

# **PICO WATER DISTRICT 2014 BUDGET**

**Approved by Board of Directors February 5, 2014**

## PICO WATER DISTRICT 2014 BUDGET

	Y-T-D AS OF 11/30/13 RECORDED	2013 TOTAL BUDGET	2014 TOTAL BUDGET
<b>OPERATING REVENUES</b>			
WS 1 - Potable Water Charges	\$ 2,115,934	\$ 2,170,000	\$ 2,265,900
WS 2 - Recycled Water Charges	3,861	6,500	4,300
MS 1 - Meter Charges	861,000	922,100	931,800
MS 2 - Multi Unit Charges	78,542	84,500	85,600
MS 3 - Fire Protection Charges	41,646	44,500	45,300
<b>MISC CHARGES:</b>			
Reconnection Charges	6,400	7,500	6,900
NSF Check Charges	945	1,300	1,000
Late Fee Charges	66,205	63,500	88,800
Damage/Lock Charges	1,467	200	1,500
Meter Re-read Charges	-	-	-
Temp Turn On/Off Charges	-	-	-
Testing-Mtr/Flow/Sample Charges	750	300	800
Backflow Program	-	-	20,300
Water Rights Income	33,000	-	-
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 3,209,750</b>	<b>\$ 3,300,400</b>	<b>3,452,200</b>
<b>OPERATING EXPENSE</b>			
Source of Supply	\$ 839,620	\$ 886,700	\$ 969,700
SOS Water Rights Leased	-	-	-
Pumping	364,864	377,800	404,200
Water Treatment	45,914	64,400	67,200
Transmission & Distribution	173,321	212,700	208,300
Customer Accounts	140,391	190,400	191,400
General & Administrative	933,526	1,072,900	1,125,000
Depreciation	457,419	497,000	497,000
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 2,955,055</b>	<b>\$ 3,301,900</b>	<b>3,462,800</b>
<b>OPERATING INCOME (LOSS)</b>	<b>\$ 254,695</b>	<b>\$ (1,500)</b>	<b>(10,600)</b>
<b>NON-OPERATING INCOME</b>			
Interest	\$ 8,773	12,500	12,500
Other Income	11,707	2,000	2,000
House Rental Income	16,725	18,000	18,000
<b>TOTAL NON-OPERATING INCOME</b>	<b>\$ 37,205</b>	<b>\$ 32,500</b>	<b>32,500</b>
<b>NON-OPERATING EXPENSE</b>			
Interest	\$ -	-	-
Other Non-Op Expense	54	100	100
Rental House Expense	7,047	5,000	3,000
<b>TOTAL NON-OPERATING EXPENSE</b>	<b>\$ 7,101</b>	<b>\$ 5,100</b>	<b>\$ 3,100</b>
<b>NET INCOME (LOSS)</b>	<b>\$ 284,799</b>	<b>\$ 25,900</b>	<b>\$ 18,800</b>
<b>CAPITAL IMPROVEMENTS</b>	<b>(695,607)</b>	<b>(1,253,800)</b>	<b>(1,704,500)</b>
	<b>\$ (410,808)</b>	<b>\$ (1,227,900)</b>	<b>\$ (1,685,700)</b>

**PICO WATER DISTRICT 2014 BUDGET  
OPERATING EXPENSE DETAIL**

	Y-T-D AS OF 11/30/13 RECORDED	2013 TOTAL BUDGET	2014 TOTAL BUDGET
<b>SOURCE OF SUPPLY</b>			
Salaries & Wages	\$ 44,481	\$ 52,500	\$ 49,500
Water Rights Leased	-	-	-
Recycled Water	2,425	-	2,500
Ground Water Replenishment	792,714	834,200	917,700
<b>TOTAL SOURCE OF SUPPLY</b>	<b>\$ 839,620</b>	<b>886,700</b>	<b>969,700</b>
<b>PUMPING EXPENSE</b>			
Salaries & Wages	\$ 132,129	\$ 152,900	\$ 141,200
Maintenance	44,050	42,900	59,700
Fuel or Power	188,685	182,000	203,300
<b>TOTAL PUMPING EXPENSE</b>	<b>\$ 364,864</b>	<b>377,800</b>	<b>404,200</b>
<b>WATER TREATMENT</b>			
Salaries & Wages	\$ 2,235	\$ 1,700	\$ 2,300
Maintenance	16,184	18,300	20,000
Water Treatment Regulations	27,495	44,400	44,900
<b>TOTAL WATER TREATMENT</b>	<b>\$ 45,914</b>	<b>64,400</b>	<b>67,200</b>
<b>TRANSMISSION &amp; DISTRIBUTION</b>			
Salaries & Wages	\$ 80,653	\$ 95,400	\$ 83,100
Maintenance	83,047	89,800	104,800
Truck & Auto	9,621	27,500	20,400
<b>TOTAL TRANSMISSION &amp; DISTRBN</b>	<b>\$ 173,321</b>	<b>212,700</b>	<b>208,300</b>
<b>CUSTOMER ACCOUNTS</b>			
Meter Reading Labor	\$ 14,824	\$ 20,400	\$ 15,800
Svc Calls, T/On's, Field Ofc, Cust Service, Billing&Collections Ofc	91,065	128,000	125,900
Supplies	34,502	42,000	49,700
<b>TOTAL CUSTOMER ACCOUNTS</b>	<b>\$ 140,391</b>	<b>\$ 190,400</b>	<b>\$ 191,400</b>

**PICO WATER DISTRICT 2014 BUDGET  
OPERATING EXPENSE DETAIL**

	Y-T-D AS OF 11/30/13 <u>RECORDED</u>	2013 TOTAL <u>BUDGET</u>	2014 TOTAL <u>BUDGET</u>
<b>GENERAL &amp; ADMINISTRATIVE</b>			
Salaries	\$ 253,555	\$ 274,600	\$ 274,200
Directors Compensation	31,800	31,500	34,000
Travel & Meetings-Board	3,382	8,000	10,500
Travel & Meetings-Staff	787	4,700	4,600
Office Supplies	5,821	7,100	12,100
Office Utilities	14,991	17,000	16,800
Professional Services			
Accounting	21,409	17,700	25,500
Computer	2,984	2,500	1,500
Engineering	1,508	10,000	8,700
Legal	49,748	56,500	51,000
Miscellaneous	22,804	6,300	6,400
Insurance	241,728	262,900	265,500
Payroll Taxes	63,059	75,000	73,300
Pension	78,707	78,000	78,000
OPEB Expense	-	-	60,000
Maintenance	26,625	38,800	32,700
Dues & Meetings	10,887	14,900	20,300
Education Expense	4,553	4,000	4,500
Conservation Expense	4,544	7,000	13,500
Grant Program	-	4,500	-
Other Operating Expenses	-	36,900	4,000
Vacation/Holiday/Other Payroll	94,634	115,000	127,900
<b>TOTAL GENERAL &amp; ADMIN</b>	<u><u>\$ 933,526</u></u>	<u><u>\$ 1,072,900</u></u>	<u><u>\$ 1,125,000</u></u>

**2014 CAPITAL IMPROVEMENT PROJECTS (CIP)**  
**[Approved by Board of Directors February 5, 2014]**

**2014 CIP BUDGET**

**I Buildings**

1 Upgrade front of administration building w/ stone veneer.	\$	4,000.00	
2 Upgrade storage garage for better security & improved weather protection.		15,000.00	
3 Maintenance on administrative building - painting, doors, etc.	\$	6,000.00	
Sub-total			\$ 25,000.00

**II Equipment Purchase**

1 Purchase new server, computers.		13,500.00	
2 Purchase new equipment for Boardroom.		3,000.00	
3 Purchase office furniture & equipment - continue w/ the purchase of new equipment.		2,000.00	
4 Purchase two (2) new small trucks.		70,000.00	
Sub-total			\$ 88,500.00

**III Replacement Programs**

**A. Hydrants**

1 Replace corroded leaking hydrants (six-inch) - should be maintenance.	\$	40,000.00	
2 Install new fire hydrants Replace existing four-inch blow-offs with new six-inch hydrant (5).	\$	70,000.00	
Sub-total			

**B. Meters**

1 Replace old existing manual read meters with AMR meters.	\$	250,000.00	
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**C. Miscellaneous**

- 1 None.

**Services**

D. 1 Replace as needed & when found	\$	25,000.00	
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**E. Valves**

1 Replace four four-inch valves - continue w/ work.	\$	20,000.00	
2 Replace four six-inch valves - continue w/ work.		25,000.00	
3 Replace two eight-inch valves - continue w/ work.		20,000.00	
Sub-total	\$	65,000.00	

Total Replacements \$ 450,000.00

#### IV Construction Projects

1	Relocate 440 LF of eight-inch main due to Parsons Road Grade Separation Project - waiting on work to be completed.	\$	5,000.00	
2	Coffman-Pico Road	\$	800,000.00	
3	Reconnect services in Mines Ave connected to existing four-inch main to the existing eight-inch main and abandon the old four-inch main.	\$	40,000.00	
4	Reservoir rehabilitation project - Roof.	\$	80,000.00	
	Sub-total	\$	925,000.00	\$ 925,000.00

#### V Consulting Services

1	None	\$	-	
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#### VI Well Rehabilitation & Equipment Upgrade

1	Well 4 rehabilitation.	\$	60,000.00	
2	Well 10 rehabilitation	\$	90,000.00	
3	Well 10 VFD purchase.	\$	25,000.00	
4	New chlorine system at Reservoir.	\$	3,000.00	
5	Well 8 paving & relocating electrical lines for emergency generator.	\$	25,000.00	
6	Chlorine pumps	\$	3,000.00	
7	Emergency generator connection upgrades.	\$	10,000.00	
	Sub-total	\$	216,000.00	\$ 216,000.00
	<b>TOTAL</b>			\$ 1,704,500.00