

RESOLUTION 10-06

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE TWENTYNINE PALMS WATER DISTRICT APPROVING AND ADOPTING THE PROPOSED BUDGET OF THE TWENTYNINE PALMS WATER DISTRICT FOR FISCAL 2010-2011

WHEREAS, the General Manager and the Financial Advisor, Wayne Jones, have submitted a proposed budget for the fiscal year 2010-2011, a copy of which is attached as Exhibit "A" hereto and copies of which are in the possession of the General Manager and the Financial Advisor; and

WHEREAS, the said proposed budget contains estimates of the services, activities and projects comprising the budget and contains expenditure requirements and the resources available to the District; and

WHEREAS, the proposed budget, as herein approved, will enable the Board of Directors to make adequate financial plans and will ensure that the District's management staff can administer their respective functions in accordance with such plans.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Twentynine Palms Water District as follows:

That the appropriation-expenditure budgeting system is hereby adopted. The system consists of:

1. An appropriation-expenditure system which shows budgetary categories by department.
2. This system applies to operations and maintenance, replacement and rehabilitation and capital improvement expenditures as intended for use in fiscal year 2010-2011.
3. The General Manager is authorized to transfer operations and maintenance funds between activities and/or departments when he/she deems it's necessary to do so; however, he/she is not authorized to transfer funds between replacement and rehabilitation nor capital improvement projects or activities.
4. The budget system assumes existing service levels; Board of Directors approval will be required for any significant changes involving increased or decreased service levels.

5. The Financial Advisor shall be responsible for constant monitoring of the budget and shall establish and implement appropriate control mechanisms necessary for said purpose, after approval of the General Manager.
6. In the event that the General Manager or the Financial Advisor determines that revenues will be less than the amounts provided in the budget, the Board of Directors shall be provided with that information and revised revenue estimates at the next scheduled meeting of the Board so that the approved budget appropriations may be revised.
7. A monthly status report will be provided to the Board of Directors reflecting budget, year-to-date expenditures, and percentage of budget used to date by the District.

RESOLVED FURTHER, that the budget of the Twentynine Palms Water District for fiscal year 2010-2011 as set forth in Exhibit "A" hereof is hereby approved and adopted and the amounts of proposed expenditures as specified are appropriated for the programs and departments as specified in pages 5 through 10, inclusive, and pages 13 through 16, inclusive, of the budget.

PASSED, APPROVED AND ADOPTED this 26th day of May 2010.

Ayes: Directors Chambers, Cisneros, Moore and Shinaver
Noes: None
Abstain: None
Absent: Director Gallagher

Philip C. Cisneros, President
Board of Directors

Attest:

Mike Wright, Board Secretary
Twentynine Palms Water District

Exhibit "A"

**TWENTYNINE PALMS WATER DISTRICT
FISCAL YEAR 2010-2011 BUDGET**

FINAL

As Adopted by the Board of Directors on

MAY 26, 2010

Budgeted Water Availability Assessment revenue represents an estimate based upon the assumption that the Board will approve Fiscal Year 2010-2011 Water Availability Assessments at the level existing in Fiscal Year 2009-2010. Final decisions as to Fiscal Year 2010-2011 Water Availability Assessments will occur following a public hearing in June, 2010. If the assessments are changed, then this budget will be amended to reflect different revenue and expenditure assumptions.

The District is not a "local agency" subject to Article 13B of the California Constitution as the District is not a "special district" as defined in section 7901(e) of the California Government Code

**TWENTYNINE PALMS WATER DISTRICT
FOUR-YEAR BUDGET SUMMARY
FISCAL 2010-2011**

	Fiscal 2009-10 Projected	Fiscal 2010-11 Proposed Budget	Fiscal 2011-12 Estimated	Fiscal 2012-13 Estimated
<u>REVENUES:</u>				
Water Sales and Ready to Serve Charges	\$3,245,800	\$3,631,000	\$3,834,000	\$3,834,000
Other Operating Revenues	214,400	181,400	181,400	181,400
Water Availability Assessment	601,000	601,000	601,000	601,000
Interest Revenues	40,000	30,000	30,000	30,000
Other Non-Operating Revenues	212,100	151,600	151,600	151,600
Grant Funds	0	0	0	0
TOTAL REVENUES	\$4,313,300	\$4,595,000	\$4,798,000	\$4,798,000
<u>OPERATING EXPENDITURES</u>				
Salaries and Benefits	\$1,391,000	\$1,534,042	\$1,661,665	\$1,745,786
Materials and Supplies	611,000	631,500	794,445	810,334
Outside Services	365,000	387,500	429,125	407,708
Equipment Costs	135,000	145,000	145,000	145,000
Telephone and Utilities	384,400	416,300	457,115	479,971
Insurance and Workers' Compensation Ins.	63,000	98,792	103,732	108,918
Permits and Fees	30,000	31,000	31,775	32,569
Uncollectable Accounts	25,000	30,000	30,000	30,000
Training, Seminars, Certifications, Travel, Dues & Subscriptions	41,000	53,000	54,060	55,141
Fire Department Reimbursements	(35,918)	(40,554)	(41,771)	(43,024)
TOTAL OPERATING EXPENDITURES	\$3,009,482	\$3,286,580	\$3,665,146	\$3,772,403
<u>NON-OPERATING EXPENDITURES AND TRANSFERS</u>				
Debt Service	\$632,477	\$632,477	\$632,477	\$632,477
Capital Improvements	0	95,000	1,500,000	530,000
Replacement & Rehabilitation Expenditures	175,000	325,000	325,000	45,000
Transfer To (From) Debt Reserve-Internal	250,000	0	350,000	0
Proceeds From Debt Offering	0	0	(1,000,000)	0
Debt Retirement	0	0	0	0
TOTAL NON-OPERATING EXPENDITURES & TRANSFERS	\$1,057,477	\$1,052,477	\$1,807,477	\$1,207,477
TOTAL EXPENDITURES & TRANSFERS	\$4,066,959	\$4,339,057	\$5,472,623	\$4,979,880
INCREASE (DECREASE) IN FUND BALANCE	\$246,341	\$255,943	(\$674,623)	(\$181,880)

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM SUMMARY
FISCAL 2010-2011

<u>Item</u>	<u>Fiscal 2008-09</u> <u>Actual</u>	<u>Fiscal 2009-10</u> <u>Budget</u>	<u>Fiscal 2009-10</u> <u>Projected</u>	<u>Fiscal 2010-11</u> <u>Proposed Budget</u>	
<u>REVENUES:</u>					
<u>Operating Revenues</u>					
201	Water Sales and Ready to Service Charges	\$2,736,484	\$3,250,000	\$3,245,800	\$3,631,000
202	Other Operating Revenues	217,334	181,400	214,400	181,400
203	Total Operating Revenues	\$2,953,818	\$3,431,400	\$3,460,200	\$3,812,400
<u>Non-Operating Revenues</u>					
204	Water Availability Assessment	\$599,816	\$602,000	\$601,000	\$601,000
205	Interest Revenues	136,980	80,000	40,000	30,000
206	Other Non-Operating Revenues	201,895	133,000	212,100	151,600
207	Grant Funds	80,000	0	0	0
207	Total Non-Operating Revenues	\$1,018,691	\$815,000	\$853,100	\$782,600
208	TOTAL REVENUES	\$3,972,509	\$4,246,400	\$4,313,300	\$4,595,000
<u>EXPENDITURES:</u>					
<u>Operating Expenditures</u>					
209	Supervision Labor	\$109,005	\$116,921	\$126,000	\$134,173
210	Direct Labor	559,201	704,709	659,000	727,431
211	Employee Benefits, Allocated	452,071	624,436	599,950	721,230
212	Field Supplies and Chemicals	506,064	595,000	451,000	505,000
213	Office Supplies	23,789	26,000	28,500	28,000
214	Other Supplies	56,209	55,000	102,000	62,500
215	Inventory, (Gain) or Loss	1,358	0	0	0
216	Outside Repair and Maintenance	9,123	37,000	25,500	39,000
217	Outside Professional Services	128,531	115,000	116,000	120,000
218	Other Outside Services & Lab Fees	138,204	173,000	178,500	178,500
219	Outside Legal Services	36,292	35,000	45,000	50,000
220	Vehicle & Equipment Fuel and Maintenance	105,325	145,000	135,000	145,000
221	Telephone	15,600	16,600	16,700	16,800
222	Gas	1,127	2,000	1,700	2,000
223	Electric	356,024	392,500	366,000	397,500
224	Postage	21,232	22,000	22,000	24,000
225	Dues and Subscriptions	18,681	17,500	17,500	19,500
226	Travel Expense	6,493	12,000	7,000	11,000
227	Insurance	42,248	50,000	36,000	50,000
228	Workers Compensation Insurance	12,391	40,000	27,000	48,792
229	Printing and Publications	10,796	7,000	5,000	7,000
230	Conferences and Seminars	2,547	8,500	7,500	8,500

**TWENTYNINE PALMS WATER DISTRICT
LINE ITEM SUMMARY
FISCAL 2010-2011**

<u>Item</u>	<u>Fiscal 2008-09 Actual</u>	<u>Fiscal 2009-10 Budget</u>	<u>Fiscal 2009-10 Projected</u>	<u>Fiscal 2010-11 Proposed Budget</u>
231 Public Information	0	5,000	3,000	5,000
232 Miscellaneous, Other	594	7,000	2,500	5,000
233 Permits and Fees	20,364	30,000	30,000	31,000
234 Other Operating Expenses	2,365	9,000	6,000	9,000
235 Uncollectable Accounts	18,235	20,000	25,000	30,000
236 <i>Total Operating Expenditures, Before Allocation Variances</i>	\$2,653,869	\$3,266,166	\$3,039,350	\$3,375,926
237 Fire Department Reimbursements	(32,686)	(17,959)	(35,918)	(40,554)
238 Benefits Allocation Variance	59,439	(40,000)	6,050	(48,792)
239 <i>TOTAL OPERATING EXPENSES</i>	\$2,680,622	\$3,208,207	\$3,009,482	\$3,286,580
<u>NON-OPERATING EXPENDITURES</u>				
240 Total Debt Service		632,477	632,477	632,477
241 Total Capital Improvement Expenditures		0	0	95,000
242 Total Replacement & Rehabilitation Expend.		175,000	175,000	325,000
243 <i>TOTAL NON-OPERATING EXPENDITURES</i>		\$807,477	\$807,477	\$1,052,477
<u>TRANSFERS TO (FROM)</u>				
244 Transfer To (From) Debt Reserve-Internal		250,000	250,000	0
245 Debt Retirement		0	0	0
246 <i>TOTAL TRANSFERS</i>		\$250,000	\$250,000	\$0
247 <i>TOTAL EXPENDITURES AND TRANSFERS</i>		\$4,265,684	\$4,066,959	\$4,339,057
248 <i>INCREASE (DECREASE) IN FUND BALANCE</i>		(\$19,284)	\$246,341	\$255,943

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011

<u>Item</u>	<u>Fiscal 2008-09</u> <u>Actual</u>	<u>Fiscal 2009-10</u> <u>Budget</u>	<u>Fiscal 2009-10</u> <u>Projected</u>	<u>Fiscal 2010-11</u> <u>Proposed Budget</u>
<u>REVENUES:</u>				
<u>Operating Revenues</u>				
1 Residential Water	\$ 1,530,944	\$ 1,829,000	1,825,000	\$ 2,146,000
2 Business Water	294,213	357,000	338,000	396,000
3 Construction Water	10,895	5,000	5,000	5,000
4 Water Sales, Other	25,835	29,000	23,000	20,000
5 Fire Line	69,025	65,000	73,000	73,000
6 Residential R.T.S.	768,789	919,000	924,000	937,000
7 Business R.T.S.	113,109	135,000	139,800	142,000
8 Construction R.T.S.	18,534	5,000	14,000	5,000
9 Penalties	45,939	40,000	48,000	40,000
10 Meter Installation Fees	23,683	2,300	22,000	2,300
11 Opening Fees	39,365	36,000	36,000	36,000
12 Application Fees	522	100	400	100
13 Reconnection Fees	12,965	9,000	12,000	10,000
14 <i>Total Operating Revenues</i>	\$ 2,953,818	\$ 3,431,400	\$ 3,460,200	\$ 3,812,400
<u>Non-Operating Revenues</u>				
15 Capital Impact Fees	\$ 55,552	\$ 10,000	\$ 85,000	\$ 40,000
16 Water Availability Assessment	599,816	602,000	601,000	601,000
17 Interest Revenues, Unrestricted	136,980	80,000	40,000	30,000
18 Interest Revenues, Restricted	-	-	-	-
19 Property Leases	112,602	101,000	100,000	92,000
20 Other Penalties	22,377	15,000	22,000	15,000
21 Reimbursed Expenses	5,224	4,900	2,500	2,500
22 Other Non-Operating Revenue	5,511	2,000	2,000	2,000
23 Meter Test Fees	-	-	-	-
24 Tampering Fees	630	100	600	100
25 Sale of Fixed Assets	-	-	-	-
26 Cash, Over/(Short)	(1)	-	-	-
27 Other Sources, EPA Storage (Restricted)	80,000	-	-	-
28 <i>Total Non-Operating Revenues</i>	\$ 1,018,691	\$ 815,000	\$ 853,100	\$ 782,600
29 <i>TOTAL REVENUES</i>	\$ 3,972,509	\$ 4,246,400	\$ 4,313,300	\$ 4,595,000

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011

<u>Item</u>	<u>Fiscal 2008-09 Actual</u>	<u>Fiscal 2009-10 Budget</u>	<u>Fiscal 2009-10 Projected</u>	<u>Fiscal 2010-11 Proposed Budget</u>	
<u>EXPENDITURES:</u>					
<u>Source of Supply</u>					
30	Direct Labor	3,956	3,000	4,500	3,000
31	Employee Benefits, Allocated	3,053	2,142	3,195	2,366
32	Field Supplies	4,894	10,000	3,000	8,000
33	Telemetry Supplies	946	2,000	8,000	6,000
34	Outside Repair and Maintenance	-	2,000	1,000	2,000
35	Outside Services, Other	11,335	6,000	3,000	8,000
36	Electric	257,737	280,000	260,000	280,000
37	Total Expenditures, Source of Supply	\$ 281,921	\$ 305,142	\$ 282,695	\$ 309,366
<u>Pumping</u>					
38	Direct Labor	48	1,000	500	1,000
39	Employee Benefits, Allocated	40	714	355	789
40	Field Supplies	4	2,000	8,000	4,000
41	Outside Services, Other	-	5,000	1,500	5,000
42	Electric	72,842	82,000	75,000	80,000
43	Total Expenditures, Pumping	\$ 72,934	\$ 90,714	\$ 85,355	\$ 90,789
<u>Transmission & Distribution</u>					
44	Direct Labor	63,337	72,000	71,000	72,000
45	Employee Benefits, Allocated	46,634	51,404	50,410	56,777
46	Field Supplies Incl. Meter Replacement	121,054	80,000	70,000	80,000
47	Outside Services, Other	5,228	5,000	4,000	7,000
48	Total Expenditures, Trans. & Dist.	\$ 236,253	\$ 208,404	\$ 195,410	\$ 215,777
<u>General Plant</u>					
49	Supervision Labor	\$ -	\$ -	\$ -	\$ -
50	Direct Labor	231,979	315,406	305,000	329,535
51	Employee Benefits, Allocated	148,988	225,182	216,550	259,862
52	Labor Charged to Capital/R & R Projects	(2,815)	(3,000)	(5,000)	(3,000)
53	Labor Charged to Other Programs	(55,819)	(50,000)	(55,000)	(50,000)
54	Field Supplies	1,920	8,000	5,000	8,000
55	Inventory, (Gain)/Loss	1,358	-	-	-
56	Small Tools	6,131	6,000	6,000	6,000
57	Other Supplies	944	5,000	5,000	5,000
58	Outside Repairs and Maintenance	740	10,000	4,500	10,000
59	Uniforms and Other Outside Services	8,591	12,000	9,500	10,500

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011

Item	Fiscal 2008-09 Actual	Fiscal 2009-10 Budget	Fiscal 2009-10 Projected	Fiscal 2010-11 Proposed Budget
60 Telephone	557	500	600	700
61 Gas	715	1,000	700	1,000
62 Electric	2,389	3,000	3,000	3,000
63 Permits and Fees	9,450	16,000	16,000	16,000
64 Certifications, Licenses and Physicals	2,365	6,000	4,000	6,000
65 Materials and Supplies-Safety	622	2,000	1,500	1,500
66 Outside Services-Safety	922	2,000	2,000	2,000
67 Conferences and Seminars-Safety	-	500	500	500
68 Dues and Subscriptions-Safety	4,226	1,500	1,500	2,000
69 Total Expenditures, General Plant	\$ 363,263	\$ 561,088	\$ 521,350	\$ 608,597
<u>Water Quality</u>				
70 Direct Labor	13,550	18,000	16,000	18,000
71 Employee Benefits, Allocated	5,860	12,851	11,360	14,194
72 Chemicals and Other Field Supplies	14,065	55,000	55,000	45,000
73 Lab Services	29,715	30,000	32,000	34,000
74 Permits and Fees	-	-	-	-
75 Total Expenditures, Water Quality	\$ 63,190	\$ 115,851	\$ 114,360	\$ 111,194
<u>Engineering</u>				
76 Engineering Labor	27,991	26,653	27,500	27,059
77 Employee Benefits, Allocated	21,465	19,029	19,525	21,338
78 Other Supplies	12,341	8,000	6,500	8,000
79 Outside Professional Fees	-	-	-	-
80 Professional Fees, Engineering	46,669	15,000	10,000	12,000
81 Outside Services, Blueprinting	-	500	500	500
82 Total Expenditures, Engineering	\$ 108,466	\$ 69,182	\$ 64,025	\$ 68,897

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011

<u>Item</u>	<u>Fiscal 2008-09</u> <u>Actual</u>	<u>Fiscal 2009-10</u> <u>Budget</u>	<u>Fiscal 2009-10</u> <u>Projected</u>	<u>Fiscal 2010-11</u> <u>Proposed Budget</u>	
<u>Treatment Facility</u>					
83	Direct Labor	\$ 86,708	\$ 120,000	\$ 92,000	\$ 120,000
84	Employee Benefits, Allocated	-	85,673	65,320	94,628
85	Bulk Chemicals and Media	364,127	440,000	310,000	360,000
86	Lab, Testing and Other Supplies	35,225	32,000	75,000	36,000
87	Repairs and Maintenance	3,155	20,000	16,000	20,000
88	Outside Services, Lab Fees	7,848	10,000	12,000	12,000
89	Telephone	3,194	3,600	3,600	3,600
90	Electric	12,677	15,000	16,000	22,000
91	Permits and Fees	10,914	14,000	14,000	15,000
92	Total Expenditures, Treatment Fac.	\$ 523,848	\$ 740,273	\$ 603,920	\$ 683,228
<u>Customer Service</u>					
93	Direct Labor	61,152	67,996	66,500	71,822
94	Employee Benefits, Allocated	46,077	48,545	47,215	56,637
95	Office Supplies	6,318	8,000	7,500	8,000
96	Outside Services, Other	2,098	2,500	2,500	2,500
97	Uncollectable Account Expense	18,235	20,000	25,000	30,000
98	Total Expenditures, Customer Service	\$ 133,880	\$ 147,041	\$ 148,715	\$ 168,959
<u>Finance and Accounting</u>					
99	Direct Labor	81,917	86,570	91,000	87,756
100	Employee Benefits, Allocated	62,133	61,806	64,610	69,202
101	Outside Professional Fees	71,242	88,000	94,000	96,000
102	Outside Services, Other	6,142	8,000	16,000	10,000
103	Total Expend., Finance and Acctg.	\$ 221,434	\$ 244,376	\$ 265,610	\$ 262,958
<u>General Manager</u>					
104	Supervision Labor	\$ 109,005	\$ 116,921	\$ 126,000	\$ 134,173
105	Employee Benefits, Allocated	82,160	83,475	89,460	105,805
106	Total Expenditures, General Manager	\$ 191,165	\$ 200,396	\$ 215,460	\$ 239,978

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011

<u>Item</u>	<u>Fiscal 2008-09</u> <u>Actual</u>	<u>Fiscal 2009-10</u> <u>Budget</u>	<u>Fiscal 2009-10</u> <u>Projected</u>	<u>Fiscal 2010-11</u> <u>Proposed Budget</u>	
<u>General Administration</u>					
107	Direct Labor	47,197	47,084	45,000	50,259
108	Employee Benefits, Allocated	35,661	33,615	31,950	39,632
109	Office Supplies	17,471	18,000	21,000	20,000
110	Outside Services, Banking Fees	26,849	27,000	40,000	42,000
111	Outside Services, Other	43,429	68,000	58,000	50,000
112	Equipment Rental	1,275	2,000	1,500	2,000
113	Telephone	11,849	12,500	12,500	12,500
114	Gas	412	1,000	1,000	1,000
115	Electric	10,379	12,500	12,000	12,500
116	Postage	21,232	22,000	22,000	24,000
117	Dues and Subscriptions	14,455	16,000	16,000	17,500
118	Travel Expense	181	4,000	1,500	3,000
119	Insurance	42,248	50,000	36,000	50,000
120	Workers Compensation Insurance	12,391	40,000	27,000	48,792
121	Printing and Publications	10,796	7,000	5,000	7,000
122	Conferences and Seminars	700	4,000	3,500	4,000
123	Public Information	-	5,000	3,000	5,000
124	Miscellaneous, Other	594	7,000	2,500	5,000
125	Fire Department Reimbursements	(32,686)	(17,959)	(35,918)	(40,554)
126	<i>Total Expenditures, General Admin.</i>	\$ 264,433	\$ 358,740	\$ 303,532	\$ 353,629
<u>Board of Directors</u>					
127	Directors' Fees	10,620	12,000	12,000	12,000
128	Conferences and Seminars	1,847	4,000	3,500	4,000
129	Travel Expense	6,312	8,000	5,500	8,000
130	Miscellaneous, Other	-	3,000	2,000	3,000
131	Outside Services, Legal	36,292	35,000	45,000	50,000
132	<i>Total Expend., Board of Directors</i>	\$ 55,071	\$ 62,000	\$ 68,000	\$ 77,000

TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011

<u>Item</u>	<u>Fiscal 2008-09</u> <u>Actual</u>	<u>Fiscal 2009-10</u> <u>Budget</u>	<u>Fiscal 2009-10</u> <u>Projected</u>	<u>Fiscal 2010-11</u> <u>Proposed Budget</u>
	<u>Equipment Costs</u>			
133 Equipment Cost	\$ 105,325	\$ 145,000	\$ 135,000	\$ 145,000
	<u>Employee Benefits</u>			
134 Paid Leave	\$ 97,479	\$ 96,387	\$ 99,000	\$ 103,178
135 Payroll Tax Expense	67,830	81,283	81,000	84,860
136 Group Medical Expense	158,593	195,000	216,000	234,000
137 Dental and Vision Expense	27,991	29,000	32,000	30,000
138 Group Life Insurance	3,762	5,000	6,000	6,000
139 Retirement Expense	155,857	177,767	172,000	214,400
140 Employee Benefit Clearing	(452,073)	(624,437)	(599,950)	(721,230)
141 Total Expenditures, Employee Benefits	\$ 59,439	\$ (40,000)	\$ 6,050	\$ (48,792)
142 TOTAL OPERATING EXPENSES	\$ 2,680,622	\$ 3,208,207	\$ 3,009,482	\$ 3,286,580

**TWENTYNINE PALMS WATER DISTRICT
LINE ITEM BUDGET
FISCAL 2010-2011**

<u>Item</u>	<u>Fiscal 2008-09 Actual</u>	<u>Fiscal 2009-10 Budget</u>	<u>Fiscal 2009-10 Projected</u>	<u>Fiscal 2010-11 Proposed Budget</u>
<u>NON-OPERATING EXPENDITURES</u>				
<u>Debt Service</u>				
143 Debt Service, Principle	\$ 501,321	\$ 501,322	\$ 501,322	\$ 540,828
144 Debt Service, Interest	124,645	131,155	131,155	91,649
145 Total Expenditures, Debt Service	\$ 625,966	\$ 632,477	\$ 632,477	\$ 632,477
<u>Capital Improvements</u>				
146 Buildings and Grounds		-	-	-
147 Operational Equipment and Infrastructure		-	-	95,000
148 Total Expenditures, Capital Improvements		\$ -	\$ -	\$ 95,000
<u>Replacement and Rehabilitation</u>				
149 Vehicles and Motorized Equipment		\$ 20,000	\$ 31,000	\$ 70,000
150 Operational Equipment and Infrastructure		150,000	139,000	125,000
151 Buildings and Grounds		-	-	125,000
152 Office Equipment		5,000	5,000	5,000
153 Total Expenditures, Replacement and Rehabilitation		\$ 175,000	\$ 175,000	\$ 325,000
<u>Transfers To (From)</u>				
154 Transfer To (From) Debt Reserve-Internal		250,000	250,000	-
155 Debt Retirement		-	-	-
		\$ 250,000	\$ 250,000	\$ -
156 TOTAL NON-OPERATING EXPENSES & TRANSFERS		\$ 1,057,477	\$ 1,057,477	\$ 1,052,477
157 TOTAL EXPENDITURES AND TRANSFERS		\$ 4,265,684	\$ 4,066,959	\$ 4,339,057
158 INCREASE (DECREASE) IN FUND BALANCE		\$ (19,284)	\$ 246,341	\$ 255,943

**TWENTYNINE PALMS WATER DISTRICT
CAPITAL IMPROVEMENTS &
REPLACEMENT AND REHABILITATION BUDGET
FISCAL 2010-2011**

Capital Improvement Projects

PROJECT:	Fiscal 2010-11 Budget	Estimated Fiscal 2011-12	Estimated Fiscal 2012-13	Estimated Fiscal 2013-14	Estimated Fiscal 2014-15
<i>a.</i> Engineering, Treatment Plant Expansion	0	500,000	0	0	0
<i>b.</i> Additional Reservoirs	0	1,000,000	450,000	0	0
<i>c.</i> Updates to Regulatory Plans	95,000	0	80,000	0	80,000
<i>d.</i> Treatment Plant Expansion, Additional 3 MGD	0	0	0	10,000,000	0
<i>Total Capital Improvement Projects</i>	\$95,000	\$1,500,000	\$530,000	#####	\$80,000

**TWENTYNINE PALMS WATER DISTRICT
CAPITAL IMPROVEMENTS &
REPLACEMENT AND REHABILITATION BUDGET
FISCAL 2010-2011**

Replacement & Rehabilitation Projects

PROJECT:	Fiscal 2010-11 Budget	Estimated Fiscal 2011-12	Estimated Fiscal 2012-13	Estimated Fiscal 2013-14	Estimated Fiscal 2014-15
<i>e.</i> Service Truck Replacements	0	45,000	25,000	25,000	25,000
<i>f.</i> Emergency Repairs, Unspecified	15,000	15,000	15,000	15,000	15,000
<i>g.</i> Water Conservation Garden	25,000	0	0	0	0
<i>h.</i> Reservoir Recoating and/or Cathodic Protection	60,000	150,000	0	0	0
<i>j.</i> Equipment Trailer, Replacement	70,000	0	0	0	0
<i>k.</i> Computer & Software Replacements	5,000	15,000	5,000	15,000	5,000
<i>l.</i> Pipe Storage, Paving and Equipment Protection	100,000	0	0	0	0
<i>m.</i> Paymeter Upgrade (Card Reader System)	50,000	0	0	0	0
<i>n.</i> Well Rehabilitation Program	0	100,000	0	75,000	0
<i>Total Replacement & Rehabilitation</i>	\$325,000	\$325,000	\$45,000	\$130,000	\$45,000
Grand Total, All Projects	\$420,000	\$1,825,000	\$575,000	#####	\$125,000

**TWENTYNINE PALMS WATER DISTRICT
PROGRAM BUDGETS
FISCAL 2010-2011**

OPERATIONS AND MAINTENANCE

Beginning Unrestricted Balance \$ 760,100

Revenues

Operating Revenues	\$3,780,923	
Interest Revenue	30,000	
Reimbursement From Capital Impact Fees	40,000	
Non-Operating Revenues	111,600	
	<hr/>	
Total Revenues		\$ 3,962,523

Expenditures and Transfers

Operating Costs	\$2,226,848	
General and Administrative Costs	1,059,732	
Transfer to R. & R. Program	325,000	
Transfer to Capital Improvement Program	95,000	
Transfer to Debt Service Reserve	0	
	<hr/>	
Total O & M Costs & Transfers		\$ 3,706,580

**Increase (Decrease) In
Unrestricted Balance** \$ 255,943

Ending Unrestricted Balance \$ 1,016,043

**TWENTYNINE PALMS WATER DISTRICT
PROGRAM BUDGETS
FISCAL 2010-2011**

DEBT SERVICE RESERVE- INTERNAL

Beginning Reserve Balance		\$ 550,000
<u>Revenues</u>		
Water Availability Assessment	\$ 601,000	
Transfer From O & M	-	
Operating Revenues	<u>31,477</u>	
Total Revenues		\$ 632,477
<u>Expenditures & Transfers</u>		
Department of Water Resources Loan	(339,145)	
2002 LaSalle Bank Loan	<u>(293,332)</u>	
Total Debt Service and Transfers		\$ <u>(632,477)</u>
Increase (Decrease) In Reserve Balance		\$ <u>-</u>
Ending Reserve Balance		\$ <u><u>550,000</u></u>

**TWENTYNINE PALMS WATER DISTRICT
PROGRAM BUDGETS
FISCAL 2010-2011**

CAPITAL IMPROVEMENTS & EXPANSION

Beginning Balance		\$ -
<u>Revenues</u>		
Transfer From Operations & Maintenance	\$ 95,000	
Capital Impact Fees	-	
Total Revenues	<u> </u>	\$ 95,000
<u>Expenditures</u>		
Buildings and Grounds	-	
Operational Equipment and Infrastructure	<u>95,000</u>	
Total Capital Improvement Costs		<u>\$ 95,000</u>
Increase (Decrease) In Reserve Balance		<u>\$ -</u>
Ending Balance		<u><u>\$ -</u></u>

**TWENTYNINE PALMS WATER DISTRICT
PROGRAM BUDGETS
FISCAL 2010-2011**

REPLACEMENT & REHABILITATION - INTERNAL

Beginning Balance		\$ -
 <u>Revenues</u>		
Capital Impact Fees	\$ 40,000	
Transfer From Operations and Maintenance Program	<u>285,000</u>	
Total Revenues		\$ 325,000
 <u>Expenditures</u>		
Vehicles and Motorized Equipment	\$ 70,000	
Operational Equipment and Infrastructure	125,000	
Buildings and Grounds	125,000	
Office Equipment	<u>5,000</u>	
Total Replacement & Rehabilitation Costs		<u>\$ 325,000</u>
Increase (Decrease) In Reserve Balance		<u>\$ -</u>
Ending Balance		<u><u>\$ -</u></u>

**TWENTYNINE PALMS WATER DISTRICT
PERSONNEL AND BENEFITS
FISCAL 2010-2011**

	Fiscal 2008-09 Actual	Fiscal 2009-10 Budget	Fiscal 2009-10 Projected	Fiscal 2010-11 Proposed Budget
<i><u>Salary and Wages</u></i>				
Total Regular Salary and Overtime	\$668,206	\$821,630	\$785,000	\$861,604
Vacation and Sick Leave	97,479	96,387	99,000	103,178
<i>Total Salary and Wages</i>	\$765,685	\$918,017	\$884,000	\$964,782
<i><u>Employee Benefits</u></i>				
PERS	\$155,857	\$177,767	\$172,000	\$214,400
Payroll Taxes	67,830	81,283	81,000	84,860
Group Medical Insurance	158,593	195,000	216,000	234,000
Group Dental and Vision Insurance	27,991	29,000	32,000	30,000
Group Life Insurance	3,762	5,000	6,000	6,000
<i>Total Employee Benefits</i>	\$414,033	\$488,050	\$507,000	\$569,260
TOTAL SALARY AND BENEFITS	\$1,179,718	\$1,406,067	\$1,391,000	\$1,534,042

**TWENTYNINE PALMS WATER DISTRICT
MONTHLY USER RATES
FISCAL 2010-2011**

Ready to Serve:		Water Charges:	
Meter Size:	Monthly Charge	Water Sales	\$2.15 per 100 Cubic Feet (HCF)
5/8" X 3/4"	11.00		
1.0"	27.50		
1.5"	55.00	Pay Stations:	
2.0"	88.00	Large Tokens	\$3.40 Each
3.0"	247.50	Small Tokens	\$0.85 Each
4.0"	550.00		
6.0"	825.00		
Fireline Charges:			
2" FL	23.00		
3" FL	46.00		
4" FL	86.00		
6" FL	184.00		
8" FL	338.00		
10" FL	522.00		

**TWENTYNINE PALMS WATER DISTRICT
WATER AVAILABILITY ASSESSMENT
FISCAL 2010-2011**

Each parcel, improved or unimproved, not over one-acre in size	\$30.00
Plus: For each acre over one-acre up to five-acres	\$8.00
Plus: For each acre over five-acres	\$7.50
Maximum Assessment per parcel	\$1,200.00

Budgeted water availability assessment revenue represents an estimate based upon the assumption that the Board will approve Fiscal Year 2010-2011 water availability assessments at the level existing in Fiscal Year 2009-2010. Final decisions as to Fiscal Year 2010-2011 water availability assessments will occur following a public hearing in June, 2010. If the assessments are changed, then this budget will be amended to reflect different revenue and expenditure assumptions.