

LAKEHAVEN UTILITY DISTRICT
King County, Washington

Resolution No. 2015-1256

RESOLUTION of the Board of Commissioners of the Lakehaven Utility District, King County, Washington, amending 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, the Board approved a biennial budget for the period 2015-2016 at the December 11, 2014 regular board meeting, and

WHEREAS, a public hearing on the amendment of the biennial budget was held on December 1, 2015, and

WHEREAS, believing that the adoption of the 2016 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 2016 shall be as follows:

	Water	WasteWater	Combined
Estimated Funds Available Jan 1	\$14,582,044	\$21,734,828	\$36,316,872
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	\$2,261,431	\$2,519,884	\$4,781,315
Total Revenues & Other Sources	\$17,333,258	\$18,086,195	\$35,419,453
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	\$6,956,000	\$16,543,000	\$23,499,000
Total Expenditures	\$19,975,383	\$29,950,940	\$49,926,323
Estimated Funds Available Dec 31	\$11,939,919	\$9,870,083	\$21,810,002

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

SECTION 2: Planned capital expenditures during the 2016 budget period shall be limited to:

	2016
Water	\$6,956,000
Wastewater	<u>\$16,543,000</u>
Total	\$23,499,000

The planned capital projects for the period 2016-2025 are shown below(in thousands):

Project Name	2016	2017-2025
312th St. Booster Piping/Meter Upgrade/Access	\$ 40	\$ 120
337th St Booster Electrical Service Upgrade	\$ -	\$ 100
AMR Implementation Program	\$ 700	\$ 4,900
Balance of Second Supply Project	\$ 700	\$ 2,250
Facility Upgrades - Other	\$ 225	\$ 2,170
I & I Study	\$ 250	\$ 250
Install RAS Pumps, Flow & Density Meters	\$ -	\$ 1,800
IT Upgrades - Other	\$ 125	\$ 1,350
Lakota Blower Install 2nd Blower	\$ 300	\$ 690
Lakota Digester Mixer Replacement	\$ 1,500	\$ 5,000
Lakota Headworks Screen Upgrades	\$ 1,200	\$ -
Lakota HV Transformer Evaluations/Repairs	\$ 300	\$ 300
Lakota O&M Manual Update (Ph II)	\$ 200	\$ 100
Lakota PLC Replacement	\$ 400	\$ 1,350
Lakota Upgrade - Other	\$ 543	\$ 20,220
Lakota UV System Upgrade	\$ 1,300	\$ -
Low Pressure Zone Study	\$ 250	\$ -
Meter Install New/Replacement	\$ 300	\$ 2,700
Miscellaneous Field Work	\$ 150	\$ 2,550
Oasis Phase I	\$ 760	\$ 1,471
Oasis Phase II	\$ -	\$ 3,750
Oasis Property (for future phases)	\$ -	\$ 5,450
Office Facility Improvements	\$ 150	\$ 6,150
Pressure Zone 490 Upgrade	\$ -	\$ 160
Pump Station 12 - Service Gear ATS Install	\$ 250	\$ -
Pump Station 22 MCC Replacement	\$ 200	\$ -
Pump Station 33 Upsize & Force Main Reroute	\$ 3,000	\$ 1,500
Pump Station 44 - South End Diversion	\$ -	\$ 5,000
Pump Station Telemetry System Upgrade	\$ 100	\$ 1,100
Pump Station Upgrades - Other	\$ 200	\$ 1,400
Redondo Generator Replacement	\$ 350	\$ -
Redondo Heating System Upgrades	\$ 200	\$ 200
Redondo O&M Manual Update (Ph II)	\$ 200	\$ 100
Redondo Retaining Wall Repairs	\$ 400	\$ -

Redondo Upgrades - Other	\$	215	\$	15,300
Redondo UV System Upgrade	\$	2,440	\$	-
Second Supply Project - Filtration	\$	10	\$	-
Service. Connection Replace. Program	\$	350	\$	3,150
SM-Collection Improvements	\$	2,143	\$	15,190
SM-FW Downtown Trunk Upgrade	\$	-	\$	4,400
SWM- Road/Street Main Relocations	\$	1,768	\$	21,497
Vehicle Replacement Program	\$	340	\$	3,645
Wastewater System Plan - 2015	\$	50	\$	-
Water Storage Tank Mixing	\$	40	\$	-
Water Telemetry Design & Upgrade	\$	50	\$	550
Water Upgrades - Others	\$	160	\$	2,890
Well 25 Generator/Fuel Tank	\$	385	\$	-
WM - 362nd PI Replacement	\$	260	\$	-
WM - S 331st on 52nd Ave S	\$	320	\$	-
WM- Distribution Improvements	\$	675	\$	12,235
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	\$	23,499	\$	157,288


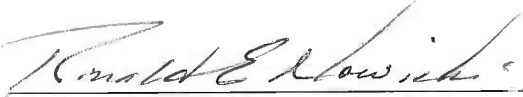

SECTION 3: Although Section 1 of this resolution references total budget expenditure categories, it is the intent of the Board that each departmental budget (Water and Wastewater) is autonomous and expenditure limitations for each department shall be observed. Any increase in departmental budgets as 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 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 10th day of December 2015.

ATTEST:

	✓		
President and Commissioner	Yea	Nay	Abstain
	✓		
Vice President and Commissioner	Yea	Nay	Abstain
	✓		

Secretary and Commissioner

Yea

Nay

Abstain

Absent

Commissioner

Yea

Nay

Abstain

[Signature]

Commissioner

Yea

Nay

Abstain

Approved as to form:

[Signature]

General Counsel