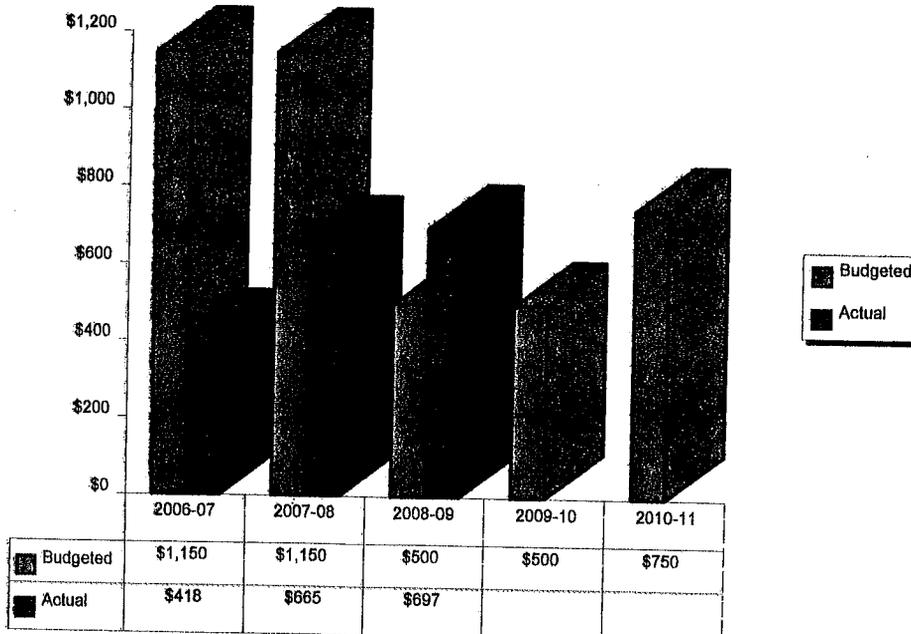
8 Lift Stations -

\$300.00

Collection System / Maintenance / hole entry tools-

\$450.00

5 Year Budget Trend - Account # 56700.00



G/L ACCOUNT
NUMBER

56700.90

DESCRIPTION / O & M

HAND TOOLS - JOINT USE

REQUEST

\$1,200

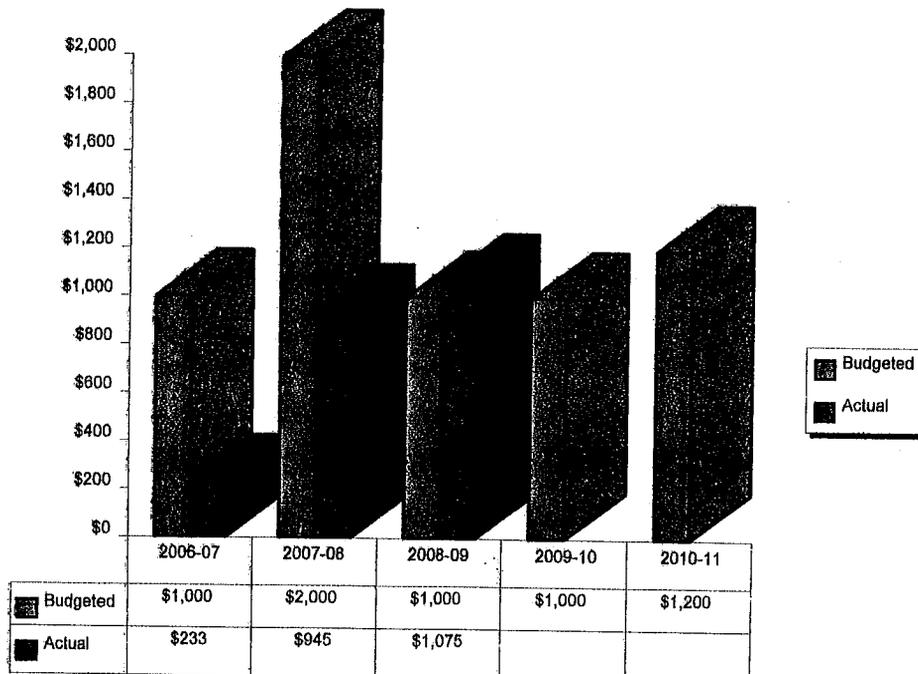
SUMMARY OF REQUEST

SMALL HAND TOOL REPLACEMENT:

Treatment Plant, Solids Handling, Lift Station #2, Spray Irrigation -

\$1,200.00

5 Year Budget Trend - Account # 56700.90



G/L ACCOUNT
NUMBER

56705.00

DESCRIPTION / O & M

SAFETY CLOTHING/DEVICES

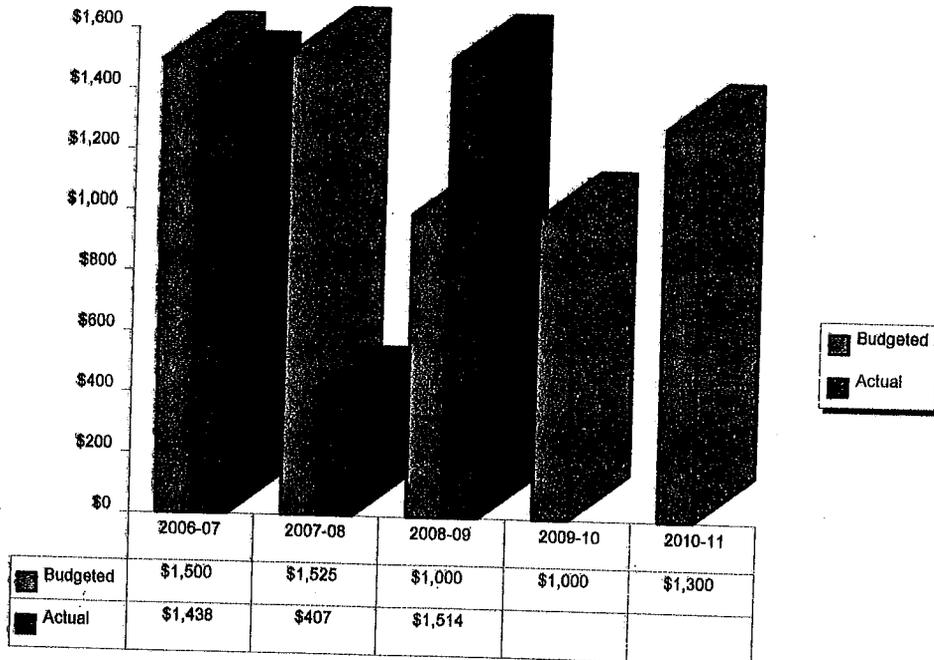
REQUEST

\$1,300

SUMMARY OF REQUEST

Rain Gear & Boots (Foul Weather/Raw Sewage) -	\$550.00
Gloves, Safety Glasses & Hearing Protection -	\$200.00
Steel Toed Safety Boots -	\$300.00
Jumpsuits / Cold Weather Operation	\$250.00

6 Year Budget Trend - Account # 56705.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56705.90

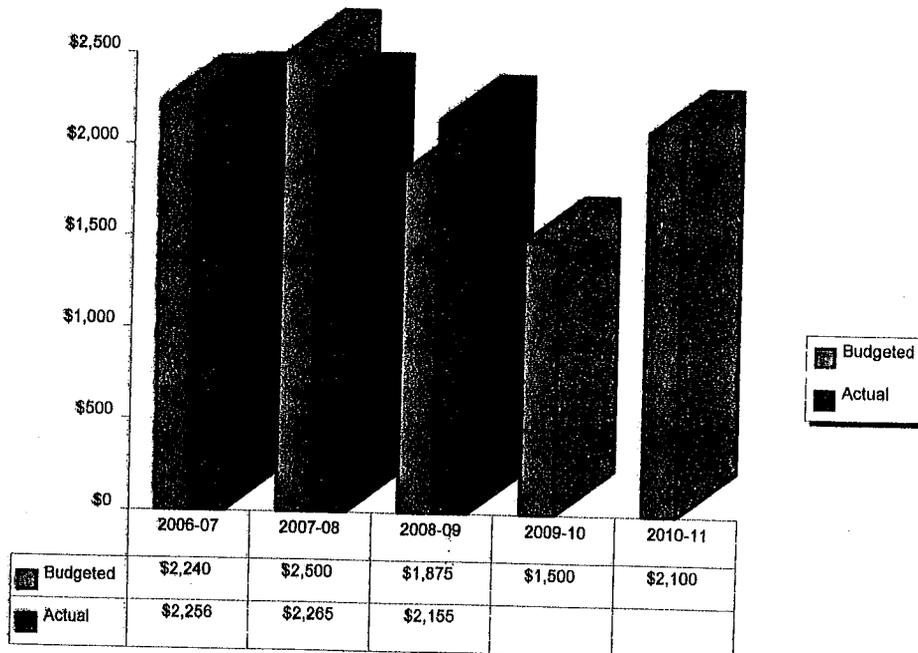
SAFETY CLOTHING/DEVICES

\$2,100

SUMMARY OF REQUEST

Rain Gear & Boots (Foul Weather/Raw Sewage) -	\$750.00
Gloves, Safety Glasses & Hearing Protection -	\$450.00
Steel Toed Safety Boots -	\$500.00
Jumpsuits / Cold Weather Operation -	\$400.00

5 Year Budget Trend - Account # 56705.90



G/L ACCOUNT
NUMBER

56710.00

DESCRIPTION / O & M

SAFETY EQUIPMENT

REQUEST

\$2,250

SUMMARY OF REQUEST

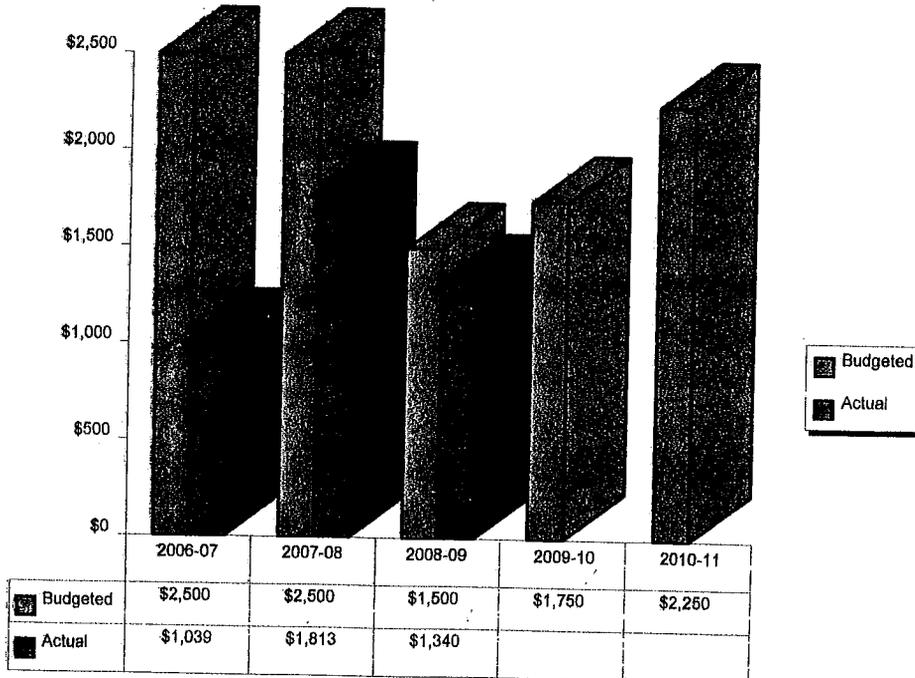
Safety equipment / supplies (8 Lift Stations) -

\$750.00

Gas-Tech (Confined Space Entry) Calibration and Sensor Replacement -
(Collection System/Lift Stations)

\$1,500.00

5 Year Budget Trend - Account # 56710.00



G/L ACCOUNT
NUMBER

56710.90

DESCRIPTION / O & M

SAFETY EQUIPMENT

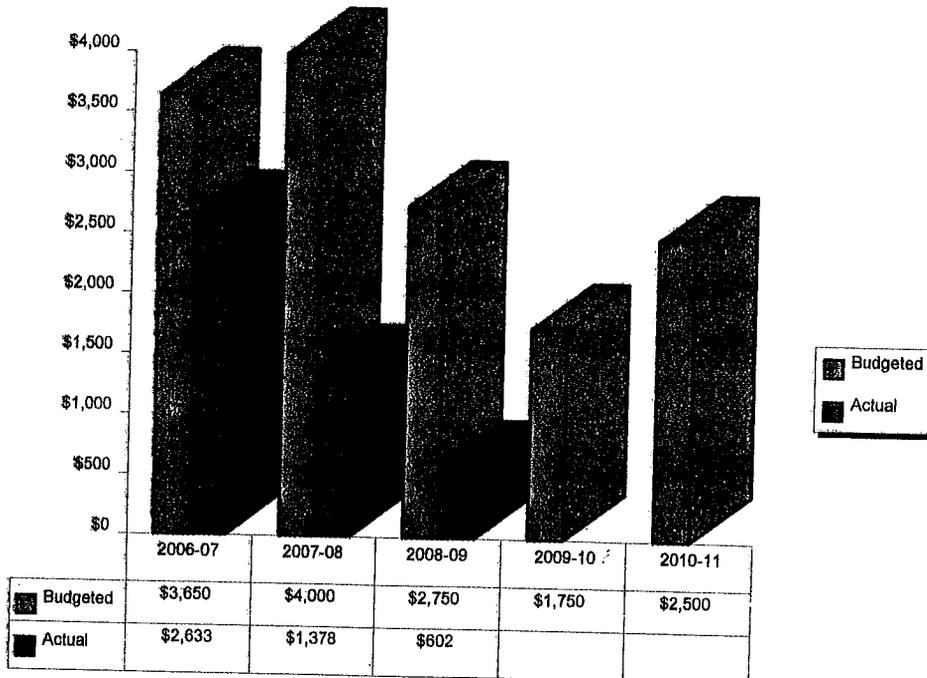
REQUEST

\$2,500

SUMMARY OF REQUEST

Gas-Tech (Confined Space Entry) Calibration / Repairs -	\$1,500.00
Safety Equipment / Supplies (Plant & 1 Lift Station) -	\$1,000.00

5 Year Budget Trend - Account # 56710.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56715.00

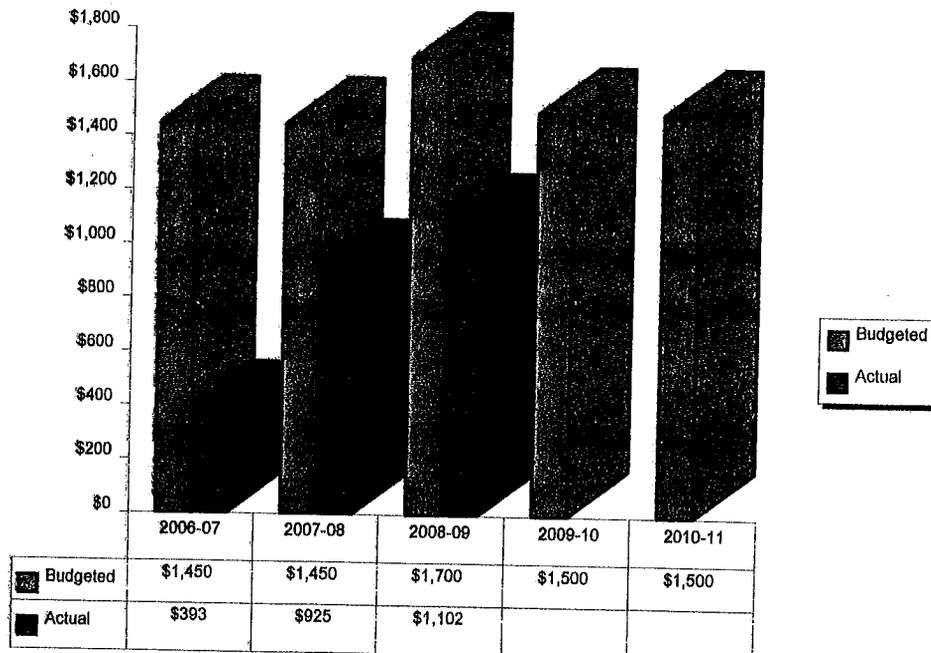
EDUCATION & SEMINARS

\$1,500

SUMMARY OF REQUEST

Collection System Classes, OSHA Training, Short Schools, & Seminars -	\$1,000.00
Reimbursement for use of personal vehicles / schooling and seminars -	\$150.00
Meals and lodging-	\$350.00

5 Year Budget Trend - Account # 56715.00



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56715.90

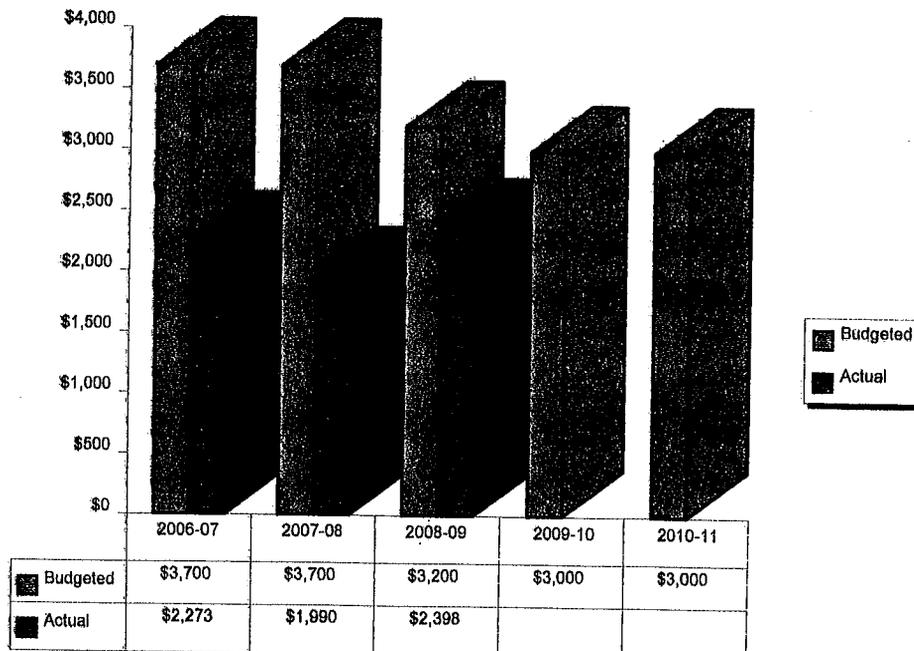
EDUCATION & SEMINARS

\$3,000

SUMMARY OF REQUEST

General Manager & Board of Directors for Meetings & Seminars -	\$1,500.00
Wastewater Treatment Classes, OSHA Training, Short Schools, & Seminars -	\$1,300.00
Reimbursement for use of personal vehicles / schooling and seminars -	\$200.00

5 Year Budget Trend - Account # 56715.90



G/L ACCOUNT
NUMBER

DESCRIPTION / O & M

REQUEST

56720.90

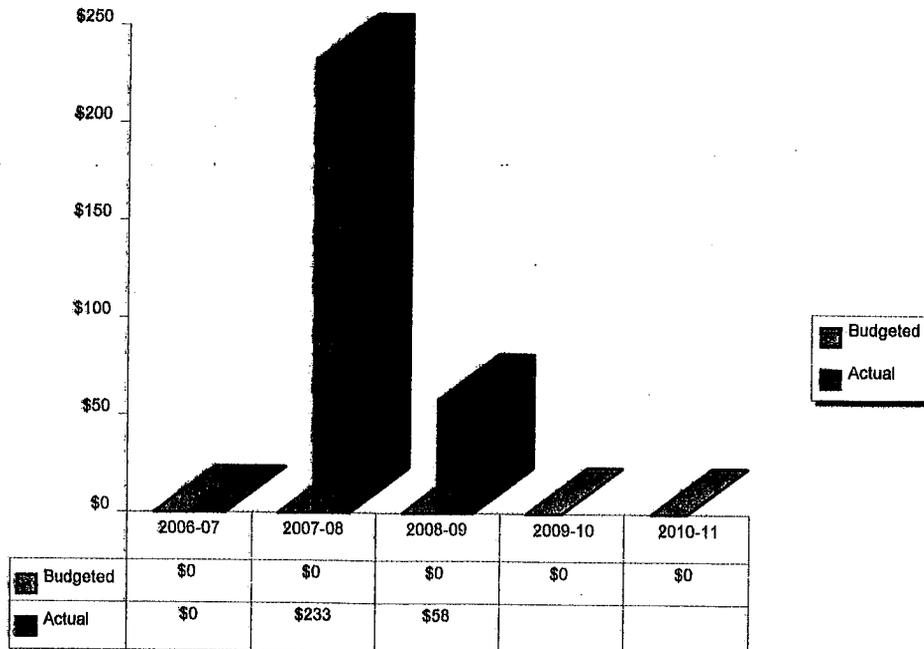
MILEAGE & TRAVEL

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 56720.90



G/L ACCOUNT
NUMBER

56800.00

DESCRIPTION / O & M

STAND-BY CHARGE COST

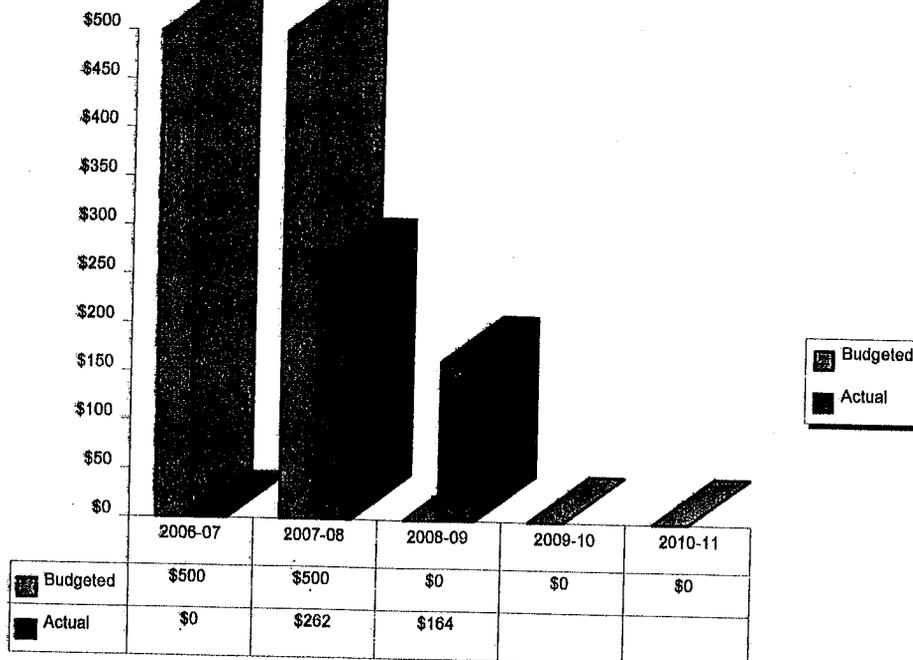
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

6 Year Budget Trend - Account # 56800.00



G/L ACCOUNT
NUMBER

11201.00

Description CAP - IMP.

LAND-SEWER DEPARTMENT

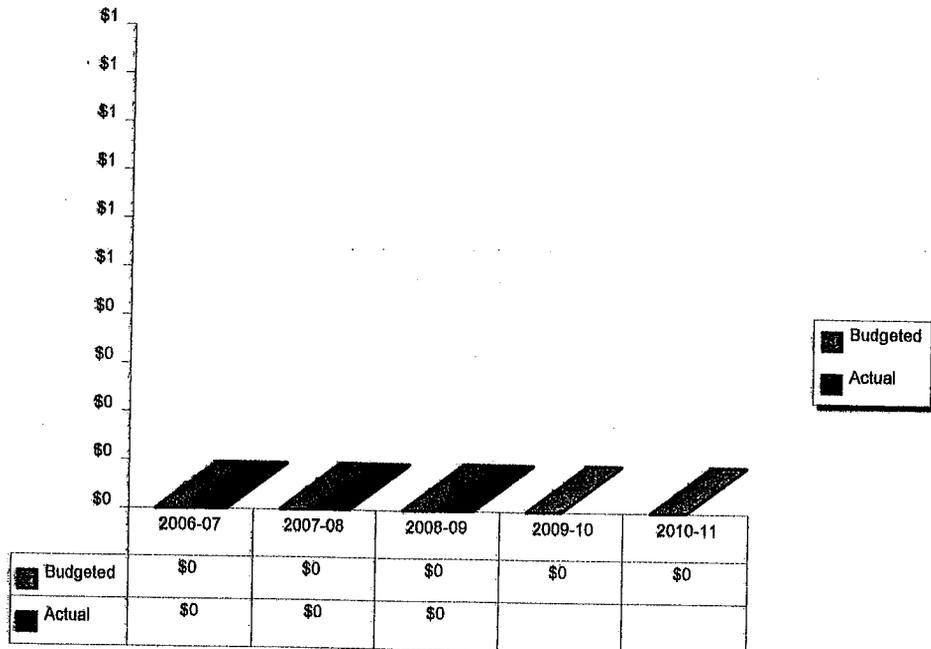
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11201.00



G/L ACCOUNT
NUMBER

11202.00

Description CAP - IMP.

STRUCTURES/IMPROVEMENTS

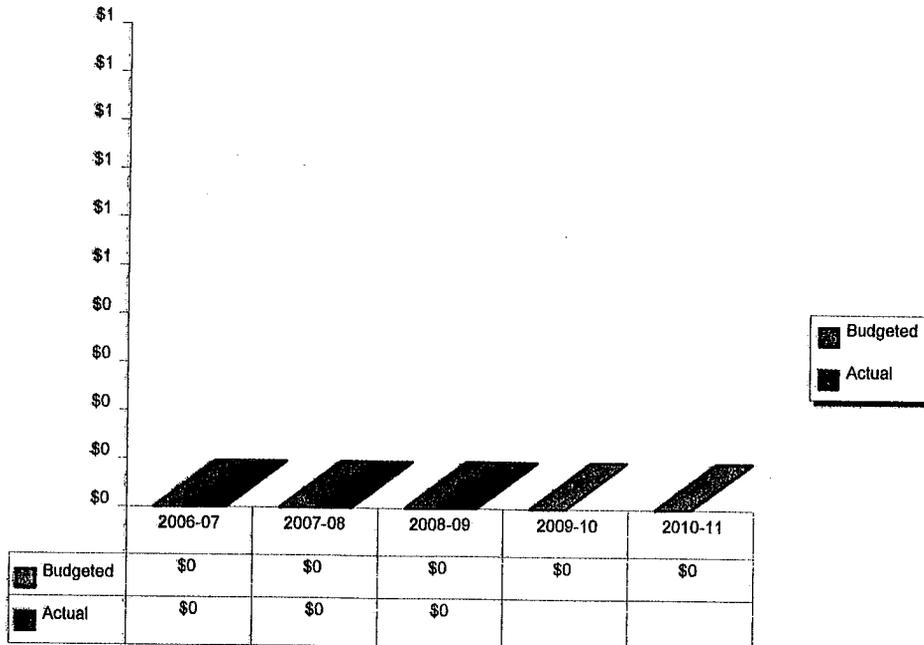
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11202.00



G/L ACCOUNT
NUMBER

11204.00

Description CAP - IMP.

COLLECTION FACILITIES

REQUEST

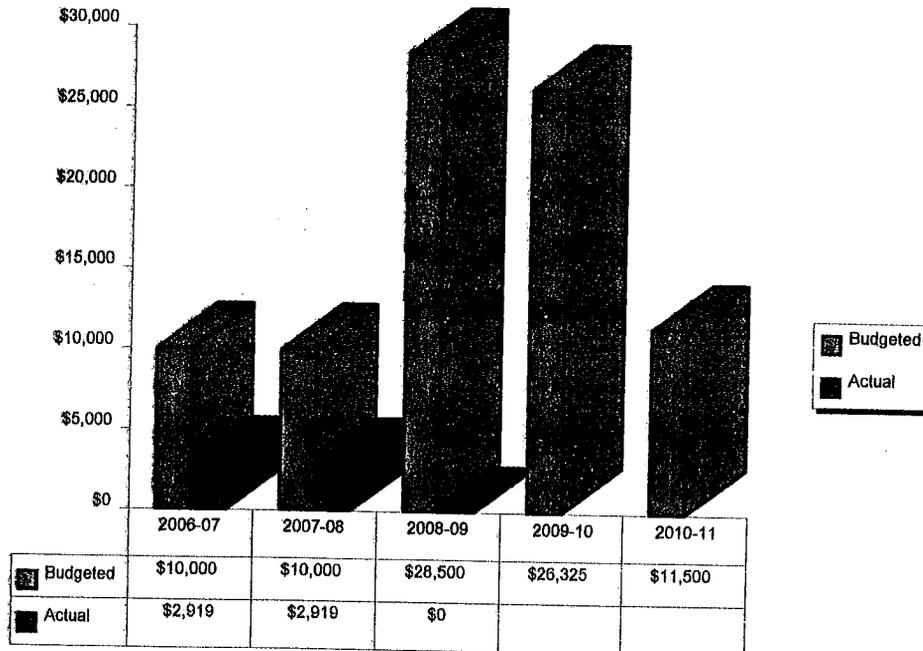
\$11,500

SUMMARY OF REQUEST

Request:

Dell PC Work Station for Collection Supervisor-	\$1,500.00
Energy Efficient Lighting for Collections Building-	\$800.00
Storage Container for Collections Inventory-	\$2,700.00
Confined Space Equipment (tripod and lowering system)	\$4,000.00
Hire a financial consultant to develop internal financial practices -	\$2,500.00

5 Year Budget Trend - Account # 11204.00



G/L ACCOUNT
NUMBER

11205.00

Description CAP - IMP.

TREATMENT FACILITIES

REQUEST

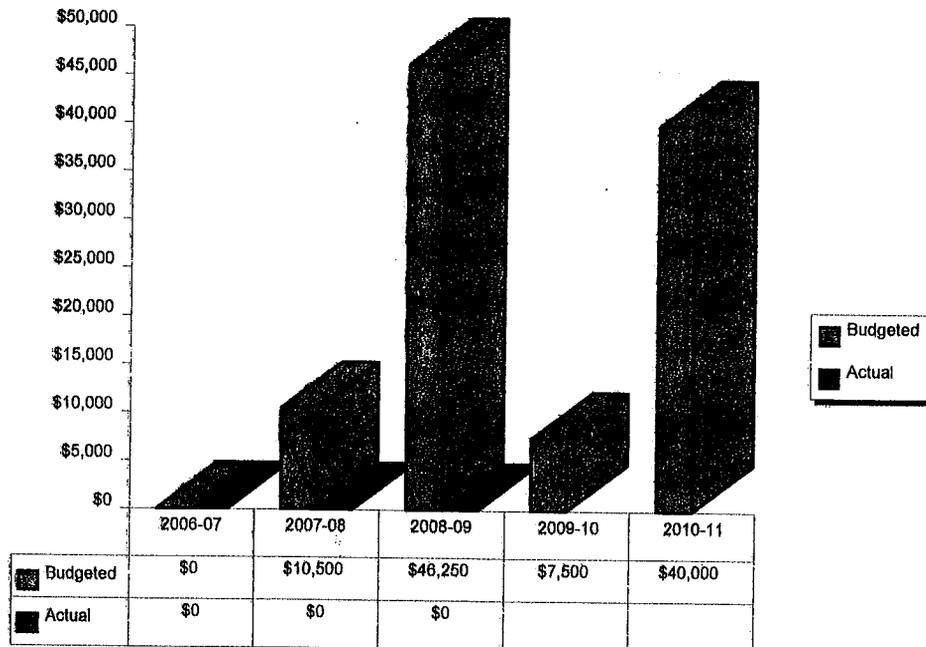
\$40,000

SUMMARY OF REQUEST

Request :

MBR performance improvements -	\$25,000.00
New Influent Flow Meter -	\$6,500.00
New Dissolved Oxygen Meters for MBR's	\$6,000.00
Hire a financial consultant to develop Internal financial practices -	\$2,500.00

5 Year Budget Trend - Account # 11205.00



G/L ACCOUNT
NUMBER

11206.00

Description CAP - IMP.

DISPOSAL FACILITIES

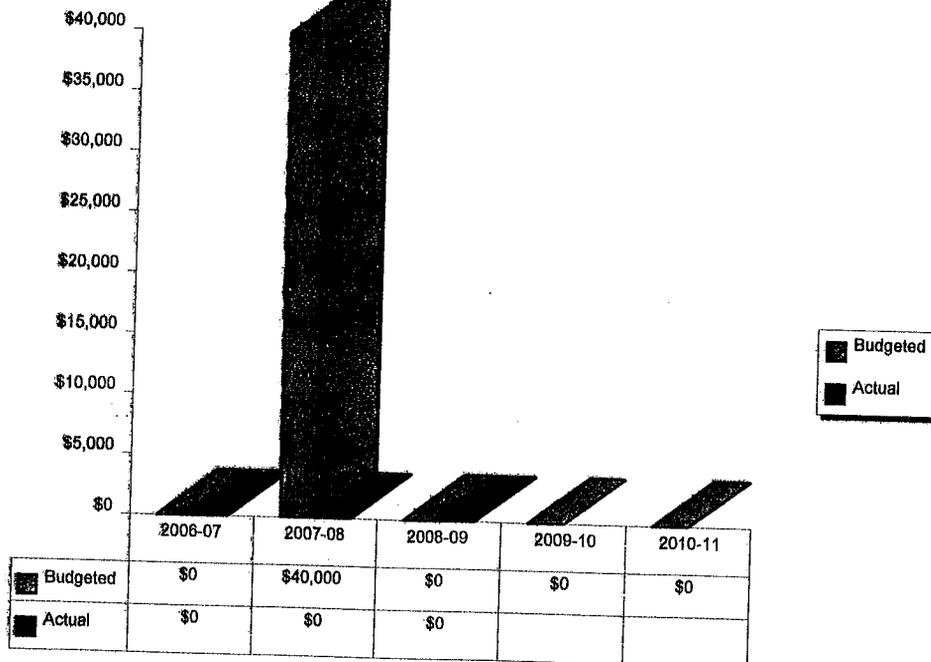
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11206.00



G/L ACCOUNT
NUMBER

11208.00

Description CAP - IMP.

TRANSPORTATION EQUIP.

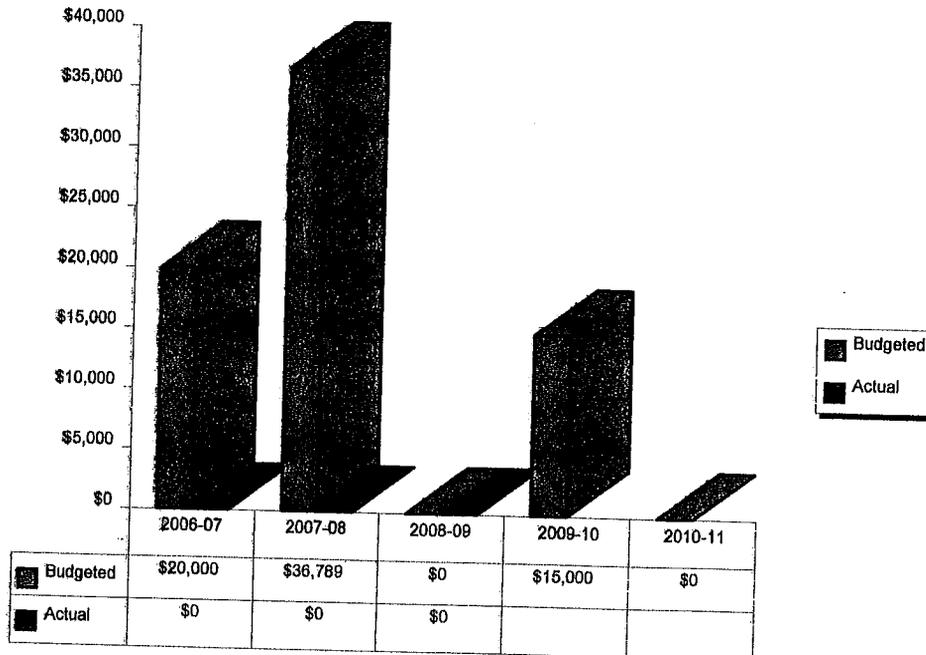
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11208.00



G/L ACCOUNT
NUMBER

11208.10

Description CAP - IMP.

SPECIAL PURPOSE EQUIP.

REQUEST

\$54,823

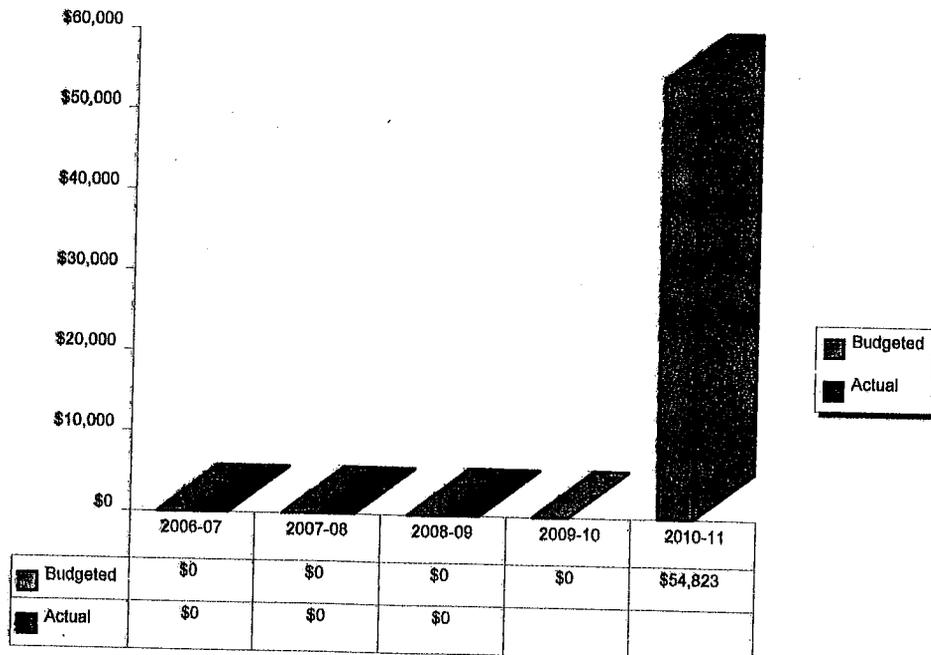
SUMMARY OF REQUEST

Request:

HYDRAULIC SEWER JETTER.

\$54,823.00

5 Year Budget Trend - Account # 11208.10



G/L ACCOUNT
NUMBER

11208.20

Description CAP - IMP.

TOOLS & EQUIPMENT

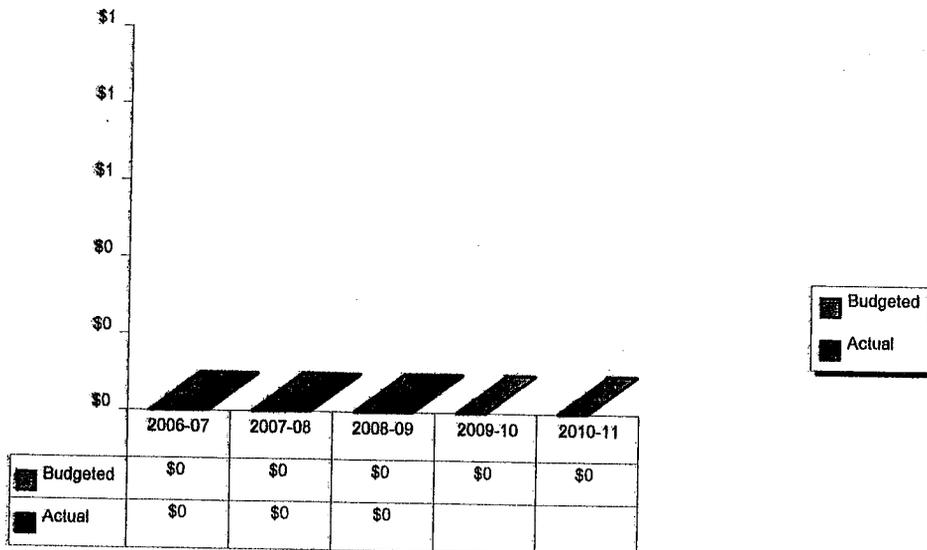
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11208.20



"Actual Dollar" amounts for 2007-08 reflect what has been spent as of February 2008.

G/L ACCOUNT
NUMBER

11208.30

Description CAP - IMP.

RADIO EQUIPMENT

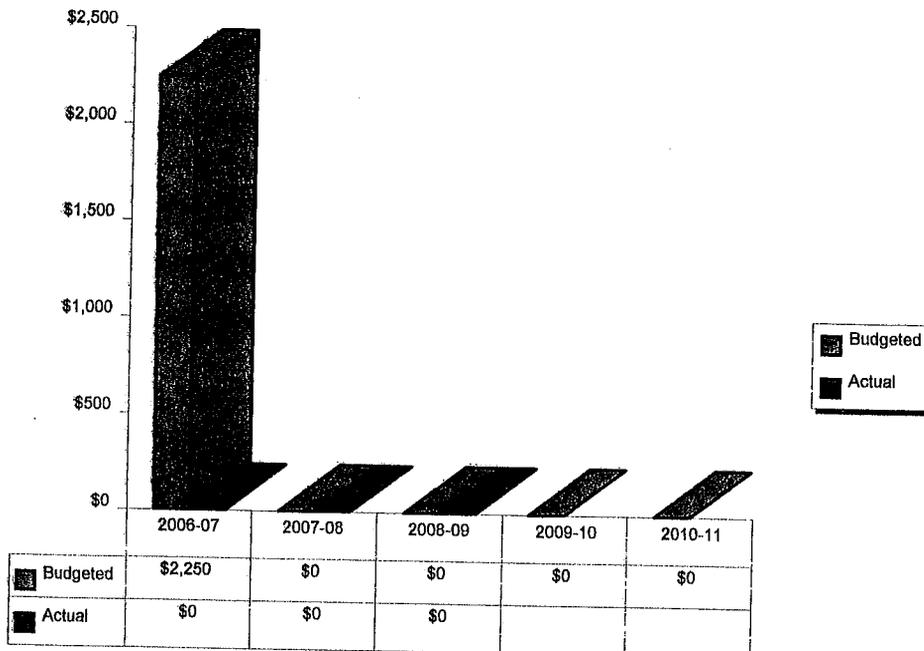
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11208.30



G/L ACCOUNT
NUMBER

11210.00

Description CAP - IMP.

PLANT EXPANSION

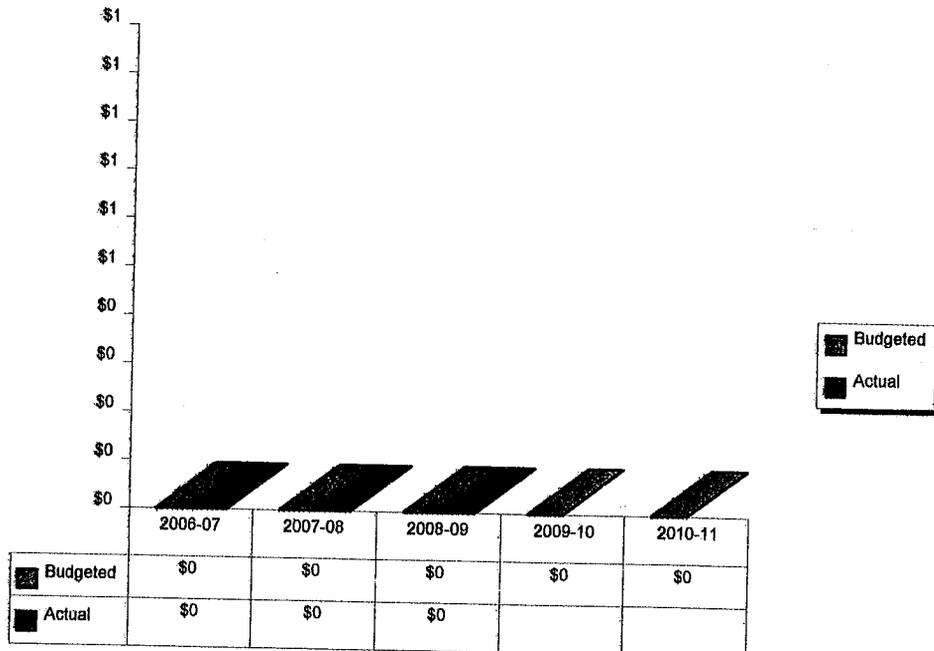
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 11210.00



G/L ACCOUNT
NUMBER

11430.20

Description CAP - IMP.

SEWER DEPT. INVENTORY

REQUEST

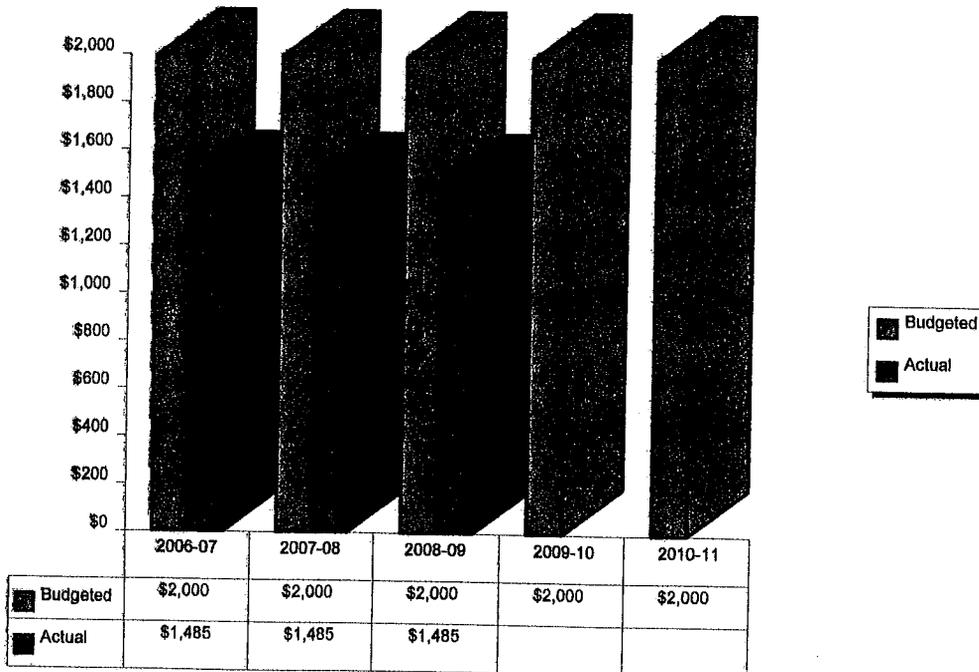
\$2,000

SUMMARY OF REQUEST

Repair Clamps, Pipe, Couplings, Maintenance Hole Frames and Covers, etc.,
for Sewage System Repairs -

\$2,000.00

5 Year Budget Trend - Account # 11430.20



G/L ACCOUNT

NUMBER

22230.00

56825.00

Description CAP - IMP.

FILTRATION PROJECT

REQUEST

\$187,940

SUMMARY OF REQUEST

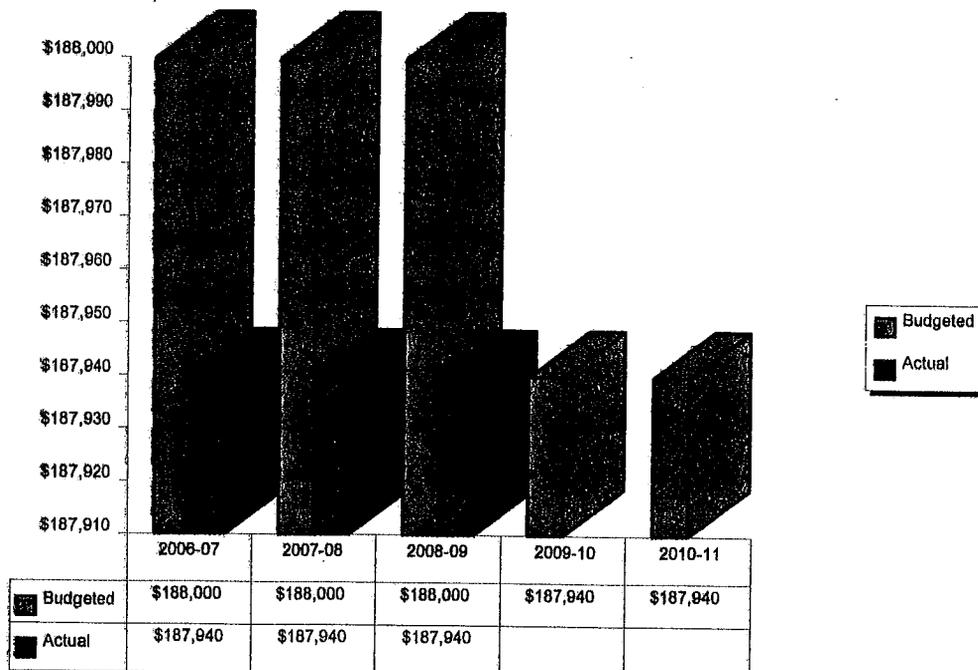
REQUEST:

Annual payments* for 15 year loan (\$2,000,000) for Filtration Project at Treatment Plant. Both principle and interest are included in the payments, two payments made each year.

*Total payments remaining as of Sept. 2010 - 14

Loan will be with Municipal Finance Corporation with an interest rate of 4.75%.

5 Year Budget Trend - Account #'s 22230.00 & 56825.00



G/L ACCOUNT

NUMBER

22113.00

22114.00

56820.00

Description CAP - IMP.

BOND REPAYMENT

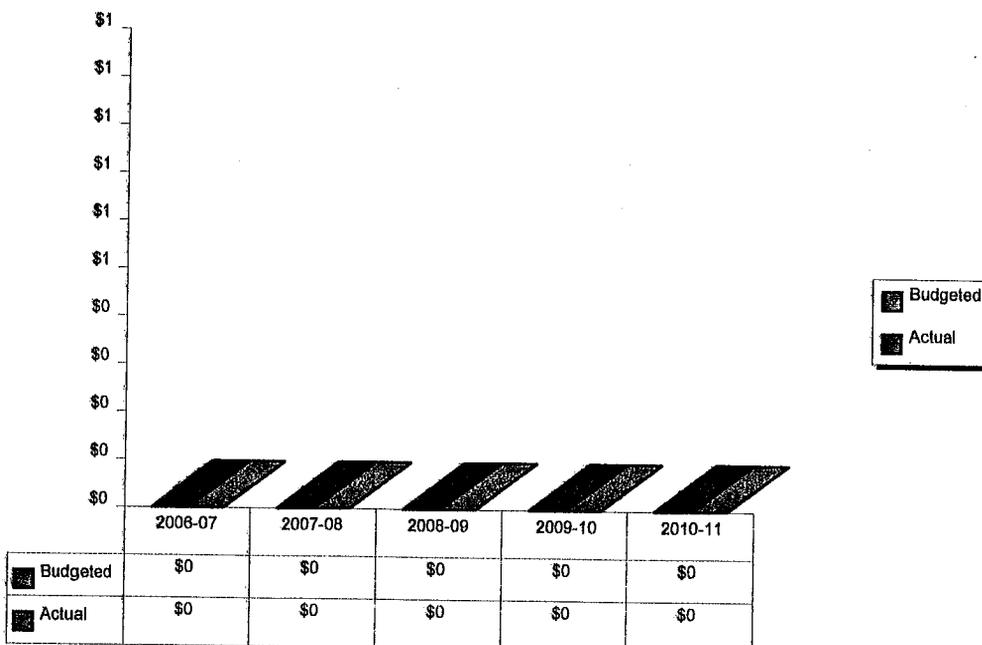
REQUEST

\$0

SUMMARY OF REQUEST

None Requested: \$0

5 Year Budget Trend - Account # 22113.00, 22114.00, 56820.00



RUNNING SPRINGS WASTEWATER DEPARTMENT

TREATMENT DIVISION

2010-11 HOURLY WAGE SCHEDULE *

Non-Exempt Positions

Emergency or part-time hourly wages shall be determined at the time of hiring to be commensurate with the person's ability and qualifications, but in no case less than the Federal or State minimum wage.

CLASSIFICATION**	A	B	C	D	E	
DIVISION SUPERVISOR II (Grade III WW & Grade I Coll. Sys.)	\$33.81 \$5,860	\$34.66 \$6,007	\$35.52 \$6,157	\$36.41 \$6,311	\$37.32 \$6,469	(1)
DIVISION SUPERVISOR I (Grade III WW & Grade I Coll. Sys.)	\$31.22 \$5,411	\$32.00 \$5,547	\$32.80 \$5,685	\$33.62 \$5,828	\$34.46 \$5,973	(1)
OPERATOR III (Grade III WW & Grade I Coll. Sys.)	\$25.22 \$4,371	\$25.85 \$4,481	\$26.50 \$4,593	\$27.16 \$4,708	\$27.84 \$4,825	(1)
OPERATOR II (Grade II WW & Grade I Coll. Sys.)	\$22.44 \$3,890	\$23.00 \$3,987	\$23.58 \$4,087	\$24.17 \$4,189	\$24.77 \$4,293	(1)
OPERATOR I (Grade I WW & Grade I Coll. Sys.)	\$19.82 \$3,435	\$20.32 \$3,521	\$20.82 \$3,609	\$21.34 \$3,700	\$21.88 \$3,792	(1)
OPERATOR IN TRAINING (Entry Level / No Certification Required)	\$16.97 \$2,941	\$17.39 \$3,015	\$17.83 \$3,090	\$18.27 \$3,168	\$18.73 \$3,247	(1)

Cost of Living Adjustment (COLA) : 0%

* Wage Scale for Employees Hired AFTER April 1986.

Includes a 5% Adjustment For Division Supervisor Position

** Requires Appropriate Treatment and Collection System Certification.

All dollar amounts in Wage Schedule include "Required Certifications".

(1) Average monthly wage

RUNNING SPRINGS WATER DISTRICT

TREATMENT DIVISION

2010 - 11 EMPLOYEE CLASSIFICATION

<u>EMPLOYEE</u>	<u>CURRENT CLASSIFICATION</u>	<u>PROPOSED CLASSIFICATION</u>
TREVOR MILLER -	DIVISION SUPERVISOR STEP D — \$6,010/MONTH	DIVISION SUPERVISOR STEP E — \$6,469/MONTH*
TOM SHOOPMAN -	OPERATOR III STEP B — \$4,481/MONTH	OPERATOR III STEP C — \$4,593/MONTH*
NICK NIKAS -	OPERATOR I STEP A — \$3,435/MONTH	OPERATOR I STEP B — \$3,521/MONTH*
RICHARD VIERO -	OPERATOR IN TRAINING STEP C — \$3,143/MONTH	OPERATOR I STEP A — \$3,435/MONTH*

*Proposed wage increase includes a 0.0% COLA.

**RUNNING SPRINGS WASTEWATER DEPARTMENT
COLLECTIONS DIVISION**

2010-11 HOURLY WAGE SCHEDULE *

Non-Exempt Positions

Emergency or part-time hourly wages shall be determined at the time of hiring to be commensurate with the person's ability and qualifications, but in no case less than the Federal or State minimum wage.

CLASSIFICATION**	A	B	C	D	E	
DIVISION SUPERVISOR II (Grade III Collection System Cert.)	\$33.27 \$5,767	\$34.10 \$5,911	\$34.95 \$6,059	\$35.83 \$6,210	\$36.72 \$6,365	(1)
DIVISION SUPERVISOR I (Grade III Collection System Cert.)	\$30.68 \$5,318	\$31.45 \$5,451	\$32.23 \$5,587	\$33.04 \$5,727	\$33.86 \$5,870	(1)
OPERATOR III (Grade III Collection System Cert.)	\$24.71 \$4,283	\$25.33 \$4,390	\$25.96 \$4,500	\$26.61 \$4,612	\$27.28 \$4,728	(1)
OPERATOR II (Grade II Collection System Cert.)	\$21.93 \$3,801	\$22.48 \$3,896	\$23.04 \$3,994	\$23.62 \$4,093	\$24.21 \$4,196	(1)
OPERATOR I (Grade I Collection System Cert.)	\$19.31 \$3,347	\$19.79 \$3,431	\$20.29 \$3,517	\$20.79 \$3,604	\$21.31 \$3,695	(1)
OPERATOR IN TRAINING (Entry Level / No Certification Required)	\$16.97 \$2,941	\$17.39 \$3,015	\$17.83 \$3,090	\$18.27 \$3,168	\$18.73 \$3,247	(1)

Cost of Living Adjustment (COLA) : 0%

* Wage Scale for Employees Hired AFTER April 1986.
Includes a 5% Adjustment For Division Supervisor Position

** Requires Appropriate Collection System Certification.

All dollar amounts in Wage Schedule include "Required Certifications".

(1) Average monthly wage

RUNNING SPRINGS WATER DISTRICT

COLLECTIONS DIVISION

2010 - 11 EMPLOYEE CLASSIFICATION

<u>EMPLOYEE</u>	<u>CURRENT CLASSIFICATION</u>	<u>PROPOSED CLASSIFICATION</u>
ISAAIAH HALL -----	DIVISION SUPERVISOR STEP B — \$5,191/MONTH	DIVISION SUPERVISOR STEP C — \$5,587/MONTH*
STEVE HOWARD --	MAINTENANCE OPERATOR III STEP C — \$4,500/MONTH	MAINTENANCE OPERATOR III STEP D — \$4,612/MONTH*
DAVID WINTER ---	MAINTENANCE OPERATOR I STEP A — \$3,347/MONTH	MAINTENANCE OPERATOR I STEP C — \$3,517/MONTH*

*Proposed wage increase includes a 0.0% COLA.

WATER/SEWER RATE COMPARISON SURVEY 2010

DISTRICT	MONTHLY BASE WATER RATE	RATE PER CU. FT.	MONTHLY WATER BILL/1000 CU. FT. CONSUMP.	MONTHLY SEWER FEE	WPCP LOAN	MONTHLY WATER/SEWER BILL
RUNNING SPRINGS WATER DISTRICT	\$18.15	0.0326	\$54.65*	\$27.02 + 15% of usage \$4.89	\$3.00	\$89.56
ARROWBEAR PARK CO. WATER DISTRICT	\$19.50**	0.0490	\$35.10	\$27.00	\$3.00	\$69.10
CRESTLINE VILLAGE CRESTLINE LAKE GREGORY	\$17.50 \$22.00	0.0420 0.0420	\$59.50 \$64.00	\$34.90← \$34.90←		\$94.40 \$98.90
LAKE ARROWHEAD CSD	\$20.00	.0066 (1-700) .0169 (701-1300) .0603 (1301-4000)	66.82#	\$38.99		\$105.81
CRESTLINE/ LAKE ARROWHEAD WATER AGENCY AREA A AREA B AREA C	\$15.00+ \$10.00+ \$15.00+	0.0725 0.0500 0.0725	\$69.38 \$47.50 \$69.38	\$34.90← \$34.90← \$34.90←		\$104.28 \$82.40 \$104.28
BIG BEAR CSD	\$20.02	.0148 (1-2400) .0186 (2401-4000) .0221 (4001-7000)	\$34.82	\$24.42		\$59.24
CITY OF BIG BEAR DWP	\$30.32	.0206 (1-2400) .0286 (2401-4000) .0427 (4001-7000)	\$50.92	\$28.57		\$79.49
GREEN VALLEY LAKE MUTUAL WATER CO.	\$26.50	.015633 (1-869) .052802 (869+)	\$63.65***	\$56.18 ▼		\$119.83

*Includes \$3.90 DWR Loan Repayment
**250 Cu.Ft. Allowed
Updated 02/08/10

**600 Cu.Ft. Allowed ^Over 1000 Cu. Ft.
← Sewer provided by Crestline Sanitation and billed quarterly
Includes \$445.55 Supplemental Water Supply Fee

***Includes \$200.00 annual assessment
▼ Sewer provided by CSA 79
Wastewater Pollution Control Plant

W. W. VEHICLE / EQUIPMENT REPLACEMENT SCHEDULE

Vehicle Description	Year	Mileage / Hours	Use Status	Planned Retirement Date	Estimated Cost of Replacement
Plant Plow Truck* (Unit #39)	1990 Purch. 1989	24,500 Miles	Seasonal/Limited	2005-06 Now 20 years old	\$40,000
Coll.Div.Hydro Tow (Unit # 55)	1993	115,898 Miles	1 - 2 times / week	2009-10 Now 17 years old	\$20,000
Plant Utility* (Unit # 54)	1996 Purch. 1995	58,000 Miles	Daily	2006-07 Now 12 years old	\$28,000
Plant Utility* (Unit # 65)	1998	75,000 Miles	Daily	2007-08 Now 10 years old	\$24,000
Plant Utility (Unit # 61)	1998	35,000 Miles	Daily	2009-10 @ 12 years old	\$28,000
Coll. Div. Utility (Unit # 67)	1999	77,785 Miles	Daily	2011-12 @ 13 years old	\$28,000
Coll. Div. Utility (Unit # 70)	2003	29,237 Miles	Daily	2012-13 @ 10 years old	\$30,000
Coll. Dump Truck (Unit # 62)	1995	115,440 Miles	Limited	2014-15 @ 20 years old	\$60,000
Coll. Div. Utility* (Unit # 77)	2007 Purch. 2006	12,537 Miles	Daily	2017-18 @ 10 years old	\$28,000
Super/Plant Utility* (Unit # 78)	2007 Purch. 2006	1,500 Miles	Daily	2019-20 @ 12 years old	\$30,000
John Deere Loader* (Plant)	1992	1600 Hrs.	3 - 5 times / week	2012-13 @ 20 years old	\$100,000
Melroe Bobcat* (Plant)	1989	3000 Hrs.	Daily	2009-10 @ 20 years old	\$28,000
Air Compressor Collection Div.	1985	4200 Hrs.	Limited	2012-13 Now 25 years old	\$25,000
Hydro Collection Div.	1983	2808 Hrs.	Limited	2011-12 Now 27 years old	\$50,000
Treatment Plant Generator *	1979	4200 Hrs.	Limited	2007-08 Now 31 years old	\$105,000
Collections Building			Daily	Replace within next 10 years	\$350,000
Collections Building Generator	2008	8.6 Hrs.	Limited	Replace within next 15 years	\$5,000

* Shared Cost for Treatment Plant: (Upstream Contribution - 34% CSA-79 & Arrowbear) (RSWD Contribution - 66%)
(Based on % of Accessed Value for Capital Expenses in W.W. Budget)

Running Springs Water District



2010-2011 Fire Department Budget

*Finance Committee:
Kevin Kellems & Paul Shouse*

RUNNING SPRINGS WATER DISTRICT

MEMORANDUM

DATE: February 12, 2010
TO: Board Finance Committee
FROM: Gary R. Valladao, General Manager
SUBJECT: FISCAL YEAR 2010/11 DISTRICT BUDGET –
DRAFT FIRE DEPARTMENT BUDGET

We are providing the attached Draft Version of the Fiscal Year 2010/11 Fire Department Budget for review at the February 17, 2010 Board Meeting. This version includes input we received from the Finance Committee at the February 11, 2010 committee meeting. The Finance Committee will provide their comment and opinion regarding the Fire Department Budget at the February 17, 2010 Board Meeting.

This draft version is consistent in format with versions provided in prior years. To assist in your review, we are providing the following analysis which identifies the significant changes between the approved Fiscal Year 2009/10 Budget and the Proposed Fiscal Year 2010/11 Budget. The analysis categories, which are consistent with the budget document categories, are as follows:

- Revenue and Expense Summary
- Operating Revenue
- Operating Expenses, Fire Protection
- Operating Expenses, Ambulance
- Capital Improvement Expenses and Designated Fund Contributions

In addition to the analysis provided below, a separate memo has been prepared that discusses a proposed method for allocating the District's property tax revenue.

1. REVENUE AND EXPENSE SUMMARY

a) Total Operating Revenue,

Page 1

Total Operating Revenue Increase from \$2,011,425 to \$2,163,889

Total Operating Revenue Increase of \$152,464 or 7.6%

As explained in the Operating Revenue analysis section below, this increase is based on consistent property tax and ambulance revenue (though the property tax allocation method has been modified), a slight increase in availability charges, and obtaining a grant for limited term firefighting staff.

b) Total Operating Expenses,

Page 1

Total Operating Expense Increase from \$1,733,310 to \$1,946,457

Operating Expense Increase of \$213,147 or 12.3%

As explained in the Operating Expenses analysis sections below, this increase is primarily due to a hiring of 3 limited term firefighters (paid for by using grant funding this year). In addition, there is an increase in personnel related costs due to merit based step increases in salary, additional Directors meetings, paying 1/3 of the General Managers PERS, and additional costs for winter coats.

**c) Total Capital Improvement Expenses,
and Designated Fund Contributions**

Page 1

Capital Expense / Designated Fund Increase from \$96,268 to \$217,432

Capital Expense / Designated Fund Increase of \$121,164 or 126%

This increase is due to a net reduction in overall capital improvement expenses, combined with making contributions to newly created designated funds for: breathing apparatus equipment, 3 limited term firefighters (FY 2012/13) and future equipment replacement.

d) Total Difference, Revenue and Expenses,

Page 1

Total difference between Operating Revenue and Total Expenses (Operating plus Capital Expense / Designated Funds), Decrease from \$181,847 to \$0.

This decrease in revenue over expenses results from the District plan to create a balanced budget for the Fire Department. Rather than allocating all property tax to the Fire Department and running a potentially large Fire Department surplus, the Fire Department is allocated the revenue necessary to fund all necessary operating and capital expenses (including funding of specific designated funds). The property tax remaining is then allocated in equal 1/3 portions to Fire, Water, and Wastewater. For Fire this allocation is used to fund future general equipment replacement.

2. OPERATING REVENUE

a) Property Tax Revenue,

Page 1

Property Tax Revenue increase of \$159 or 0.1%

While the overall property tax revenue the District anticipates receiving increases from \$1,420,000 to \$1,534,416, the amount to be allocated to the Fire Department (to satisfy their necessary expenses, and provide the department with 1/3 of the property tax revenue in excess of the amount to fund their necessary expenses, as described above) is \$1,420,320. A separate memo has been prepared identifying how the property tax allocation is calculated.

b) Ambulance Revenue,

Page 1

Ambulance Revenue remains at \$400,000

No change in Ambulance Revenue is projected.

c) Availability Charge,

Page 1

Availability Charge Revenue increase of \$8,190 or 4.3%

The increase in availability charge revenue is based on a more accurate billing and accounting of the fire availability charge.

d) Grant Revenue Limited Term Firefighters,

Page 1

Grant Revenue Limited Term Firefighter is new, \$144,433

The District has applied for this grant. If the grant is received the revenue will be used exclusively to fund 3 limited term firefighter positions. The District would receive this funding for two years and in the third year accumulated designated funds would be used to fund the position.

3. OPERATING EXPENSES, FIRE PROTECTION

a) **Administrative Salaries,** **57000,** **Page 6**

Expense Increase of \$1,180 or 5.2%

This projected increase is based on a projected merit increase and certification pay.

b) **Operating Wages,** **57005,** **Page 7**

Expense Increase of \$61,971 or 13.3%

This projected increase is due to merit increases for existing positions and the establishment of 3 grant funded limited term firefighter positions.

c) **Office Reimbursement,** **57010,** **Page 9**

Expense Increase of \$1,172 or 4.8%

This projected increase is due to the overall increase in operating expenses. (The office reimbursement amount is 2% of operating expenses).

d) **Director' Compensation** **57015,** **Page 10**

Expense Increase of \$800 or 21.5%

This projected increase is based on an anticipated increase in the number of committee meetings for the upcoming fiscal year.

e) **Group Insurance,** **57020,** **Page 11**

Expense Increase of \$3,593 or 4.5%

This projected increase is based on the Fire Department's increased accuracy in estimating the medical benefit expense for the Fire Department, and the Fire Department now paying for 1/3 of the General Manager's medical expense.

f) PERS Retirement, 57025, Page 12

Expense Increase of \$72,856 or 26.1%

This projected increase is due to merit wage increases, the establishment of three grant funded limited term firefighter positions, the Fire Department now paying 1/3 of the General Managers PERS contribution, combined with a decrease in the District PERS contribution rate for Safety Workers.

g) Uniform Allowance, 57030, Page 13

Expense Increase of \$4,475 or 57.6%

This projected increase is primarily due to the one time purchase of 20 winter jackets.

h) Deposit @ Central Stores, 57125, Page 16

Expense Decrease of \$300, No Expenditure Anticipated.

This account is reduced to zero. Expenses will be charge to other accounts.

i) Liability Insurance, 57200, Page 20

Expense Decrease of \$71 or 0.7%

The projected decrease is based on a reduction in the liability insurance cost allocated to the Fire Department.

j) Workers Compensation Insurance, 57205, Page 21

Expense Decrease of \$2,841 or 3.6%

The projected decrease is based on a combination of an anticipated decrease in the premium amount resulting from a change in insurance providers, and providing insurance for the three additional limited term firefighters.

k) Medicare Hospital Tax, 57215, Page 23

Expense Increase of \$1,785 or 13.9%

This projected increase is based on staff merit based wage increases and the establishment of three limited term firefighter positions.

l) Gas, Fuel, and Oil, 57600, Page 31

Expense Increase of \$952 or 12.3%

This projected increase is based on a projected induction in the cost of fuel and oil.

m) Education and Seminars, 57715, Page 40

Expense Increase of \$1,500 or 27.3%

This projected increase is based on paramedic training for certain PCF staff members.

n) Training, 57716, Page 41

Expense Increase of \$1,000 or 12.5%

This projected increase is based on the increasing demands on training due to new equipment being used and more demanding requirements for firefighter and paramedic training.

o) Mileage and Travel, 57720, Page 42

Expense Increase of \$800 from \$0

We are providing \$800 in this account to cover the Fire Department's share of cost for the General Manager and Board Member's cost for travel.

4. OPERATING EXPENSES, AMBULANCE

a) **Administrative Salaries,** **59000,** **Page 6**

Expense Increase of \$1,180 or 5.2%

This projected increase is based on a projected merit increase and certification pay.

b) **Operating Wages,** **59005,** **Page 7**

Expense Increase of \$61,971 or 13.3%

This projected increase is due to merit increases for existing positions and the establishment of 3 grant funded limited term firefighter positions.

c) **Office Reimbursement,** **59010,** **Page 9**

Expense Increase of \$243 or 2.0%

This projected increase is due to the overall increase in operating expenses. (The office reimbursement amount is 2% of operating expenses.)

d) **Liability Insurance,** **59200,** **Page 20**

Expense Decrease of \$71 or 0.7%

The projected decrease is based on a reduction in the liability insurance cost allocated to the Fire Department.

e) **Gas, Fuel, and Oil,** **59600,** **Page 31**

Expense Increase of \$952 or 12.3%

This projected increase is based on a projected induction in the cost of fuel and oil.

5. CAPITAL IMPROVEMENT EXPENSES

- a) **Transportation Equipment,** **11013,** **Page 46**

Expense Decrease of \$19,184 or 42.9%

This projected decrease results from having paid off the Ambulance 50 loan and beginning to pay for the Water Tender loan. (The water tender payment is significantly less than the ambulance payment).

- b) **Equipment Special Purpose,** **11014,** **Page 47**

Expense Increase of \$8,500 from \$0

This increase results from the first year expense for the four year program to replace turnouts. There are 20 turn outs that need to be replaced at a cost of \$1,700 each. We are replacing 5 turnouts each year for 4 years, at a total annual cost of \$8,500.

- c) **Equipment Paramedics,** **11015,** **Page 48**

Expense Increase of \$11,460 from \$0

This increase is the amount needed to fund 3 capnography units (1 unit for each ambulance at a cost of \$3,820 per unit). We anticipate that ICEMA will require that we add these units to our existing 12 lead monitors.

6. DESIGNATED FUND CONTRIBUTIONS

a) Breathing Apparatus Equipment Replacement,

Page 5

Expense Increase of \$38,000 from \$0

This is a newly established designated fund to accumulate, over a four year period, the funds necessary to pay for 22 replacement breathing apparatus units. The units cost \$6,909 each at a total cost of \$152,000. We will budget $\frac{1}{4}$ of this cost, \$38,000, each year for the next 4 years.

b) Limited Term Firefighter (FY 2012/13),

Page 5

Expense Increase of \$48,144 from \$0

This is a newly established designated fund to accumulate, over a three year period, the funds necessary to pay for the third years cost for 3 limited term firefighters. A grant, if obtained, will pay for the first two years of a three year program. The funds will be expended in the third year (FY 2012/13). The cost covers salary, PERS, workers comp, and Medicare for the limited term positions.

c) Future General Equipment Replacement,

Page 5

Expense Increase of \$57,288 from \$0

This is a newly established designated fund to accumulate funds for future general equipment replacement needs. This amount is $\frac{1}{3}$ of the property tax revenue left over after all of the fire department operating and capital needs (including funding certain designated funds) are satisfied. The remaining $\frac{2}{3}$ of the property tax left over will be allocated to the Water and Wastewater Departments.

RUNNING SPRINGS WATER DISTRICT

MEMORANDUM

DATE: February 12, 2010
TO: Board Finance Committee
FROM: Gary R. Valladao, General Manager
SUBJECT: FISCAL YEAR 2010/11 DISTRICT BUDGET –
DETERMINATION OF PROPERTY TAX ALLOCATION

This year we are proposing that the property tax revenue received by the District be allocated as follows:

1. First, determine the operating expense, capital expense, and specific designated fund needs of the Fire Department (Fire Department Expense Needs).
2. Second, determine the property tax revenue amount required to satisfy the above Fire Department Expense Needs (Property Tax Revenue for Fire Department Expense Needs).
3. Third, identify the property tax revenue remaining after the Fire Department Expense Needs are satisfied (Remaining Property Tax Revenue).
4. Fourth, allocate 1/3 of the Remaining Property Tax Revenue to each of the three departments; Fire, Wastewater and Water (Department Allocation of Remaining Property Tax Revenue). For the Fire Department, the Department Allocation of Remaining Property Tax Revenue will be added to a designated fund for future general equipment replacement.
5. Fifth, determine the Fire Department's Share of the Property Tax, for the Fire Department Budget by adding the Property Tax Revenue for Fire Department Expense Needs with the Fire Department Allocation of Remaining Property Tax Revenue (Fire Department's Share of the Property Tax / for the Fire Department Budget).

The Fiscal Year 2010/11 calculation of the Fire Department's Share of the Property Tax / for the Fire Department Budget is as follows:

1. Fire Department Expense Needs

Operating Expenses	\$1,946,457
Capital Expenses	\$ 74,000
Designated Fund, Breathing Apparatus	\$ 38,000
<u>Designated Fund, Limited Term Firefighter</u>	<u>\$ 48,144</u>

Fire Department Expense Needs \$2,106,601

2. Property Tax Revenue for Fire Department Expense Needs

Fire Department Expense Needs	\$2,106,601
Ambulance Revenue	- \$ 400,000
Availability Charges	- \$ 199,615
<u>Grant Revenue, Limited Term Firefighter</u>	<u>- \$ 144,433</u>

Tax Revenue for Fire Department Expense Needs \$1,362,553

3. Remaining Property Tax Revenue

Anticipated Total Property Tax Revenue	\$1,534,416
<u>Tax Revenue for Fire Department Expense Needs</u>	<u>- \$1,362,553</u>

Remaining Property Tax Revenue \$171,863

4. Department Allocation of Remaining Property Tax Revenue

Remaining Property Tax Revenue \$171,863 / 3

Department Allocation of Remaining Property Tax Revenue \$57,288*

5. Fire Department's Share of the Property Tax / For the Fire Department Budget

Tax Revenue for Fire Department Expense Needs	\$1,362,553
<u>Department Allocation of Remaining Property Tax Revenue</u>	<u>\$ 57,288</u>

Fire Department's Share of the Property Tax /
For the Fire Department Budget \$1,419,841

* This is also the amount of the Fire Department Designated Fund, Future General Equipment Replacement, and the amount of property tax to be allocated to the Water Department and the Wastewater Departments.

**2010-11 FIRE DEPARTMENT
REVENUE AND EXPENSE SUMMARY**

<u>OPERATING REVENUE:</u>	<u>Projected 2010-11</u>	<u>Budgeted 2009-10</u>	<u>% Change</u>
Property tax (Fire Department Share)	\$1,419,841	\$1,420,000	0.0%
Ambulance	\$400,000	\$400,000	0.0%
Availability Charges (2925 x \$65.00) 66 @ increased CEUs	\$199,615	\$191,425	4.3%
Transfer From Capital Improvement Fund	\$0	\$0	0.0%
Transfer from Fire Designated Fund	\$0	\$0	0.0%
Transfer from General Fund	\$0	\$0	0.0%
Grant Revenue Limited Term Firefighters	\$144,433	\$0	0.0%
TOTAL OPERATING REVENUE:	\$2,163,889	\$2,011,425	7.6%
 OPERATING EXPENSES:			
Total Operating Expenses	\$1,946,457		
TOTAL OPERATING EXPENSES:	\$1,946,457	\$1,733,310	12.3%
 CAPITAL IMPROVEMENT EXPENSES AND DESIGNATED FUND CONTRIBUTIONS:			
Total Capital Improvement Expenses	\$74,000		
Total Designated Funds	\$143,432	\$73,225	1.1%
TOTAL CAPITAL IMPROVEMENT EXPENSES: AND DESIGNATED FUND CONTRIBUTIONS	\$217,432	\$96,268	125.9%
TOTAL PROJECTED REVENUE	\$2,163,889	\$2,011,425	7.6%
TOTAL PROJECTED EXPENSES:	\$2,163,889	\$1,829,578	18.3%
<i>Difference between operating revenue/expenses</i>	\$217,432	\$278,115	
Total Net Difference:	\$0	\$181,847	

RUNNING SPRINGS WATER DISTRICT

**FIRE DEPARTMENT
2010-11 BUDGET**

ACCOUNT NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
57000.00	ADMINISTRATIVE SALARIES (GM)	\$24,074	\$22,894	5.15%		6
57005.00	OPERATING WAGES	\$526,551	\$464,580	13.34%		7
57010.00	OFFICE REIMBURSEMENT	\$25,734	\$24,562	4.77%		9
57015.00	DIRECTOR'S COMPENSATION	\$4,516	\$3,716	21.53%		10
57020.00	GROUP INSURANCE	\$84,408	\$80,815	4.45%		11
57025.00	PERS RETIREMENT	\$352,023	\$279,167	26.10%		12
57030.00	UNIFORM ALLOWANCE	\$12,250	\$7,775	57.56%		13
SALARIES, WAGES & BENEFITS SUB-TOTAL:		\$1,029,556	\$883,509	16.53%	\$0	

57100.00	OFFICE SUPPLIES/MATERIALS	\$3,100	\$3,100	0.00%		14
57105.00	OFFICE EQUIPMENT REPAIR/ MAINTENANCE	\$3,450	\$3,450	0.00%		15
57125.00	DEPOSIT @CENTRAL STORES	\$0	\$300	-100.00%		16
57130.00	UTILITIES/HEAT & LIGHTS	\$15,410	\$15,410	0.00%		17
57140.00	TELEPHONE	\$4,346	\$4,346	0.00%		18
57150.00	DISPATCHING	\$40,200	\$40,200	0.00%		19
57200.00	LIABILITY INSURANCE	\$10,536	\$10,607	-0.67%		20
57205.00	WORKERS COMP INSURANCE	\$75,838	\$78,679	-3.61%		21
57210.00	UNEMPLOYMENT BENEFIT PAYMENTS	\$0	\$0	0.00%		22
57215.00	MEDICARE HOSPITAL TAX	\$14,671	\$12,886	13.85%		23
57300.00	POSTAGE	\$840	\$840	0.00%		24
57305.00	COMMUNITY RELATIONS	\$4,250	\$4,250	0.00%		25
57315.00	MEMBERSHIPS & SUBSCRIPTIONS	\$2,250	\$2,250	0.00%		26
57320.00	PROFESSIONAL SERVICES	\$22,413	\$22,413	0.00%		27
57410.00	MEDICAL SUPPLIES	\$6,900	\$6,900	0.00%		28
57500.00	GENERAL MAINTENANCE STRUCTURES/GROUNDS	\$3,500	\$3,500	0.00%		29
57505.00	REPAIR/MAINTENANCE STATION INTERIOR	\$3,500	\$3,500	0.00%		30
57600.00	GAS, FUEL, OIL	\$8,706	\$7,754	12.27%		31
57605.00	TRUCK REPAIR/MAINTENANCE	\$18,000	\$18,000	0.00%		32
57610.00	SPECIAL PURPOSE SUPPLY EXPENSE	\$3,000	\$3,000	0.00%		33

NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
57615.00	RADIO REPAIR/MAINTENANCE	\$1,250	\$1,250	0.00%		34
57635.00	SPEC. PURPOSE EQUIP. REPAIR/MAINTENANCE	\$3,025	\$3,025	0.00%		35
57640.00	FEEES & PERMITS	\$5,265	\$5,265	0.00%		36
57700.00	SMALL TOOLS/EQUIPMENT	\$1,000	\$1,000	0.00%		37
57705.00	SAFETY CLOTHING/DEVICES	\$7,500	\$7,500	0.00%		38
57710.00	SAFETY EQUIPMENT	\$6,500	\$6,500	0.00%		39
57715.00	EDUCATION & SEMINARS	\$7,000	\$5,500	27.27%		40
57716.00	TRAINING	\$9,000	\$8,000	12.50%		41
57720.00	MILEAGE & TRAVEL	\$800	\$0	0%		42
57800.00	COST TO ACCESS STAND-BY CHARGES	\$631	\$631	0.00%		43
57860.00	NEW FIRE STATION DEVELOPMENT FUND	\$0	\$0	0.00%		44
SERVICES & SUPPLIES		\$282,881	\$280,056	1.01%	\$0	
TOTAL OPERATING EXPENSES:		\$1,312,437	\$1,163,566	12.79%	\$0	

NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
59000.00	ADMINISTRATIVE SALARIES (GM)	\$24,074	\$22,894	5.15%		6
59005.00	OPERATING WAGES	\$526,551	\$464,580	13.34%		7
59010.00	OFFICE REIMBURSEMENT	\$12,431	\$12,188	1.99%		9
SALARIES, WAGES & BENEFITS SUB-TOTAL:		\$563,056	\$499,662	12.69%	\$0	

59100.00	OFFICE SUPPLIES/MATERIALS	\$1,600	\$1,600	0.00%		14
59140.00	TELEPHONE	\$4,346	\$4,346	0.00%		18
59200.00	LIABILITY INSURANCE	\$10,536	\$10,606	-0.66%		20
59300.00	POSTAGE	\$840	\$840	0.00%		24
59315.00	MEMBERSHIP & SUBSCRIPTIONS	\$400	\$400	0.00%		26
59320.00	PROFESSIONAL SERVICES	\$22,412	\$22,412	0.00%		27
59410.00	MEDICAL SUPPLIES	\$8,100	\$8,100	0.00%		28
59600.00	GAS, FUEL, OIL	\$8,706	\$7,754	12.27%		31
59605.00	TRUCK REPAIR/MAINTENANCE	\$8,000	\$8,000	0.00%		32
59610.00	SPECIAL PURPOSE SUPPLIES EXPENSE	\$3,000	\$3,000	0.00%		33
59635.00	SPEC. PURPOSE EQUIP. REPAIR/MAINTENANCE	\$3,025	\$3,025	0.00%		35
59860.00	NEW FIRE STATION DEV FUND	\$0	\$0	0.00%		44
SERVICES & SUPPLIES SUB-TOTAL:		\$70,985	\$70,083	1.26%	\$0	

TOTAL AMBULANCE OPERATING EXPENSES:		\$634,021	\$569,746	11.28%	\$0	
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ACCOUNT NUMBER	DESCRIPTION	REQUESTED THIS YEAR	APPROVED LAST YEAR	% CHANGE	APPROVED THIS YEAR	DETAIL PAGE #
11012.00	STRUCTURES & IMPROVEMENTS	\$3,000	\$3,000	0.00%		
11013.00	TRANSPORTATION EQUIPMENT	\$25,584	\$44,768	-42.85%		45
11014.00	EQUIPMENT SPECIAL PURPOSE	\$8,500	\$0	0.00%		46
11015.00	EQUIPMENT, PARAMEDICS	\$11,460	\$0	0.00%		47
11016.00	OFFICE EQUIP.-FURNITURE	\$1,200	\$1,200	0.00%		48
11017.00	TOOLS / EQUIPMENT SHOP & STATION	\$500	\$500	0.00%		49
22229.10	PRINCIPAL PAYMENT					50
59825.00	INTEREST EXPENSE	\$23,756	\$23,757	0.00%		
TOTAL CAPITAL IMPROVEMENTS:		\$74,000	\$73,225	1.06%	\$0	51

DESIGNATED FUNDS

NUMBER	DESCRIPTION	THIS YEAR	LAST YEAR	CHANGE	THIS YEAR	PAGE #
	BREATHING APPARATUS EQUIPMENT REPLACEMENT	\$38,000				
	LIMITED TERM FIREFIGHTERS	\$48,144				
	FUTURE GENERAL EQUIPMENT REPLACEMENT	\$57,288				
TOTAL DESIGNATED FUND		\$143,432				
TOTAL BUDGET:		\$2,163,829	\$1,771,177	21.6%	\$0	

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57000.00

ADMINISTRATIVE SALARIES
(GENERAL MANAGER)

\$24,074

59000.00

\$24,074

Total:

\$48,148

SUMMARY OF REQUEST

SALARY ALLOCATION:

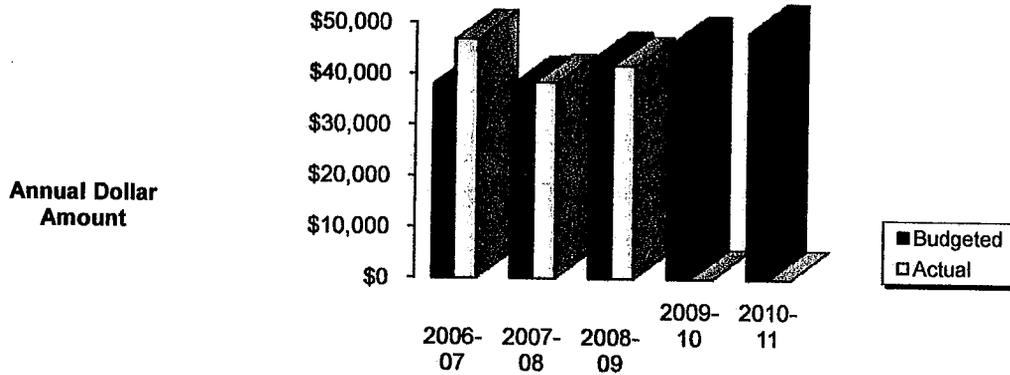
33% Water Department
33% Sewer Department
33% Fire Department

SALARY REQUEST:

\$48,148

Earned merit raises where applicable.

Administrative Salaries



5 Year Budget Trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57005.00

OPERATING WAGES

\$526,551

59005.00

\$526,551

Total:

\$1,053,102

SUMMARY OF REQUEST

FULL TIME:

Personnel Salaries

\$748,356

OT FOR DRILLS, MEETINGS, VACATION, HOLIDAY & SICK LEAVE COVERAGE:

1688 HRS. @ AVG. \$38.25 =

\$64,566

Sub Total:

\$812,922

PAID CALL:

24 Hr Shifts X 1 (365 x \$10.50 x 24 hrs x 1)

\$91,980

Training (72 hrs x 20 P/C @ \$10.50)

\$15,120

Alarms 700 x 2 P/C x \$10.50 x 2 hrs)

\$29,400

Ambulance Paramedics (reserve employees)

\$0

Sub Total:

\$136,500

GRANT FUNDED - LIMITED TERM FIREFIGHTERS

\$103,680

Total:

\$1,053,102

WAGE RECOMMENDATION:

0% cost of living adjustment

Earned merit step raises (where appropriate)

FILLED POSITIONS:

1 Full Time Chief

1 Full Time BC

3 Full Time Captain / Paramedics

3 Full Time Firefighter-Engineer / Paramedics

1 Full Time Administrative Assistant

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57005.00 (cont.)

OPERATING WAGES

\$526,551

59005.00

\$526,551

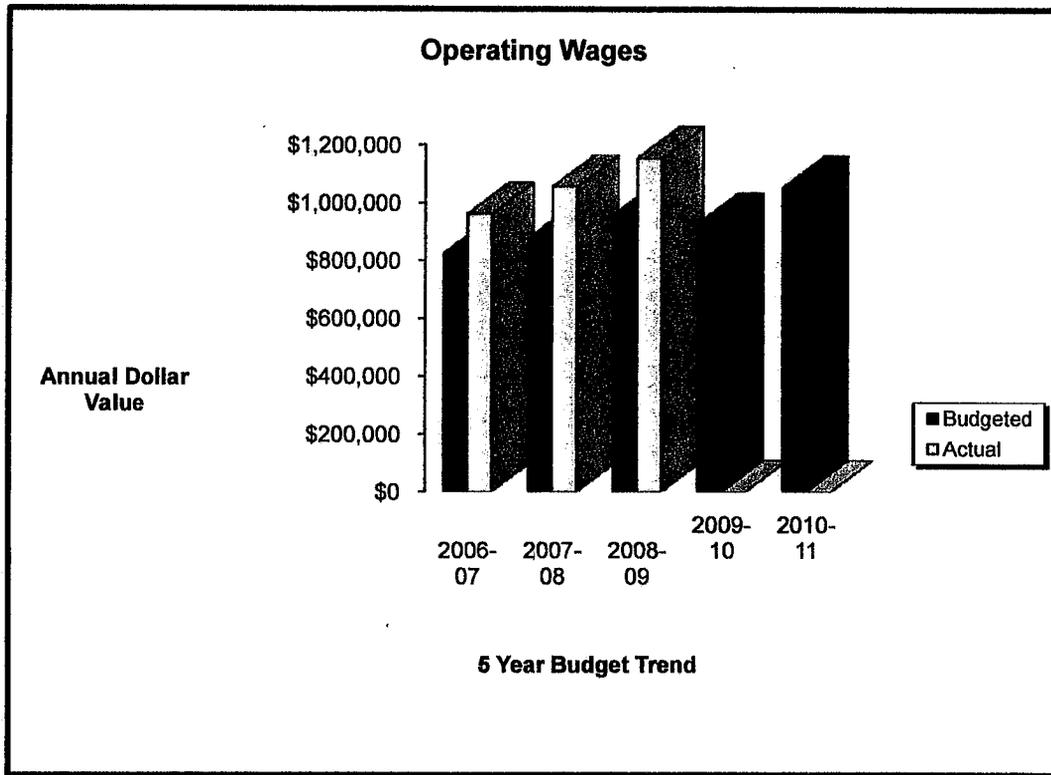
Total

\$1,053,102

SUMMARY OF REQUEST

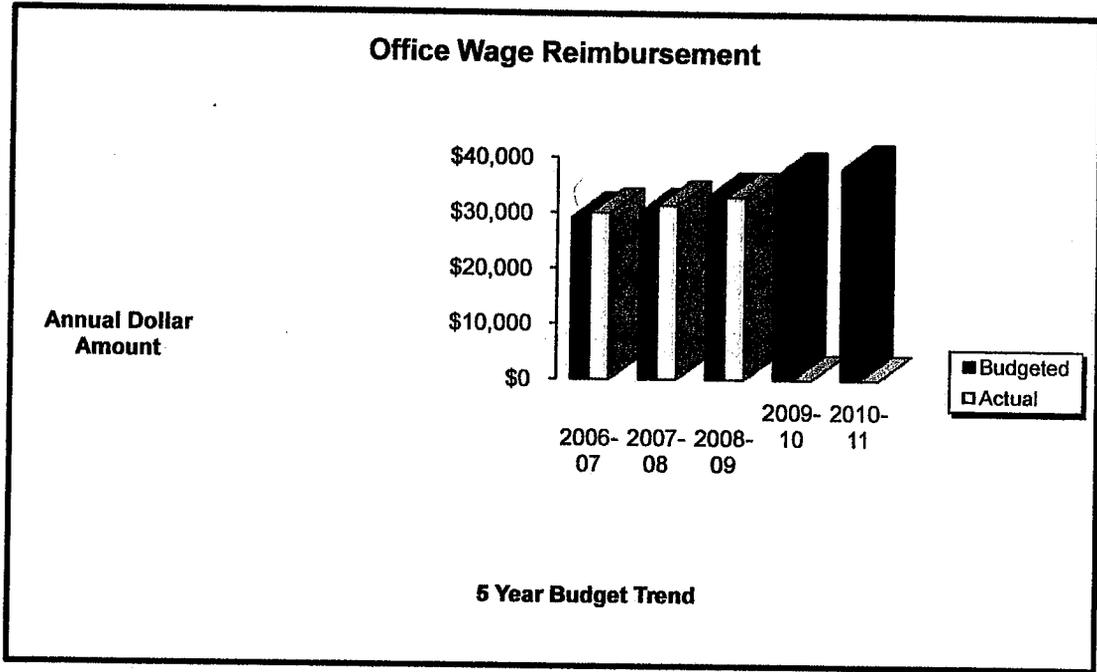
PAID CALL WAGE SCALE:

	EMT	PARAMEDIC
Entry Level Firefighter	\$9	\$10
Firefighter I	\$10	\$12
Firefighter II	\$11	\$12
Engineer	\$12	\$13
Lieutenant	\$13	\$13
Captain	\$13	\$14
Battalion Chief	\$15	\$16



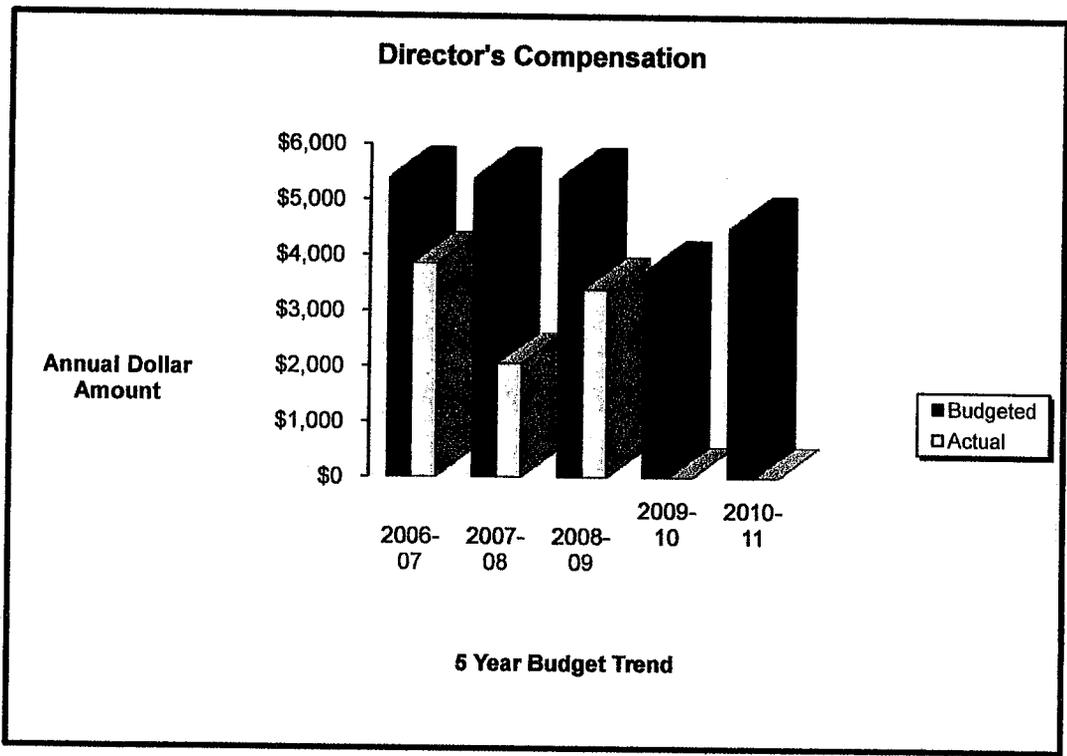
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57010.00	OFFICE REIMBURSEMENT.	\$25,734
59010.00		\$12,431
	Total:	<u>\$38,165</u>

SUMMARY OF REQUEST		
SECRETARIAL SERVICES:	2% of Operating Budgets	\$38,165
Payroll		
Payables/Receivables		
Misc Office Support		



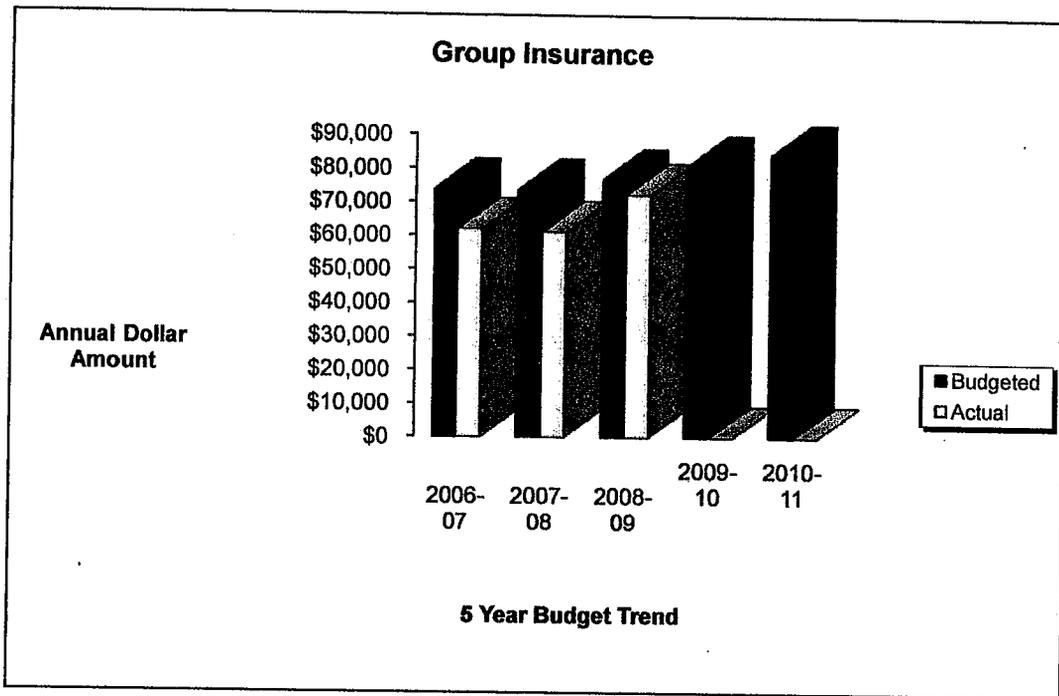
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57015.00	DIRECTOR'S COMPENSATION	\$4,516
	Total:	\$4,516

SUMMARY OF REQUEST		
DIRECTOR'S SERVICES:		
14 Board Meetings annually x 5 Directors x \$100 each Divided equally between 3 departments =		\$2,333
11 Special District meetings x 1 Director x \$50 Divided equally between 3 departments, \$550/3 =		\$183
10 Committee meetings x 2 Directors x \$100 = (Fire Department Budget)		\$2,000
Total		\$4,516



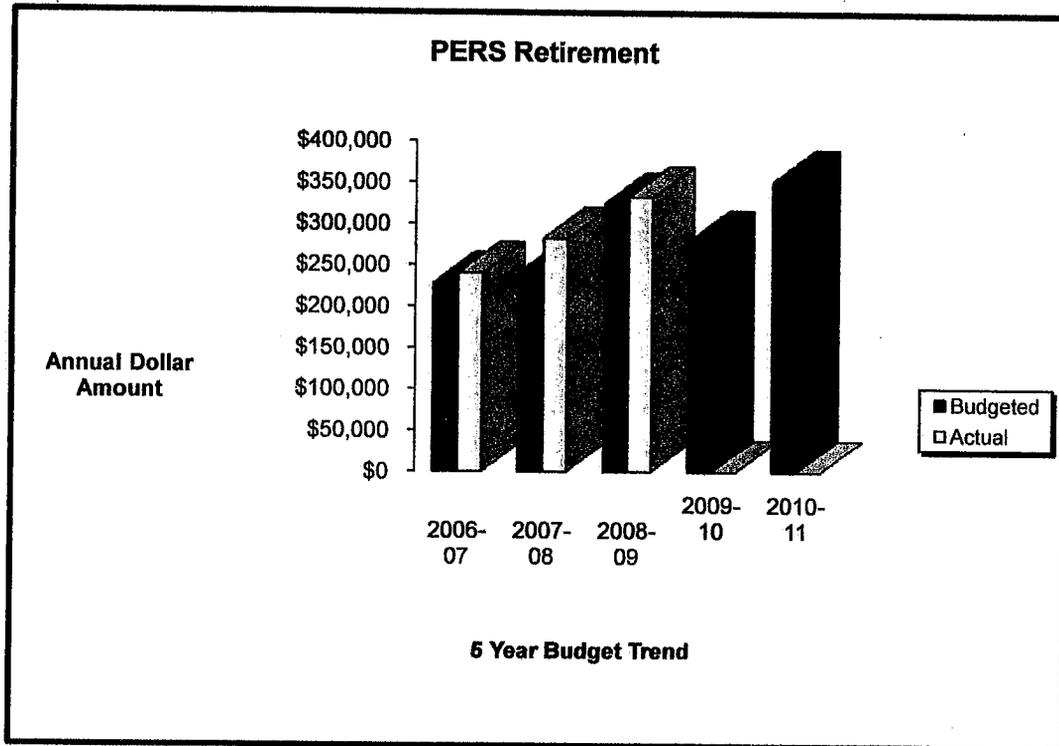
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57020.00	GROUP INSURANCE	\$84,408
	Total:	<u>\$84,408</u>

SUMMARY OF REQUEST		
HEALTH, DENTAL & LIFE INSURANCE		
9 employees + 33% Administrative		\$80,075
PCF Injury Compensation Insurance		\$4,333
	Total	\$84,408



NUMBER	DESCRIPTION	REQUEST
57025.00	PERS RETIREMENT	\$352,023
	Total:	\$352,023

SUMMARY OF REQUEST		
PUBLIC EMPLOYEES RETIREMENT SYSTEM:		
Safety Members		
District's contribution percentage		
27.371% x \$740306=		\$202,629
Employee contribution percentage (paid by District)		
9.00% x \$740306 =		\$66,628
EPMC .81% x \$740306=		\$5,996
PCF's @ \$30,000 x 37.091% =		\$11,127
Miscellaneous Member		
Administrative Assistant + 33% General Manager		\$32,649
Member uniform + Survivor Benefits=		\$1,833
Grant Funded - Limited Term Firefighters		\$31,161
Total		\$352,023



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57030.00

UNIFORM ALLOWANCE

\$12,250

Total:

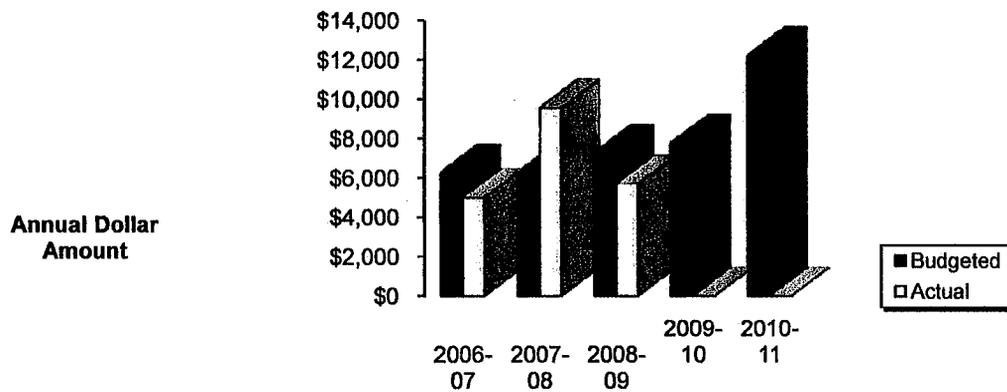
\$12,250

SUMMARY OF REQUEST

FULL-TIME EMPLOYEE UNIFORMS:

8 Full Time Employees x 500 =	\$4,000
10 PCF Employees x \$325 =	\$3,250
One time purchase 20 jackets x \$250	\$5,000
Total	\$12,250

Uniform Allowance

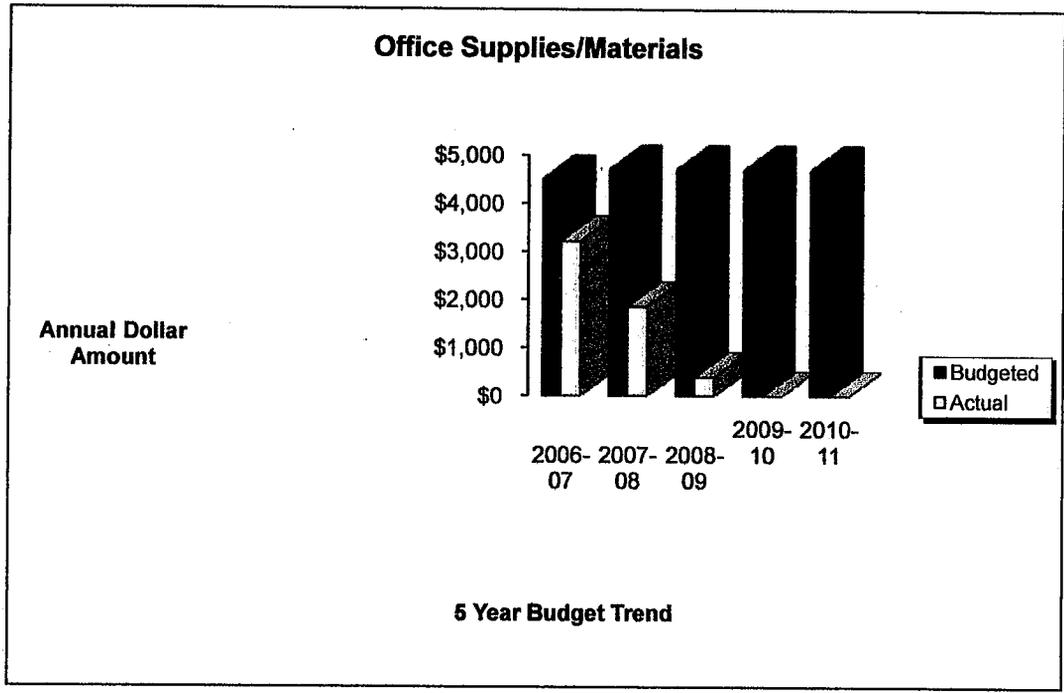


5 Year Budget Trend

<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57100.00	OFFICE SUPPLIES/MATERIALS	\$3,100
59100.00		\$1,600
	Total:	<u>\$4,700</u>

SUMMARY OF REQUEST

MISCELLANEOUS SUPPLIES: \$4,700
 Computer hard and software, and funds to upgrade internal components on existing equip.
 Binders, printed forms, ambulance bills, envelopes, pencils, pens, stationary



GL ACCOUNT
NUMBER

57105.00

DESCRIPTION

OFFICE EQUIPMENT REPAIR/
MAINTENANCE

REQUEST

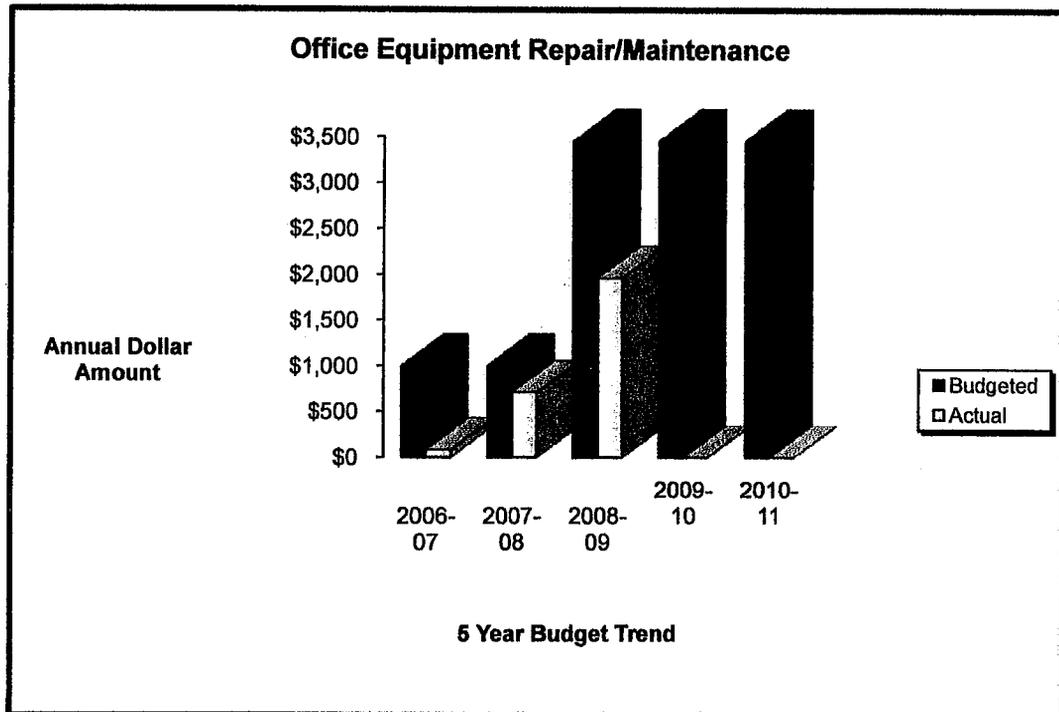
\$3,450

Total:

\$3,450

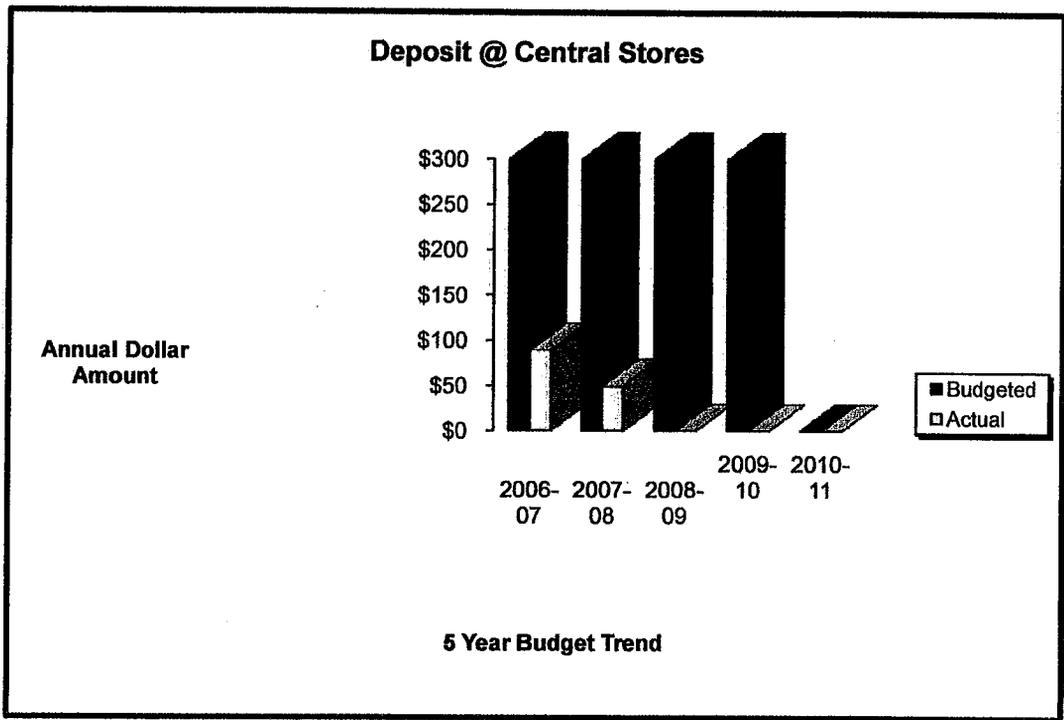
SUMMARY OF REQUEST

OFFICE EQUIPMENT REPAIR/MAINTENANCE:	\$1,500
Calculators, typewriters, copy machine, computers & printers	
Tough book and software license & updates for EMS reporting	\$1,950
Total:	\$3,450



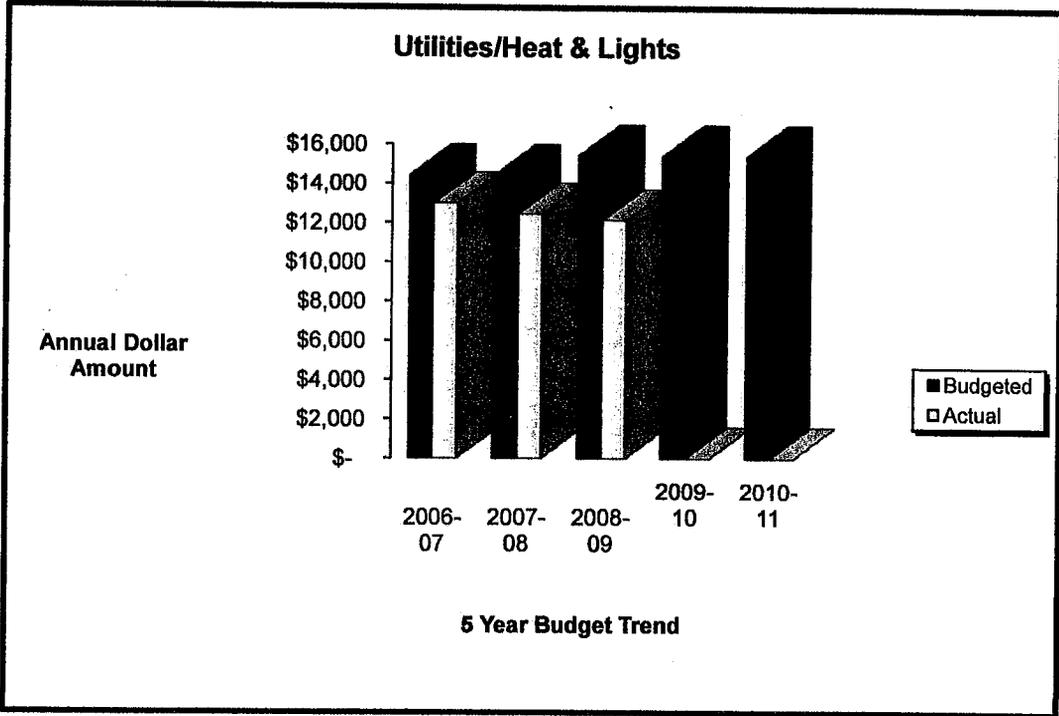
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57125.00	DEPOSIT @CENTRAL STORES	\$0
	Total:	\$0

SUMMARY OF REQUEST	
CENTRAL STORE SUPPLIES:	\$0
Stationary supplies, cleaning supplies, paper goods, brooms and mops	



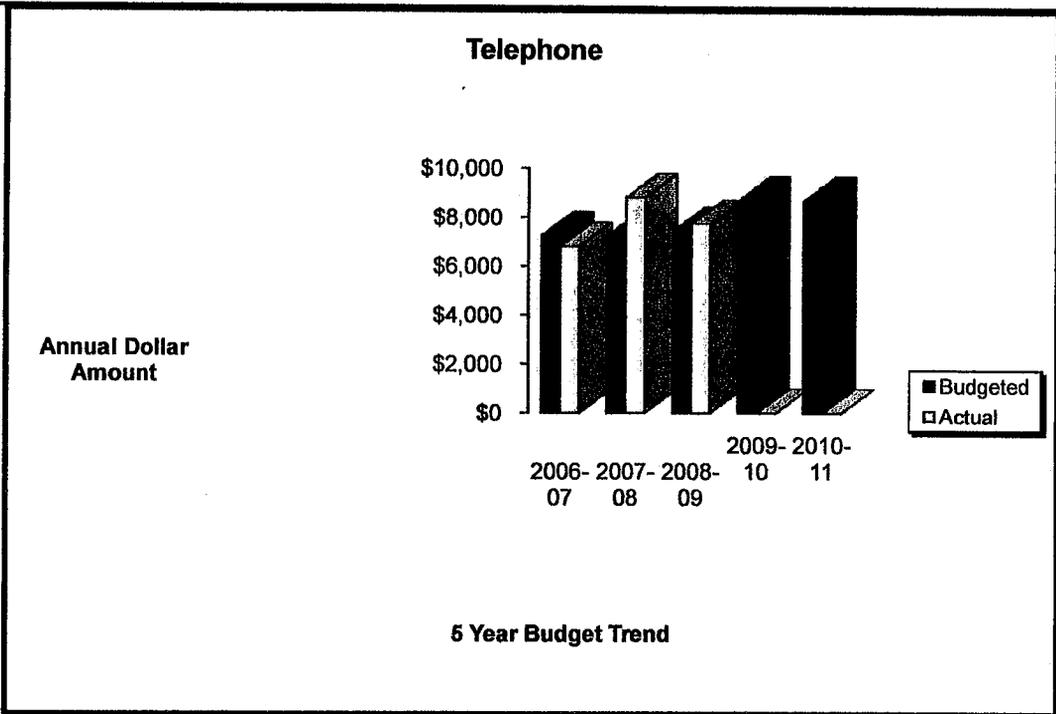
NUMBER	DESCRIPTION	REQUEST
57130.00	UTILITIES/HEAT & LIGHTS	\$15,410
	Total	\$15,410

SUMMARY OF REQUEST		
STATION UTILITIES:		
Station #50 monthly average \$454.67 x 12 months =		\$5,456
Station #51 monthly average \$829.50 x 12 months =		\$9,954
	Total	\$15,410



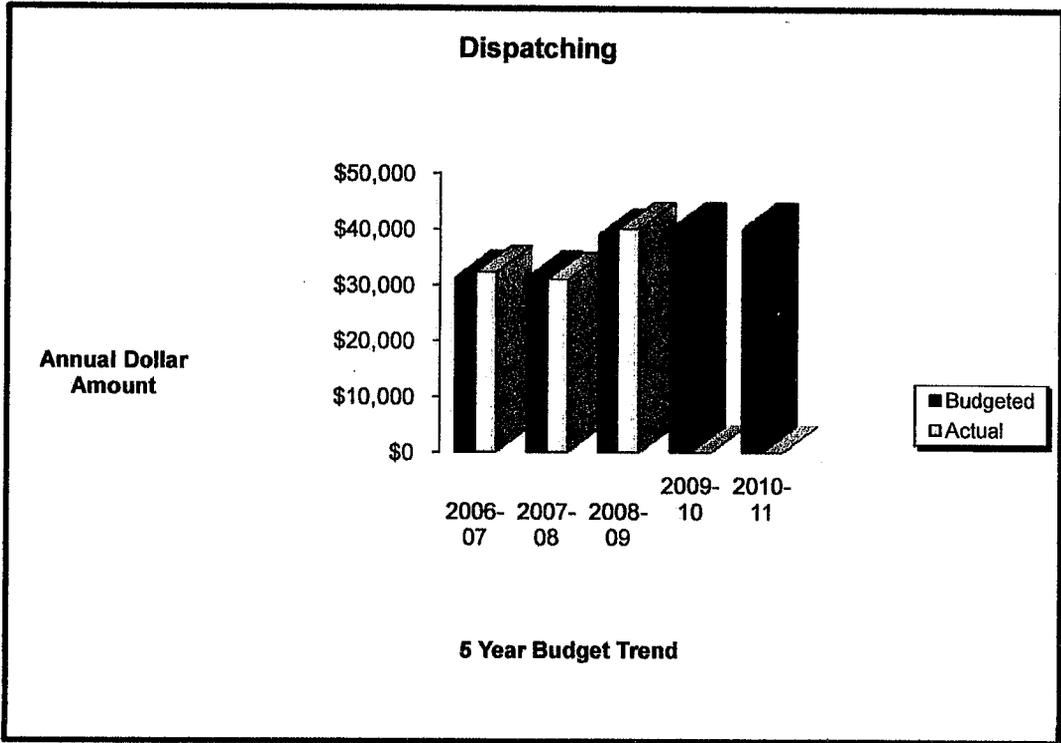
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57140.00	TELEPHONE	\$4,346
59140.00		\$4,346
Total:		\$8,692

SUMMARY OF REQUEST	
TELEPHONE SERVICE:	
867-2630 & 867-2306	
\$250 x 12 months =	\$3,000
CELLULAR PHONE: (Ambulances)	
Monthly access charge	
\$45 x 12 months x 5 phones =	\$2,700
Monthly usage (projected)	
\$15 x 12 months =	\$180
Sat Ph. \$30 x 12 =	\$360
911 TELEPHONES AT STA. 50 & 51	\$492
DSL Line Sta. 50 & 51 and Web site	\$1,960
Total	\$8,692



<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57150.00	DISPATCHING	\$40,200
		<u>\$40,200</u>

SUMMARY OF REQUEST		
DISPATCHING SERVICES:		
CONFIRE		
Total		\$40,200

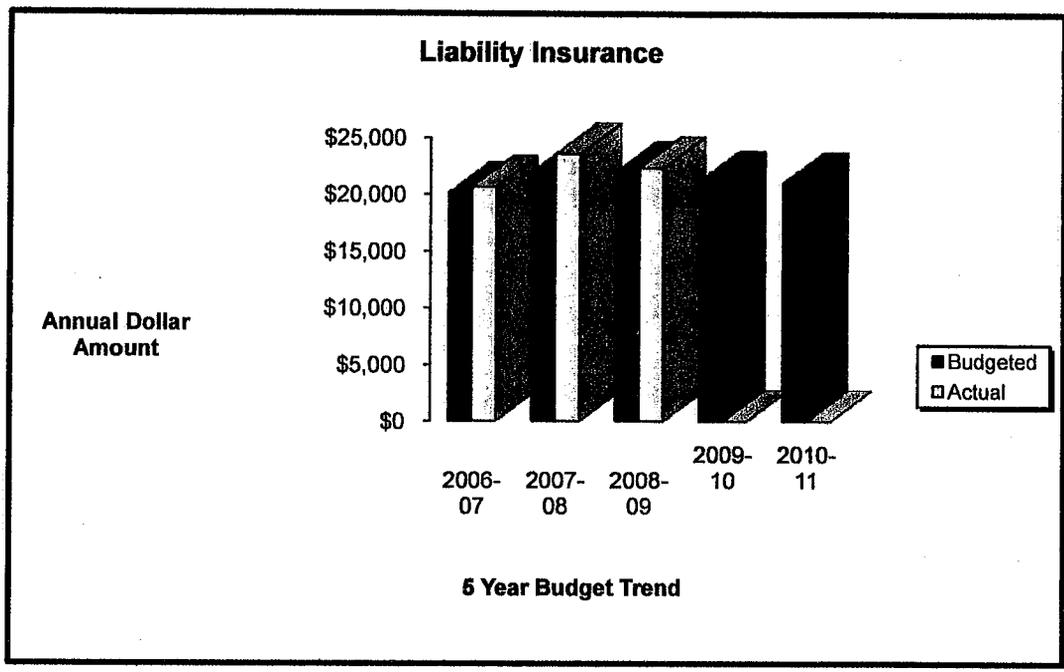


<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57200.00	LIABILITY INSURANCE	\$10,536
59200.00		\$10,536
		<u>\$21,072</u>

SUMMARY OF REQUEST

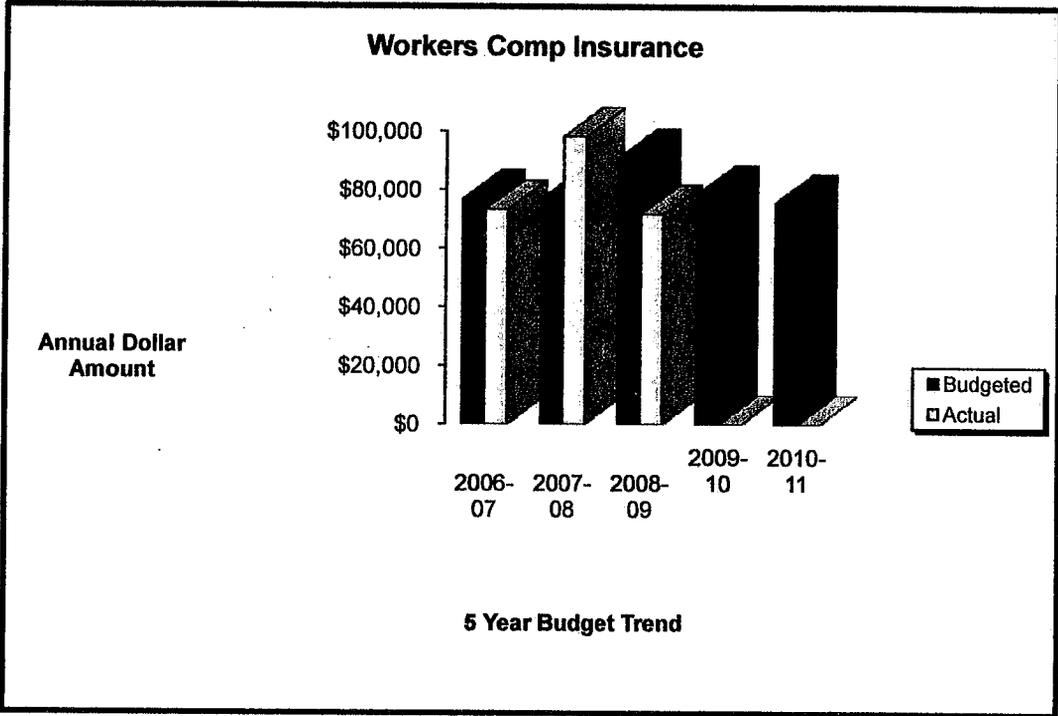
GENERAL LIABILITY AND PROPERTY INSURANCE COVERAGE:

Special District Risk Management Authority (SDRMA)
Fire Department Share = \$21,072



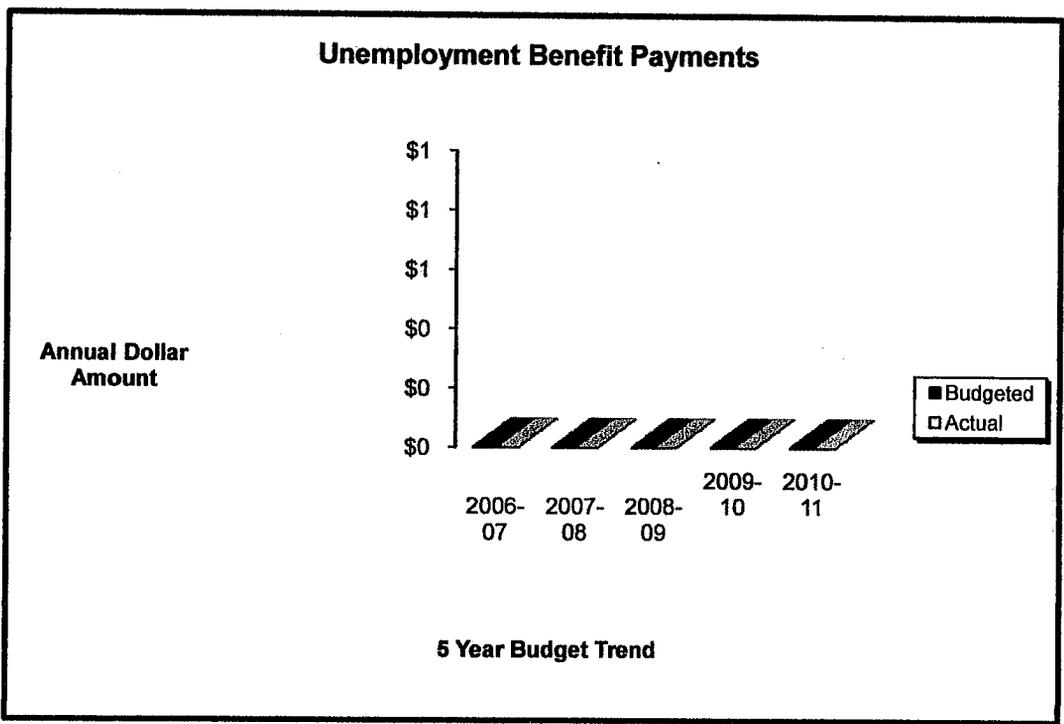
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57205.00	WORKERS COMP INSURANCE	\$75,838
	Total	<u>\$75,838</u>

SUMMARY OF REQUEST		
JPA SELF INSURANCE:		
Special District Risk Management Authority (SDRMA)		\$67,749
Fire Departments share based on yearly bill		
Grant Funded - Limited Term Firefighters		\$8,089
	Total	\$75,838



<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57210.00	UNEMPLOYMENT BENEFIT PAYMENTS	\$0
	Total	\$0

SUMMARY OF REQUEST	
No Request	\$0



<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57215.00	MEDICARE HOSPITAL TAX	\$14,671
	Total	<u>\$14,671</u>

SUMMARY OF REQUEST

FEDERAL REQUIREMENT:

Employees Hired After April 1986

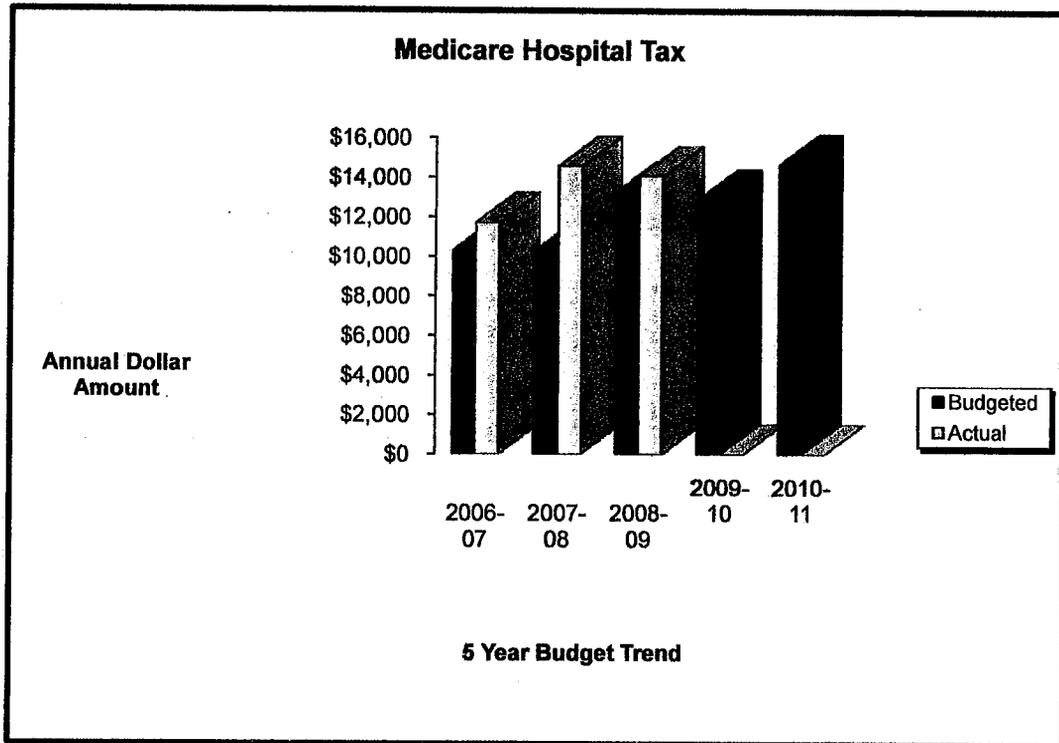
Rate: 1.45% of payroll

Full-Time share: 1.45% x \$759896 = \$11,018

PCF's share: 1.45% x \$148,260 = \$2,150

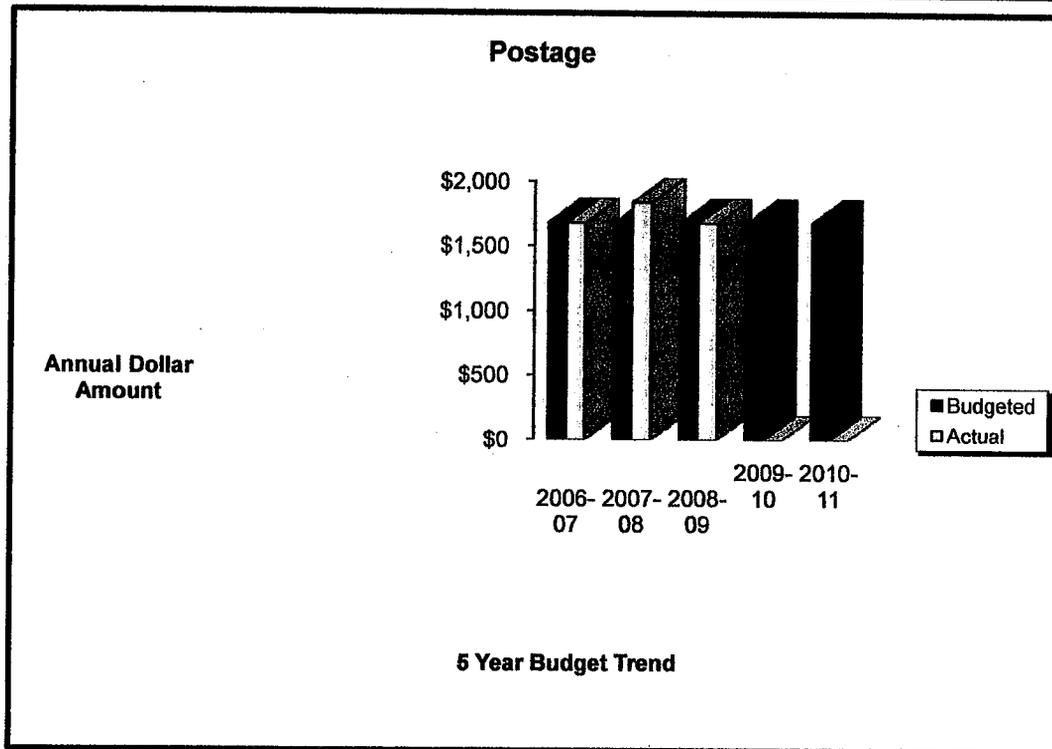
GRANT FUNDED - LIMITED TERM FIREFIGHTERS \$1,503

Total \$14,671



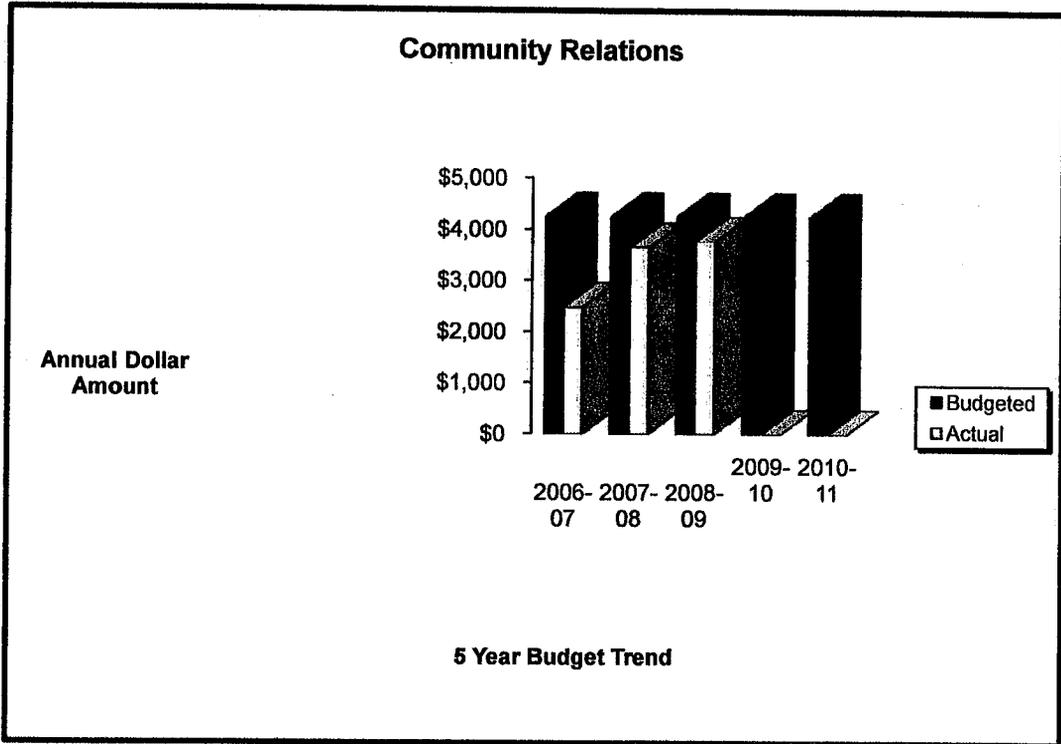
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57300.00	POSTAGE	\$840
59300.00		\$840
	Total	\$1,680

SUMMARY OF REQUEST		
GENERAL POSTAGE:	Total	\$1,680
Ambulance Bills		
Ambulance Statements		
Bill & Letter Mailing		
Special Letter Mailing		



NUMBER	DESCRIPTION	REQUEST
57305.00	COMMUNITY RELATIONS	\$4,250
	Total	\$4,250

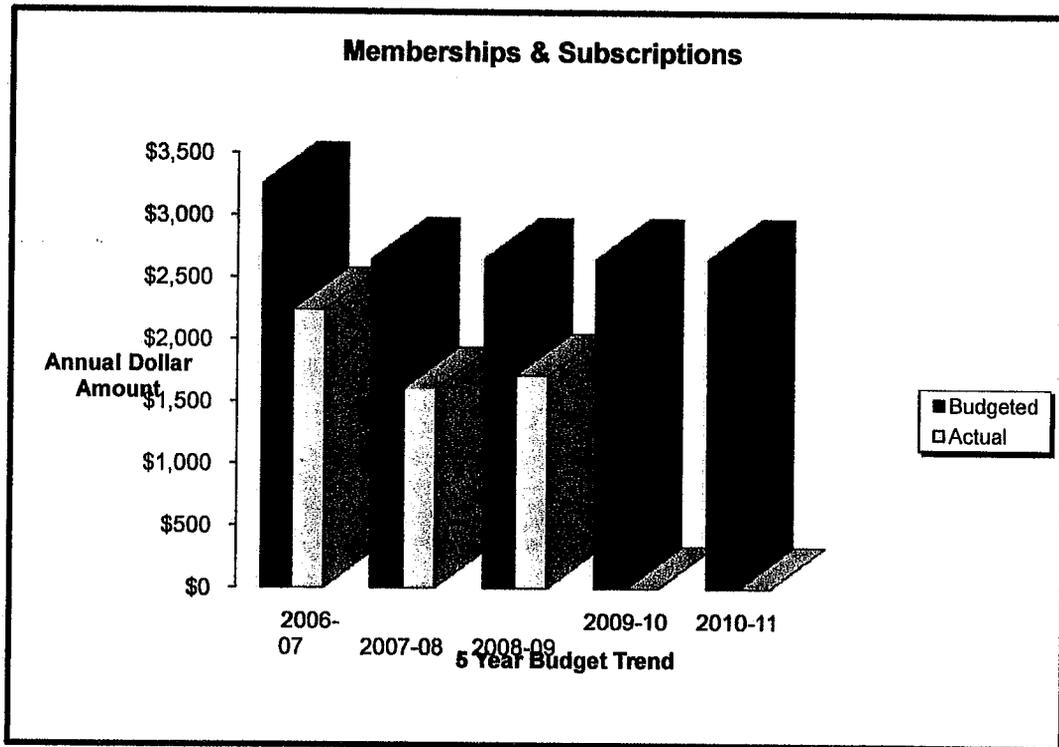
SUMMARY OF REQUEST	
FIRE PREVENTION:	\$1,250
School, Home and Business material	
Smoke Detector Program, Public Education	
Weed Abatement Literature	
GENERAL:	\$2,500
Earthquake preparedness material	
Fire Department Informational Literature	
911 material, Disaster Preparedness Supplies	
Employee Recognition - Anniversary Lunch	\$500
Total	\$4,250



<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57315.00	MEMBERSHIPS & SUBSCRIPTIONS	\$2,250
59315.00		\$400
Total		<u>\$2,650</u>

SUMMARY OF REQUEST

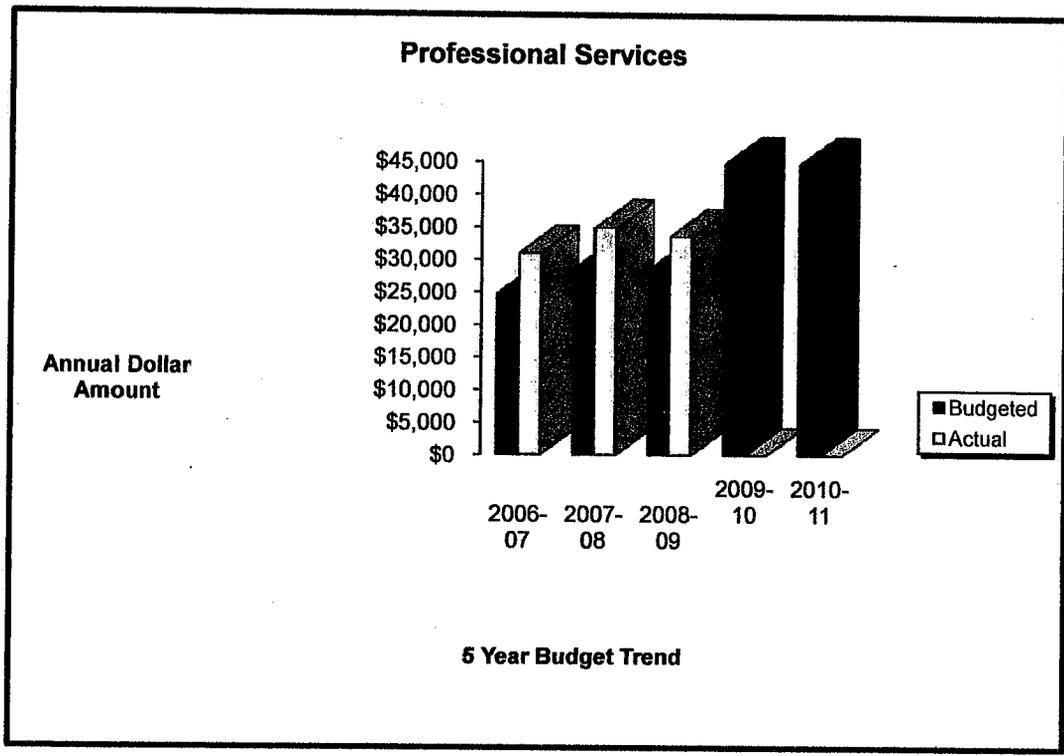
SUBSCRIPTIONS:		\$1,000
Fire Chief, Fire Journal, Fire Command, Fire Engineer		
American Fire Journal, National Fire Protection Association		
National Fire Codes Subscription Service, Journal of Emergency		
Medical Services, Journal of Emergency Care and Transportation		
MEMBERSHIPS:		\$1,650
CSDA		
Calif. Fire Chiefs Assoc.	Total	\$2,650
S. B. County Fire Chiefs Assoc.		
S. B. County Fire Prevention Officers Assoc.		
S. B. County Fire Training Officers Assoc.		
S. B. County Fire Film Library Assoc.		
Other Misc. Memberships for FD personnel & Board Members		



<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57320.00	PROFESSIONAL SERVICES	\$22,413
59320.00		\$22,412
	Total	<u>\$44,825</u>

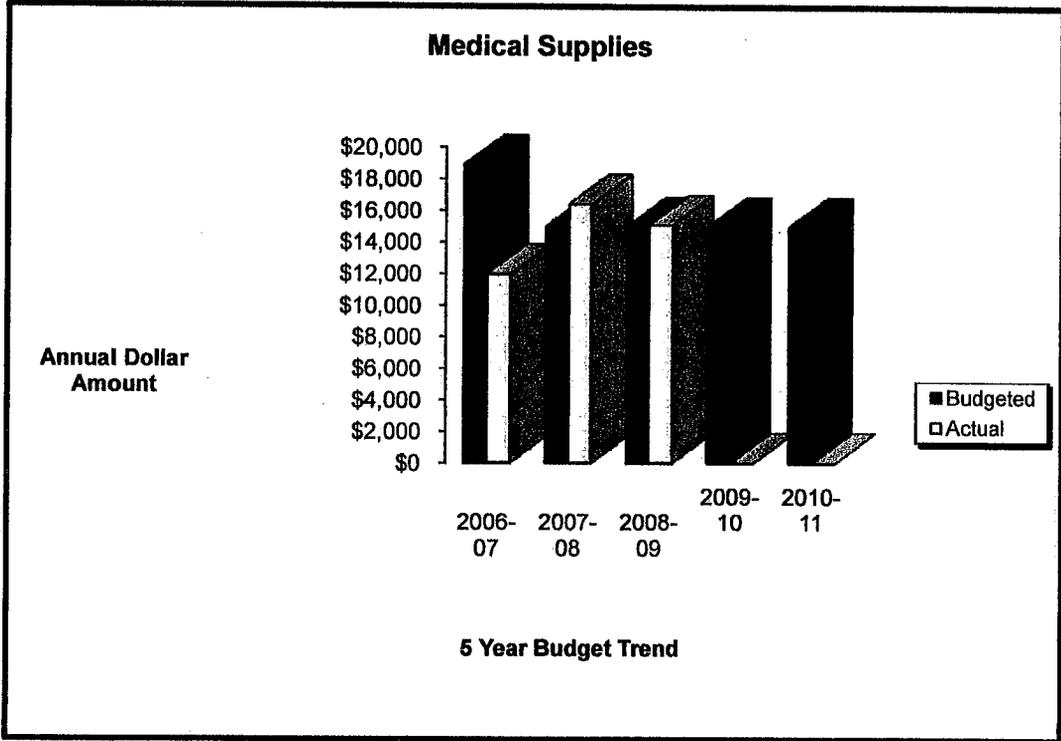
SUMMARY OF REQUEST

ENGINEERING: Engineering Resources Inc. \$75/month x 12	\$900
LEGAL: Best, Best & Krieger Based Upon Projected Expenses	\$15,727
AUDITING: Rogers, Anderson, Malody & Scott Fire Departments Share	\$14,000
Weed Abatement	\$8,273
Cost of Collecting Property Taxes	\$900
Fire Dept. Share Of Security System Expenses	\$150
Collect-Tech Ambulance Billing Collections Service	\$2,200
IT Support	\$2,000
DMV Physicals 15 X \$45	\$675
Total	\$44,825



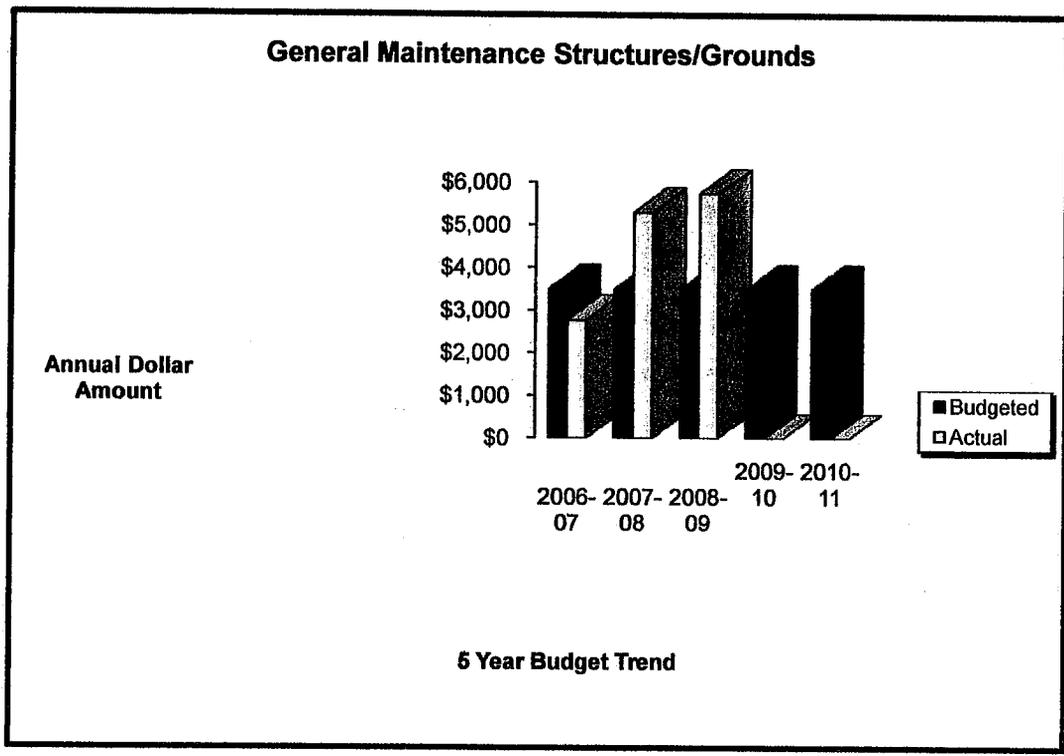
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57410.00	MEDICAL SUPPLIES	\$6,900
59410.00		\$8,100
	Total	<u>\$15,000</u>

SUMMARY OF REQUEST		
EMS SUPPLIES:		
Ambulance, Engine, Truck Medical Supplies	\$5,000	
Disaster Preparedness Medical Cache	\$2,000	
Paramedic Restocking Supplies	\$7,000	
Ten (10) New Backboards	\$1,000	
Total	\$15,000	



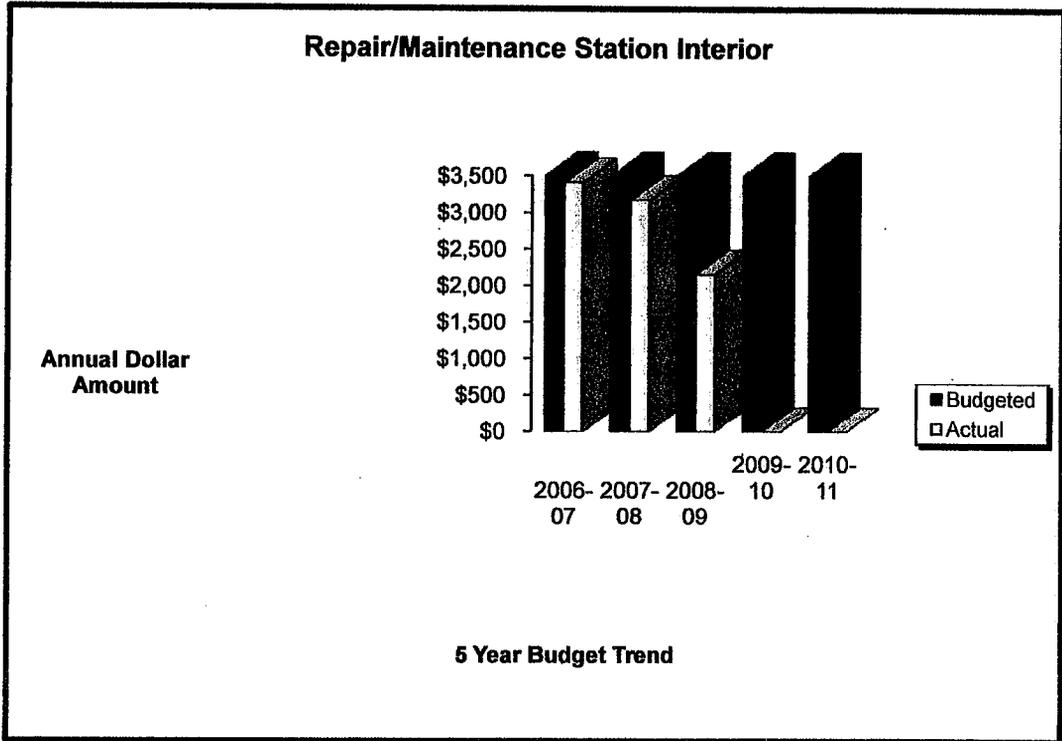
<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57500.00	GENERAL MAINTENANCE STRUCTURES/GROUNDS	\$3,500
	Total	<u>\$3,500</u>

SUMMARY OF REQUEST	
OUTSIDE MAINTENANCE:	\$3,500
Includes Driveway Repair, Walkways, Roof Repair, Sprinklers & Landscape, Painting	
Total	\$3,500



<u>NUMBER</u>	<u>DESCRIPTION</u>	<u>REQUEST</u>
57505.00	REPAIR/MAINTENANCE STATION INTERIOR	\$3,500
	Total	<u>\$3,500</u>

SUMMARY OF REQUEST	
INTERIOR MAINTENANCE:	\$3,500
Includes Drywall, Touch-up Painting, Carpet Cleaning, Cleaning Supplies, Plumbing, Faucets, Electrical Garage Door Repair and Maintenance etc.	



G/L ACCOUNT NUMBER

DESCRIPTION

REQUEST

57600.00

GAS, FUEL, OIL

\$8,706

59600.00

\$8,706

Total

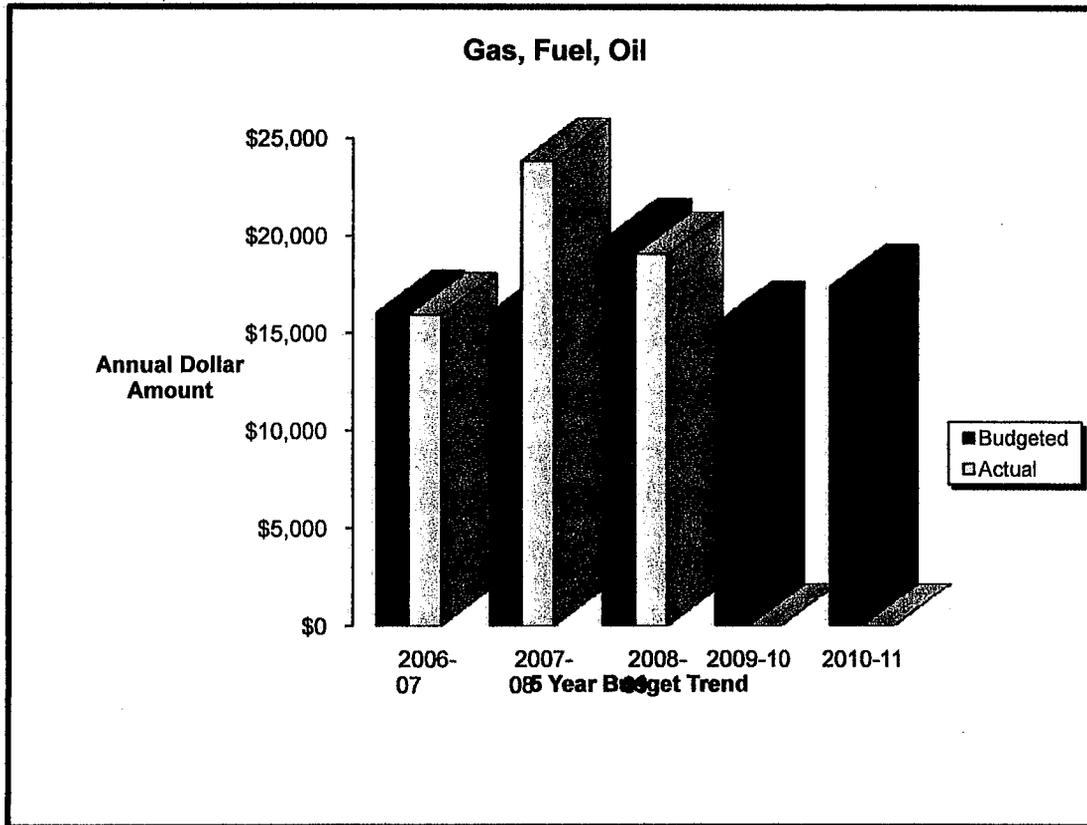
\$17,411

SUMMARY OF REQUEST

EQUIPMENT FLUIDS:

Unleaded Gasoline		
1675 X \$3.50 =		\$5,862
Diesel Fuel		
2805 gal. x \$3.50 =		\$9,817
Motor Oil		
65 gal. @ \$15.00 =		\$975
Automatic Transmission Fluid		
19 gal. @ \$8.79 =		\$167
Gear Oil		
30 gal. @ \$14.26 =		\$428
Anti-Freeze		
19 gal. @ \$8.50 =		\$162

Total \$17,411



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57605.00	TRUCK REPAIR/MAINTENANCE	\$18,000
59605.00		\$8,000
	Total	\$26,000

SUMMARY OF REQUEST

ANNUAL MAINTENANCE:

Fire Engines (2 @ \$550) =	\$1,100
Brush Engine & Squad (2 @ \$550) =	\$1,100
Ambulances (3 @ \$400) =	\$1,200
Water Tender (1 @ \$450) =	\$450
Snow Cat (1 @ \$250) =	\$250
Staff Vehicles(3 @ \$200) =	\$600
Ladder Tests & Gurney Maintenance Contract	\$2,000

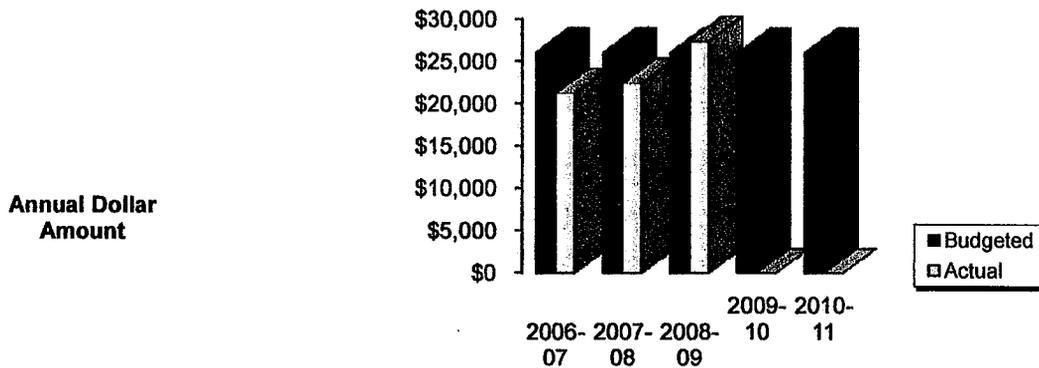
DAILY MAINTENANCE:

Repairs, Tune ups, servicing of 13 vehicles	\$8,500
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TIRES:

Ambulance (16 @ \$150) =	\$2,400
Engines (12 @ \$350) =	\$4,200
Snow Chains (12 @ \$150) =	\$1,800
Staff Vehicles(12 @ \$100) = (3 vehicles)	\$1,200
Pump Test Engine	\$1,200
Total	\$26,000

Truck Repair/Maintenance



5 Year Budget Trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57610.00

SPECIAL PURPOSE
SUPPLY EXPENSE

\$3,000

59610.00

\$3,000

Total

\$6,000

SUMMARY OF REQUEST

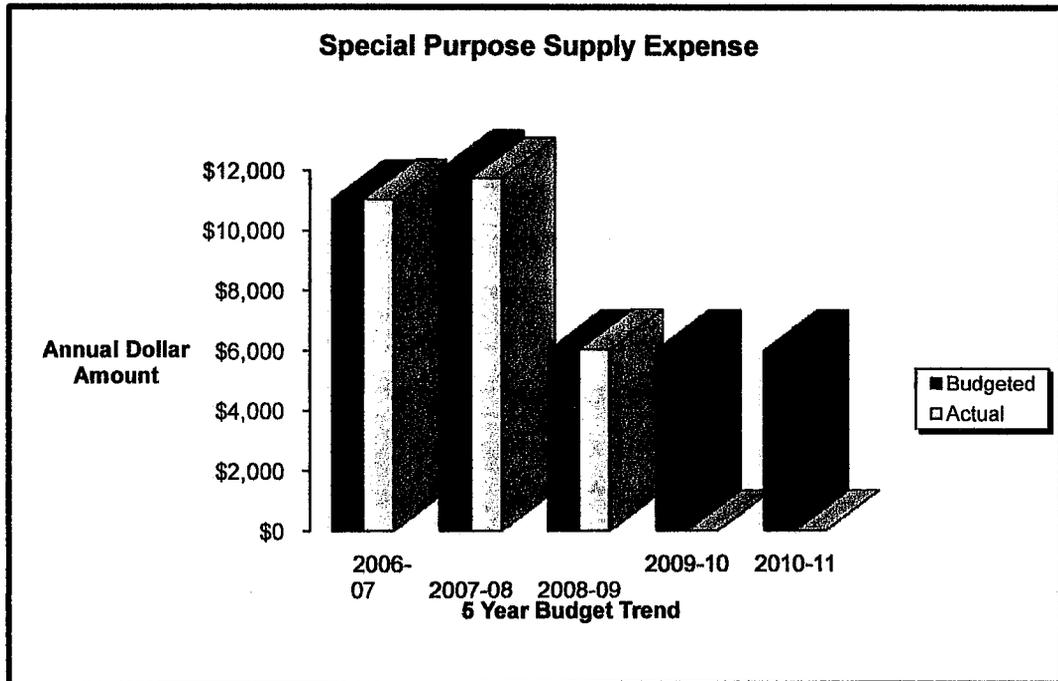
MINOR PROPERTY:

\$6,000

Snow Plowing, Hydrant Stakes, Painting,
Welding Services, Steel Stock, Oxygen Filling
Fire Extinguishers Parts and Refills
Flashlights, Batteries, Bedding
Paper Towels, Toilet Paper, Yard Hose
Lumber, Pipe, etc.

Total

\$6,000



G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57615.00

RADIO REPAIR/MAINTENANCE

\$1,250

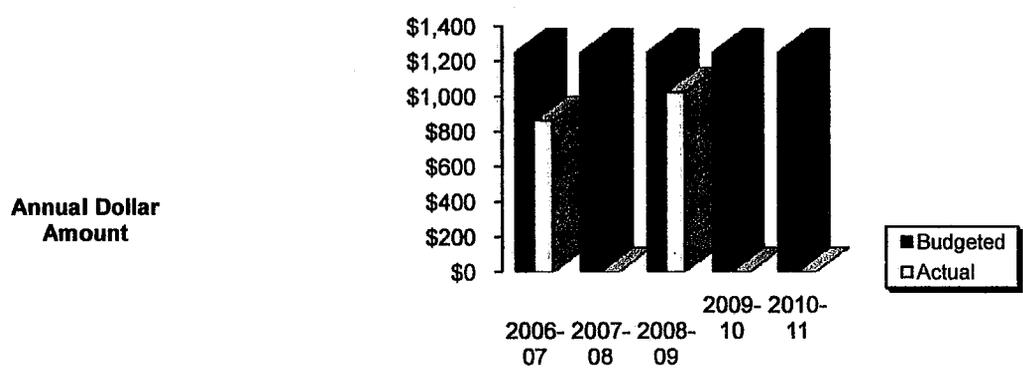
Total

\$1,250

SUMMARY OF REQUEST

REPAIR/MAINTENANCE OF RADIOS & PAGERS: \$1,250

Radio Repair/Maintenance



5 Year Budget Trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57635.00

SPECIAL PURPOSE EQUIPMENT
REPAIR/MAINTENANCE

\$3,025

59635.00

\$3,025

Total

\$6,050

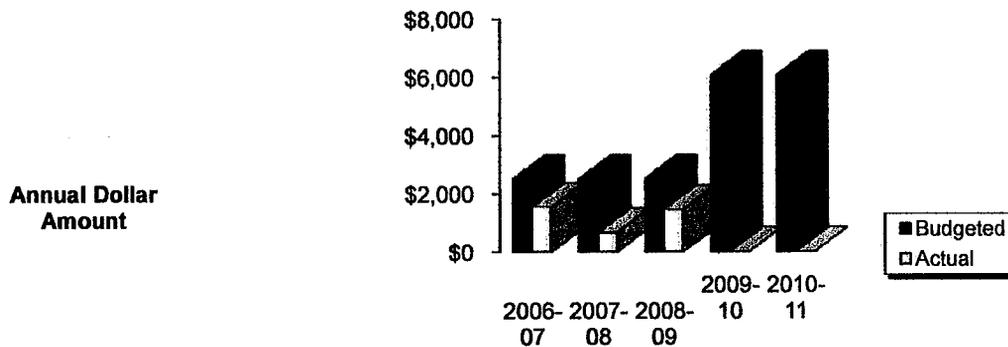
SUMMARY OF REQUEST

SPECIAL EQUIPMENT:

\$6,050

- Self Contained Breathing Apparatus
- Generator
- Extrication tools
- Air Generator
- Auto BP Cuffs
- Suction
- Defibrillators/Monitors annual maintenance
- Lights
- Breathing support annual maintenance

Spec. Purpose Equip. Repair/Maintenance



5 Year Budget Trend

57640.00

FEES & PERMITS

\$5,265

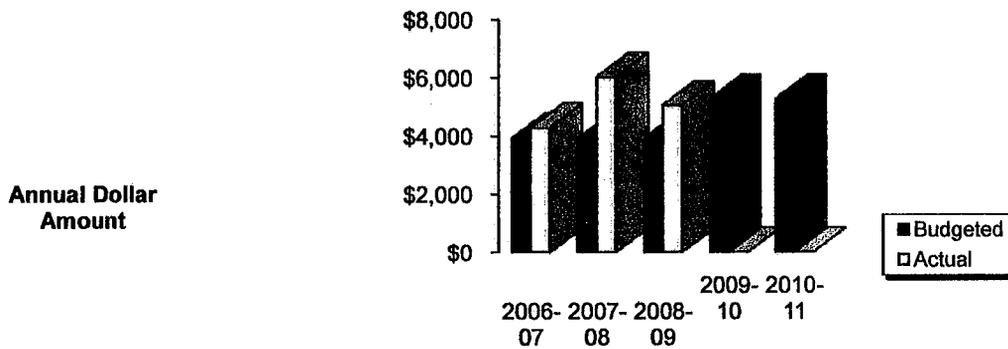
Total

\$5,265

SUMMARY OF REQUEST

PERMITS:	\$2,537
Fire Departments Share of Permits (Including Special Districts Fee)	
New Ambulance Permit Fee	\$2,728
Total	\$5,265

Fees & Permits



5 Year Budget Trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57700.00

SMALL TOOLS/EQUIPMENT

\$1,000

Total

\$1,000

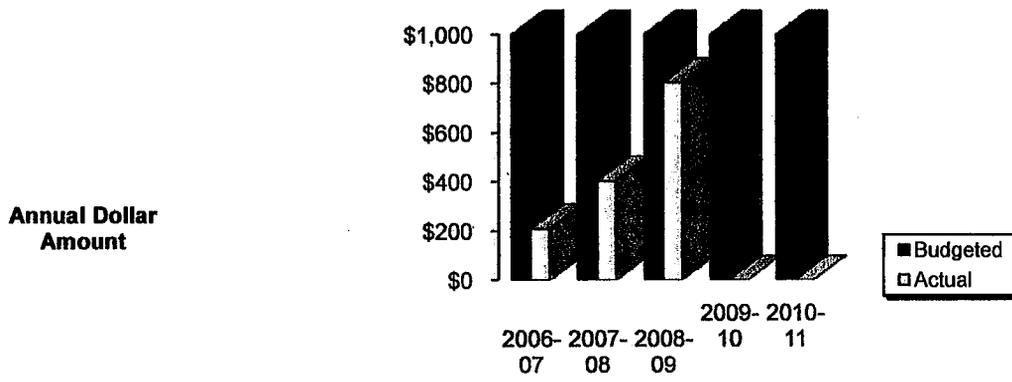
SUMMARY OF REQUEST

MISCELLANEOUS TOOLS:

Misc. Vehicle and Station Maintenance Equipment

\$1,000

Small Tools/Equipment



5 Year Budget Trend

G/L ACCOUNT
NUMBER

57705.00

DESCRIPTION

SAFETY CLOTHING/DEVICES

REQUEST

\$7,500

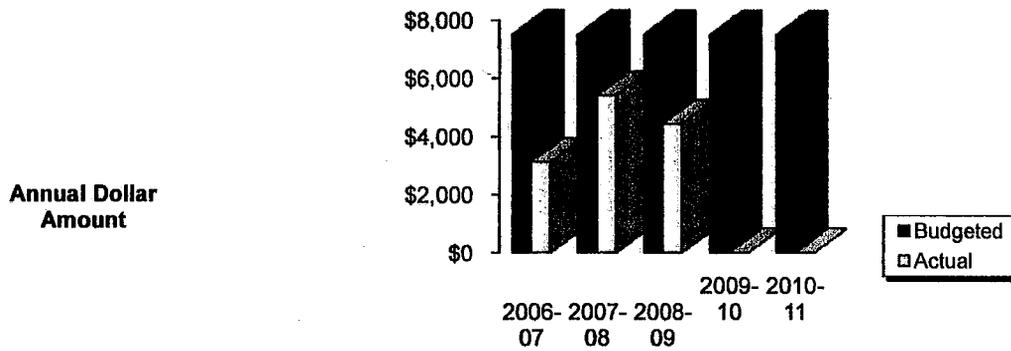
Total

\$7,500

SUMMARY OF REQUEST

SAFETY GEAR: \$7,500
Ongoing Repair and Replacement of Turnout
Gear, Gloves, Goggles, Suspenders
Pants, Coats, Boots, Hoods, Helmets and
Wild land Gear

Safety Clothing/Devices



5 Year Budget trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57710.00

SAFETY EQUIPMENT

\$6,500

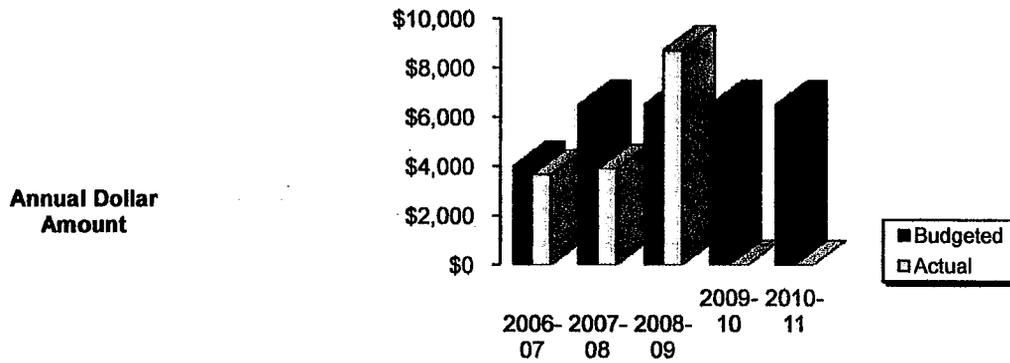
Total

\$6,500

SUMMARY OF REQUEST

SAFETY EQUIPMENT:	\$2,000
Infection Control Gowns	
Face Shields & Eye Protection	
I.V. Protection	
Latex Gloves	
Replacement BA Bottles	\$2,500
DISASTER PREPAREDNESS	
Misc. Supplies	\$2,000
Total	\$6,500

Safety Equipment



5 Year Budget Trend

57715.00

EDUCATION & SEMINARS

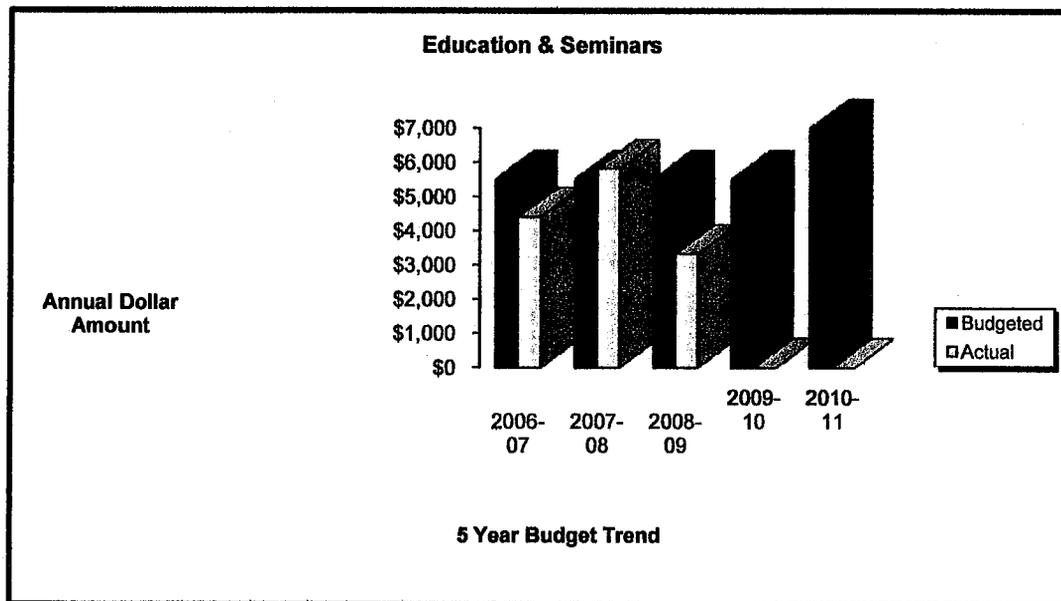
\$7,000

Total

\$7,000

SUMMARY OF REQUEST

EDUCATION:	\$750
S. B. County Fire Chiefs Assoc.	
California Fire Chiefs Assoc.	
Misc. Associations and Educational Seminars	
EMT/P Training for PCFs (Reimbursable)	\$2,000
SEMINARS:	\$250
Inland Counties Trauma Symposium	
Journal of Emergency Medicine Conf.	
Misc. Scheduled and Unscheduled Seminars For FD Personnel and Board Member Training Workshops	\$4,000
Total	\$7,000



57716.00

TRAINING

\$9,000

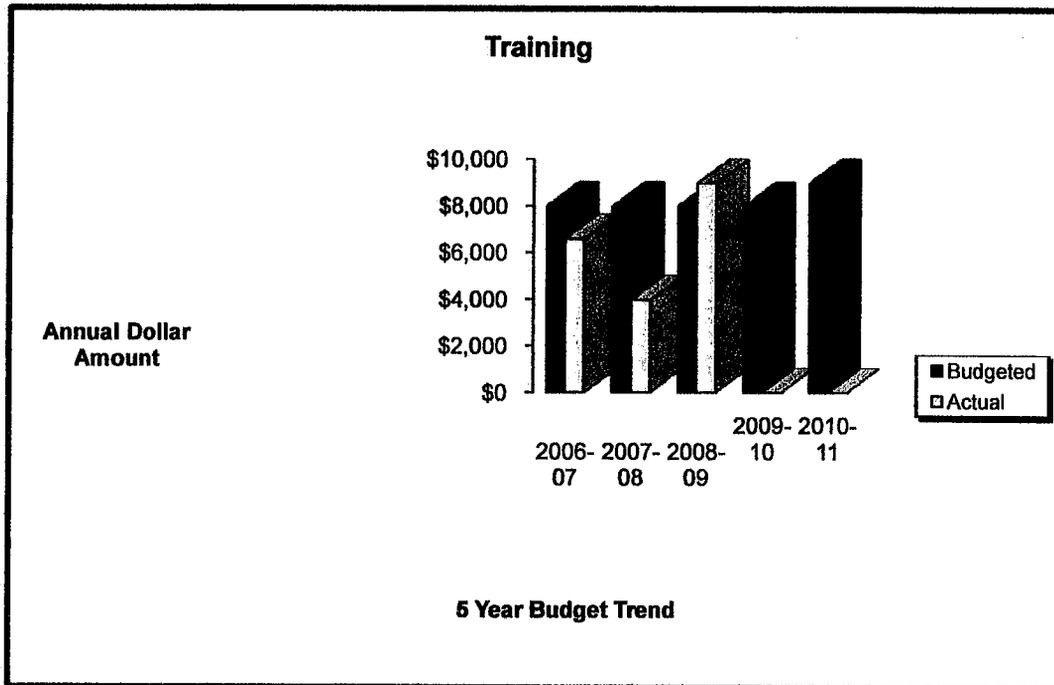
Total

\$9,000

SUMMARY OF REQUEST

TRAINING: \$9,000

- One Fire Training Officer Workshop
- Level 1 Regional Fire Classes
- Driver/Operator Training
- Hazardous Materials Training Classes
- State Fire Officer Academy Classes
- District Safety Training Program
- Rope Rescue Systems
- Confined Space Entry & Rescue
- S.E.M.S Training
- Trench Rescue Training
- Misc. Mandated Training Programs
- Fire Academy/ Paramedic School



G/L ACCOUNT
NUMBER

57720.00

DESCRIPTION

MILEAGE & TRAVEL

REQUEST

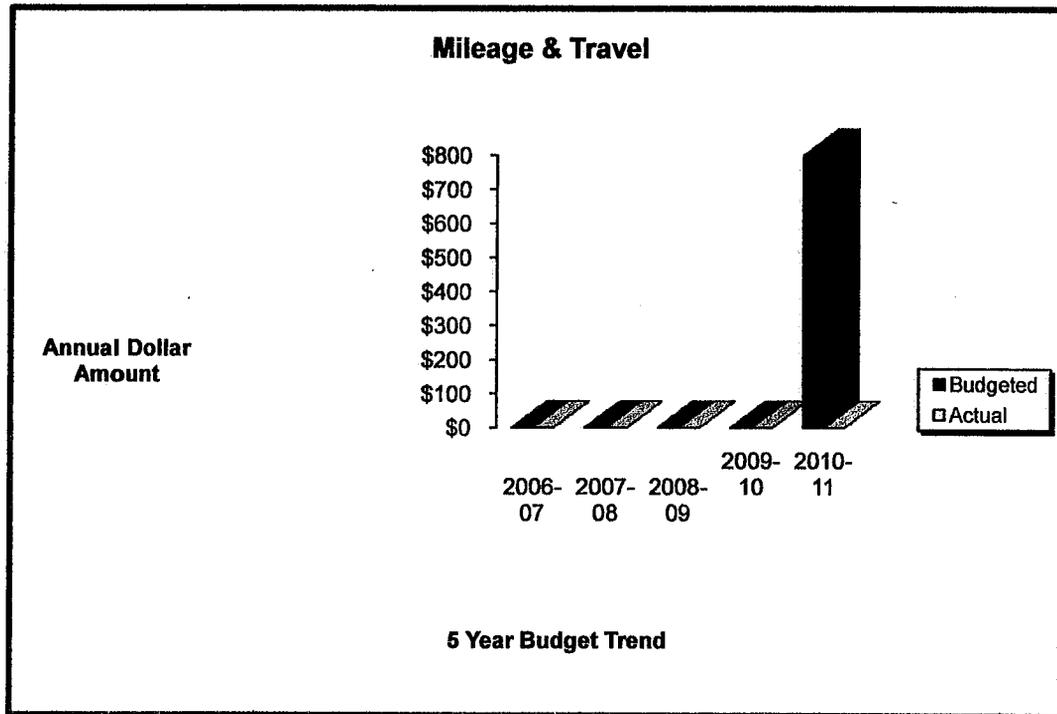
\$800

Total

\$800

SUMMARY OF REQUEST

MILEAGE:	\$300
Reimbursement for personal vehicles used on District business @ IRS Current Rate \$.50 per mile January 2010	
Mileage: POV use @ \$.50	\$500
Total	\$800



57800.00

COST TO ACCESS STAND-BY
CHARGES

\$631

Total

\$631

SUMMARY OF REQUEST

FIRE AVAILABILITY:

Availability Bills

\$400

Assessor Maps

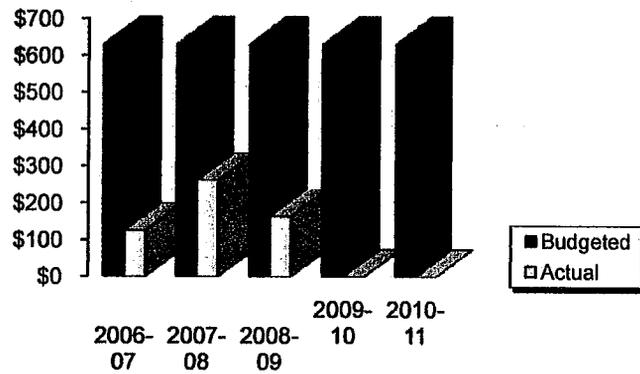
\$231

Total

\$631

Cost To Access Stand-by Charges

Annual Dollar
Amount



5 Year Budget trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

57860.00

NEW FIRE STATION
DEVELOPMENT FUND

\$0

59860.00

\$0

Total

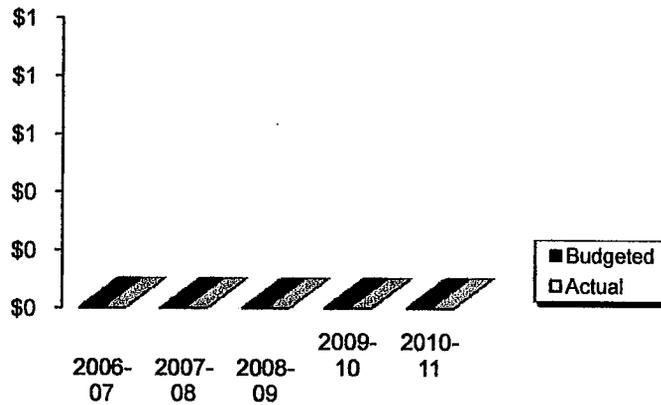
\$0

SUMMARY OF REQUEST

FUTURE FIRE STATION

NEW FIRE STATION DEVELOPMENT FUND

Annual Dollar
Amount



5 Year Budget Trend

G/L ACCOUNT
NUMBER

DESCRIPTION

REQUEST

11012.00

STRUCTURES & IMPROVEMENTS

\$3,000

Total

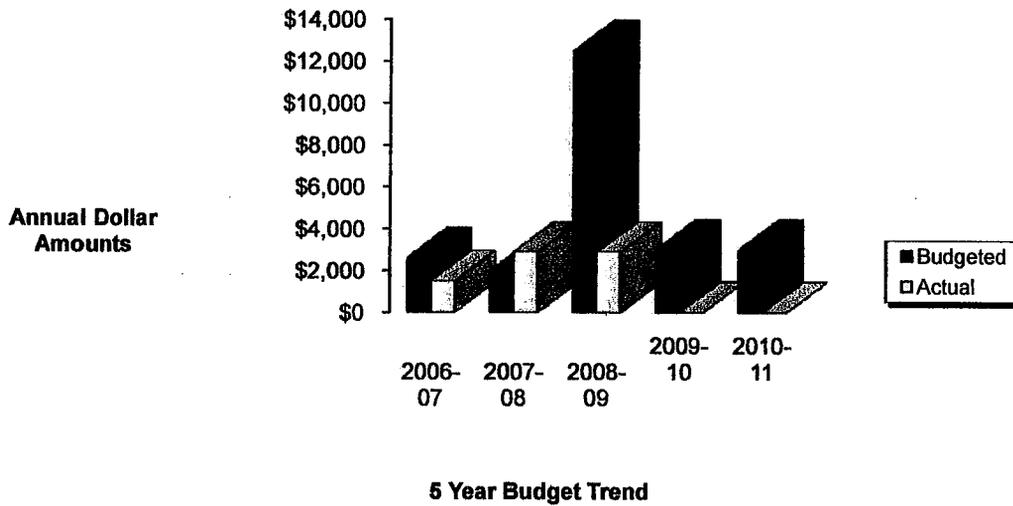
\$3,000

SUMMARY OF REQUEST

STATION IMPROVEMENTS:

Misc. Projects and Facilities Improvements	\$3,000
Total	\$3,000

Structures & Improvements



11013.00

TRANSPORTATION EQUIPMENT

\$25,584

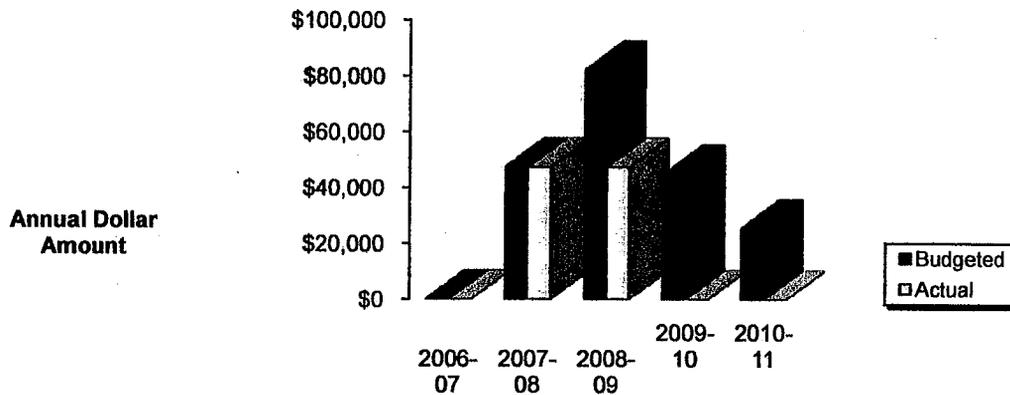
Total

\$25,584

SUMMARY OF REQUEST

Payment for the Water Tender 51 Replacement	\$25,584
 (Total Cost of WT is \$76,752 to include 4.75% interest 3 year loan)	
Debt Service Principal = \$22,259	
Debt Service Interest = \$3,325	
Total	\$25,584

Transportation Equipment



5 Year Budget Trend

G/L ACCOUNT
NUMBER

11014.00

DESCRIPTION

EQUIPMENT SPECIAL PURPOSE

REQUEST

\$8,500

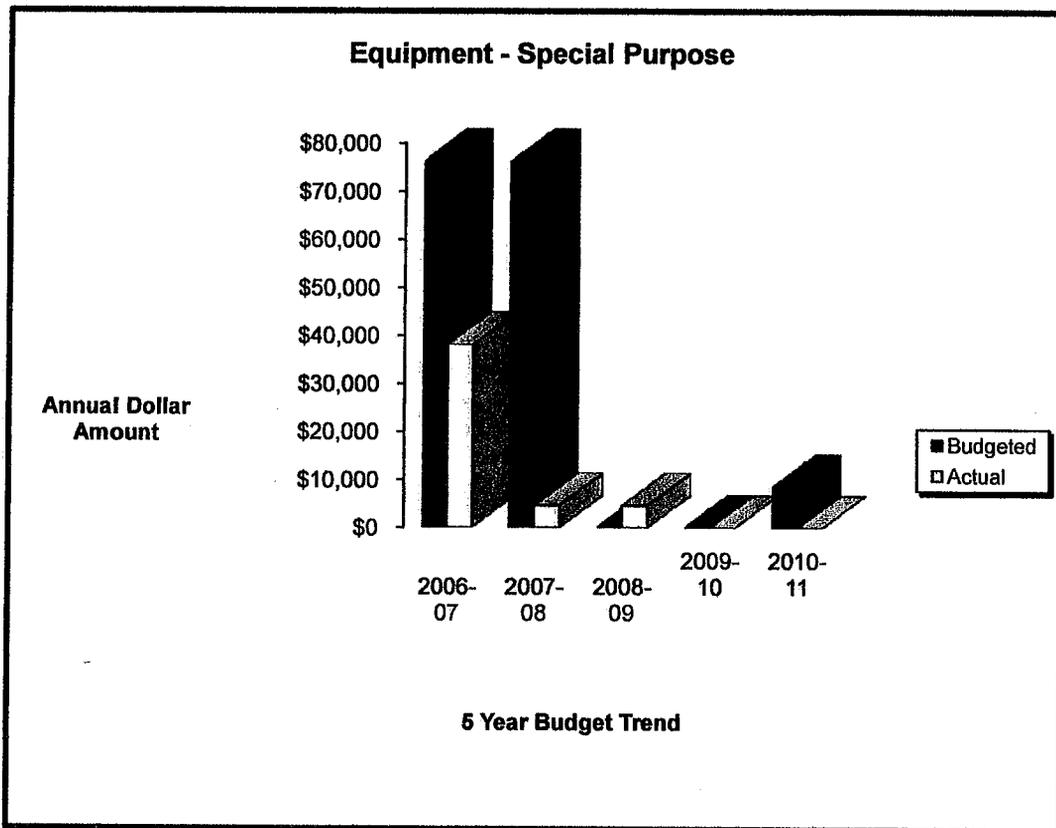
Total

\$8,500

SUMMARY OF REQUEST

4 YEAR TURNOUT REPLACEMENT PROGRAM \$8,500

Total \$8,500



G/L ACCOUNT
NUMBER

11015.00

DESCRIPTION

EQUIPMENT, PARAMEDICS

REQUEST

\$11,460

Total

\$11,460

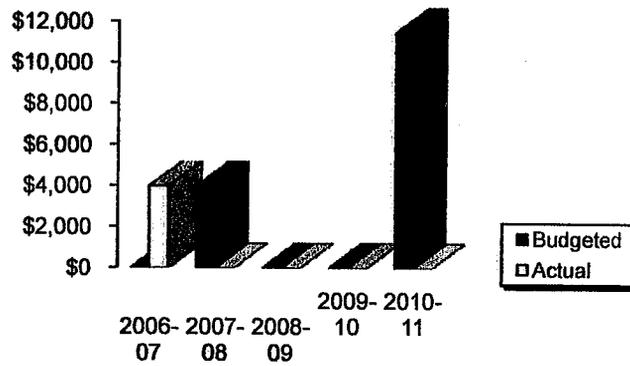
SUMMARY OF REQUEST

Capnography units x 3

\$11,460

Equipment - Paramedic

Annual Dollar
Amount



5 Year Budget Trend

G/L ACCOUNT
NUMBER

11016.00

DESCRIPTION

OFFICE EQUIP.- FURNITURE

REQUEST

\$1,200

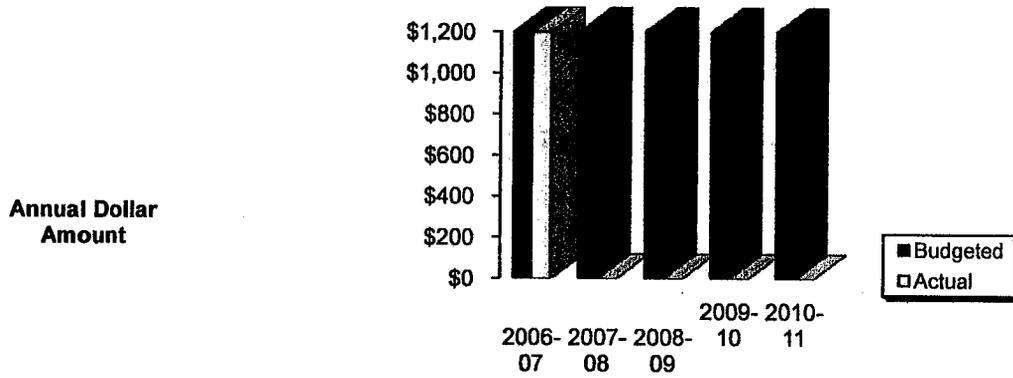
Total

\$1,200

SUMMARY OF REQUEST

Upgrade Ambulance Billing /Fire House Software	\$1,200
Total	\$1,200

Office Equip. & Furniture



5 Year Budget Trend

GL ACCOUNT
NUMBER

DESCRIPTION

REQUEST

11017.00

TOOLS / EQUIPMENT SHOP
& STATION

\$500

Total

\$500

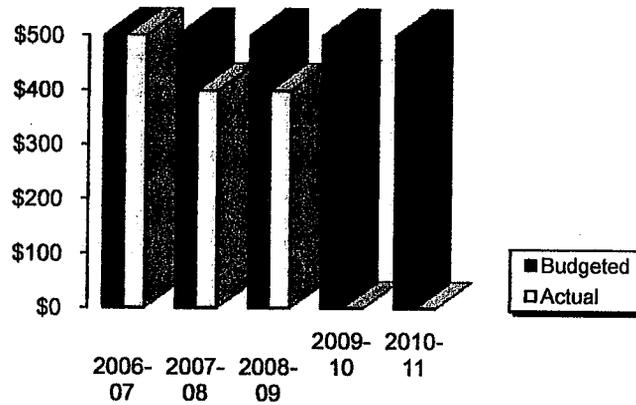
SUMMARY OF REQUEST

Misc. Tools

\$500

Tools/Equipment Shop & Station

Annual Dollar
Amount



5 Year Budget trend

DE ACCOUNT
NUMBER

22229.10
59825.00

DESCRIPTION

PRINCIPAL PAYMENT
INTEREST EXPENSE

REQUEST

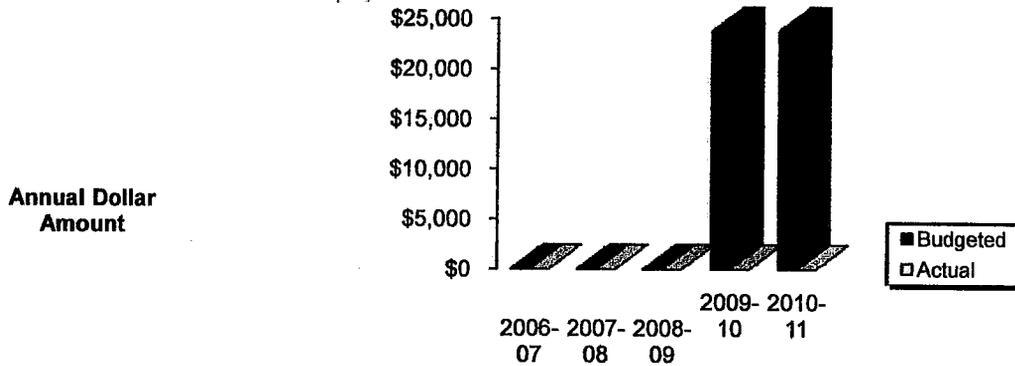
\$21,651
\$2,105
\$23,756

Total

SUMMARY OF REQUEST

NEW MEDIC AMBULANCE PRINCIPAL PAYMENT	\$21,651
NEW MEDIC AMBULANCE INTEREST EXPENSE	\$2,105
PRINCIPAL PAYMENT AND INTEREST EXPENSE	\$23,756

INTEREST EXPENSE PRINCIPAL LOAN PMT



5 Year Budget trend

**RUNNING SPRINGS WATER DISTRICT
FIRE DEPARTMENT**

2010-11 EMPLOYEE CLASSIFICATION

EMPLOYEE	CURRENT CLASSIFICATION	PROPOSED CLASSIFICATION
Tony Grabow	Fire Chief Step E \$9,624.99	Fire Chief Step F \$10,242.02
Mike Olsen	Battalion Chief Step E \$8,440.43	Battalion Chief Step F \$8,979.67
Cindy Strebel	Captain/Paramedic Step E \$7094.24	Captain/Paramedic Step F \$7,453.39
Dave Loest	Engineer/Paramedic Step F \$6,714.88	Captain/Paramedic Step E \$7,094.24
Rick Ellsberry	Engineer/Paramedic Step F \$6714.88	Captain/Paramedic Step E \$7,094.24
John Papadakis	Firefighter/Paramedic Step C \$5,316.12	Engineer/Paramedic Step B1 \$5,649.00
Rob Aberg	Firefighter/Paramedic Step B \$5,059.96	Engineer/Paramedic Step A1 \$5,376.80
Scott Willemse	Firefighter/Paramedic Step A \$4,816.14	Firefighter/Paramedic Step B \$5,059.96
Dixi Willemse	Administrative Assistant Step F \$5,157.81	Administrative Assistant Step F1 \$5,286.75