

# CSA 31 Sewer Enterprise Fund

## Health Services

Kris Balaji, Public Works Director

Enterprise Fund	2017-2018 Actual	2018-2019 Adjusted	2019-2020 Requested	2019-2020 Recommended	Increase/ (Decrease)
<b>Expenditures</b>					
Services & Supplies	\$0	\$0	\$190,604	\$190,604	\$190,604
Centrally-Budgeted Expenses	0	0	3,928	3,928	3,928
Other Charges & Uses	0	0	798,870	798,870	798,870
Fixed Assets	0	0	105,000	105,000	105,000
Operating Transfers Out	0	0	200,000	200,000	200,000
<i>Total Appropriations</i>	\$0	\$0	\$1,298,402	\$1,298,402	\$1,298,402
<b>Earned Revenues By Source</b>					
Interest/Rents	\$0	\$0	\$1,000	\$1,000	\$1,000
Charges For Services	0	0	1,437,066	1,437,066	1,437,066
Fund Balance	0	0	(139,664)	(139,664)	(139,664)
<i>Total Revenues</i>	\$0	\$0	\$1,298,402	\$1,298,402	\$1,298,402
<b>Net County Cost</b>	\$0	\$0	\$0	\$0	\$0

- The CSA 31 budgeted amounts were previously expensed in the Special Districts budget and not in the County budget.

### Purpose

The County Service Area 31 (CSA 31) Sewer Enterprise Fund (SEWF) (#9312000000) is a newly-established Enterprise Fund and budget unit for 2019-2020. The Fund provides funding for the operation and maintenance of the District's wastewater system. The system consists of a collection system and a pump station, which discharges wastewater to the City of Lodi's White Slough Water Pollution Control Facility. Revenue is derived primarily from service charges levied on the benefiting properties.

In February 2018, \$7.8 million in Revenue Refunding Bonds was issued to refinance the Series 2007 CSA 31 Wastewater project Certificates of Participation and the 2007 County General Fund loan to CSA 31 that funded the construction of wastewater system improvements. These refunding bonds are secured by the District's revenue from wastewater service charges.

### Fixed Assets/Capital Improvement

- \$75,000 Contingency and capital replacement/failures.
- \$30,000 Replace lift pump.

### Program Discussion

The CSA 31 SEWF budget is being established in 2019-2020 with a budget of \$1,298,402, which consists of professional services, legal services, departmental allocated costs, and fixed assets totaling \$105,000 to replace a lift pump and contingencies for capital replacement and failures, fees from the City of Lodi for sewer treatment, interest on bonds, and repayment of long-term debt. Revenue includes \$1.4 million from service charges paid by customers. The projected 2018-2019 year-end fund balance is \$444,439.

Wastewater service charges are based on the Equivalent Unit (EU), which equals 310,250 gallons of discharge. The minimum charge for service is 0.5 EU for developed lots and 0.3 EU for undeveloped lots. Revenue from service charges is projected to decrease 4.6% in 2019-2020 due to a reduction in discharge volume.

Planned expenditures include a \$200,000 contribution to a rate stabilization fund. This fund will be created to meet provisions of the bond indenture and provide contingency for fluctuations in revenues resulting from changes in wastewater discharge by system users.

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### Workload Data

	-----Actual-----			Est./Act. 2018-2019	Projected 2019-2020
	2015-2016	2016-2017	2017-2018		
<b><i>Equivalent Units (EU)</i></b>					
<i>EUs for developed lots</i>	84.7	85	110.7	118.9	110.3
<i>EUs for undeveloped lots</i>	5.7	6.9	5.1	5.1	4.5
<i>Total</i>	90.4	91.9	115.8	124	114.8