



BROWNS VALLEY IRRIGATION DISTRICT

2014 BUDGET

Finance Committee: Director Bordsen
Director Winchester

Approved: February 27, 2014

Browns Valley Irrigation District

Post Office Box 6, Browns Valley, CA 95918

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Browns Valley Irrigation District

2014 BUDGET SUMMARY

Administrative Expenses	\$829,700.00
Operational Expenses	\$1,101,318.00
Capital Expenses	\$1,769,300.00
(Less Grant Funds)	<u>(\$1,420,900.00)</u>
Total Expenses	\$2,279,418.00

Administrative Income	\$386,200.00
Operational Income	\$1,761,000.00
Capital Income	\$1,468,120.00
(Less Grant Funds)	<u>(\$1,420,900.00)</u>
Total Income	\$2,194,420.00

The 2014 budgeted Administration, Operations and Capital expenses project at **\$2,279,418** with an income projection of **\$2,194,420**

The 2014 Budget Draft is **\$1,569,371** more than the 2013 actual expense and is attributed to increased progress on Dry Creek Recapture project.

Capital expenditures are projected at **\$1,769,300** including \$1,600,000 for the grant funded Dry Creek Recapture Project (with \$1,440,000 of expected grant payments)
The 2013 actual expense was **\$248,189**

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

Even with a water rate increase, Reserve Funds will be required to balance the 2014 budget.

Cash on hand increased when measured January 1, 2013 to January 1, 2014 in the amount of **\$440,920** due to an Out of District Water Sale (and in spite of the loss of property tax revenue).

The Proposition 218* Cost of Service Rate is:

Administrative Charge	\$580
Per Unit Rate	\$849
Per Acre Foot Rate	\$20

* The Proposition 218 Cost of Service Rate represents the Water Rates **IF** the only source of revenue for the District were water tolls.

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

As Of
December 31, 2013

Equipment Depreciation Reserve	\$	100,000
Emergency Reserve Fund	\$	100,000
Emergency Capital Replacement	\$	200,000
Major Pipeline Reserve	\$	251,000
Future Hydro Construction Reserve	\$	410,480
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>700,130</u>
Total Reserves >	\$	2,766,110

Cash beginning 2013 Budget year:	\$2,325,193
Cash beginning 2014 Budget year:	<u>\$2,766,110</u>
Net gain or (loss):	<u>\$440,917</u>

*Certificates of Deposit

Institution	Issue	Amount	Maturity Date	Yield
Edward Jones Money Market	N/A	\$11,604	N/A	0.01% *
BMW Bank of North America	11/1/2011	\$10,000	2/25/2014	1.36%
First National Bank	11/2/2011	\$15,000	3/17/2014	1.59%
State Bank of India (New York)	11/2/2011	\$10,000	3/24/2014	1.36%
GE Money Bank	11/18/2011	\$10,000	4/8/2014	1.36%
GE Money Bank	7/30/2010	\$33,000	7/30/2014	2.02%
Flushing Savings Bank	11/8/2011	\$7,000	9/17/2014	1.75%
American Express Centurion	11/14/2011	\$20,000	11/17/2014	1.55%
Tri Counties Bank (Money Market)		\$475,876	N/A	0.12% *

* *The remaining funds are invested in interest bearing accounts with the Yuba County Treasurer and checking accounts at Umpqua and Tri Counties Banks.*

2014

WATER TOLLS AND ASSESSMENTS

2014 Water Rates:

Irrigation Season:

- The administrative charge increases by \$6.50 to \$168.50 per account.
- Unit rate of delivered water increases by \$3.50 to \$91.90/unit (10 gpm).
- Acre-foot charge for delivered water increases by \$0.60 \$16.20/acre-foot.

2013-2014 Tax Assessment:

This Tax Assessment ended with the April 2013 payment as the General Obligation Bond that authorized that assessment has been retired (paid in full).

Redhill East Additional Maintenance Assessment:

The water users in the Redhill East service area shall be charged an additional \$117.50 per water user parcel to help offset the unique, additional maintenance costs associated with their delivery system (a \$4.50 increase).

Water service to parcels not within the District's service area will be charged the administrative charge of \$168.50, an infrastructure charge of \$118.00 plus \$198.00/unit or \$22.00/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.

Out of District Unit water users must pay the water toll in full before April 30, 2014 and are not eligible for a prepayment discount.

CAPITAL PURCHASES and SALE OF ASSETS

2014 Capital Purchases

Due to the continuing challenging economic times, the bulk of the 2014 Capital Purchases have been temporarily shifted to the Contingent Purchases page.

Quantity	Description	Amount
1	Next Phase of the Peoria pipeline	\$0
		Moved to Contingent Purch
1	Small Pipeline Projects	\$15,000
1	One/Half Ton Pickup	\$18,500
1	New Building addition for Board Room	\$57,000
1	Tennessee Ditch Hydro Project Permitting	\$100,000
1	Dry Creek Recapture Project (see page 9)	\$1,578,800
		(90% Grant Funded)
	Sub Total >	\$1,769,300
	Expected Grant Funding for Dry Creek Recapture Project >	(\$1,420,900)
	Total >	\$348,400

2014 SALE OF ASSETS

Sale of Assets:

Quantity	Description	Amount	Total
1	1/2 ton pickup	\$1,500	\$1,500
			\$1,500

Large Equipment Inventory

December 31, 2013

<u>Unit#</u>	<u>Model</u>	<u>Year</u>	<u>Year Ending 2012 Mileage</u>	<u>Year Ending 2013 Mileage</u>
1		unassigned		
2	¾ ton 4X4 Ford	2010	31,126	44,296
3	½ ton Ford	2006	49,767	58,361
4	½ ton Ford	2007	103,057	119,980 (to be replaced)
5	½ ton Ford	2010	53,957	74,643
6	½ ton Ford	2009	37,768	47,362
7	½ ton Ford	2004	88,603	100,747
8	½ ton Ford	2006	50,050	59,125
9	1 ton 4X4 Ford	1991	136,725	137,574
10	¾ ton Ford	2008	43,558	49,295
11	½ ton Ford	2013	-	2,067
12	GMC Dump Truck	1991	118,353	125,764
13	Ford Water Truck	1979	143,590	143,590
14	Chevy Trail Blazer	2008	80,882	97,588

<u>Unit</u>	<u>Model</u>	<u>Year</u>	<u>Hours</u>	<u>Hours</u>
Lg. Excavator	John Deere 160D	2008	588	785
M/Lg. Excavator	Cat 307	2003	2,492	2,689
Med. Excavator	Kubota 121	2005	2,088	2,259
Sm. Excavator	Kubota 61	1997	4,857	4,962
Sm. Excavator	Bobcat 331	2007	547	675
Backhoe	Case	1988	3,749	3,760
Loader	Cat	1990	4,183	4,244
Crawler	John Deere	1978	4,479	4,486
Tracked Skid Steer	Bobcat T300	2007	653	750
Mule	Kawasaki	2008	234	254
Quad	Honda	1999	3,052	3,487 (miles)
Saddle Back Pump Engine	John Deere	2002	4,912	6,688

WATER SALES OUT OF DISTRICT

<u>Year</u>	<u>Quantity</u>	<u>Amount</u>
2013	3,703	\$743,087
2012	3,100	\$573,500
2011	0	\$0
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>
Dudley Ridge/Santa Clara	3,100		\$0
Dudley Ridge/Santa Clara	Option Payment		\$10,000
			<u>\$10,000</u>

YUBA RIVER ACCORD PUMPING PROGRAM

2014 Ground Water Substitution Transfer

<u>Source</u>	<u>Quantity</u>	<u>Rate</u>	<u>Total</u>
Pumping at District Well (2013)	603	\$175.00	\$105,525
10% Retention	2,775	\$17.50	\$48,563
			<u>\$154,088</u>
Retentation from 2013 Transfer	331.5	\$175.00	\$58,013
Standby Payment (2014)	1,000	\$4.50	\$4,500
10% Retention (from other pumpers) Annual Standby Payment)	6,960	\$0.50	\$3,480
			<u>\$65,993</u>

The above District 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 by the District) 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

Special Projects

Dry Creek Recapture Project

This project includes a pumping plant and pipeline that during the irrigation season will capture and reuse up to 10 cfs of irrigation return flows from Dry Creek. The agricultural return flows will be pumped to the head of the Pumpline canal to help irrigate rice fields now irrigated exclusively by riparian diversion from the Yuba River. The project consists of the following facilities:

- 1 - Cone Screen Intake Structure
- 1 - Pumping Plant with 60 hp pump
- Approximately 11,500 feet of 24-inch pipeline
- 1 - Discharge Structure
- Air/vacuum relief valves and other appurtenances

Funding for this project comes both a Prop 50 and a Prop 204 grant that together provide 90% of the \$2,000,000 cost for the design, permitting and construction of the project. The remaining 10% will be matching funds from the District.

The District has expended \$421,170 through 2013 and has been refunded \$262,190 of that from the grants. Costs so far have been for design, CEQA and permitting.

For 2014, the District expects to expend \$1,578,800 to complete construction with \$1,420,900 refunded from grant funding (a 10% retention will be held back until the project is complete and is expected to be received in 2015).

Browns Valley Irrigation District

2014 Expense Budget

	2013 Budget	2013 Actual Expense	2014 Budget
Administrative Expenses			
Administrative Payroll	263,000	262,960	365,000
Payroll Burden	130,000	133,327	185,000
Misc. Employee Expense	11,000	12,157	13,000
Insurance (all)	92,000	75,163	78,200
Maint.- Shop & Office	3,000	3,368	3,000
Utilities- Shop & Office	13,000	10,589	11,000
Office Expense	18,000	18,527	19,000
Fees- Legal & Accounting	41,000	31,917	33,000
Fees- Consulting	10,000	9,388	10,000
District Dues & Fees	61,000	57,377	64,000
Annexation/LAFCO	1,000	0	4,500
Taxes	100	0	0
Water Sales out of Dist. Exp	4,000	52,870	4,000
Delta Issues	40,000	17,367	40,000
Long Term Debt	0	0	0
Total Administrative Expenses >	687,100	685,010	829,700
Operational Expenses			
Operational Payroll	458,000	474,284	454,518
Payroll Burden	226,000	240,474	230,000
Maint.- Equipment	5,000	10,166	10,000
Maint.- Pumps	2,000	6,477	2,000
Maint.- Trucks	7,000	7,230	8,000
Hydro Expense	81,000	133,889	108,000
Distribution Maint.	55,000	109,323	57,000
Utilities- Electric Pumps	145,000	146,319	152,000
Supplies- Fuel & Oil	55,000	58,206	60,000
Supplies- Small Tools	1,000	1,183	1,000
Radio Expense	200	547	800
Water Purchases	18,000	9,650	18,000
Total Operational Expenses >	1,053,200	1,197,748	1,101,318
Capital Purchase			
Capital Purchases	0	24,976	0 (see page 5)
Tennessee Ditch Hydro	100,000	59,004	100,000
Redhill East Upgrade	5,000	71	0
New Board Room addition	0	0	57,000
Small Pipeline Projects	15,000		15,000
Pickup Truck (1)	18,500	16,945	18,500
Peoria Pipeline	0	47,347	0
Power Broom (Skid Steer)	0	6,988	0
Dry Creek Recapture	900,000	92,858	1,578,800
Total Capital Expenses >	1,038,500	248,189	1,769,300
Total Expenses >	2,778,800	2,130,947	3,700,318

2014 BUDGET PROJECTIONS

EXPENSES:

Administrative Payroll – Increased from 2013 due to wage adjustments.

Payroll Burden – Percentage of Gross Payroll.

Miscellaneous Employee Expense – Uniforms, dues, pesticide meetings, conference, etc.

Insurance – Slight increase over 2013 Actual.

Maintenance, Shop & Office – Same as 2013 Budget.

Utilities, Shop and Office – Small increase from 2013 Actual.

Office Expense – Small increase from 2013 Actual.

Fees, Legal & Accounting – Small increase from 2013 Actual. Could go over budget.

Fees, Consulting – Same as 2013 Budget.

District Dues & Fees – Increased from 2013 Budget.

Annexation/LAFCO – Increased as action is expected this year.

Taxes – Fire fees no longer collected by the County.

Water Sales out of Dist. Exp. – 2013 Actual included payments to YCWA for 2013 Conserved Water Transfer. Minimum amount for 2014 includes only well monitoring in D-10.

Delta Issues – Same as 2013 Budget due to BDCP review and expected comments.

Long Term Debt – None at this time.

Operational Payroll – For 2013, depicts two (2) open crew positions.

Payroll Burden – Percentage of Gross Payroll.

Maintenance, Equipment – Slight decrease from 2013 Actual.

Maintenance, Pumps – Same as 2013 Budget.

Maintenance, Trucks – Small increase from 2013 Actual.

Hydro Expense – Adjusted for FERC Part 12D inspection and required work.

Distribution System Maintenance – Small increase from 2013 Budget.

Utilities, Electric Pumps – Small increase from 2013 Actual. May vary due to differences in water year type (pumping demand).

Supplies, Fuel/Oil – Slight increase from 2013 Actual.

Supplies, Small Tools – Same as 2013 Budget.

Radio Expense – Includes a new radio for the Assistant General Manager vehicle.

Water Purchases – From YCWA.

Tennessee Creek Hydro – Permitting/Interconnection/CEQA costs only.

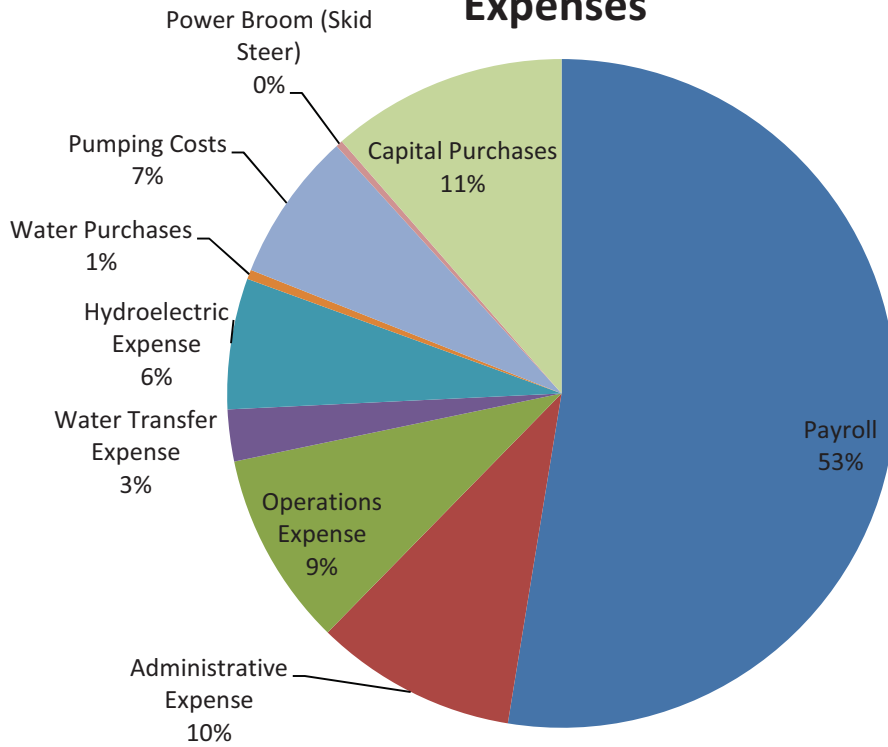
Redhill East Upgrade – Complete.

Small Pipeline Projects – Placeholder only.

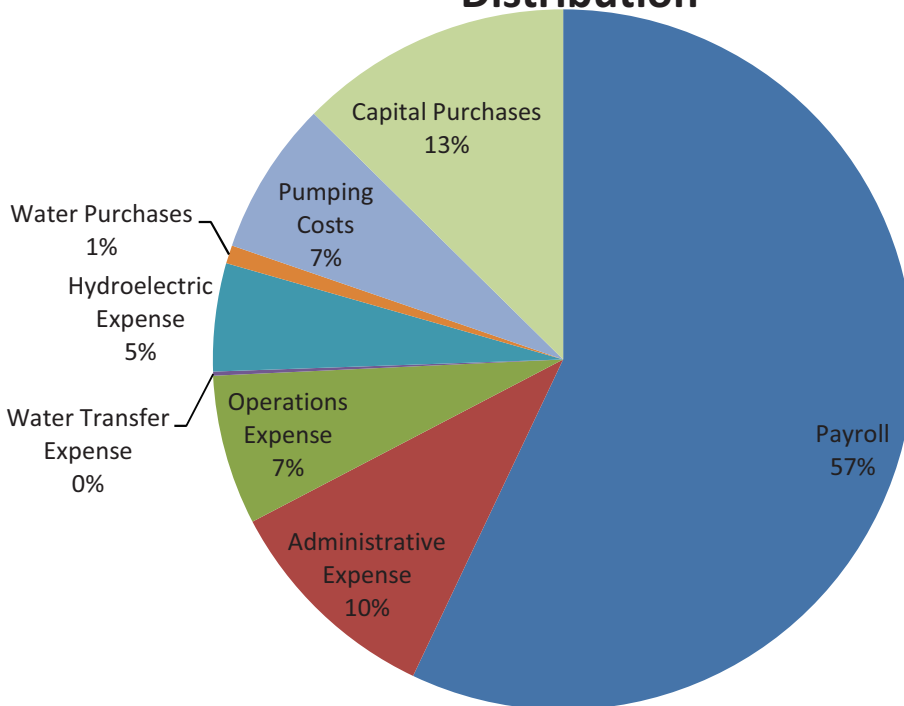
Replace Pickup Truck – One in this year's budget.

Dry Creek Recapture Project – Includes grant funded costs.

2013 Actual Expenses



2014 Expenses Distribution



YEARLY FIXED EXPENSES

2014

<u>To</u>	<u>For</u>	<u>Due</u>	<u>Amount</u>
NCWA	Membership Dues	1-Jan	\$ 8,790.00
WREGIS	Renewable Hydro Dues	1-Mar	\$ 850.00
DWR	Dam Fees	1-May	\$ 19,400.00
NCWA	Membership Dues	1-Jul	\$ 8,790.00
ACWA	Membership Dues	1-Dec	\$ 8,070.00
SWRCB	Water Rights Fees	1-Dec	\$ 6,840.00
Yuba County	Encroachment Permit	31-Dec	\$ 2,030.00
YCWA	Water Purchase	31-Dec	<u>\$ 9,650.00</u>
			<u>\$ 64,420.00</u>

RECAP OF LONG TERM DEBT OWED BY DISTRICT

As of January 1, 2014

<u>Project</u>	<u>Purchase Price</u>	<u>Interest Rate</u>	<u>2013 Balance</u>
None	\$0.00		\$0.00
Totals >	<u>\$0.00</u>		<u>\$0.00</u>

Browns Valley Irrigation District

2014 Income Budget

	Income Item	2013 Budget	2013 Actual	2014 Budget
Administrative Income	Administration Charge	\$203,000	\$207,522	\$215,800
	Accord Conjunctive Use	\$9,200	\$267,610	\$66,000
	Standby Charges	\$4,200	\$3,000	\$3,800
	Refunds	\$14,900	\$42,785	\$14,900
	Tax Revenue	\$101,000	\$91,384	\$0
	Rental Income	\$10,800	\$9,745	\$10,800
	Collins Lake Rec. Lease	\$62,800	\$65,884	\$56,500
	Interest Income	\$14,800	\$19,383	\$18,400
	Miscellaneous Income	\$0	\$6,178	\$0
	Total Administrative Income >	\$420,700	\$713,491	\$386,200
Operational Income	Water Sales- In District	\$541,700	\$545,023	\$557,200
	Water Sales- Out of District	\$6,900	\$728,279	\$17,000
	Power Sales	\$300,000	\$268,612	\$134,300
	PG&E Water Use Contract	\$472,100	\$472,140	\$1,052,500
		Total Operational Income >	\$1,320,700	\$2,014,054
Capital Income	Sale of District Assets	\$8,000	\$1,700	\$1,500
	Project Pipeline Income (Connections)	\$38,000	\$42,090	\$38,000
	Spring Valley Project	\$7,720	\$7,720	\$7,720
	Grant Income	\$810,000	\$0	\$1,420,900
		Total Capital Income >	\$863,720	\$51,510
	Total Income >	\$2,605,120	\$2,779,055	\$3,615,320

Yearly Fixed Income

2014

From	Amount	Due Date
PG&E (Power Contract #1) (was \$74,000/yr)	\$ -	ended
PG&E (Power Contract #2)	\$ 433,500	5/1
	Total > \$ 433,500	

2014 BUDGET PROJECTIONS

INCOME:

Administrative Income:

Water Administration Charge – Reflects a 4% increase from 2013.

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

Standby Charges – Small increase from 2013 Actual due to the Yuba River Properties Will Serve.

Refunds – JPIA insurance refund etc.

Tax Revenue – Zeroed out for 2014.

Rent – Rents from the rental property.

Collins Lake Rec. Lease – Slight decrease from 2012 Budget.

Interest Income – Based on the current interest rates. (Includes \$880 from CD's that mature this year)

Miscellaneous Income – Zero Budget.

Operational Income:

Water Sales- In District – Reflects a 4% increase from 2013.

Water Sales- Out of District – Includes local deliveries.

Power Sales – Half of 2013 Actual due to drought conditions.

PG&E Water Use Contract – Increases each year (this includes the first year of the “bridge” contract).

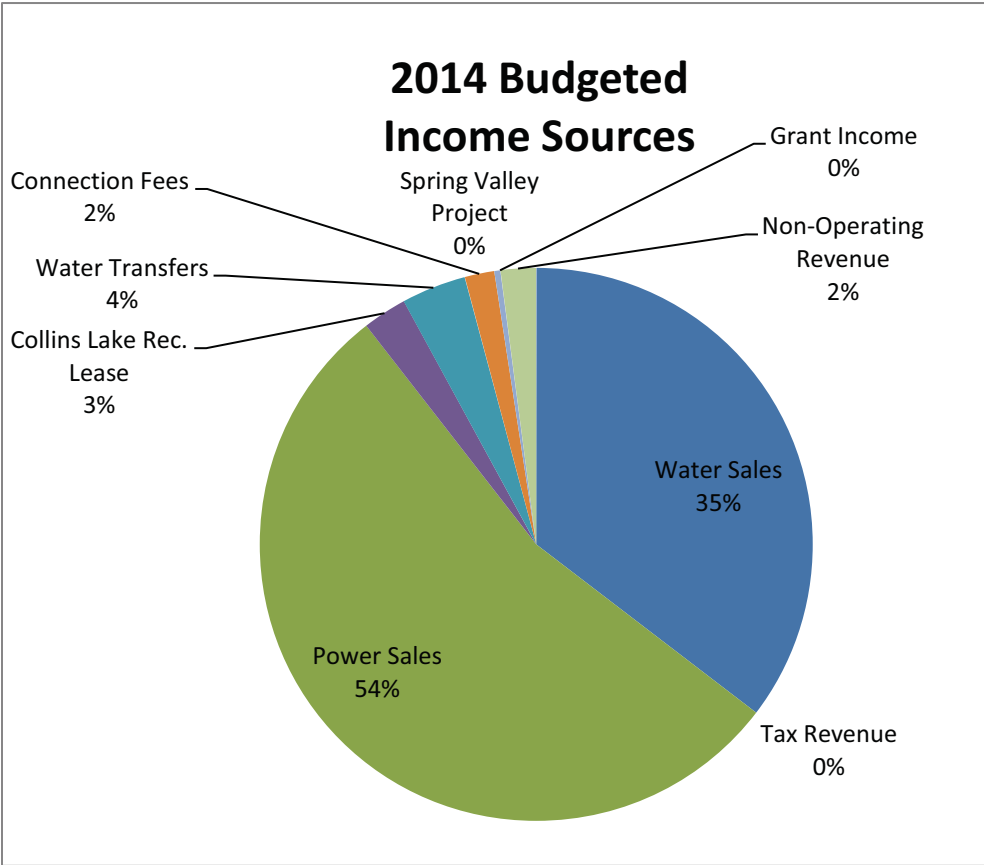
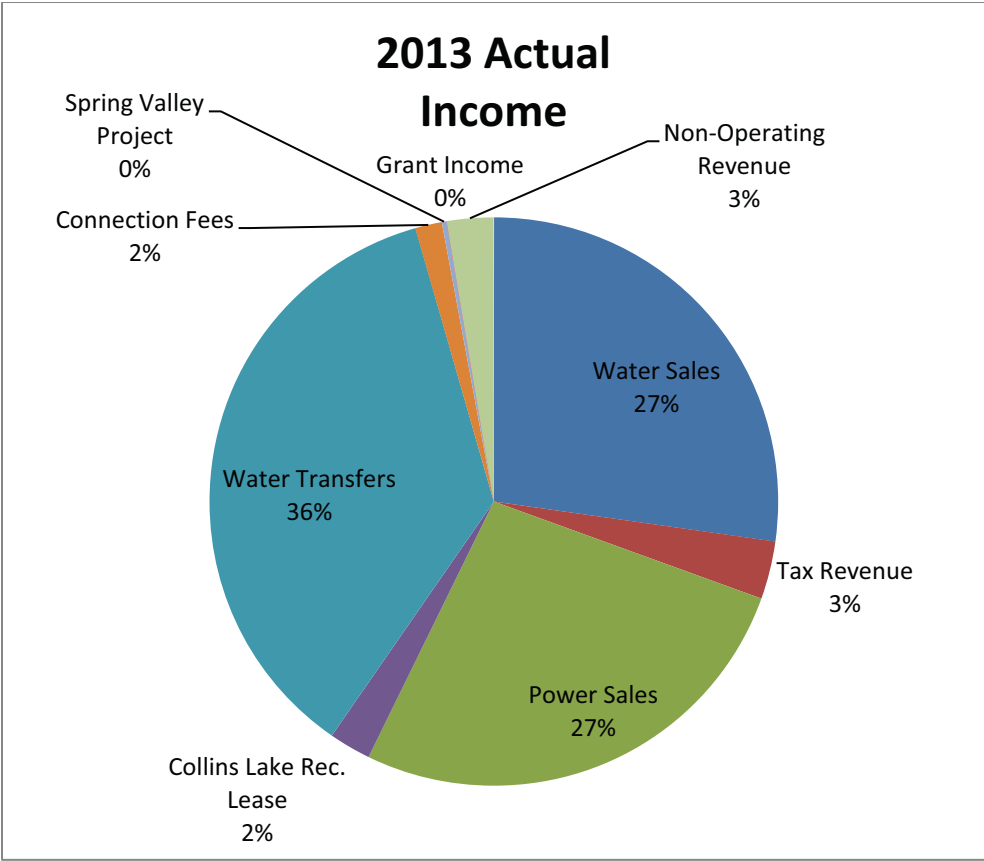
Capital Income:

Sale of District Assets – Sale of 1 pickup truck.

Project Pipeline Income – Decrease over 2013 Actual.

Spring Valley Project – Annual Water Availability Charge.

Grant Income – From the Dry Creek Recapture Project (90% of expected expense).



BUDGET STAFFING – BUDGET YEAR 2014

General Manager	1 employee
Temporary Assist. General Mgr.	1 employee
Operations Manager	1 employee
Office Manager	1 employee
GIS/Planner	1 employee
Utility Worker II Leadman	1 employee
Utility Worker II	5 employees
Utility Worker I	1 employee
Utility Worker (Currently Vacant)	2 employees
	<hr/>
	14 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.

Managerial Salaries for 2014

General Manager/Secretary	\$119,704.00 per annum
Temporary Assist. General Mgr.	\$87,125.00 per annum
Operations Manager	\$83,200.00 per annum
Office Manager/Clerk	\$66,622.40 per annum
GIS Technician	\$61,588.80 per annum

Board Member Stipend

Each of the (five) Board of Directors is paid a stipend of \$500 per month (as an employee of the District).

WAGE STEPS

Hourly rates as set in the January 1, 2014 through December 31, 2014 portion of the 2014/2016 Contract (Includes a 2.5% COLA)

	<u>Step 1</u>	<u>Step 2</u>	<u>Step 3</u>	<u>Step 4</u>
<u>Utility Worker I</u>	\$20.38	\$21.45	\$22.49	\$23.61
<u>Utility Worker II</u>	\$21.45	\$22.49	\$23.61	\$24.78
<u>Utility Worker II Leadman</u>	\$24.67	\$25.88	\$27.14	\$28.47

Seasonal and Temporary

Seasonal - Step 1 of Utility Worker I position
Office Temp. \$16.91 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*- \$500

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

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.

Cost of Service Rate - The water rate that the District would need to charge if water tolls were the only revenue received by the District (as allowed by Proposition 218).

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.

Proposition 218 – Approved in 1996 and redefined in 2000 by the California Supreme Court. Prop. 218 requires local governments to inform property owners of proposed rate increases, as well as their right to protest the rate increase and also what costs those rates can be used to offset.

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.

Unit – (water flow rate) The water delivery measurement expressed as a flow rate of 10 gallons per minute (per unit).

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

2014 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 back to the Board for consideration.

Although no agreements are in place during the preparation of the 2014 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)	\$120,000
1	Next Phase of the Peoria pipeline	\$150,000
		<u>\$276,000</u>