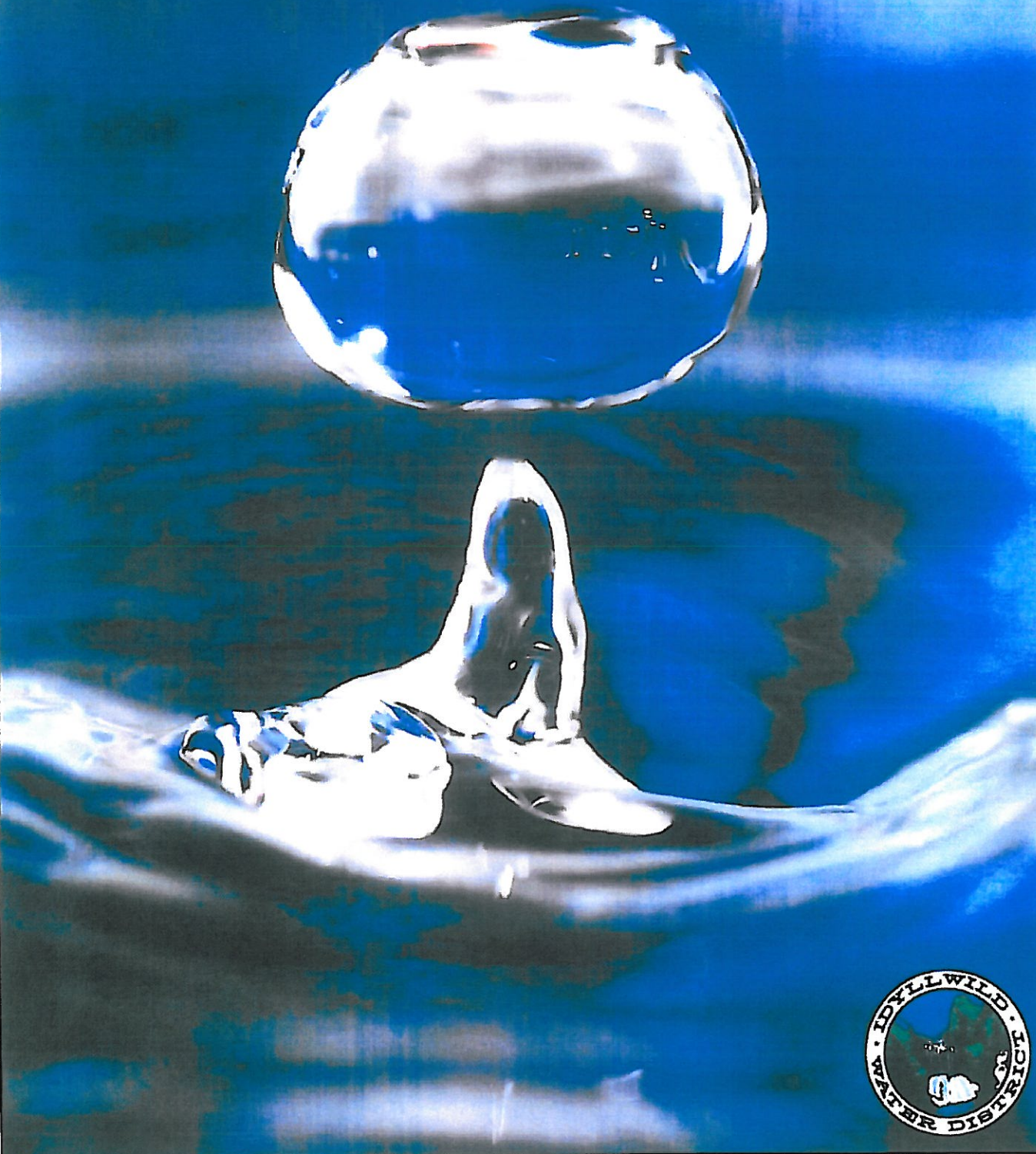


**IDYLLWILD WATER DISTRICT
FISCAL YEAR 2023 / 2024 BUDGET**





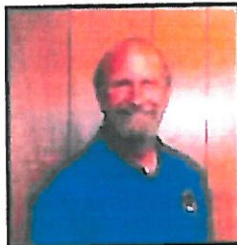
IWD Board Members



Dr. Charles Schelly, President



Peter Szabadi, Vice President



Steve Kunkle, Director



Steve Olson, Director



Director



Idyllwild Water District

The district operates under the authority of Section 30000, Division 12 of the California Water Code and engages in water and wastewater activities which are classified as "proprietary". These activities are accounted for much like that of a private business and use the full accrual method of accounting for financial transactions. The major activities include production and treatment of groundwater; sale and delivery of water to domestic and commercial accounts; and collection, treatment, and disposal of wastewater.

Idyllwild Water District (IWD) provides water services to 1,676 customers and sewer services to 587 customers within a population of 3,000 for Idyllwild in the County of Riverside. In performing these services IWD operates and maintains a complex system of water distribution with seven water pressure zones. This includes five water treatment systems and eleven water storage tanks. We have a wastewater treatment facility that is permitted to handle 250,000 gallons a day for our sewer customers. IWD employs 11 people to operate both our water and sewer operations.

The Idyllwild County Water District was approved by the voters in 1956 as a legal entity to provide water services. The 130,000 feet of water lines and 63,000 feet of sewer lines are located within 9 square miles.

Covering an area of 1,592 acres. Water and sewer services are provided to a combination of residential, commercial, and industrial customers. Treated well water from our 28 wells is distributed to individual customers living in the community of Idyllwild. For the first 5 years IWD's main responsibility was to provide water services and later in 1966 constructed its wastewater plant and the sewer collection system. Later the County was dropped from its name to become the Idyllwild Water District.

IWD constructed a 42kW solar system at Foster Lake to operate six wells and a water treatment plant. The district has many other water facilities in the Foster Lake area. The 18,000,000-gallon Foster Lake is used to collect and store 40-acre feet (AF) of water annually from Lilly Creek. We pump creek water from our Strawberry Creek Diversion to Foster Lake for additional water storage. The lake percolates the stored water into the surrounding ground water and in turn provides groundwater for the District's wells in the area. IWD operates the diversion using its pre-1914 water right from Strawberry Creek. IWD uses a permit from the State Water Division of Water Rights for its 40 AF of Lilly Creek water. Foster Lake is man-made and has an earth dam to contain the 18,000,000 gallons of water. The dam was built in 1945 and has not had any problems related to earthquakes, fires, or floods.

IDYLLWILD WATER DISTRICT
Budget For Revenues & Expenses
Fiscal Year 2023-2024

Category	Operating Services		Total
	Water	Sewer	
Operating Revenue			
Water Base Rate Commercial	\$284,433		\$284,433
Water Base Rate Residential	\$817,205		\$817,205
Water Sales Commercial	\$348,500		\$348,500
Water Sales Residential	\$456,130		\$456,130
Sewer Base Fees Commercial		\$565,739	\$565,739
Sewer Base Fees Residential		\$276,721	\$276,721
Other Fees and Charges	\$9,750	\$360	\$10,110
Total Operating Revenue	\$1,916,018	\$842,820	\$2,758,838
Non-Operating Revenue			
Property Taxes Assessments	\$392,000	\$149,000	\$541,000
Standby Charges Assessments	\$19,000	\$5,250	\$24,250
Interest Income Earned	\$8,500	\$8,600	\$17,100
Other Non-Operating Revenue	\$2,500	\$0	\$2,500
Total Non-Operating Revenue	\$422,000	\$162,850	\$584,850
Total Revenues	\$2,338,018	\$1,005,670	\$3,343,688
Operating Expense			
Water Operations Expenses (Less Depreciation)	\$1,696,015		\$1,696,015
Sewer Operations Expenses (Less Depreciation)		\$585,227	\$585,227
Total Operating Expense	\$1,696,015	\$585,227	\$2,281,242
Non-Operating Expense			
Loan Interest Expense	\$0	\$0	\$0
Miscellaneous Expense	\$0	\$0	\$0
Total Non-Operating Expense	\$0	\$0	\$0
Other Commitments			
OPEB Obligation Expense	\$60,000	\$20,000	\$80,000
Total Other Commitments	\$60,000	\$20,000	\$80,000
Total Expenses	\$1,756,015	\$605,227	\$2,361,242
Net Operating Margin	\$582,003	\$400,443	\$982,446
Capital Commitments			
Capital Improvements And Equipment By IWD	\$750,000	\$315,000	\$1,065,000
Total Capital Commitments	\$750,000	\$315,000	\$1,065,000
Net Fund Contribution / Deficit*	-\$167,997	\$85,443	-\$82,554
Beginning Reserve Fund Balance			\$3,000,000
Projected Ending Reserve Fund Balance			\$2,917,446

*Note: Net Deficit will be cover from the Reserve

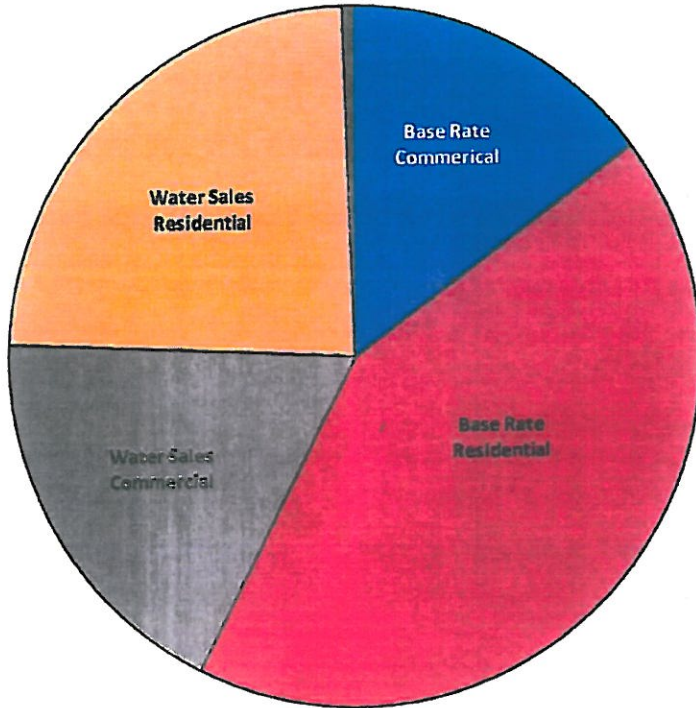
IDYLLWILD WATER DISTRICT
WATER FUND INCOME STATEMENT
 YEAR ENDING JUNE 30, 2024

	2021/2022	2022/2023	2023/2024	FY 22/23 - 23/24
	Last Year	Current Year	Future Year	Percentage
	Actual	Projected	Budgeted	Change
Income				
4201 Water Base Rate - Commercial	237,696	263,364	284,433	8.00%
4202 Water Base Rate - Residential	689,508	756,672	817,205	8.00%
4203 Water Sales - Commercial	316,681	340,000	346,500	2.50%
4204 Water Sales - Residential	440,000	445,000	456,130	2.50%
4205 Water Sales - Construction	1,500	1,700	1,700	0.00%
4206 Water Sales - Other	2,555	3,000	3,000	0.00%
4208 Water Transfer Fees	1,000	1,200	1,200	0.00%
4209 Water Turn On/Off Fees	200	220	220	0.00%
4210 Water Will Serve Letter Fees	450	450	450	0.00%
4212 Water Installation Fees	1,800	2,000	2,000	0.00%
4213 Water Lien Fees	160	180	180	0.00%
4214 Water Other Fees & Charges	900	1,000	1,000	0.00%
Total Income	\$ 1,692,450	\$ 1,814,786	\$ 1,916,018	5.58%
5400 - WATER OPERATING EXPENSES				
5405 Office Cleaning Services	2,400	3,600	3,800	-5.26%
5403 Engineering Services	7,065	6,500	6,900	5.80%
5404 Legal Services	117,250	65,000	70,000	7.14%
5405 State & County Water System Fees	36,370	69,000	73,000	5.48%
5406 General Plant Expense	105,514	125,000	132,000	-5.30%
5407 Minor Equipment / Parts	320	380	400	-5.00%
5408 Vehicle Repairs & Maintenance	6,820	43,563	25,000	74.25%
5410 Utilities - Electricity	67,484	78,000	81,000	3.70%
5411 Utilities - Gas & Fuel	5,928	6,500	8,600	24.42%
5412 Utilities - Propane	5,980	6,000	6,900	13.04%
5414 Telephone & Internet	10,130	11,325	11,500	1.52%
5415 Retirement and Life Insurance	57,800	59,620	63,000	5.37%
5417 Water Computer Services	14,850	21,000	24,000	-12.50%
5418 Water Board Reimbursement	1,950	2,000	2,050	2.44%
5419 Water Other Operating Expenses*	3,700	3,850	3,950	2.53%
5420 Accounting & Auditing	9,650	14,620	16,700	-12.46%
5421 Postage & Postage Fees	9,870	11,250	12,350	8.91%
5422 Office Supplies	25,808	19,650	21,340	7.92%
5423 Traveling and Mileages	3,400	3,620	3,750	3.47%
5425 Equipment Maintenance	3,520	3,680	4,000	8.00%
5426 Medical Insurance	132,000	152,000	165,000	7.88%
5427 Worker's Compensation Insurance	6,250	7,500	8,200	8.54%
5428 Retiree Health Insurance	28,500	32,600	34,400	-5.23%
5429 Dues, Fees, Subscription	26,797	26,900	28,000	3.93%
5430 Advertising & Publishing	9,135	12,200	13,300	-8.27%
5431 Leasing Equipment	250	350	375	-6.67%
5432 Utilities Trash Fee	2,240	2,600	2,800	7.14%
5433 Bank Fee Charge	3,650	7,850	8,500	7.65%
5435 Auto & General Insurance	35,000	36,000	38,000	-5.28%
5438 Payroll and Wages	685,000	695,000	756,000	-8.07%
5438 Laboratory Services	37,000	38,000	43,000	11.63%
5440 Compensated Time	12,500	14,000	14,800	5.41%
5441 Uniform Expenses	3,000	3,500	3,800	7.89%
5442 Property Tax Expenses	520	620	650	-4.62%
5445 Water Security System (ADT)	2,600	2,950	3,150	-8.35%
5446 Training and Seminars	5,100	5,600	5,800	-3.45%
5600 Water Depreciation	249,704	255,000	258,000	1.16%
Total Water Operating Expenses	\$ 1,735,065	\$ 1,846,828	\$ 1,954,015	-5.49%
Net Ordinary Income	\$ (42,615)	\$ (32,042)	\$ (37,997)	-15.67%
Other Income / Expense				
Other Income				
4901 Water Taxes & Assessments	320,000	370,000	392,000	5.61%
4903 Water Stand By Assessments	17,993	18,173	19,000	4.35%
4904 Water Interest Earned	21,000	8,000	8,500	5.88%
4919 Water Other Non-Operating Revenue	92,000	2,000	2,500	20.00%
Total Other Income	\$ 450,993	\$ 398,173	\$ 422,000	5.65%
Net Income	\$ 408,378	\$ 366,131	\$ 384,003	4.66%

**IDYLLWILD WATER DISTRICT
CAPITAL EXPENDITURES FOR WATER FUND
FOR BUDGET YEAR ENDING JUNE 30, 2024**

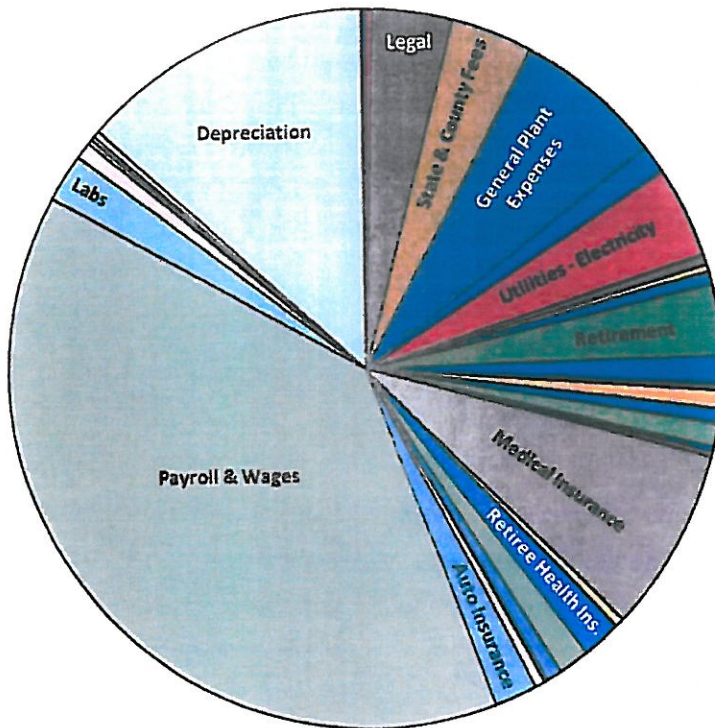
CAPITAL EXPENDITURE DESCRIPTION	CAPITAL EXPENDITURE FINANCE BY IWD
<u>SOURCE OF SUPPLY (G/L #1321):</u>	
1 - Strawberry Creek Pipeline Project - Diversion	\$500,000
TOTAL SOURCE OF SUPPLY	\$500,000
<u>STORAGE TANKS (G/L #1324):</u>	
2 - Recoating Foster Lake Tank (Tank #3)	\$250,000
TOTAL STORAGE TANKS	\$250,000
<u>TRANSMISSION AND DISTRIBUTION (G/L #1324):</u>	
TOTAL TRANSMISSION AND DISTRIBUTION	\$0
<u>WATER TREATMENT PLANT (G/L #1325):</u>	
TOTAL WATER TREATMENT PLANT	\$0
<u>GENERAL PLANT - STRUCTURES, POWER & OTHER EQUIPMENT:</u>	
TOTAL GENERAL PLANT - STRUCTURES, POWER & OTHER EQUIPMENT	\$0
TOTAL WATER FUND CAPITAL IMPROVEMENT AND EQUIPMENT EXPENDITURES	\$750,000

WATER INCOME FY 2023 - 2024 BUDGET



- 4201 - Water Base Rate - Commercial
- 4202 - Water Base Rate - Residential
- 4203 - Water Sales - Commercial
- 4204 - Water Sales - Residential
- 4205 - Water Sales - Construction
- 4206 - Water Sales - Other
- 4208 - Water Transfer Fees
- 4209 - Water Turn On/Off Fees
- 4210 - Water Will Serve Letter Fees
- 4212 - Water Installation Fees
- 4213 - Water Lien Fees
- 4214 - Water Other Fees & Charges

WATER OPERATING EXPENSES FY 2023 - 2024 BUDGET



- 5025 - Office Cleaning Services
- 5403 - Engineering Services
- 5404 - Legal Services
- 5405 - State & County Water System Fees
- 5406 - General Plant Expense
- 5407 - Minor Equipment / Parts
- 5408 - Vehicle Repairs & Maintenance
- 5410 - Utilities - Electricity
- 5411 - Utilities - Gas & Fuel
- 5412 - Utilities - Propane
- 5414 - Telephone & Internet
- 5415 - Retirement and Life Insurance
- 5417 - Water Computer Services
- 5418 - Water Board Reimbursement
- 5419 - Water Other Operating Expenses*
- 5420 - Accounting & Auditing
- 5421 - Postage & Postage Fees
- 5422 - Office Supplies
- 5423 - Traveling and Mileages
- 5425 - Equipment Maintenance
- 5426 - Medical Insurance
- 5427 - Worker's Compensation Insurance
- 5428 - Retiree Health Insurance
- 5429 - Dues, Fees, Subscription
- 5430 - Advertising & Publishing
- 5431 - Leasing Equipment
- 5432 - Utilities Trash Fee
- 5433 - Bank Fee Charge
- 5435 - Auto & General Insurance
- 5436 - Payroll and Wages
- 5438 - Laboratory Services
- 5440 - Compensated Time
- 5441 - Uniform Expenses
- 5442 - Property Tax Expenses
- 5445 - Water Security System (ADT)
- 5446 - Training and Seminars
- 5600 - Water Depreciation

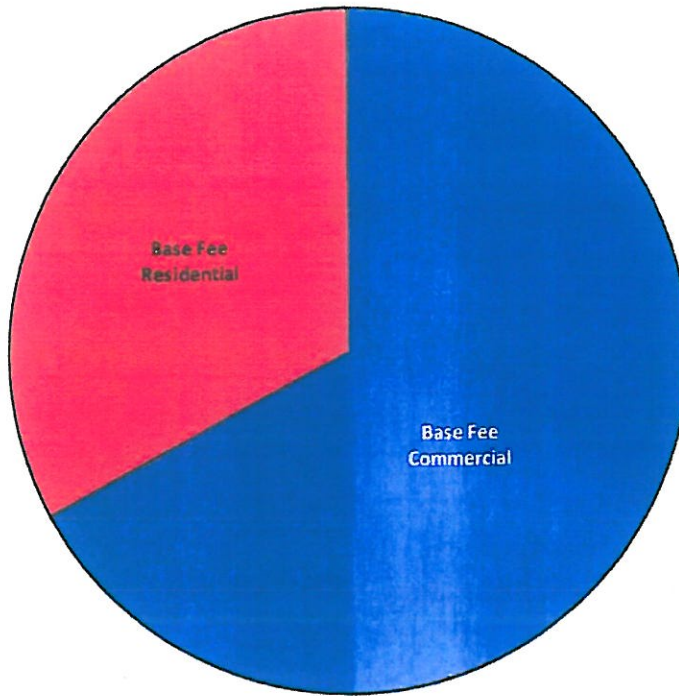
IDYLLWILD WATER DISTRICT
SEWER FUND INCOME STATEMENT
YEAR ENDING JUNE 30, 2024

	FY 21/22	FY 22/23	FY 23/24	FY 22/23 - 23/24
	Last Year	Current Year	Future Year	Percentage
	Actual	Projected	Budgeted	Change
Income				
4101 Sewer Base Fees - Commercial	487,599	500,654	565,739	13.00%
4102 Sewer Base Fees - Residential	236,747	244,886	276,721	13.00%
4108 Sewer Transfer Fees	240	250	250	0.00%
4109 Sewer Other Fees, Refunds	110	110	110	0.00%
Total Income	\$ 724,696	\$ 745,900	\$ 842,820	12.99%
6400 - SEWER OPERATING EXPENSES				
5005 Uniforms Expense	820	820	860	-4.65%
5008 Board of Directors Reimbursement	660	1,670	1,800	-7.22%
6400 Payroll	162,300	178,530	192,812	-7.41%
6404 Retirement and Life Ins	14,200	15,478	16,871	-8.26%
6405 Treatment Fees	1,250	1,280	1,344	-4.76%
6406 General Plant Expense	48,500	62,500	67,280	-7.10%
6408 Vehicle Repairs & Maint.	2,750	29,616	14,250	107.83%
6410 Utilities-Electricity	52,000	69,500	82,000	-15.24%
6411 Utilities-Gas & Fuel	3,850	3,950	4,250	-7.06%
6413 Sewer Utilities-Telephone	3,600	9,831	10,250	-4.09%
6415 Legal Services	12,000	14,500	15,500	-6.45%
6417 Computer Services	5,800	14,400	16,200	-11.11%
6419 Cleaning Line Expenses	860	920	980	-6.12%
6420 Accounting & Audit Service	4,500	6,126	6,800	-9.91%
6421 Postage & Mail Fee	2,650	3,200	3,900	-17.95%
6422 Office Supplies	3,950	2,850	3,900	-26.92%
6423 Medical Insurance	52,000	54,000	59,000	-8.47%
6426 Worker's Comp Insurance	2,000	3,744	3,900	-4.00%
6428 Retiree Health Insurance	13,200	13,520	14,500	-6.76%
6429 Dues, Fees & Subscription	11,300	4,700	5,350	-12.15%
6430 Advertising & Publishing	1,700	1,800	1,850	-2.70%
6431 Sewer Maintenance	1,750	2,000	2,200	-9.09%
6432 Utilities - Trash Fee	860	1,050	1,100	-4.55%
6433 Bank Fee Charge	480	520	590	-11.86%
6435 Auto & General Insurance	9,800	20,256	24,560	-17.52%
6438 Laboratory Service	16,500	12,500	14,500	-13.79%
6441 Removal Disposal Fee	5,850	5,850	5,850	0.00%
6443 Consulting & Engineering	4,000	4,400	4,400	0.00%
6444 Traveling and Entertainment	790	800	850	-5.68%
6445 Security System	580	600	680	-11.76%
6446 Depreciation	26,000	28,000	30,000	-6.67%
6448 Training & Seminar Expenses	6,500	5,800	6,900	-15.94%
Total Sewer Operating Expenses	\$ 473,000	\$ 574,711	\$ 615,227	-6.59%
Net Ordinary Income	\$ 251,696	\$ 171,189	\$ 227,593	24.78%
Other Income / Expense				
Other Income				
4801 Sewer Taxes & Assessments	128,454	146,000	149,000	2.01%
4803 Sewer Stand By Assessments	4,947	5,150	5,250	1.90%
4804 Sewer Interest Earned	14,000	8,000	8,600	6.98%
4805 Sewer Facilities Charges	-	-	-	
4819 Sewer Other Non-Operating Revenue	-	-	-	
Total Other Income / Expense	\$ 147,401	\$ 159,150	\$ 162,850	2.27%
Net Income	\$ 399,097	\$ 330,339	\$ 390,443	15.39%

**IDYLLWILD WATER DISTRICT
CAPITAL EXPENDITURES FOR SEWER FUND
FOR BUDGET YEAR ENDING JUNE 30, 2024**

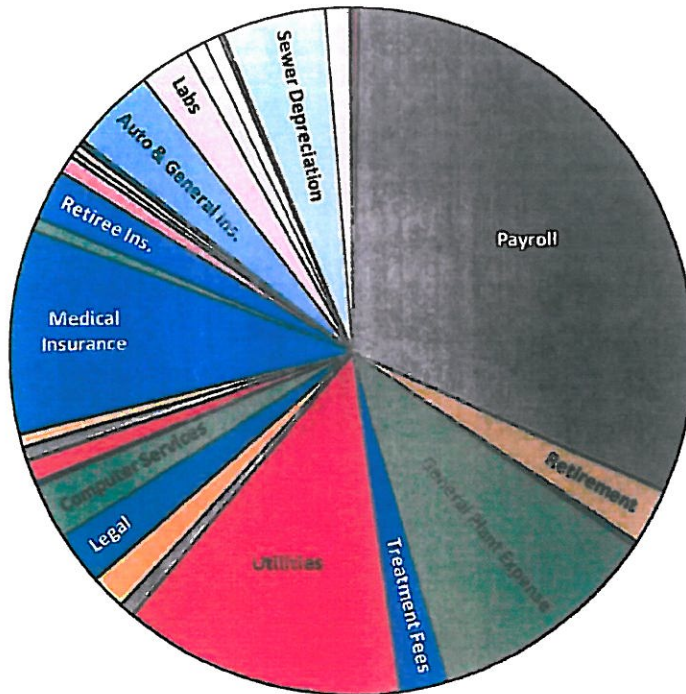
CAPITAL EXPENDITURE DESCRIPTION	CAPITAL EXPENDITURE FINANCE BY IWD
<u>WASTEWATER TREATMENT PLANT (G/L #1316):</u>	
1 - Generator	\$175,000
2 - Blower	\$75,000
3 - Land Purchase for WWTP Project	\$65,000
TOTAL WASTEWATER TREATMENT PLANT	\$315,000
<u>SUB-SURFACE LINES (G/L #1315):</u>	
TOTAL SUB-SURFACE LINES	\$0
<u>GENERAL PLANT - STRUCTURES, POWER & OTHER EQUIPMENT:</u>	
TOTAL GENERAL PLANT - STRUCTURES, POWER & OTHER EQUIPMENT	\$0
TOTAL SEWER FUND CAPITAL IMPROVEMENT AND EQUIPMENT EXPENDITURES	\$315,000

SEWER INCOME FY 2023 - 2024 BUDGET



- 4101 - Sewer Base Fees - Commercial
- 4102 - Sewer Base Fees - Residential
- 4108 - Sewer Transfer Fees
- 4109 - Sewer Other Fees, Refunds

SEWER OPERATING EXPENSES FY 2023 - 2024 BUDGET



- 5005 - Uniforms Expense
- 5008 - Board of Directors Reimbursement
- 6400 - Payroll
- 6404 - Retirement and Life Ins
- 6405 - Treatment Fees
- 6406 - General Plant Expense
- 6408 - Vehicle Repairs & Maint.
- 6410 - Utilities-Electricity
- 6411 - Utilities-Gas & Fuel
- 6413 - Sewer Utilities-Telephone
- 6415 - Legal Services
- 6417 - Computer Services
- 6419 - Cleaning Line Expenses
- 6420 - Accounting & Audit Service
- 6421 - Postage & Mail Fee
- 6422 - Office Supplies
- 6423 - Medical Insurance
- 6426 - Worker's Comp Insurance
- 6428 - Retiree Health Insurance
- 6429 - Dues, Fees & Subscription
- 6430 - Advertising & Publishing
- 6431 - Sewer Maintenance
- 6432 - Utilities - Trash Fee
- 6433 - Bank Fee Charge
- 6435 - Auto & General Insurance
- 6438 - Laboratory Service
- 6441 - Removal Disposal Fee
- 6443 - Consulting & Engineering
- 6444 - Traveling and Entertainment
- 6445 - Security System
- 6446 - Depreciation
- 6448 - Training & Seminar Expenses

IDYLLWILD WATER DISTRICT

Miscellaneous Fees July 1, 2023

<u>Item</u>	<u>Cost</u>
Sewer Capacity Fee	\$15,345.00 / EDU
Sewer Installation Inspection Fee	\$250.00
Water Turn On / Off Fee	\$50.00
Door Hanger Fee (Non-Payment Shut-Off Notice)	\$10.00
Not Sufficient Funds (NSF) / Return Check Fee	\$30.00
Late Payment Fee	\$20.00
Sewer Audit of EDUs (Commerical) Customer Request	\$100.00
Water Availability Letter	\$50.00
Sewer Availability Letter	\$50.00
Transfer Fee	\$50.00
Service Call (After Hours \$75.00)	\$50.00
Application Fee (Water / Sewer)	\$100.00
Construction Water	
(Renting Meter \$350 and \$500 Deposit for Usage)	\$0.20 / Cubic Foot
Construction Hydrant Meter Relocation Fee	\$25.00

Water Facilities Connection Fee

<u>Meter Size</u>	<u>Connection Fee</u>
0.625 (5/8) - Inch Meter	\$8,782.00
0.75 - Inch Meter	\$9,172.00
1.00 - Inch Meter	\$14,954.00
1.50 - Inch Meter	\$23,980.00
2.00 - Inch Meter	\$42,255.00
3.00 - Inch Meter	\$67,724.00
4.00 - Inch Meter	\$76,540.00
6.00 - Inch Meter	\$146,800.00

Water Service Installation Fee

0.625 (5/8) Through 1.5 - Inch
2.0 - Inch and Above

Actual Costs

\$2,500.00 Deposit
\$3,500.00 Deposit

IDYLLWILD WATER DISTRICT BUDGET FISCAL YEAR ENDING JUNE 30, 2024

Water Department

- Idyllwild Water District created a new five-year rate structure for fiscal years 2023/2024, 2024/2025, 2025/2026, 2026/2027, and 2027/2028.
- Staff has prepared a comprehensive biennial budget report, providing the Board of Directors with a complete view of the District's financial condition. The budget process provides an opportunity to evaluate resources relative to the District's mission, values and beliefs, and strategic goals and objectives.
- The Water Operating Base Rate Revenue for Residential and Commercial will equal \$1,916,018 for the Fiscal Year 2023/2024.
- The Water Sales Revenue for Residential and Commercial expects to be \$804,630 for Fiscal Year 2023/2024. Water usage may increase as the situation of business goes back to normal.
- Property Tax Revenues from the County of Riverside may increase slightly by 5.6% to \$392,000.
- Capital Improvement Budget for Water Department items for Fiscal Year 2023/2024 will cost in total \$750,000 and funded by the Idyllwild Water District.
- Operating Expenses may increase between 5% and 8% within the Fiscal Year 2023/2024.
- No principal debt or interest exists within the Water Department.
- Utilities for Idyllwild Water District, including electric, telephone, fuel and propane expenses may increase by 8% total.
- Cost of Living wage may increase for all employees at 10% for Fiscal Year 2023/2024.

Sewer Department

- Improvement District #1 will increase the base charge to \$49.95 per Equivalent Dwelling Unit (EDU) from \$44.20 per EDU.
- Improvement District #1 Residential & Commercial Operating Revenue expects to be \$842,820 for Fiscal Year 2023/2024 which is an 8% increase from the previous year.
- Direct Operating expenses for Improvement District #1 may increase between 5% to 8% for Fiscal Year 2023/2024.

- Property Tax Revenues from the County of Riverside may slightly increase by 2% from \$146,000 to \$149,000.
- The Capital Improvement Budget for the Fiscal Year 2023/2024 is \$315,000 for Improvement District #1.
- No principal debt or interest exists within Improvement District #1.
- Improvement District #1 is adding one new permanent full-time position in FY 2023/2024.

Health & Life Insurance

- Costs will increase by 5% according to ACWA/JPIA.
- District pay 100%.
- There will be no change to life insurance benefits.

Retirement

- There will be no change to the pension contribution percentage Plan (401A & 457B).

Reserves

- The interest rate earned from investments may increase by 1% with the economy improving and interest rates going up.

Other Information

- Idyllwild Water District will be diligently working to increase customer satisfaction.
- Staff are working with the Board of Directors to increase District Transparency.
- Strawberry Creek Diversion Project is still ongoing and will continue with potential completion within the 2023/2024 budget cycle.
- Wastewater Treatment Plant Project (WWTPP) planning is complete. District staff is working to purchase property for the new WWTPP and is collaborating with consultants in researching funding options for the much-needed project.