



BROWNS VALLEY IRRIGATION DISTRICT

2011 BUDGET

Finance Committee: Director Winchester
Director Wheeler

Approved: March 21, 2011

Browns Valley Irrigation District

Post Office Box 6, Browns Valley, CA 95918

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Browns Valley Irrigation District

2011 BUDGET SUMMARY

Administrative Expenses	\$591,100.00
Operational Expenses	\$1,080,300.00
Capital Expenses	<u>\$122,400.00</u>
Total Expenses	\$1,793,800.00

Administrative Income	\$531,600.00
Operational Income	\$1,175,700.00
Capital Income	<u>\$115,520.00</u>
Total Income	\$1,822,820.00

The 2011 budgeted Administration, Operations and Capital expenses project at **\$1,793,800** with an income projection of **\$1,822,820**

The 2011 Budget Draft is **\$613,161** less than the 2010 actual expense and is attributed to decreases in consulting expenses, capital projects and long term debt.

Capital expenditures are projected at **\$122,400** 2010 actual expense was **\$279,544**
The decrease comes from the tabling of both the Peoria Pipeline and electrifying the Saddleback Lift pump.

In past years the reserve fund has been used to construct small capital pipelines.

Even without an Out of District Water Sale, no funds will be required to balance the 2011 budget.

Cash on hand decreased when measured January 1, 2010 to January 1, 2011 in the amount of **\$47,820** due to the early payoff of the Upper Main Pipeline Loan in the amount of \$196,565.

**STATEMENT OF CASH ON HAND
and
RESERVE ACCOUNTS**

As Of
December 31, 2010

Equipment Depreciation Reserve	\$	100,000
Emergency Reserve Fund	\$	100,000
Emergency Capital Replacement	\$	200,000
Required Bond Reserve	\$	5,500
Bond Retirement Fund	\$	90,000
Major Pipeline Reserve	\$	140,000
Future Hydro Construction Reserve	\$	200,000
Future Cash Flow Reserve	\$	600,000
Post-Retirement Medical Reserve	\$	304,000
Drought Program	\$	50,500
Accord Well Mitigation Reserve	\$	50,000
Operation Reserve Fund	\$	<u>120,893</u>
Total Reserves >	\$	1,960,893

***Certificates of Deposit**

<u>Institution</u>	<u>Issue</u>	<u>Amount</u>	<u>Maturity Date</u>	<u>Yield</u>
Edward Jones Money Market	N/A	\$ 45,037.00	N/A	0.01%
Franklin US Gvmt Fund	1/28/2009	\$ 204,171.00	N/A	3.46%
Franklin Adjustable Gvmt Fund	5/29/2008	\$ 185,300.00	N/A	2.51%
Umpqua Bank	1/12/2010	\$ 116,322.00	7/12/2011	1.50%
GE Money Bank	11/6/2008	\$ 15,000.00	11/7/2011	1.81%
Sallie Mae Bank	12/10/2008	\$ 25,000.00	12/12/2011	1.97%
Republic Bank	1/14/2009	\$ 12,000.00	1/13/2012	1.64%
Discover Bank	1/24/2007	\$ 33,000.00	1/24/2012	2.20%
Horizon Bank	2/5/2009	\$ 8,000.00	2/6/2012	1.61%
Branch Banking & Trust	3/18/2009	\$ 9,000.00	3/19/2012	1.56%
Sallie Mae Bank	5/6/2009	\$ 15,000.00	5/7/2012	1.57%
GE Capital	5/20/2009	\$ 10,000.00	5/21/2012	1.69%
State Bank of Lizton	7/1/2009	\$ 8,000.00	7/2/2012	1.51%
Commerce State Bank	7/13/2009	\$ 25,000.00	7/13/2012	1.39%
GE Money Bank	10/2/2008	\$ 30,000.00	10/2/2012	2.29%
DMB Community Bank	10/22/2008	\$ 20,000.00	10/22/2012	2.21%
BMW Bank	12/22/2010	\$ 32,707.00	11/6/2012	1.20%
Discover Bank	11/12/2009	\$ 8,000.00	11/13/2012	1.69%
Citibank	12/2/2009	\$ 56,000.00	12/3/2012	1.51%
Columbus Bank & Trust	12/9/2009	\$ 10,000.00	12/10/2012	1.53%
Park Sterling bank	12/28/2010	\$ 5,048.00	1/28/2013	1.27%
Bank Hapoalim	2/19/2008	\$ 1,000.00	2/19/2013	1.57%
DMB Community Bank	1/3/2011	\$ 5,144.00	3/20/2013	1.43%
Tri Counties Bank	N/A	\$ 50,000.00	N/A	0.49%

** The remaining funds are invested in interest bearing accounts with the Yuba County Treasurer and a checking account at Umpqua Bank.*

Cash beginning 2009 Budget year:	\$	2,008,711
Cash beginning 2010 Budget year:	\$	<u>1,960,893</u>
Net gain or (loss):	\$	(47,818)

2011

WATER TOLLS AND ASSESSMENTS

2011 Water Rates:

Irrigation Season:

The administrative charge is \$150.00 per account. Unit rate of delivered water is \$85.00/unit (10 gpm). Acre-foot charge for delivered water is \$15.00/acre-foot.

Discount for Prepayment:

A 5% discount is allowed for the pre-payment of 2011 water tolls by April 30, 2011.

2011-2012 Tax Assessment:

The Tax Assessment is retained at 10-cents/100 valuation of bare ground only (excluding Improvements).

Redhill East Additional Maintenance Assessment:

The water users in the Redhill East service area shall be charged an additional \$105.00 per water user parcel to help offset the unique, additional maintenance costs associated with their delivery system.

Water service to parcels not within the District's service area will be charged the administrative charge of \$150.00, an "in-lieu" tax charge of \$118.00 plus \$180.00/unit or \$20.80/acre-foot. Such deliveries are subject to the Board's approval and are limited to existing (historic) users that are requesting/awaiting annexation into the District.

CAPITAL PURCHASES and SALE OF ASSETS

2011 Capital Purchases

Due to the continuing challenging economic times, the bulk of the 2011 Capital Purchases have been temporarily shifted to the Contingent Purchases page.

<u>Quantity</u>	<u>Description</u>	<u>Amount</u>	
1	Next Phase of the Peoria pipeline	\$0.00	Moved to Contingent Purch
1	Dry Creek Recapture Project	\$75,000.00	
1	Redhill East Upgrade	\$27,400.00	
	Total >	\$102,400.00	

2011 SALE OF ASSETS

Sale of Assets:

<u>Quantity</u>	<u>Description</u>	<u>Amount</u>	<u>Total</u>
1	KX 61 Excavator	\$5,500.00	\$5,500.00
			\$5,500.00

Large Equipment Inventory

January 3, 2011

<u>Unit#</u>	<u>Model</u>	<u>Year</u>	<u>Year Ending 2009 Mileage</u>	<u>Year Ending 2010 Mileage</u>
1	Ford Explorer	2003	114,704	119,172
2	¾ ton 4X4 Ford	2010	1,204	10,033
3	½ ton Ford	2006	35,477	41,107
4	½ ton Ford	2007	49,563	65,954
5	½ ton Ford	2010	-0-	11,291
6	½ ton Ford	2008	7,189	17,470
7	½ ton Ford	2004	58,892	68,540
8	½ ton Ford	2006	30,776	35,343
9	1 ton 4X4 Ford	1991	129,935	135,358
10	¾ ton Ford	2007	28,197	34,334
11	½ ton Ford	2002	73,818	78,699
12	GMC Dump Truck	1991	99,615	110,149
13	Ford Water Truck	1979	143,493	143,493
14	Chevy Trail Blazer	2008	23,533	42,515

<u>Unit</u>	<u>Model</u>	<u>Year</u>	<u>Hours</u>	<u>Hours</u>
Lg. Excavator	John Deere 160D	2008	290	463
M/Lg. Excavator	Cat 307	2003	1,897	2,136
Med. Excavator	Kubota 121	2005	1,620	1,742
Sm. Excavator	Kubota 61	1997	4,325	4,627 (to be sold)
Sm. Excavator	Bobcat 331	2007	155	245
Backhoe	Case	1988	3,707	3,742
Loader	Cat	1990	3,960	4,130
Crawler	John Deere	1978	4,471	4,474
Tracked Skid Steer	Bobcat T300	2007	185	430
Mule	Kawasaki	2008	106	150
Quad	Honda	1999	2,336	2,426
Saddle Back Pump Engine	John Deere	2002	4,286	4,440

WATER SALES OUT OF DISTRICT

<u>Year</u>	<u>Quantity</u>	<u>Amount</u>
2010	3,710	\$752,380
2009	3,835	\$1,105,252
2008	4,076	\$553,960
2007	3,100	\$349,680
*2006	0	\$0
2005	3,100	\$31,000
2004	3,100	\$216,853
2003	4,200	\$177,360
2002	4,897	\$73,780
2001	8,000	\$472,500
2000	0	\$0
1999	3,000	\$105,000
1998		\$135,000
1997	5,000	\$200,000
1996	5,500	\$224,400
1995	5,500	\$177,300
1994	5,500	\$358,800
1993	5,500	\$30,043

* 2006 water sale rained out.

<u>Buyer</u>	<u>Amount</u>	<u>Rate</u>	<u>Total</u>
Santa Clara	3,100		\$0
			\$0

YUBA RIVER ACCORD PUMPING PROGRAM

2011 Ground Water Substitution Transfer

<u>Source</u>	<u>Quantity</u>	<u>Rate</u>	<u>Total</u>
Pumping at District Well (2010)	215	\$166.50	\$35,798
10% Retention	706	\$18.50	\$13,061
Standby Payment (2011)	1,270	\$4.50	\$5,715
10% Retention (from other pumpers) Annual Standby Payment)	6,960	\$0.50	<u>\$3,480</u> \$58,054

The above revenue amounts include only the **net payments** to be made to BVID for pumping done by the District with its own well and (10% Retention) for program administration.

There are also payments made to the landowner pumpers from revenues received from Yuba County Water Agency that are simply pass through in nature and are not reflected here.

A 10% Retention is made by the District on these pass through payments to the landowner pumpers and is used by BVID to cover the costs incurred in the administration of the program.

Browns Valley Irrigation District

2011 Expense Budget

	2010 Budget	2010 Actual Expense	2011 Budget	
Administrative Expenses				
Administrative Payroll	\$223,000.00	\$222,664.00	\$227,100.00	
Payroll Burden	\$114,500.00	\$120,141.00	\$122,600.00	
Misc. Employee Expense	\$8,500.00	\$12,381.00	\$9,500.00	
Insurance (all)	\$50,700.00	\$29,564.00	\$30,200.00	
Maint.- Shop & Office	\$13,900.00	\$26,720.00	\$19,400.00	
Utilities- Shop & Office	\$13,600.00	\$14,749.00	\$15,000.00	
Office Expense	\$13,700.00	\$23,726.00	\$14,200.00	
Fees- Legal & Accounting	\$34,500.00	\$29,853.00	\$30,000.00	
Fees- Directors	\$30,000.00	\$30,000.00	\$34,200.00	
Fees- Consulting	\$14,400.00	\$102,284.00	\$18,400.00	
District Dues & Fees	\$28,000.00	\$31,042.00	\$32,600.00	
Marysville Rd. Property		\$3,401.00	\$0.00	
Taxes	\$100.00	\$0.00	\$100.00	
Water Sales out of Dist. Exp	\$1,000.00	\$729.00	\$31,800.00	
East Side Survey	\$1,500.00	\$10,328.00	\$500.00	
Computer Expense	\$1,000.00	\$0.00	\$0.00	
Conserved Water EIR	\$3,000.00	\$13,624.00	\$0.00	
Long Term Debt	\$97,900.00	\$294,465.00	\$5,500.00	
Total Administrative Expenses >	\$649,300.00	\$965,671.00	\$591,100.00	
Operational Expenses				
Operational Payroll	\$517,600.00	\$495,458.00	\$471,000.00	
Payroll Burden	\$265,700.00	\$267,409.00	\$254,200.00	
Maint.- Equipment	\$8,200.00	\$22,208.00	\$9,400.00	
Maint.- Pumps	\$1,000.00	\$1,689.00	\$1,700.00	
Maint.- Trucks	\$7,600.00	\$18,297.00	\$8,700.00	
Hydro Expense	\$12,500.00	\$47,009.00	\$30,600.00	
Distribution Maint.	\$58,800.00	\$90,243.00	\$71,000.00	
Utilities- Electric Pumps	\$123,400.00	\$148,448.00	\$155,900.00	
Supplies- Fuel & Oil	\$44,000.00	\$49,739.00	\$57,200.00	
Supplies- Small Tools	\$1,500.00	\$2,215.00	\$1,500.00	
Radio Expense	\$800.00	\$696.00	\$800.00	
Water Purchases	\$18,300.00	\$18,335.00	\$18,300.00	
Total Operational Expenses >	\$1,059,400.00	\$1,161,746.00	\$1,080,300.00	
Capital Purchase				
Capital Purchases	\$0.00	\$68,626.00	\$0.00	(see page 5)
Peoria Pipeline	\$140,000.00	\$6,161.00	\$0.00	
Tennessee Creek Hydro		\$7,933.00	\$20,000.00	
Redhill East Upgrade		(\$27,334.00)	\$27,400.00	
Ellis Pipeline	\$0.00	\$151,944.00	\$0.00	
Landerman Pipeline	\$5,000.00	\$1,005.00	\$0.00	
Volmer Pipeline	\$3,000.00	\$866.00	\$0.00	
2010 1/2 Ton Pickup Truck	\$18,500.00		\$0.00	
Spring Glen Extension		\$7,166.00		
Spring Valley Project	\$0.00	\$7,041.00	\$0.00	
Dry Creek Recapture	\$50,000.00	\$54,136.00	\$75,000.00	
Electrify Saddleback Pump	\$40,000.00	\$2,000.00	\$0.00	
Total Capital Expenses >	\$256,500.00	\$279,544.00	\$122,400.00	
Total Expenses >	\$1,965,200.00	\$2,406,961.00	\$1,793,800.00	

2011 BUDGET PROJECTIONS

EXPENSES:

- Administrative Payroll** – Increase due to wage adjustments.
- Payroll Burden** – Percentage of Gross Payroll.
- Miscellaneous Employee Expense** – Uniforms, dues, pesticide meetings, conference, etc.
- Insurance** – Slight increase over 2010 actual.
- Maintenance, Shop & Office** – Adjusted for improvements to Office.
- Utilities, Shop and Office** – Small increase from 2010 actual.
- Office Expense** – Reduced from 2010 actual.
- Fees, Legal & Accounting** – Same as 2010 actual. Could go over budget.
- Fees, Directors** – Set at policy rate and reflects burden.
- Fees, Consulting** – Reduced due to grant funding.
- District Dues & Fees** – Small increase from 2010 actual.
- Taxes** – Same as 2010 budget.
- Water Sales out of Dist. Exp.** – Minimum amount. No transfer in place at this time.
- Computer Expense** – Zeroed out.
- Long Term Debt** – Reduced due to the payoff of the Upper Main loan.
-
- Operational Payroll** – Increase due to wage adjustments but no summer help.
- Payroll Burden** – Percentage of Gross Payroll.
- Maintenance, Equipment** – Slight increase from 2010 budget.
- Maintenance, Pumps** – Same as 2010 actual.
- Maintenance, Trucks** – Small increase from 2010 budget.
- Hydro Expense** – Adjusted for FERC required studies.
- Distribution System Maintenance** – Increased over 2010 budget.
- Utilities, Electric Pumps** – Small increase from 2010 actual.
- Supplies, Fuel/Oil** – Increased from 2010 actual.
- Supplies, Small Tools** – Same as 2010 budget.
- Radio Expense** – Same as 2010 budget.
- Water Purchases** – From YCWA.
-
- Peoria pipeline** – On hold for funding.
- Tennessee Cree Hydro** – Pre CEQA and some design.
- Redhill East Upgrade** – To be completed this year.
- Dry Creek Recapture Project** – Includes grant funded costs.
- Electrify Saddleback Lift Station** – On hold for funding.

YEARLY FIXED EXPENSES

2011

<u>To</u>	<u>For</u>	<u>Due</u>	<u>Amount</u>
Yuba County	Gen. Obligation Bond	1-Feb	\$ 2,750.00
NCWA	Membership Dues	1-Mar	\$ 8,050.00
YCWA	Water Purchase	15-Jun	\$9,150.00
NCWA	Membership Dues	1-Jul	\$ 4,025.00
Yuba County	Gen. Obligation Bond	1-Aug	\$ 2,750.00
YCWA	Water Purchase	1-Oct	\$ 9,167.50
NCWA	Membership Dues	1-Oct	\$ 4,025.00
ACWA	Membership Dues	1-Nov	\$ 7,000.00
SWRCB	Water Rights Fees	1-Dec	\$ 4,000.00
DWR	Dam Fees	31-Dec	\$ 17,700.00
			\$ 68,617.50

RECAP OF LONG TERM DEBT OWED BY DISTRICT

As of January 1, 2011

<u>Project</u>	<u>Purchase Price</u>	<u>Interest Rate</u>	<u>2011 Balance</u>
General Obligation Bond (Dam)	\$1,050,000.00	5.000%	\$100,000.00
Totals >	\$1,050,000.00		\$100,000.00

Browns Valley Irrigation District

2011 Income Budget

	Income Item	2010 Budget	2010 Actual	2011 Budget
Administrative Income	Administration Charge	\$169,100.00	\$168,000.00	\$185,000.00
	Accord Conjunctive Use	\$9,200.00	\$212,607.00	\$9,200.00
	Standby Charges	\$5,200.00	\$4,200.00	\$4,200.00
	Refunds	\$39,900.00	\$50,358.00	\$39,900.00
	Tax Revenue	\$230,500.00	\$193,470.00	\$196,400.00
	Rents	\$9,000.00	\$6,400.00	\$9,600.00
	Collins Lake Rec. Lease	\$48,700.00	\$51,442.00	\$52,200.00
	Interest Income	\$47,100.00	\$34,589.00	\$35,100.00
	Miscellaneous Income	\$0.00	\$5,204.00	\$0.00
		Total Administrative Income >	\$558,700.00	\$726,270.00
Operational Income	Water Sales- In District	\$507,200.00	\$384,316.00	\$488,200.00
	Water Sales- Out of District	\$84,700.00	\$629,490.00	48,900.00
	Power Sales	\$100,000.00	\$102,158.00	\$225,000.00
	PG&E Water Use Contract	\$386,500.00	\$386,545.00	\$413,600.00
		Total Operational Income >	\$1,078,400.00	\$1,502,509.00
Capital Income	Sale of District Assets	\$4,500.00	\$5,800.00	\$5,500.00
	Project Pipeline Income (Connections)	\$58,000.00	\$37,183.00	\$38,000.00
	Spring Valley Project	\$6,700.00	\$0.00	\$34,520.00
	Grant Income	\$50,000.00	\$0.00	\$37,500.00
		Total Capital Income >	\$119,200.00	\$42,983.00
	Total Income >	\$1,756,300.00	\$2,271,762.00	\$1,822,820.00

Yearly Fixed Income

2011

From	For	Amount	Due Date
PG&E	Power Contract #	\$ 74,000.00	12/31
PG&E	Power Contract #	\$ 339,575.00	5/1
UC Sierra Field Station	Assessment	\$ 2,200.00	10/15
	Total >	\$ 415,775.00	

2011 BUDGET PROJECTIONS

INCOME:

Administrative Income:

Water Administration Charge – Increased from 2010 actual.

Accord Conjunctive Use – Based on Accord annual payments to BVID and 10% retention.

Standby Charges – Same as 2010 actual.

Refunds – JPIA insurance refund etc.

Tax Revenue – Slight increase over 2010 actual.

Rent – Rents from the new property (full year for 2011).

Collins Lake Rec. Lease – Slight increase over 2010 actual.

Interest Income – Based on the interest rate of the County Pool Funds.

Miscellaneous Income – Zero Budget.

Operational Income:

Water Sales- In District – Increased over 2010 actual.

Water Sales- Out of District – Includes final 2010 pumping payment and local deliveries.

Power Sales – Increased due to early Lake filling.

PG&E Water Use Contract – Increases each year.

Grant Income – Reflects Prop 50 grant for Dry Creek Recapture Project.

Capital Income:

Sale of District Assets – Sale small excavator.

Project Pipeline Income – Slight decrease over 2010 actual.

Spring Valley Project – Annual Water Availability Charge (including the receipt of previous years payments).

Grant Income – From the Dry Creek Recapture Project.

BUDGET STAFFING – BUDGET YEAR 2011

General Manager	1 employee
Operations Manager	1 employee
Office Manager	1 employee
GIS Technician	1 employee
Utility Worker II Leadman	1 employee
Utility Worker II	6 employees
Utility Worker I	1 employee
Utility Worker (Currently Vacant)	1 employee
	<hr/>
	13 employees

As per previous Board Policy, the hiring of temporary workers, if needed, shall be previously approved by the Board as to wages and conditions of employment.

Temporaries cannot gain permanent status without the express consent of the Board of Directors.

WAGE STEPS

January 1, 2011 through December 31, 2011 portion of the 2010/2013 Contract
(Includes a 1.5% COLA)

	<u>Step 1</u>	<u>Step 2</u>	<u>Step 3</u>	<u>Step 4</u>
<u>Utility Worker I</u>	18.74	19.73	20.69	21.71
<u>Utility Worker II</u>	19.73	20.69	21.71	22.80
<u>Utility Worker II Leadman</u>	22.69	23.79	24.96	26.19

Seasonal and Temporary

Seasonal - Step 1 of Utility Worker I position
Office Temp.- \$15.43 per hour or as otherwise approved by the Board

-In the event of the absence of the Operations Manager the General Manager can designate, for up to 30 days, an employee to assume temporary operations supervisory duties. The assigned employee will receive wages in the amount of 5% per hour over the top step of the Utility Worker II Leadman. Board approval will be required should the temporary assignment extend longer than 30 days.

-Yearly incentive for obtaining and maintaining a chemical application license*- \$200

-Yearly incentive for obtaining and maintaining Class A license*- \$300

*Providing the license was enforced 6 months prior to December 31st.

Managerial Salaries for the 2011

General Manager/Secretary \$109,220.80 per annum

Operations Manager \$75,899.20 per annum

Office Manager/Clerk \$65,582.40 per annum

GIS Technician \$52,313.00 per annum

Browns Valley Irrigation District

Post Office Box 6, Browns Valley, CA 95918

GLOSSARY OF TERMS

This glossary contains definitions of selected terms used in this document for common understanding of the budgeting procedures of the District. Several terms which are not primarily financial are included because of their impact on the budget process. The glossary is arranged alphabetically.

Acre-Foot - A water measurement equating to 325,839 gallons.

Actual - Monies which have already been (actually) used or received as opposed to budgeted monies which are estimates of funds that may be spent or received.

Administrative - Dealing with management of the District's affairs.

Administrative Service Charge - Refers to an annual fee allocated to cover basic administrative and overhead expenditures not related to District operations.

Asset - A probable future economic benefit obtained or controlled by a particular entity as a result of past transactions or events. Examples of assets are cash, receivables, and equipment.

Bond (Debt Instrument) - A written promise to pay a specified sum of money at a specified future date, at a specified interest rate. Bonds are ordinarily used to finance capital facilities.

Budget - A plan of financial operation expressing the estimates of proposed expenditures for a year and the proposed means of financing them.

Capital - Land, improvements to land, buildings, building improvements, vehicles, machinery, equipment, works of art, infrastructure, and all other tangible or intangible assets that are used in operations and have a useful life greater than one year.

Capital Expenditure - Capital expenditures generally create assets or extend the useful lives of existing assets, and can be made with regard to tangible and intangible assets. The work product results in a long-term benefit greater than 2 years and involves an expenditure of District resources. The general categories of capital expenditures are: Rehabilitation, Major Repairs, Improvements/Betterments/Upgrades, Replacements, Expansions/Additions, and Ancillary Expenditures.

Capital Projects - Projects which purchase or construct capital assets. Typically a capital project encompasses a purchase of land and/or the construction of a building or facility.

COLA (Cost-of-Living Allowance) - An increase in salaries to offset the adverse effect of inflation on compensation.

Expense - Charges incurred (whether paid immediately or unpaid) for operations, maintenance, interest, or other charges.

Fees - Charges for services rendered.

Fund - A separate accounting category, maintained for a particular purpose, for which transactions are subject to administrative restrictions. This term is distinguished from "funding" or "funds," which usually refer to the amount of dollars contained in a fund.

General Obligation Bonds - Bonds for which the full faith and credit of the insuring government are pledged for payment.

Grant - A contribution by a government, other organization, or a private individual to support a particular function.

Interest Income - Revenue earned in the form of interest from investing the District's cash reserves.

Long-Term Debt - Debt with a maturity of more than one year after the date of issuance.

Maintenance - Includes the cost of repairs and upkeep of physical facilities, equipment and vehicles.

Operational - Dealing with the District's function within the community (water delivery, electrical generation, system maintenance, etc).

Payroll - Amounts paid for services rendered by employees in accordance with rates, hours, terms and conditions authorized by law or stated in employment contracts. This category also includes overtime and seasonal help.

Payroll Burden - Amounts paid by the District on behalf of employees over and above the gross salary. Employee benefits include social security tax, a portion of health insurance, workers compensation, disability insurance and unemployment insurance.

Property Tax - A portion of the revenues of the District is from property taxes. In the District's case, property is defined as land value only. Structures and improvements are not subject to a property's value for tax purposes.

Reserve - A segregation of assets to provide for future use toward a specified purpose.

Revenue - Income received by the District to support programs or services to the community. It includes such items as taxes, fees, user charges, grants, fines, forfeits, interest income and miscellaneous revenue.

Supplies - An expenditure classification for articles and commodities purchased for consumption. Examples include office and operating supplies, fuel, power, water, gas, inventory, small tools, and equipment.

Taxes - Compulsory charges levied by a government for the purpose of financing services performed for the common benefit.

Tax Rate - The amount of tax paid for each \$1,000 of assessed value of property (Land Value Only).

Water System - The whole and each and every part of the water system of Browns Valley Irrigation District, comprising all facilities for the supply, storage, and distribution of water, together with all additions, extensions and improvements to such system.

CONTINGENT PURCHASES

2011 Contingent Purchases

This page is for informational purposes only and is not to be considered as part of this year's budget. If there is a successful water transfer, this tentative list will then be reviewed, revised and then brought to the Board for approval.

Although agreements were not yet in place during the preparation of the 2011 Budget, there exists a chance that there will be extraordinary income from water sales (out of District) with revenues of \$500,000 or more.

The following purchases will not be made unless the income is assured and will require separate Board approval per line item.

Quantity	Description	Amount
1	Reinsulate shop building (Placeholder price, more research needs to be done)	\$6,000
1	10 Wheel Dump truck (Used but with teir-3 motor)	\$95,000
1	Skid Steer Sweeper Rotary Broom	\$7,000
1	Collins Lake Remote Monitoring	\$5,000
1	Electrify Saddleback Lift Station	\$60,000
Various	Small Pipelines	\$30,000
		<u>\$203,000</u>