TERMS, CONCEPTS AND ORGANIZATION of the TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17 BUDGET

Government finance and budgeting varies from corporate finance; the following are some definitions that may be helpful in understanding the information presented.

ORGANIZING THE BUDGET: Funds and Subfunds - Over the years, budgeting and accounting professionals in government have devised a means of organizing the way a budget is presented. This was necessary because of the complexity and number of resources, programs, types of expenditures, and restrictions imposed on government. This important concept is the division of the budget into categories called ***funds***. Budgeting and accounting for revenues and expenditures from these funds is called fund accounting, with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, that are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The District has three major fund groups: General Fund, Debt Service Fund and Capital Projects Fund.

> **General Fund** – The main operating fund within the District, accounts for all revenue and expenses related to water and wastewater operations, O&M tax collections, permitting/inspections, and solid waste service.
>
> **Debt Service Fund** – The cash that is required to pay the principal and interest of all bonds and other debt instruments according to a pre-determined payment schedule.
>
> **Capital Projects Fund** - tracks the accumulation and use of resources for constructing, acquiring and rehabilitation of capital assests such as buildings, tanks and treatment facilities.

Budget - The term "budget" refers to the operating financial plan for the General Fund outlining estimated revenues and expenditures and other information for a specificed period (usually a **fiscal year**). The budget is a plan for using the District's financial resources. The budget discloses proposed expenditures for a given period and the proposed means of paying for these expenditures. Two basic components of a budget are the revenue or sources section and the expenditure or uses section.

The District budget is always balanced. This means the amount of proposed sources must be the same amount as the proposed uses. Therefore, there is no budget deficit. State law requires local governments to have balanced budgets. District 17 is a non-profit public utility, and any surplus funds are carried over to the next fiscal year.

The ***proposed budget*** is the financial plan presented by the District Manager for consideration by the Board of Directors, and the ***adopted budget*** is the financial plan ultimately approved and authorized by the Board.

Revenue – "Revenue" is an increase in financial resources of a government. District 17 has a variety of revenue sources. Some examples of District revenues are property taxes, permit, fees, licenses, fines, charges for service and payments from other entities. These plus funds carried over from the previous fiscal year and transfers between different internal accounts or funds can be categorized as the "sources" side of the budget equation.

Expenditure – An "expenditure" is a decrease in financial resources. There are three basic types of expenditures: operating, capital and debt. Operating expenditures include, for example, current day-to-day expenses such as salaries, utilities and supplies. Examples of capital expenditures include construction of tanks, water and wastewater treatment facilities or purchase of land. Debt is the expense related to principal and interest on long-term bonds issued by the District, or more simply, paying off loans.

Besides these expenditure categories, the "Other Uses" section of the budget includes money set aside as reserves and transfers among various internal accounts or funds.

Line item detail: Showing what we are getting – Line item detail is a way of allowing the District to budget and account for funds by showing the individual revenues and expenditures attributed to a specific department or category. The structure of these categories is a hierarchy going from the most general category, such as operating costs, to the most detailed level, such as a line item for electricity for a specific building. This most detailed level of information is called the *line item detail.*

Transfers – Further complicating the structure of the budget and the process of adopting a budget are movements of dollars among the funds. The amount transferred out of one fund is recorded and the amount transferred into another fund is also recorded. We record this "transfer" in order to more accurately represent financial activity. Transfers provide money to funds that may not have adequate revenue from other sources.

FUND BALANCE - Governmental funds report the difference between their assets and liabilities as ***fund balance***. The fund balance is divided into reserved and unreserved portions. The ***reserved fund balance*** isolates the portion of the fund balance that is not available for appropriation to the next budget. The ***unreserved fund balance*** can be carried forward to the next budget year for use and may be further divided into designated and undesignated portions with the ***designated fund balance*** representing intended uses of fund balance. The designation of funds is not legally binding, but is a fiscal tool used to ensure the District's fiscal stability and may be combined with revenues to fund the total expenditure. Fund balance is shown in the "Other Sources" section of the budget.

Fund accounting allows a government to budget and account for revenues restricted by law or policy. Some of these restrictions are imposed by national accounting standards, others by the federal government and the State of Texas.

Assigned Fund Balance - The portion of the net position of a government fund that represents resources set aside ("earmarked") by the government for a particular purpose.

Committed Fund Balance - The portion of the net position of a governmental fund that represents resources whose use is subject to a legally binding constraint that is imposed by the governing board itself at its highest level of decision-making authority and that remains legally binding unless removed in the same manner.

Nonspendable Fund Balance - The portion of the net position of a governmental fund that cannot be spent either because the underlying resources are not in spendable form or because the government is legally or contractually required to maintain the resources intact.

Restricted Fund Balance - The portion of the net position of a governmental fund that represents resources subject to externally enforceable constraints.

Unassigned Fund Balance - The difference between the total fund balance in a governmental fund and its nonspendable, restricted, committed, and assigned components.

DISTRICT REVENUES – Water District 17 has several primary sources of revenue:

Property taxes – Most people think of a property tax, more specifically called an ad valorem tax, as a tax based on the value of the property. The term "ad valorem" is from a Latin phrase meaning "according to value." Travis County Water Control and Improvement District No. 17 levies a District-wide property tax and in some areas, such as Steiner Ranch, Flintrock Falls and Serene Hills, Defined Area Taxes are levied to pay for long-term bonds. Bonds using property taxes to guarantee the payment principal and interest are known as "general obligation" (G.O.) bonds. The District issues the bonds only after voters have approved the bonds. Defined Area tax collections and principal and interest payments are accounted for within the Debt Service Fund.

Operation and Maintenance taxes (O&M taxes) – O&M tax revenues may be used for any District expenses, but they are primarily used to replace old or inadequate water lines.

Other revenues – Water District 17 gets revenues from other sources such as fees, permits, fines and charges for services. We can also use funds not spent in the prior year. The District can combine property taxes and other revenues to support a broad range of activities.

Service fees - Water and Wastewater – These fees are based on the customers' consumption of water and sewer services and make up the majority of the District's revenues.

Impact fees – These fees are paid by those who build new homes or other structures, provide a portion of the funds to build improvements such as water and wastewater treatment plants, expansions, storage tanks and distribution lines. The District is a "growth pays for itself to the greatest extent possible" district. The use of impact fees keeps the district-wide tax rate low.

PARTS of the BUDGET NOT SPENT in the CURRENT FISCAL YEAR – The budget includes dollars the District may not spend in the current year and dollars allocated to uses other than day-to-day operations. Those funds are in budget categories called ***reserves, debt service, capital projects*** and ***transfers out***.

The first category, called ***reserves***, may include a portion of borrowed funds that must be set aside to cover any future revenue shortfalls which might prevent the payment of principal and interest on the District's debt. Portions of the ***reserves*** serve as "rainy day" reserve accounts to help cover costs in the event of a disaster.

Another category, called ***debt service***, includes dollars used to pay principal and interest on short-term and long-term debt – much like a family budget includes car payments and mortgage payments.

The budget includes a category called ***capital projects***. This category includes dollars set aside to pay for expenditures that include construction of tanks, water and wastewater treatment facilities or purchase of land. The District uses an accounting practice that allows unspent dollars to be carried-over into the next fiscal year without being re-budgeted if the funds were not spent by the end of the year resulting in the same dollars being budgeted over and over again.

Finally, the budget has categories called ***transfers-in*** and ***transfers-out***. These categories include dollars moved within the internal structure of the budget and the accounting system between funds and subfunds. We refer to these dollars as ***transfers***. While these amounts inflate the budget's bottom line, they are necessary to meet accounting standards. Movement of dollars between funds does not reflect any additional spending on programs or projects.

GLOSSARY

Additional definitions that may be helpful in understanding the information presented.

Capital Improvement Plan (CIP) - A plan that outlines planned, future expenditures for the purchase, construction, or renovation of District facilities or property.

Capital Outlay (Acquisition) – An expenditure which results in the acquisition of or addition to fixed assets, and meets the following criteria:

- has an anticipated useful life of more than one year;
- can be permanently identified as an individual unit of property;
- belongs to one of the following categories:
  - Equipment, Vehicles, Machinery
  - Buildings
  - Software
  - Improvements Other than Buildings
  - Land
- constitutes a tangible, permanent addition to the value of District assets;
- is not readily susceptible to loss.

Fiscal Year – The time period designated by the District signifying the beginning and ending period for recording financial transactions. The District's fiscal year is October 1 to September 30. When referring to a particular fiscal year, the acronym "FY" is used along with the last two digits of a year. For example, FY17 refers to the period from October 1, 2016 through September 30, 2017.

National Accounting Standards – Just as businesses follow what is known as generally accepted accounting principles, governments follow national accounting standards for financial reporting promulgated by GASB (Government Accounting Standards Board). Standards for government vary from those for businesses to reflect the unique information requirements of each type of organization.

Operations and Maintenance – Expenditures for the operations of the department and the maintenance of the department's equipment and buildings.

Pro Forma – Estimated financial figures based on previous actual business operations and future assumptions for growth levels, revenues, and expenses.

Services – Expenditures for services utilized by the department (such as auditors, external attorneys, consultants, etc.)

Supplies – Consumable items used by the department in the course of their operations (such as gasoline, office supplies, etc.)

Taxable Value – Estimated value of property on which ad valorem taxes are levied.

Abbreviation Description Key

AS	- Apache Shores
CY	- Current Year
FY	- Fiscal Year
GF	- General Fund
LMUD- NLWV	- Lakeway MUD System North Lakeway Village Subdivision
LS	- Lift Station
PR	- Prior Year
RR	- River Ridge
WTCPUA	- West Travis County PUA System Falconhead West Subdivision

Fiscal Year 2018 Operating Budget Assumptions & Estimates

The budgeting process requires many estimates and assumption about future growth, activity and prices. Budget numbers are arrived at by comparing the projections of the current fiscal year and latest 12 month period (test year). Known and measurable changes are added based on estimates of water pumped and sold and projected operating conditions during the year. Following are some of the assumptions and estimates used in preparing the fiscal year 2018 annual budget.

1. Water Revenue: The Lakes are full, and water customers have returned to normal usage patterns. The District account base grew at a 2.4% annual growth rate in FY 2017.

The Mansfield WTP is fully online and estimates for water production for both the Eck WTP and Mansfield WTP are reflected In the budget. Projected water sales are $10,150,000 which represents a 2% increase over the last twelve (12) months due to steadied consumption and continuing account increases. Average price for 1000 gallons of water is assumed at $4.73. ($0.08 increase over FY 2017) It is estimated that the District will add approximately 23 accounts and 53 LUEs per month.

A consistent consumption rate and a decreased District growth rate combines with the $0.08 increase in average price for 1000 gallons of water indicates that FY 2018 volumetric rates should be adjusted in accordance with the District rate design study.

- Water Rates continue to include a Conservation Credit of $5 for customers using 3,000 gallons or less per month.

Base Rate: Residential or Commerical

Meter Size	***Rate***
5/8"	$ 17.00
3/4"	$ 20.00
1"	$ 22.00
1 1/2"	$ 33.00
2"	$ 50.00
3"	$ 75.00

- Base Fee is adjusted if use 3,000 gals or less (Conservation Credit-$5)

Volume Rate: Residential, per 1000 gals - Rates increase for FY 2018

	FY2017:	**FY2018:**
0-10,000	**$ 1.94**	**$ 2.02**
10,001 -15,000	**$ 2.91**	**$ 3.03**
15,001 -30,000	**$ 4.37**	**$ 4.55**
30,001- 50,000	**$ 6.56**	**$ 6.82**
50,001 - 100,000	**$ 9.83**	**$ 10.23**
100,001 and up	**$ 14.75**	**$ 15.35**

Volume Rate: Commercial, per 1000 gals

	Current:
0-50,000	$ 2.65
50,001 - 100,000	$ 3.75
100,001 and up	$ 6.56

2. Wastewater Rates - The Steiner Ranch, Flintrock Falls, and North Lakeway Village operations are continuing to cover costs and are showing surpluses. No rate changes are necessary for FY 2018.

Falconhead West System - This system is currently operating at a Net 10.46% loss. With the Ash Creek Homes community coming online and bringing 67 Condo and Single Family Homes into the system this operating loss is anticipated to drop to near zero. Further evaluation once steady data is available for FY2019 is recommended at this time.

Comanche and Commander's Point Systems are currently operating at a Net 15.5% loss. In order to correct this while accounting for administrative and maintenance costs rates will need to be adjusted. An additional $9.05/month per customer fee will be needed to make up the required funds. As this is a significant fee increase over FY 2017, a two year implementation plan will allow a yearly $4.52/month per customer fee increase to correct this by FY 2019.

Proposed: For any customer with no historical data to determine winter average, 8,000 gallons will be used based on the historical averages of all residential customers.

Steiner Ranch WWTP and Flintrock WWTP Customers:

Residential: Based on winter average usage (Dec, Jan and Feb)
Current Rate:
Base Fee: $25.50 **No rate changes**
Volume: $2.50/ 1,000 gals

Commercial: Based on actual water usage

Base Fee: $20.00

<2"	$ 30.00
2"-6"	$ 40.00
>6"	$ 60.00
Volume:	$2.50/ 1,000 gals

Comanche WWTP and Commander's Point WWTP Customers:
Residential: Based on winter average usage (Dec, Jan and Feb)

Base Fee: **$31.52** (meter size 5/8", 3/4" or 1") **(Rate Increase from $27.00)**
Volume: **$3.00**/ 1,000 gals

Base Fee will increase for each meter size by $4.52/month , Residenital and Commercial

Falconhead West Customers: (service through WTCPUA)
Residential: Based on winter average usage (Dec, Jan and Feb)

Base Fee: **$35.00** (meter size 5/8", 3/4" or 1")
Volume: **$3.80**/ 1,000 gals

North Lakeway Village Customers: (service through LMUD)
Residential: Based on winter average usage (Dec, Jan and Feb)

Base Fee: $10.00 (meter size 5/8", 3/4" or 1") **No rate changes**
Volume: $5.00/ 1,000 gals **No rate changes**

North Lakeway Village Customers: (service through LMUD)

Commercial

Base Fee: based on meter size

<2"	$ 10.71
2"-6"	$ 14.29
>6"	$ 21.43

No rate changes

Volume: $5.00/ 1,000 gals

3. Raw Water/Reclaimed Water Fee

Rate: **$1.40** per 1000 gals

4. Out of District Fee

Board adopted a rate increase for FY 2016 to $12.00 from $9.00 per month rate for both Apache Shores and River Ridge customers in order to build up available funds for future waterline improvements to each system. The Board increased the rate to $14.00 for FY 2017.

It is recommended that this fee remain at $14.00 per month for FY 2018.

5. Capacity Buy-In Fee (per month, per customer where applicable)

This fee is calculated based on 40% of the annual debt service payment requirement, and it is charged to the existing customers of the system that were not required to pay a water impact fee at the time the District took over the water system.

	FY 2017	FY 2018	Net effect
Apache Shores	$ 8.90	$ 8.92	$ 0.02
River Ridge	$ 15.36	$ 14.99	$ (0.37)

6. Debt Service Fee (per month, per customer)

This fee is calculated based on 60% of the annual debt service payment requirement.

	FY 2017	FY 2018	Net effect
Apache Shores	$ 5.98	$ 5.83	$ (0.15)
River Ridge	$ 20.44	$ 18.57	$ (1.87)

7. Solid Waste Revenue/Expense

The District continues to offer this weekly service through Progressive Waste Solutions, Inc.with a larger 65-gallon roll away cart for recycling. There are currently 1741 customers/month.

Solid Waste Fee will decrease to **$18.00** per customer per account for one roll-out cart and one 65-gallon recycling container. **(Decrease from $19.00)**

Additional bins as requested by the customer will be charged as follows:

Roll-out Cart	$ 7.70
Recycling Bin	$ 4.40

Anticipated annual income to the District from this service is $40,000 which will cover Administrative Staff time for coordinating this service.

8. Salaries / Benefits

Amount presented reflects a 3.27% increase from current salaries. The increase includes 1.5% cost of living adjustment for all employess, a 0-1.75% merit pay increase for qualifying employees and additional adjustments for eight positions to remain competitive in the local market. There are five new positions budgeted. With the new positions, there would be a total of 72 employees, and a total salary increase of 7.95% from the FY 2017 budget.

Employee Healthcare - the rerate from United Healthcare showed a 6.0% increase from current plans offered. Two plans from UHC will be available to the employees, resulting in overall 9.91% increase to District's portion of of the costs with the addition of five new employees. Assumed maximum cost structure bared on member and dependents.

Healthcare Gap Insurance - benefit is still offered through SISLINK to help employees with the out of pocket amounts.

Dental and Vision care costs will remain the same with a October 1st renewal.

District continues to pay 93% of the employee premiums and 60% of the employee's dependent premiums.

9. GF- Capital Outlay

Detail list of items is attached.

10. O&M Tax Revenue

Tax rate proposed at $0.0599 per $100 assessed value
Projected collections = $ 3,635,443

11. Construction

The amount reflected is a contingency amount to allow for unexpected costs such as waterlines having to be moved due to road improvements, etc.	$ 120,000	ESTIM

Other Sources/Uses - Construction

Apache Shores - Waterline Replacement -
- funding from AS Reserves - No planned replacements while District builds reserve.

River Ridge - Waterline Replacement -
- funding from RR Reserves - No planned replacements while District builds reserve.

Waterline Replacements - Funded through Water Development Board Surplus Bond Funds and O&M

Cardinal Hills -Pheasant, Sunbird, Crane, Heron, Flamingo, Meadowlark - 8" WL	$ 1,450,000	ESTIM
	$ 1,450,000	

(From WDB Funds - $1,300,000 From O&M $150,000)

12. Production Expenses - Water and Wastewater

Water Production - both the Eck Lane and Mansfield treatment plants will be in continued operation during FY 2018. Eck WTP may be out of service for several weeks while major renovations and repairs are completed. Any other major renovations will be funded from Water Impact Fees

2018 Projected pumpage	**Gallons**	**Acre Feet**
Eck WTP	1,915,663,020	5879
Mansfield WTP	721,236,390	2213
Totals	2,636,899,410	8092

Items included with line item budget amounts:

3 racks of module replacement - Eck WTP		$	421,200
Storage System Maintenance			
Tank Inspections	Preventative Maintenance	$	8,500
Steiner Ranch GST #2	Leaks	$	40,000
Steiner Ranch GST #2	Exterior Rehab	$	36,000
LTISD Tank #2	Interior Rehab	$	15,000
Clearwell #2	Roof Rehab	$	1,000
Commanche Pedesphere	Exterior rehab	$	4,000
Big Bill Stand Pipe	Exterior Rehab	$	90,000
Steiner Wastewater Plant Maintenance			
Steiner Effluent Pond Repairs - Liner Tears		$	3,000
Buildings & Grounds Maintenance			
Eck Plant Control Room Remodel		$	10,000
Eck Plant B Turbidity benchtop upgrade		$	7,000
Decomposed Granite for Parking at Steiner Facility		$	5,000
Lift Station and Collection System Maintenance			
Lift Station 4 full rehabitation		$	363,000
Lift station fence repairs/replacements		$	90,000
Manhole Rehabs		$	120,000

13. 2018-2022 Funds Expected to Take From O&M Taxes and Operating

Obligations/Requirements						**Amount**
1. Debt Service for Water Projects Loan						**$ 12,250,000**
$2.45M/yr x 5 yrs						
2. Water Projects		**Total**	**Impact Fees**		**O&M**	**$ 15,500,000**
Steiner Elevated Storage Tank	$	1,775,000	$	-	$ 1,775,000	
LTHS Elevated Storage Tank	$	1,600,000	$	-	$ 1,600,000	
Lohmans Pump Station Expansion	$	238,000	$	-	$ 238,000	
Big Daves Pump Station Expansion	$	203,000	$	-	$ 203,000	
Mansfield WTP Expansion	$	11,650,000	$	-	$ 11,650,000	
	$	15,466,000	$	-	$ 15,466,000	
3. Wastewater Projects		**Total**	**Impact Fees**		**O&M**	**$ 8,000,000**
Lakeway Regionial Drip Irrigation	$	275,000	$	275,000	$ -	
Sereine Hills Effluent Storage - Phase 1	$	4,312,500	$	4,312,500	$ -	
Serene Hills Dr Irrigation - Phase 1	$	750,000	$	750,000	$ -	
Serene Hills Drip Irrigation - Phase 2	$	2,812,500	$	1,370,500	$ 1,442,000	

Serene Hills Effluent Storage Phase 2	$ 2,500,000		$ 2,500,000
Flint Rock Golf Course Drip Effluent Main	$ 1,017,000	$ 1,017,000	$ -
and Pump Station			$ -
Creekside Drip Irrigation	$ 275,000	$ 275,000	$ -
	$ 11,942,000	$ 8,000,000	$ 3,942,000

4. TXDOT 620 Road Realignment/Expansion 2017 - 2021 **$ 7,000,000**

Water/Wastewater Facilities Relocation
Estimate $6M - $10M
- proposing a portion of the annual O&M tax is assigned for this specific project

$ 42,750,000

Technology Upgrades

1. Centralized Automated Meter Reading Project **$ 6,900,000**

14. TXDOT/RR 620 Waterline Relocation Fee

Fee charged per month, per account **$5.00**

SUMMARY

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17Budget	% Change Test Year	Note
REVENUE						
REV-Water	$ 10,465,500	$ 11,019,591	$ 10,579,500	1%	-4%	1
REV-Steiner Ranch - Wastewater	$ 2,500,000	$ 2,605,146	$ 2,575,000	3%	-1%	2
REV-Flintrock-Wastewater	$ 926,000	$ 1,016,456	$ 970,000	5%	-5%	2
REV-Comanche Canyon Wastewater	$ 66,900	$ 72,327	$ 79,820	19%	10%	2
REV-WTCPUA - Wastewater (FHW)	$ 332,640	$ 342,485	$ 390,000	17%	14%	2
REV-LMUD - Wastewater (NLWV)	$ 120,000	$ 129,145	$ 120,000	0%	-7%	2
REV-Commander's Point - Wastewater	$ 38,000	$ 40,138	$ 51,594	36%	29%	2
REV-Raw Water/Reclaimed	$ 117,500	$ 103,739	$ 104,000	-11%	0%	3
REV-Solid Waste Service	$ 350,000	$ 382,756	$ 370,000	6%	-3%	7
REV-Penalties	$ 239,400	$ 317,378	$ 261,200	9%	-18%	
REV-Other	$ 663,955	$ 1,233,149	$ 1,567,913	136%	27%	5,6
TOTAL REVENUES	$ 15,819,895	$ 17,262,310	$ 17,069,027	8%	-1%	
EXPENSES						
EXP-Water	$ 4,713,198	$ 5,102,968	$ 4,744,500	1%	-7%	12
EXP - Wastewater- Steiner	$ 1,580,700	$ 2,132,203	$ 1,685,600	7%	-21%	12
EXP - Wastewater- Flintrock	$ 414,600	$ 466,209	$ 476,100	15%	2%	12
EXP - Wastewater- Comanche Canyon	$ 87,850	$ 100,521	$ 102,400	17%	2%	12
EXP - WTCPUA Wastewater (FHW)	$ 330,638	$ 344,082	$ 342,800	4%	0%	12
EXP - LMUD Wastewater (NLWV)	$ 88,000	$ 171,272	$ 74,500	-15%	-57%	12
EXP - Commander's Point Wastewater	$ 43,600	$ 36,530	$ 49,100	13%	34%	12
EXP - Raw Water/Reclaim	$ 127,800	$ 107,496	$ 107,500	-16%	0%	12
EXP- Solid Waste Service - Waste Connection	$ 270,000	$ 399,962	$ 330,000	22%	-17%	7
EXP- VILLAS WWTP Operations	$ 15,000	$ 21,919	$ 5,000		-77%	
EXP-Employee Salaries & Benefits	$ 4,344,954	$ 4,484,964	$ 4,816,513	11%	7%	8
EXP-Professional Svc	$ 1,055,000	$ 993,966	$ 1,095,000	4%	10%	
Expenses - Admin	$ 182,500	$ 174,740	$ 176,200	-3%	1%	
EXP-Other	$ 1,819,705	$ 2,158,428	$ 1,825,656	0%	-15%	9, 10, 11, 14
TOTAL EXPENSES	$ 15,073,545	$ 16,695,259	$ 15,830,869	5%	-5%	
OPERATING SURPLUS (DEFICIT)	$ 746,350	$ 567,051	$ 1,238,158	66%	118%	

SUMMARY

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17Budget	% Change Test Year	Note
Other Sources:						
O&M Serene Hills DA Tax Fund - CY Collections		$ -	$ 248,177			
O&M Tax Fund - CY Collections	$ 3,336,356	$ 2,985,980	$ 3,635,443	9%	22%	10
O&M Tax Fund - PY Collections		$ -	$ -			
Apache Shores Reserve	$ 300,000	$ -	$ -			
River Ridge Reserve	$ -	$ -	$ -			
TWDB Bond Surplus	$ 2,369,000	$ -	$ 2,369,000			
Other Uses:						
Fund Assigned - Construction	$ 3,403,000	$ (268,402)	$ 363,000	-89%	-235%	11
Fund Assigned - PY Construction Contracts			$ 2,369,000			
Fund Balance - Assigned - Debt Service MWTP Loan	$ 2,450,000		$ -			
Fund Balance - Assigned -TXDOT RR 620 WL Relocation			$ 1,500,000			
Fund Balance - SHDA O&M			$ 709,205			
Fund Balance - Unassigned Reserve	$ 598,706		$ 2,549,573			
Apache Shores Fund - Construction	$ 300,000	$ 43,151	$ -		-100%	
River Ridge Fund - Construction	$ -	$ -	$ -			
NET SURPLUS (DEFICIT)	**$ 0**	**$ 3,778,282**	**$ (0)**			

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
REVENUE				
REV-WATER:				
Water Sales	$ 9,050,000	$ 9,480,293	$ 9,200,000	2%
AS: Water Sales	$ 400,000	$ 433,197	$ 400,000	0%
RR: Water Sales	$ 150,000	$ 169,975	$ 150,000	0%
Water Sales - AS & RR Wholesale	$ 350,000	$ 397,599	$ 350,000	0%
Tap Fees	$ 35,000	$ 29,723	$ 32,000	-9%
AS: Tap Fees	$ 30,000	$ 61,098	$ 40,000	33%
RR: Tap Fees	$ 3,000	$ 15,395	$ 5,000	67%
Un-Metered Water	$ 4,000	$ 9,595	$ 4,000	0%
Plumbing Permit Fee	$ 25,000	$ 51,575	$ 35,000	40%
Plan Review Fee	$ 10,000	$ 13,786	$ 12,000	20%
Inspection Fees, Plumbing	$ 250,000	$ 194,310	$ 195,000	-22%
Service Transfer Fee	$ 50,000	$ 61,320	$ 60,000	20%
New Services Fee-Wtr	$ 80,000	$ 74,926	$ 75,000	-6%
AS: Service Fee	$ 6,000	$ 7,275	$ 6,000	0%
RR: Connect Fee	$ 500	$ 1,340	$ 500	0%
Construction Proj/Inspec. Fees	$ 22,000	$ 18,186	$ 15,000	-32%
Sub-total	**$ 10,465,500**	**$ 11,019,591**	**$ 10,579,500**	1%
REV-Steiner Ranch - Wastewater				
Sales Wastewater Service	$ 2,500,000	$ 2,603,146	$2,575,000	3%
Tap Fees (Steiner - Drainage)/ Sewer Tap)	$ -	$ 2,000	$ -	#DIV/0!
Sub-total	**$ 2,500,000**	**$ 2,605,146**	**$ 2,575,000**	3%
REV-Flintrock-Wastewater				
Sales - Wastewater Service	$ 926,000	$ 1,016,456	$ 970,000	5%
Sludge Hauls	$ -	$ -	$ -	#DIV/0!
Sub-total	**$ 926,000**	**$ 1,016,456**	**$ 970,000**	5%
REV-Comanche Canyon Wastewater				
Sales - Wastewater Service	$ 66,900	$ 72,327	$ 79,820	19%
Sub-total	**$ 66,900**	**$ 72,327**	**$ 79,820**	19%
REV-WTCPUA - Wastewater				
Sales - Wastewater Service	$ 332,640	$ 342,485	$ 390,000	17%
Sub-total	**$ 332,640**	**$ 342,485**	**$ 390,000**	17%
REV-LMUD - Wastewater (NLWV)				
Sales - Wastewater Service	$ 120,000	$ 129,145	$ 120,000	0%
Sub-total	**$ 120,000**	**$ 129,145**	**$ 120,000**	0%
REV-Comander's Point - Wastewater				
Sales - Wastewater Service	$ 38,000	$ 40,138	$ 51,594	36%
Sub-total	**$ 38,000**	**$ 40,138**	**$ 51,594**	36%
REV-Raw Water/Reclaimed				
Reclaimed Water Sales-Steiner	$ 99,000	$ 89,534	$ 90,000	
Reclaimed Water Sales-LMUD	$ 16,500	$ 11,056	$ 12,000	-27%
Reclaimed Water Sales-Cmdr's Pt	$ 2,000	$ 3,150	$ 2,000	0%
Sub-total	**$ 117,500**	**$ 103,739**	**$ 104,000**	-11%
REV-Solid Waste Service				
Sales - Solid Waste Service	$ 350,000	$ 382,756	$ 370,000	6%
Sub-total	**$ 350,000**	**$ 382,756**	**$ 370,000**	6%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
REV-PENALTIES:				
Late Payment	$ 200,000	$ 252,279	$ 220,000	10%
AS: Late Fees	$ 25,000	$ 27,454	$ 25,000	0%
RR: Late Fees	$ 5,000	$ 6,523	$ 5,000	0%
Reconnect Fee	$ 6,000	$ 8,190	$ 7,000	17%
AS: Reconnect Fee	$ 2,000	$ 3,358	$ 2,500	25%
RR: Reconnect Fee	$ 300	$ 525	$ 500	67%
Water Violation/Policy Fines	$ 1,000	$ 17,550	$ 1,000	0%
AS: Illegal Tap/Plumbing Viol	$ 100	$ 1,500	$ 100	0%
RR: Pulled Meter/Illegal Violation	$ -	$ -	$ 100	#DIV/0!
Sub-total	**$ 239,400**	**$ 317,378**	**$ 261,200**	9%
REV-OTHER:				
Credit Card Processing Fees		$ 1,589	$ 5,000	#DIV/0!
Hardware Sales	$ 2,000	$ 5,520	$ 2,000	0%
AS: Hardware Sales	$ 250	$ 390	$ 250	0%
RR: Hardware Sales	$ -	$ -	$ -	#DIV/0!
Return Check Charge	$ 500	$ 455	$ 500	0%
AS: Return Check Charge	$ -	$ 150	$ 100	#DIV/0!
RR: Return Check Charge	$ -	$ -	$ -	#DIV/0!
Service Calls	$ 20,000	$ 24,020	$ 20,000	0%
AS: Service Calls	$ 2,000	$ 2,850	$ 2,000	0%
RR: Service Calls	$ 300	$ 420	$ 300	0%
Grinder Pump Maintenance Fee	$ 15,000	$ 19,905	$ 31,392	109%
Grinder Station Maintenance Fee	$ 30,000	$ 35,473	$ 91,260	204%
Annexation Fees	$ 1,200	$ 3,925	$ 2,000	67%
LUE Transfer Fee	$ -	$ -	$ -	#DIV/0!
Interest on Temp Invest	$ 30,000	$ 116,398	$ 96,000	220%
Misc. Revenue/GF	$ 2,000	$ 9,502	$ 2,000	0%
System Operator Fees	$ 24,000	$ 18,000	$ 33,000	38%
Reimb Supplies - Villas	$ -	$ 30,776	$ 5,000	#DIV/0!
Unclaimed Meter/Plumbing Deposits		$ 3,738	$ 1,200	
Site Lease - Antennna/Dock	$ 88,400	$ 88,007	$ 88,000	0%
AS: Debt Service Fee	$ 91,503	$ 78,828	$ 91,647	0%
AS: Capacity Buy-In Fee	$ 61,002	$ 80,504	$ 61,098	0%
AS: Out-of-District Fees	$ 183,600	$ 166,997	$ 220,080	20%
RR: Out-of-District Fees	$ 29,232	$ 66,521	$ 37,128	27%
RR: Debt Service Fee	$ 49,781	$ 48,134	$ 48,575	-2%
RR: Capacity Buy-In Fees	$ 33,187	$ 31,202	$ 32,383	-2%
Sale of Assets	$ -	$ 22,925	$ -	#DIV/0!
TXDOT/620 Waterline Relocation Fee			$ 702,000	#DIV/0!
From: Developer Contributions - Water Lines	$ -	$ 373,509	$ -	#DIV/0!
From: Contributions - Wastewater Lines	$ -	$ 5,000	$ -	#DIV/0!
Total Other Revenue	**$ 663,955**	**$ 1,233,149**	**$ 1,567,913**	136%
TOTAL REVENUE	**$ 15,819,895**	**$ 17,262,310**	**$ 17,069,027**	8%
EXPENSES				
EXP-WATER				
Exp - Production- Eck WTP				
Chemicals - Water	$ 100,000	$ 102,063	$ 115,000	15%
Electric -Plant	$ 630,000	$ 919,957	$ 950,000	51%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
Raw Water (LCRA)	$ 725,000	$ 884,688	$ 885,000	22%
Lab Tests - Water	$ 18,000	$ 26,499	$ 20,000	11%
Communication-Line Chrg	$ 4,000	$ 2,893	$ 3,000	-25%
AS: Purchased Water	$ 300,000	$ 288,993	$ 290,000	-3%
RR: Purchased Water	$ 110,000	$ 110,594	$ 110,000	0%
Sub-total	**$ 1,887,000**	**$ 2,335,687**	**$ 2,373,000**	26%
Exp - Production- Mansfield WTP				
Chemicals - Water	$ 100,000	$ 91,686	$ 100,000	0%
Electric -Plant	$ 500,000	$ 250,085	$ 300,000	-40%
Raw Water (LCRA)	$ 314,650	$ 165,039	$ 168,000	-47%
Lab Tests - Water	$ 15,000	$ 12,005	$ 12,000	-20%
Communication-Line Chrg	$ 10,000	$ 16,444	$ 17,000	70%
Sub-total	**$ 939,650**	**$ 535,259**	**$ 597,000**	-36%
Exp-Maintenance - Eck WTP:				
Equipment/Maintenance Contracts	$ 47,274	$ 85,180	$ 87,000	84%
Water Treatment Plant - Eck WTP	$ 795,000	$ 964,977	$ 553,000	-30%
SCADA System /Telemetry - Eck WTP	$ 28,000	$ 7,428	$ 7,500	-73%
Buildings & Grounds and Mowing Contract	$ 60,000	$ 48,846	$ 42,000	-30%
Sub-total	**$ 930,274**	**$ 1,106,431**	**$ 689,500**	
Exp-Maintenance - Mansfield WTP:				
Equipment/Maintenance Contracts	$ 47,274	$ 4,904	$ 20,000	-58%
Water Treatment Plant - Mansfield WTP	$ 10,000	$ 57,101	$ 58,000	480%
SCADA System /Telemetry - Mansfield WTP	$ 1,000	$ 341	$ 1,000	0%
Buildings & Grounds and Mowing Contract	$ 32,000	$ 5,468	$ 2,000	-94%
Sub-total	**$ 90,274**	**$ 67,814**	**$ 81,000**	
Exp-Maintenance - Distribution:				
Meters	$ 50,000	$ 1,370	$ 1,500	-97%
AS: Meters	$ -	$ 17,135	$ 500	
RR: Meters	$ -	$ -	$ 500	
Distribution System (+FHMtn and Leak Detection)	$ 160,000	$ 176,069	$ 160,000	0%
AS: Distribution System	$ 30,000	$ 28,143	$ 30,000	0%
RR: Distribution System	$ 7,000	$ 6,913	$ 7,000	0%
Pump Station	$ 10,000	$ 744	$ 5,000	-50%
Storage System	$ 180,000	$ 187,626	$ 205,000	14%
Vehicles	$ 75,000	$ 70,922	$ 73,000	-3%
Sub-total	**$ 512,000**	**$ 488,923**	**$ 482,500**	-6%
Exp-Supplies:				
Meters/Accessories	$ 200,000	$ 368,327	$ 375,000	88%
AS: Meters/Accessories	$ 32,000	$ 50,290	$ 30,000	-6%
RR: Meters/Accessories	$ 7,000	$ 18,101	$ 5,000	-29%
Lab Equipment & Supplies - Eck WTP	$ 10,000	$ 11,801	$ 10,000	0%
Lab Equipment & Supplies - Mansfield WTF	$ 5,000	$ 12,851	$ 5,000	0%
Field Supplies - Eck WTP	$ 10,000	$ 5,009	$ 5,000	-50%
Field Supplies - Mansfield WTF	$ -	$ 306	$ 500	#DIV/0!
Tools /Safety Equipment - Eck WTP	$ 15,000	$ 24,612	$ 5,000	-67%
Tools /Safety Equipment - Mansfield WTF	$ -	$ 1,227	$ 1,500	#DIV/0!
Employee Uniform	$ 20,000	$ 14,528	$ 22,500	13%
Vehicle Fuel	$ 55,000	$ 61,803	$ 62,000	13%
Sub-total	**$ 354,000**	**$ 568,854**	**$ 521,500**	47%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
Total Water Expenses	**$ 4,713,198**	**$ 5,102,968**	**$ 4,744,500**	1%
EXP - WASTEWATER-STEINER				
Treatment				
Electric - Steiner - WWTP + LS	$ 425,000	$ 443,410	$ 440,000	4%
Chemicals	$ 125,000	$ 158,985	$ 167,000	34%
Sludge Hauls	$ 70,000	$ 113,924	$ 85,000	21%
Lab Tests	$ 8,500	$ 14,364	$ 15,000	76%
Communication: Lines	$ 3,000	$ 2,079	$ 3,000	0%
Supplies and Materials (incl. lab)	$ 12,000	$ 14,799	$ 15,000	25%
Vehicle Fuel	$ 45,000	$ 53,483	$ 54,000	20%
City of Austin Eff. Disposal Charges	$ 300,000	$ 524,415	$ 390,000	30%
Lab Tests - Industrial Waste	$ 5,000	$ 6,092	$ 6,100	22%
Tools /Safety Equipment	$ 6,000	$ 18,820	$ 6,000	0%
Employee Uniform	$ 7,500	$ 5,589	$ 6,500	-13%
Sub-total	**$ 1,007,000**	**$ 1,355,961**	**$ 1,187,600**	18%
Maintenance				
Equipment	$ 7,700	$ 5,910	$ 6,000	-22%
Wastewater Treatment Plant	$ 70,000	$ 168,511	$ 75,000	7%
SCADA System /Telemetry	$ 21,000	$ (13,217)	$ 21,000	0%
Collection System (Includes LS)	$ 170,000	$ 282,021	$ 210,000	24%
Irrigation System (Drip - Comp Mtn & Electric)	$ 20,000	$ 8,830	$ 9,000	-55%
Grinder Pumps - Residential	$ 60,000	$ 41,420	$ 41,000	-32%
Storm Drainage Maint.	$ 30,000	$ 11,685	$ 23,000	-23%
Effluent Pump Station (Pumpover)	$ -	$ -	$ -	#DIV/0!
Buildings & Grounds and Mowing Contract	$ 163,000	$ 233,801	$ 78,000	-52%
Vehicles	$ 32,000	$ 37,282	$ 35,000	9%
Sub-total	**$ 573,700**	**$ 776,242**	**$ 498,000**	-13%
TOTAL STEINER WASTEWATER EXPENSE	**$ 1,580,700**	**$ 2,132,203**	**$ 1,685,600**	7%
EXP - WASTEWATER -FLINTROCK				
Treatment				
Electric - WWTP+LS	$ 145,000	$ 143,947	$ 145,000	0%
Chemicals	$ 36,000	$ 40,796	$ 60,000	67%
Communication - Line Charges	$ 1,200	$ 1,115	$ 1,200	0%
Sludge Hauls	$ 30,000	$ 54,922	$ 40,000	33%
Lab Tests	$ 15,000	$ 14,088	$ 15,000	0%
Supplies and Materials (incl. lab)	$ 10,000	$ 6,384	$ 6,500	-35%
Vehicle Fuel	$ 2,200	$ 1,970	$ 1,950	-11%
Tools /Safety Equipment	$ 2,000	$ 1,976	$ 1,950	-3%
Employee Uniform	$ 1,500	$ 787	$ 1,500	0%
Sub-total	**$ 242,900**	**$ 265,985**	**$ 273,100**	12%
Maintenance				
Equipment	$ 5,000	$ 5,787	$ 6,000	20%
Wastewater Treatment Plant	$ 38,000	$ 65,895	$ 42,000	11%
SCADA System /Telemetry	$ 5,000	$ 307	$ 1,000	-80%
Collection System (Includes LS)	$ 78,000	$ 80,741	$ 80,000	3%
Irrigation System	$ 1,000	$ 415	$ 500	-50%
Buildings & Grounds and Mowing Contract	$ 38,000	$ 44,390	$ 70,000	84%
Vehicles	$ 6,700	$ 2,689	$ 3,500	-48%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
Sub-total	**$ 171,700**	**$ 200,224**	**$ 203,000**	18%
TOTAL FLINTROCK WASTEWATER EXP.	**$ 414,600**	**$ 466,209**	**$ 476,100**	15%
EXP - WASTEWATER -COMANCHE CANYON				
Treatment				
Electric - WWTP+LS	$ 31,000	$ 40,170	$ 40,000	29%
Chemicals	$ 1,000	$ 1,790	$ 3,000	200%
Communication - Line Charges	$ 1,000	$ 1,057	$ 1,000	0%
Sludge Services	$ -	$ 1,344		#DIV/0!
Lab Tests	$ 4,300	$ 5,073	$ 5,000	16%
Supplies and Materials (incl. lab)	$ 300	$ 313	$ 300	0%
Vehicle Fuel	$ -	$ -	$ -	#DIV/0!
City of Austin Effluent Disposal Charges	$ 30,000	$ 32,748	$ 34,000	13%
Sub-total	**$ 67,600**	**$ 82,496**	**$ 83,300**	23%
Maintenance				
Equipment	$ 150	$ 37	$ 1,000	567%
Wastewater Treatment Plant	$ 11,000	$ 11,933	$ 12,000	9%
Telemetry System	$ -	$ -	$ -	#DIV/0!
Collection System (Includes LS)	$ 1,500	$ -	$ 1,500	0%
Tools /Safety Equipment	$ 100	$ 43	$ 100	0%
Buildings & Grounds and Mowing Contract	$ 7,500	$ 6,012	$ 4,500	-40%
Sub-total	**$ 20,250**	**$ 18,025**	**$ 19,100**	-6%
TOTAL COMANCHE CANYON WWTR EXPENSI	**$ 87,850**	**$ 100,521**	**$ 102,400**	17%
Expense - WTCPUA Wastewater (FHW)				
WTCPUA -Wholesale WW Service Fee	$ 310,038	$ 328,204	$ 330,000	6%
Electric - Lift Station	$ 6,000	$ 5,268	$ 5,500	-8%
Lift Station Maintenance	$ 1,000	$ 1,118	$ 1,000	0%
Lab Tests	$ 100	$ 69	$ 100	0%
Building &Grounds Maintenance	$ 12,500	$ 8,114	$ 5,200	-58%
Fuel: Propane	$ 1,000	$ 1,309	$ 1,000	0%
Sub-total	**$ 330,638**	**$ 344,082**	**$ 342,800**	4%
Expense - LMUD Wastewater (NLWV)				
LMUD Wastewater Reservation Fee	$ 30,000	$ 99,471	$ 9,000	-70%
LMUD -Wholesale WW Service Fee	$ 50,000	$ 51,895	$ 52,000	4%
Electric - Lift Station	$ 6,500	$ 6,671	$ 6,500	0%
Maintenance - LS & Collection System	$ 1,500	$ 6,023	$ 6,500	333%
Buildings/Grounds - NLWV	$ -	$ 7,212	$ 500	#DIV/0!
Sub-total	**$ 88,000**	**$ 171,272**	**$ 74,500**	-15%
Expense - Commander's Point Wastewater				
Electric	$ 6,800	$ 9,462	$ 9,500	40%
Chemicals	$ 1,200	$ 1,369	$ 3,000	150%
Communications	$ 1,000	$ 781	$ 1,000	0%
Lab Tests	$ 8,500	$ 9,175	$ 9,000	6%
Lab Equipment & Supplies	$ 1,500	$ 498	$ 600	-60%
Tools	$ -	$ 250	$ 500	#DIV/0!
Maintenance - Plant & Lift Stations	$ 5,000	$ 1,296	$ 5,000	0%
Irrigation System Maintenance	$ 5,000	$ 4,278	$ 5,000	0%
Equipment Maintenance	$ 1,500	$ -	$ 1,500	0%
Telemetry Maintenance/CP WWTP	$ 500	$ -	$ 500	0%
Building & Grounds Maint/Commander's Point	$ 12,600	$ 9,422	$ 13,500	7%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
Sub-total	**$ 43,600**	**$ 36,530**	**$ 49,100**	13%
EXP - RAW WATER/RECLAIM				
Electric	$ 6,000	$ 4,212	$ 5,000	-17%
LCRA Raw Water Purchase - Steiner	$ 51,000	$ 38,145	$ 45,000	-12%
LMUD Reclaim Water Purchase	$ 38,800	$ 49,470	$ 40,000	3%
Lab Tests-	$ 20,000	$ 13,885	$ 15,000	-25%
Pump Station Maintenance	$ 12,000	$ 1,784	$ 2,500	-79%
Sub-total	**$ 127,800**	**$ 107,496**	**$ 107,500**	-16%
EXP -SOLID WASTE				
Solid Waste Service Fee - Waste Connection	$ 270,000	$ 399,962	$ 330,000	22%
Sub-total	**$ 270,000**	**$ 399,962**	**$ 330,000**	22%
EXP -VILLAS WWTP OPERATIONS				
Villas WWTP Operations	$ 15,000	$ 21,919	$ 5,000	-67%
Sub-total	**$ 15,000**	**$ 21,919**	**$ 5,000**	-67%
EXP-SALARY:				
Salary & Wages - Existing EEs	$ 2,742,524	$ 2,953,175	$ 3,168,126	15.52%
Salary & Wages - New Hires	$ 187,200		$ 143,520	-23.33%
Overtime	$ 165,000	$ 186,577	$ 130,000	-21.21%
Retirement	$ 206,000	$ 226,946	$ 210,000	1.94%
FICA Expense	$ 220,000	$ 235,906	$ 261,967	19.08%
Longevity	$ 19,000	$ 19,916	$ 20,000	5.26%
Employee Perform. Bonus	$130,000	$ 132,947	$135,000	3.85%
Emp.Insurance- Health	$606,430	$ 652,944	$666,500	9.91%
Emp. Insurance-Dental	$ 24,000	$ 27,981	$ 28,000	16.67%
Employee Paid Gym Membership	$ -	$ (355)	$ -	#DIV/0!
Director's Fees	$ 15,000	$ 19,650	$ 18,000	20.00%
Employer Healthcare Tax	$ -	$ -	$ -	#DIV/0!
Fitness Program-Gym Reimb/Bonus	$ 2,000	$ 3,465	$ 3,600	80.00%
Unemployment Insurance	$ 3,800	$ -	$ 3,800	0.00%
Employee PD Life Insurance Premiums	$ -	$ (144)	$ -	#DIV/0!
Employee PD AFLAC Insurance Premiums	$ -	$ (789)	$ -	#DIV/0!
Employee PD Lifelock Insurance Premiums		$ (33)	$ -	#DIV/0!
Employee Disability Insurance	$ 24,000	$ 26,779	$ 28,000	17%
Sub-total	**$ 4,344,954**	**$ 4,484,964**	**$ 4,816,513**	11%
EXP-PROFESSIONAL SVC				
Legal	$ 125,000	$ 123,445	$ 125,000	0%
Contract Services	$ 105,000	$ 42,012	$ 80,000	-24%
Contract Plumbing Inspections	$ 240,000	$ 205,605	$ 210,000	-13%
Accounting/Bookkeeping	$ 55,000	$ 51,685	$ 65,000	18%
Engineering	$ 500,000	$ 571,218	$ 585,000	17%
TXDOT RR 620 Relocation Professional Fees	$ 30,000	$ -	$ 30,000	0%
Sub-total	**$ 1,055,000**	**$ 993,966**	**$ 1,095,000**	4%
Expenses - Admin				
Maintenance				
Equipment /Maintenance Contracts	$ 32,000	$ 26,827	$ 32,000	0%
Vehicles	$ 3,500	$ 9,575	$ 3,500	0%
Buildings and Grounds + Mowing Contract	$ 10,000	$ 10,534	$ 10,000	0%
Sub-total	**$ 45,500**	**$ 46,935**	**$ 45,500**	0%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
Supplies				
Office Supplies	$ 60,000	$ 59,536	$ 60,000	0%
Postage Supplies	$ 73,300	$ 65,950	$ 68,000	-7%
Employee Uniform	$ 1,200	$ 907	$ 1,200	0%
Vehicle Fuel	$ 2,500	$ 1,411	$ 1,500	-40%
Sub-total	**$ 137,000**	**$ 127,805**	**$ 130,700**	-5%
EXP-OTHER				
Credit Card Services	$ 68,000	$ 89,617	$ 92,000	35%
Dues/Subcriptions	$ 7,500	$ 11,244	$ 10,000	33%
Books/Software	$ 5,000	$ 12,442	$ 8,000	60%
Election Expense	$ -	$ -	$ -	#DIV/0!
Licenses/Permits	$ 40,000	$ 37,527	$ 40,000	0%
Communication-Office	$ 15,000	$ 12,756	$ 15,000	0%
Communication - Mobiles/Pagers	$ 26,000	$ 29,207	$ 30,000	15%
Communication - TV/NET	$ 25,000	$ 18,847	$ 22,000	-12%
Security/ Monitoring	$ 20,000	$ 30,936	$ 35,000	75%
Electric - Office	$ 13,500	$ 13,234	$ 13,500	0%
Storage Room Rental	$ 3,800	$ 3,858	$ 3,900	3%
Equipment Lease:Office Equipmt - Principal	$ 30,000	$ 35,269	$ 30,000	0%
Equipment Rental - Dept	$ 4,000	$ 10,792	$ 4,000	0%
Employee Training	$ 10,000	$ 12,277	$ 15,000	50%
Conf/Meetings - Dept	$ 3,000	$ 4,245	$ 4,000	33%
Director-Employee Reimb	$ 3,500	$ 1,788	$ 1,800	-49%
Line Locate Expense	$ 4,000	$ 3,351	$ 3,500	-13%
Misc Expense - GF	$ 20,000	$ 44,516	$ 25,000	25%
AS: Misc. Expense	$ -	$ -		#DIV/0!
RR: Misc. Expense	$ -	$ -		#DIV/0!
GF - Capital Outlay	$ 684,100	$ 993,053	$ 508,760	-26%
Insurance - Workers Comp	$ 6,000	$ 74,139	$ 75,000	1150%
Insurance - Liability	$ 40,000	$ 46,202	$ 46,000	15%
Insurance - Property Damage	$ 145,000	$ 157,437	$ 168,000	16%
Bank Management Fees	$ 20,000	$ 21,775	$ 20,000	0%
AS: Bank Fees	$ -	$ -		#DIV/0!
RR: Bank Fees	$ -	$ -		#DIV/0!
D17: Un-Collectable Account	$ -	$ 1,063	$ 10,000	#DIV/0!
AS: Uncollectable Accounts	$ -	$ 0	$ 2,000	#DIV/0!
RR: Uncollectable Accounts	$ -	$ -	$ 1,000	#DIV/0!
Construction - Miscellaneous	$ 120,000	$ -	$ 120,000	0%
Construction - Ap. Shores - Misc		$ 125		
Customer Communication / Newsletters	$ 6,000	$ 11,128	$ 8,000	33%
Water Conservation Pgrm	$ 2,000	$ 1,206	$ 2,000	0%
Household Hazardous Waste	$ 50,000	$ 44,133	$ 50,000	0%
AS: Out-of-District Fee Pmt	$ 183,600	$ 179,322	$ 220,080	20%
AS: Debt Service Fee Pmt	$ 91,503	$ 97,140	$ 91,647	0%
AS: Capacity Buy-In Fee Pmt	$ 61,002	$ 61,989	$ 32,383	-47%
RR`: Out-of-District Fee Pmt	$ 29,232	$ 29,831	$ 37,128	27%
RR: Debt Service Fee Pmt	$ 49,781	$ 38,881	$ 48,575	-2%
RR: Capacity Buy-In Fee Pmt	$ 33,187	$ 29,095	$ 32,383	-2%
Sub-total	**$ 1,819,705**	**$ 2,158,428**	**$ 1,825,656**	0%
TOTAL EXPENSES	**$ 15,073,545**	**$ 16,695,259**	**$ 15,830,869**	5%
OPERATING SURPLUS (DEFICIT)	**$ 746,350**	**$ 567,051**	**$ 1,238,158**	66%

	2017 Annual Budget	Test Year June 16 - May 17	2018 Annual Budget	% Change FY 17 Budget
Other Sources:				
O&M Serene Hills DA Tax Fund -CY Collections	$ -	$ -	$ 248,177	#DIV/0!
O&M Tax Fund -CY Collections	$ 3,336,356	$ 2,985,980	$ 3,635,443	9%
O&M Tax Fund -PY Collections		$ -		
Apache Shores Reserve	$ 300,000	$ -		-100%
River Ridge Reserve		$ -		
Serene Hills Tax Revenue		$ -		#DIV/0!
TWDB Bond Surplus	$ 2,369,000		$ 2,369,000	
Other Uses:				
General Fund - Construction	$ 3,403,000	$ (268,402)	$ 363,000	-89%
General Fund - Construction - PY Contracts			$ 2,369,000	
General Fund - Assigned - Debt Service WTP Loan	$ 2,450,000	$ -		-100%
General Fund - Assigned - TXDOT RR620 WL			$ 1,500,000	
General Fund - Assigned - SHDA O&M			$ 709,205	
General Fund - Unassigned Reserve	$ 598,706		$ 2,549,573	326%
Apache Shores - Construction	$ 300,000	$ 43,151		-100%
River Ridge - Construction		$ -		#DIV/0!
NET SURPLUS (DEFICIT)	**$ 0**	**$ 3,778,282**	**$ (0)**	

Capital Outlay Items

	Amount
Administration	
Remodel front office	$ 30,000
ID Badge Printer/Software	$ 2,000
WaterSmart Technology	$ 48,500
	$ 80,500
Distribution	
Asphalt Machine	$ 48,000
Asphalt sealing Colt Pima	$ 6,500
Storage Building Well Site #3	$ 15,000
	$ 69,500
IT/SCADA	
SCADA PC upgrade	$ 3,600
Laptop upgrades - 4 @ $2300 each	$ 9,200
NAS server	$ 16,000
Fluke networks CableIQ	$ 2,000
Electrical Safety tools	$ 2,500
Cardinal Hills Propane Generator	$ 2,500
Mansfield Work Station W/Computer	$ 3,000
Steiner RTU conversion	$ 50,000
Replacement ACE units for upgrade	$ 12,000
	$ 100,800
Inspections	
Torque wrench	$ 500
Mutifunction printer	$ 1,200
	$ 1,700
Compliance	
Truck Tool Box	$ 4,000
Supplies for Storage building	$ 1,900
Office grinder pump	$ 3,300
Backflow program	$ 600
	$ 9,800
Trucks	
Fleet replacements - 2 @ $32,000/each 4x4 Inspections	$ 64,000
Fleet Replacements -2 @ $40,000/each Collections/Maint	$ 80,000
	$ 144,000
Maintenance	
Automotive A/C Recovery system	**$ 4,000**
Safety	
Train the Trainer Certification Program	$ 5,000
Safety Videos and resource materials	$ 15,000
Arc Flash Assessment Eck plant and Steiner	$ 15,000
Electrical Maintenance Safety Training	$ 3,000
	$ 38,000
Water Dept	
Turbidity meter upgrade	$ 7,000
Eck Lane Control Room Upgrade	$ 10,000
	$ 17,000

Wastewater Dept		
4 mixer/airators with micro-solve	$	21,860
	$	**21,860**
Wastewater Collections		
Decomposed Granite	$	5,000
Sonetics portable comms system	$	7,700
Yanmar excavator tracks	$	2,000
Electric Gate for Steiner Effluent ponds	$	6,900
	$	**21,600**
Capital Outlay	**$**	**508,760**