

Handout Agenda item 5  
May 16, 2019

**LAS GALLINAS VALLEY SANITARY DISTRICT  
2019-20 RESERVE BUDGET PROJECTION  
PRESENTED MAY 16, 2019**

Revenue Description	2017-18 Actual	2018-19 Projected Actual <sup>(1)</sup>	2019-2020 Proposed Budget <sup>(1)</sup>	2021-2022 Projection of Transactions	2009 RESERVE TARGET
<b>Cash Reserves</b>					
Cash at the beginning of year	23,093,006	25,673,368	30,000,000	25,000,000	
<b>UTILIZATION OF BOND FUNDS AND RESERVES</b>					
Working Cash Flow	2,607,084	2,907,084	3,207,084	3,507,084	\$ 5,930,000 <sup>(2)</sup>
Unallocated Reserves to Purchase Capital		4,918,783	2,496,331	2,496,331	
Rate Stabilization	300,000	300,000	300,000	300,000	300,000
Emergency Repair	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Prior Year Capital Project Carryover	2,300,367	4,375,066	10,592,150 <sup>(3)</sup>	4,000,000	4,000,000
Marin Lagoon Reserve Fund	74,000	74,000	74,000	74,000	
Captains Cove Reserve Fund	2,695	2,695	2,695	2,695	
STPURW Project	-	-	-	4,000,000	-
<b>RESERVES</b>	<u>6,284,146</u>	<u>13,577,628</u>	<u>17,672,260</u>	<u>15,380,110</u>	<u>\$ 11,230,000</u>
<b>Unreserved Cash at end of year</b>	<u>16,808,860</u>	<u>12,095,740</u>	<u>12,327,740</u>	<u>13,619,890</u>	
<b>Construction of STPURW Project</b>					
Beginning Cash in LAIF - Restricted - Bonds	40,090,584	33,955,240	13,459,876	\$ 40,090,584	
Grants	0	-	847,150	847,150	
Interest Earned on Unspent Bond Funds					
Transfers from Bond Fund	6,135,344	20,495,364	12,961,485	\$ 39,592,193	
Capital Facilities Fund	-	-	-	\$ -	
<b>Total Utilization of Bond and Reserves</b>	<u>33,955,240</u>	<u>13,459,876</u>	<u>1,345,541</u>	<u>1,345,541</u>	
<b>Other Sources of Funds</b>					
I-Bank Loan	0	12,000,000	12,000,000	<u>12,000,000</u>	
<b>Total Balance Left of Revenue Bond Reserves</b>				<u>13,345,541</u>	

(1) Based on 2009 Reserve Target Approved by the Board. (Projecting an increase of \$300,000)

(2) Staff Recommends revisiting rationale for this reserve level.

(3) See Capital Detail for these numbers.

**LAS GALLINAS VALLEY SANITARY DISTRICT  
REVENUE, EXPENSES, DEBT SERVICE COVERAGE  
PRESENTED MAY 16, 2019**

Revenue Description	2017-18 Final Actual	2018-19 Projected Actual	2019-2020 Proposed Budget	Change	% Change from PY
<b>OPERATING REVENUE</b>					
User Charges	\$ 13,634,548	\$ 14,220,000	\$ 14,602,912	\$ 382,912	2.69%
Educational Revenue Augmentation Fund	372,411	319,000	325,000	\$ 6,000	1.88%
Recycled Water	61,080	39,000	42,000	\$ 3,000	7.69%
Franchise Fees	25,000	70,000	149,422	\$ 79,422	113.46%
Inspections/Permits/Application Fee	11,678	22,038	8,500	\$ (13,538)	-61.43%
Interest	425	531	500	\$ (31)	-5.89%
Interest on Reserves	269,180	388,665	400,000	\$ 11,335	2.92%
Suppl. Property Tax Assess.	27,670	13,000	16,000	\$ 3,000	23.08%
Homeowner Property Tax Relief	4,354	3,240	4,300	\$ 1,060	32.70%
Private Sewer Lateral Assistance Program	101,368	87,721	80,000	\$ (7,721)	-8.80%
Reimbursement for Lateral Repairs		0	0	\$ -	0.00%
Miscellaneous Revenue	29,521	1,575	-	\$ (1,575)	-100.00%
Sale of Assets	29,012	75	-	\$ (75)	-100.00%
Operating Transfer In	-	-	-	\$ -	0.00%
<b>TOTAL OPERATING REVENUES</b>	<u>14,566,247</u>	<u>15,164,845</u>	<u>15,628,634</u>	\$ 463,789	3.06%
Property Tax	890,205	888,554	875,000	\$ (13,554)	-1.53%
Marin Municipal Water District	<u>455,057</u>	<u>463,145</u>	<u>463,353</u>	\$ 208	0.04%
Net Revenues	<u>15,911,509</u>	<u>16,516,544</u>	<u>16,966,987</u>		
<b>TOTAL OPERATING EXPENDITURES</b>	<u>\$ 6,127,621</u>	<u>6,366,788</u>	<u>7,158,015</u>	\$ 791,227	
<b>NET POSITION</b>	<u>\$ 9,783,888</u>	<u>\$ 10,149,756</u>	<u>\$ 9,808,971</u>	\$ (340,785)	
<b>DEBT EXPENDITURES</b>	<u>\$ 3,920,960</u>	<u>\$ 3,990,565</u>	<u>\$ 4,617,777</u>	\$ 627,212	
Convenant Regarding Gross Revenues	<u>250%</u>	<u>254%</u>	<u>212%</u>		
<b>125% Requirement</b>					