

Pine-Strawberry Water Improvement District

Proposed Budgets
Fiscal Year 7-1-2011 to 6-30-2012

5-19-2011





Introduction

- Sources of Data
- Budget Objective
- Basic Assumptions
- Recommendations



Sources of Data

- Historical Accounting Records
- Meetings with Board Members
- Meetings with Staff
- Analysis of Requirements of Bank Loan Documents



Pine-Strawberry Water Improvement District

Objectives of Budget

Maintain financial strength so District can:

- Stay in a positive cash flow position
- Attract future financing for major infrastructure repairs and replacements
- Refinance Existing Compass Loan



Pine-Strawberry Water Improvement District

Basic Assumptions

- Refinancing existing Loan-Add Additional \$1,253,858.48 to Capital
- Financing will be fixed for 7 Years with a 25 Year Amortization. Interest Rate 4.55% 7-1-2011
- Tax Levy \$300,000.00
- New customers Anticipated @ 2 per Month
- Costs to refinance Loan \$37,000.00
- CH2MHill Contract 4% increase 12-1-2011



Proposed Income Budget Fiscal Year 7-1-2011 to 6-30-2012

ITEM-CASH INs	Amount
Customer Sales	\$ 1,825,619.00
Misc Revenues	\$ 39,800.00
Sales Taxes on Revenues	\$ 138,747.00
Property Tax Levies	\$ 300,000.00
Bank Cash forward from prior year	\$ 82,411.00
WIFA Grants**	\$ 124,600.00
Capital Funds from Loans	\$ 1,786,961.00
Total Cash In Flows	\$ 4,298,138.00



Proposed Expense Budget Fiscal Year 7-1-2011 to 6-30-2012

ITEM-CASH OUTS	Amount
Administrative	\$ 43,778.00
Board of Directors/Legal	\$ 72,400.00
Operations	\$ 12,748.00
Water Share Agreement Expense	\$ 123,456.00
Annual fees/Pre paid	\$ 21,821.00
Insurances	\$ 14,066.00
CH2MHill Contract	\$ 990,108.00
Sales Taxes Paid	\$ 138,747.00
Debt Reserve on New Note	\$ 496,102.80
P&I on New Bank Note	\$ 454,762.00
Funding Fee New Bank Note	\$ 37,000.00
Capital Expenditures	\$ 1,760,285.00
Contingency	\$ 31,464.20
WIFA Grants **	\$ 101,400.00
Total Expenses-Cash Out	\$4,298,138.00



Proposed Capital Expenditures

ITEM	Amount
Existing Well Site Improvements	\$ 86,800.00
Administrative Building Improvements	\$ 4,000.00
Administrative Equipment Improvements	\$ 2,600.00
Service Truck Field Operations	\$ 62,000.00
Service Truck Equipment Improvements	\$ 3,900.00
Mapping System-AUTO CAD	\$ 100,000.00
Meter Replacement Program	\$ 26,614.00
Pine Creek Canyon Road-Widening	\$ 250,000.00
Milk Ranch Well #2	\$ 160,162.00
WIFA Grants - Projects Costs**	\$ 101,400.00
Infrastructure & Development Improvements	\$ 799,209.00
Generator New Install Program	\$ 265,000.00
TOTAL Capital Expenditures includes WIFA **	\$ 1,861,685.00



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The WIFA Wish List

- Grants
 - Auto CAD Mapping System
 - Leak Detection Survey
 - Unaccounted for Water Study
 - Master Plan
 - Energy Efficiency Survey/Audit
 - Tank Inspections
- Loans
 - Acceleration of Meter Replacement Program
 - Tank Maintenance Program
 - Acceleration of Generator Installations
 - Acceleration of Replacement of Booster Pumps/Motors