

FY 2024-25 BUDGET

BUDGET SECTION SUMMARY

Section Title: SONOMA VALLEY COUNTY SANITATION DISTRICT

A. Program Description

This budget finances operation, maintenance, and administration of a collection system, pumping stations, a treatment plant, and disposal facilities which serve the Sonoma Valley County Sanitation District (Sonoma Valley CSD). The District includes the City of Sonoma, as well as the communities of Boyes Hot Springs, Agua Caliente, El Verano and Glen Ellen.

B. Financial Summary

Section	GROSS EXPENDITURES			NET COST/USE OF FUND BALANCE		
	FY 23-24 Adopted	FY 24-25 Requested	Percent Change	FY 23-24 Adopted	FY 24-25 Requested	Percent Change
Operations	\$25,140,248	\$22,618,803	(10.03%)	\$5,445,111	\$2,081,375	(61.78%)
Construction	13,340,387	2,829,900	(78.79%)	7,341,187	(449,612)	(106.12%)
Revenue Bonds	4,983,225	727,100	(85.41%)	2,740,000	(1,007,500)	(136.77%)
SRF Loan	47,608	38,514	(19.10%)	(399,865)	(410,308)	2.61%
Wet Weather Mitig	42,000	42,000	0.00%	4,000	1,600	(60.00%)
TOTAL:	\$43,553,468	\$26,256,317	(39.71%)	\$15,130,433	\$215,555	(98.58%)

C. Staffing Summary

No staffing is allocated to this index.

D. Workload Summary

Workload Indicator	FY 22-23 Actual	FY 23-24 Budget Estimate	FY 23-24 Revised Estimate	FY 24-25 Projected	Change from FY 23-24 Budget Estimate
TOTAL ESDs	17,744	17,789	17,789	17,820	0.17%
TOTAL APNs	10,535	10,511	10,568	10,599	0.84%

E. Summary of Issues and Significant Changes

The Sonoma Valley County Sanitation District (District) provides sewage collection, treatment, and disposal service to the Sonoma Valley area. Wastewater is collected primarily by a gravity system and flows to the District's wastewater treatment plant for processing. Recycled water is used to irrigate local crops during the summer and is discharged to San Pablo Bay via Schell Slough during the winter. The District's treatment plant is permitted to treat an average daily dry weather flow of up to 3.0 million gallons per day to tertiary standards. Waste Discharge Requirements, Order No. R2-2008-0090 (NPDES Permit No. CA0037800), was issued on October 8, 2008 by the California Regional Water Quality Control Board, San Francisco Bay Region (SFBRWQCB) for Sonoma Valley CSD's treatment plant.

Most of Sonoma Valley CSD's collection system is several decades old and is in need of replacement. In 2015, the District received a Cease and Desist Order from the Regional Board that establishes a timeline for completing several collection improvement projects needed to reduce wet weather overflows. Compliance with this order will require significant investments in the collection system. The District will continue to increase rates over and above the rate of inflation to generate funds for replacing the collection system.

FY 2024-25 BUDGET
BUDGET SECTION SUMMARY

Section Title:

SONOMA VALLEY COUNTY SANITATION DISTRICT

E. Summary of Issues and Significant Changes (continued)

FY 24-25 annual service charges for residential customers with a water account at either City of Sonoma or Valley of the Moon Water District are charged a variable rate based on water usage. Annual Service charge rates are proposed to increase 6.0% for FY 24-25.

F. Summary of Reduction Options

No reduction options are proposed.

G. Attachments

- Summary of Revenues and Expenditures
- Character Justification
- Statement of Special Fund Activity

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - OPERATIONS
Fund/Department ID: 43301-33080100

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
REVENUES:				
<u>TAXES</u>				
40003 Direct Charges-CY	\$18,333,624	\$19,052,342	\$718,718	3.92%
40202 Direct Charges - PY	150,000	150,000	0	0.00%
40999 Penalties/Costs on Taxes	40,000	40,000	0	0.00%
Subtotal Taxes	\$18,523,624	\$19,242,342	\$718,718	3.88%
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$107,500	\$195,000	\$87,500	81.40%
44101 Rent - Real Estate	11,000	13,086	2,086	18.96%
Subtotal Use of Money	\$118,500	\$208,086	\$89,586	75.60%
<u>CHARGES FOR SERVICES</u>				
45221 Sewer/Water Usage Fee	\$868,013	\$902,001	\$33,988	3.92%
45301 Charges for Services	135,000	135,000	0	0.00%
45316 Water Conservation	50,000	50,000	0	0.00%
Subtotal Charges for Services	\$1,053,013	\$1,087,001	\$33,988	3.23%
TOTAL REVENUES	\$19,695,137	\$20,537,428	\$842,292	4.28%

EXPENDITURES:

SERVICES AND SUPPLIES

51032 Janitorial Services	\$30,000	\$152,660	\$122,660	408.87%
51061 Maintenance - Equipment	3,012,200	1,013,240	(1,998,960)	(66.36%)
51201 Administration Costs	154,000	160,480	6,480	4.21%
51205 Advertising/Marketing	3,700	3,700	0	0.00%
51206 Accounting/Auditing Services	9,500	9,500	0	0.00%
51211 Legal Services	45,700	33,350	(12,350)	(27.02%)
51231 Testing/Analysis	99,000	96,570	(2,430)	(2.45%)
51241 Outside Printing & Binding	1,000	9,010	8,010	801.00%
51244 Permits/License/Fees	95,500	87,200	(8,300)	(8.69%)
51253 County Counsel - Litigation	10,600	13,200	2,600	24.53%
51401 Rents& Leases-Equipment	18,000	20,350	2,350	13.06%
51509 SCADA	0	1,151,403		
51601 Training/Conference Expenses	2,200	2,010	(190)	(8.64%)
51602 Business Travel/Mileage	200	200	0	0.00%
51605 Private Car Expense	1,000	1,000	0	0.00%
51803 Other Contract Services	1,155,724	1,288,960	133,236	11.53%
51902 Telecommunication Usage	5,000	6,000	1,000	20.00%
51916 County Services	50,000	43,040	(6,960)	(13.92%)
51917 District Operations Chgs	8,924,800	9,255,054	330,254	3.70%

SERVICES AND SUPPLIES (continued)

51921 Equipment Usage Charges	435,000	449,000	14,000	3.22%
52021 Clothing	3,300	3,300	0	0.00%
52031 Food	300	510	210	70.00%
52061 Fuel/Gas/Oil	10,000	10,000	0	0.00%
52071 Materials and Supplies Expense	5,000	12,000	7,000	140.00%

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - OPERATIONS
Fund/Department ID: 43301-33080100

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
52072 Chemicals	475,000	458,770	(16,230)	(3.42%)
52081 Medical/Laboratory Supplies	36,400	42,650	6,250	17.17%
52091 Memberships/Certifications	15,500	14,730	(770)	(4.97%)
52111 Office Supplies	8,700	7,850	(850)	(9.77%)
52117 Mail and Postage Supplies	1,000	500	(500)	(50.00%)
52141 Minor Equipment/Small Tools	55,000	50,880	(4,120)	(7.49%)
52142 Computer Equip/Accessories	1,000	600	(400)	(40.00%)
52143 Software/Licensing Fees	5,900	7,000	1,100	18.64%
52171 Water Conservation Program	30,000	30,000	0	0.00%
52193 Utilities-Power	1,022,000	1,008,086	(13,914)	(1.36%)
Subtotal Services and Supplies	\$15,722,224	\$15,442,803	(\$1,430,824)	(9.10%)
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$83,926	\$77,028	(\$6,898)	(8.22%)
53402 Depreciation Expense	4,568,000	3,833,000	(735,000)	(16.09%)
53401 Amortization Expense	44,000	44,000	0	0.00%
53501 Contributions	325,000	0	(325,000)	(100.00%)
Subtotal Other Charges	\$5,020,926	\$3,954,028	(\$1,066,898)	(21.25%)
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$3,960,398	\$3,080,072	(\$880,326)	(22.23%)
Subtotal Other Financing Uses	\$3,960,398	\$3,080,072	(\$880,326)	(22.23%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59002 Advances	\$265,308	\$272,206	\$6,898	2.60%
59003 Advances Clearing	(265,308)	(272,206)	(6,898)	2.60%
Subtotal Admin Control Account	\$0	\$0	\$0	N/A
<u>FIXED ASSETS</u>				
19820 Machinery & Equipment	\$114,000	\$120,000	\$6,000	5.26%
19841 Work in Progress - Intang	322,700	21,900	(300,800)	(93.21%)
Subtotal Fixed Assets	\$436,700	\$141,900	(\$294,800)	(67.51%)
TOTAL EXPENDITURES	\$25,140,248	\$22,618,803	(\$3,672,848)	(14.61%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$5,445,111	\$2,081,375	(\$4,515,140)	(82.92%)

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Operations

Character Title: Taxes **Character No.:** 43301-33080100-40

40003 Direct Charges - CY

Flat charge revenue from annual service charges is expected to increase from the adopted FY 23-24 budget. The rate will increase 6.0%, from \$1,272 to \$1,348.

ESDs times annual rate:	14,395 x \$1,348	\$19,404,242
Less Estimated Delinquency Factor:	0.8%	(161,900)
		\$19,242,342

(See Account 45221 for Total ESDs)

40202 Direct Charges - PY

This account records the estimated delinquent amount of prior years sewer service charges.

40999 Penalties/Costs on Taxes

This account records penalties paid on delinquent sewer service charges.

Character Title: Use of Money **Character No.:** 43301-33080100-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$6,000,000
Projected Interest Rate	3.25%
Projected Interest on Pooled Cash	\$195,000

44101 Rent-Real Estate

This account represents the rental payment for the photovoltaic facility by the ISF Power Fund.

Character Title: Charges for Services **Character No.:** 43301-33080100-45

45221 Sewer/Water Usage Fees

This account records annual sewer service charges for entities that are invoiced, rather than paying flat charges on the tax roll, and for new hook-ups as they occur during the year. The Sanitation Rate Ordinance requires that charges be collected at the time permits are issued.

ESDs x Annual Charge	669 x \$1,348	=	\$902,001
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45221 Sewer/Water Usage Fees (Industrial Users Monitoring/Discharge)

This account also records revenue associated with the Industrial Users Monitoring Program or revenue received from any industrial user for events such as an unauthorized (or specially authorized) discharge into the treatment plant. The budgeted amount is expected to offset monitoring expenses anticipated to be incurred primarily by the Agency's Environmental Compliance Inspector.

45221 Sewer/Water Usage Fees (Septic Disposal Fee)

This account also records the revenue to the district for septic haulers using the treatment plant facilities to dispose of septic waste.

45301 Other Charges for Services

This account records the revenue to the District for recycled water sales.

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: Sonoma Valley CSD - Operations

45316 Conservation Program

This account records \$1,500 of each connection fee to support the Water Conservation Program per Ordinance 59 dated 8/8/2002.

Character Title: Services and Supplies

Character No.: 43301-33080100-51 & 52

51032 Janitorial Services

This account provides funds for custodial services.

51061 Maintenance - Equipment

This account records the costs for routine maintenance of equipment and planned non-routine projects.

FY 24-25 Planned Maintenance-Equipment:

AMI Replacement		\$170,000
Management Unit Restoration		64,000
Polymer System on Screw Press Replace		55,000
Resolve R5 pumps cycling		45,000
Lateral Repair & Replacements		165,000
Roof Replacement Project	V0148	200,000
Pipe & Manhole Rehabilitation	V0007M001	70,000
Sonoma Creek Bank Repair - Kohler Creek		90,740
Root Control in Collection System		25,000
Lighting Controls Replacement at SVTP		16,000
Lab Equipment (incubator)		50,000
Sewer/Stream Crossing		5,500
Emergency Inventory		57,000
		\$1,013,240

51201 Administration Costs

This account represents the 1% administration fee assessed by the County for processing collection of flat charges on the tax

51205 Advertising/Marketing

This account represents costs for advertising or marketing for the District.

51206 Accounting/Auditing Services

This account represents the cost of accounting and audit services provided by an outside certified public accounting service.

51211 Legal Services

This account covers the estimated cost of legal services to be provided by County Counsel, or outside legal services, as required.

51231 Testing and Analysis

This account records expenses incurred to comply with all regulatory testing requirements.

51241 Outside Printing & Binding

This account covers the costs of outside printing services.

51244 Permits/License/Fees

This account records the cost of all permits.

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: Sonoma Valley CSD - Operations

51253 County Counsel - Litigation

This account covers the costs for potential litigation needs by County Counsel.

51401 Rents/Leases - Equipment

This account covers the costs of renting copiers, fax machines and other equipment as needed.

51509 SCADA

This account records SCADA allocations FY24-25.

SCADA	\$	1,151,403
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51601 Training/Conference Expenses

This account covers the cost of training and conference expenses by Agency staff.

51602 Business Travel/Mileage

This account covers the cost of travel expenses to meetings and seminars by Agency staff.

Character Title:	Services and Supplies (continued)	Character No.:	43301-33080100-51 & 52
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51803 Other Contract Services

This account reflects the cost for various outside services which include:

FY 24-25 Planned Contract Services:

SMART Lids monitoring	\$11,000
Permit & Regulatory Assistance	100,000
BACWA	35,000
Hazardous Materials Assistance	35,000
Stream Crossing Database	50,000
Hauling Services (Landstar TW 22/23-013A)	60,000
Multi-year Agreements	200,000
NBWA	150,000
Arc Flash Studies	124,460
Sanitation Planning	75,000
Facility Drawings (CAD Updates)	118,000
Sewer AI (MACP Inspection Software)	70,000
Sanitation Code & Standards Update	140,000
TPW Pavement Preservation	60,000
Recycle Meter replace	50,000
Leete Generator Electrical As Needed	10,500
	\$1,288,960

51902 Telecommunication Usage

This account records expenses paid by the District for outside communication and wireless services.

51916 County Services

This account records the expense of agenda services and special district accounting services.

51917 District Operations Chgs

This account records the cost of labor and overhead associated with operations and maintenance of the District's facilities, as well as staff costs associated with supporting the San Francisco Bay Integrated Regional Water

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Operations
 Management Plan and Recycled Water Project.

FY 24-25 Planned Staff Work:

Roof Replacement	215,000
R3 Decomission and Sale	50,000
Resolve R5 pumps cycling	50,000
Sonoma Creek Bank Repair	117,200
Sonoma Hwy Re-route Sewer lateral	30,000
Pipe & Manhole Rehabilitation Project	20,000
Lighting Controls Replacement at SVTP	24,000
Polymer System on Screw Press Replace	5,000
NBWRA	40,000
BACWA	20,000
Hazardous Materials Assistance	5,000
Sanitation Planning	25,000
Arc Flash Studies	19,000
Sanitation Code & Standards Update	35,000
TPW Pavement Preservation	15,000
As-needed permit & regulatory assistance	15,000
	\$685,200

51921 Equipment Usage Charges

This account represents funds for Agency equipment usage.

52061 Fuel/Gas/Oil

This account includes the costs of gas, diesel and oil.

52072 Chemicals

This account records the cost of chemicals required for operation of the treatment plant in accordance with the Sonoma Valley CSD NPDES permit, as required by the Regional Quality Control Board.

52081 Medical/Laboratory Supplies

This account records the cost of lab supplies required for testing and monitoring wastewater.

52091 Memberships/Certifications

This account records membership dues/certificates.

52111 Office Supplies

This account records non-capitalized office expenses.

Character Title: Services and Supplies (continued)

Character No.:

43301-33080100-51 & 52

52117 Mail and Postage Supplies

This account covers the costs of the District's postage.

52141 Minor Equipment/Small Tools

This account provides funds for the purchase of office furniture, small tools, instruments and equipment that are individually under \$5,000.

52142 Computer Equipment/Accessories

This account provides funds for computer hardware as needed.

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Operations

52143 Software/Licensing Fees

This account provides funds for various software packages.

52171 Water Conservation Program

This program is funded by revenue generated by the \$1,500 connection fee noted above under account 45316. This account records the cost of indoor water use efficiency programs including but not limited to indoor water use assessments/audits, fixture replacements, rebates, and the Green Business Program with the goal of inflow reduction.

52193 Utilities-Power

This account records the cost of utilities such as gas and electricity.

Character Title: Other Charges **Character No.:** 43301-33080100-53

53103 Interest on LT Debt

This account reflects interest expense on the outstanding loans from the State Revolving Fund for the Trunk Main at Watmaugh (\$27,311) and Bio-Solids (\$49717).

53402 Depreciation

Generally Accepted Accounting Principles require that depreciation be expensed each year.

Character Title: Other Financing Uses **Character No.:** 43301-33080100-57

57011 Transfers out-within a Fund

This account reflects the transfer of cash from the Operations Fund to the Outfall Line Fund, the 1998 Revenue Bond Fund, SRF Loan and SRF Loan Reserve funds to cover principal and interest payments, as well as to the Construction Fund to finance the Capital Replacement Program. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer to the Construction Fund will not be made and any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

Transfer to:

Revenue Bond Fund & SRF Loan	\$2,080,072
Construction Fund	<u>1,000,000</u>
Total Operating Transfer	<u><u>\$3,080,072</u></u>

Character Title: Administrative Control Account **Character No.:** 43301-33080100-59

59002 Advances

This account reflects the principal payment for the State Revolving Loan of \$3,100,000 for the Bio-Solids Project. Term is 20 years at 2.6% interest. Repayment began FY 15-16 and final payment is scheduled for FY 34-35. The FY 24-25 request is based on the amortization schedule.

Original Amount of the Loan:	\$3,100,000
Interest accrued to principal	36,024
Total FY 15-16 through FY 23-24 Principal Payment	(1,223,840)
FY 24-25 Principal Payment	<u>(152,396)</u>
	<u><u>\$1,759,788</u></u>

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Operations

This account reflects the principal payment for the State Revolving Loan of \$2,320,304 for the Trunk Main at Watmaugh Project. Term is 20 years at 2.6% interest. Repayment began FY 12-13 and final payment is scheduled for FY 31-32. The FY 22-23 request is based on the amortization schedule.

Original Amount of the Loan:	\$2,320,304
Total FY 12-13 through FY 23-24 Principal Payment	(1,269,920)
FY 24-25 Principal Payment	(119,810)
	\$930,574

59003 Advances - Clearing

This is the clearing account for account 59002, Advances.

Character Title: Fixed Assets **Character No.:** 43301-33080100-19

19840 Work in Progress - Equipment

This account is used for the purchase of equipment that is a fixed or movable tangible asset used for operations.

19841 Work in Progress - Intang

This account captures costs for the development of intangible assets including the implementation and negotiation or acquisition of easements. FY 24-25 includes ROW of \$6,900 for Kohler Creek.

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Operations
Fund/Department ID: 43301-33080100

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$6,008,710	\$8,460,159	\$6,030,111
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	19,342,900	19,945,137	20,537,428
Expenditures - (Decrease) retained earnings	(20,191,826)	(26,714,980)	(22,618,803)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	<u>(848,925)</u>	<u>(6,769,843)</u>	<u>(2,081,375)</u>
Adjustments to Reserves/Encumbrances:			
53402 Depreciation Expense	\$ 4,002,799	\$ 4,568,000	\$ 3,833,000
Net Change in Encumbrance	(494,038)	-	-
Change in Prepaid Exp	(20,276)	-	-
Unrealized Gain/loss	61,127	-	-
Accrual of Principal Payment-Advances from Other Govts	(265,307)	(272,205)	(265,308)
Change in Reserved Fund Balance	-	-	-
Post Audit Adjustment	-	-	-
Gain/loss on disposal of Capital Assets	-	-	-
Advance Principal Expenditure	-	-	-
Correction in asset account	(12,000)	-	-
Amortization	28,069	44,000	44,000
Net Adjustment - Increase/(Decrease) to Retained Earnings	<u>3,300,374</u>	<u>4,339,795</u>	<u>3,611,692</u>
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$8,460,159	\$6,030,111	\$7,560,428
Target Fund Balance	\$5,908,023	\$8,144,070	\$7,721,402
<i>Over/(Under) Target Fund Balance</i>	\$2,552,135	(\$2,113,959)	(\$160,973)
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$2,451,449	(\$2,430,048)	\$1,530,317
<u>Retained Earnings Components at Beginning of FY</u>	<u>7/1/2022</u>	<u>7/1/2023</u>	
Cash	\$ 6,907,469	\$ 9,692,456	
Other Receivables-Flat Charges	298,235	287,987	
Accounts Payable	(1,986)	(17,512)	
Due From Other Funds	10,585	10,585	
Retention Receivable	4,957	4,957	
Loans Payable-Current	(258,584)	(265,307)	
Allowance for Uncollectible Accounts	-	-	
Due from State AR	-	-	
Vouchers Payable	(142,325)	(172,116)	
Accounts Receivable-AR Module	446,400	634,295	
Prepaid Expense	-	-	
Due Federal	(105,648)	-	
Unearned Revenue	(50,025)	-	
Reserved Fund Balance	-	-	

Interest Payment	(68,499)	(63,522)
Deposit From Others	(2,700)	(124,796)
Contract Retention Payable	-	
Unbilled AR		(3,661)
Encumbrances (Contract)	(1,029,169)	(1,523,207)
Total Beginning Retained Earnings	<u>\$ 6,008,710</u>	<u>\$ 8,460,159</u>

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SONOMA VALLEY CSD - CONSTRUCTION**
Fund/Department ID: **43302-33080200**

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$100,000	\$195,000	\$95,000	95.00%
Subtotal Use of Money	\$100,000	\$195,000	\$95,000	95.00%
<u>MISCELLANEOUS REVENUE</u>				
46021 Capital Grants-Federal	\$0	\$1,745,512	\$1,745,512	N/A
46024 Connection Fees	300,000	339,000	39,000	13.00%
Subtotal Miscellaneous Revenue	\$300,000	\$2,084,512	\$1,784,512	594.84%
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In -within a Fund	\$5,599,200	\$1,000,000	(\$4,599,200)	(82.14%)
Subtotal Other Financing Sources	\$5,599,200	\$1,000,000	(\$4,599,200)	(82.14%)
TOTAL REVENUES	\$5,999,200	\$3,279,512	(\$2,719,688)	(45.33%)
EXPENDITURES:				
<u>FIXED ASSETS</u>				
19832 CIP - Infrastructure	\$13,340,387	\$2,829,900	(\$10,510,487)	(78.79%)
Subtotal Fixed Assets	\$13,340,387	\$2,829,900	(\$10,510,487)	(78.79%)
TOTAL EXPENDITURES	\$13,340,387	\$2,829,900	(\$10,510,487)	(78.79%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$7,341,187	(\$449,612)	(\$7,790,799)	(106.12%)

FY 2024-25 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Construction

Character Title: Use of Money **Character No.:** 43302-33080200-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$6,000,000
Projected Interest Rate	3.25%
Projected/Planned Interest on Pooled Cash	\$195,000

Character Title: Miscellaneous Revenue **Character No.:** 43302-33080200-46

46026 Connection Fees

This account reflects the anticipated new sewer connections to the District.

Character Title: Other Financing Sources **Character No.:** 43302-33080200-47

47101 Transfers In-within a Fund

This account reflects the transfer from the Operations Fund (\$1,000,000) to finance the Capital Replacement Program. If the Operations Fund does not have sufficient cash available to finance planned capital projects, the transfer will not be made and any uncompleted projects will be rescheduled and rebudgeted in the next fiscal year.

Character Title: Fixed Assets **Character No.:** 43302-33080200-19

19832 CIP-Infrastructure

This account is used for expenses associated with facility improvements or expansion.
The following projects are planned for FY 24-25:

Planned Projects for FY 24-25:

Trunk Main Replacement Project Phase 5A	V0164/V0165	\$344,900
Trunk Main Replacement Project Phase 5B	V0203	\$711,700
Clarifiers-Seismic Retrofit	V0178	285,100
Local Hazard Mitigation Projects		150,000
Hooker Creek Trunk Main Seismic Mitigation		1,054,800
Influent/Effluent Pumping and Piping Upgrade		283,400
		\$2,829,900

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Construction (\$27,867,650)
Fund/Department ID: 43302-33080200

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$6,100,530	\$15,759,319	\$6,652,794
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	12,346,560	13,469,125	3,279,512
Expenditures - (Decrease) retained earnings	(7,130,665)	(22,575,650)	(2,829,900)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	5,215,895	(9,106,525)	449,612
Adjustments to Reserves/Encumbrances:			
Unrealized Gains/Loss	(137,200)	-	-
Post Audit Adjustment	-	-	-
Gain/Loss on Disposal Capital Assets	-	-	-
Change in Encumbrances	4,580,094	-	-
Net Adjustment - Increase/(Decrease) to Fund Balance	4,442,895	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$15,759,320	\$6,652,794	\$7,102,406
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$9,658,790	(\$9,106,525)	\$449,612
<u>Retained Earnings Components at Beginning of FY</u>	<u>7/1/2022</u>	<u>7/1/2023</u>	
Cash	\$11,947,730	\$17,255,745	
Vouchers Payable	(34,484)	(124,261)	
Retention Payable	(56,359)	(302,489)	
Retention Receivable	22,344	25,632	
Due from Federal AR	-	111,961	
Other Receivables	-	-	
Accounts Payable	(486,212)	(494,874)	
Contract Retention Payable	-	-	
Encumbrances (Contract)	(5,292,489)	(712,395)	
Total Beginning Retained Earnings	\$6,100,530	\$15,759,319	

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SONOMA VALLEY CSD - SRF LOAN**
Fund/Department ID: **43307-33080500**

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$4,500	\$5,850	\$1,350	30.00%
Subtotal Use of Money	\$4,500	\$5,850	\$1,350	30.00%
<u>Other Financing Sources</u>				
47101 Transfers In-within a Fund	\$442,973	\$442,972	(\$1)	(0.00%)
Subtotal Other Financing Sources	\$442,973	\$442,972	(\$1)	(0.00%)
TOTAL REVENUES	\$447,473	\$448,822	\$1,349	0.30%
EXPENDITURES:				
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$47,608	\$38,514	(\$9,094)	(19.10%)
Subtotal Other Charges	\$47,608	\$38,514	(\$9,094)	(19.10%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$395,365	\$404,458	\$9,093	2.30%
59005 Admin Control Acct-Clearing	(395,365)	(404,458)	(9,093)	2.30%
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$47,608	\$38,514	(\$9,094)	(19.10%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$399,865)	(\$410,308)	(\$10,443)	2.61%

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - SRF Loan

Character Title: Use of Money Character No.: 43307-33080500-42

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$180,000
Projected Interest Rate	3.25%
Projected/Planned Interest on Pooled Cash	\$5,850

Character Title: Other Financing Sources Character No.: 43307-33080500-47

47101 Transfers In-within a Fund

This account will be used to reflect the transfer of cash from the Operations Fund to this Loan Fund to cover the annual principal and interest payment.

Character Title: Other Charges Character No.: 43307-33080500-53

53103 Interest on LT Debt

This account reflects the interest expense for the State Revolving Loan for the Tertiary Treatment Plant Upgrades. The interest rate is 2.50%. Payment begin November 2007 and will continue annually until November 2027.

Character Title: Other Financing Uses Character No.: 43307-33080500-57

57011 Transfers out-within a Fund

No operating transfer will be budgeted in FY 24-25.

Character Title: Administrative Control Character No.: 43307-33080500-59

59004 Admin Control Acct

This account reflects the principal payment for the State Revolving Loan for the Tertiary Treatment Plant Upgrade Project. Term is 20 years at 2.3% interest. Replacement began FY 08-09 and final payment is scheduled for FY 27-28. FY 24-25 request is based on the amortization schedule.

The following reflects the principal payment history to date:

Original Amount of the Loan:	\$6,996,831
Interest during construction added to principal	10,671
Total FY 08-09 through FY 23-24 Principal Payments:	(5,324,107)
FY 24-25 Principal Payments:	(404,458)
Outstanding Loan Amount	\$1,278,937

59005 Admin Control Acct-Clearing

This is the clearing account for account 59004, Admin Control Acct.

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD- SRF Loan
Fund/Department ID: 43307-33080500

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$189,461	\$192,006	\$187,293
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	448,720	447,473	448,822
Expenditures - (Decrease) retained earnings	(50,724)	(47,608)	(38,514)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	397,996	399,865	410,308
Adjustments to Reserves/Encumbrances:			
Enterprise - Principal	-	-	-
Advances - Principal Expenditure	(395,365)	(404,578)	(404,578)
Capitalized Interest	-	-	-
Unrealized Gain/Loss	(87)	-	-
Increase in Matured Bonds Payable	-	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	(395,452)	(404,578)	(404,578)
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$192,005	\$187,293	\$193,023
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$2,544	(\$4,713)	\$5,730
<u>Fund Balance Components at Beginning of FY</u>	7/1/2022	7/1/2023	
Cash	\$612,621	\$618,283	
Interest Payable	(36,684)	(30,912)	
Due to Other Government	(386,476)	(395,365)	
Total Beginning Fund Balance	\$189,461	\$192,006	

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: **SONOMA VALLEY CSD - SRF LOAN RESERVE**
Fund/Department ID: **43308-33080600**

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
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REVENUES:

USE OF MONEY

44002 Interest on Pooled Cash	\$0	\$0	\$0	N/A
	\$0	\$0	\$0	N/A
<i>Subtotal Use of Money</i>	\$0	\$0	\$0	N/A

TOTAL REVENUES	\$0	\$0	\$0	N/A
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TOTAL NET COST	\$0	\$0	\$0	N/A
<i>(Expenditures Minus Revenues)</i>				

FY 2024-25 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - SRF Loan Reserve

Character Title: Use of Money **Character No.:** 43308-33080600-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office.
Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$0
Projected Interest Rate	3.25%
Projected/Planned Interest on Pooled Cash	<u>\$0</u>

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - SRF Loan Reserve
Fund/Department ID: 43308-33080600

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$0
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	6,536	0	0
Expenditures - (Decrease) retained earnings	-	\$0	-
Net Surplus or Deficit - Inc/(Dec) to retained earnings	6,536	-	-
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	13,338	-	-
Change in Reserved Fund Balance	(2,215)	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	11,123	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$17,659	\$0	\$0
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$17,659	\$0	\$0
<u>Fund Balance Components at Beginning of FY</u>	7/1/2022	7/1/2023	
Cash	\$388,831	\$395,384	
Reserved Fund Balance	(\$388,831)	(\$395,384)	
Total Beginning Fund Balance	\$0	\$0	

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - STATE LOAN RESERVE

Fund/Department ID: 43309-33080700

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$0	\$0	\$0	N/A
<i>Subtotal Use of Money</i>	\$0	\$0	\$0	N/A
TOTAL REVENUES	\$0	\$0	\$0	N/A
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$0	\$0	\$0	N/A

FY 2024-25 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation

Section Title: Sonoma Valley CSD - State Loan Reserve

Character Title: Use of Money Character No.: 43309-33080700-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$0
Projected Interest Rate	3.25%
Projected/Planned Interest on Pooled Cash	\$0

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - State Loan Reserve
Fund/Department ID: 43309-33080700

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$0	\$0	\$0
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	2,810	\$0	0
Expenditures - (Decrease) retained earnings	-	\$0	-
Net Surplus or Deficit - Inc/(Dec) to retained earnings	2,810	-	-
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	50	-	-
Change in Reserved Fund Balance	(1,279)	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	(1,229)	-	-
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$1,581	\$0	\$0
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$1,581	\$0	\$0
<u>Fund Balance Components at Beginning of FY</u>			
Cash	\$167,151	\$169,968	
Reserved Fund Balance	(\$167,151)	(\$169,968)	
Total Beginning Fund Balance	\$0	\$0	

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: SONOMA VALLEY CSD - REVENUE BONDS

Fund/Department ID: 43305-33080800

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$125,000	\$97,500	(\$27,500)	(22.00%)
Subtotal Use of Money	\$125,000	\$97,500	(\$27,500)	(22.00%)
<u>OTHER FINANCING SOURCES</u>				
47101 Transfers In-within a Fund	\$2,118,225	\$1,637,100	(\$481,125)	(22.71%)
Subtotal Other Financing Sources	\$2,118,225	\$1,637,100	(\$481,125)	(22.71%)
TOTAL REVENUES	\$2,243,225	\$1,734,600	(\$508,625)	(22.67%)
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
51242 Bank Charges	\$3,500	\$3,500	\$0	0.00%
Subtotal Services and Supplies	\$3,500	\$3,500	\$0	0.00%
<u>OTHER CHARGES</u>				
53103 Interest on LT Debt	\$779,725	\$723,600	(\$56,125)	(7.20%)
53104 Other Interest Expense	0	0	\$0	N/A
Subtotal Other Charges	\$779,725	\$723,600	(\$56,125)	(7.20%)
<u>OTHER FINANCING USES</u>				
57011 Transfers out-within a Fund	\$4,200,000	\$0	(\$4,200,000)	(100.00%)
Subtotal Other Financing Uses	\$4,200,000	\$0	(\$4,200,000)	(100.00%)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
59004 Admin Control Acct	\$1,355,000	\$910,000	(\$445,000)	(32.84%)
59005 Admin Control Acct-Clearing	(\$1,355,000)	(910,000)	445,000	(32.84%)
Subtotal Administrative Control	\$0	\$0	\$0	N/A
TOTAL EXPENDITURES	\$4,983,225	\$727,100	(\$4,256,125)	(85.41%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$2,740,000	(\$1,007,500)	(\$3,747,500)	(136.77%)

FY 2024-25 BUDGET CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Revenue Bonds

Character Title: Use of Money

Character No.: 43305-33080800-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$3,000,000
Projected Interest Rate	3.25%
Projected/Planned Interest on Pooled Cash	\$97,500

Character Title: Other Financing Sources

Character No.: 43305-33080800-47

47101 Transfers In-within a Fund

The revenues supporting this new revenue bond will be collected in the Operations Fund. This account will be used to reflect the transfer of cash from the Operations Fund to this Revenue Bond Fund to cover the annual principle and interest payment.

Character Title: Services and Supplies

Character No.: 43305-33080800-51

51242 Bank Charges

This account records the annual administrative fees from the trustee for the revenue bonds issued.

Character Title: Other Charges

Character No.: 43305-33080800-53

53103 Interest on LT Debt

This account reflects the interest expense on the 2005, 2013 and 2022 Revenue Bonds. These are serial bonds with interest rates ranging from 2.0% to 5.0%.

Character Title: Other Financing Uses

Character No.: 43305-33080800-57

57011 Transfers out-within a Fund

There is no transfer planned for FY 24-25.

Character Title: Administrative Control Account

Character No.: 43305-33080800-59

59004 Admin Control Acct

This account reflects the principal payment for revenue bonds issued in 2013/2022. Principal payments began August 2013 and will continue until maturity in August 2037.

2013 Revenue Bond	\$12,105,000
Total FY 13-14 through FY 22-23 Principal Payments	(6,145,000)
	\$5,960,000
2022 Revenue Bond	\$5,960,000
Total FY 22-23 through FY 23-24 Principal Payments	(1,335,000)
FY 24-25 Principal Payments	(910,000)
	\$3,715,000

59005 Admin Control Acct-Clearing

This is the clearing account for account 59004, Admin Control Acct.

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Section: Sonoma Valley CSD - Revenue Bonds
Index No.: 43305-33080800

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$1,469,456	\$6,691,620	\$2,616,620
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	1,350,843	2,243,225	1,734,600
Expenditures - (Decrease) retained earnings	(10,540,480)	(4,983,225)	(727,100)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(9,189,637)	(2,740,000)	1,007,500
Adjustments to Reserves/Encumbrances:			
Enterprise - Principal	(1,335,000)	(1,335,000)	(910,000)
Amortization of Gain on Refunding	(57,915)		
Issuance of New Debt	15,270,346		-
Unrealized Gain/Loss	510,561	-	-
Refunding of 2005 Bonds	(667,337)		
Loss on Refunding of Debt	-	-	-
Bond Premium	(81,733)	-	-
Change in Reserved Fund Balance	772,880	-	-
Net Adjustment - Increase/(Decrease) to Retained Earnings	14,411,802	(1,335,000)	(910,000)
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$6,691,621	\$2,616,620	\$2,714,120
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$5,222,165	(\$4,075,000)	\$97,500
<u>Fund Balance Components at Beginning of FY</u>	<u>7/1/2022</u>	<u>7/1/2023</u>	
Cash	\$ 2,935,805	\$ 8,365,084	
Cash with Trustee	772,885	328	
Cash with Trustee Res for Debt Service	(111,354)		
Matured Principal Payable	(1,355,000)	(1,335,000)	
Interest Payable	(772,880)	(338,792)	
Total Beginning Fund Balance	\$ 1,469,456	\$ 6,691,620	

FY 2024-25 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Fund: Sonoma Valley CSD - Wet Weather Mitigation
Fund/Department ID: 43310-33081000

Account No. and Title	Adopted 2023-24	Requested 2024-25	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
44002 Interest on Pooled Cash	\$8,000	\$10,400	\$2,400	30.00%
Subtotal Use of Money	\$8,000	\$10,400	\$2,400	30.00%
<u>CHARGES FOR SERVICES</u>				
45306 Mitigation Fees-Residential	\$30,000	\$30,000	\$0	0.00%
Subtotal Charges for Services	\$30,000	\$30,000	\$0	0.00%
TOTAL REVENUES	\$38,000	\$40,400	\$2,400	6.32%
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
51061 Maintenance - Equipment	\$30,000	\$30,000	\$0	0.00%
Subtotal Services and Supplies	\$30,000	\$30,000	\$0	0.00%
<u>OTHER CHARGES</u>				
53402 Depreciation Expense	\$12,000	\$12,000	\$0	0.00%
Subtotal Other Charges	\$12,000	\$12,000	\$0	0.00%
TOTAL EXPENDITURES	\$42,000	\$42,000	\$0	0.00%
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	\$4,000	\$1,600	(\$2,400)	(60.00%)

**FY 2024-25 BUDGET
CHARACTER JUSTIFICATION**

Department - Division: Sonoma County Water Agency - Sanitation
Section Title: Sonoma Valley CSD - Wet Weather Mitigation

Character Title: Use of Money **Character No.:** 43310-33081000-44

44002 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$320,000
Projected Interest Rate	<u>3.25%</u>
Projected/Planned Interest on Pooled Cash	\$10,400

Character Title: Charges for Services **Character No.:** 43310-33081000-45

45306 Mitigation Fees-Residential

Mitigation fees received.

Character Title: Services & Supplies **Character No.:** 43310-33081000-51

51061 Maintenance - Equipment

Permitting conditions for public sewer construction will require MidPen Housing to construct a sewage storage holding tank that the District will own, operate and maintain. MidPen Housing will also provide a mitigation fee to the District to fund the District's operational and maintenance expense for the holding tank and support District implemented off-site measures to reduce the risk of overflows in the area.

Under the proposed agreement, MP Springs Family Associates, L.P. and MP Springs Senior Associates, L.P. will provide a total amount of \$300,000 for the mitigation fee for offsite improvements, and maintenance and operation of the holding tank.

The mitigation fees will be paid in two installments of \$180,000 for MP Family Associates, L.P. and \$120,000 for MP Senior Associates, L.P. prior to issuances of sewer permits for separate phases of the Project.

Character Title: Other Charges **Character No.:** 43310-33081000-53

53402 Depreciation

Generally Accepted Accounting Principles require that depreciation be expensed each year.

FY 2024-25 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Sanitation
Fund: Sonoma Valley CSD - Wet Weather Mitigation
Fund/Department ID: 43310-33081000

DESCRIPTION OF FUND ACTIVITY	Actual FY 22-23	Estimated FY 23-24	Requested FY 24-25
Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings			
Available for Budgeting (See Detailed Components Below)	\$322,104	\$327,533	335,533
Annual Revenues and Expenditures:			
Revenues - Increase retained earnings	5,414	38,000	40,400
Expenditures - (Decrease) retained earnings	(11,959)	(42,000)	(42,000)
Net Surplus or Deficit - Inc/(Dec) to retained earnings	(6,545)	(4,000)	(1,600)
Adjustments to Reserves/Encumbrances:			
Unrealized Gain/loss	14	-	-
Depreciation	11,959	12,000	12,000
Net Adjustment - Increase/(Decrease) to Retained Earnings	11,973	12,000	12,000
Undesignated/Unreserved <u>ENDING</u> Retained Earnings			
Available for Budgeting	\$327,532	\$335,533	\$345,933
Total Increase/(Decrease) in Retained Earnings for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	\$5,428	\$8,000	\$10,400
<u>Fund Balance Components at Beginning of FY</u>	7/1/2022	7/1/2023	
Cash	\$322,104	\$327,533	
Accounts Receivable-AR Module	-	-	
Total Beginning Fund Balance	\$322,104	\$327,533	