

**COUNTY SANITATION DISTRICT NO. 3 OF LOS ANGELES COUNTY
SEWERAGE SYSTEM FINAL BUDGET FOR FY 2019-20**

<u>APPROPRIATIONS:</u>	2018-19	2019-20
O&M - Joint Administration	\$ 2,345,000	\$ 2,680,000
O&M - Technical Services	5,580,000	5,588,000
O&M - Local Facilities	1,431,000	1,192,000
O&M - Joint Facilities	19,277,000	19,763,000
Settlement Payment ⁽¹⁾	1,330,000	-
Capital - Joint Administration	591,000	406,000
Capital - Local Facilities	689,000	950,000
Capital - Joint Facilities	19,387,000	23,190,000
Bond Repayment	2,544,000	2,540,000
Loan Repayment	<u>2,555,000</u>	<u>2,637,000</u>
 TOTAL BUDGET:	 \$ 55,729,000	 \$ 58,946,000
 <u>ESTIMATED REVENUES:</u>		
Taxes	\$ 4,755,000	\$ 5,516,000
Service Charge	31,204,000	30,393,000
Grants	842,000	291,000
Loans	2,492,000	586,000
Industrial Waste	3,781,000	4,351,000
Interest and Contracts	<u>2,224,000</u>	<u>2,814,000</u>
 TOTAL REVENUES:	 \$ 45,298,000	 \$ 43,951,000
 <u>EXPENSES FROM RESERVES:</u>		
Expenses from Unrestricted Reserves	\$ -	\$ (816,000)
Expenses from Designated Reserves	(2,311,000)	(1,777,000)
Expenses from JO Restricted Reserves	<u>(8,120,000)</u>	<u>(12,401,000)</u>
 NET EXPENSES FROM RESERVES	 \$ (10,431,000)	 \$ (14,995,000)

(1) The Settlement Payment for the ongoing Tesoro litigation was previously included in the Joint Administration Budget Line. These non-operating expenses have been separated for this year's budget.

**COUNTY SANITATION DISTRICT NO. 3 OF LOS ANGELES COUNTY
PROPOSED CAPITAL PROJECTS
JULY 1, 2019 THROUGH JUNE 30, 2020**

JOINT ADMINISTRATION: \$ 406,000

LOCAL FACILITIES:

1. Marina Pumping Plants Nos. 1 and 2 Site Improvements	\$ 400,000	
2. Marina Pumping Plant No. 3 Site Improvement	<u>550,000</u>	
		\$ 950,000

JOINT FACILITIES:

1. Clearwater Tunnel Project	\$ 11,264,000	
2. Treatment Plant Related Capital Projects	4,441,000	
3. Sewer System Repair and Rehabilitation	2,822,000	
4. Flow Equalization at the San Jose Creek WRP	1,700,000	
5. Power Distribution System Improvements	1,670,000	
6. Treatment Plant Concrete Protection and Odor Cover Replacement	719,000	
7. Process Air Compressor Replacements	<u>574,000</u>	
		\$ 23,190,000

TOTAL PROPOSED CAPITAL PROJECTS: \$ 24,546,000

**COUNTY SANITATION DISTRICT NO. 3 OF LOS ANGELES COUNTY
RESERVE SUMMARY
JULY 1, 2019 THROUGH JUNE 30, 2020**

UNRESTRICTED RESERVES:

Beginning Balance	\$ 31,194,000	
Expenses	<u>(816,000)</u>	
Ending Balance		\$ 30,378,000

DESIGNATED RESERVES:

Beginning Balance	\$ 32,365,000	
Expenses	<u>(1,777,000)</u>	
Ending Balance		\$ 30,588,000

RESTRICTED RESERVES:

Beginning Balance	\$ 5,000,000	
Interest	100,000	
Connection Fees	<u>235,000</u>	
Ending Balance		\$ 5,335,000

JOINT OUTFALL RESTRICTED RESERVES ⁽¹⁾:

Beginning Balance	\$ 33,025,000	
Interest	660,000	
Connection Fees	1,370,000	
Expenses	<u>(12,401,000)</u>	
Ending Balance		\$ 22,654,000

TOTAL RESERVES **\$ 88,955,000**

(1) The reserves shown represent the District's share of the Joint Outfall Restricted Reserves.