

**LAKEHAVEN UTILITY DISTRICT  
King County, Washington**

**Resolution No. 2013-1228**

**RESOLUTION** of the Board of Commissioners of the Lakehaven Utility District, King County, Washington, amending the 2013-2014 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 regularly reviews budgetary considerations to ensure that the biennial budget remains an appropriate guide for expenditures during its full term, and

**WHEREAS**, the Board approved a biennial budget for the period 2013-2014 at the December 3, 2012 regular board meeting, and

**WHEREAS**, a public hearing on the amendment of the biennial budget was held on December 12, 2013, and

**WHEREAS**, believing that the adoption of the 2013-2014 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::** The projected revenues and expenditures for the District for calendar year 2014 shall be as follows:

	<b>Water</b>	<b>WasteWater</b>	<b>Combined</b>
<b>Estimated Funds Available Jan 1</b>	\$10,527,720	\$16,112,741	\$26,640,460
Rate Related Revenue	\$14,030,592	\$17,641,015	\$31,671,607
Non Rate Related Charges	\$565,127	\$315,056	\$880,183
Interest and Other Income	\$67,000	\$129,500	\$196,500
Capital Facilities Charges	\$805,207	\$993,644	\$1,798,851
Loans/Grants	\$7,966,000	\$4,621,000	\$12,587,000
<b>Total Revenues &amp; Other Sources</b>	<b>\$23,433,926</b>	<b>\$23,700,215</b>	<b>\$47,134,141</b>
Operations and Maintenance	\$9,701,890	\$11,673,062	\$21,374,952
Debt Service	\$3,910,476	\$1,008,504	\$4,918,980
Reserved for Capital Expenditures	\$11,835,000	\$12,699,000	\$24,534,000
<b>Total Expenditures</b>	<b>\$25,447,366</b>	<b>\$25,380,566</b>	<b>\$50,827,932</b>
<b>Estimated Funds Available Dec 31</b>	<b>\$8,514,280</b>	<b>\$14,432,390</b>	<b>\$22,946,669</b>

Note: Depreciation Expense for 2014 is estimated at \$9.6m. This non-cash item is 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 2014 budget period shall be limited to:

	<b>2014</b>
Water	\$11,835,000
Wastewater	<u>\$12,699,000</u>
Total	\$24,534,000

The planned capital projects for the period 2014-2023 are shown below(in thousands):

<b>Project Name</b>	<b>2014</b>	<b>2015-2023</b>	<b>Project Total</b>
337th St Booster Electrical Service Upgrade	\$ -	\$ 100	\$ 100
Balance of Second Supply Project	320	2,696	3,016
Facility Security - Watershop Cameras	-	-	-
Facility Upgrades - Other	306	1,075	1,381
I & I Study	250	500	750
IT Upgrades - Other	125	775	900
Lakota Aeration Diffuser Upgrade	1,000	-	1,000
Lakota BNR	-	20,000	20,000
Lakota Digester Cleaning	500	500	1,000
Lakota Digester Mixer Replacement	2,000	2,200	4,200
Lakota HV Transformer Evaluations/Repairs	150	-	150
Lakota PLC Replacement	250	700	950
Lakota Upgrade - Other	490	3,455	3,945
Meter Install New/Replacement	300	2,700	3,000
Miscellaneous Field Work	150	2,550	2,700
Oasis Phase I	91	3,044	3,135
Oasis Phase II	-	3,000	3,000
Oasis Property (for future phases)	-	5,450	5,450
Office Facility Improvements	25	6,025	6,050
Pressure Zone 490 Upgrade	-	160	160
Pump Station 22 MCC Replacement	400	-	400
Pump Station 33 Upsize & Force Main Reroute	1,500	3,500	5,000
Pump Station 44 - South End Diversion	-	5,000	5,000
Pump Station 6 - Pump Replacements	-	200	200
Pump Station Telemetry System Upgrade	200	1,750	1,950
Pump Station Upgrades - Other	125	1,000	1,125
Redondo BNR	-	5,000	5,000
Redondo Boiler Replacement	150	-	150
Redondo Odor Control Improvement	800	10	810
Redondo Primary Drive Unit Replacement	100	100	200
Redondo Primary Screen Project	400	-	400
Redondo Secondary Clarifier Rehab	-	300	300
Redondo Upgrades - Other	185	2,650	2,835
Second Supply Project - Filtration	7,990	593	8,583
Service. Connection Replace. Program	350	3,150	3,500
SM-Collection Improvements	1,410	8,770	10,180

SM-FW Downtown Trunk Upgrade	2,000	-	2,000
SWM- Road/Street Main Relocations	1,136	12,110	13,246
Vehicle Replacement Program	195	3,600	3,795
Wastewater System Plan - 2015	150	200	350
Water Storage Tank Mixing	80	240	320
Water System Plan - 2014	60	-	60
Water Telemetry Design & Upgrade	150	600	750
Water Upgrades - Others	115	2,425	2,540
Well 25 Generator/Fuel Tank	200	100	300
WM- Distribution Improvements	881	4,290	5,171
WM-1st Ave S: 316th to BPA (OASIS Ph II)	-	4,140	4,140
WM-538 To 578 Pressure Zone (OASIS Ph II)	-	2,160	2,160
<b>Total</b>	<b>\$ 24,534</b>	<b>\$ 116,818</b>	<b>\$ 141,352</b>

**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 2014 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 12th day of December 2013.

**ATTEST:**

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

*Ronald E. Nowicki*

Commissioner

Yea

Nay

Abstain

Approved as to form:

*John H. Conlon*

General Counsel