

FISCAL
YEAR 22/23
BUDGET
WORKSHOP



**SOUTH PLACER
MUNICIPAL UTILITY DISTRICT**

TABLE 1. EDU GROWTH

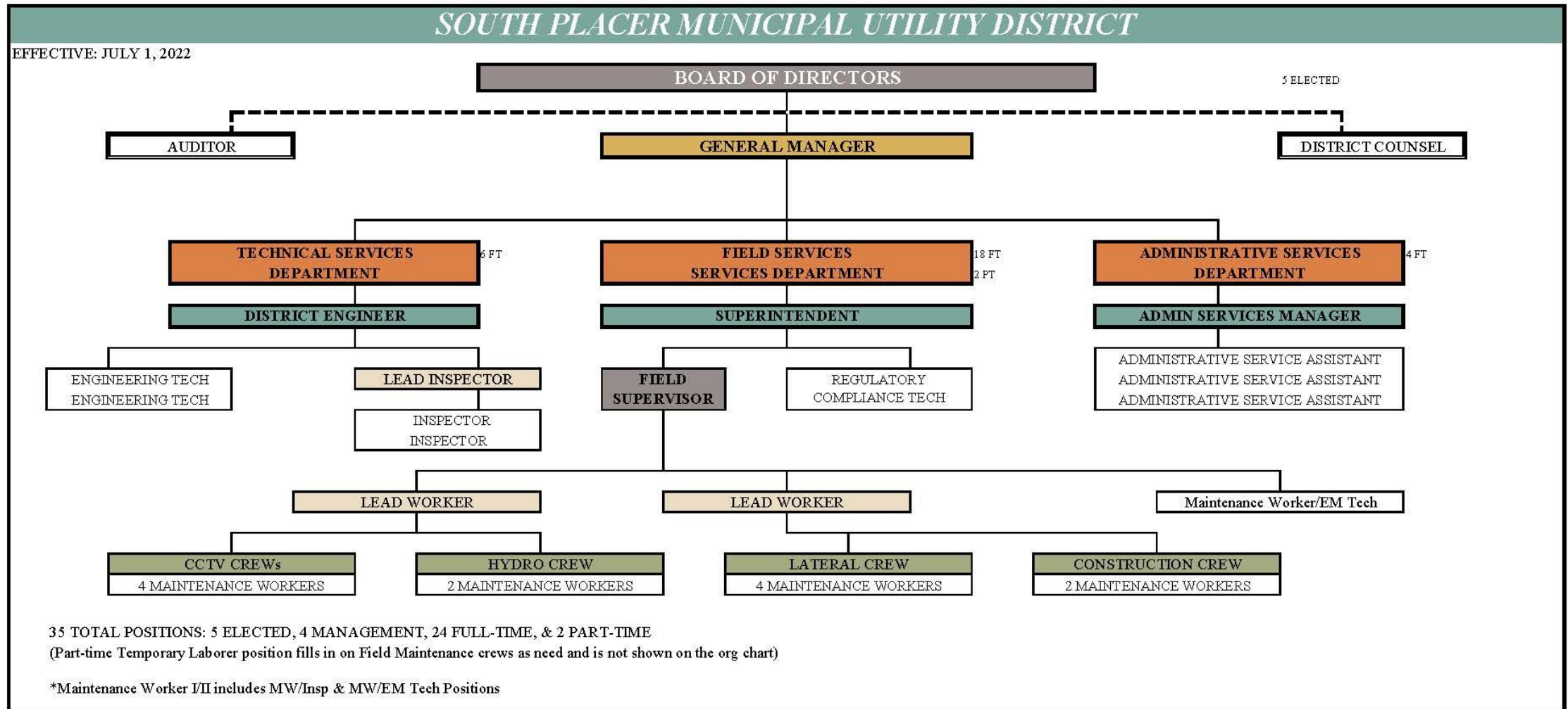
South Placer Municipal Utility District EDU Growth

	<u>Fiscal Year</u>	<u>Total EDUs</u>	<u>Increase</u>	<u>% Increase</u>
Proposed	2023	36311	300	0.83%
Projected	2022	36011	689	1.95%
Audited	2021	35322	466	1.31%
Audited	2020	34856	682	1.97%
Audited	2019	34174	729	2.13%
Audited	2018	33445	620	1.88%

TABLE 2. REVENUE BUDGET

	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR 19/20	FISCAL YR 20/21	FISCAL YR 21/22	FISCAL YR 22/23
OPERATING FUND				
SEWER SERVICE CHARGES REVENUES	\$ 15,277,632	\$ 15,503,728	\$ 15,650,000	\$ 15,736,400
PERMITS, PLAN CHECK FEES & INSPECTIONS	224,844	458,220	319,000	300,000
PROPERTY TAXES	1,083,897	1,173,961	1,180,000	1,200,000
LATE FEES SEWER SERVICE CHARGES	105,579	102,066	149,400	160,000
INTEREST	320,408	46,631	30,000	90,000
GAIN/LOSS ON SALE FIXED ASSET DISPOSAL	-	(36,147)	(60,000)	(40,000)
MISCELLANEOUS INCOME	28,403	88,053	380,000	100,000
TOTAL OPERATING FUND less CEPPT Interest Earnings	\$ 17,040,763	\$ 17,336,512	\$ 17,648,400	\$ 17,546,400
Interest Income from CEPPT (Restricted)	\$ -	\$ 440,903	\$ (400,000)	\$ 100,000
TOTAL OPERATING FUND	\$ 17,040,763	\$ 17,777,415	\$ 17,248,400	\$ 17,646,400
CAPITAL IMPROVEMENT PROGRAM FUND				
SEWER PARTICIPATION FEES	\$ 1,415,952	\$ 2,933,779	\$ 2,050,000	\$ 1,449,000
INTEREST	641,155	91,326	60,000	180,000
TOTAL CAPITAL IMPROVEMENT PROGRAM FUND	\$ 2,057,107	\$ 3,025,105	\$ 2,110,000	\$ 1,629,000
CAPITAL REPLACEMENT FUND				
INTEREST	\$ 640,815	\$ 91,325	\$ 60,000	\$ 180,000
TOTAL CAPITAL REPLACEMENT FUND	\$ 640,815	\$ 91,325	\$ 60,000	\$ 180,000
TOTAL SPMUD REVENUE	\$ 19,738,685	\$ 20,893,845	\$ 19,818,400	\$ 19,355,400

FIGURE 1. ORGANIZATIONAL CHART



	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR 19/20	FISCAL YR 20/21	FISCAL YR 21/22	FISCAL YR 22/23
SALARIES/WAGES	\$ 2,724,830	\$ 2,701,984	\$ 2,694,000	\$ 3,040,000
FICA - SOCIAL SECURITY	\$ 202,806	\$ 179,702	\$ 206,000	\$ 232,600
CALPERS RETIREMENT & UAL	\$ 585,325	\$ 627,975	\$ 652,800	\$ 1,200,000
457 & 401A RETIREMENT	\$ 86,803	\$ 112,343	\$ 120,000	\$ 125,000
INSURANCE BENEFITS	\$ 651,560	\$ 705,209	\$ 720,000	\$ 785,000
PERS OPEB	\$ 233,288	\$ 287,718	\$ 448,074	\$ 460,000
SUBTOTAL SALARIES & BENEFITS	\$ 4,484,612	\$ 4,614,931	\$ 4,840,874	\$ 5,842,600

**TABLE 3. OPERATING FUND EXPENDITURE BUDGET
SALARIES & BENEFITS**

Table 3. OPERATING Fund Expenditure Budget Services & Supplies

	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR 19/20	FISCAL YR 20/21	FISCAL YR 21/22	FISCAL YR 22/23
ASPHALT PAVING	\$ 12,832	\$ -	\$ 12,000	\$ 75,000
BUILDING & GROUNDS MAINTENANCE	\$ 32,548	\$ 37,954	\$ 53,000	\$ 53,000
ELECTION EXPENSE	\$ -	\$ -	\$ -	\$ 80,000
GAS & OIL EXPENSE	\$ 40,110	\$ 42,472	\$ 61,000	\$ 61,000
GENERAL OPERATING SUPPLIES & MAINTENANCE	\$ 156,299	\$ 108,445	\$ 158,000	\$ 162,800
LEGAL SERVICES	\$ 56,309	\$ 64,964	\$ 90,000	\$ 250,000
LIFT STATION & FLOW RECORDER PROGRAMS	\$ 63,934	\$ 62,281	\$ 40,000	\$ 69,000
OTHER OPERATING EXPENSE	\$ 12,919	\$ (406)	\$ 150	\$ 1,000
PROFESSIONAL DEVELOPMENT	\$ 37,515	\$ 20,770	\$ 45,000	\$ 72,500
PROFESSIONAL SERVICES	\$ 95,461	\$ 80,243	\$ 142,500	\$ 650,500
PROPERTY & LIABILITY INSURANCE	\$ 159,130	\$ 215,827	\$ 255,000	\$ 297,000
REGULATORY COMPLIANCE/GOVERNMENT FEES	\$ 54,117	\$ 46,960	\$ 65,000	\$ 73,150
REPAIR/MAINTENANCE AGREEMENTS	\$ 76,913	\$ 108,609	\$ 117,500	\$ 133,000
ROOT CONTROL PROGRAM	\$ 33,687	\$ 54,501	\$ 58,000	\$ 65,000
SAFETY GEAR/UNIFORMS	\$ 25,193	\$ 19,281	\$ 24,000	\$ 27,650
UTILITIES	\$ 132,770	\$ 156,342	\$ 160,000	\$ 170,000
UTILITY BILLING/BANKING EXPENSE/PRINTING	\$ 192,576	\$ 235,471	\$ 230,750	\$ 246,500
VEHICLE REPAIR & MAINTENANCE	\$ 73,026	\$ 46,792	\$ 80,000	\$ 80,000
SUBTOTAL SERVICES & SUPPLIES	\$ 1,255,339	\$ 1,300,506	\$ 1,591,900	\$ 2,567,100

TABLE 3. OPERATING FUND EXPENDITURE BUDGET REGIONAL TREATMENT & DEPRECIATION

	<u>AUDITED FINANCIALS</u>		<u>PROJECTED</u>	<u>PROPOSED</u>
	<u>FISCAL YR 19/20</u>	<u>FISCAL YR 20/21</u>	<u>FISCAL YR 21/22</u>	<u>FISCAL YR 22/23</u>
RWWTP MAINTENANCE & OPERATIONS	\$ 5,205,004	\$ 5,025,013	\$ 5,407,307	\$ 7,054,000
RWWTP REHAB & REPLACEMENT	\$ 790,725	\$ 576,156	\$ 1,774,795	\$ 2,611,000
SUBTOTAL SPWA O&M & R&R	\$ 5,995,729	\$ 5,601,169	\$ 7,182,102	\$ 9,665,000
TOTAL OPERATIONS EXPENSE LESS DEPRECIATION	\$ 11,865,999	\$ 11,516,606	\$ 13,614,876	\$ 18,074,700
DEPRECIATION EXPENSE	\$ 1,889,287	\$ 2,065,934	\$ 2,375,000	\$ 2,530,000
ONE-TIME CEPPT FUNDING	\$ -	\$ 3,000,000	\$ -	\$ -
TOTAL OPERATING FUND EXPENSES	\$ 13,755,286	\$ 16,582,540	\$ 15,989,876	\$ 20,604,700

TABLE 4. CAPITAL EXPENDITURE BUDGET

		FUND 100	FUND 300	FUND 400
		OPERATING FUND CAPITAL	CIP & EXPANSION	REHAB & REPLACEMENT
CAPITAL IMPROVEMENTS				
ARCHIVING / DISASTER DEVELOPMENT PLAN	\$ 15,500	\$ 15,500		
COMPUTERS/OFFICE FURNITURE	\$ 45,300	\$ 45,300		
CY MASTER PLAN CAPITAL IMPROVEMENTS	\$ 4,100,000	\$ 4,100,000		
EASEMENT INSPECTION EQUIPMENT	\$ 11,700	\$ 11,700		
EASEMENT/ACCESS ROAD REPLACEMENT/UPGRADES	\$ 437,500	\$ 217,500		\$ 220,000
EQUIPMENT UPGRADES/REPLACEMENT	\$ 2,000	\$ 2,000		
NEWCASTLE MASTER PLAN IMPROVEMENTS	\$ 350,000	\$ 350,000		
PARTICIPATION IN REGIONAL PROJECTS	\$ 455,000	\$ 130,000		\$ 325,000
PIPE TRAILER IMPROVEMENTS	\$ 10,000	\$ 10,000		
SOFTWARE/DATA ACQUISITION	\$ 40,000	\$ 40,000		
SYSTEM IMPROVEMENTS	\$ 105,000	\$ 105,000		
FOOTHILL TRUNK PROJECT - CONSTRUCTION	\$ 125,000		\$ 125,000	
TRUNK EXTENSION REIMBURSEMENT	\$ 3,300,000		\$ 3,300,000	
CURED IN PLACE PIPE	\$ 650,000			\$ 650,000
SCADA DESIGN & IMPLEMENTATION	\$ 3,400,000			\$ 3,400,000
SYSTEM REHABILITATION	\$ 1,100,000			\$ 1,100,000
TAYLOR ROAD LIFT STATION REPLACEMENT	\$ 160,000			\$ 160,000
VEHICLE PURCHASES	\$ 350,000			\$ 350,000
TOTAL CAPITAL IMPROVEMENTS	\$ 14,657,000	\$ 5,027,000	\$ 3,425,000	\$ 6,205,000

	AUDITED FINANCIALS		PROJECTED	PROPOSED
	FISCAL YR	FISCAL YR	FISCAL YR	FISCAL YR
	19/20	20/21	21/22	22/23
OPERATING FUND CAPITAL IMPROVEMENTS	\$ 118,277	\$ 293,219	\$ 185,000	\$ 5,027,000
CIP & EXPANSION CAPITAL IMPROVEMENTS	\$ 500,346	\$ 2,087,054	\$ 125,000	\$ 3,425,000
REPLACEMENT & REHABILITATION CAPITAL IMPROVEMENTS	\$ 918,263	\$ 1,389,357	\$ 1,585,000	\$ 6,205,000
TOTAL CAPITAL INVESTMENT	\$ 1,536,886	\$ 3,769,630	\$ 1,895,000	\$ 14,657,000

TABLE 5. CAPITAL INVESTMENT

TABLE 6. INVESTMENTS

Investment	Account Balance Prior Year Jan 21 - Mar 21	Account Balance Previous Quarter Oct 21 - Dec 21	Market Value Jan 22 - Mar 22	Quarterly Rate of Return	% of Portfolio
CALTRUST	\$ 23,861,892	\$ 23,776,972	\$ 23,287,970	-1.51%	32%
LAIF (Local Agency Investment Fund)	\$ 12,887,382	\$ 19,921,388	\$ 19,937,087	0.12%	27%
PLACER COUNTY TREASURY	\$ 13,938,780	\$ 19,964,636	\$ 19,976,455	0.24%	27%
WELLS FARGO	\$ 8,334,193	\$ -	\$ -	0.00%	0%
CASH	\$ 5,552,583	\$ 4,421,267	\$ 6,775,989	0.20%	9%
RESTRICTED - CEPPT	3,287,150	3,539,972	3,345,795	-5.43%	5%
TOTAL/AVERAGE	67,861,980	71,624,235	73,323,296	-0.79%	100%

TABLE 7. CASH AND INVESTMENTS

CASH & INVESTMENTS	Interest Allocation	AUDITED FUNDS FY 19/20	AUDITED FUNDS FY 20/21	FUNDS AS OF 03/31/2022
FUND 100 OPERATING	20%	\$ 14,646,769	\$ 16,786,025	\$ 20,865,807
FUND 300 CIP & EXPANSION	40%	\$ 26,787,560	\$ 26,878,885	\$ 27,146,138
FUND 400 CAPITAL REPLACEMENT & REHABILITATION	40%	\$ 21,620,914	\$ 21,712,239	\$ 21,965,555
CALPERS CEPP TRUST - RESTRICTED		\$ -	\$ 3,440,903	\$ 3,345,795
TOTALS		\$ 63,055,243	\$ 68,818,052	\$ 73,323,295

<u>RESERVE FUND</u>	<u>REQUIREMENT</u>	<u>CALCULATION</u>	<u>AMOUNT</u>
Emergency Reserve	\$3 Million	\$3 Million	\$ 3,000,000
Rate Stabilization Reserve	10% of Annual Revenue	10% of 17,546,400	\$ 1,754,640
Operations & Maintenance Reserve	3 Months of Operating Expense (before depreciation)	25% of 18,074,700	\$ 4,518,675
		TOTAL	<u>\$ 9,273,315</u>

TABLE 9. OPERATING FUND RESERVE REQUIREMENTS

TABLE 8. SOURCES & USES OPERATING FUND

Fund 100 Operating Fund

PROJECTED BALANCE AS OF JULY 1, 2022

\$ 18,147,395

Proposed Revenues

Fund 100 Revenues

\$ 17,456,400

Interest

\$ 90,000

Total Fund 100 Revenues

\$ 17,546,400

Proposed Expenditures

Operations & Maintenance Expenses

\$ (18,074,700)

Depreciation

\$ (2,530,000)

SubTotal Fund 100 Expenses

\$ (20,604,700)

Capital Projects

\$ (5,027,000)

Total Fund 100 Expenditures

\$ (25,631,700)

100 ENDING FUND BALANCE

\$ 10,062,095

Minimum Operating Fund Reserve Requirement per Policy #3130

\$ 9,273,315

100 FUND BALANCE (LESS RESERVE REQUIREMENT) AVAILABLE FOR USE

\$ 788,780

TABLE 8. SOURCES & USES CAPITAL FUNDS

Fund 300 CIP & Expansion

PROJECTED BALANCE AS OF JULY 1, 2022 \$ 29,212,605

Proposed Revenues

Sewer Participation Charges	\$ 1,449,000
Interest	\$ 180,000
<i>Total Fund 300 Revenues</i>	<u>\$ 1,629,000</u>

Proposed Expenditures

Capital Projects	\$ (3,425,000)
<i>Total Fund 300 Expenditures</i>	<u>\$ (3,425,000)</u>

300 ENDING FUND BALANCE \$ 27,416,605

Fund 400 Rehab & Replacement

PROJECTED BALANCE AS OF JULY 1, 2022 \$ 22,790,000

Proposed Revenues

Depreciation	\$ 2,530,000
Interest	\$ 180,000
<i>Total Fund 400 Revenues</i>	<u>\$ 2,710,000</u>

Proposed Expenditures

Capital Projects	\$ (6,205,000)
<i>Total Fund 400 Expenditures</i>	<u>\$ (6,205,000)</u>

400 ENDING FUND BALANCE \$ 19,295,000