

TO: BOARD OF DIRECTORS

REVIEWED: MARIO IGLESIAS  
GENERAL MANAGER 

FROM: LISA BOGNUDA   
FINANCE DIRECTOR

DATE: JUNE 9, 2017

**AGENDA ITEM**  
**E-4 (A)**  
**JUNE 14, 2017**

## **ADOPT 2017-2018 FISCAL YEAR BUDGET**

### **ITEM**

PUBLIC HEARING – ADOPT 2017-18 FISCAL YEAR BUDGET [RECOMMEND CONDUCT PUBLIC HEARING, CONSIDER TESTIMONY, ORDER EDITS IF ANY AND BY MOTION AND ROLL CALL VOTE ADOPT RESOLUTION APPROVING 2017-2018 FISCAL YEAR BUDGET AND APPROPRIATION LIMITATION]

### **BUDGET BACKGROUND**

On April 13, 2017, the Finance and Audit Committee met and reviewed the draft Fiscal Year 2017-2018 Budget. The Finance and Audit Committee recommended changes and their recommendations have been included in the draft. The Board of Directors reviewed the draft budget on May 24, 2017.

Total overall revenues are budgeted at 0.1% higher and total overall expenditures are budgeted at 2.6% higher compared to the FY 2016-2017 budget.

The budget is projecting a net surplus of \$619,938. Each Fund has its own impact on the net surplus – whether positive or negative, and therefore, each Fund must be looked at individually. Pages 18 and 19 of the Budget have been placed as Attachment A to provide a summary to follow along with the narrative in the staff report. The Fiscal Year 2017-2018 Budget in its entirety is Attachment D.

### **OPERATIONS AND MAINTENANCE FUNDS**

#### **Fund #125 – Water (Pages 36 & 37)**

This Fund is budgeted to have a net overall operating deficit of (\$338,889). This includes a transfer of \$580,000 to Funded Replacement and budgeted fixed asset purchases of \$122,100. The District has experienced a 32% reduction in water consumption since FY 13-14, resulting in reduced water revenue. Water consumption is budgeted to remain the same as FY 16-17 as it is expected that consumers will continue to conserve. The budget also includes the purchase of 533.44 acre feet of supplemental water from the City of Santa Maria at a budgeted cost of \$891,912. A water rate study is in progress and a rate increase is expected to be approved and go into effect on December 1, 2017. The cash reserves will cover the operating deficit. Based on projections, the Water Fund will be below its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #128 – Water Rate Stabilization Fund (Pages 38 & 39)

This Fund is budgeted to have an overall surplus of \$2,500. The purpose is to serve as a buffer to water rates during any period where there are unexpected increases in operating costs and/or decreases in revenues. Based on projections, the Water Rate Stabilization Fund will continue to achieve its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #130 – Town Sewer (Pages 40 & 41)

This Fund is budgeted to have an overall net deficit of (\$197,403). This includes a transfer of \$395,000 to Funded Replacement and the budgeted purchase of \$40,700 in fixed assets. In June 2012, the District issued Certificate of Participation to fund the Southland WWTF upgrade. The semi-annual principal and interest payments required for debt service repayments are funded from a transfer in from the Sewer Sinking Fund #880. The Sewer Sinking Fund #880 is exhausted this fiscal year and sewer rates and charges will be used for future repayment. Based on projections, the Sewer Fund will be below its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #135 – Town Sewer Rate Stabilization Fund (Pages 42 & 43)

This Fund is budgeted to have an overall surplus of \$1,800. This Fund was established in June 2012 as a requirement for issuance of Certificates of Participation and was funded by a transfer in from Fund #130. The purpose is to serve as a buffer to sewer rates during any period where there are unexpected increases in operating costs and/or decreases in revenues. Based on projections, the Sewer Rate Stabilization Fund will continue to achieve its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #150 – Blacklake Sewer (Pages 44 & 45)

This Fund is budgeted to have an overall net operating deficit of (\$52,752). This includes a transfer of \$168,000 to Funded Replacement and the budgeted purchase of \$22,200 in fixed assets. A sewer master plan is in progress and the results will be presented to the Board of Directors in the near future. Based on the findings of the master plan, budget amendments may be proposed. The budget includes \$25,000 for the preparation of a Blacklake Sewer Rate Study. The last Blacklake sewer rate increase went into effect on January 1, 2013. Based on projections, the Blacklake Sewer Fund will meet its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #155 – Blacklake Sewer Rate Stabilization Fund (Pages 46 & 47)

This Fund is budgeted to have an overall surplus of \$300. This Fund was established in December 2012 and funded by a transfer in from Fund #150. The purpose is to serve as a buffer to sewer rates during any period where there are unexpected increases in operating costs and/or decreases in revenues. Based on projections, the Blacklake Sewer Rate Stabilization Fund will continue to achieve its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #200 – Blacklake Street Lighting (Pages 48 & 49)

This Fund is budgeted to have a net overall deficit of (\$4,162). The current assessment of \$44.00 on 557 parcels does not cover all of the budgeted costs as a result of increased budget of electrical costs. The Board may consider increasing the assessment by \$8.00 per parcel to cover the costs in the future. The maximum allowable assessment of \$52.00 was established in FY 1993-94 and a Prop 218

hearing is not required as long as the proposed assessment is not greater than \$52.00. Based on projections, the Blacklake Street Lighting is below under its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #250 – Street Landscape Maintenance District (Pages 50 & 51)

This Fund is budgeted to have a net overall deficit of (\$1,310). The District Engineer prepared the annual Engineer's Report and was approved by the Board of Directors on May 10, 2017. Based on projections, the Street Landscape Maintenance District will achieve its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #300 – Solid Waste (pages 52 & 53)

This Fund is budgeted to have a net overall surplus of \$38,475. The Board of Directors' Solid Waste Committee is directed to recommend uses of the funds. Staff has included a place-holder of \$15,000 for a Solid Waste Program. Based upon Committee recommendations and Board approval, this budget may be amended. Based on projections, the Solid Waste Fund will continue to achieve its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #400 – Drainage (Pages 54 & 55)

This Fund is budgeted to have a net overall surplus of \$17,600. The current ad valorem tax covers all of the budgeted costs. Based on projections, the Drainage Fund exceeds its Cash Reserve Goal pursuant to the Cash Reserve Policy.

Fund #805 – Funded Replacement Water (Pages 56 & 57)

This Fund is budgeted to have a net surplus of \$627,279. The revenue is a transfer in of \$580,000 from Fund #125 – Water and interest income. Cash reserves will be used for Funded Replacement projects totaling \$2,370,000. The project descriptions can be found on page 25 of the draft budget.

Pursuant to the Cash Reserve Policy, the Cash Reserve Goal for this fund is based on the 2007 Replacement Study, and is currently \$22,973,000. The 2007 Replacement Study also determined that water rates would have to be increased between \$90 and \$125 per customer on a bi-monthly basis, beginning in 2007, in order to achieve this level of reserves. The Board did not take action on the 2007 report recommendations.

Fund #810 – Funded Replacement Town Sewer (Pages 58 & 59)

This Fund is budgeted to have a net surplus of \$409,000. The revenue is a transfer in of \$395,000 from Fund #130 – Town Sewer and interest income. Cash reserves will be used for Funded Replacement projects totaling \$900,000. The project descriptions can be found on page 25 of the draft budget.

Pursuant to the Cash Reserve Policy, the Cash Reserve Goal is based on 2007 Replacement Study, which is currently \$4,430,000. The 2007 Replacement Study also determined that sewer rates would have to be increased between \$8 and \$12 per customer on a bi-monthly basis, beginning in 2007, in order to achieve this level of reserves. The Board did not take action on the 2007 report recommendations.

Fund #830 – Funded Replacement Blacklake Sewer (Pages 60 & 61)

This Fund is budgeted to have a net surplus of \$173,500. The revenue is a transfer in of \$168,000 from Fund #150 and interest income. Cash reserves will be used for Funded Replacement projects totaling \$810,000. The project descriptions can be found on page 25 of the draft budget.

Pursuant to the Cash Reserve Policy, the Cash Reserve Goal is based on 2007 Replacement Study, which is currently \$1,291,000. The 2007 Replacement Study also determined that sewer rates would have to be increased between \$44 and \$50 per customer on a bi-monthly basis, beginning in 2007, in order to achieve this level of reserves. The Board did not take action on the 2007 report recommendations.

Fund #880 – Town Sewer Sinking Fund (Pages 62 & 63)

This Fund is budgeted to have a deficit of (\$59,000) which includes a transfer to Town Sewer Fund #130 for payment of semi-annual principal and interest debt service on the 2012 Certificate of Participations. It is anticipated that this fund will be exhausted this fiscal year and will have served the purpose for which it was established-Southland WWTF upgrade. This fund will be closed out upon final transfer to Fund #130.

NON-OPERATING BUDGETS

Fund #700 – Town Water Capacity (Page 28)

This Fund includes budgeted capital improvement projects of \$350,000. This fund has adequate reserves to cover the expenditures. Funding for future planned projects will need to be reviewed.

Fund #710 – Town Sewer Capacity (Page 29)

This Fund includes budgeted capital improvement projects of \$150,000. This fund has adequate reserves to cover the expenditures. Funding for future planned projects will need to be reviewed.

Fund #600 – Property Taxes (Page 30)

This Fund does not include any budgeted capital improvement projects. In 2013, the District refinanced \$2.8 million dollars in Revenue Bonds. In addition, in 2013, the District issued \$9.6 million dollars in Certificates of Participation (COP) to fund a portion of the Supplemental Water Project. The District pledged the ad valorem taxes to pay all of the 2013 Refunding and the remaining balance of the ad valorem taxes was pledged to pay a portion of the 2013 COPs.

Fund #500 – Supplemental Water Fund (Page 31)

This Fund includes budgeted expenditures of \$500,000 for the construction of the Interconnection phase of the Supplemental Water Project.

STRATEGIC PLAN

Strategic Plan Goal 4 – Maintain conservative, long-term financial management to minimize rate impacts on customers while meeting program financial needs.

RECOMMENDATION

Conduct a Public Hearing, consider testimony, order edits, if any and by motion and roll call vote adopt:

1. Resolution approving the 2017-2018 District Budget, and
2. Appropriations Limitation for Fiscal Year 2017-2018.

ATTACHMENT

- A. Pages 18-19 from the Fiscal Year 2017-2108 Budget
- B. Resolution 2017-XXXX (Budget Adoption)
- C. Resolution 2017-XXXX (Appropriations Limitation)
- D. Budget FY 2017-2018

June 14, 2017

ITEM E-4(A)

ATTACHMENT A

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED OPERATING BUDGET - TOTALS FOR EACH FUND  
2017-2018**

	#110 ADMIN BUDGET	#125 WATER BUDGET	#128 WATER RATE STABILIZATION BUDGET	#130 TOWN SEWER STABILIZATION BUDGET	#135 TOWN SEWER RATE STABILIZATION BUDGET	#150 BLACKLAKE SEWER STABILIZATION BUDGET	#155 BLACKLAKE SEWER RATE STABILIZATION BUDGET	#200 BL STREET LIGHTING BUDGET	#250 ST LANDSCAPE MAINT DIST BUDGET	#300 SOLID WASTE BUDGET	#400 DRAINAGE BUDGET	#605 FUNDED REP-WATER BUDGET	#610 FUNDED REP-SEWER BUDGET	#630 FUNDED REP-BLSEWER SINKING FUND BUDGET	#680 TOWN SEWER BUDGET	TOTAL
<b>OPERATING REVENUES</b>																
Water - Availability Charges	0	1,480,000	0	0	0	0	0	0	0	0	0	0	0	0	0	1,480,000
Water - Usage Charges	0	3,004,000	0	0	0	0	0	0	0	0	0	0	0	0	0	3,004,000
Sewer Revenues	0	0	0	2,024,000	0	473,000	0	0	0	0	0	0	0	0	0	2,497,000
Fees and Penalties	0	120,000	0	0	0	0	0	0	0	0	0	0	0	0	0	120,000
Meter and Connection Fees	0	10,000	0	0	0	0	0	0	0	0	0	0	0	0	0	10,000
Plan Check and Inspection Fees	0	10,000	0	0	0	0	0	0	0	0	0	0	0	0	0	10,000
Miscellaneous Income	15,000	37,000	0	0	0	0	0	0	0	0	0	0	0	0	0	69,200
Street Lighting/Landscape Maint Charges	0	0	0	0	0	0	24,508	10,640	0	0	17,200	0	0	0	0	35,148
Franchise Fee - Solid Waste	0	0	0	0	0	0	0	0	0	63,500	0	0	0	0	0	63,500
Oper Transfers In-Funded Admin	477,310	0	0	0	0	0	0	0	0	0	0	0	0	0	0	477,310
Oper Transfers In-Funded Replacement	0	0	0	0	0	0	0	0	0	0	0	580,000	395,000	168,000	0	1,143,000
<b>TOTAL</b>	<b>492,310</b>	<b>4,661,000</b>	<b>0</b>	<b>2,024,000</b>	<b>0</b>	<b>473,000</b>	<b>0</b>	<b>24,508</b>	<b>10,640</b>	<b>63,500</b>	<b>17,200</b>	<b>580,000</b>	<b>395,000</b>	<b>168,000</b>	<b>0</b>	<b>8,909,158</b>

	#110 ADMIN BUDGET	#125 WATER BUDGET	#128 WATER RATE STABILIZATION BUDGET	#130 TOWN SEWER STABILIZATION BUDGET	#135 TOWN SEWER RATE STABILIZATION BUDGET	#150 BLACKLAKE SEWER STABILIZATION BUDGET	#155 BLACKLAKE SEWER RATE STABILIZATION BUDGET	#200 BL STREET LIGHTING BUDGET	#250 ST LANDSCAPE MAINT DIST BUDGET	#300 SOLID WASTE BUDGET	#400 DRAINAGE BUDGET	#605 FUNDED REP-WATER BUDGET	#610 FUNDED REP-SEWER BUDGET	#630 FUNDED REP-BLSEWER SINKING FUND BUDGET	#680 TOWN SEWER BUDGET	TOTAL
<b>OPERATING EXPENDITURES</b>																
<b>OPERATIONS &amp; MAINTENANCE</b>																
Wages	0	498,000	0	327,000	0	66,300	0	0	0	0	0	0	0	0	0	891,300
Wages - Overtime	0	48,000	0	35,000	0	6,750	0	0	0	0	0	0	0	0	0	89,750
Payroll Taxes	0	9,800	0	6,500	0	1,350	0	0	0	0	0	0	0	0	0	17,650
Retirement	0	123,000	0	69,000	0	13,800	0	0	0	0	0	0	0	0	0	205,800
Medical and Dental	0	187,000	0	140,000	0	27,100	0	0	0	0	0	0	0	0	0	354,100
Workers Comp Insurance	0	14,300	0	12,400	0	2,220	0	0	0	0	0	0	0	0	0	28,920
Wholesale Water Purchased	0	891,900	0	0	0	0	0	0	0	0	0	0	0	0	0	891,900
Supplemental Water O & M and Overhead	0	239,000	0	0	0	43,500	0	0	0	0	0	0	0	0	0	239,000
Electricity	0	380,000	0	140,000	0	0	0	27,720	150	0	0	0	0	0	0	591,370
Water	0	0	0	12,500	0	3,000	0	0	0	0	0	0	0	0	0	15,500
Chemicals	0	26,000	0	26,000	0	19,000	0	0	0	0	0	0	0	0	0	71,000
Lab Tests and Sampling	0	45,000	0	27,000	0	27,000	0	0	0	0	0	0	0	0	0	99,000
Operating Supplies	0	120,000	0	60,000	0	14,000	0	0	0	0	0	0	0	0	0	194,000
Outside Services	0	99,000	0	95,000	0	8,000	0	0	0	0	0	0	0	0	0	202,000
Permits and Operating Fees	0	14,000	0	13,000	0	9,000	0	0	0	0	0	0	0	0	0	36,000
Repairs & Maintenance	0	107,000	0	120,000	0	16,000	0	0	0	0	0	0	0	0	0	243,000
Engineering	0	10,000	0	5,000	0	3,000	0	0	0	0	0	0	0	0	0	18,000
Fuel	0	22,000	0	7,000	0	4,000	0	0	0	0	0	0	0	0	0	33,000
Meters	0	50,000	0	0	0	0	0	0	0	0	0	0	0	0	0	50,000
Safety Program	0	6,600	0	2,200	0	1,200	0	0	0	0	0	0	0	0	0	10,000
Uniforms	0	10,650	0	3,600	0	1,950	0	0	0	0	0	0	0	0	0	16,200
Landscape Maintenance and Water	0	0	0	0	0	0	0	10,000	0	0	0	0	0	0	0	10,000
Solid Waste Program	0	0	0	0	0	0	0	0	15,000	0	0	0	0	0	0	15,000
Water Conservation Program	0	50,000	0	0	0	0	0	0	0	0	0	0	0	0	0	50,000
Oper Transfer Out - Funded Replacement	0	580,000	0	395,000	0	168,000	0	0	0	0	0	0	0	0	0	1,143,000
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>3,531,250</b>	<b>0</b>	<b>1,496,200</b>	<b>0</b>	<b>435,170</b>	<b>0</b>	<b>27,720</b>	<b>10,150</b>	<b>15,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,515,490</b>

	#110 ADMIN BUDGET	#125 WATER BUDGET	#128 WATER RATE STABILIZATION BUDGET	#130 TOWN SEWER STABILIZATION BUDGET	#135 TOWN SEWER RATE STABILIZATION BUDGET	#150 BLACKLAKE SEWER STABILIZATION BUDGET	#155 BLACKLAKE SEWER RATE STABILIZATION BUDGET	#200 BL STREET LIGHTING BUDGET	#250 ST LANDSCAPE MAINT DIST BUDGET	#300 SOLID WASTE BUDGET	#400 DRAINAGE BUDGET	#605 FUNDED REP-WATER BUDGET	#610 FUNDED REP-SEWER BUDGET	#630 FUNDED REP-BLSEWER SINKING FUND BUDGET	#680 TOWN SEWER BUDGET	TOTAL
<b>GENERAL &amp; ADMINISTRATIVE</b>																
Wages	83,250	309,500	0	27,700	0	4,610	0	0	0	0	0	0	0	0	0	425,060
Payroll Taxes	1,800	6,500	0	800	0	135	0	0	0	0	0	0	0	0	0	9,235
Retirement	17,500	72,500	0	6,550	0	975	0	0	0	0	0	0	0	0	0	97,525
Medical and Dental	141,000	95,100	0	10,000	0	1,250	0	0	0	0	0	0	0	0	0	247,350
Other Post Employment Benefits (OPEB)	17,450	52,400	0	14,900	0	2,620	0	0	0	0	0	0	0	0	0	87,370
Workers Comp Insurance	460	1,300	0	110	0	20	0	0	0	0	0	0	0	0	0	1,890
Bank Charges and Credit Card Fees	5,000	4,000	0	0	0	0	0	0	0	0	0	0	0	0	0	9,000
Computer Expense	16,700	68,750	0	24,800	0	4,900	0	0	0	0	0	0	0	0	0	115,150
Dues and Subscriptions	3,000	9,300	0	4,150	0	850	0	0	0	0	0	0	0	0	0	17,300
Education and Training	7,500	6,000	0	6,000	0	0	0	0	0	0	0	0	0	0	0	19,500

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED OPERATING BUDGET - TOTALS FOR EACH FUND  
2017-2018**

	#110 ADMIN BUDGET	#125 WATER BUDGET	#128 WATER RATE STABILIZATION BUDGET	#130 TOWN SEWER BUDGET	#135 TOWN SEWER RATE STABILIZATION BUDGET	#150 BLACKLAKE SEWER STABILIZATION BUDGET	#155 BLACKLAKE SEWER RATE STABILIZATION BUDGET	#200 BL STREET LIGHTING BUDGET	#250 ST LANDSCAPE MAINT DIST BUDGET	#300 SOLID WASTE DRAINAGE BUDGET	#400 FUNDING REP-SEWER BUDGET	#510 FUNDING REP-SEWER BUDGET	#580 FUNDING REP-SEWER BUDGET	#680 TOWN SEWER SINKING FUND BUDGET	TOTAL
Electrons	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance - Liability	15,900	47,700	0	13,515	0	2,385	0	500	0	2,000	0	0	0	0	82,000
LAFCO Funding	27,300	0	0	0	0	0	0	0	0	0	0	0	0	0	27,300
Landscape and Janitorial	3,000	9,000	0	2,550	0	450	0	0	0	0	0	0	0	0	15,000
Legal - General and Special Counsel	73,000	50,000	0	1,000	0	1,000	0	0	0	0	0	0	0	0	125,000
Legal - Water Counsel	0	75,000	0	0	0	0	0	0	0	0	0	0	0	0	75,000
Professional Services	25,000	130,000	0	2,550	0	25,450	0	0	0	0	0	0	0	0	183,000
Miscellaneous	5,000	1,000	0	500	0	500	0	0	0	0	0	0	0	0	7,000
Newsletter and Mailers	2,000	7,500	0	1,700	0	800	0	0	0	0	0	0	0	0	12,000
Office Supplies	3,400	10,200	0	2,900	0	500	0	0	0	0	0	0	0	0	17,000
Outside Services	3,350	7,650	0	4,670	0	380	0	0	0	0	0	0	0	0	16,050
Postage	2,500	17,500	0	4,400	0	2,600	0	0	0	0	0	0	0	0	27,000
Public Notices	2,000	2,000	0	500	0	1,000	0	150	500	300	0	0	0	0	6,450
Repairs and Maintenance - Office/Bldgs	9,700	5,100	0	1,500	0	250	0	0	0	0	0	0	0	0	16,550
Property Taxes	0	1,800	0	0	0	0	0	0	0	0	0	0	0	0	1,800
Telephone	1,800	5,400	0	1,530	0	990	0	0	0	0	0	0	0	0	9,720
Travel and Mileage	4,200	7,000	0	2,550	0	450	0	0	0	0	0	0	0	0	14,200
Utilities - Gas, Electric and Trash	20,500	0	0	0	0	0	0	0	0	0	0	0	0	0	20,500
Oper Transfer Out - Funded Administration	0	349,339	0	98,979	0	17,467	0	500	1,500	9,525	0	0	0	0	477,310
TOTAL GENERAL & ADMINISTRATIVE	492,310	1,351,539	0	233,854	0	69,582	0	1,150	2,000	11,825	0	0	0	0	2,162,260
TOTAL OPERATING EXPENSES	492,310	4,882,789	0	1,730,054	0	504,752	0	28,870	12,150	26,825	0	0	0	0	7,677,750

TOTAL OPERATING SURPLUS (DEFICIT)	0	(221,789)	0	293,946	0	(31,752)	0	(4,362)	(1,510)	36,675	17,200	580,000	395,000	168,000	0	1,231,408
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**NON-OPERATING REVENUES AND (EXPENDITURES)**

Interest Income	0	5,000	2,500	8,000	1,800	1,200	300	200	200	1,800	400	21,500	14,000	5,500	0	62,400
Blacklake Water & Sewer Loan Surcharge	0	25,779	0	0	0	24,480	0	0	0	0	0	0	0	0	0	50,259
Interest Income/(Expense) - Debt Service	0	(1,192)	0	(357,649)	0	(1,180)	0	0	0	0	1,192	0	0	0	0	(358,829)
Principal Portion - Debt Service	0	(24,587)	0	(160,000)	0	(23,300)	0	0	0	0	24,587	0	0	0	0	(183,300)
Transfers In and out	0	0	0	59,000	0	0	0	0	0	0	0	0	0	0	0	(59,000)
Fixed Assets	0	(122,100)	0	(40,700)	0	(22,200)	0	0	0	0	0	0	0	0	0	(185,000)
TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)	0	(117,100)	2,500	(491,349)	1,800	(21,000)	300	200	200	1,800	400	47,279	14,000	5,500	(59,000)	(614,470)

**NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)**

	0	(338,889)	2,500	(197,403)	1,800	(52,752)	300	(4,162)	(1,310)	38,475	17,600	627,279	409,000	173,500	(59,000)	616,938
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**ESTIMATED FUNDS AVAILABLE**

Estimated Account Balance 7/1/17	0	1,665,000	406,000	910,000	305,000	221,000	51,000	26,000	21,000	315,000	64,000	3,330,000	2,550,000	910,000	59,000	10,774,000
Net Results from Operations	0	(338,889)	2,500	(197,403)	1,800	(52,752)	300	(4,162)	(1,310)	38,475	17,600	627,279	409,000	173,500	(59,000)	616,938
Funded Replacement Projects	0	0	0	0	0	0	0	0	0	0	0	(2,370,000)	(900,000)	(810,000)	0	(4,080,000)
Estimated Account Balance 6/30/18	0	1,326,111	408,500	712,597	306,800	168,248	51,300	21,838	19,690	353,475	81,600	1,587,279	2,059,000	273,500	0	7,310,938

June 14, 2017

ITEM E-4(A)

ATTACHMENT B

**NIPOMO COMMUNITY SERVICES DISTRICT  
RESOLUTION 2017-XXXX**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE NIPOMO COMMUNITY SERVICES DISTRICT  
ADOPTING THE 2017-2018 FISCAL YEAR BUDGET**

**WHEREAS**, Section 61110 et seq. of the Government Code establishes procedures for the adoption of budgets for Community Services Districts, including the Nipomo Community District ("District"); and

**WHEREAS**, pursuant to Government Code Section 61110 et seq. the District elects to adopt a one (1) year budget for Fiscal Year 2017-2018; and

**WHEREAS**, the District has published notice of this hearing adopting the District's budget pursuant to Government Code Section 61110, et seq.; and

**WHEREAS**, the District desires to make known its planned activities and associated costs for Fiscal Year 2017-2018, including:

- A. A description of the District's use of water and sewer capacity charges in compliance with Government Code Section 66013; and
- B. The purposes for which reserves designated in the budget may be spent.

**NOW, THEREFORE, BE IT RESOLVED, DETERMINED, AND ORDERED** by the Board of Directors of the Nipomo Community Services District, San Luis Obispo County, California, as follows:

- 1. The proposed budget entitled, "2017-2018 Budget, Nipomo Community Services District," is hereby approved and adopted.
- 2. The budget be administered in accordance with generally accepted accounting principles and the past policies and practices established by the District.
- 3. The above Recitals are true and correct and incorporated herein by this reference.

Upon motion of Director \_\_\_\_\_, seconded by Director \_\_\_\_\_, and on the following roll call vote, to wit:

**AYES:**  
**NOES:**  
**ABSENT:**  
**ABSTAIN:**

the foregoing Resolution is hereby adopted this 14<sup>th</sup> day of June 2017.

\_\_\_\_\_  
**DAN A. GADDIS**  
President of the Board

ATTEST:

APPROVED AS TO FORM AND LEGAL EFFECT:

\_\_\_\_\_  
**MARIO IGLESIAS**  
General Manager and Secretary to the Board

\_\_\_\_\_  
**WHITNEY G. McDONALD**  
District Legal Counsel

June 14, 2017

ITEM E-4(A)

ATTACHMENT C

**RESOLUTION NO. 2017-XXXX**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE NIPOMO COMMUNITY SERVICES DISTRICT  
DETERMINING THE APPROPRIATION LIMITATION FOR THE 2017-2018 FISCAL YEAR**

**WHEREAS**, Article XIII B of the California Constitution specifies that appropriations made by governmental entities may increase annually by the change in population and the California per-capita income, and

**WHEREAS**, it has been determined by the State Department of Finance that the California per-capita income increase shall be used; and

**WHEREAS**, the percent change in the California per-capita income is 1.0369% and the percent change in the population of the unincorporated area of San Luis Obispo County is 0.33% (Population converted to a ratio is computed as follows:  $\{0.33 \times 100\} \div 100 = 1.0033$ ).

**NOW, THEREFORE, BE IT RESOLVED AND ORDERED** by the Board of Directors of the Nipomo Community Services District, San Luis Obispo County, California, as follows:

1. That the ratio of change is and is determined as follows:  
 $1.0369 \times 1.0033 = 1.04$
2. That the 2017-2018 appropriation limit is and is determined as follows:

2017 Limitation	\$5,710,047
2017 Ratio of Change	<u>1.04</u>
2017 Appropriations Limitation	\$5,938,449
Appropriations Limitation Subject to limitation	<u>(4,043)</u>
2017-2018 Appropriations Under Limit	<u>\$5,934,406</u>

3. No further adjustment to the 2017-2018 appropriation limitation has been made for mandated costs. However, any new mandated costs or increases in costs would increase the limitation amount by "Proceeds of Taxes" used to finance mandates in Fiscal Year 2017-2018.

On the motion of Director \_\_\_\_\_ seconded by Director \_\_\_\_\_ and on the following roll call vote, to wit:

**AYES:**  
**NOES:**  
**ABSENT:**

the foregoing resolution is hereby adopted this 14<sup>th</sup> day of June 2017.

\_\_\_\_\_  
**DAN A. GADDIS**  
President of the Board

ATTEST:

APPROVED AS TO FORM AND LEGAL EFFECT:

\_\_\_\_\_  
**MARIO IGLESIAS**  
General Manager and Secretary to the Board

\_\_\_\_\_  
**WHITNEY G. McDONALD**  
District Legal Counsel

June 14, 2017

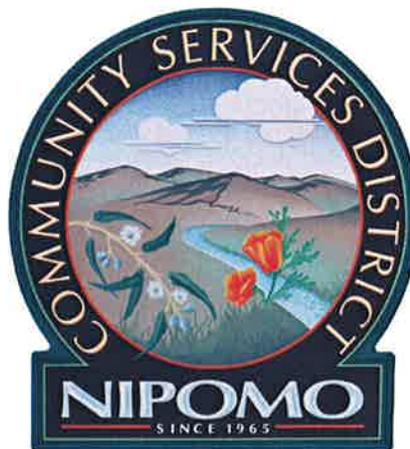
ITEM E-4(A)

ATTACHMENT D

# NIPOMO COMMUNITY SERVICES DISTRICT

## BUDGET

FISCAL YEAR  
2017-2018



### MISSION STATEMENT

To provide our customers with reliable, quality,  
and cost-effective services now and in the future

**NIPOMO COMMUNITY SERVICES DISTRICT**

**BUDGET**

**FISCAL YEAR 2017-2018**

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**NIPOMO COMMUNITY SERVICES DISTRICT  
BUDGET  
FISCAL YEAR 2017-2018**

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**INTRODUCTION**

The Nipomo Community Services District (District) is a multi-service special district formed on January 28, 1965, under the Community Services District Law, California Government Code Section 61000 et. seq. The Nipomo Community Services District serves the residents and property owners within the limits of its approximately seven square miles service area with water, sewer, solid waste, street lighting to the Blacklake Village, limited drainage and limited street landscape maintenance.

The legislative head of the District is an elected Board of Directors composed of five members. Each member serves a four-year term, and elections are held every two years, on even-number years. The terms for the Board of Directors are staggered. Regular meetings are held at the District Board Room, 148 South Wilson Street, Nipomo, California, at 9:00 a.m. on the second and fourth Wednesdays of each month.

**BOARD OF DIRECTORS**

Name	Title	Current Term
Dan Gaddis	President	12/14 – 12/18
Ed Eby	Vice President	12/14 - 12/18
Craig Armstrong	Director	12/16 – 12/20
Bob Blair	Director	12/16 – 12/20
Dan Woodson	Director	12/14 – 12/18

The District has nineteen full-time and one half-time staff positions budgeted in 2017-2018. Currently, the District is staffed at 17.5 positions and has one Utility Worker position vacant from the 2016-2017 budget and one Customer Service Specialist to be added in the 2017-2018 budget.

The District is represented by the law firm of Richards, Watson and Gershon.

The District Office is open to the public from 8:00 a.m. to 4:30 p.m. Monday through Friday except holidays. In addition, the District has a 24-hour telephone number, (805) 929-1133. This number is answered by an answering service during non-business hours and service related emergency calls are forwarded to standby personnel. Facsimile transmissions may be made to (805) 929-1932, web site is [ncsd.ca.gov](http://ncsd.ca.gov) and email is [info@ncsd.ca.gov](mailto:info@ncsd.ca.gov). All other emergency requests are handled through the 911 system.

The District is pleased to announce the Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Excellence in Financial Reporting* to Nipomo Community Services Districts for its comprehensive annual financial report for the last four consecutive fiscal years (2013 – 2016). In order to be awarded a Certificate of Achievement, the District had to publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. Copies of these reports may be found on the District web site.

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**BUDGET PREPARATION**

**1. OPERATING AND NON-OPERATING BUDGETS**

NCSD's budget is separated into two budgets - the Operating Budget and the Non-Operating Budget. The Operating Budget represents the day-to-day operations and maintenance of the District. The expenditures from the Operating Budget are funded from water and sewer use revenues, solid waste, street lighting and street landscape maintenance charges. The Non-Operating Budget represents the long-term capital financing program of the District. The Non-Operating Budget is funded by capacity charges, general purpose property taxes and certificates of participation.

Each Fund of NCSD has its own budget. The Funds in the Operating Budget are as follows:

#110	Administration
#125	Water
#128	Water Rate Stabilization
#130	Sewer Fund-Town Division
#135	Sewer Rate Stabilization Fund-Town Division
#150	Sewer Fund-Blacklake Division
#155	Sewer Rate Stabilization Fund-Blacklake Division
#200	Blacklake Street Lighting
#250	Street Landscape Maintenance District
#300	Solid Waste
#400	Drainage
#805	Funded Replacement-Water
#806	Funded Replacement-Supplemental Water
#810	Funded Replacement-Town Sewer
#830	Funded Replacement-Blacklake Sewer
#880	Town Sewer Sinking

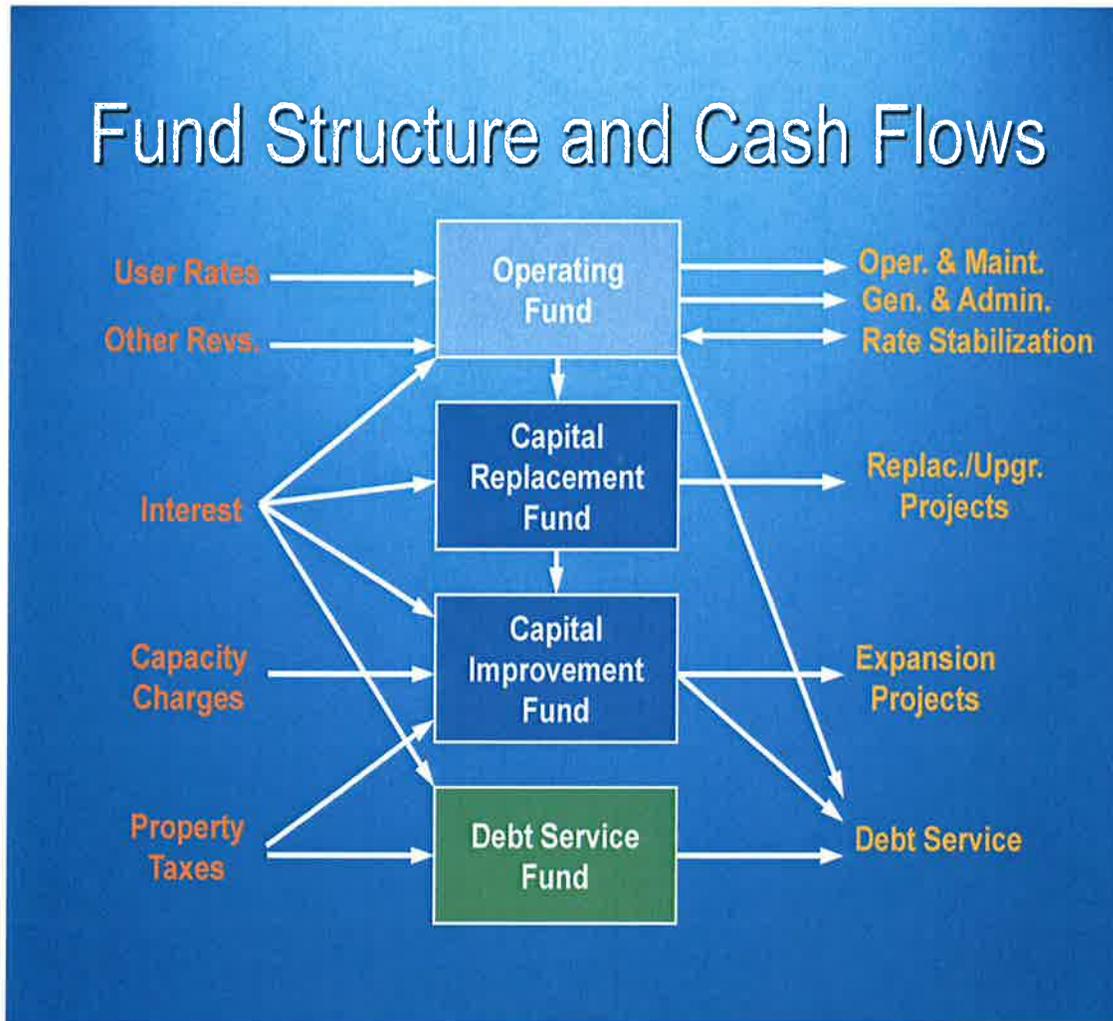
The Funds in the Non-Operating Budget are as follows:

#500	Supplemental Water
#600	Property Tax
#700	Water Capacity Charges
#710	Sewer Capacity Charges -Town Division

The Administration Fund accounts for all of the assets and resources used for the general administration of the District. The remaining operating funds are "enterprise funds". The purpose of enterprise funds is to account for operations in a manner similar to private business enterprises. The policy defined by the elected Board of Directors is that the costs of providing service (expenses, including depreciation of providing goods and services) be financed or recovered primarily through user charges.

**2. FUND AND RESERVE STRUCTURES AND CASH FLOWS**

The model below provides a helpful overview of the fund and non-designated reserve structure and cash flows of the District. The revenues (sources) of funds include user rates, other revenues, interest income, capacity charges and property taxes. The expenditures (uses) of funds include operations and maintenance, general and administrative costs, replacement and upgrade projects, expansion projects and debt service. In addition, there are transfers into, out of, and between funds and non-designated reserves.



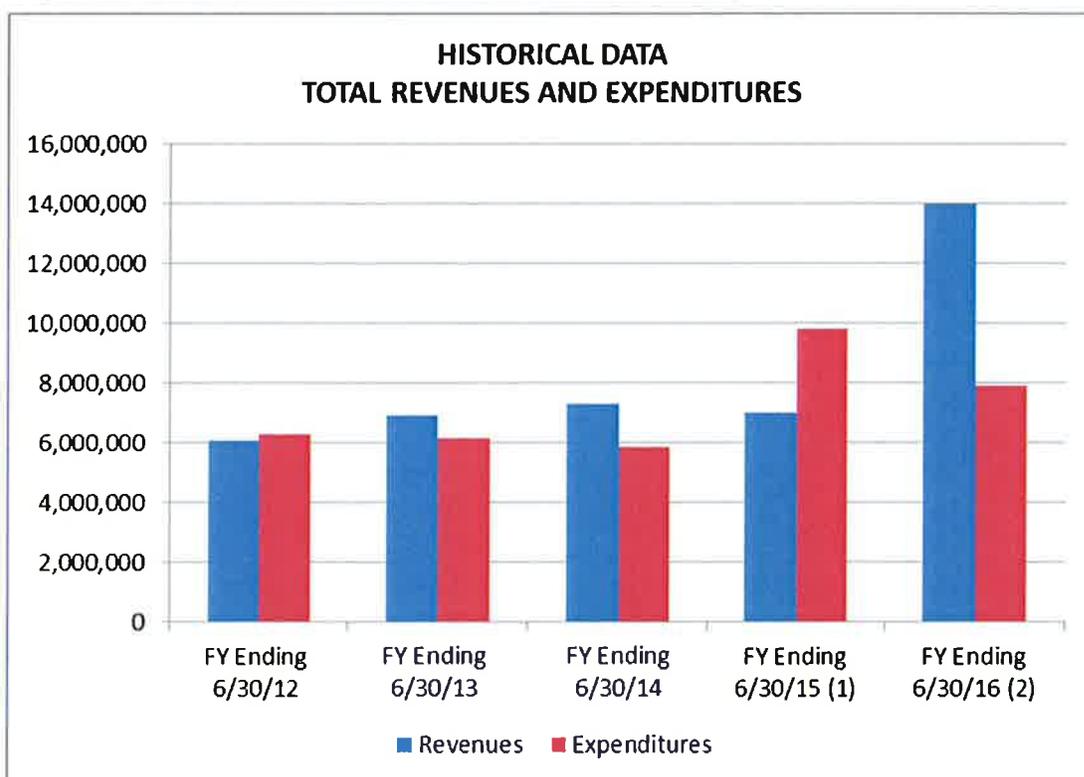
**NIPOMO COMMUNITY SERVICES DISTRICT  
BUDGET  
FISCAL YEAR 2017-2018**

**3. FINANCIAL OVERVIEW**

PROPOSED 2017-18 BUDGET COMPARED TO ESTIMATED ACTUAL 2016-17 BUDGET

- Total budgeted Revenues for fiscal year 2017-2018 is \$8,909,158. This is an increase of 2.9% above the Estimated Actual Revenues for fiscal year 2016-2017. A graph depicting the revenues can be found on page 20.
- Total budgeted Expenditures for fiscal year 2017-2018 is \$7,803,750. This is an increase of 11.5% above the Estimated Actual Expenditures for fiscal year 2016-2017. The increase is primarily due increased cost of operations. A graph depicting the expenditures can be found on page 21.

ACTUAL TOTAL REVENUES AND EXPENDITURES



- (1) Includes loss of \$3,685,588 on disposal of capital assets as a result of the write off of the original Southland Wastewater Treatment Plant and related infrastructure that was taken out of service upon the completion of the upgraded wastewater treatment facility.
- (2) Includes Contracts Receivable income of \$5,742,576 from Golden State Water Company and Woodlands Mutual Water Company.

NET POSITION

- As of June 30, 2016, the District's net position exceeded \$65 million dollars.

Total Assets	\$90,182,160
Total Liabilities	\$24,978,494
Total Net Position	\$65,203,266

**NIPOMO COMMUNITY SERVICES DISTRICT  
BUDGET  
FISCAL YEAR 2017-2018**

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**AUDIT**

An audit of the District's financial statements is conducted annually by the independent Certified Public Accounting firm of Rogers, Anderson, Malody and Scott, LLP. A copy of the most recent audit report may be found at the District's web site [ncsd.ca.gov](http://ncsd.ca.gov).

**WATER SHORTAGE MANAGEMENT AND RESPONSE PLAN**

On April 9, 2014, the Board of Directors adopted Resolution 2104-1335 approving the Water Shortage Management and Response Plan. On June 23, 2016, the Nipomo Mesa Management Area Technical Group (NMMA) announced the Spring 2016 Key Wells Index had entered Severe Water shortage condition. As a result of this condition and in accordance with the District's Water Shortage Management and Response Plan, the Board of Directors declared a Stage IV condition.

In Stage IV, the District targets a 50% reduction in production, encourages customers to conserve water and suspends accepting applications for new water service. Customers have responded by conserving and as a result the District has experienced a decrease of 32% in water volume sales from FY 2013-14 to FY 2015-16. This has resulted in a loss of approximately \$1.2 million in annual water revenues.

The Spring 2017 Key Well Index has not been released (as of May 24, 2017).

A Water Rate Study is currently in process and will to be completed this summer. If adopted, rates are anticipated to go into effect January 1, 2018.

**4. THE NON-OPERATING BUDGET - CAPITAL IMPROVEMENT PROJECTS**

Capital facilities (infrastructure) represent a major investment by Nipomo Community Services District. Supply, treatment, transmission, and distribution facilities are needed to provide water service to customers of the District. Investment in collection, transmission, treatment and disposal facilities are required for wastewater service. Capital investments are necessary to maintain reliable, high-quality service to existing customers and to provide facilities for future growth and economic development.

The magnitude of investment required for proper management of a utility system requires development of an effective long-range capital financing plan. The most important factor affecting capital expansion is growth in demand. As areas are developed or annexed, additional pressure is placed on a utility to provide water and wastewater services. The capital investment required to support this growth should be funded in such a way so that the financial risks relating to growth are minimized for the District and its customers. The Capital Financing Plan of the District will be funded with capacity charges paid for by new development, interest earned, property taxes, Certificates of Participation (in accordance with District adopted Debt Management Policy) and Assessment Districts.

A summary of the proposed Capital Improvement Projects and a description of each project may be found on page 27.

**NIPOMO COMMUNITY SERVICES DISTRICT  
ACCOUNT TITLE AND DESCRIPTION  
FISCAL YEAR 2017-2018**

**OPERATING EXPENDITURES CATEGORIES**

**OPERATIONS AND MAINTENANCE**

TITLE	DESCRIPTION
Wages	Provides wages for 13 full-time and 1 half-time employee
Wages – Overtime	Provides for overtime for on-call personnel and overtime for emergency response
Payroll Taxes	Provides for the employer's portion of payroll taxes including Medicare and State Unemployment Tax
Retirement	Provides for the contribution to the Public Employees Retirement system
Medical and Dental	Provides for health, dental and vision insurance for employees and their dependents
Workers Compensation Insurance	Provides for Workman's Compensation Insurance for the maintenance personnel
Wholesale Water Purchased	Provides for purchase of supplemental water from the City of Santa Maria pursuant to Wholesale Water Agreement
Supplemental Water O & M and Overhead	Provides for accumulation of operations and maintenance costs and overhead of the Supplemental Water Project
Electricity	Provides for electricity for offices, well sites, sewer facilities
Water	Provides for water used at the wastewater enterprises
Chemicals	Provides for chlorine and other chemicals used in water and sewer systems
Lab Tests and Sampling	Provides for mandated testing of water supply and wastewater
Operating Supplies	Provides for necessary supplies to operate water and wastewater systems
Outside Services	Provides for services provided outside the normal operation and function of district personnel
Permits and Operating Fees	Provides for Federal, State and County charges associated with operating the water and wastewater systems
Repairs and Maintenance	Provides for the repair and maintenance of all district facilities including buildings, vehicles, water systems and sewer systems
Engineering	Provides for engineering services
Fuel	Provides for district vehicles, backhoes, generators, etc
Meters	Provides for the purchase of meters for new installation and replacement program
Safety Program	Provides for training employees to ensure their health, safety and well-being
Uniforms	Provides for uniforms to operations personnel
Landscape Maintenance and Water	Provides for landscape maintenance service and water consumption for Tract 2409-Street Landscape Maint District #1
Solid Waste Program	Provides for Board approved solid waste program
Water Conservation Program	Provides for Board approved water conservation program
Operating Transfers Out – Funded Replacement	Provides for the funding of major refurbishment or replacement of aging water and sewer facilities

**NIPOMO COMMUNITY SERVICES DISTRICT  
ACCOUNT TITLE AND DESCRIPTION  
FISCAL YEAR 2017-2018**

**OPERATING EXPENDITURES CATEGORIES**

**GENERAL AND ADMINISTRATIVE**

<b>TITLE</b>	<b>DESCRIPTION</b>
Wages	Provides wages for 5 full-time employees
Payroll Taxes	Provides for the employer's portion of payroll taxes including Medicare, State Unemployment Tax and Training Tax
Retirement	Provides for the contribution to the Public Employees Retirement system
Medical and Dental	Provides for health, dental and vision insurance for employees and their dependents
Other Post Employment Benefits (OPEB)	Provides for funding of medical benefits for retirees and future retirees of the District
Workers Compensation Insurance	Provides for Workman's Compensation Insurance for office staff and board members
Bank Charges and Credit Card Fees	Provides for monthly bank charges and credit cards fees
Computer Expense	Provides for billing software technical support, computer consulting, computer upgrades and supplies, etc
Dues and Subscriptions	Provides for membership to California Special Districts Association (CSDA), water and wastewater organizations, various publications and dues
Education and Training	Provides for registration for personnel and board members to attend training classes, seminars and meetings
Elections	Provides for cost of elections
Insurance – Liability	Provides for fire and general liability insurance, errors and omissions coverage and employee dishonesty bond
LAFCO Funding	Provides for district's portion of funding SLO County Local Agency Formation Commission ( LAFCO)
Landscape and Janitorial	Provides for weekly landscape and janitorial services for the office buildings
Legal – General Counsel	Provides for routine district legal counsel services plus additional legal services as needed or requested
Legal – Water Counsel	Provides for special water counsel contracted by District
Professional Services	Provides for professional services of attorneys, auditors, engineers and other professionals for special District matters
Miscellaneous	Provides for occasional minor expenses
Newsletters and Mailers	Provides for the preparation and printing of newsletters/mailers
Office Supplies	Provides for general office supplies and materials
Outside Services	Provides for services provided outside the normal operation and function of district personnel

**NIPOMO COMMUNITY SERVICES DISTRICT  
ACCOUNT TITLE AND DESCRIPTION  
FISCAL YEAR 2017-2018**

**OPERATING EXPENDITURES CATEGORIES**

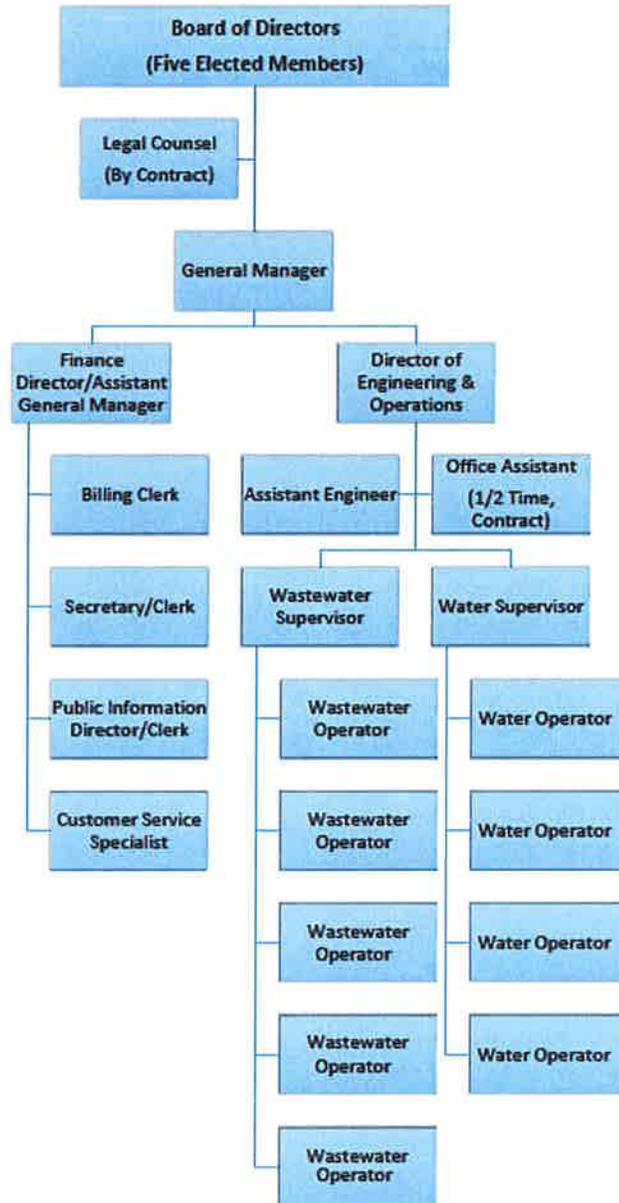
**GENERAL AND ADMINISTRATIVE**

TITLE	DESCRIPTION
Postage	Provides for postage for utility bills and District business
Public Notices	Provides for the publication of all legally required notices
Repairs and Maintenance	Provides for the repair and maintenance of office equipment and buildings
Property Taxes	Provides for the property tax assessments Sundale Well property
Telephone	Provides for regular phone service, long distance, fax lines and Supervisory Control and Data Acquisition (SCADA) system lines
Travel and Mileage	Provides for travel, meals and lodging for personnel and board members to attend seminars and classes
Utilities – Gas, Electric and Trash	Provides for utilities to operate the district office and shop
Operating Transfer Out – Funded Administration	Provides for the Enterprise Funds to proportionately share in the general and administrative costs of the District

**NON-OPERATING REVENUES AND EXPENDITURES CATEGORIES**

TITLE	DESCRIPTION
Interest Income	Provides for interest income earned on Reserves
Blacklake Water & Sewer Loan Surcharge	Provides for the collection of the Blacklake Water & Sewer Surcharge
Interest Expense-Debt Service	Provides for interest expense on debt service
Debt Service – Principal Portion	Provides for principal payment on debt service
Transfer In and Out	Provides for transfer in and out of Funds
Fixed Asset Purchases	Provides for the purchase of new assets used in the day-to-day operations and maintenance of the district

**NIPOMO COMMUNITY SERVICES DISTRICT**  
**ORGANIZATIONAL STRUCTURE**  
**2017-2018**



NIPOMO COMMUNITY SERVICES DISTRICT  
DISTRICT PERSONNEL  
2017-2018

ADMINISTRATION	MONTHLY SALARY STEP/RANGE (PAGE 11)	Budgeted FY 16-17	Budgeted FY 16-17 but unfilled	TOTAL BUDGET FY 16-17	Proposed Additions/ Modifications for FY 17-18	Proposed Totals for FY 17-18
General Manager	Contract	1	0	1	0	1
Assist General Manager/Finance Director	42	1	0	1	0	1
Billing Clerk	13	1	0	1	0	1
Secretary/Clerk	5	1	0	1	0	1
Public Information Director/Clerk	10	1	0	1	0	1
Customer Service Specialist	21	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>
<b>ADMINISTRATION SUBTOTAL</b>		<b><u>5</u></b>	<b><u>0</u></b>	<b><u>5</u></b>	<b><u>1</u></b>	<b><u>6</u></b>

OPERATIONS						
Director of Engineering and Operations	60	1	0	1	0	1
Assistant Engineer	29	1	0	1	0	1
Water Supervisor	32	1	0	1	0	1
Wastewater Supervisor	38	1	0	1	0	1
Wastewater Operator III	24	0	0	0	0	0
Wastewater Operator II	20	0	0	0	1	1
Wastewater Operator I	16	0	0	0	4	4
Water Operator III	17	0	0	0	0	0
Water Operator II	13	0	0	0	0	0
Water Operator I	9	0	0	0	4	4
Utility Operator	16	4	0	4	(4)	0
Utility Worker	9	3	1	4	(4)	0
Maintenance/Customer Service Worker	6	1	0	1	(1)	0
Utility Office Assistant	Contract	<u>0.5</u>	<u>0</u>	<u>0.5</u>	<u>0</u>	<u>0.5</u>
<b>OPERATIONS SUBTOTAL</b>		<b><u>12.5</u></b>	<b><u>1</u></b>	<b><u>13.5</u></b>	<b><u>0</u></b>	<b><u>13.5</u></b>

<b>TOTAL</b>		<b><u>17.5</u></b>	<b><u>1</u></b>	<b><u>18.5</u></b>	<b><u>1</u></b>	<b><u>19.5</u></b>
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NIPOMO COMMUNITY SERVICES DISTRICT

MONTHLY SALARY STEP/RANGE

NO	Monthly Salary Range					Longevity Pay	
	Step 1	Step 2	Step 3	Step 4	Step 5	15 Yrs - 2.5%	20 Yrs - 2.5%
1	\$2,671	\$2,804	\$2,945	\$3,092	\$3,247	\$3,328	\$3,409
2	\$2,738	\$2,875	\$3,018	\$3,169	\$3,328	\$3,411	\$3,494
3	\$2,804	\$2,945	\$3,092	\$3,247	\$3,409	\$3,494	\$3,579
4	\$2,875	\$3,018	\$3,169	\$3,328	\$3,494	\$3,581	\$3,669
5	\$2,046	\$3,082	\$3,217	\$3,409	\$3,579	\$3,669	\$3,758
6	\$3,018	\$3,169	\$3,328	\$3,494	\$3,669	\$3,760	\$3,852
7	\$3,092	\$3,247	\$3,409	\$3,579	\$3,758	\$3,852	\$3,946
8	\$3,169	\$3,328	\$3,494	\$3,669	\$3,852	\$3,948	\$4,045
9	\$3,247	\$3,409	\$3,579	\$3,758	\$3,946	\$4,045	\$4,143
10	\$3,328	\$3,494	\$3,669	\$3,852	\$4,045	\$4,146	\$4,247
11	\$3,409	\$3,579	\$3,758	\$3,946	\$4,143	\$4,247	\$4,351
12	\$3,494	\$3,669	\$3,852	\$4,045	\$4,247	\$4,353	\$4,459
13	\$3,579	\$3,758	\$3,946	\$4,143	\$4,351	\$4,459	\$4,568
14	\$3,669	\$3,852	\$4,045	\$4,247	\$4,459	\$4,571	\$4,682
15	\$3,758	\$3,946	\$4,143	\$4,351	\$4,568	\$4,682	\$4,797
16	\$3,852	\$4,045	\$4,247	\$4,459	\$4,682	\$4,799	\$4,916
17	\$3,946	\$4,143	\$4,351	\$4,568	\$4,797	\$4,916	\$5,036
18	\$4,045	\$4,247	\$4,459	\$4,682	\$4,916	\$5,039	\$5,162
19	\$4,143	\$4,351	\$4,568	\$4,797	\$5,036	\$5,162	\$5,288
20	\$4,247	\$4,459	\$4,682	\$4,916	\$5,162	\$5,291	\$5,420
21	\$4,351	\$4,568	\$4,797	\$5,036	\$5,288	\$5,420	\$5,553
22	\$4,459	\$4,682	\$4,916	\$5,162	\$5,420	\$5,556	\$5,691
23	\$4,568	\$4,797	\$5,036	\$5,288	\$5,553	\$5,691	\$5,830
24	\$4,682	\$4,916	\$5,162	\$5,420	\$5,691	\$5,834	\$5,976
25	\$4,797	\$5,036	\$5,288	\$5,553	\$5,830	\$5,976	\$6,122
26	\$4,916	\$5,162	\$5,420	\$5,691	\$5,976	\$6,125	\$6,275
27	\$5,036	\$5,288	\$5,553	\$5,830	\$6,122	\$6,275	\$6,428
28	\$5,162	\$5,420	\$5,691	\$5,976	\$6,275	\$6,432	\$6,589
29	\$5,288	\$5,553	\$5,830	\$6,122	\$6,428	\$6,589	\$6,749
30	\$5,420	\$5,691	\$5,976	\$6,275	\$6,589	\$6,753	\$6,918
31	\$5,553	\$5,830	\$6,122	\$6,428	\$6,749	\$6,918	\$7,087
32	\$5,691	\$5,976	\$6,275	\$6,589	\$6,918	\$7,091	\$7,264

NO	Monthly Salary Range					Longevity Pay	
	Step 1	Step 2	Step 3	Step 4	Step 5	15 Yrs - 2.5%	20 Yrs - 2.5%
33	\$5,830	\$6,122	\$6,428	\$6,749	\$7,087	\$7,264	\$7,441
34	\$5,976	\$6,275	\$6,589	\$6,918	\$7,264	\$7,445	\$7,627
35	\$6,122	\$6,428	\$6,749	\$7,087	\$7,441	\$7,627	\$7,813
36	\$6,275	\$6,589	\$6,918	\$7,264	\$7,627	\$7,818	\$8,008
37	\$6,428	\$6,749	\$7,087	\$7,441	\$7,813	\$8,008	\$8,204
38	\$6,589	\$6,918	\$7,264	\$7,627	\$8,008	\$8,209	\$8,409
39	\$6,749	\$7,087	\$7,441	\$7,813	\$8,204	\$8,409	\$8,614
40	\$6,918	\$7,264	\$7,627	\$8,008	\$8,409	\$8,619	\$8,829
41	\$7,087	\$7,441	\$7,813	\$8,204	\$8,614	\$8,829	\$9,045
42	\$7,264	\$7,627	\$8,008	\$8,409	\$8,829	\$9,050	\$9,271
43	\$7,441	\$7,813	\$8,204	\$8,614	\$9,045	\$9,271	\$9,497
44	\$7,627	\$8,008	\$8,409	\$8,829	\$9,271	\$9,503	\$9,734
45	\$7,813	\$8,204	\$8,614	\$9,045	\$9,497	\$9,734	\$9,972
46	\$8,008	\$8,409	\$8,829	\$9,271	\$9,734	\$9,978	\$10,221
47	\$8,204	\$8,614	\$9,045	\$9,497	\$9,972	\$10,221	\$10,470
48	\$8,409	\$8,829	\$9,271	\$9,734	\$10,221	\$10,477	\$10,732
49	\$8,614	\$9,045	\$9,497	\$9,972	\$10,470	\$10,732	\$10,994
50	\$8,829	\$9,271	\$9,734	\$10,221	\$10,732	\$11,000	\$11,269
51	\$9,045	\$9,497	\$9,972	\$10,470	\$10,994	\$11,269	\$11,544
52	\$9,271	\$9,734	\$10,221	\$10,732	\$11,269	\$11,550	\$11,832
53	\$9,497	\$9,972	\$10,470	\$10,994	\$11,544	\$11,832	\$12,121
54	\$9,734	\$10,221	\$10,732	\$11,269	\$11,832	\$12,128	\$12,424
55	\$9,972	\$10,470	\$10,994	\$11,544	\$12,121	\$12,424	\$12,727
56	\$10,221	\$10,732	\$11,269	\$11,832	\$12,424	\$12,734	\$13,045
57	\$10,477	\$11,000	\$11,550	\$12,128	\$12,734	\$13,053	\$13,379
58	\$10,738	\$11,275	\$11,839	\$12,431	\$13,053	\$13,379	\$13,713
59	\$11,007	\$11,557	\$12,135	\$12,742	\$13,379	\$13,713	\$14,056
60	\$11,282	\$11,846	\$12,438	\$13,060	\$13,713	\$14,056	\$14,408

INCLUDES COLA ADJUSTMENT OF 1.88% EFFECTIVE 7/1/17

NIPOMO COMMUNITY SERVICES DISTRICT  
FLEET SCHEDULE  
2017-2018

	<b>OPERATIONS VEHICLES</b>	<b>YEAR</b>	<b>DATE PURCHASED</b>	<b>FISCAL YR PURCHASED</b>	<b>MILEAGE (FEB 2017)</b>
1	FORD F250 4x4	2007	8/25/06	2007	94,060
2	FORD F150 (1)	2008	1/28/08	2008	81,708
3	FORD F150 4x4	2009	12/29/08	2009	90,140
4	FORD F150	2009	1/6/09	2009	77,938
5	FORD RANGER	2010	11/7/09	2010	20,292
6	FORD F250 4X4	2010	1/15/10	2010	44,331
7	FORD F150	2013	1/23/13	2013	47,535
8	FORD F150	2013	9/26/13	2014	30,058
9	FORD F250	2015	11/7/14	2015	9,606
10	FORD F250	2016	4/5/16	2016	8,061

(1) SURPLUS FY 17-18

	<b>ADMIN VEHICLES</b>	<b>YEAR</b>	<b>DATE PURCHASED</b>	<b>FISCAL YR PURCHASED</b>	<b>MILEAGE (FEB 2017)</b>
11	FORD ESCAPE	2007	12/1/06	2007	26,091

	<b>OTHER OPERATIONS EQUIPMENT</b>	<b>DATE PURCHASED</b>	<b>FISCAL YR PURCHASED</b>	<b>MILEAGE/ HOURS (FEB 2017)</b>
12	FORD DUMP TRUCK	6/25/06	2006	22,699
13	JOHN DEERE LOADER/BACKHOE JD110	1/2/08	2008	466.5 hrs
14	JOHN DEERE BACKHOE JD310	9/3/09	2010	362 hrs
15	VAC CON	2/10/10	2010	14,560
16	FORD F550 SERVICE TRUCK	04/16/13	2013	6,842
17	JOHN DEERE GATOR CART	4/18/14	2014	607.6 hrs

**RESOLUTION 2017 - BUDGET**  
**A RESOLUTION OF THE BOARD OF DIRECTORS**  
**OF THE NIPOMO COMMUNITY SERVICES DISTRICT**  
**ADOPTING THE 2017-2018 FISCAL YEAR BUDGET**

**WHEREAS**, Section 61110 et seq. of the Government Code establishes procedures for the adoption of budgets for Community Services Districts, including the Nipomo Community District ("District"); and

**WHEREAS**, pursuant to Government Code Section 61110 et seq. the District elects to adopt a one (1) year budget for Fiscal Year 2017-2018; and

**WHEREAS**, the District has published notice of this hearing adopting the District's budget pursuant to Government Code Section 61110, et seq.; and

**WHEREAS**, the District desires to make known its planned activities and associated costs for Fiscal Year 2017-2018, including:

A. A description of the District's use of water and sewer capacity charges in compliance with Government Code Section 66013; and

B. The purposes for which reserves designated in the budget may be spent.

**NOW, THEREFORE, BE IT RESOLVED, DETERMINED, AND ORDERED** by the Board of Directors of the Nipomo Community Services District, San Luis Obispo County, California, as follows:

1. The proposed budget entitled, "2017-2018 Budget, Nipomo Community Services District," is hereby approved and adopted.

2. The budget be administered in accordance with generally accepted accounting principles and the past policies and practices established by the District.

3. The above Recitals are true and correct and incorporated herein by this reference.

Upon motion of Director \_\_\_\_\_, seconded by Director \_\_\_\_\_ and on the following roll call vote, to wit:

AYES:

NOES:

ABSENT:

the foregoing Resolution is hereby adopted this \_\_\_<sup>th</sup> day of June 2017.

\_\_\_\_\_  
**DAN A. GADDIS**  
President of the Board

ATTEST:

APPROVED AS TO FORM:

\_\_\_\_\_  
**MARIO IGLESIAS**  
Secretary to the Board

\_\_\_\_\_  
**WHITNEY G. MCDONALD**  
District Legal Counsel

**RESOLUTION NO. 2017-APPROP LIMITATION**  
**A RESOLUTION OF THE BOARD OF DIRECTORS**  
**OF THE NIPOMO COMMUNITY SERVICES DISTRICT**  
**DETERMINING THE APPROPRIATION LIMITATION FOR THE 2017-2018 FISCAL YEAR**

**WHEREAS**, Article XIII B of the California Constitution specifies that appropriations made by governmental entities may increase annually by the change in population and the California per-capita income, and

**WHEREAS**, it has been determined by the State Department of Finance that the California per-capita income increase shall be used; and

**WHEREAS**, the percent change in the California per-capita income is 1.0369% and the percent change in the population of the unincorporated area of San Luis Obispo County is 0.33% (Population converted to a ratio is computed as follows:  $\{0.33 \times 100\} + 100 = 1.0033$ ).

**NOW, THEREFORE, BE IT RESOLVED AND ORDERED** by the Board of Directors of the Nipomo Community Services District, San Luis Obispo County, California, as follows:

1. That the ratio of change is and is determined as follows:  
 $1.0369 \times 1.0033 = 1.04$
2. That the 2017-2018 appropriation limit is and is determined as follows:

2017 Limitation	\$5,710,047
2017 Ratio of Change	X <u>1.04</u>
2017 Appropriations Limitation	5,938,449
Appropriations Limitation Subject to Limitation	(4,043)
2017-2018 Appropriations Under Limit	<u>\$5,934,406</u>

3. No further adjustment to the 2017-2018 appropriation limitation has been made for mandated costs. However, any new mandated costs or increases in costs would increase the limitation amount by "Proceeds of Taxes" used to finance mandates in Fiscal Year 2017-2018.

On the motion of Director \_\_\_\_\_, seconded by Director \_\_\_\_\_ and on the following roll call vote, to wit:

AYES:  
 NOES:  
 ABSENT:

the foregoing resolution is hereby adopted this \_\_\_<sup>th</sup> day of June 2017.

\_\_\_\_\_  
**DAN A. GADDIS**  
 President of the Board

ATTEST:

APPROVED AS TO FORM:

\_\_\_\_\_  
**MARIO IGLESIAS**  
 Secretary to the Board

\_\_\_\_\_  
**WHITNEY G. MCDONALD**  
 District Legal Counsel

# OPERATING BUDGET SUMMARY

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-18**

<b>CONSOLIDATED - ALL FUNDS</b>	2015-16	2016-17	2016-17	2017-18
	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	1,478,324	1,583,000	1,631,000	1,480,000
Water - Usage Charges	2,575,848	3,049,500	2,860,000	3,004,000
Sewer Revenues	2,337,597	2,453,000	2,429,000	2,497,000
Fees and Penalties	105,900	95,000	120,000	120,000
Meter and Connection Fees	8,725	0	8,400	10,000
Plan Check and Inspection Fees	3,012	0	6,500	10,000
Miscellaneous Income	113,561	56,300	68,600	69,200
Street Lighting/Landscape Maint Charges	34,588	35,148	35,148	35,148
Franchise Fee - Solid Waste	95,454	103,000	63,500	63,500
Oper Transfers In-Funded Admin	383,002	392,445	385,651	477,310
Oper Transfers In-Funded Replacement	1,129,000	1,129,000	1,129,000	1,143,000
<b>TOTAL OPERATING REVENUES</b>	<b>8,265,011</b>	<b>8,896,393</b>	<b>8,736,799</b>	<b>8,909,158</b>

<b>OPERATING EXPENDITURES</b>	2015-16	2016-17	2016-17	2017-18
OPERATIONS & MAINTENANCE	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
Wages	723,390	808,200	737,000	891,300
Wages - Overtime	83,753	90,300	75,900	89,750
Payroll Taxes	15,317	17,700	16,800	17,650
Retirement	165,522	187,400	174,000	205,800
Medical and Dental	224,096	266,900	259,700	354,100
Workers Comp Insurance	20,729	25,800	21,400	28,920
Wholesale Water Purchase (See Page 65)	667,975	850,304	850,300	891,900
Supplemental Water O&M/Overhead/Replacement (See Page 65)	204,464	231,001	231,000	239,000
Electricity-pumping	516,501	554,900	571,000	591,220
Water	11,028	14,950	14,450	15,650
Chemicals	57,050	65,000	68,000	71,000
Lab Tests and Sampling	72,738	100,000	90,000	99,000
Operating Supplies	167,507	125,000	184,000	194,000
Outside Services	143,990	272,000	201,000	202,000
Permits and Operating Fees	36,938	36,000	36,000	36,000
Repairs & Maintenance	332,212	300,000	250,000	243,000
Engineering	7,141	18,000	7,000	18,000
Fuel	30,881	33,000	29,500	33,000
Meters	14,580	50,000	50,000	50,000
Safety Program	6,328	11,000	7,250	10,000
Uniforms	14,584	14,600	14,600	16,200
Landscape Maintenance and Water	4,677	11,600	10,000	10,000
Solid Waste Program	144,057	150,000	15,000	15,000
Water Conservation Program	35,992	50,000	50,000	50,000
Oper Transfer Out - Funded Replacement	1,129,000	1,129,000	1,129,000	1,143,000
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>4,830,450</b>	<b>5,412,655</b>	<b>5,092,900</b>	<b>5,515,490</b>

Budgets by Fund can be found on Pages 34-63

**CONSOLIDATED - ALL FUNDS  
CONTINUED  
GENERAL & ADMINISTRATIVE**

	2015-16 ACTUAL	2016-17 BUDGET	2016-17 EST ACTUAL	2017-18 PROPOSED
Wages	439,439	412,500	383,600	425,060
Payroll Taxes	9,612	10,975	9,510	9,235
Retirement	96,126	90,975	90,875	97,525
Medical and Dental	200,385	224,785	221,200	247,350
Other Post Employment Benefits (OPEB)	114,400	87,370	87,370	87,370
Workers Comp Insurance	1,673	1,960	1,395	1,890
Bank Charges and Credit Card Fees	6,475	8,000	8,500	9,000
Computer Expense	100,007	90,000	104,000	115,150
Dues and Subscriptions	16,632	17,100	20,300	17,300
Education and Training	10,416	12,500	11,700	19,500
Elections	0	10,000	595	0
Insurance - Liability	77,296	80,000	74,300	82,000
LAFCO Funding	24,216	26,000	25,753	27,300
Landscape and Janitorial	14,171	15,000	13,350	15,000
Legal - General and Special Counsel	135,194	100,000	96,103	125,000
Legal - Water Counsel	84,009	150,000	50,000	75,000
Professional Services	124,068	187,000	158,000	183,000
Miscellaneous	12,042	6,000	6,000	7,000
Newsletter and Mailers	9,567	11,550	6,700	12,000
Office Supplies	14,980	17,000	13,900	17,000
Outside Services	16,511	17,500	13,300	16,050
Postage	25,696	28,000	24,550	27,000
Public Notices	4,905	8,000	1,450	6,450
Repairs and Maintenance - Office Equip/Bldg	16,966	16,550	13,300	16,550
Property Taxes	1,184	1,700	1,241	1,800
Telephone	8,528	9,660	8,250	9,720
Travel and Mileage	8,894	13,500	13,200	14,200
Utilities-Gas, Electric, Trash	20,505	20,500	20,000	20,500
Oper Transfer Out - Funded Administration	385,001	392,445	385,651	477,310
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>1,978,898</b>	<b>2,066,570</b>	<b>1,864,093</b>	<b>2,162,260</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>6,809,348</b>	<b>7,479,225</b>	<b>6,956,993</b>	<b>7,677,750</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>1,455,663</b>	<b>1,417,168</b>	<b>1,779,806</b>	<b>1,231,408</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	56,226	26,830	72,635	62,400
Blacklake Water & Sewer Loan Surcharge	50,365	50,259	50,259	50,259
Interest Income/(Expense) - Debt Service	(371,950)	(364,433)	(364,433)	(358,829)
Principal Portion - Debt Service	(23,159)	(177,501)	(177,501)	(183,300)
Transfers In and Out	(2,900,000)	0	0	0
Fixed Assets (1)	(236,900)	(85,000)	(72,000)	(185,000)
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(3,425,418)</b>	<b>(549,845)</b>	<b>(1,707,040)</b>	<b>(614,470)</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(1,969,755)</b>	<b>867,323</b>	<b>72,766</b>	<b>616,938</b>

(1) See Page 23

Budgets by Fund can be found on Pages 34-63

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED OPERATING BUDGET - TOTALS FOR EACH FUND  
2017-2018**

	#110 ADMIN BUDGET	#125 WATER BUDGET	#128 WATER RATE STABILIZATION BUDGET	#130 TOWN SEWER BUDGET	#135 TOWN SEWER RATE STABILIZATION BUDGET	#150 BLACKLAKE SEWER BUDGET	#155 BLACKLAKE SEWER RATE STABILIZATION BUDGET	#200 BL STREET LIGHTING BUDGET	#250 ST LANDSCAPE MAINT DIST BUDGET	#300 SOLID WASTE BUDGET	#400 DRAINAGE BUDGET	#605 FUNDED REP-WATER BUDGET	#810 FUNDED REP-SEWER BUDGET	#830 FUNDED REP-BLSEWER SINKING FUND BUDGET	#880 TOWN SEWER BUDGET	TOTAL
<b>OPERATING REVENUES</b>																
Water - Availability Charges	0	1,480,000	0	0	0	0	0	0	0	0	0	0	0	0	0	1,480,000
Water - Usage Charges	0	3,004,000	0	0	0	0	0	0	0	0	0	0	0	0	0	3,004,000
Sewer Revenues	0	0	2,024,000	0	0	473,000	0	0	0	0	0	0	0	0	0	2,497,000
Fees and Penalties	0	120,000	0	0	0	0	0	0	0	0	0	0	0	0	0	120,000
Meter and Connection Fees	0	10,000	0	0	0	0	0	0	0	0	0	0	0	0	0	10,000
Plan Check and Inspection Fees	0	10,000	0	0	0	0	0	0	0	0	0	0	0	0	0	10,000
Miscellaneous Income	15,000	37,000	0	0	0	0	0	0	0	0	17,200	0	0	0	0	69,200
Street Lighting/Landscape Maint Charges	0	0	0	0	0	0	24,508	10,640	0	0	0	0	0	0	0	35,148
Franchise Fee - Solid Waste	0	0	0	0	0	0	0	0	63,500	0	0	0	0	0	0	63,500
Oper Transfers In-Funded Admin	477,310	0	0	0	0	0	0	0	0	0	0	0	0	0	0	477,310
Oper Transfers In-Funded Replacement	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
	492,310	4,661,000	2,024,000	0	2,024,000	473,000	0	24,508	10,640	63,500	17,200	580,000	395,000	168,000	0	1,143,310
																8,909,158

**OPERATING EXPENDITURES  
OPERATIONS & MAINTENANCE**

Wages	0	498,000	0	327,000	0	66,300	0	0	0	0	0	0	0	0	0	891,300
Wages - Overtime	0	48,000	0	35,000	0	6,750	0	0	0	0	0	0	0	0	0	89,750
Payroll Taxes	0	9,800	0	6,500	0	1,350	0	0	0	0	0	0	0	0	0	17,650
Retirement	0	123,000	0	69,000	0	13,800	0	0	0	0	0	0	0	0	0	205,800
Medical and Dental	0	187,000	0	140,000	0	27,100	0	0	0	0	0	0	0	0	0	354,100
Workers Comp Insurance	0	14,300	0	12,400	0	2,220	0	0	0	0	0	0	0	0	0	28,920
Wholesale Water Purchased	0	891,900	0	0	0	0	0	0	0	0	0	0	0	0	0	891,900
Supplemental Water O & M and Overhead	0	239,000	0	0	0	0	0	0	0	0	0	0	0	0	0	239,000
Electricity	0	380,000	0	140,000	0	43,500	0	27,720	150	0	0	0	0	0	0	591,370
Water	0	0	0	12,500	0	3,000	0	0	0	0	0	0	0	0	0	15,500
Chemicals	0	26,000	0	26,000	0	19,000	0	0	0	0	0	0	0	0	0	71,000
Lab Tests and Sampling	0	45,000	0	27,000	0	27,000	0	0	0	0	0	0	0	0	0	99,000
Operating Supplies	0	120,000	0	60,000	0	14,000	0	0	0	0	0	0	0	0	0	194,000
Outside Services	0	99,000	0	95,000	0	8,000	0	0	0	0	0	0	0	0	0	202,000
Permits and Operating Fees	0	14,000	0	13,000	0	9,000	0	0	0	0	0	0	0	0	0	36,000
Repairs & Maintenance	0	107,000	0	120,000	0	16,000	0	0	0	0	0	0	0	0	0	243,000
Engineering	0	10,000	0	5,000	0	3,000	0	0	0	0	0	0	0	0	0	18,000
Fuel	0	22,000	0	7,000	0	4,000	0	0	0	0	0	0	0	0	0	33,000
Meters	0	50,000	0	0	0	0	0	0	0	0	0	0	0	0	0	50,000
Safety Program	0	6,600	0	2,200	0	1,200	0	0	0	0	0	0	0	0	0	10,000
Uniforms	0	10,650	0	3,600	0	1,950	0	0	0	0	0	0	0	0	0	16,200
Landscape Maintenance and Water	0	0	0	0	0	0	0	0	10,000	0	0	0	0	0	0	10,000
Solid Waste Program	0	0	0	0	0	0	0	0	0	15,000	0	0	0	0	0	15,000
Water Conservation Program	0	50,000	0	0	0	0	0	0	0	0	0	0	0	0	0	50,000
Oper Transfer Out - Funded Replacement	0	580,000	0	395,000	0	168,000	0	0	0	0	0	0	0	0	0	1,143,000
TOTAL OPERATIONS & MAINTENANCE	0	3,531,250	2,024,000	1,496,200	0	435,170	0	27,720	10,150	15,000	0	0	0	0	0	5,515,490

**GENERAL & ADMINISTRATIVE**

Wages	83,250	309,500	0	27,700	0	4,610	0	0	0	0	0	0	0	0	0	425,060
Payroll Taxes	1,800	6,500	0	800	0	135	0	0	0	0	0	0	0	0	0	9,235
Retirement	17,500	72,500	0	6,550	0	975	0	0	0	0	0	0	0	0	0	97,525
Medical and Dental	141,000	95,100	0	10,000	0	1,250	0	0	0	0	0	0	0	0	0	247,350
Other Post Employment Benefits (OPEB)	17,450	52,400	0	14,900	0	2,620	0	0	0	0	0	0	0	0	0	87,370
Workers Comp Insurance	460	1,300	0	110	0	20	0	0	0	0	0	0	0	0	0	1,890
Bank Charges and Credit Card Fees	5,000	4,000	0	0	0	0	0	0	0	0	0	0	0	0	0	9,000
Computer Expense	16,700	68,750	0	24,800	0	4,900	0	0	0	0	0	0	0	0	0	115,150
Dues and Subscriptions	3,000	9,300	0	4,150	0	850	0	0	0	0	0	0	0	0	0	17,300
Education and Training	7,500	6,000	0	6,000	0	0	0	0	0	0	0	0	0	0	0	19,500

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED OPERATING BUDGET - TOTALS FOR EACH FUND  
2017-2018**

	#110 ADMIN BUDGET	#125 WATER BUDGET	#128 WATER RATE STABILIZATION BUDGET	#130 TOWN SEWER STABILIZATION BUDGET	#135 TOWN SEWER RATE STABILIZATION BUDGET	#150 BLACKLAKE SEWER STABILIZATION BUDGET	#155 BLACKLAKE SEWER RATE STABILIZATION BUDGET	#200 BL STREET LIGHTING BUDGET	#250 ST LANDSCAPE MAINT DIST BUDGET	#300 SOLID WASTE BUDGET	#400 DRAINAGE BUDGET	#605 FUNDED REP-WATER BUDGET	#630 FUNDED REP-BLSEWER BUDGET	#680 TOWN SEWER SINKING FUND BUDGET	TOTAL
Elections	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance - Liability	15,900	47,700	0	13,515	0	2,385	0	500	0	2,000	0	0	0	0	82,000
LAFCO Funding	27,300	0	0	0	0	0	0	0	0	0	0	0	0	0	27,300
Landscape and Janitorial	3,000	9,000	0	2,550	0	450	0	0	0	0	0	0	0	0	15,000
Legal - General and Special Counsel	73,000	50,000	0	1,000	0	1,000	0	0	0	0	0	0	0	0	125,000
Legal - Water Counsel	0	75,000	0	0	0	0	0	0	0	0	0	0	0	0	75,000
Professional Services	25,000	130,000	0	2,550	0	25,450	0	0	0	0	0	0	0	0	183,000
Miscellaneous	5,000	1,000	0	500	0	500	0	0	0	0	0	0	0	0	7,000
Newsletter and Mailers	2,000	7,500	0	1,700	0	800	0	0	0	0	0	0	0	0	12,000
Office Supplies	3,400	10,200	0	2,900	0	300	0	0	0	0	0	0	0	0	17,000
Outside Services	3,350	7,650	0	4,670	0	360	0	0	0	0	0	0	0	0	16,050
Postage	2,500	17,500	0	4,400	0	2,600	0	0	0	0	0	0	0	0	27,000
Public Notices	2,000	2,000	0	500	0	1,000	0	150	500	300	0	0	0	0	6,450
Repairs and Maintenance - Office/Bldgs	9,700	5,100	0	1,500	0	250	0	0	0	0	0	0	0	0	16,550
Property Taxes	0	1,800	0	0	0	0	0	0	0	0	0	0	0	0	1,800
Telephone	1,800	5,400	0	1,530	0	980	0	0	0	0	0	0	0	0	9,720
Travel and Mileage	4,200	7,000	0	2,550	0	450	0	0	0	0	0	0	0	0	14,200
Utilities - Gas, Electric and Trash	20,500	0	0	0	0	0	0	0	0	0	0	0	0	0	20,500
Oper Transfer Out - Funded Administration	0	349,339	0	98,979	0	17,487	0	500	1,500	9,525	0	0	0	0	477,310
TOTAL GENERAL & ADMINISTRATIVE	492,310	1,351,539	0	233,854	0	69,582	0	1,150	2,000	11,825	0	0	0	0	2,162,260
TOTAL OPERATING EXPENSES	492,310	4,882,789	0	1,730,054	0	504,752	0	28,870	12,150	26,825	0	0	0	0	7,677,750

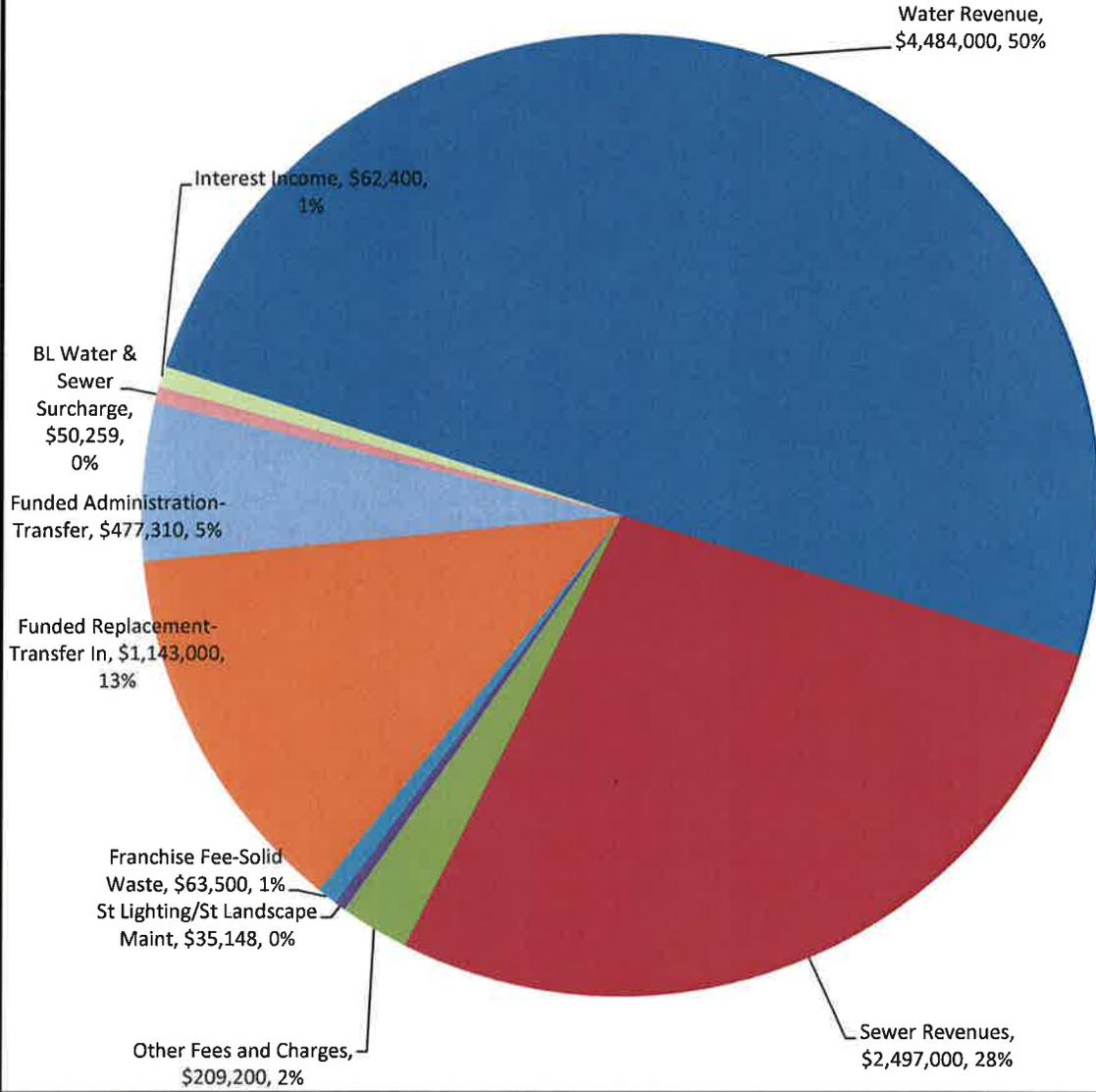
TOTAL OPERATING SURPLUS (DEFICIT)	0	(221,789)	0	293,946	0	(31,752)	0	(4,362)	(1,510)	36,675	17,200	580,000	395,000	168,000	0	1,231,408
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NON-OPERATING REVENUES AND (EXPENDITURES)																
Interest Income	0	5,000	2,500	8,000	1,800	1,200	300	200	200	1,800	400	21,500	14,000	5,500	0	62,400
Blacklake Water & Sewer Loan Surcharge	0	25,779	0	0	0	24,480	0	0	0	0	0	0	0	0	0	50,259
Interest Income/(Expense) - Debt Service	0	(1,192)	0	(357,649)	0	(1,180)	0	0	0	0	0	1,192	0	0	0	(358,829)
Principal Portion - Debt Service	0	(24,587)	0	(160,000)	0	(23,300)	0	0	0	0	0	24,587	0	0	0	(183,300)
Transfers in and out	0	0	0	59,000	0	0	0	0	0	0	0	0	0	0	0	(59,000)
Fixed Assets	0	(122,100)	0	(40,700)	0	(22,200)	0	0	0	0	0	0	0	0	0	(185,000)
TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)	0	(117,100)	2,500	(491,349)	1,800	(21,000)	300	200	200	1,800	400	47,279	14,000	5,500	(59,000)	(614,470)

NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)																
	0	(338,889)	2,500	(197,403)	1,800	(52,752)	300	(4,162)	(1,310)	38,475	17,600	627,279	409,000	173,500	(59,000)	616,938

ESTIMATED FUNDS AVAILABLE																
Estimated Account Balance 7/1/17	0	1,685,000	406,000	910,000	305,000	221,000	51,000	26,000	21,000	315,000	64,000	3,330,000	2,550,000	910,000	59,000	10,774,000
Net Results from Operations	0	(338,889)	2,500	(197,403)	1,800	(52,752)	300	(4,162)	(1,310)	38,475	17,600	627,279	409,000	173,500	(59,000)	616,938
Funded Replacement Projects	0	0	0	0	0	0	0	0	0	0	0	(2,370,000)	(900,000)	(810,000)	0	(4,080,000)
Estimated Account Balance 6/30/18	0	1,326,111	408,500	712,597	306,800	168,248	51,300	21,838	19,690	353,475	81,600	1,587,279	2,059,000	273,500	0	7,310,938

**NIPOMO COMMUNITY SERVICES DISTRICT  
COMBINED REVENUE OF ALL FUNDS  
2017-2017**

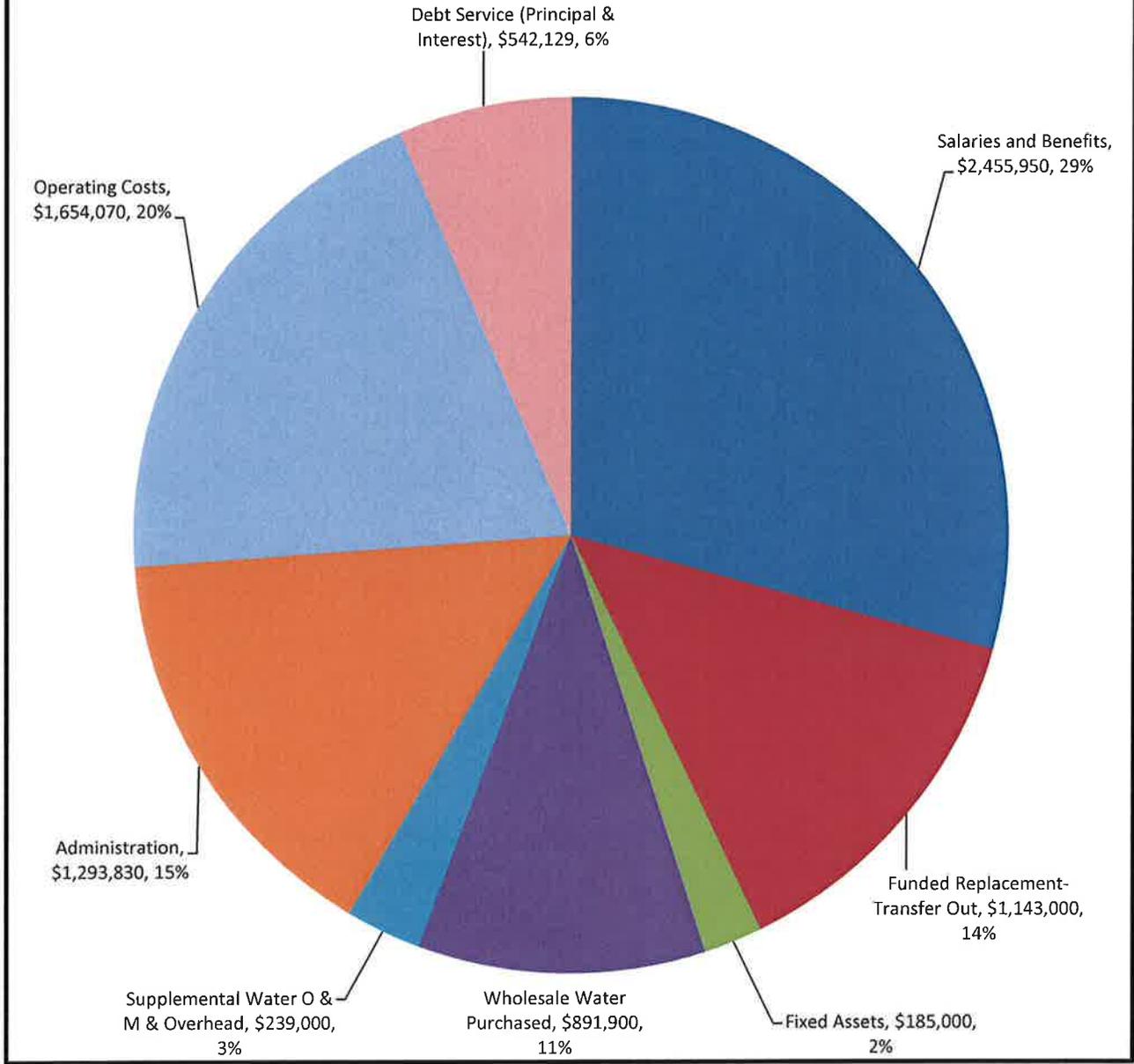


TOTAL REVENUES

\$9,021,817

## NIPOMO COMMUNITY SERVICES DISTRICT COMBINES EXPENDITURES OF ALL FUNDS

**2017-2018**



TOTAL EXPENDITURES

\$8,404,879

# FIXED ASSETS

NIPOMO COMMUNITY SERVICES DISTRICT  
FIXED ASSET PURCHASES  
2017-2018

<u>BUDGET ITEMS FOR 2017-2018</u>	<u>#110 ADMIN</u>	<u>#125 WATER</u>	<u>#130 TOWN SEWER</u>	<u>#150 BL SEWER</u>	<u>TOTAL</u>
Shop Server replacement	0	6,600	2,200	1,200	10,000
SCADA Server replacement	0	33,000	11,000	6,000	50,000
Asset Management Software	0	42,900	14,300	7,800	65,000
Pick Up Truck (replacement of existing fleet vehicle)	0	19,800	6,600	3,600	30,000
Pick Up Truck (addition to fleet)	0	19,800	6,600	3,600	30,000
	0	122,100	40,700	22,200	185,000

# FUNDED REPLACEMENT PROJECTS

NIPOMO COMMUNITY SERVICES DISTRICT  
FUNDED REPLACEMENT PROJECTS  
2017-2018

<u>BUDGET ITEMS FOR 2017-2018</u>	#805 FUNDED REPLACEMENT WATER	#810 FUNDED REPLACEMENT TOWN SEWER	#830 FUNDED REPLACEMENT BLACKLAKE SEWER	TOTAL
Branch Street Water Line Replacement (1)	650,000	0	0	650,000
Quad Tank Disinfection System (2)	300,000	0	0	300,000
Water System Blow-Off Replacements (3)	50,000	0	0	50,000
Air Vac Replacement (3)	20,000	0	0	20,000
Fire Hydrant Replacement (3)	70,000	0	0	70,000
Valve Replacement (3)	180,000	0	0	180,000
Well Refurbishment (3)	100,000	0	0	100,000
Eureka Well Replacement (4)	1,000,000	0	0	1,000,000
Manhole Rehabilitation (3)	0	100,000	0	100,000
Lift Station Rehabilitation (5)	0	800,000	0	800,000
Blacklake Lift Station Rehabilitation (6)	0	0	610,000	610,000
Blacklake Sludge Removal (7)	0	0	200,000	200,000
	<u>2,370,000</u>	<u>900,000</u>	<u>810,000</u>	<u>4,080,000</u>

- (1) Existing 6 inch diameter water line is failing
- (2) Necessary for integration of Supplemental Water
- (3) Water and Town Sewer Master Plan Projects
- (4) Redrill and equip replacement well
- (5) Nipomo Palms Lift Station complete replacement
- (6) Woodgreen Lift Station complete replacement
- (7) Removal, dewatering and disposal of accumulated sludge

# CAPITAL PROJECTS

NIPOMO COMMUNITY SERVICES DISTRICT  
 CAPITAL IMPROVEMENTS  
 PROJECT COST SUMMARY  
 2017-2018

<u>BUDGET ITEMS FOR 2017-2018</u>	<u>#700 WATER CAPACITY CHARGES</u>	<u>#710 TOWN SEWER CAPACITY CHARGES</u>	<u>#500 SUPPLEMENTAL WATER CHARGES</u>	<u>TOTAL</u>
Supplemental Water Project Interconnects	0	0	500,000	500,000
Pressure Zone Connection	150,000	0	0	150,000
Water Master Plan	200,000	0	0	200,000
Southland WWTF - Carryover Work In Process	0	150,000	0	150,000
	<u>350,000</u>	<u>150,000</u>	<u>500,000</u>	<u>1,000,000</u>

**Supplemental Water Projects (Fund #500)**

Supplemental Water Project Interconnects - Design and construct GSWC Primavera and WMWC Via Concha interconnects.

**Water Projects (Fund #700)**

Pressure Zone Connection - Design and construct pressure zone contingent upon completion by developer of Tract 2650.

Water Master Plan - Develop RFP, issue RFP, review proposals, award contract and develop plan.

**Town Sewer Projects (Fund #710)**

Southland WWTF - Construct storage building - Carryover Work In Process.

NIPOMO COMMUNITY SERVICES DISTRICT  
 CAPITAL FUNDING PLAN  
 WATER DIVISION  
 FUND #700

PROPOSED PROJECTS

	FY 6/30/18
Pressure Zone Connection	150,000
Update Water Master Plan	200,000
New Water Storage Tank	0
	<u>350,000</u>

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)			
FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22
0	0	0	0
0	0	0	0
0	0	300,000	2,300,000
0	0	300,000	2,300,000

PROPOSED FUNDING

	FY 6/30/18
OPENING BALANCE, JULY 1	1,660,000
<b>SOURCES</b>	
INVESTMENT INCOME (1)	10,000
CAPACITY CHARGES (2)	0
TOTAL SOURCES	10,000
<b>USES</b>	
CAPITAL EXPENDITURES	(350,000)
TOTAL USES	(350,000)
NET SOURCES AND (USES)	(340,000)
ENDING BALANCE AND RESERVE, JUNE 30	1,320,000

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)			
FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22
1,320,000	1,328,580	1,337,216	1,119,908
8,580	8,636	8,692	7,279
0	0	74,000	76,000
8,580	8,636	82,692	83,279
0	0	(300,000)	(2,300,000)
0	0	(300,000)	(2,300,000)
8,580	8,636	(217,308)	(2,216,721)
1,328,580	1,337,216	1,119,908	(1,096,813)

(1) Interest income projected at 0.65% annually

(2) Until Water Shortage Response and Management Plan State IV no longer exists, assume no capacity charges will be collected for 3 years, then 22 dwellings added annually

NIPOMO COMMUNITY SERVICES DISTRICT  
 CAPITAL FUNDING PLAN  
 SEWER - TOWN DIVISION  
 FUND #710

PROPOSED PROJECTS

	FY 6/30/18
Southland WWTF - Carryover Work In Process	150,000
Sewer Collection System Master Plan	0
Phase 2 of Southland WWTF improvements	0
	<u>150,000</u>

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)				
FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22	
0	0	0	0	0
150,000	0	0	0	0
0	0	0	2,000,000	
150,000	0	0	2,000,000	

PROPOSED FUNDING

	FY 6/30/18
OPENING BALANCE, JULY 1	487,000
<b>SOURCES</b>	
INVESTMENT INCOME (1)	2,300
CAPACITY CHARGES (2)	0
<b>TOTAL SOURCES</b>	2,300
<b>USES</b>	
CAPITAL EXPENDITURES	(150,000)
DEBT SERVICE (3)	(77,050)
<b>TOTAL USES</b>	(227,050)
<b>NET SOURCES AND (USES)</b>	(224,750)
ENDING BALANCE AND RESERVE, JUNE 30	262,250

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)				
FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22	
262,250	36,905	(39,905)	132,655	
1,705	240	(259)	862	
0	0	215,000	221,450	
			0	
1,705	240	214,741	222,312	
(150,000)	0	0	(2,000,000)	
(77,050)	(77,050)	(42,180)	0	
(227,050)	(77,050)	(42,180)	(2,000,000)	
(225,345)	(76,810)	172,561	(1,777,688)	
36,905	(39,905)	132,655	(1,645,033)	

(1) Interest income projected at 0.65% annually

(2) Until Water Shortage Response and Management Plan State IV no longer exists, assume no capacity charges will be collected for 3 years, then 22 dwellings added annually

(3) Debt service on State Revolving Fund Loan (Phase I and II of Sewer Plant Expansion 1998-1999)

NIPOMO COMMUNITY SERVICES DISTRICT  
 CAPITAL FUNDING PLAN  
 PROPERTY TAXES  
 FUND #600

PROPOSED PROJECTS

	FY 6/30/18
None	0

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)			
FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22
0	0	0	0

PROPOSED FUNDING

	FY 6/30/18
OPENING BALANCE, JULY 1, 2017	260,000
<b>SOURCES</b>	
INVESTMENT INCOME (1)	1,100
PROPERTY TAXES (2)	622,000
DEBT SERVICE (BLACKLAKE SEWER SURCHARGE)	24,480
<b>TOTAL SOURCES</b>	<b>647,580</b>
<b>USES</b>	
DEBT SERVICE - REVENUE BONDS SERIES 2013A REFUNDING (3)	(223,750)
TRANSFER TO SUPPLEMENTAL WATER FUND FOR DEBT SERVICE - CERTIFICATES OF PARTICIPATION 2013B (4)	(398,250)
BOND ADMINISTRATION	(2,250)
<b>TOTAL USES</b>	<b>(624,250)</b>
<b>NET SOURCES AND (USES)</b>	<b>23,330</b>
ENDING BALANCE AND RESERVE, JUNE 30, 2018	283,330

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)			
FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22
283,330	307,402	307,150	306,896
1,842	1,998	1,996	1,995
628,220	634,502	640,847	647,256
24,480	0	0	0
<b>654,542</b>	<b>636,500</b>	<b>642,844</b>	<b>649,251</b>
(223,675)	(222,800)	(221,675)	(220,300)
(404,545)	(411,702)	(419,172)	(426,956)
(2,250)	(2,250)	(2,250)	(2,250)
<b>(630,470)</b>	<b>(636,752)</b>	<b>(643,097)</b>	<b>(649,506)</b>
24,072	(252)	(254)	(255)
307,402	307,150	306,896	306,641

- (1) Interest income projected at 0.65% annually
- (2) Assume 1% growth in Property Tax Revenue - Pledged to debt service payments
- (3) Debt service on Revenue Bonds secured by ad valorem property taxes (Per Bond Indenture, irrevocably pledged as first source of repayment)
- (4) Debt Service on Certificates of Participation 2013B secured first by ad valorem property taxes and then by water revenues  
 (Difference between Property Tax Collections and Debt Service for Revenue Bonds Series 2013A Refunding)

NIPOMO COMMUNITY SERVICES DISTRICT  
 CAPITAL FUNDING PLAN  
 SUPPLEMENTAL WATER  
 FUND #500

PROPOSED PROJECTS

	FY 6/30/18
Supplemental Water Project Interconnects	500,000
Supplemental Water Project Phase 3	0
	0
	500,000

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)				
	FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22
	0	0	0	0
	0	150,000	250,000	3,800,000
	0	0	0	
	0	150,000	250,000	3,800,000

(A) Woodlands Mutual Water Company and Golden State Water Company will participate in cost of these projects pursuant to the Supplemental Water Management and Groundwater Replenishment Agreement.

PROPOSED FUNDING

	FY 6/30/18
OPENING BALANCE, JULY 1	1,800,000
<b>SOURCES</b>	
INVESTMENT INCOME (1)	11,700
CAPACITY CHARGES-SUPPLEMENTAL WATER (2)	0
PRINCIPAL AND INTEREST PAYMENTS FOR NSWP (Woodlands Mutual Water and Golden State Water) (3)	462,117
TRANSFER IN FROM PROPERTY TAX FUND #600 FOR DEBT SERVICE PAYMENT ON COP 2013B (5)	398,250
<b>TOTAL SOURCES</b>	<b>872,067</b>
<b>USES</b>	
DEBT SERVICE - COP's 2013 (6)	(532,405)
BOND ADMINISTRATION	(2,785)
CAPITAL EXPENDITURES	(500,000)
<b>TOTAL USES</b>	<b>(1,035,190)</b>
<b>NET SOURCES AND (USES)</b>	<b>(163,123)</b>
ENDING BALANCE AND RESERVE, JUNE 30	1,636,877

PLANNING PURPOSES ONLY (NOT FOR BUDGET APPROVAL)				
	FY 6/30/19	FY 6/30/20	FY 6/30/21	FY 6/30/22
	1,636,877	1,981,754	2,184,381	2,485,671
	10,640	12,881	14,198	16,157
	0	0	191,000	196,730
	462,117	462,117	462,117	462,117
	404,545	411,702	419,172	426,956
	877,302	886,701	1,086,488	1,101,960
	(529,640)	(531,288)	(532,413)	(533,025)
	(2,785)	(2,785)	(2,785)	(2,785)
	0	(150,000)	(250,000)	(3,800,000)
	(532,425)	(684,073)	(785,198)	(4,335,810)
	344,877	202,628	301,290	(3,233,850)
	1,981,754	2,184,381	2,485,671	(748,179)

- (1) Interest income projected at 0.65% annually
- (2) Until Water Shortage Response and Management Plan State IV no longer exists, assume no capacity charges will be collected for 3 years, then 22 dwellings added annually
- (3) Pursuant to Supplemental Water Management and Groundwater Replenishment Agreement
- (4) NCSD Customer portion of Supplemental Water fixed charge to fund debt service collected to pay debt service
- (5) Portion of debt service pledged from Property Tax Fund #600
- (6) Debt service on 2013B COP to build Supplemental Water Project Phase 1

# APPENDICES

# APPENDIX A

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>ADMINISTRATION FUND #110</b>	2015-16	2016-17	2016-117	2017-18
	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	25,466	7,000	15,000	15,000
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	383,002	392,445	385,651	477,310
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>408,468</b>	<b>399,445</b>	<b>400,651</b>	<b>492,310</b>

<b>OPERATING EXPENDITURES</b>	2015-16	2016-17	2016-117	2017-18
<b>OPERATIONS &amp; MAINTENANCE</b>	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**ADMINISTRATION FUND #110  
CONTINUED  
GENERAL & ADMINISTRATIVE**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	93,610	80,500	75,800	83,250
Payroll Taxes	1,956	1,850	1,700	1,800
Retirement	19,618	16,575	16,575	17,500
Medical and Dental	114,137	127,000	127,900	141,000
Other Post Employment Benefits (OPEB)	22,880	17,450	17,450	17,450
Workers Comp Insurance	334	470	300	460
Bank Charges and Fees	3,365	4,000	4,500	5,000
Computer Expense	16,619	18,000	18,000	16,700
Dues and Subscriptions	2,740	3,400	3,700	3,000
Education and Training	6,026	2,500	6,200	7,500
Elections	0	2,000	120	0
Insurance - Liability	14,895	15,500	15,500	15,900
LAFCO Funding	24,216	26,000	25,753	27,300
Landscape and Janitorial	2,834	3,000	2,650	3,000
Legal - General and Special Counsel	24,491	25,000	25,753	73,000
Legal - Water Counsel	0	0	0	0
Professional Services	5,010	2,400	5,050	25,000
Miscellaneous	10,790	4,000	4,000	5,000
Newsletter and Mailers	1,042	2,200	2,500	2,000
Office Supplies	3,009	3,400	2,500	3,400
Outside Services	2,275	3,000	3,700	3,350
Postage	1,237	2,500	2,500	2,500
Public Notices	1,119	4,000	500	2,000
Repairs and Maintenance - Office Equip/Bldg	11,176	9,700	8,000	9,700
Property Taxes	0	0	0	0
Telephone	1,659	1,800	1,500	1,800
Travel and Mileage	5,666	2,700	8,500	4,200
Utilities - Gas, Electric and Trash	17,764	20,500	20,000	20,500
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>408,468</b>	<b>399,445</b>	<b>400,651</b>	<b>492,310</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>408,468</b>	<b>399,445</b>	<b>400,651</b>	<b>492,310</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	0	0	0	0
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases (1)	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

(1) See Page 23

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>WATER FUND #125</b>	2015-16	2016-17	2016-117	2017-18
<b>OPERATING REVENUES</b>	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
Water - (Fixed) Availability Charges	1,478,324	1,583,000	1,631,000	1,480,000
Water - (Variable) Usage Charges	2,575,848	3,049,500	2,860,000	3,004,000
Sewer Revenues	0	0	0	0
Fees and Penalties	105,900	95,000	120,000	120,000
Meter and Connection Fees	8,725	0	8,400	10,000
Plan Check and Inspection Fees	3,012	0	6,500	10,000
Miscellaneous Income	72,270	32,700	37,000	37,000
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>4,244,079</b>	<b>4,760,200</b>	<b>4,662,900</b>	<b>4,661,000</b>

<b>OPERATING EXPENDITURES</b>	2015-16	2016-17	2016-117	2017-18
<b>OPERATIONS &amp; MAINTENANCE</b>	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
Wages	421,068	442,000	429,000	498,000
Wages - Overtime	47,580	46,000	40,000	48,000
Payroll Taxes	8,840	10,500	9,600	9,800
Retirement	104,347	109,700	116,500	123,000
Medical and Dental	117,726	134,300	143,700	187,000
Workers Comp Insurance	10,314	11,800	10,600	14,300
Wholesale Water Purchased (See Page 65)	667,975	850,304	850,300	891,900
Supplemental Water O & M/Overhead/Funded Replacement (See Page 65)	204,464	231,001	231,000	239,000
Electricity-pumping and pumping credit	327,685	357,000	365,000	380,000
Water	0	0	0	0
Chemicals	34,960	30,000	25,000	26,000
Lab Tests and Sampling	25,482	40,000	40,000	45,000
Operating Supplies	107,151	60,000	115,000	120,000
Outside Services	74,594	126,000	95,000	99,000
Permits and Operating Fees	19,994	14,000	14,000	14,000
Repairs & Maintenance	143,381	115,000	115,000	107,000
Engineering	6,187	10,000	1,000	10,000
Fuel	20,382	22,000	20,000	22,000
Meters	14,580	50,000	50,000	50,000
Safety Program	4,177	7,000	5,000	6,600
Uniforms	9,625	9,600	9,600	10,650
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	35,992	50,000	50,000	50,000
Oper Transfer Out - Funded Replacement	566,000	566,000	566,000	580,000
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>2,972,504</b>	<b>3,292,205</b>	<b>3,301,300</b>	<b>3,531,250</b>

**WATER FUND #125  
CONTINUED  
GENERAL & ADMINISTRATIVE**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	315,147	301,900	280,000	309,500
Payroll Taxes	6,810	8,100	7,000	6,500
Retirement	68,699	67,400	67,400	72,500
Medical and Dental	77,304	87,300	83,200	95,100
Other Post Employment Benefits (OPEB)	68,640	52,400	52,400	52,400
Workers Comp Insurance	1,226	1,350	1,000	1,300
Bank Charges and Credit Card Fees	3,110	4,000	4,000	4,000
Computer Expense	61,940	54,000	60,000	68,750
Dues and Subscriptions	9,163	10,200	11,500	9,300
Education and Training	1,065	7,500	2,500	6,000
Elections	0	6,000	355	0
Insurance - Liability	44,357	46,500	41,000	47,700
LAFCO Funding	0	0	0	0
Landscape and Janitorial	8,503	9,000	8,000	9,000
Legal - General and Special Counsel	107,388	73,000	70,000	50,000
Legal - Water Counsel	84,009	150,000	50,000	75,000
Professional Services	112,944	157,200	150,000	130,000
Miscellaneous	1,252	1,000	1,000	1,000
Newsletter and Mailers	7,483	6,600	3,000	7,500
Office Supplies	9,445	10,200	9,000	10,200
Outside Services	7,578	9,000	5,000	7,650
Postage	16,163	17,000	14,000	17,500
Public Notices	1,191	1,000	0	2,000
Repairs and Maintenance - Office Equip/Bldg	4,343	5,100	4,000	5,100
Property Taxes	1,184	1,700	1,241	1,800
Telephone	4,710	5,400	4,500	5,400
Travel and Mileage	2,984	8,100	2,200	7,000
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	276,015	247,497	280,595	349,339
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>1,302,653</b>	<b>1,348,447</b>	<b>1,212,891</b>	<b>1,351,539</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>4,275,157</b>	<b>4,640,652</b>	<b>4,514,191</b>	<b>4,882,789</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>(31,078)</b>	<b>119,548</b>	<b>148,710</b>	<b>(221,789)</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	0	4,000	9,500	5,000
Blacklake Water Loan Surcharge	25,779	25,779	25,779	25,779
Interest Expense - Debt Service	(2,620)	(1,917)	(1,917)	(1,192)
Principal Portion - Debt Service	(23,159)	(23,862)	(23,862)	(24,587)
Transfers In and Out	0	0	0	0
Fixed Assets Purchases (1)	(107,000)	0	0	(122,100)
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(107,000)</b>	<b>4,000</b>	<b>9,500</b>	<b>(117,100)</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(138,078)</b>	<b>123,548</b>	<b>158,210</b>	<b>(338,889)</b>

(1) See Page 23

Estimated Cash Balance 7/1/17	1,665,000
Net Results from Operations	(338,889)
Estimated Cash Balance 6/30/18	<u>1,326,111</u>
Cash Reserve Goal at 6/30/18	<u>4,302,789</u>

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

**WATER RATE  
STABILIZATION FUND #128**

2015-16      2016-17      2016-117      2017-18  
ACTUAL      BUDGET      EST ACTUAL      PROPOSED

**OPERATING REVENUES**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**OPERATING EXPENDITURES  
OPERATIONS & MAINTENANCE**

2015-16      2016-17      2016-117      2017-18  
ACTUAL      BUDGET      EST ACTUAL      PROPOSED

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-Pumps and blowers	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**WATER RATE STABILIZATION FUND #128  
CONTINUED**

GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	1,925	1,000	2,500	2,500
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>1,925</b>	<b>1,000</b>	<b>2,500</b>	<b>2,500</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>1,925</b>	<b>1,000</b>	<b>2,500</b>	<b>2,500</b>

Estimated Cash Balance 7/1/17	406,000
Net Results from Operations	2,500

Estimated Cash Balance 6/30/18	<u>408,500</u>
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Cash Reserve Goal at 6/30/18	<u>400,000</u>
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**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

**TOWN SEWER FUND #130**

2015-16  
ACTUAL

2016-17  
BUDGET

2016-117  
EST ACTUAL

2017-18  
PROPOSED

**OPERATING REVENUES**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	1,862,404	1,980,000	1,956,000	2,024,000
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income-Efficiency Rebate	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>1,862,404</b>	<b>1,980,000</b>	<b>1,956,000</b>	<b>2,024,000</b>

**OPERATING EXPENDITURES  
OPERATIONS & MAINTENANCE**

2015-16  
ACTUAL

2016-17  
BUDGET

2016-117  
EST ACTUAL

2017-18  
PROPOSED

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	236,407	303,000	252,000	327,000
Wages - Overtime	28,938	37,000	25,000	35,000
Payroll Taxes	5,081	5,900	5,900	6,500
Retirement	47,787	64,500	45,000	69,000
Medical and Dental	84,400	111,600	97,000	140,000
Workers Comp Insurance	8,300	11,800	9,000	12,400
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-Pumps and blowers	125,981	130,000	137,500	140,000
Water	8,413	12,000	11,500	12,500
Chemicals	3,583	15,000	25,000	26,000
Lab Tests and Sampling	24,515	35,000	25,000	27,000
Operating Supplies	52,695	60,000	55,000	60,000
Outside Services	45,787	135,000	100,000	95,000
Permits and Operating Fees	9,307	13,000	13,000	13,000
Repairs & Maintenance	173,135	165,000	120,000	120,000
Engineering	954	5,000	6,000	5,000
Fuel	6,556	7,000	6,000	7,000
Meters	0	0	0	0
Safety Program	1,392	2,500	1,500	2,200
Uniforms	3,209	3,200	3,200	3,600
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	395,000	395,000	395,000	395,000
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>1,261,440</b>	<b>1,511,500</b>	<b>1,332,600</b>	<b>1,496,200</b>

<b>TOWN SEWER FUND #130 CONTINUED</b>				
GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	26,141	25,700	23,800	27,700
Payroll Taxes	724	875	700	800
Retirement	6,299	6,000	6,000	6,550
Medical and Dental	7,897	9,350	9,000	10,000
Other Post Employment Benefits (OPEB)	19,448	14,900	14,900	14,900
Workers Comp Insurance	96	120	80	110
Bank Charges and Fees	0	0	0	0
Computer Expense	17,251	15,300	21,000	24,800
Dues and Subscriptions	4,412	3,000	4,500	4,150
Education and Training	2,931	2,125	2,700	6,000
Elections	0	1,700	100	0
Insurance - Liability	13,307	13,175	13,000	13,515
LAFCO Funding	0	0	0	0
Landscape and Janitorial	2,409	2,550	2,300	2,550
Legal - General and Special Counsel	2,558	1,000	150	1,000
Legal - Water Counsel	0	0	0	0
Professional Services	5,880	2,040	2,500	2,550
Miscellaneous	0	500	500	500
Newsletter and Mailers	886	1,870	1,000	1,700
Office Supplies	2,147	2,900	2,000	2,900
Outside Services	6,059	5,050	4,300	4,670
Postage	7,313	5,600	5,650	4,400
Public Notices	1,820	500	0	500
Repairs and Maintenance - Office Equip/Bldg	1,230	1,500	1,100	1,500
Property Taxes	0	0	0	0
Telephone	1,334	1,530	1,300	1,530
Travel and Mileage	0	2,300	2,500	2,550
Utilities - Gas, Electric and Trash	2,741	0	0	0
Oper Transfer Out - Funded Administration	78,204	82,499	79,502	98,979
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>211,087</b>	<b>202,084</b>	<b>198,582</b>	<b>233,854</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>1,472,527</b>	<b>1,713,584</b>	<b>1,531,182</b>	<b>1,730,054</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>389,877</b>	<b>266,416</b>	<b>424,818</b>	<b>293,946</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	7,733	3,000	10,900	8,000
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Exp - Debt Service (2012 COP)	(366,579)	(362,454)	(362,454)	(357,649)
Principal - Debt Service (2012 COP)	0	(155,000)	(155,000)	(160,000)
Transfers In from Fund #880/Transfers Out to Fund #810 (2)	514,848	517,454	(682,546)	59,000
Fixed Asset Purchases (1)	(121,000)	(81,250)	(68,250)	(40,700)
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>35,002</b>	<b>(78,250)</b>	<b>(1,257,350)</b>	<b>(491,349)</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>424,879</b>	<b>188,166</b>	<b>(832,532)</b>	<b>(197,403)</b>

Estimated Cash Balance 7/1/17                      910,000  
Net Results from Operations                                      (197,403)

(1) See Page 23

(2) Transfer to Funded Replacement Town Sewer Fund #810, per Board 11-9-16

Estimated Cash Balance 6/30/18                      712,597

Cash Reserve Goal at 6/30/18                      667,527

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

**TOWN SEWER RATE  
STABILIZATION FUND #135**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-Pumps and blowers	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**TOWN SEWER RATE STABILIZATION #135  
CONTINUED**

GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	1,445	750	1,800	1,800
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>1,445</b>	<b>750</b>	<b>1,800</b>	<b>1,800</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>1,445</b>	<b>750</b>	<b>1,800</b>	<b>1,800</b>

Estimated Cash Balance 7/1/17	305,000
Net Results from Operations	1,800
Estimated Cash Balance 6/30/18	<u>306,800</u>
Cash Reserve Goal at 6/30/18	<u>300,000</u>

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

**BLACKLAKE SEWER FUND #150**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	475,193	473,000	473,000	473,000
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>475,193</b>	<b>473,000</b>	<b>473,000</b>	<b>473,000</b>

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>				
Wages	65,915	63,200	56,000	66,300
Wages - Overtime	7,235	7,300	10,900	6,750
Payroll Taxes	1,396	1,300	1,300	1,350
Retirement	13,388	13,200	12,500	13,800
Medical and Dental	21,970	21,000	19,000	27,100
Workers Comp Insurance	2,115	2,200	1,800	2,220
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-Pumps and blowers	38,820	42,000	42,000	43,500
Water	2,495	2,800	2,800	3,000
Chemicals	18,507	20,000	18,000	19,000
Lab Tests and Sampling	22,741	25,000	25,000	27,000
Operating Supplies	7,661	5,000	14,000	14,000
Outside Services	8,509	11,000	6,000	8,000
Permits and Operating Fees	7,637	9,000	9,000	9,000
Repairs & Maintenance	15,696	20,000	15,000	16,000
Engineering	0	3,000	0	3,000
Fuel	3,943	4,000	3,500	4,000
Meters	0	0	0	0
Safety Program	759	1,500	750	1,200
Uniforms	1,750	1,800	1,800	1,950
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	168,000	168,000	168,000	168,000
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>408,537</b>	<b>421,300</b>	<b>407,350</b>	<b>435,170</b>

**BLACKLAKE SEWER FUND #150  
CONTINUED  
GENERAL & ADMINISTRATIVE**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	4,541	4,400	4,000	4,610
Payroll Taxes	122	150	110	135
Retirement	1,510	1,000	900	975
Medical and Dental	1,047	1,135	1,100	1,250
Other Post Employment Benefits (OPEB)	3,432	2,620	2,620	2,620
Workers Comp Insurance	17	20	15	20
Bank Charges and Fees	0	0	0	0
Computer Expense	4,197	2,700	5,000	4,900
Dues and Subscriptions	317	500	600	850
Education and Training	394	375	300	0
Elections	0	300	20	0
Insurance - Liability	2,227	2,325	2,300	2,385
LAFCO Funding	0	0	0	0
Landscape and Janitorial	425	450	400	450
Legal - General and Special Counsel	757	1,000	200	1,000
Legal - Water Counsel	0	0	0	0
Professional Services (including Rate Study)	234	25,360	450	25,450
Miscellaneous	0	500	500	500
Newsletter and Mailers	156	880	200	800
Office Supplies	379	500	400	500
Outside Services	599	450	300	380
Postage	983	2,900	2,400	2,600
Public Notices	4	1,000	0	1,000
Repairs and Maintenance - Office Equip/Bldg	217	250	200	250
Property Taxes	0	0	0	0
Telephone	825	930	950	990
Travel and Mileage	244	400	0	450
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	13,801	44,999	14,030	17,467
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>36,428</b>	<b>95,144</b>	<b>36,995</b>	<b>69,582</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>444,965</b>	<b>516,444</b>	<b>444,345</b>	<b>504,752</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>30,228</b>	<b>(43,444)</b>	<b>28,655</b>	<b>(31,752)</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	963	500	1,200	1,200
Blacklake Sewer Loan Surcharge	24,586	24,480	24,480	24,480
Interest Expense - Debt Service	(2,751)	(1,979)	(1,979)	(1,180)
Principal Portion - Debt Service	0	(22,501)	(22,501)	(23,300)
Transfers In and Out (2)	(35,000)	0	(29,000)	0
Fixed Asset Purchases (1)	(8,900)	(3,750)	(3,750)	(22,200)
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(21,102)</b>	<b>(3,250)</b>	<b>(31,550)</b>	<b>(21,000)</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>9,126</b>	<b>(46,694)</b>	<b>(2,895)</b>	<b>(52,752)</b>

Estimated Cash Balance 7/1/17 221,000  
Net Results from Operations (52,752)

(1) See Page 23

Estimated Cash Balance 6/30/18 168,248

(2) Transfer to BL Fund #830, per Board 11-9-16

Cash Reserve Goal at 6/30/18 168,376

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

**BLACKLAKE SEWER RATE  
STABILIZATION FUND #155**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-Pumps and blowers	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BLACKLAKE SEWER RATE STABILIZATION #155**

CONTINUED GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	241	125	300	300
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>241</b>	<b>125</b>	<b>300</b>	<b>300</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>241</b>	<b>125</b>	<b>300</b>	<b>300</b>

Estimated Cash Balance 7/1/17 51,000  
 Net Results from Operations 300

Estimated Cash Balance 6/30/18 51,300

Cash Reserve Goal at 6/30/18 50,000

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>STREET LIGHTING FUND #200</b>	2015-16	2016-17	2016-117	2017-18
	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	24,508	24,508	24,508	24,508
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>24,508</b>	<b>24,508</b>	<b>24,508</b>	<b>24,508</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16	2016-17	2016-117	2017-18
	ACTUAL	BUDGET	EST ACTUAL	PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-Streetlights	24,015	25,900	26,500	27,720
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>24,015</b>	<b>25,900</b>	<b>26,500</b>	<b>27,720</b>

**STREET LIGHTING FUND #200  
CONTINUED**

GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	500	500	500	500
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	103	250	150	150
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	500	500	500	500
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>1,103</b>	<b>1,250</b>	<b>1,150</b>	<b>1,150</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>25,118</b>	<b>27,150</b>	<b>27,650</b>	<b>28,870</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>(610)</b>	<b>(2,642)</b>	<b>(3,142)</b>	<b>(4,362)</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	145	70	300	200
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>145</b>	<b>70</b>	<b>300</b>	<b>200</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(465)</b>	<b>(2,572)</b>	<b>(2,842)</b>	<b>(4,162)</b>

Estimated Cash Balance 7/1/17	26,000
Net Results from Operations	(4,162)

Estimated Cash Balance 6/30/18	<u>21,838</u>
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Cash Reserve Goal at 6/30/18	<u>30,000</u>
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**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>STREET LANDSCAPE MAINT DISTRICT FUND #250 OPERATING REVENUES</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	10,080	10,640	10,640	10,640
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>10,080</b>	<b>10,640</b>	<b>10,640</b>	<b>10,640</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Water	0	0	0	0
Electricity	120	150	150	150
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	4,677	11,600	10,000	10,000
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>4,797</b>	<b>11,750</b>	<b>10,150</b>	<b>10,150</b>

**STREET LANDSCAPE MAINT DISTRICT  
FUND #250 CONTINUED**

GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	411	750	500	500
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	1,500	1,500	1,500	1,500
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>1,911</b>	<b>2,250</b>	<b>2,000</b>	<b>2,000</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>6,708</b>	<b>14,000</b>	<b>12,150</b>	<b>12,150</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>3,372</b>	<b>(3,360)</b>	<b>(1,510)</b>	<b>(1,510)</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	99	50	135	200
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>99</b>	<b>50</b>	<b>135</b>	<b>200</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>3,471</b>	<b>(3,310)</b>	<b>(1,375)</b>	<b>(1,310)</b>

Estimated Cash Balance 7/1/17                      21,000  
Net Results from Operations                      (1,310)

Estimated Cash Balance 6/30/18                      19,690

Cash Reserve Goal at 6/30/18                      20,000

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

**SOLID WASTE FUND #300**

2015-16  
ACTUAL

2016-17  
BUDGET

2016-117  
EST ACTUAL

2017-18  
PROPOSED

**OPERATING REVENUES**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste (1)	95,454	103,000	63,500	63,500
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>95,454</b>	<b>103,000</b>	<b>63,500</b>	<b>63,500</b>

(1) Pursuant to Resolution 2015-1393, Franchise Fee reduced effective January 1, 2016 to offset Customer Fee Increase.

**OPERATING EXPENDITURES  
OPERATIONS & MAINTENANCE**

2015-16  
ACTUAL

2016-17  
BUDGET

2016-117  
EST ACTUAL

2017-18  
PROPOSED

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program-incl Rate Holiday	144,057	150,000	15,000	15,000
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>144,057</b>	<b>150,000</b>	<b>15,000</b>	<b>15,000</b>

<b>SOLID WASTE FUND #300</b>				
<b>CONTINUED</b>				
GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	2,010	2,000	2,000	2,000
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	257	500	300	300
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities -Trash	0	0	0	0
Oper Transfer Out - Funded Administration	14,981	15,450	9,525	9,525
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>17,248</b>	<b>17,950</b>	<b>11,825</b>	<b>11,825</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>161,305</b>	<b>167,950</b>	<b>26,825</b>	<b>26,825</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>(65,851)</b>	<b>(64,950)</b>	<b>36,675</b>	<b>36,675</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	1,381	670	1,700	1,800
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>1,381</b>	<b>670</b>	<b>1,700</b>	<b>1,800</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(64,470)</b>	<b>(64,280)</b>	<b>38,375</b>	<b>38,475</b>

Estimated Cash Balance 7/1/17	315,000
Net Results from Operations	38,475

Estimated Cash Balance 6/30/18	<u>353,475</u>
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Cash Reserve Goal at 6/30/18	<u>115,000</u>
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**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>DRAINAGE FUND #400</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
<b>OPERATING REVENUES</b>				
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	15,825	16,600	16,600	17,200
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>15,825</b>	<b>16,600</b>	<b>16,600</b>	<b>17,200</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	15,100	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>15,100</b>	<b>0</b>	<b>0</b>	<b>0</b>

**DRAINAGE FUND #400**

**CONTINUED**

GENERAL & ADMINISTRATIVE	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>15,100</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>725</b>	<b>16,600</b>	<b>16,600</b>	<b>17,200</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	229	140	300	400
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out	0	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>229</b>	<b>140</b>	<b>300</b>	<b>400</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>954</b>	<b>16,740</b>	<b>16,900</b>	<b>17,600</b>

Estimated Cash Balance 7/1/17	64,000
Net Results from Operations	17,600

Estimated Cash Balance 6/30/18	<u>81,600</u>
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Cash Reserve Goal at 6/30/18	<u>50,000</u>
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**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>FUNDED REPLACEMENT - WATER FUND #805 OPERATING REVENUES</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	566,000	566,000	566,000	580,000
<b>TOTAL OPERATING REVENUES</b>	<b>566,000</b>	<b>566,000</b>	<b>566,000</b>	<b>580,000</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**FUNDED REPLACEMENT -  
WATER FUND #805 CONTINUED  
GENERAL & ADMINISTRATIVE**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>566,000</b>	<b>566,000</b>	<b>566,000</b>	<b>580,000</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	22,605	7,100	19,500	21,500
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Income - Debt Service	0	1,917	1,917	1,192
Principal Portion - Debt Service	0	23,862	23,862	24,587
Transfers In and Out	(2,900,000)	0	0	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(2,877,395)</b>	<b>32,879</b>	<b>45,279</b>	<b>47,279</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>(2,311,395)</b>	<b>598,879</b>	<b>611,279</b>	<b>627,279</b>

Estimated Cash Balance 7/1/17 3,330,000  
Net Results from Operations 627,279

Funded Replacement Projects (1) (2,370,000)  
Estimated Cash Balance 6/30/18 1,587,279

Cash Reserve Goal at 6/30/18 21,520,000

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**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>FUNDED REPLACEMENT - TOWN SEWER FUND #810 OPERATING REVENUES</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	395,000	395,000	395,000	395,000
<b>TOTAL OPERATING REVENUES</b>	<b>395,000</b>	<b>395,000</b>	<b>395,000</b>	<b>395,000</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**FUNDED REPLACEMENT -  
TOWN SEWER FUND #810 CONTINUED  
GENERAL & ADMINISTRATIVE**

	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>395,000</b>	<b>395,000</b>	<b>395,000</b>	<b>395,000</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	10,441	5,500	14,500	14,000
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Income - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out (2)	0	0	1,200,000	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>10,441</b>	<b>5,500</b>	<b>1,214,500</b>	<b>14,000</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>405,441</b>	<b>400,500</b>	<b>1,609,500</b>	<b>409,000</b>

Estimated Cash Balance 7/1/17 2,550,000  
Net Results from Operations 409,000

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Funded Replacement Projects (1) (900,000)  
Estimated Cash Balance 6/30/18 2,059,000

Cash Reserve Goal at 6/30/18 4,100,000

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2016-2017**

<b>FUNDED REPLACEMENT - BLACKLAKE SEWER FUND #830 OPERATING REVENUES</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	168,000	168,000	168,000	168,000
<b>TOTAL OPERATING REVENUES</b>	<b>168,000</b>	<b>168,000</b>	<b>168,000</b>	<b>168,000</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintnenace and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>FUNDED REPLACEMENT - BL SEWER FUND #830 CON'T GENERAL &amp; ADMINISTRATIVE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Other Post Employment Benefits (OPEB)	0	0	0	0
Workers Comp Insurance	0	0	0	0
Bank Charges and Fees	0	0	0	0
Computer Expense	0	0	0	0
Dues and Subscriptions	0	0	0	0
Education and Training	0	0	0	0
Elections	0	0	0	0
Insurance - Liability	0	0	0	0
LAFCO Funding	0	0	0	0
Landscape and Janitorial	0	0	0	0
Legal - General and Special Counsel	0	0	0	0
Legal - Water Counsel	0	0	0	0
Professional Services	0	0	0	0
Miscellaneous	0	0	0	0
Newsletter and Mailers	0	0	0	0
Office Supplies	0	0	0	0
Outside Services	0	0	0	0
Postage	0	0	0	0
Public Notices	0	0	0	0
Repairs and Maintenance - Office Equip/Bldg	0	0	0	0
Property Taxes	0	0	0	0
Telephone	0	0	0	0
Travel and Mileage	0	0	0	0
Utilities - Gas, Electric and Trash	0	0	0	0
Oper Transfer Out - Funded Administration	0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	<b>168,000</b>	<b>168,000</b>	<b>168,000</b>	<b>168,000</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>				
Interest Income	3,595	1,900	5,300	5,500
Blacklake Water & Sewer Loan Surcharge	0	0	0	0
Interest Expense - Debt Service	0	0	0	0
Principal Portion - Debt Service	0	0	0	0
Transfers In and Out (2)	35,000	0	29,000	0
Fixed Asset Purchases	0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>	<b>38,595</b>	<b>1,900</b>	<b>34,300</b>	<b>5,500</b>
<b>NET RESULTS FROM OPERATING AND NON- OPERATING REVENUES AND (EXPENDITURES)</b>	<b>206,595</b>	<b>169,900</b>	<b>202,300</b>	<b>173,500</b>

Estimated Cash Balance 7/1/17	910,000
Net Results from Operations	173,500

Funded Replacement Projects (1)	(810,000)
Estimated Cash Balance 6/30/18	<u>273,500</u>

Cash Reserve Goal at 6/30/18	<u>1,200,000</u>
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(1) See Page 25

(2) Transfer from BL Fund #150, per Board 11-9-16

**NIPOMO COMMUNITY SERVICES DISTRICT  
PROPOSED BUDGET  
2017-2018**

<b>TOWN SEWER SINKING FUND #880 OPERATING REVENUES</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Water - Availability Charges	0	0	0	0
Water - Usage Charges	0	0	0	0
Sewer Revenues	0	0	0	0
Fees and Penalties	0	0	0	0
Meter and Connection Fees	0	0	0	0
Plan Check and Inspection Fees	0	0	0	0
Miscellaneous Income	0	0	0	0
Street Lighting/Landscape Maint Charges	0	0	0	0
Franchise Fee - Solid Waste	0	0	0	0
Oper Transfers In-Funded Admin	0	0	0	0
Oper Transfers In-Funded Replacement	0	0	0	0
<b>TOTAL OPERATING REVENUES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>OPERATING EXPENDITURES OPERATIONS &amp; MAINTENANCE</b>	2015-16 ACTUAL	2016-17 BUDGET	2016-117 EST ACTUAL	2017-18 PROPOSED
Wages	0	0	0	0
Wages - Overtime	0	0	0	0
Payroll Taxes	0	0	0	0
Retirement	0	0	0	0
Medical and Dental	0	0	0	0
Workers Comp Insurance	0	0	0	0
Wholesale Water Purchased	0	0	0	0
Supplemental Water O & M and Overhead	0	0	0	0
Electricity-pumping	0	0	0	0
Water	0	0	0	0
Chemicals	0	0	0	0
Lab Tests and Sampling	0	0	0	0
Operating Supplies	0	0	0	0
Outside Services	0	0	0	0
Permits and Operating Fees	0	0	0	0
Repairs & Maintenance	0	0	0	0
Engineering	0	0	0	0
Fuel	0	0	0	0
Meters	0	0	0	0
Safety Program	0	0	0	0
Uniforms	0	0	0	0
Landscape Maintenance and Water	0	0	0	0
Solid Waste Program	0	0	0	0
Water Conservation Program	0	0	0	0
Oper Transfer Out - Funded Replacement	0	0	0	0
<b>TOTAL OPERATIONS &amp; MAINTENANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>TOWN SEWER SINKING FUND #880</b>		2015-16	2016-17	2016-117	2017-18
GENERAL & ADMINISTRATIVE		ACTUAL	BUDGET	EST ACTUAL	PROPOSED
Wages		0	0	0	0
Payroll Taxes		0	0	0	0
Retirement		0	0	0	0
Medical and Dental		0	0	0	0
Other Post Employment Benefits (OPEB)		0	0	0	0
Workers Comp Insurance		0	0	0	0
Bank Charges and Fees		0	0	0	0
Computer Expense		0	0	0	0
Dues and Subscriptions		0	0	0	0
Education and Training		0	0	0	0
Elections		0	0	0	0
Insurance - Liability		0	0	0	0
LAFCO Funding		0	0	0	0
Landscape and Janitorial		0	0	0	0
Legal - General and Special Counsel		0	0	0	0
Legal - Water Counsel		0	0	0	0
Professional Services		0	0	0	0
Miscellaneous		0	0	0	0
Newsletter and Mailers		0	0	0	0
Office Supplies		0	0	0	0
Outside Services		0	0	0	0
Postage		0	0	0	0
Public Notices		0	0	0	0
Repairs and Maintenance - Office Equip/Bldg		0	0	0	0
Property Taxes		0	0	0	0
Telephone		0	0	0	0
Travel and Mileage		0	0	0	0
Utilities - Gas, Electric and Trash		0	0	0	0
Oper Transfer Out - Funded Administration		0	0	0	0
<b>TOTAL GENERAL &amp; ADMINISTRATIVE</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL OPERATING EXPENSES</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING SURPLUS (DEFICIT)</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>NON-OPERATING REVENUES AND (EXPENDITURES)</b>					
Interest Income		4,220	1,400	3,200	0
Blacklake Water & Sewer Loan Surcharge		0	0	0	0
Interest Expense - Debt Service		0	0	0	0
Principal Portion - Debt Service		0	0	0	0
Transfers Out to Fund #130		(514,848)	(517,454)	(517,454)	(59,000)
Fixed Asset Purchases		0	0	0	0
<b>TOTAL NON-OPERATING REVENUES AND (EXPENDITURES)</b>		<b>(510,628)</b>	<b>(516,054)</b>	<b>(514,254)</b>	<b>(59,000)</b>
<b>NET RESULTS FROM OPERATING AND NON-OPERATING REVENUES AND (EXPENDITURES)</b>		<b>(510,628)</b>	<b>(516,054)</b>	<b>(514,254)</b>	<b>(59,000)</b>

Estimated Cash Balance 7/1/17                      59,000  
Net Results from Operations                                      (59,000)

This fund will be closed out in December 2017 when the balance of the funds will be transferred to Fund #130 to fund debt service payment.

Estimated Cash Balance 6/30/18                      0

# APPENDIX B

**NIPOMO COMMUNITY SERVICES DISTRICT  
NIPOMO SUPPLEMENTAL WATER PROJECT  
DRAFT BUDGET FOR FISCAL YEAR 2017-2018**

		Acre Feet Purchase	Cost per Acre Foot (FY 17-18)	Total Cost	
Water Purchase Fiscal Year 2017-2018		800	\$1,672.00	\$1,337,600.00	
NCSD Water O & M Cost per AF **		800	\$146.06	\$116,848.00	
NCSD Admin Fee per AF (15% of O & M per AF) **		800	\$21.91	\$17,528.00	
			<u>\$1,839.97</u>	<u>\$1,471,976.00</u>	
**To be adjusted annually based on actual costs					
		TOTAL		NCSD	WMWC
1	Phase 1 Supplemental Water Annual Allocation (AF)	800		533.44	133.28
2	Phase 1 Supplemental Water Delivery Percentages	100.00%		66.68%	16.66%
3	Pass-Through Supplemental Water Cost	\$1,337,600		\$891,912	\$222,844
4	Supplemental Water O & M Cost	\$116,848	(A)	\$77,914	\$19,467
5	Supplemental Water NCSD Admin Fee	\$17,528	(B)	\$11,688	\$2,920
6	<b>Total Annual Supplemental Water Volume Cost</b>	<b>\$1,471,976</b>		<b>\$981,514</b>	<b>\$245,231</b>
		TOTAL		NCSD	WMWC
7	Allocated Project Capacity (AF)	3,000.00		2,167.00	416.50
8	Percentage of Fixed Capital Cost Allocation	100.00%		72.24%	13.88%
9	Yearly Capital Recovery Charge-Principal (1) (3)	\$74,343		\$0	\$32,524
10	Yearly Capital Recovery Charge-Interest (1) ((3)	\$354,603		\$0	\$198,862
11	Yearly Capital Recovery Charge-Principal (2) (3)	\$5,751		\$0	\$2,511
12	Yearly Capital Recovery Charge-Interest (2) (3)	\$27,420		\$0	\$15,355
13	Supplemental Water Project Yearly Replacement(4)	\$206,865	(C)	\$149,439	\$28,713
14	<b>Total Annual Fixed Supplemental Charges</b>	<b>\$668,982</b>		<b>\$149,439</b>	<b>\$277,965</b>
15	<b>Total Volume and Annual Fixed Charges for Fiscal Year 2017-2018 (Line 6 + Line 14)</b>	<b>\$2,140,958</b>		<b>\$1,130,953</b>	<b>\$523,196</b>
16	Electrical Pumping Credit (\$249.85 per acre foot)	(\$66,600)		\$0	(\$33,300)
17	<b>SUPPLEMENTAL WATER BUDGET FISCAL YEAR 2017-2018</b>	<b>\$2,074,358</b>		<b>\$1,130,953</b>	<b>\$489,896</b>

(1)	Per applicable amortization schedule as of June 30, 2015
(2)	Per applicable amortization schedule as of June 30, 2016
(3)	To be re-amortized as of June 30, 2017 for project costs incurred between July 1, 2016 and June 30, 2017. New Amortization schedules will be issued with September 30, 2018 invoice.
(4)	Monthly replacement contribution of total Supplemental Water Project cost of \$20,686,509 assuming a 100 year project life = \$206,865 per year not to exceed \$3,000,000 adjusted annually for CPI per agreement

(A)+(B)+(C) = \$239,041

NCSD - Nipomo Community Services District  
WMWC = Woodlands Mutual Water Company  
GSWC = Golden State Water Company

# APPENDIX C

**NIPOMO COMMUNITY SERVICES DISTRICT  
DEBT SERVICE SCHEDULE  
2017-2018**

	<u>July 1, 2017</u> <u>Beginning Balance</u>	<u>Principal</u> <u>Pay Down</u>	<u>June 30, 2018</u> <u>Ending Balance</u>
The District entered into a loan contract for \$697,367 on April 30, 1998, with the State Water Resources Control Board for the construction of the Southland Wastewater Treatment Plan Expansion-Phase I. The loan was funded during the year ended June 30, 1999. The loan is zero interest, however, a loan fee of 16.667% was charged. The loan is payable over 20 years. It calls for annual payments of \$34,868.35 starting on May 1, 2000. (Fund #710)	\$69,736	(\$34,868)	\$34,868
The District entered into a loan contract for \$843,605 on February 24, 1999, with the State Water Resources Control Board for the construction of the Southland Wastewater Treatment Plan Expansion - Phase II. The loan was funded during the year ended June 30, 2000. The loan is zero interest, however, a loan fee of 16.667% was charged. The loan is payable over 20 years. It calls for annual payments of \$42,180.25 starting on May 1, 2001. (Fund #710)	\$126,541	(\$42,180)	\$84,361
The District refunded Revenue Bonds, Series 2013A on May 30, 2013 (original issue date was May 1, 2003). The proceeds of the original issue were used for pipeline and storage facility projects costs. The refunded Revenue Bonds bear interest ranging from 3.7% to 4.80% per annum. Principal is to be paid annually starting September 1, 2014 through September 2032. Annual principal payments range from \$100,000 to \$225,000. (Fund #600)	\$2,540,000	(\$110,000)	\$2,430,000
The District issued \$9,795,000 of Revenue Certificates of Participation (COP's) on June 21, 2012. The proceeds are to be used to upgrade the Southland Wastewater Treatment Facility. The COP's bear interest ranging from 2% to 4.125% per annum. Principal is to be paid annually starting December 1, 2012 through June 1, 2042. Annual principal payments range from \$145,000 to \$570,000. (Fund #130)	\$9,040,000	(\$160,000)	\$8,880,000
The District issued \$9,660,000 of Revenue Certificates of Participation (COP's) on June 21, 2013. The proceeds are to be used for the Supplemental Water Project Phase I. The COP's bear interest ranging from 1% to 4.625% per annum. Principal is to be paid annually starting September 1, 2014 through June 1, 2043. Annual principal payments range from \$135,000 to \$725,000. (Fund #500)	\$9,250,000	(\$140,000)	\$9,110,000
<b>TOTAL PRINCIPAL BALANCES</b>	<b>\$21,026,277</b>	<b>(\$487,048)</b>	<b>\$20,539,229</b>

# APPENDIX D

**PRESENTED FOR INFORMATIONAL PURPOSES**

**NIPOMO COMMUNITY SERVICES DISTRICT  
BI-MONTHLY WATER AVAILABILITY CHARGES  
LAST 10 FISCAL YEARS**

Meter Size	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
1 Inch and Less	\$44.92	\$44.92	\$41.57	\$38.51	\$35.72	\$33.17	\$30.84	\$30.84	\$30.84	\$29.03
1 ½ Inch	123.94	123.94	114.43	105.75	97.82	90.58	83.97	83.97	83.97	78.82
2 Inch	193.48	193.48	178.42	164.67	152.11	140.64	130.17	130.17	130.17	122.01
3 Inch	350.88	350.88	322.86	297.27	273.90	252.56	233.07	233.07	233.07	217.87
4 Inch	572.31	572.31	525.78	483.29	444.40	409.04	376.68	376.68	376.68	351.45
6 Inch	1,128.85	1,128.85	1,036.08	951.36	873.99	803.33	730.80	730.80	730.80	688.49
8 Inch	1,777.11	1,777.11	1,628.84	1,493.43	1,369.77	1,256.84	1,153.71	1,153.71	1,153.71	1,073.29

**NIPOMO COMMUNITY SERVICES DISTRICT  
BI-MONTHLY WATER RATES  
LAST 10 FISCAL YEARS**

		2017	2016	2015	2014	2013	2012
Single and Multi-Family	Tier I	\$2.37	\$2.37	\$2.16	\$1.97	\$1.80	\$1.64
	Tier II	2.95	2.95	2.69	2.46	2.25	2.05
	Tier III	4.14	4.14	3.78	3.45	3.15	2.88
	Tier IV	7.08	7.08	6.47	5.91	5.4	4.93
Commercial and Irrigation	Tier I	2.95	2.95	2.69	2.46	2.25	2.05
	Tier II	4.14	4.14	3.78	3.45	3.15	2.88
Agriculture and All Other		3.41	3.41	3.11	2.84	2.59	2.37

		2011	2010	2009	2008
Single Family	Tier I	\$1.64	\$1.64	\$1.52	\$1.38
	Tier II	2.80	2.80	2.59	2.35
All Other		2.06	2.06	1.91	1.74

**NIPOMO COMMUNITY SERVICES DISTRICT  
SUPPLEMENTAL WATER CHARGES**

**FIXED CHARGES**

Meter Size	EFFECTIVE DATES		
	7/1/2017	7/1/2016	1/1/2015
1 Inch and Less	\$13.20	\$13.20	\$13.20
1 ½ Inch	39.60	39.60	39.60
2 Inch	63.36	63.36	63.36
3 Inch	118.80	118.80	118.80
4 Inch	198.00	198.00	198.00
6 Inch	396.00	396.00	396.00

**VOLUME CHARGES**

	EFFECTIVE DATES		
	7/1/2017	7/1/2016	1/1/2015
Volume Charge (\$/Unit (Ccf))	\$1.041	\$1.003	\$0.774

Ccf = Hundred Cubic Feet

**PRESENTED FOR INFORMATIONAL PURPOSES**

**NIPOMO COMMUNITY SERVICES DISTRICT  
SEWER RATES FOR SINGLE FAMILY AND MULTI-FAMILY  
LAST 10 FISCAL YEARS**

Fiscal Year	TOWN	
	Single Family	Multi-Family
2017	\$91.77	\$76.55
2016	88.93	74.18
2015	88.32	67.33
2014	88.32	67.33
2013	88.32	67.33
2012	88.32	67.33
2011	88.32	67.33
2010	88.32	67.33
2009	70.66	53.86
2008	58.53	43.09

Fiscal Year	BLACKALKE	
	Single Family	Multi-Family
2017	\$145.51	\$95.08
2016	145.51	95.08
2015	145.51	95.08
2014	145.51	95.08
2013	145.51	95.08
2012	138.58	90.55
2011	131.98	86.24
2010	118.90	77.69
2009	107.12	69.99
2008	80.65	43.22

**NIPOMO COMMUNITY SERVICES DISTRICT  
COMMERCIAL SEWER RATES TOWN DIVISION  
LAST 10 FISCAL YEARS**

Fiscal Year	BI-MONTHLY SERVICE CHARGE									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
1 Inch and Less	\$36.24	\$35.12	\$34.07	\$34.07	\$34.07	\$34.07	\$34.07	\$34.07	\$27.25	\$17.39
1 ½ Inch	105.20	101.94	98.59	98.59	98.59	98.59	98.59	98.59	78.87	49.77
2 Inch	167.26	162.08	156.66	156.66	156.66	156.66	156.66	156.66	125.33	78.95
3 Inch	312.08	302.40	292.16	292.16	292.16	292.16	292.16	292.16	233.73	147.09
4 Inch	518.96	502.87	485.72	485.72	485.72	485.72	485.72	485.72	388.58	244.41
6 Inch	1,036.16	1,004.03	969.64	969.64	969.64	969.64	969.64	969.64	775.71	487.5

Fiscal Year	BI-MONTHLY USAGE RATE									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Low	\$3.54	\$3.43	\$2.89	\$2.89	\$2.89	\$2.89	\$2.89	\$2.89	\$2.31	\$1.32
Medium	3.93	3.81	3.20	3.20	3.20	3.20	3.20	3.20	2.56	1.46
High	5.09	4.93	4.14	4.14	4.14	4.14	4.14	4.14	3.31	1.89

**NIPOMO COMMUNITY SERVICES DISTRICT  
COMMERCIAL SEWER RATES BLACKLAKE DIVISION  
LAST 10 FISCAL YEARS**

Fiscal Year	BI-MONTHLY SERVICE CHARGE									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
1 Inch and Less	\$65.52	\$65.52	\$65.52	\$65.52	\$65.52	\$62.40	\$59.43	\$38.33	\$36.86	\$38.33
1 ½ Inch	186.50	186.50	186.50	186.50	186.50	177.62	169.16	110.25	106.01	110.25
2 Inch	295.38	295.38	295.38	295.38	295.38	281.31	267.91	175.08	168.34	175.08
3 Inch	549.43	549.43	549.43	549.43	549.43	523.26	498.35	326.45	313.89	326.45
4 Inch	912.36	912.36	912.36	912.36	912.36	868.91	827.54	542.64	521.77	542.64
6 Inch	1,819.68	1,819.68	1,819.68	1,819.68	1,819.68	1,733.03	1,650.51	1,082.64	1,041.00	1082.64

Fiscal Year	BI-MONTHLY USAGE RATE									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Low	\$3.56	\$3.56	\$3.56	\$3.56	\$3.56	\$3.39	\$3.23	\$2.91	\$2.62	\$1.55
Medium	4.80	4.80	4.80	4.80	4.80	4.57	4.35	3.92	3.53	2.11
High	7.59	7.59	7.59	7.59	7.59	7.23	6.89	6.20	5.59	3.37

**PRESENTED FOR INFORMATIONAL PURPOSES**

**NIPOMO COMMUNITY SERVICES DISTRICT  
WATER CAPACITY CHARGE  
LAST 10 FISCAL YEARS**

Meter Size	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
1 Inch and Less	\$3,076	\$2,976	\$2,921	\$3,468	\$3,385	\$3,293	\$3,192	\$3,124	\$3,022	\$2,713
Supplemental Water	7,971	7,711	7,570	15,381	15,015	14,605	14,160	13,858	13,404	12,062
1 ½ Inch	9,228	8,928	8,764	10,402	10,155	9,877	9,577	9,372	9,065	8,129
Supplemental Water	23,913	23,134	22,710	46,141	45,045	43,814	42,479	41,573	40,211	36,151
2 Inch	14,765	14,284	14,022	16,642	16,247	15,802	15,321	14,994	14,503	13,011
Supplemental Water	38,261	37,015	36,336	73,825	72,072	70,101	67,966	66,516	64,337	57,864
3 Inch	27,684	26,782	26,291	31,204	30,463	29,630	28,728	28,115	27,194	24,411
Supplemental Water	71,740	69,403	68,130	138,422	135,135	131,440	127,436	124,719	120,632	108,562
4 Inch	46,141	44,638	43,819	52,007	50,772	49,384	47,879	46,858	45,323	40,694
Supplemental Water	119,566	115,671	113,550	230,704	225,225	219,067	212,393	207,866	201,054	180,973
6 Inch	92,281	89,275	87,638	104,014	101,544	98,767	95,758	93,717	90,646	81,363
Supplemental Water	239,132	231,342	227,100	461,408	450,450	438,134	424,787	415,731	402,108	361,838

**NIPOMO COMMUNITY SERVICES DISTRICT  
SEWER CAPACITY CHARGE TOWN DIVISION  
LAST 10 FISCAL YEARS**

Meter Size	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
1 Inch and Less	\$8,978	\$8,685	\$8,526	\$8,282	\$8,085	\$7,864	\$7,625	\$7,462	\$6,927	\$4,314
1 ½ Inch	26,933	26,055	25,577	24,846	24,256	23,593	22,874	22,387	20,781	12,927
2 Inch	43,093	41,689	40,924	39,755	38,810	37,749	36,598	35,819	33,250	20,692
3 Inch	80,798	78,166	76,732	74,539	72,769	70,779	68,621	67,160	62,343	38,823
4 Inch	134,663	130,276	127,887	124,232	121,281	117,965	114,368	111,934	103,905	64,718
6 Inch	269,325	260,552	255,774	248,463	242,562	235,931	228,736	223,867	207,810	129,396

**PRESENTED FOR INFORMATIONAL PURPOSES**

**NIPOMO COMMUNITY SERVICES DISTRICT  
ACTIVE WATER CONNECTIONS BY TYPE  
LAST 10 FISCAL YEARS**

Fiscal Year	Single Family	%	Multi-Family	%	Commercial	%	Irrigation	%	Agriculture	%	Total	Total %
	2016	3,603	84%	497	12%	102	2%	97	2%	1	>1%	4,300
2015	3,592	84%	497	12%	99	2%	96	2%	1	>1%	4,285	100%
2014	3,580	84%	500	12%	97	2%	90	2%	1	>1%	4,268	100%
2013	3,556	84%	494	12%	94	2%	93	2%	1	>1%	4,238	100%
2012	3,504	84%	495	12%	95	2%	78	2%	1	>1%	4,173	100%
2011	3,492	84%	473	11%	95	2%	91	2%	2	>1%	4,153	100%
2010	3,484	84%	462	11%	97	2%	91	2%	2	>1%	4,136	100%
2009	3,479	85%	421	10%	100	2%	90	2%	2	>1%	4,092	100%
2008	3,481	85%	412	10%	93	2%	89	2%	2	>1%	4,077	100%
2007	3,445	86%	390	10%	96	2%	83	2%	3	>1%	4,017	100%

**NIPOMO COMMUNITY SERVICES DISTRICT  
SEWER CONNECTIONS (TOWN DIVISION)  
LAST 10 FISCAL YEARS**

Fiscal Year	Single Family		Single Family County		Multi-Family		Commercial		TOTAL	
	Accounts	DUE's	Accounts	DUE's	Accounts	DUE's	Accounts	DUE's	Accounts	DUE's
2016	2,109	2,109	469	469	374	816	110	110	3,062	3,504
2015	2,098	2,098	468	468	374	777	82	82	3,022	3,425
2014	2,096	2,096	463	463	375	766	80	80	3,014	3,407
2013	2,024	2,024	461	461	371	771	80	80	2,936	3,339
2012	2,008	2,008	460	460	367	766	79	82	2,914	3,316
2011	1,991	1,991	460	460	365	770	71	74	2,887	3,295
2010	1,995	1,995	460	460	349	764	71	65	2,875	3,284
2009	1,990	1,990	460	460	359	710	71	75	2,880	3,208
2008	1,966	1,966	460	460	336	684	66	69	2,828	3,179
2007	1,903	1,903	457	457	313	608	66	69	2,739	3,037

**NIPOMO COMMUNITY SERVICES DISTRICT  
SEWER CONNECTIONS (BLACKLAKE DIVISION)  
LAST 10 FISCAL YEARS**

Fiscal Year	Single Family		Multi-Family		Commercial		TOTAL	
	Accounts	DUE's	Accounts	DUE's	Accounts	DUE's	Accounts	DUE's
2016	487	487	68	68	4	4	559	559
2015	487	487	68	68	4	4	559	559
2014	487	487	68	68	4	4	559	559
2013	487	487	68	68	4	4	559	559
2012	485	485	67	67	3	3	555	555
2011	485	485	68	68	3	3	556	556
2010	484	484	69	69	4	4	557	557
2009	484	484	69	69	4	4	557	557
2008	487	487	69	69	2	2	558	558
2007	486	486	69	69	2	2	557	557

DUE=Dwelling Unit Equivalent

TO: BOARD OF DIRECTORS

REVIEWED: MARIO IGLESIAS  
GENERAL MANAGER



FROM: LISA BOGNUDA  
FINANCE DIRECTOR



DATE: JUNE 9, 2017



**ADOPT 2017-2018 FISCAL YEAR BUDGET FOR  
NIPOMO SUPPLEMENTAL WATER PROJECT (NSWP)**

**ITEM**

Public Hearing to consider adoption of Fiscal Year 2017-2018 budget for Nipomo Supplemental Water Project (NSWP) [RECOMMEND CONDUCT PUBLIC HEARING, CONSIDER TESTIMONY, ORDER EDITS IF ANY AND BY MOTION AND ROLL CALL VOTE ADOPT RESOLUTION APPROVING NSWP 2017-2018 FISCAL YEAR BUDGET]

**BACKGROUND**

On April 13, 2017, the Finance and Audit Committee met and reviewed the draft Fiscal Year 2017-2018 NSWP Budget. The NSWP Budget was provided to WMWC and GSWC on April 26, 2017 and no comments were received. The Board of Directors reviewed the draft Budget on May 24, 2017.

The Nipomo Community Services District (District), City of Santa Maria (City), Woodlands Mutual Water Company (WMWC), Golden State Water Company (GSWC), Rural Water Company (RWC), along with hundreds of other individuals and entities are parties to a certain groundwater adjudication commonly referred to as the Santa Maria Groundwater Litigation. The Judgment (through the Stipulation) requires the District to purchase and transmit to the Nipomo Mesa Management Area (NMMA) a minimum of 2,500 acre-feet of "Nipomo Supplemental Water" each year and to employ its best efforts to timely implement the Nipomo Supplemental Water Project (NSWP).

The Judgment further provides that once the Nipomo Supplemental Water is capable of being delivered, the Parties shall purchase the following portions of Nipomo Supplemental Water each year to offset groundwater pumping within the NMMA.

ENTITY	PERCENT ALLOCATION	AFY
NCSD	66.68	1,667.00
WMWC	16.66	416.50
GSWC	8.33	208.25
RWC	8.33	208.25
TOTAL	100.00	2,500.00

On May 3, 2013, the District entered into a Wholesale Water Supply Agreement with the City of Santa Maria to purchase supplemental water. Upon completion of the interconnection, the minimum quantity of purchase/delivery is as follows:

DELIVERY YEARS	MINIMUM DELIVERY VOLUME (AFY)
1	645
2-5	800
6-10	1,000
11- Term	2,500

On July 2, 2015, supplemental water began flowing from the City of Santa Maria into the Nipomo Community Services District system.

On October 16, 2015, the Supplemental Water Management and Groundwater Replenishment Agreement (Agreement) was approved by the District, WMWC, GSWC and RWC. The agreement outlines all parties' responsibilities and obligations relating to the delivery and payment of supplemental water. Section VIII of the agreement states in part as follows:

- A. District shall operate the NSWP as an enterprise fund, separating all costs related to the NSWP within and only to that NSWP fund. Prudent Utility Practices shall apply to District's management of the NSWP Enterprise Fund.
- B. Each Fiscal Year District shall prepare a NSWP Enterprise Fund Budget (Budget) for all revenues and expenditures related to the NSWP Enterprise Fund. The Budget shall include a summary of projected NSW deliveries and Costs associated with those deliveries. A draft of the Budget shall be available to each Water Company for review by May 1<sup>st</sup> of each year. District shall make every reasonable effort to adopt the final Budget during June of each year at a regularly scheduled District board meeting. The Advisory Committee shall determine the most effective content, format and reporting frequency for financial and budget reports for the NSWP Enterprise Fund.
- C. The Budget shall provide the basis for and detail the cost allocations and quarterly billing described in Section IX.

The District receives and pays a quarterly invoice from the City for the cost of water. The District in turn invoices WMW and GSWC for their applicable percentages of the cost of water in addition to other applicable costs pursuant to the agreement. WMWC and GSWC are current on their quarterly payments.

Attached is the Budget based on purchase of 800 acre feet of supplemental water. The City has provided an estimate of the cost of water for FY 2017-2018; however, the Base Energy Cost CPI will be adjusted based on the July index. The Operations and Maintenance (O&M) Budget has been estimated based on current fiscal year expenditures. Since the NSWP has been in operation less than two years, unanticipated expenditures may arise throughout the year as operations become more refined. The administrative fee is set at 15% of O & M costs.

#### RECOMMENDATION

Conduct a public hearing, consider testimony, order edits, if any and by motion and roll call vote adopt Resolution approving the 2017-2018 NSWP Budget.

#### ATTACHMENTS

- A. Resolution 2017-XXXX (NSWP Budget adoption)
- B. Draft NSWP Budget

June 14, 2017

ITEM E-4(B)

ATTACHMENT A

**NIPOMO COMMUNITY SERVICES DISTRICT  
RESOLUTION 2017-xxxx**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE NIPOMO COMMUNITY SERVICES DISTRICT  
ADOPTING THE NSWP (NIPOMO SUPPLEMENTAL WATER PROJECT)  
2017-2018 FISCAL YEAR BUDGET**

**WHEREAS**, on October 16, 2015, the Nipomo Supplemental Water Project Water Management and Groundwater Replenishment Agreement ("Agreement") was made between Nipomo Community Services District (NCSD), Rural Water Company (RWC), The Woodlands Mutual Water Company (WMWC), and Golden State Water Company (GSWC), collectively referred to as the Parties, and

**WHEREAS**, the purpose of the Agreement is to enable the Parties to meet their respective obligations under the Judgment based on the percentage allocations presented in Section I.K regarding the NSWP. In particular, the Parties intend this Agreement to provide for: (1) payment to NCSD for each Party's allocation of Costs and (2) distribution and use of Nipomo Supplemental Water, and

**WHEREAS**, pursuant to the Agreement, each fiscal year NCSD shall prepare a NSWP Enterprise Fund Budget for all revenues and expenditures related to the NSWP Enterprise Fund. The Budget shall include a summary of projected Nipomo Supplemental Water deliveries and the Costs associated with those deliveries. A draft of the Budget shall be available to each Party for review by May 1<sup>st</sup> of each year. NCSD shall make every reasonable effort to adopt the final Budget during June of each year at a regularly scheduled NCSD board meeting. The Advisory Committee shall determine the most effective content, format and reporting frequency for financial and budget reports for the NSWP Enterprise Fund.

**NOW, THEREFORE, BE IT RESOLVED, DETERMINED, AND ORDERED** by the Board of Directors of the Nipomo Community Services District, San Luis Obispo County, California, as follows:

1. The 2017-2018 Nipomo Supplemental Water Project Budget is hereby approved and adopted.
2. The budget be administered in accordance with generally accepted accounting principles and the past policies and practices established by the District and pursuant to the Agreement.
3. The above Recitals are true and correct and incorporated herein by this reference.

Upon motion of Director \_\_\_\_, seconded by Director \_\_\_\_, and on the following roll call vote, to wit:

**AYES:**  
**NOES:**  
**ABSENT:**  
**ABSTAIN:**

the foregoing Resolution is hereby adopted this 14<sup>th</sup> day of June 2017.

\_\_\_\_\_  
**DAN A. GADDIS**  
President of the Board

ATTEST:

APPROVED AS TO FORM AND LEGAL EFFECT:

\_\_\_\_\_  
**MARIO IGLESIAS**  
General Manager and Secretary to the Board

\_\_\_\_\_  
**WHITNEY G. McDONALD**  
District Legal Counsel

June 14, 2017

ITEM E-4(B)

ATTACHMENT B

**NIPOMO COMMUNITY SERVICES DISTRICT  
NIPOMO SUPPLEMENTAL WATER PROJECT (NSWP)  
BUDGET FOR FISCAL YEAR 2017-2018**

	Acre Feet Purchase	Cost per Acre Foot (AF)	Total Cost
Water Purchase Fiscal Year 2017-2018 (see page 2)	800	\$1,672.00	\$1,337,600.00
NCSO Water O & M Cost per AF ** (see page 3)	800	\$146.06	\$116,848.00
NCSO Admin Fee per AF (15% of O & M per AF) ** (see page 3)	800	\$21.91	\$17,528.00
		<u>\$1,839.97</u>	<u>\$1,471,976.00</u>

\*\*To be adjusted annually based on actual costs

	TOTAL	NCSO	WMWC	GSWC
1 Phase 1 Supplemental Water Annual Allocation (AF)	800	533.44	133.28	133.28
2 Phase 1 Supplemental Water Delivery Percentages	100.00%	66.68%	16.66%	16.66%
3 Pass-Through Supplemental Water Cost	\$1,337,600	\$891,912	\$222,844	\$222,844
4 Supplemental Water O & M Cost	\$116,848	\$77,914	\$19,467	\$19,467
5 Supplemental Water NCSO Admin Fee	\$17,528	\$11,688	\$2,920	\$2,920
<b>6 Total Annual Supplemental Water Volume Cost</b>	<b>\$1,471,976</b>	<b>\$981,514</b>	<b>\$245,231</b>	<b>\$245,231</b>

	TOTAL	NCSO	WMWC	GSWC
7 Allocated Project Capacity (AF)	3,000.00	2,167.00	416.50	416.50
8 Percentage of Fixed Capital Cost Allocation	100.00%	72.24%	13.88%	13.88%
9 Yearly Capital Recovery Charge-Principal (1) (3)	\$74,343	\$0	\$32,524	\$41,819
10 Yearly Capital Recovery Charge-Interest (1) (3)	\$354,603	\$0	\$198,862	\$155,741
11 Yearly Capital Recovery Charge-Principal (2) (3)	\$5,751	\$0	\$2,511	\$3,240
12 Yearly Capital Recovery Charge-Interest (2) (3)	\$27,420	\$0	\$15,355	\$12,065
13 Supplemental Water Project Yearly Replacement(4)	\$206,865	\$149,439	\$28,713	\$28,713
<b>14 Total Annual Fixed Supplemental Charges</b>	<b>\$668,982</b>	<b>\$149,439</b>	<b>\$277,965</b>	<b>\$241,578</b>

<b>Total Volume and Annual Fixed Charges for Fiscal Year 2017-2018</b>				
<b>15 (Line 6 + Line 14)</b>	<b>\$2,140,958</b>	<b>\$1,130,953</b>	<b>\$523,196</b>	<b>\$486,809</b>

16 Electrical Pumping Credit (\$249.85 per acre foot)	(\$66,600)	\$0	(\$33,300)	(\$33,300)
<b>17 SUPPLEMENTAL WATER BUDGET FISCAL YEAR 2017-2018</b>	<b>\$2,074,358</b>	<b>\$1,130,953</b>	<b>\$489,896</b>	<b>\$453,509</b>

(1)	Per applicable amortization schedule as of June 30, 2015
(2)	Per applicable amortization schedule as of June 30, 2016
(3)	To be re-amortized as of June 30, 2017 for project costs incurred between July 1, 2016 and June 30, 2017. New Amortization schedules will be issued with September 30, 2018 invoice.
(4)	Monthly replacement contribution of total Supplemental Water Project cost of \$20,686,509 assuming a 100 year project life = \$206,865 per year not to exceed \$3,000,000 adjusted annually for CPI per agreement

NCSO = Nipomo Community Services District  
WMWC = Woodlands Mutual Water Company  
GSWC = Golden State Water Company

**CITY OF SANTA MARIA & NIPOMO COMMUNITY SERVICES DISTRICT  
Calculations based on May 2013 Wholesale Supply Agreement**

Assumptions:	
Year 1 Demand (AF):	645
Years 2-5 Demand (AF):	800
Base Costs of Delivery (AF):	\$206.85
CPI Escalator Energy:	-1.20%

CPI Index - Energy Services - Los Angeles-Riverside-Orange County, CA		
Current	258.017	15-Jul
Base	264.188	May 2013 - date of signed agreement

Year	Minimum Demand	Base Water Rate (Tier 1)	Base Energy Cos Adj by Energy CI	Current Period Costs of Energy	Change in Net Costs of En	Water Rate	Minimum Invoice Amt
2015/16	645	\$1,496	\$204	\$227	\$23	\$1,519	\$979,553
2016/17	800	\$1,571	\$204	\$227	\$23	\$1,594	\$1,274,888
2017/18	800	\$1,649	\$204	\$227	\$23	\$1,672	\$1,337,614

<b>FY 2015/16 Rate - Tier 1 (Current)</b>	
\$3.43	SM Tier 1 Water Rate (Base) per HCF
435.60	100 CF units per Acre-Foot
\$1,495.85	Water Rate per AF
<b>FY 2016/17 Rate - Tier 1 (Proposed)</b>	
\$3.61	SM Tier 1 Water Rate (Base) per HCF
435.60	100 CF units per Acre-Foot
\$1,570.77	Water Rate per AF
<b>FY 2017/18 Rate - Tier 1 (Proposed)</b>	
\$3.79	SM Tier 1 Water Rate (Base) per HCF
435.60	100 CF units per Acre-Foot
\$1,649.18	Water Rate per AF



**Notes:**

- 1 Base Water Rate (Tier One) to be adjusted quarterly based on rate approved by City Council at beginning of Quarter (Item 6 in Wholesale Supply Agreement)
- 2 Base Energy Cost adjusted by CPI Index (Item 7 in Wholesale Supply Agreement)  
CPI based on table found at: <http://www.bls.gov/data/#>  
CPI adjusted annually based on July index  
Base Energy Cost to be adjusted annually at beginning of FY (July 1)
- 3 Invoices to be generated quarterly (Item 8 in Wholesale Supply Agreement)  
Qtr 1, 2, and 3 to be based on actual demand  
Qtr 4 to include true-up to minimum demand if actual demand is less than minimum

**NIPOMO COMMUNITY SERVICES DISTRICT  
NIPOMO SUPPLEMENTAL WATER PROJECT (NSWP)  
BUDGET FOR FISCAL YEAR 2017-2018**

**OPERATIONS AND MAINTENANCE BUDGET**

OPERATIONS AND MAINTENANCE	2015-16 ACTUAL	2016-17 BUDGET	2016-17 EST ACTUAL	2017-18 PROPOSED
Electricity	27,367	50,000	40,000	50,000
Labor (fully weighted)	19,006	12,000	25,000	26,250
Water	635	700	700	800
Chemicals	13,891	20,000	12,000	12,500
Lab Tests	0	2,000	100	500
Operating Supplies	5,422	6,000	9,000	9,500
Permits and Operating Fees	1,687	2,000	2,000	2,500
Insurance	2,518	5,100	4,200	4,800
Repairs and Maintenance	1,230	10,000	8,000	10,000
<b>TOTAL OPERATIONS AND MAINTENANCE</b>	<b>71,756</b>	<b>107,800</b>	<b>101,000</b>	<b>116,850</b>
Cost per acre foot @ 645 acre feet	111.25			
Cost per acre foot @ 800 acre feet		134.75	126.25	146.06
Overhead allocation 15% of O and M	16.69	20.21	18.94	21.91

**Note:**

On April 20, 2016, Nipomo Community Services District issued a Notice to Proceed for construction of the Joshua Road Pump Station Reservoir - Phase 2A. The estimated completion date is May 2017. The budget for this project is \$3.4M. Capital costs incurred during each fiscal year will be accumulated and at June 30 of each year, the amortization schedules will be adjusted to reflect each entities' share of the capital costs.

**NIPOMO COMMUNITY SERVICES DISTRICT  
NIPOMO SUPPLEMENTAL WATER PROJECT (NSWP)  
BUDGET FOR FISCAL YEAR 2017-2018**

**FUNDED REPLACEMENT RESERVES**

Beginning Balance, July 1, 2016		207,000
Collections FY 2016-17		
NCS D	149,439	
WMWC	28,713	
GSWC	<u>28,713</u>	
		206,865
Estimated interest income FY 2016-2017		<u>500</u>
Estimated Ending Balance, June 30, 2017 (after collections of June 30, 2017 Invoice)		<u><u>414,365</u></u>
Collections FY 2017-18		
NCS D	149,439	
WMWC	28,713	
GSWC	<u>28,713</u>	
		206,865
Estimated interest income FY 2017-18		<u>700</u>
Estimated Ending Balance, June 30, 2018 (after collections of June 30, 2018 Invoice)		<u><u>621,930</u></u>

**Funded Replacement Reserve Requirement - Pursuant to Section XVIII (J)**

CPI Adjustment as of June 30, 2017		
CPI - 2016 Annual		249.246
CPI - 2015 Annual	<u>(244.632)</u>	
		4.614
Divide by previous period CPI ÷	<u>244.632</u>	
		0.0189
X	<u>100.000</u>	
Percent Change		<u><u>1.89</u></u>
Maximum Balance computed as of June 30, 2016		3,027,210
Adjusted by CPI June 30, 2017 (\$3,027,210 x 1.89%)		57,214
Maximum Balance adjusted as of June 30, 2017		<u><u>3,084,424</u></u>

		CPI INDEX	ADJ	RUNNING BALANCE
				3,000,000
6/30/2016	0.907	27,210		3,027,210
6/30/2017	1.89	57,214		3,084,424

Note: Funds held in separate savings account at Rabobank