



PICO WATER DISTRICT

2018 BUDGET

Mark J. Grajeda
Secretary/General Manager

APPROVED DECEMBER 28, 2017

2018
BUDGET

OPERATING REVENUES	
WS 1 - Potable Water Charges	\$ 1,817,360
WS 2 - Recycled Water Charges	39,690
MS 1 - Meter Charges	1,157,100
MS 2 - Multi Unit Charges	104,160
MS 3 - Fire Protection Charges	57,855
Infrastructure Surcharge [RESTRICTED]	416,200
Meter Service Charge	
MISC CHARGES:	
Water Other-Hydrant Surchg/Setup	
Application Charges	5,000
Reconnection Charges	6,000
NSF Check Charges	1,000
Late Fee Charges	59,000
Damage/Lock Charges	500
Meter Re-read Charges	
Testing-Mtr/Flow/Sample Charges	
Backflow Program	23,000
Water Rights Income	60,000
TOTAL OPERATING REVENUES	\$ 3,746,865
OPERATING EXPENSE	
Source of Supply	\$ 907,850
Pumping	342,606
Water Treatment	67,000
Transmission & Distribution	162,790
Customer Accounts	216,600
General & Administrative	1,342,380
TOTAL OPERATING EXPENSE	\$ 3,039,226
OPERATING INCOME (LOSS)	\$ 707,639
NON-OPERATING INCOME	
Interest - LAIF & Infrastructure Acct	\$ 10,000
Interest - Morgan Stanley/Other	-
Realized Gains/Loss	
Other Income	2,000
House Rental Income	19,100
TOTAL NON-OPERATING INCOME	\$ 31,100
NON-OPERATING EXPENSE	
Interest	\$ 262,240
Annual Fee Expense - IBank Loan	21,400
Other Non-Op Expense	100
Rental House Expense	1,000
TOTAL NON-OPERATING EXPENSE	\$ 284,740
NET INCOME (LOSS) Before Contributed Capital	\$ 453,999
Contributed Capital	
Depreciation	525,000
NET INCOME/LOSS	(71,001)
CAPITAL IMPROVEMENTS	681,600
	\$ (752,601)

**PICO WATER DISTRICT 2018 BUDGET
OPERATING EXPENSE DETAIL**

		2018 BUDGET
SOURCE OF SUPPLY		
Salaries & Wages	\$	66,300
Recycled Water		32,000
Ground Water Replenishment		809,550
TOTAL SOURCE OF SUPPLY	\$	907,850
 PUMPING EXPENSE		
Salaries & Wages	\$	163,000
Maintenance		52,470
Fuel or Power		127,136
TOTAL PUMPING EXPENSE	\$	342,606
 WATER TREATMENT		
Salaries & Wages	\$	5,300
Maintenance		21,700
Water Treatment Regulations		40,000
TOTAL WATER TREATMENT	\$	67,000
 TRANSMISSION & DISTRIBUTION		
Salaries & Wages	\$	96,500
Maintenance		47,380
Vehicle Maintenance		18,910
TOTAL TRANSMISSION & DISTRBN	\$	162,790
 CUSTOMER ACCOUNTS		
Meter Reading Labor	\$	25,600
Svc Calls, T/On's, Field Ofc, Cust Service, Billing&Collections Ofc		145,000
Supplies		46,000
TOTAL CUSTOMER ACCOUNTS	\$	216,600

**PICO WATER DISTRICT 2018 BUDGET
OPERATING EXPENSE DETAIL**

		2018 BUDGET
GENERAL & ADMINISTRATIVE		
Salaries	\$	223,500
Directors Compensation		45,000
Travel & Meetings-Board		21,000
Travel & Meetings-Staff		3,700
Board Room Expenses		2,000
Office Supplies		17,000
Office Utilities		18,000
Professional Services		
Accounting		45,000
Computer		4,000
Engineering		8,000
Legal		55,000
Miscellaneous		3,500
Tyler Technologies Licensing and Support		12,530
Insurance		346,050
Payroll Taxes		76,100
Pension		108,400
OPEB Expense		90,000
Maintenance		33,400
Dues & Meetings		16,000
Noticing		300
Education Expense		3,000
Conservation Expense		8,000
Grant Program		30,000
Other Operating Expenses		3,600
Election Expense		41,000
Vacation/Holiday/Other Payroll		128,300
TOTAL GENERAL & ADMINISTRATIVE	\$	1,342,380

[Salaries & related include a possible COLA of 2%]

* Includes increases for Standby approx. \$4,500 & return of Sick days approx. \$10,000. This effects G/A Pg 1

Restricted Infrastructure Account Balance at year end
has principle payments due in 2018 in the amount of \$141,925.46

SECTION A - CIP PROJECTS FUNDED BY PICO WATER DISTRICT

2018 CAPITAL IMPROVEMENT PROJECTS (CIP)

		<u>TOTAL 2018 CIP</u>
I	Buildings	
	1 No plans.	\$ -
	Sub-total	\$ -
II	Equipment Purchase	
	1 Replace two (2) Field Pickup Trucks	\$ 80,000
	Sub-total	\$ 80,000
III	Replacement Programs	
	A. Hydrants	
	1 Replace one (1) new six-inch hydrant.	\$ 6,500
	Sub-total	\$ 6,500
	B. Meters	
	1 Replace 100 meters	\$ 30,000
	Sub-total	\$ 30,000
	C. Valves	
	Replace three (3) valves broken in the closed position - 5200 Rosemead Blvd, 7000	
	1 Loch Alene Ave, 9300 ex Road.	\$ 6,100
	Sub-total	\$ 6,100
IV	Construction Projects	
	1 Durfee Avenue Expansion Whittier Blvd to Beverly Road	\$ 350,000
	Sub-total	\$ 350,000
V	Consulting Services	
	1 Water Audit - Joe	\$ -
	2 Interactive system - Joe	\$ 30,000
	3 Long Term Architectural Services Planning	\$ 50,000
	4 New Development Charge/Fee	\$ 45,000
	Sub-total	\$ 125,000
VI	Well Rehabilitation & Equipment Upgrade	
	1 Emergency Supplies - discussion	\$ -
	2 Well 2 destruction	\$ 25,000
	3 Well 6 destruction	\$ 25,000
	4 Well 8 new fencing and tree removal	\$ 24,000
	5 Reservoir paving	\$ 10,000
	Sub-total	\$ 84,000
	Grand Total	\$ 681,600

**SECTION B - CIP PROJECTS FUNDED BY I-BANK LOAN
CIP Infrastructure Loan Information for Priority Improvements 2008 Water System Master Plan**

	<u>TOTAL LOAN AMOUNT</u>
1 Bank Loan #1 -- Replace mains as outlined in the CIP Priority List	\$ 5,250,000.00
Lindsey/Catherine Four-inch Pipeline Replacement	Approved Budget \$ 278,740.00
Shenandoah Four-Inch Pipeline Replacement	\$ 518,836.00
Whittier Blvd Small Inch Diameter and Cast Iron Pipe Replacement	\$ 1,000,000.00
Sub-total	<u>\$ 1,797,576.00</u>
2 Bank Loan #2 -- Drill New Well 11	\$ 2,020,200.00
South West Pump & Drilling	Approved Budget \$ 1,473,581.00
Geoscience Support Services, Inc	\$ 151,887.00
Sub-total	<u>\$ 1,625,468.00</u>