

LAKEHAVEN UTILITY DISTRICT
King County, Washington

Resolution No. 2014-1244

RESOLUTION of the Board of Commissioners of the Lakehaven Utility District, King County, Washington, adopting the 2015-2016 biennial budget.

WHEREAS, it is the desire of the Board of Commissioners to adopt a biennial budget to assist and guide the District in planning expenditures for the operation and maintenance of the water and sewer systems, for necessary capital improvements to such systems and for the overall administration of the various services of the District, and

WHEREAS, the Board has reviewed budgetary considerations at various study sessions held during Board meetings, and

WHEREAS, a public hearing on the biennial budget was held on November 20, 2014, and

WHEREAS, believing that the adoption of the 2015-2016 biennial budget set forth herein is appropriate;

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Lakehaven Utility District as follows:

SECTION 1(a): The projected revenues and expenditures for the District for calendar year 2015 shall be as follows:

	Water	WasteWater	Combined
Estimated Funds Available Jan 1	\$6,938,585	\$19,576,423	\$26,515,008
Rate Related Revenue	\$14,437,827	\$15,202,011	\$29,639,838
Non Rate Related Charges	\$419,000	\$250,300	\$669,300
Interest and Other Income	\$215,000	\$114,000	\$329,000
Capital Facilities Charges	\$2,164,046	\$2,445,368	\$4,609,414
Loans/Grants	\$4,212,000	\$4,200,000	\$8,412,000
Total Revenues & Other Sources	\$21,447,873	\$22,211,679	\$43,659,552
Operations and Maintenance	\$9,599,138	\$12,203,222	\$21,802,361
Debt Service	\$3,229,234	\$757,684	\$3,986,918
Reserved for Capital Expenditures	\$9,302,000	\$15,521,000	\$24,823,000
Total Expenditures	\$22,130,373	\$28,481,906	\$50,612,279
Estimated Funds Available Dec 31	\$6,256,085	\$13,306,195	\$19,562,281

(b): The projected revenues and expenditures for the District for calendar year 2016 shall be as follows:

	Water	WasteWater	Combined
Estimated Funds Available Jan 1	\$6,256,085	\$13,306,195	\$19,562,281
Rate Related Revenue	\$14,624,851	\$15,557,586	\$30,182,437
Non Rate Related Charges	\$419,000	\$250,300	\$669,300
Interest and Other Income	\$215,000	\$114,000	\$329,000
Capital Facilities Charges	\$2,261,431	\$2,519,884	\$4,781,315
Loans/Grants	\$0	\$3,000,000	\$3,000,000
Total Revenues & Other Sources	\$17,520,282	\$21,441,770	\$38,962,052
Operations and Maintenance	\$9,949,169	\$12,660,553	\$22,609,722
Debt Service	\$3,070,214	\$747,387	\$3,817,601
Reserved for Capital Expenditures	\$5,274,000	\$12,230,000	\$17,504,000
Total Expenditures	\$18,293,383	\$25,637,940	\$43,931,323
Estimated Funds Available Dec 31	\$5,482,984	\$9,110,026	\$14,593,010

Note: Depreciation Expense for 2015 and 2016 is estimated at \$9.3m and \$9.6m respectively. These non-cash items, are not shown on this cash-basis budget, but are reported as a part of the District's annual accrual-basis financial statements.

SECTION 2: The planned capital expenditures during the 2013-2014 budget period shall be limited to:

	2015	2016
Water	\$9,302,000	\$5,274,000
Wastewater	<u>\$15,521,000</u>	<u>\$12,230,000</u>
Total	\$24,823,000	\$17,504,000

The planned capital projects for the period 2015-2024 are shown below(in thousands):

Project Name	2015	2016	2016-2024
337th St Booster Electrical Service Upgrade	\$ -	\$ 100	\$ -
AMR Implementation Program	\$ 350	\$ 350	\$ 4,900
Balance of Second Supply Project	\$ 750	\$ 200	\$ 2,000
Facility Upgrades - Other	\$ 170	\$ 270	\$ 1,770
I & I Study	\$ 250	\$ 250	\$ 250
IT Upgrades - Other	\$ 175	\$ 125	\$ 1,200
Lakota BNR	\$ -	\$ -	\$ 20,000
Lakota Creek Fish Lader Repair	\$ 155	\$ -	\$ -
Lakota Digester Mixer Replacement	\$ 2,375	\$ 2,375	\$ 350
Lakota HV Transformer Evaluations/Repairs	\$ 200	\$ -	\$ -
Lakota O&M Manual Update	\$ 160	\$ -	\$ -
Lakota PLC Replacement	\$ 250	\$ 100	\$ 600
Lakota Secondary Electrical Room AC Replacement	\$ 150	\$ -	\$ -
Lakota Upgrade - Other	\$ 475	\$ 895	\$ 6,340
Meter Install New/Replacement	\$ 300	\$ 300	\$ 1,700
Miscellaneous Field Work	\$ 150	\$ 150	\$ 2,400

Oasis Phase I	\$ 91	\$ 761	\$ 2,468
Oasis Phase II	\$ -	\$ -	\$ 3,000
Oasis Property (for future phases)	\$ -	\$ -	\$ 5,450
Office Facility Improvements	\$ 25	\$ 150	\$ 6,150
Pressure Zone 490 Upgrade	\$ -	\$ -	\$ 160
Pump Station 12 - Generator Installation	\$ 150	\$ -	\$ -
Pump Station 22 MCC Replacement	\$ 400	\$ -	\$ -
Pump Station 33 Upsize & Force Main Reroute	\$ 3,500	\$ 3,000	\$ 1,500
Pump Station 44 - South End Diversion	\$ -	\$ -	\$ 5,000
Pump Station Telemetry System Upgrade	\$ 200	\$ 200	\$ 1,200
Pump Station Upgrades - Other	\$ 105	\$ 250	\$ 1,215
Redondo BNR	\$ -	\$ -	\$ 5,000
Redondo O&M Manual Update	\$ 160	\$ -	\$ -
Redondo Odor Control Improvement	\$ 500	\$ 10	\$ -
Redondo Primary Screen Project	\$ 250	\$ -	\$ -
Redondo Process Improvements	\$ 750	\$ 500	\$ 250
Redondo Retaining Wall Repairs	\$ 100	\$ 400	\$ -
Redondo Upgrades - Other	\$ 230	\$ 745	\$ 6,990
Second Supply Project - Filtration	\$ 4,236	\$ 300	\$ 10
Service. Connection Replace. Program	\$ 350	\$ 350	\$ 2,800
SM-Collection Improvements	\$ 1,585	\$ 910	\$ 8,850
SM-FW Downtown Trunk Upgrade	\$ 2,600	\$ 1,800	\$ -
SWM- Road/Street Main Relocations	\$ 1,423	\$ 1,753	\$ 14,682
Vehicle Replacement Program	\$ 400	\$ 240	\$ 3,275
Wastewater System Plan - 2015	\$ 250	\$ -	\$ -
Water Storage Tank Mixing	\$ 80	\$ 80	\$ -
Water System Plan - 2014	\$ 5	\$ -	\$ -
Water Telemetry Design & Upgrade	\$ 150	\$ 100	\$ 500
Water Upgrades - Others	\$ 90	\$ 215	\$ 2,540
Well 25 Generator/Fuel Tank	\$ 200	\$ 100	\$ -
WM- Distribution Improvements	\$ 1,083	\$ 525	\$ 5,520
WM-1st Ave S: 316th to BPA (OASIS Ph II)	\$ -	\$ -	\$ 4,140
WM-538 To 578 Pressure Zone (OASIS Ph II)	\$ -	\$ -	\$ 2,160
Estimated Total Project Costs	\$ 24,823	\$ 17,504	\$ 124,370

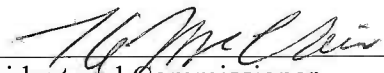




SECTION 3: Although Section 1 of this resolution references total budget expenditure categories, it is the intent of the Board that each departmental budget (Water and Wastewater) is autonomous and expenditure limitations for each department shall be observed. Any increase in departmental budgets as well as the total budget is subject to Board approval.

SECTION 4: The General Manager and General Counsel are authorized to employ up to a total of 104.0 full time equivalent staff during the 2015-2016 budget period.

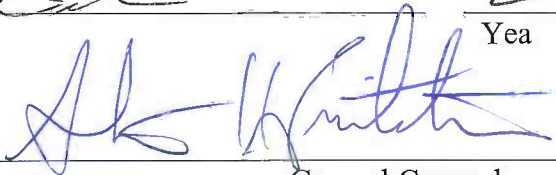
SECTION 5: The Board hereby reserves the right to adopt any amendments to the budget as it shall deem appropriate.

ADOPTED by the Board of Commissioners of the Lakehaven Utility District, King County, Washington, at an open public meeting thereof this 11th day of December 2014.

ATTEST:

 _____ President and Commissioner	<input checked="" type="checkbox"/> Yea	<input type="checkbox"/> Nay	<input type="checkbox"/> Abstain
 _____ Vice President and Commissioner	<input checked="" type="checkbox"/> Yea	<input type="checkbox"/> Nay	<input type="checkbox"/> Abstain
 _____ Secretary and Commissioner	<input checked="" type="checkbox"/> Yea	<input type="checkbox"/> Nay	<input type="checkbox"/> Abstain
 _____ Commissioner	<input checked="" type="checkbox"/> Yea	<input type="checkbox"/> Nay	<input type="checkbox"/> Abstain
 _____ Commissioner	<input checked="" type="checkbox"/> Yea	<input type="checkbox"/> Nay	<input type="checkbox"/> Abstain

Approved as to form:



General Counsel