



Big Bear Area Regional Wastewater Agency

*Liz Harris, Ed.D - Chair
Dr. Don Eads - Vice-Chair
John Day - Secretary
Rick Herrick - Director
Rick Ollila - Director*

AGENDA ITEM: 9.A

Date: March 10, 2008

Subject: Ordinance No. O.01-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Increasing the Wastewater Connection Fee, Amending Ordinance No. 2 and Repealing Ordinance No. O.01-2007

Recommendation: Ordinance No. O.01-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Increasing the Wastewater Connection Fee, Amending Ordinance No. 2 and Repealing Ordinance No. O.01-2007, adopt as presented.

Background: To comply with the new Community Service District law pertaining to the adoption of ordinances, the final adoption of the ordinance takes place subsequent to the first reading of a proposed ordinance. The first reading of the ordinance was performed during the February 27, 2008 meeting.

The purpose of the aforementioned ordinance is for fee imposed to new customers that are hooking up to the sewer system. The Connection Fees must be spent on the Agency's replacements and improvements of the infrastructure and equipment within a five-year period and will become effective July 1, 2008.

Procedure: Adoption of Ordinance is as follows:

1. Chair Harris introduces Ordinance No. O.01-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Increasing the Wastewater Connection Fee, Amending Ordinance No. 2 and Repealing Ordinance No. O.01-2007.
2. Chair Harris requests a vote to waive the reading of the ordinance by the Governing Board.
3. Vote is tallied.
4. If vote is unanimous Chair Harris will introduce the ordinance by reading the title: Ordinance No. O.01-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Increasing the Wastewater Connection Fee, Amending Ordinance No. 2 and Repealing Ordinance No. O.01-2007.

5. If vote of the Governing Board is not unanimous Chair Harris will read Ordinance No. O.01-2008 in its entirety.

Attached for your review, in its entirety, is Ordinance No. O.01-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Increasing the Wastewater Connection Fee, Amending Ordinance No. 2 and Repealing Ordinance No. O.01-2007.

Financial Impact: Financial impact for the upcoming proposed fiscal year ending June 30, 2009 Operating Budget results in 13.3% of the budget revenues

Reviewed By: Steven C. Schindler, General Manger

Responsible Staff: Nancy A. Laughlin, Finance Manager

Ordinance No. O.01-2008,
An Ordinance of the Governing Board
of the Big Bear Area Regional Wastewater
Agency Increasing the Wastewater
Connection Fee, Amending Ordinance
No. 2 and Repealing Ordinance No.
O.01-2007

Moved: _____ Second: _____ In Favor: _____ Opposed: _____ Abstained _____

Approved Date: _____ Witnessed: _____
Secretary of the Governing Board

ORDINANCE NO. O. 01-2008

**AN ORDINANCE OF THE GOVERNING BOARD
OF THE BIG BEAR REGIONAL WASTEWATER AGENCY
INCREASING THE WASTEWATER CONNECTION FEE,
AMENDING ORDINANCE NO. 2 AND REPEALING
ORDINANCE NO. O.01-2007**

WHEREAS, the Governing Board (“the Board”) of the Big Bear Area Regional Wastewater Agency (“BBARWA”) has been empowered to establish sewer rates and charges, including a regional connection fee for each Equivalent Dwelling Unit (“EDU”), which each member agency of BBARWA is required to charge to each new sewer connection within the member agency’s jurisdiction; and

WHEREAS, BBARWA’s connection fee is currently \$2,793.45 adopted by Ordinance No. O.01-2007 on January 24, 2007; and

WHEREAS, in September 2003, the Board has caused the preparation of the “Connection Fee Analysis Final Report” (the “Final Report”), which conducted a review of the BBARWA connection fee in accordance with Government Code section 66000 et seq., which requires a “fair share” analysis of the computation of the connection in order to ensure that new connections will bear an appropriate share of the costs of existing regional facilities and specific future capital improvements as discussed in the Report; and

WHEREAS, the Board has caused the preparation of the Annual Review and Recommendation of Sewer Connection fee for FY 2008-09, dated January 4, 2008. Together the Final Report, Annual Review and Recommendation shall be collectively called the “Reports”; and

WHEREAS, the Board finds that it is appropriate at this time to adjust the amount of BBARWA’s connection fee based on the findings and analysis contained in the Reports; and

WHEREAS, the Board finds that it is appropriate and necessary to allow the Board to reduce the connection fee to be charged to a property owner who makes application to connect a residence or business establishment to the sewer system, where such reduction is in the best interest of BBARWA’s service territory; and

WHEREAS, notwithstanding the references herein to the fee charged as a “connection fee,” it is actually intended as both a “fee” for “sewer system” and as a “capacity charge,” as those terms are defined in Section 66013 of the Government Code; and

WHEREAS, notice of public meeting adopting this ordinance has been given in compliance with Government Code sections 66016 and 66018.

NOW, THEREFORE, be it ordained by the Governing Board of the Big Bear Area Regional Wastewater Agency as follows:

1. Findings. On the basis of the “Connection Fee Analysis Final Report,” dated

September 2003, Annual Review and Recommendation of Sewer Connection Fee for FY 2008-09, dated January 4, 2008 and other related information presented to the Board, the Board hereby adopts the Reports, and finds, with respect to the connection fee discussed therein as follows:

(a) The purpose of such connection fees will be to finance existing wastewater treatment facilities and planned capital improvements to BBARWA's treatment facilities, as identified in the Reports (the "Facilities"), as well as to finance that portion of the cost of other facilities and improvements which is attributable to the demand created by new development.

(b) There is a reasonable relationship between the amount of the connection fee and the costs of the Facilities attributable to new development upon which such fees will be imposed, as identified in the Report.

(c) There is a reasonable relationship between (i) the need for the Facilities and the type of development upon which the connection fee will be imposed, and (ii) the use of the connection fee and the type of development on which the connection fee will be imposed. Both relationships are described in the Reports.

(d) The connection fee herein adopted represents the reasonable cost borne by BBARWA in providing the Facilities and related services to new users. Further, the connection fee will assure that new connections will bear an appropriate share of the cost of the existing regional facilities and future capital improvements to be made to the wastewater treatment system made necessary by the increasing demands on BBARWA's facilities.

2. Increase in Fee. BBARWA's connection fee shall be and is hereby increased from \$2,793.45 per EDU to \$2,867.76. Each Collection Agency (as the term is defined in BBARWA's Operating Agreement No. 1) shall require each property owner who makes application to connect a residence or business establishment to its sewage collection system on or after the effective date of this Ordinance to pay a connection fee in the aforesaid amount for each EDU assigned to such residence or business establishment by the Collection Agency, the total of which shall be referred to as the "Total Connection Fee." If requested to do so by the Collection Agency, the Board of BBARWA may reduce the Total Connection Fee to be charged to an applicant if such reduction is found by the Board to be in the best interest of BBARWA's service area.

3. Effective Date. The fees adopted by this ordinance shall become effective on July 1, 2008.

4. Amendment of Ordinance No. 2. In order to effectuate the increase in the connection established by this Ordinance, Subsection 2.06 of Ordinance No. 2 is hereby amended to read as follows:

"2.06 After June 30, 1983. For applications filed between July 1, 1983 and June 30, 1984, the connection fee shall be \$450 per EDU. For application filed after July 1, 1989, the connection fee shall be \$1400 per EDU. For applications filed after July 27, 1993, the connection fee shall be \$2,000 per EDU. For applications filed after July 26, 1994 but prior to July 1, 2004, the connection fee shall be \$2,298 per EDU. For applications filed after July 1,

2004, the connection fee shall be \$2,410 per EDU. For applications filed after July 1, 2005, the connection fee shall be \$2,576.71 per EDU. For applications filed after July 1, 2006, the connection fee shall be \$2,704.99 per EDU. For applications filed after July 1, 2007, the connection fee shall be \$2,793.45. For applications filed after July 1, 2008, the connection fee shall be \$2,867.76.”

5. Ordinance No. O.01-2008. This Ordinance repeals Ordinance No. O.01-2007, but shall not be deemed to revive Ordinance No. 53, which was repealed by Ordinance No. O.01-2007.

6. Accounting of Funds. All revenues collected from the connection fees established herein shall be deposited with other such revenues in a separate capital facilities fund so as to avoid commingling of the charges with other revenues and funds of BBARWA. Any interest income earned by the monies in the fund shall be credited to the fund, and may be expended only for the purposes for which the connection fees are imposed. All revenue collected from the connection fees established herein shall be reviewed annually during the course of the annual audit, to identify any connection fees that have not been expended within five years of being collected. BBARWA shall make findings with respect to any portion of the connection fees remaining unexpended or uncommitted in the amount five or more years after deposit of such fees. These findings shall identify the purpose to which the connection fees are to be put, and will demonstrate a reasonable relationship between the fees and purpose for which the fees are imposed.

7. Validity. If any provision of this Ordinance or the application thereof to any person or circumstance is held invalid, including any portion of the fee adopted herein, such invalidity shall not affect other provisions or applications of this Ordinance, including any portion of the fee no held invalid, and to this end the provisions of this Ordinance are declared to be severable.

8. Publication-Notice. The Secretary of the Board shall cause a copy of this Ordinance to be published once in the Big Bear Grizzly. The Secretary shall cause to be delivered a certified copy of this Ordinance to the City of Big Bear Lake, the County of San Bernardino and the Big Bear City Community Services District.

ADOPTED, this 26th day of March 2008.

Elizabeth Harris, Chair of the Governing Board
of the Big Bear Area Regional Wastewater Agency

ATTEST:

John Day, Secretary of the Governing Board
of the Big Bear Area Regional Wastewater Agency

I, John Day, Secretary of the Governing Board of the Big Bear Area Regional Wastewater Agency, DO HEREBY CERTIFY that the foregoing Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Increasing the Wastewater Connection Fee, Amending Ordinance No. 2 and Repealing Ordinance No. O.01-2007 of the Big Bear Area Regional Wastewater Agency, San Bernardino County, State of California, being Ordinance No. O.01-2008 was adopted at a regular meeting on March 26, 2008 of said Agency by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

Secretary

(Seal)



Big Bear Area Regional Wastewater Agency

*Liz Harris, Ed.D - Chair
Dr. Don Eads - Vice-Chair
John Day - Secretary
Rick Herrick - Director
Rick Ollila - Director*

AGENDA ITEM: 9.B

Date: March 10, 2008

Subject: Ordinance No. O.03-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Clarifying the Sewer Standby or Immediate Availability Charges for the Fiscal Year 2008/09

Recommendation: Ordinance No. O.03-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Clarifying the Sewer Standby or Immediate Availability Charges for the Fiscal Year 2008/09, adopt as presented

Background: The attached Ordinance No. O.03-2008 is adopted annually and prescribes sewer standby or immediate availability charges for Fiscal Year Ending June 30, 2009.

This charge is paid by owners of all vacant parcels of real property located within 200 feet of a sewer main of the public sewer system of the Member Agencies (Big Bear City Community Services District, City of Big Bear Lake and the County of San Bernardino on behalf of County Service Area 53B). Owners of all improved parcels of real property, which is located within 200 feet of a sewer main, but not connected to the public sewer system, also pay this charge.

As with previous years, this ordinance is presented without an increase in fees. Current fees are \$20 for parcels of one acre or less and \$30 for parcels greater than one acre.

Annually, the Governing Board determines the charges to be imposed for the upcoming fiscal year, with the formal approval of an ordinance. A new Community Services District law became effective on January 1, 2006 including substantive changes for the adoption of an ordinance, which the Agency falls within the new laws criteria.

Procedure: Adoption of Ordinance is as follows:

1. Chair Harris introduces Ordinance No. O.03-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Clarifying the Sewer Standby or Immediate Availability Charges for the Fiscal Year 2008/09
2. Chair Harris requests a vote to waive the reading of the ordinance by the Governing Board.
3. Vote is tallied.

4. If vote is unanimous Chair Harris will introduce the ordinance by reading the title: Ordinance No. O.03-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Clarifying the Sewer Standby or Immediate Availability Charges for the Fiscal Year 2008/09
5. If vote of the Governing Board is not unanimous Chair Harris will read Ordinance No. O.03-2008 in its entirety.

Attached for your review, in its entirety, is Ordinance No. O.03-2008, An Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Clarifying the Sewer Standby or Immediate Availability Charges for Fiscal Year 2008/09

Financial Impact: Financial impact for the upcoming proposed fiscal year ending June 30, 2009 Operating Budget results in 1.8% of the budget revenues.

Reviewed By: Steven C. Schindler, General Manger

Responsible Staff: Nancy A. Laughlin, Finance Manager

Ordinance No. O.03-2008,
An Ordinance of the Governing Board
of the Big Bear Area Regional Wastewater
Agency Clarifying the Sewer Standby or
Immediate Availability Charges for the
Fiscal Year 2008/09

Moved: _____ Second: _____ In Favor: _____ Opposed: _____ Abstained _____

Approved Date: _____ Witnessed: _____
Secretary of the Governing Board

ORDINANCE NO. O. 03-2008

**AN ORDINANCE OF THE GOVERNING BOARD
OF THE BIG BEAR AREA REGIONAL WASTEWATER AGENCY
CLARIFYING THE SEWER STANDBY OR IMMEDIATE
AVAILABILITY CHARGES FOR THE FISCAL YEAR 2008/09**

WHEREAS, the Governing Board desires to clarify the sewer standby or immediate availability charges contained in Ordinance No. O.02-2007.

NOW, THEREFORE, the Governing Board of the Big Bear Area Regional Wastewater Agency hereby ordains as follows:

SECTION 1. Chapter 5.20 of the Big Bear Area Regional Wastewater Agency Code of Regulations and Ordinances is hereby amended to read as follows:

"Chapter 5.20

SEWER STANDBY OR IMMEDIATE AVAILABILITY CHARGES

Sections:

5.20.010 Properties subject to charges.

5.20.020 Amount of charges.

5.20.030 Collection

5.20.040 Credit against connection fee.

5.20.010 Properties subject to charges.

This Governing Board does hereby prescribe sewer standby or immediate availability charges (hereinafter "standby charge") for the fiscal year 2008/09 in the amounts hereinafter specified to be paid by the owners of all vacant parcels of real property which are located within 200 feet of a sewer main of the public sewer system of either the Big Bear City Community Services District or the City of Big Bear Lake or the public sewer system within Improvement Zone "B" of San Bernardino County Service Area 53 and by the owners of all improved parcels of real property which are so located but not connected to the public system. Such standby charges shall be collected from all owners of vacant parcels of real property which are so located and which are vacant as of July 1, 2008 and from all owners of improved parcels of real property which are so located and which are not connected to the public sewer system as of said date; provided, however, that owners of parcels of real property which are used primarily for public parking areas shall not be required to pay such a standby charge. The term "parcel of real property" means a parcel to which the County Assessor of the County of San Bernardino has assigned a separate assessor's parcel number, whether such parcel consists of a single lot or parcel or combination of lots or parcels.

5.20.020 Amount of charges.

Owners of parcels of real property which are an acre or less in size shall pay a standby charge in the amount of \$20.00, and owners of parcels or real property which are more than an

acre shall pay a standby charge in the amount of \$30.00. All such standby charges shall be due and payable on or before November 30, 2008.

5.20.030 Collection.

Such standby charges shall be collected by the Big Bear City Community Services District, the City of Big Bear Lake, and the County of San Bernardino from all owners of parcels of real property within their respective service area, the service area of said County being the territory within Improvement Zone "B" of San Bernardino County Service Area 53, whose parcels are subject to such charges, and shall be remitted by said District, City and County to the Agency on or before November 30, 2008. Said District, City and County are hereby designated as and shall be the agents of the Agency for purposes of collecting such standby charges and shall have and exercise all powers which could be exercised by the Agency with respect to the collection of such charges.

5.20.040 Credit against connection fee.

Any owner of a parcel of real property who pays a standby charge and who later during said fiscal year makes application to connect to the public sewer system a home or business establishment which is located upon the parcel of real property for which such standby charge was paid, shall receive a credit against the connection fee, if any is due, in the amount of such standby charge."

SECTION 2. This ordinance shall become effective on July 1, 2008. The Secretary of this Governing Board shall cause a copy of this ordinance to be published once in the Big Bear Grizzly. The Secretary shall deliver a certified copy of this ordinance to the City of Big Bear Lake, the County of San Bernardino and the Big Bear City Community Services District.

ADOPTED, this 26th day of March 2008.

Elizabeth Harris, Chair of the Governing Board
of the Big Bear Area Regional Wastewater Agency

ATTEST:

John Day, Secretary of the Governing Board
of the Big Bear Area Regional Wastewater Agency

I, John Day, Secretary of the Governing Board of the Big Bear Area Regional Wastewater Agency, DO HEREBY CERTIFY that the foregoing Ordinance of the Governing Board of the Big Bear Area Regional Wastewater Agency Clarifying the Sewer Standby or Immediate Availability Charges for the Fiscal Year 2008/09 of the Big Bear Area Regional Wastewater Agency, San Bernardino County, State of California, being Ordinance No. O.03-2008 was adopted at a regular meeting on March 26, 2008 of said Agency by the following vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

Secretary

(Seal)



Big Bear Area Regional Wastewater Agency

Liz Harris, Ed.D - Chair

Dr. Don Eads - Vice-Chair

John Day - Secretary

Rick Herrick - Director

Rick Ollila - Director

AGENDA ITEM: 10.A

Date: March 20, 2008

Subject: Fiscal Year Ending June 30, 2009, Operating and Capital Budget

Recommendation: Approve as presented.

Background: Attached are three pages of the proposed Operating and Capital Budget for Fiscal Year Ending June 30, 2009. These three pages indicate the proposed operating budget, the revenue calculations and the proposed capital projects in compiling the budget estimates.

A complete copy of the Operating and Capital Budget for Fiscal Year Ending June 30, 2009 had been provided under separate cover prior to the March 26, 2008 meeting.

A brief presentation of the Fiscal Year Ending June 2009 Operating Budget and Capital Budget is scheduled during the discussion of this agenda item.

The Fiscal Year Ending June 30, 2008 budget has many new enhancements from the previous years, although many of the previous budget formats have been included for ease of reading, understanding and use.

On an annual basis, the Governing Board will review and adopt the Operating and Capital Budget.

The Fiscal Year Ending June 30, 2008 Operating and Capital Budget is a \$5.5 million plan that consists of revenue, expenses and transfers. The current operating budget has experienced a shortfall of revenue meeting the needs of the actual expenditures, in the amount of \$359,439. This shortfall is a result of debt service payments appropriations are for the entire fiscal year, while the Rainy Day Fund only allocates the amounts due for a six-month period.

Also included within the Operating and Capital Budget are the proposed capital projects. The proposed capital projects total \$586,157. The Connection Fee revenue subsidizes the Capital Projects. Based on the proposed budget, the Connection Fees exceeds the cost of the proposed

capital projects in the amount of \$150,857, this surplus will remain the Capital and Replacement Fund for future improvements.

Financial Impact: Adoption of this Operating and Capital Budget will provide guidelines for the upcoming fiscal year for the Governing Board and Agency staff, while protecting the investment of the Big Bear Area Regional Wastewater Agency's facilities.

Reviewed By: Steven C. Schindler, General Manager

Responsible Staff: Joe Hanford, Plant Superintendent
Nancy A. Laughlin, Finance Manager
Bob Sellards, Senior Laboratory Analyst
Fred Uhler, Senior Plant Operator

Moved: _____ Second: _____ In Favor: _____ Opposed: _____ Abstained _____

Approved Date: _____ Witnessed: _____
Secretary of the Governing Board

OPERATING BUDGET

| | | 7/1/2008 6/30/2009 Budget | 7/1/2007 6/30/2008 Budget | 7/1/2006 6/30/2007 Budget |
|---|--|---------------------------------|---------------------------------|---------------------------------|
| Operating Revenues | | | | |
| 1 | Annual Charges | \$ 4,262,159 | \$ 4,232,967 | \$ 4,183,098 |
| 2 | Standby Charges | 100,160 | 102,320 | 110,440 |
| 3 | Rental Income | 44,900 | 44,375 | 44,050 |
| 4 | Disposal and Industrial Waste Fees | 14,500 | 15,100 | 33,120 |
| 5 | Tertiary Water Revenue | 19,900 | 14,200 | 14,650 |
| 6 | Total Operating Revenues | \$ 4,441,619 | \$ 4,408,962 | \$ 4,385,358 |
| Operating Expenses | | | | |
| 7 | Salaries and Benefits | \$ 1,890,225 | \$ 1,753,409 | \$ 1,340,535 |
| 8 | Laboratory Costs | 57,250 | 60,221 | 63,397 |
| 9 | Operating Expenses | 244,360 | 240,406 | 193,155 |
| 10 | Repairs and Maintenance | 205,740 | 179,285 | 162,780 |
| 11 | Tertiary Water Expenses | 19,900 | 14,200 | 14,650 |
| 12 | Utilities | 531,910 | 555,650 | 608,290 |
| 13 | Solids Handling | 79,860 | 215,400 | 391,800 |
| 14 | Engineering | 27,000 | 30,150 | 32,600 |
| 15 | Permits and Fees | 72,500 | 71,150 | 78,700 |
| 16 | Insurance | 59,000 | 58,500 | 44,250 |
| 17 | Fiscal Agent Fees and Bank Fees | 15,000 | 16,000 | 11,660 |
| 18 | Legal Fees | 40,000 | 44,000 | 37,000 |
| 19 | Professional Services | 38,350 | 18,500 | 14,850 |
| 20 | Education and Training | 31,500 | 25,400 | 22,100 |
| 21 | Membership and Dues | 20,000 | 29,650 | 34,000 |
| 22 | Board Committee Assignments and Training | 11,000 | 18,175 | 16,455 |
| 23 | Directors Fees | 6,000 | 6,000 | 6,000 |
| 24 | Property Tax Expense | 3,000 | 2,875 | 2,875 |
| 25 | Total Operating Expenses | \$ 3,352,595 | \$ 3,338,971 | \$ 3,075,097 |
| Non-operating Expenses and Transfers | | | | |
| 26 | Debt Service Payments | \$ 1,077,463 | \$ 1,078,772 | \$ 693,110 |
| 27 | Inter-agency Support | 15,000 | 100,000 | - |
| 28 | Depreciation - Funding Capital and Replacement Fund ⁽¹⁾ | 356,000 | 479,000 | 471,550 |
| 29 | Transfers from Connection Fees - Funding Capital Projects ⁽²⁾ | 586,157 | 702,890 | 727,642 |
| 30 | Transfers to Rainy Day Fund | - | - | 58,820 |
| 31 | Transfers to Capital and Replacement Fund ⁽³⁾ | 150,857 | 2,362,331 | 86,781 |
| 32 | Total Non-operating Expenses and Transfers | \$ 2,185,477 | \$ 4,722,993 | \$ 2,037,903 |
| 33 | Total Expenses and Transfers | \$ 5,538,072 | \$ 8,061,964 | \$ 5,113,000 |
| Non-operating Revenues and Transfers | | | | |
| 34 | Connection Fees ⁽⁴⁾ | \$ 737,014 | \$ 826,861 | \$ 727,642 |
| 35 | Transfers from Rainy Day Fund ⁽⁵⁾ | 359,439 | 587,781 | - |
| 36 | Transfers from Project Fund - Financed Capital Projects ⁽⁶⁾ | - | 2,238,360 | - |
| 37 | Total Non-operating Revenues and Transfers | \$ 1,096,453 | \$ 3,653,002 | \$ 727,642 |
| Total Revenues and Transfers | | \$ 5,538,072 | \$ 8,061,964 | \$ 5,113,000 |
| 38 | Revenues Over (Under) Expenses | \$ - | \$ - | \$ - |

(1) Appropriation of 50% of the Prior Year's Depreciation to the Capital and Replacement Fund to Pay for Future Capital Improvement Projects

(2) Transfers from Connection Fees to Pay for Current Capital Improvement Projects

(3) Transfers to the Capital and Replacement Fund from Surplus of Connection Fees and Transfers from the Project Fund for Financed Capital Improvement Projects

(4) Connection Fees are Restricted to Pay for Current and Future Capital Improvement Projects

(5) Transfers from Rainy Day Fund to Fund the Shortfall to Balance the Budget

(6) Transfers from Project Fund for the Financed Capital Improvement Projects

REVENUE DETAIL
FISCAL YEAR ENDING JUNE 30, 2009

| Item # | Description | EDU | Cost/EDU | User Fee | Flow Base Debit (Credit) | Amount | Total |
|--------|------------------------------|--------|------------|--------------|--------------------------------|--------------|--------------|
| | Annual Charges | | | | | | |
| 39 | City of Big Bear Lake | 11,469 | \$ 173.76 | \$ 1,992,854 | \$ 330,024 | \$ 2,322,878 | |
| 40 | Big Bear City CSD | 11,816 | 173.76 | 2,053,148 | (258,779) | 1,794,369 | |
| 41 | County Service Area 53B | 1,244 | 173.76 | 216,157 | (71,245) | 144,912 | |
| | | 24,529 | | \$ 4,262,159 | - | | |
| 42 | Total Annual Charges | | | | | | \$ 4,262,159 |
| | Standby Charges | | | | | | |
| 43 | City of Big Bear Lake | | | | | \$ 35,700 | |
| 44 | Big Bear City CSD | | | | | 57,400 | |
| 45 | County Service Area 53B | | | | | 7,060 | |
| 46 | Total Standby Charges | | | | | | \$ 100,160 |
| 47 | Connection Fees | 257 | \$2,867.76 | | | | \$ 737,014 |

**Capital Projects Budget
June 30, 2009**

| Project Description | |
|---|-------------------|
| A-1, Treatment Plant Equipment Rebuilds and Replacements: | |
| Ditch #1 and Ditch #2 Upgrade Elevations Ditch Paddles | \$ 110,000 |
| Portable Emergency Back-Up Pump | 56,500 |
| SCADA - OAC Building | 40,430 |
| Effluent Pump #5 -Main Pump Building | 23,685 |
| Effluent Pump #6 - Main Pump Building | 23,685 |
| Shaft Mount Reducer - Ditch #3 | 8,500 |
| Total A-1, Treatment Plant Equipment Rebuilds and Replacements | \$ 262,800 |
| A-2, Treatment Plant Upgrades: | |
| Balancing Chamber Replacement | \$ 100,000 |
| Treatment Plant Paving | 80,342 |
| Total A-2, Treatment Plant Upgrades | \$ 180,342 |
| A-3, Administrative Equipment Replacement: | |
| Copier - Administration Building | \$ 13,500 |
| Total A-3, Administrative Equipment Replacement | \$ 13,500 |
| A-4, Lake Pump Station Engineering: | |
| LPS Study for Rehabilitation or Replacement | \$ 41,400 |
| Total A-4, Lake Pump Station Engineering | \$ 41,400 |
| A-5, Lucerne Valley Monitoring Wells Rehabilitation: | |
| Monitoring Wells Rehabilitation | \$ 19,000 |
| Total A-5, Lucerne Valley Monitoring Wells Rehabilitation | \$ 19,000 |
| A-6, Building Upgrades: | |
| Painting - Headworks Building | \$ 16,162 |
| Patio Roofing - Administration Building | 15,000 |
| Painting - Main Pump Building | 14,276 |
| Painting - Sludge Building | 8,677 |
| Total A-6, Building Upgrades | \$ 54,115 |
| A-7, Studies: | |
| Sewer System Management Plan | \$ 15,000 |
| Total A-7, Studies | \$ 15,000 |
| Grand Total Capital Projects Budget | \$ 586,157 |