



**BEAUMONT CHERRY VALLEY WATER DISTRICT
AGENDA
SPECIAL MEETING OF THE BOARD OF DIRECTORS
560 Magnolia Avenue, Beaumont, CA 92223
Saturday , December 18, 2010 at 9:00 a.m.**

CALL TO ORDER, PRESIDENT BALL

PLEDGE OF ALLEGIANCE, SECRETARY ROSS

INVOCATION, DIRECTOR EARHART

ROLL CALL, BLANCA MARIN

PUBLIC INPUT

PUBLIC COMMENT: Anyone wishing to address the Board of Directors on any matter not on the agenda of this meeting may do so now. Anyone wishing to speak on an item on the agenda may do so at the time the Board considers that item. All persons wishing to speak must fill out a "Request to Speak" form and give it to the Secretary at the beginning of the meeting. The forms are available on the table at the back of the room. There is a three (3) minute limit on public comments. Sharing or passing time to another speaker is not permitted. Please do not repeat what was said by a previous speaker except to note agreement with that speaker. Thank you for your cooperation.

ACTION ITEMS

1. ADOPTION OF THE AGENDA

GULDSETH	M	S	A	N
BALL	M	S	A	N
EARHART	M	S	A	N
ROSS	M	S	A	N
WOLL	M	S	A	N

2. PRESENTATION OF THE 2011 BEAUMONT CHERRY VALLEY WATER DISTRICT BUDGET**

3. APPROVAL OF THE 2011 BUDGET

GULDSETH	M	S	A	N
BALL	M	S	A	N
EARHART	M	S	A	N
ROSS	M	S	A	N
WOLL	M	S	A	N

4. APPROVAL AND AWARD OF THE LANDSCAPE MAINTENANCE SERVICES AGREEMENT TO MIDORI GARDENS LANDSCAPE**

GULDSETH	M	S	A	N
BALL	M	S	A	N
EARHART	M	S	A	N
ROSS	M	S	A	N
WOLL	M	S	A	N

5. ADJOURNMENT

GULDSETH	M	S	A	N
BALL	M	S	A	N
EARHART	M	S	A	N
ROSS	M	S	A	N
WOLL	M	S	A	N

** Information included in the agenda packet

Assistance for the Disabled: If you are disabled in any way and need accommodation to participate in the meeting, please call Blanca Marin, at (951) 845-9581 Ext. 23 for assistance so the necessary arrangements can be made.

The agenda material for this meeting is available to the public at the District's Administrative Office which is located at 560 Magnolia Avenue, Beaumont, CA 92223. If any additional material related to an open session agenda item is distributed to all or a majority of the board of directors after this agenda is posted, such material will be made available for immediate inspection at the same location.



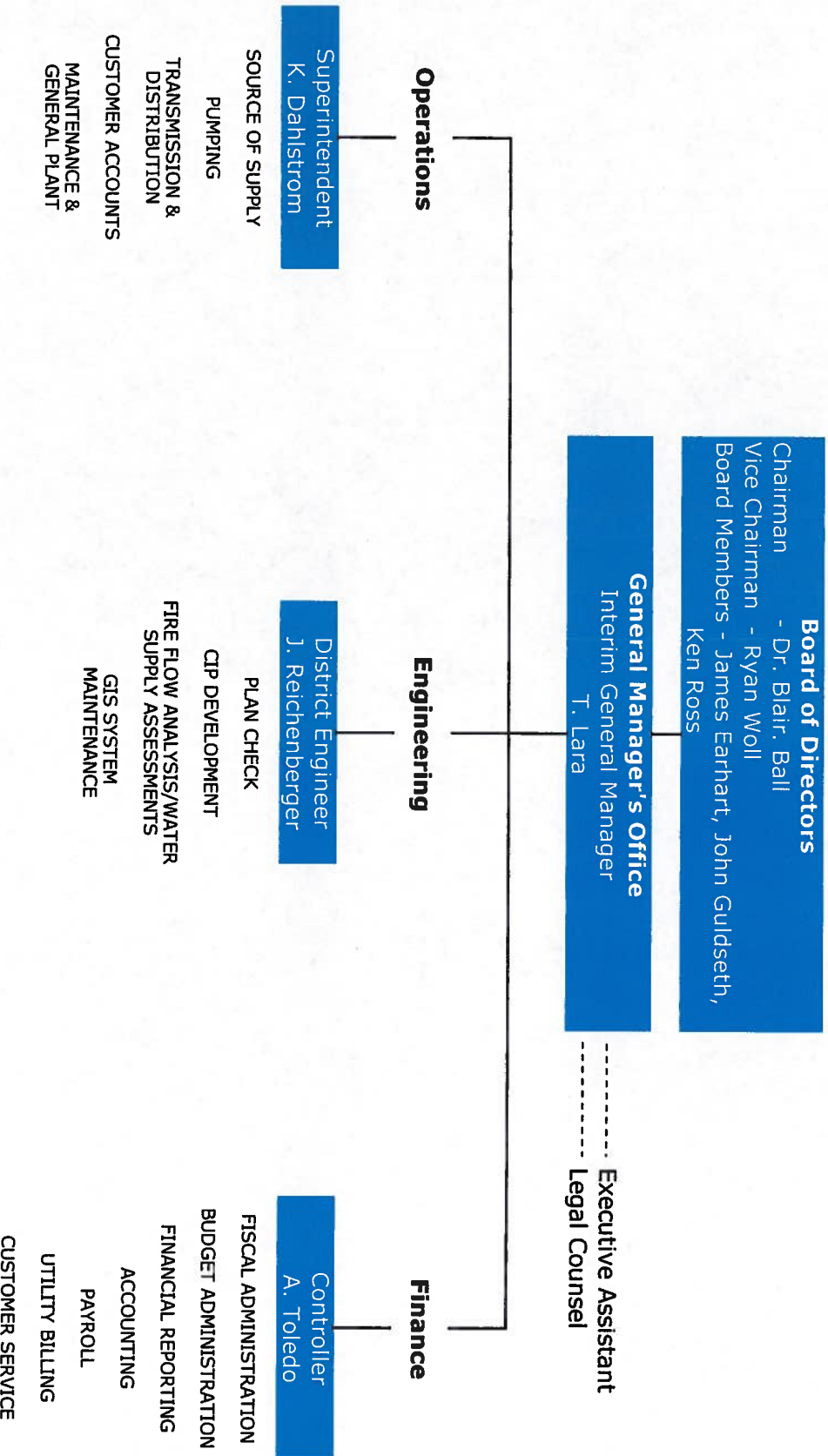
Beaumont-Cherry Valley Water District



Calendar Year 2011 Proposed Annual Budget and Capital Improvement Projects

BEAUMONT CHERRY VALLEY WATER DISTRICT ORGANIZATION CHART

Beaumont Cherry Valley Water District Ratepayers



**BEAUMONT CHERRY VALLEY WATER DISTRICT
2011 PROPOSED BUDGET
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Beaumont Cherry Valley Water District

560 Magnolia Avenue, Beaumont, California 92223 • (951) 845-9581 • FAX (951) 845-0159

DATE: December 14, 2010
TO: Honorable Board of Directors
FROM: Anthony L. Lara, Interim General Manager
Amelia A. Toledo, Controller
SUBJECT: 2011 Calendar Year Budget

INTRODUCTION

We are pleased to present the CY 2011 Annual Budget for the Beaumont Cherry Valley Water District. We wish to thank the Board of Directors for the opportunity to make this presentation, and all of the employees of the District for their contributions during the budget process.

The budget sets forth the District's expenses for the upcoming year, as well as, the anticipated revenue to fund the daily operation, depreciation, debt service, and capital improvements planned for the calendar year 2011. This budget also continues the reduced spending pattern that has been established over the past two years.

FINANCIAL HIGHLIGHTS

- The District's total operating revenues increased 5% or \$459,481 in calendar year 2010 (based on estimated year-to-date figures) vs. CY 2009, primarily due to the rate increase that was implemented on July 1, 2010.
- The projected operating revenue for CY 2011 is \$10,721,520, a 13% increase over the estimated 2010 year end total, primarily due to the rate increase effective January 1, 2011.
- The District's total operating expenses decreased 11% or \$814,891 from 2009 in calendar year 2010 based on estimated year-to-date figures primarily due to the implementation of a furlough program coupled with several operational changes.
- The projected operating expenses for CY 2011 are \$7,258,350, a 5% increase over the estimated 2010 year-end total primarily due to power costs, correct allocation of payroll hours to labor accounts and maintenance and general plant.

REVENUES

Operating - Water sales is the main source of funding for operating expenses, representing 47% of the \$10.7 million projected operating revenue budget. Operating revenues are projected to be \$1.8 million higher than the 2010 calendar year adopted budget projections, largely due to the rate increase that was implemented on July 1, 2010 and the upcoming rate increase to be implemented on January 1, 2011.

There is an estimated 5% increase in operating revenue from 2009 to the estimated year-end 2010 and a projected 13% increase in 2011. The top three operating revenues are water sales at 47%, followed by water service charges at 20% and water pumping power surcharge at 16%.

Non Operating - There are several new categories in the CY 2011 Budget: SGPWA Lease Agreement, Grant Revenue, Debt Proceeds and Depreciation Reserves. The first new category is revenue for the leasing of District property (Recharge Facility) to San Gorgonio Pass Water Agency. The District has budgeted \$150,000. The Lease Agreement, still in negotiation, would generate \$300,000 in non-operating revenue annually. The District is anticipating executing the agreement by July 2011.

The District is scheduled to receive \$75,000 in grant revenue and is in the process of obtaining State Revolving Fund (SRF) funding (approximately 1.78 million dollars at an estimated 2.6% interest) for Water Recycling Facilities Planning for Recycled water Booster Pump and Recycled Water Pipeline Connection to Yucaipa Valley Water District. Loan is payable over 20 years and the District is scheduled to begin the required annual repayment upon completion of the project which will be in CY 2012.

For calendar year 2011, the SRF debt proceeds are budgeted at \$720,000 which corresponds to Phase I Water Recycling Facilities (Yucaipa Recycled Water Connection) Capital Improvement Project expenses. The "pay as you go" basis on which the SRF Loan operates means the District will receive funds (additional debt proceeds) as it incurs costs completing the project.

Also in CY 2011, Facility Fees will be used to fund the planning and design phase of the Noble Creek Rubber Dam and Recharge Area Phase 2 (approximately \$130,000).

EXPENSES

There is an estimated 11% decrease in operating expenses from 2009 to the estimated year-end 2010 and a projected 5% increase in 2011 over the estimated CY year-end 2010. The decrease in CY 2010 is a direct reflection of employees' concessions in compensation (Furlough Program) and the District's commitment in reducing expenses in a responsible way.

The projected operating expenses for CY 2011 are \$7,258,350, a 5% increase over the estimated 2010 year-end total primarily due to power costs, correct allocation of payroll hours to labor accounts and maintenance and general plant.

The top three operating expenses are pumping at 33%, followed by finance at 19% and transmission and distribution at 16%.

Staff reviewed and updated departmental general ledger code designations in an effort to integrate both the audited financial statement format and monthly financial reports. This included segregating pumping expenses from Source of Supply and combining in-house and contracted engineering into one Department while maintaining individual accounting for both services. Additionally, with the approval of the Auditor, staff segregated Departments within the General and Administrative category, such as Maintenance & General Plant, Board of Directors, General Manager's Office and Finance.

DISTRICT HIGHLIGHTS AND OTHER SIGNIFICANT ITEMS

- ❖ **Furlough Program** – In April 2010, the Board of Directors unanimously voted to approve, ratify and confirm the furlough program (one day per month for all employees of the District). The program was implemented by the District's Interim General Manager on Monday, April 12, 2010 and while it was originally scheduled to terminate on October 31, 2010, it was extended through December 31, 2010.

The furlough program changed the workweek to four nine-and-one-half (9.5) hour days, leaving the District office closed on Fridays. The furlough program, in addition to reduced spending, helped bring further savings to the District in these tough economical times.

District Staff is recommending the continuation of the Furlough Program throughout CY 2011.

- ❖ **Personnel** – The CY 2011 Personnel Budget used the assumption of the continuation of the Furlough Program and a 1.2% Cost of Living increase for CY 2011 (calculations based on District's MOU, Cost of Living increases based on the Consumer Price Index, US Cities average, October to October).
- ❖ **PERS Retirement** – The Public Employees Retirement System (PERS) employer contribution rate is scheduled to increase by approximately 1% in July 2011; however, with the continuation of the furlough program and bi-weekly contributions based on 76 hours rather than 80 hours, the increase will not have a significant impact on the District's Proposed Budget for CY 2011.
- ❖ **Health Insurance** – Currently, the District contracts its healthcare insurance through CalPERS (Blue Shield & Kaiser Permanente). Effective January 1, 2011, Blue Shield rates will increase 17%; and Kaiser Permanente rates will increase 5%. As rates continue to rise, the District has begun to compare prices and benefits from other health care contractors.
- ❖ **General Manager's Office** - New to this year's budget is the category of General Manager's Office. The Budget for CY 2011 includes the position of Interim General Manager and Executive Assistant. The Assistant General Manager position is unfunded in CY 2011.

- ❖ **Finance Department** – The CY 2011 Budget is funding the position of Administrative Analyst in lieu of a Commercial Office Supervisor. The Budget is also funding the position of an Accountant. The District hired a temporary Accountant to assist in resolving the CY 2009 Audit Findings and to perform detailed reconciliations. The temporary position was filled in August 2010. Both positions are key in the District's overall goal of achieving the Finance Department's goals and objectives.

The Finance Department has also hired an additional Account Clerk I in October 2010 to assist with the overflow of customer service inquiries (phone inquiries, special payment arrangements, adjustment request, start/end service, etc) and also to cover two upcoming maternity leave (December 2010 and February 2011). Additionally, a part-time Account Clerk I position has been funded for CY2011 to assist with the Utility Billing overflow (including delinquent notices).

OPERATIONS HIGHLIGHTS

- ❖ **Source of Supply** – State Water Project water purchases were up 60% this year. As of November 30, 2010, the District purchased and recharged 4,583 acre feet of SWP water vs. 2,741 in 2009. In addition, the District recharged 1,338 acre feet for the City of Banning, creating additional operating revenue in the amount of \$81,805.

The District is anticipating to purchase and recharge 3,155 acre-ft of State Water Project water in the CY 2011 (3,155 acre-ft at \$317 per acre-ft for \$1,000,000) The District has budgeted \$190,000 in revenue from the City of Banning for recharging approximately 3,100 acre-ft of State Water Project water on their behalf (\$61.14 per ac-ft recharged).

- ❖ **Transmission & Distribution** – The District retired approximately 3,800 ft of 6" steel main on Dutton Street between Jonathan Ave and Cherry Ave. Another 1,800 ft of steel main between Dutton Street and Grand Ave were also retired. This resulting in savings to the District as these mains cost thousands of dollars annually in repair and maintenance costs. With newer mains already in place, the District simply had to transfer over the individual services.

Historically, the District has replaced meters that are ten years old or older as wearing on the gears can result in the meter inaccurately recording the water flow, affecting water sales. Between the months of July 2010 through September 2010, the District changed out 1,000 over-aged meters.

Through creative staffing, the Transmission & Distribution Department was able to temporarily re-classify one employee to the Finance Department for a period of three months. Additionally, the Department, along with the service of the Fire Camp handled weed abatement. Historically, the District has employed temporary employees to perform these tasks.

ENGINEERING HIGHLIGHTS

The Engineering Department completed a Facilities Planning Grant application for up to \$75,000 in matching funds to help pay for the preparation of a Facilities Plan for a recycled water connection with Yucaipa Valley Water District.

The Department also completed a 5-year Capital Improvement Program identifying capital water facilities to meet the immediate, near term water supply needs, updated the District Standard Plans and Specifications and continued work on the District's Urban Water Management Plan Update and Master Plan Update, namely water demand forecasts through 2040 and provided input to the San Gorgonio Pass Water Agency's Urban Water Management Plan Update.

The Department worked on the preparation of water and recycled water forecasts to the Regional Water Quality Control Board in support of the District's recycled water use permit.

The Department continues to work with developers and assisted the Finance Department in customizing the chart of accounts to give more detailed accounting of Capital Improvement and Miscellaneous projects. As well, they have been developing a flow chart in an effort to establish the service application process to ensure consistency and confirm that the proper deposits and/or fees have been collected prior to the completion of the application process.

The Department continues to work on the development of the Geographical Information System.

ADMINISTRATIVE HIGHLIGHTS

- ❖ **General Manager's Office** – The District created and filled the position of Controller, a long-time recommendation. The General Manager developed and implemented a furlough program made staffing changes such as: eliminated one position and laid off two employees (Finance Department), reclassified three employees within the Finance Department and redistributed duties amongst the departmental employees as a cost-saving measure.

The General Manager's office was key in obtaining funding (B of A loan) to complete the District's recycled water system. Some of the projects were already under construction when the loan was secured. The office also worked with a financial consultant in completing the 2009 rate study, which recommended a rate increase in three phases: July 1, 2010, January 1, 2011 & January 1, 2012.

- ❖ **Finance** – The Finance Department implemented internal controls updating procedures to include more approvals at the Management Level, streamline processes and access to key programs. The Department reorganized its staff so that tasks may be accomplished in a more efficient manner to better serve the needs of the District's customers.

As part of the reorganization process, a temporary Accountant (August 2010) was hired to perform in-depth reconciliations and assist in resolving CY 2009 Audit Findings.

To date, the Finance Department has created and implemented the following policies: Reserves, Unclaimed Funds and Residential Customer Deposit Policy.

The District, through Finance Department, has engaged the services of Rash Curtis & Associates to collect on outstanding accounts from January 1, 2007 through December 31, 2009. A Collection Policy is currently being drafted. The intent of the policy is to establish procedures to perform collecting efforts in-house prior to submitting to a third party in an effort to collect on past due balances.

- ❖ **Billing Department** – The Billing Department made a move from Pitney Bowes to Priority Mailing Systems in an effort to increase efficiency and bring additional savings to the District of approximately \$850. The Department has worked collaboratively with the Field Operations in the form of joint staff meetings and facility tours to increase each Account Clerk's knowledge of the District and its operation to better serve both the internal and external customers.

The Department has been working with the Operations Customer Accounts' Department to reorganize older existing routes to cut down on the reading time and ultimately getting statements in the customer's hands much closer to the time the meter is read.

- ❖ **Customer Service** – The Customer Service continues its relentless effort to bring more efficiency to the daily finance operations. The Department saw a big increase in payment processing, start and end service requests and customer service interaction (phone calls, delinquencies, special payment arrangements, etc).

All payments received by mail are now being processed through automated payment processing software and hardware. The deposits are then made electronically (versus physically at branch). Additionally, as part of the Red Flag compliance, each new customer is screened through a third party and beginning December 13, 2010; the same process will also assist in determining credit worthiness of new residential customers looking to establish service. Deposits will be collected from customers based on credit worthiness.

- ❖ **Maintenance & General Plant** - This Department, along with the service of the Fire Camp handled weed abatement which has, in the past, been handled by temporary seasonal employees. By performing this task with the current employees and the reduced rates of the Fire Camp, the Department was able to save the District money.

The Department has completed and met all of the requirements needed to acquire permits from the ARB (Air Resources Board) for all of the diesel operated equipment such as backhoes, loaders and dozers.

CAPITAL IMPROVEMENT PROGRAM

The District completed the construction of recycled water projects: 2 MG Recycled Water Reservoir at the Groundwater Recharge Site, approximately 3000 ft of 24-inch pipeline in Brookside Avenue from Cherry Avenue to the Recharge Site, approximately 10,000 ft of 24-inch pipeline in Desert Lawn Drive from Champions Dr. to Cherry Valley Blvd and about 4000 ft of 16-inch pipeline from Three Rings Ranch to Oak Valley Parkway.

To fund this project, the District obtained a 5 million dollar loan from Bank of America. The District received the 5 million dollar loan on March 31, 2010. The District received an interest rate of 3.38% and is repaying the loans over a period of five years. The District makes two annual payments. The first payment was made on October 1, 2010 and the last payment is scheduled for April 1, 2015.

The proposed Capital Improvement Project Costs for CY 2011 are presented in detail in this document (page 41). Many of these projects extend beyond 2011 and estimates of future costs are presented for each project.

CAPITAL OUTLAY EXPENDITURES

- ❖ **Fleet Vehicles** - The District did not replace any of its fleet vehicles in CY 2010; however, in CY 2011, \$37,540 was budgeted to replace one unit from Transmission & Distribution (1998 GMC truck with approximately 84,000 miles) and \$27,409 was budgeted to replace the General Manager's vehicle, a 2002 Chevy Tahoe with approximately 108,000 miles.
- ❖ **Office Equipment** - A new server was purchased in CY 2010 to replace the "domain controller" which was originally purchased in CY 2005. The server was no longer able to support the District's growing needs and demands. The server was also purchased in preparation of the municipal software migration scheduled for May 2011 (from i-City to i-City Enterprise). \$15,000 has been budgeted to cover the migration (including labor and four days of staff training). An additional \$9,800 has been budgeted to replace aging hardware including printers, towers and monitors.
- ❖ **Engineering Equipment** - \$28,600 has been budgeted for the purchase of a large format scanner and GPS handheld device.

GOALS AND OBJECTIVES FOR CY 2011

Source of Supply

- Continue to purchase and recharge as much additional water supplies as possible.

Transmission & Distribution

- Continue meter exchange program; change out at least 1,000 meters over 10 years of age.
- Replace 1998 GMC truck with approximately 84,000 miles.

Engineering

- Purchasing additional equipment (large format scanner and GPS handheld device).
- Completing the Urban Water Management Plan Update (deadline June 30, 2011) and Master Plan Update.
- Update District Rules and Regulations for Water Service as needed for fees and procedures etc.
- Complete Facilities Plan and CEQA Plus work in support of recycled water connection to Yucaipa Valley Water District.
- Work with the San Geronio Pass Water Agency on potential joint use of the District's Groundwater Recharge Facility.
- Initiate meetings and studies with Riverside County Flood Control and Water Conservation District relative to an inflatable dam in Noble Creek at the District's Groundwater Recharge site to capture and recharge storm water.
- Start work on a sustainability policy.
- Continue work on Geographical Information System.
- Review District Division Boundaries in response to results from 2010 census.
- Initiate planning for the replacement of Well 2 with a new well on the existing Well 2 Site.

General Manager's Office

- Continue to find ways to bring additional savings to the District.
- Develop a Water Conservation Outreach Program.
- Update the District website.
- Update District's Rules and Regulations Governing Water Service.
- Seek funding for capital projects.
- Replace 2002 Chevy Tahoe with approximately 108,000 miles.

Finance

- Continue to resolve CY 2009 Audit Findings.
- Utilize banking services such as lockbox service and bill consolidators to continue to process payments in a timely manner and still provide the customer with superior customer service.

With the use of the lockbox services, the remittance envelopes would be processed offsite by payment processing center. District bank account would be updated daily with deposit information and staff would be provided with data file to update customer account profiles to reflect the receipt of the payment.

Bill consolidator will take the hundreds of checks the District currently receives daily for banking payment processing centers and automatically deposit into the District's bank account, eliminating the need for a paper check. The checks are not accompanied by a remittance coupon and do

not come in the District issued remittance envelope. These checks are generated when customers opt to pay their bills online via their bank website. As with the lockbox service, the District will receive data files daily to update customer account profiles to reflect the receipt of the payment.

These services will increase the District's interest income as funds will be posted immediately to the District's bank account without any delays.

- Coordinate and ensure that the transition for the current municipal software (i-city) to the new version (i-city enterprise) is completed by June 2011. The District has budgeted four days of hands-on training on the upgraded system version.
- Prepare and implement the following policies and procedures: Collections, Commercial Customer Deposits, Purchasing and Check Signing.
- Review and update the following policies and procedures: Investment, Capital Assets and Budget Policy (including creation of Budget Calendar).

CONCLUSION

For the District, as with many other Special Districts in California, trying to balance the budget in times of economic downturn has been a challenge. In years past, the District did not always present a balanced budget. In CY 2009, the District changed how it operated and eliminated unnecessary services and began looking at additional ways to save money. In CY 2010, the District continued to reduce spending and implemented a furlough program, eliminated two positions and reclassified three others.

Though the District presented a CY 2011 balanced budget, it is important to highlight the following:

- The District has to incur another debt service (SRF loan) to fund some of the capital projects.
- The construction and inspection of the Pipeline Replacement Projects was deferred to CY 2011 primarily due to shortage of funding.
- The 5-year Capital Improvement Budget necessitates more funding, most noteworthy for CY 2012, which requires \$13,227,000 funding.
- There is no provision to fund the 25% operating reserve as indicated in the District's Reserves Policy.

The Finance Department would like to thank all of those who have contributed to the preparation of this budget. A Budget Policy and Calendar are currently being drafted for the upcoming calendar year. We wish to extend a special thanks to the Department Heads for their diligent efforts and the District employees for their concessions in compensation and dedication to hard work.

**Beaumont-Cherry Valley Water District
Summary of Revenues
Revenues - Operating, Non-Operating & Capital Contributions
Proposed Budget CY 2011**

	ACTUAL	ADOPTED	ESTIMATED YEAR-END	PROPOSED
	2009	2010	2010	2011
Operating revenues:				
Water consumption sales	4,651,105	4,329,564	4,423,962	5,028,170
Water service charges	1,796,816	1,863,415	1,866,048	2,147,920
Water importation surcharges	768,624	996,851	1,174,580	1,255,550
Water pumping power surcharges	1,263,039	1,311,650	1,467,007	1,727,090
Development and installation charges	282,049	160,000	220,775	231,650
Other charges for services	262,823	259,000	331,565	331,140
Total operating revenues	<u>9,024,457</u>	<u>8,920,480</u>	<u>9,483,938</u>	<u>10,721,520</u>
Non-operating revenues:				
Interest earnings	54,576	51,000	37,292	41,500
Rental income	10,027	30,800	22,303	25,130
SGPWA Lease Agmt (Recharge Facility)	-	-	-	150,000
Grant Revenue	-	-	-	75,000
Debt Service Proceeds - B of A	-	-	2,446,465	-
Debt Service Proceeds - SRF Loan	-	-	-	720,000
Other non-operating revenues	38,244	15,000	29,321	29,320
Total non-operating revenues	<u>102,846</u>	<u>96,800</u>	<u>2,535,381</u>	<u>1,040,950</u>
Capital contributions:				
Facilities charges	446,974	272,402	646,919	621,890
Front footage fees	31,640	-	-	-
Total capital contributions	<u>478,614</u>	<u>272,402</u>	<u>646,919</u>	<u>621,890</u>
TOTAL REVENUES	<u>9,605,917</u>	<u>9,289,682</u>	<u>12,666,237</u>	<u>12,384,360</u>

**Beaumont-Cherry Valley Water District
 Summary of Expenditures by Calendar Year
 Proposed Budget CY 2011
 Operating Expenses**

	ACTUAL	ADOPTED	ESTIMATED YEAR-END	PROPOSED
	2009	2010	2010	2011
Operating expenses:				
Source of supply	1,361,308	570,600	1,495,844	1,000,000
Pumping	2,250,629	2,501,220	1,941,151	2,353,150
Transmission and distribution	1,129,191	1,033,700	926,368	1,182,190
Engineering	397,285	247,012	169,347	308,220
Customer accounts	174,323	183,400	189,517	216,350
General and administrative				
Maintenance & general plant	289,821	338,000	256,273	332,050
Board of Directors	39,533	77,500	64,238	55,790
General Manager's Office	204,554	126,000	164,386	456,875
Finance	1,867,508	1,828,200	1,692,138	1,353,726
Total operating expenses	<u>7,714,153</u>	<u>6,905,632</u>	<u>6,899,262</u>	<u>7,258,351</u>
System Depreciation				
Depreciation	<u>2,223,219</u>	<u>2,025,351</u>	<u>2,025,351</u>	<u>2,200,000</u>
Total Expenses	<u>9,937,372</u>	<u>8,930,983</u>	<u>8,924,613</u>	<u>9,458,351</u>

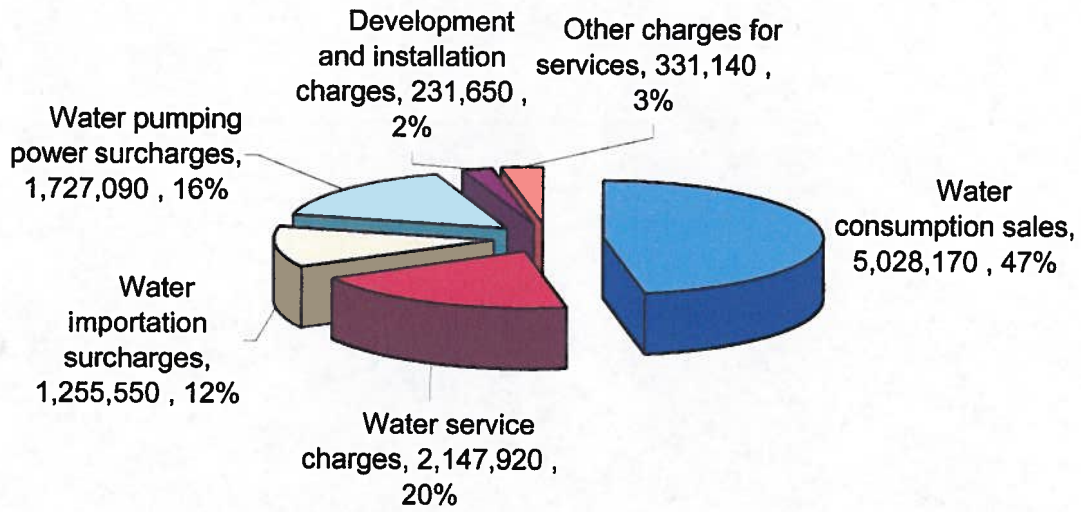
**Beaumont-Cherry Valley Water District
 Summary of Debt Service
 Proposed Budget CY 2011
 Debt Service**

	ACTUAL	ADOPTED	ESTIMATED YEAR-END	PROPOSED
	2009	2010	2010	2011
Debt Service (B of A & SRF)				
Principal (B of A)	-	470,000	702,500	955,000
Interest (B of A)	-	84,969	123,248	137,270
Loan Fees (SRF)	-	-	-	32,000
TOTAL DEBT SERVICE	<u>-</u>	<u>554,969</u>	<u>825,748</u>	<u>1,124,270</u>

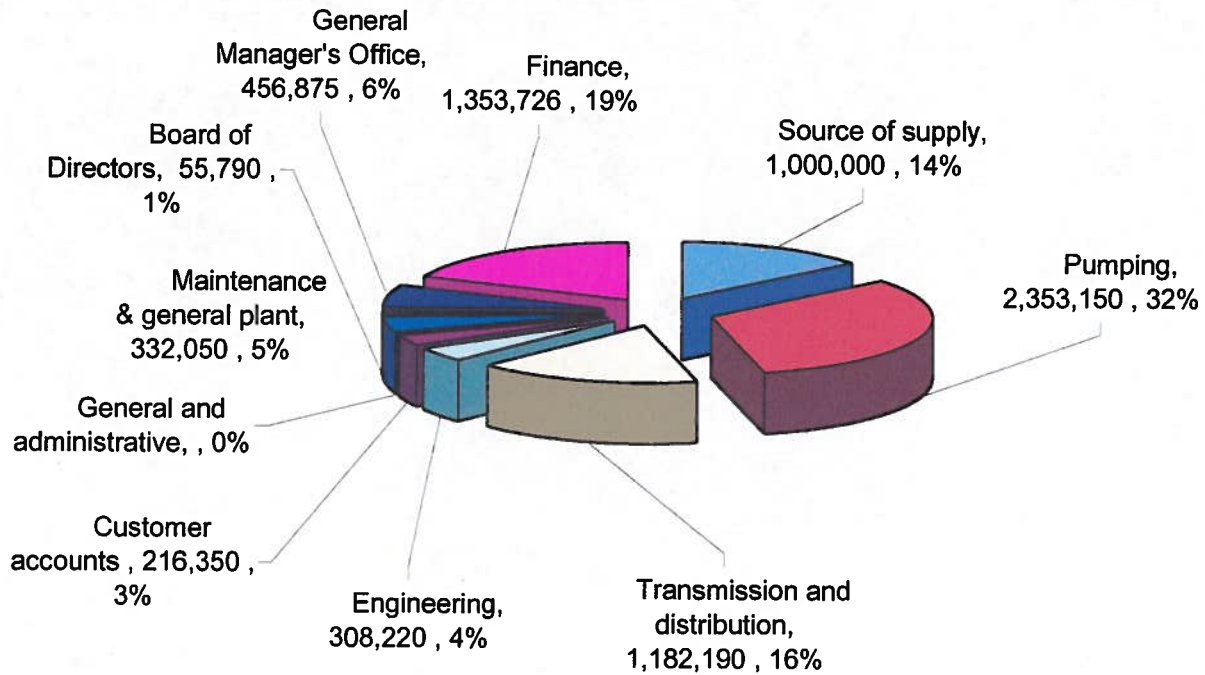
**Beaumont-Cherry Valley Water District
 Summary of Expenditures by Calendar Year
 Proposed Budget CY 2011
 Capital Outlay**

	ACTUAL	ADOPTED	ESTIMATED YEAR-END	PROPOSED
	2009	2010	2010	2011
Capital Outlay				
Pumphouse Structure	-	-	-	-
Well Casings & Development	2,364,601	-	-	-
Pumping Equipment	-	-	-	-
Chlorinators	-	-	-	-
Water Treatment Equipment	-	-	3,379	-
Reservoirs and Tanks	-	-	-	-
Telemetry Equipment	-	-	-	-
Transmission & Distribution Mains	140,169	-	-	-
Meter and Meter Services	167,202	-	-	-
Fire Hydrants	-	-	-	-
Structures and Improvements	-	-	-	-
Office Furniture & Equipment	-	-	-	38,400
Automobile Equipment	35,154	-	-	64,949
General Equipment	46,763	-	-	-
Capital Projects	-	-	2,446,465	1,309,000
Miscellaneous Projects	-	-	-	187,000
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Total Capital Outlay	2,753,888	-	2,449,844	1,599,349

**Beaumont Cherry Valley Water District
Operating Fund
Budgeted Sources of Funds**



**Operating Fund
Budgeted Uses of Funds**



**BEAUMONT CHERRY VALLEY WATER DISTRICT
SOURCE OF SUPPLY
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ -	\$ -	\$ -	\$ -
M & O	1,361,308	570,600	1,495,844	1,000,000
CAPITAL	-	-	-	-
TOTAL	1,361,308	570,600	1,495,844	1,000,000

PROGRAM DESCRIPTIONS

The Source of Supply Department is responsible for purchasing additional water supplies, including State Water Project water from the State contractor, San Gorgonio Pass Water Agency. Additionally, the Department is charged with purchasing additional water rights.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5200 SOURCE OF SUPPLY**

<u>ACCOUNT NUMBER</u>		<u>ACTUAL 2009</u>	<u>BUDGETED 2010</u>	<u>ESTIMATED 2010</u>	<u>PROPOSED 2011</u>
PERSONNEL					
TOTAL	PERSONNEL	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
MAINTENANCE & OPERATIONS					
1-5-5200-620	STATE PROJECT WATER PURCHASED	819,308	570,600	1,495,844	1,000,000
1-5-5200-621	GROUNDWATER PURCHASE (SMWC)	<u>542,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL	MAINTENANCE & OPERATIONS	<u>1,361,308</u>	<u>570,600</u>	<u>1,495,844</u>	<u>1,000,000</u>
CAPITAL OUTLAY					
TOTAL	CAPITAL OUTLAY	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL	SOURCE OF SUPPLY	<u>1,361,308</u>	<u>570,600</u>	<u>1,495,844</u>	<u>1,000,000</u>

**BEAUMONT CHERRY VALLEY WATER DISTRICT
PUMPING
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 413,190	\$ 430,100	\$ 361,305	\$ 507,350
M & O	1,837,439	2,071,120	1,579,846	1,845,800
CAPITAL	-	-	-	-
TOTAL	2,250,629	2,501,220	1,941,151	2,353,150

PROGRAM DESCRIPTIONS

The operation and maintenance of the District's pumping and storage facilities, water quality monitoring and reporting and power costs for pumping are all covered in the Pumping Department. The salaries and benefits for the Production Department personnel are funded under this category. Pumping Department personnel is responsible for the daily operation of the District's pumping, storage, chlorination and pressure reducing facilities. Personnel also perform water quality monitoring and reporting in compliance with State and Federal Regulations and participate in stand-by rotation for the purpose of after hours emergency response.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5200 PUMPING**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL					
1-5-5200-237	HEALTH INSURANCE	49,375	55,000	49,255	73,600
1-5-5200-241	MEDICARE	-	-	1,670	4,060
1-5-5200-243	RETIREMENT/CALPERS	59,239	65,000	62,230	58,350
1-5-5200-500	LABOR	271,125	275,000	211,685	250,500
1-5-5200-501	OVERTIME	-	-	-	39,500
1-5-5200-502	BEREAVEMENT/SEMINAR/JURY DUTY	1,927	1,000	473	2,000
1-5-5200-503	SICK LEAVE	8,189	4,500	6,953	13,590
1-5-5200-504	VACATION	3,555	6,000	5,506	20,170
1-5-5200-505	HOLIDAYS	9,333	9,500	7,653	15,570
1-5-5200-507	LIFE INSURANCE	1,554	1,600	1,415	1,980
1-5-5200-508	UNIFORMS, EMPLOYEE BENEFITS	852	1,000	696	1,100
1-5-5200-518	SEMINAR & TRAVEL EXPENSES	120	500	-	400
1-5-5200-519	EDUCATION EXPENSES	1,015	1,000	306	2,500
1-5-5200-520	WORKER'S COMPENSATION INSURANCE	6,905	10,000	6,321	6,690
1-5-5200-521	SOCIAL SECURITY	-	-	7,141	17,340
TOTAL	PERSONNEL	413,190	430,100	361,305	507,350
MAINTENANCE & OPERATIONS					
1-5-5200-511	TREATMENT & CHEMICALS	159,736	160,000	36,013	90,000
1-5-5200-512	LAB TESTING	44,147	45,000	54,208	55,000
1-5-5200-513	MAINTENANCE EQUIPMENT (PUMPING)	157,979	160,000	132,171	160,000
1-5-5200-514	UTILITIES - GAS	120	120	161	200
1-5-5200-515	UTILITIES - ELECTRIC	1,470,139	1,700,000	1,343,475	1,500,000
1-5-5200-517	TELEMETRY MAINTENANCE	5,317	6,000	776	6,000
1-5-5200-545	PERMITS, FEES & LICENSING	-	-	-	6,000
1-5-5200-553	TEMPORARY LABOR	-	-	-	-
1-5-5200-555	OFFICE SUPPLIES	-	-	-	750
1-5-5200-556	OFFICE EQUIPMENT/SERVICE AGREEMENTS	-	-	-	200
1-5-5200-558	MEMBERSHIP DUES	-	-	-	-
1-5-5200-560	EQUIPMENT MAINT. & REPAIRS	-	-	-	600
1-5-5200-562	SUBSCRIPTIONS	-	-	-	-
1-5-5200-563	MISCELLANEOUS OPERATING SUPPLIES	-	-	-	1,500
1-5-5200-564	MISCELLANEOUS TOOLS/EQUIPMENT	-	-	-	350
1-5-5200-568	RANDOM DRUG TESTING	-	-	-	200
1-5-5200-625	STATE MANDATED CLEANUP	-	-	13,041	25,000
TOTAL	MAINTENANCE & OPERATIONS	1,837,439	2,071,120	1,579,846	1,845,800
CAPITAL OUTLAY					
1-5-5200-800	CAPITAL OUTLAY	-	-	-	-
TOTAL	CAPITAL OUTLAY	-	-	-	-
TOTAL	SOURCE OF SUPPLY	2,250,629	2,501,220	1,941,151	2,353,150

**BEAUMONT CHERRY VALLEY WATER DISTRICT
TRANSMISSION & DISTRIBUTION
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 633,700	\$ 687,700	\$ 730,517	\$ 802,070
M & O	495,491	346,000	195,851	380,120
CAPITAL	-	-	-	37,540
TOTAL	1,129,191	1,033,700	926,368	1,219,730

PROGRAM DESCRIPTIONS

The repair and maintenance of transmission and distribution mains, water services, meters, fire hydrants, valves and all other distribution system appurtenances are funded in this Department along with the salaries and benefits of the crews who perform these duties.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5300 TRANSMISSION & DISTRIBUTION**

ACCOUNT NUMBER	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL				
1-5-5300-237 HEALTH INSURANCE	111,202	115,000	126,518	153,770
1-5-5300-241 MEDICARE	-	-	3,207	6,230
1-5-5300-243 RETIREMENT/CALPERS	105,489	110,000	128,422	86,540
1-5-5300-500 LABOR	355,669	370,000	374,795	402,250
1-5-5300-501 OVERTIME	-	-	-	26,600
1-5-5300-502 BEREAVEMENT/SEMINAR/JURY DUTY	1,205	2,400	2,518	2,000
1-5-5300-503 SICK LEAVE	9,434	18,000	25,380	21,090
1-5-5300-504 VACATION	11,827	24,000	13,977	27,530
1-5-5300-505 HOLIDAYS	21,958	24,000	15,675	24,170
1-5-5300-507 LIFE INSURANCE	2,914	3,100	3,167	3,070
1-5-5300-508 UNIFORMS, EMPLOYEE BENEFITS	3,021	3,200	3,012	3,500
1-5-5300-518 SEMINAR & TRAVEL EXPENSES	10	1,000	888	800
1-5-5300-519 EDUCATION EXPENSES	383	2,000	306	2,500
1-5-5300-520 WORKER'S COMPENSATION INSURANCE	10,588	15,000	18,936	15,380
1-5-5300-521 SOCIAL SECURITY	-	-	13,715	26,640
TOTAL PERSONNEL	633,700	687,700	730,517	802,070
MAINTENANCE & OPERATIONS				
1-5-5300-530 MAINT PIPELINE/FIRE HYDRANT	94,033	95,000	36,577	75,000
1-5-5300-531 LINE LOCATES	3,002	3,500	2,415	3,000
1-5-5300-534 MAINT METERS & SERVICES	161,659	175,000	125,753	141,070
1-5-5300-535 BACKFLOW DEVICES	278	500	-	1,000
1-5-5300-536 MAINTENANCE RESERVOIRS/TANKS	1,240	10,000	5,565	12,000
1-5-5300-537 MAINTENANCE PRESSURE REGULATORS	10,794	12,000	-	15,000
1-5-5300-538 INSPECTIONS	35,452	35,000	23,924	-
1-5-5300-539 INVENTORY ADJUSTMENT	100,631	-	-	100,000
1-5-5300-540 INVENTORY PURCHASE DISCOUNTS	(7,163)	(5,000)	(2,538)	-
1-5-5300-541 OBSOLETE OR DAMAGED INVENTORY	95,566	20,000	81	25,000
1-5-5300-543 PROPERTY THEFT	-	-	4,072	-
1-5-5300-553 TEMPORARY LABOR	-	-	-	-
1-5-5300-555 OFFICE SUPPLIES	-	-	-	850
1-5-5300-556 OFFICE EQUIPMENT/SERVICE AGREEMENTS	-	-	-	250
1-5-5300-558 MEMBERSHIP DUES	-	-	-	-
1-5-5300-560 EQUIPMENT MAINT. & REPAIRS	-	-	-	700
1-5-5300-562 SUBSCRIPTIONS	-	-	-	-
1-5-5300-563 MISCELLANEOUS OPERATING SUPPLIES	-	-	-	4,000
1-5-5300-564 MISCELLANEOUS TOOLS/EQUIPMENT	-	-	-	2,000
1-5-5300-568 RANDOM DRUG TESTING	-	-	-	250
TOTAL MAINTENANCE & OPERATIONS	495,491	346,000	195,851	380,120
CAPITAL OUTLAY				
1-5-5300-800 CAPITAL OUTLAY - VEHICLE REPLACEMENT	-	-	-	37,540
TOTAL CAPITAL OUTLAY	-	-	-	37,540
TOTAL TRANSMISSION & DISTRIBUTION	1,129,191	1,033,700	926,368	1,219,730

**BEAUMONT CHERRY VALLEY WATER DISTRICT
ENGINEERING DEPARTMENT
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 94,150	\$ 112,012	\$ 115,562	\$ 141,720
M & O	303,135	135,000	53,785	166,500
CAPITAL	-	-	-	28,600
TOTAL	397,285	247,012	169,347	336,820

PROGRAM DESCRIPTION

The Department consists of a registered professional engineer, who approves all plans, whether prepared by in-house staff or developers' engineers, certifies the availability of water to serve the development. The District Engineer is assisted by an engineering technician. Currently the District Engineer is part-time. The District Engineer has a Grade T5 Water Treatment Plant Operations Certificate in addition to a professional engineering license and the Engineering Technician has a Grade D3 Water Distribution Operations Certificate. The District Engineer and the Engineering Technician are required to meet continued professional competency requirements to maintain their respective certifications.

The Engineering Department is responsible for the day-to-day engineering functions of the District which include the review of water service requests, analysis of water demands and fire flow requirements for developments, review of applicant's plans for conformance with District requirements, and review of the project record drawings and supporting data on completion of the project. The Department is responsible for maintenance of project and engineering records through the District's Geographical Information (GIS) System, maintenance of the Districts' standard plans and specifications for water and recycled water service, preparation of water supply reports, preparation of engineering plans and specification for projects, direction of the District's consultants for specific assignments for which the consultants are assigned, including preparation of plans, special studies, environmental compliance, preparation of maps and plans, etc. The Department responds and addresses all issues involved with project construction that require an engineering judgment to be made.

The Engineering Department assists the Board, General Manager, Operations, Finance and other departments as requested to provide information, special studies, master plans, urban water management plans, designs, recommendations, and responses to inquiries from District customers and the press. When called on, the District Engineer makes presentations to the Board and the public. The District Engineer represents the District at all meetings with neighboring agencies and regulatory agencies when engineering issues are discussed.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5800 ENGINEERING**

ACCOUNT NUMBER	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL				
1-5-5800-237 HEALTH INSURANCE	3,873	4,000	4,463	5,740
1-5-5800-241 MEDICARE	-	-	164	1,510
1-5-5800-243 RETIREMENT/CALPERS	9,677	10,000	13,432	10,540
1-5-5800-500 LABOR	76,019	82,000	80,322	100,600
1-5-5800-501 OVERTIME	-	-	-	-
1-5-5800-502 BEREAVEMENT/SEMINAR/JURY DUTY	-	500	369	-
1-5-5800-503 SICK LEAVE	-	2,000	-	1,400
1-5-5800-504 VACATION	-	3,200	1,963	4,170
1-5-5800-505 HOLIDAY	2,801	3,200	2,432	3,220
1-5-5800-507 LIFE INSURANCE	289	312	358	410
1-5-5800-518 SEMINAR & TRAVEL EXPENSES	-	500	-	500
1-5-5800-519 EDUCATION EXPENSE	421	5,000	8,558	5,000
1-5-5800-520 WORKER'S COMPENSATION	1,070	1,300	2,797	2,170
1-5-5800-521 SOCIAL SECURITY	-	-	701	6,460
TOTAL PERSONNEL	94,150	112,012	115,562	141,720
MAINTENANCE & OPERATIONS				
1-5-5800-545 PERMITS, FEES & LICENSING	-	-	-	-
1-5-5800-546 SOFTWARE LICENSING	-	-	-	4,000
1-5-5800-553 TEMPORARY LABOR	-	-	-	-
1-5-5800-555 OFFICE SUPPLIES	-	-	-	3,500
1-5-5800-556 OFFICE EQUIPMENT/SERVICE AGREEMENTS	-	-	-	16,000
1-5-5800-558 MEMBERSHIP DUES	-	-	-	-
1-5-5800-560 EQUIPMENT MAINT. & REPAIRS	-	-	-	1,000
1-5-5800-562 SUBSCRIPTIONS	-	-	-	-
1-5-5800-563 MISCELLANEOUS OPERATING SUPPLIES	-	-	-	-
1-5-5800-564 MISCELLANEOUS TOOLS/EQUIPMENT	-	-	-	-
1-5-5800-568 RANDOM DRUG TESTING	-	-	-	-
1-5-5820-611 GENERAL ENGINEERING	116,864	120,000	51,467	42,000
1-5-5820-612 DEVELOPMENT - REIMB. ENGINEERING	4,352	5,000	2,318	-
1-5-5820-614 STWMA - PROJECT COMMITTEE NO. 1	181,044	-	-	-
1-5-5820-615 ENGINEERING - PERMITTING (REC WATER)	855	10,000	-	100,000
1-5-5820-618 REC WATER PROJ CONTRACT ADMINISTRATION	20	-	-	-
TOTAL MAINTENANCE & OPERATIONS	303,135	135,000	53,785	166,500
CAPITAL OUTLAY				
1-5-5800-800 CAPITAL OUTLAY - EQUIPMENT	-	-	-	28,600
TOTAL CAPITAL OUTLAY	-	-	-	28,600
TOTAL ENGINEERING	397,285	247,012	169,347	336,820

**BEAUMONT CHERRY VALLEY WATER DISTRICT
 CUSTOMER ACCOUNTS - METER READING & CUSTOMER SERVICE
 BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 174,323	\$ 183,400	\$ 189,517	\$ 212,700
M & O	-	-	-	3,650
CAPITAL	-	-	-	-
TOTAL	174,323	183,400	189,517	216,350

PROGRAM DESCRIPTIONS

This Department, for the most part, consists of three employees. One employee is charged with the customer service aspect while the other two are responsible for reading meters for utility billing purposes. This Department is responsible for customer service in the field, meter read inquiries (including reads to begin and/or end service), delivery of board packages, some meter leaks and flow inquiries. This department is also responsible for delivering delinquent notices (door tags), as well, turning services on and off for non-payment, end of service or repairs. This department oversees the backflow program which including sending out testing notifications and tracking annual certifications for over 600 backflow devices.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5400 CUSTOMER ACCOUNTS**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL					
1-5-5400-237	HEALTH INSURANCE	32,475	34,000	34,217	48,130
1-5-5400-241	MEDICARE	-	-	866	1,790
1-5-5400-243	RETIREMENT/CALPERS	27,863	31,000	32,368	25,560
1-5-5400-500	LABOR	97,721	99,000	93,535	92,630
1-5-5400-501	OVERTIME	-	-	-	5,300
1-5-5400-502	BEREAVEMENT/SEMINAR/JURY DUTY	1,026	1,000	244	2,000
1-5-5400-503	SICK LEAVE	1,722	3,000	5,565	5,990
1-5-5400-504	VACATION	3,255	4,000	6,830	9,940
1-5-5400-505	HOLIDAYS	6,338	6,500	4,968	6,870
1-5-5400-507	LIFE INSURANCE	753	800	789	870
1-5-5400-508	UNIFORMS, EMPLOYEE BENEFITS	784	800	733	900
1-5-5400-518	SEMINAR & TRAVEL EXPENSES	-	-	-	300
1-5-5400-519	EDUCATION EXPENSES	340	1,000	-	400
1-5-5400-520	WORKER'S COMPENSATION	2,048	2,300	5,697	4,370
1-5-5400-521	SOCIAL SECURITY	-	-	3,704	7,650
TOTAL	PERSONNEL	174,323	183,400	189,517	212,700
MAINTENANCE & OPERATIONS					
1-5-5400-553	TEMPORARY LABOR	-	-	-	-
1-5-5400-555	OFFICE SUPPLIES	-	-	-	300
1-5-5400-556	OFFICE EQUIPMENT/SERVICE AGREEMENT:	-	-	-	2,600
1-5-5400-558	MEMBERSHIP DUES	-	-	-	-
1-5-5400-560	EQUIPMENT MAINT. & REPAIRS	-	-	-	250
1-5-5400-562	SUBSCRIPTIONS	-	-	-	-
1-5-5400-563	MISCELLANEOUS OPERATING SUPPLIES	-	-	-	300
1-5-5400-564	MISCELLANEOUS TOOLS/EQUIPMENT	-	-	-	200
1-5-5400-568	RANDOM DRUG TESTING	-	-	-	-
TOTAL	MAINTENANCE & OPERATIONS	-	-	-	3,650
CAPITAL OUTLAY					
1-5-5400-800	CAPITAL OUTLAY	-	-	-	-
TOTAL	CAPITAL OUTLAY	-	-	-	-
TOTAL	CUSTOMER ACCOUNTS	174,323	183,400	189,517	216,350

**BEAUMONT CHERRY VALLEY WATER DISTRICT
 MAINTENANCE & GENERAL PLANT
 BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 342	\$ -	\$ -	\$ -
M & O	289,479	338,000	256,273	332,050
CAPITAL	-	-	-	-
TOTAL	289,821	338,000	256,273	332,050

PROGRAM DESCRIPTIONS

This Department includes four District-owned residences, Operation's headquarter, as well as, the maintenance and repair of the District's commercial fleet and operational equipment (backhoes, loaders, dozers, etc).

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5615-5700 MAINTENANCE & GENERAL PLANT**

<u>ACCOUNT NUMBER</u>	<u>ACTUAL 2009</u>	<u>BUDGETED 2010</u>	<u>ESTIMATED 2010</u>	<u>PROPOSED 2011</u>
PERSONNEL				
1-5-5615-501 LABOR - 12303 OAK GLEN ROAD	342	-	-	-
TOTAL PERSONNEL	342	-	-	-
MAINTENANCE & OPERATIONS				
1-5-5615-515 ELECTRIC - 12303 OAK GLEN ROAD	2,527	3,000	2,449	2,880
1-5-5615-582 MAINTENANCE/REPAIR - 12303 OAK GLEN	1,087	500	1,180	1,000
1-5-5615-583 PROPANE - 12303 OAK GLEN ROAD	123	2,000	67	600
1-5-5620-515 ELECTRIC - 13695 OAK GLEN ROAD	652	3,000	816	1,200
1-5-5620-582 MAINTENANCE/REPAIR - 13695 OAK GLEN	2,998	500	386	500
1-5-5620-583 PROPANE - 13695 OAK GLEN ROAD	547	2,000	1,388	1,800
1-5-5625-515 ELECTRIC - 13697 OAK GLEN ROAD	1,779	3,000	1,819	2,400
1-5-5625-582 MAINTENANCE/REPAIR - 13697 OAK GLEN	3,432	500	376	500
1-5-5625-583 PROPANE - 13697 OAK GLEN ROAD	1,823	2,000	1,297	1,900
1-5-5630-515 ELECTRIC - 9781 AVENIDA MIRAVILLA	1,045	3,000	1,485	1,850
1-5-5630-582 MAINTENANCE/REPAIR - 9781 AVENIDA MI	5,568	500	-	500
1-5-5630-583 PROPANE - 9781 AVENIDA MIRAVILLA	1,103	2,000	873	1,700
1-5-5635-515 ELECTRIC - 815 E. 12TH STREET	6,066	7,000	6,084	6,500
1-5-5635-580 TELEPHONE - 815 E. 12TH STREET	630	1,000	814	900
1-5-5635-581 SANITATION - 815 E. 12TH STREET	2,646	3,000	2,970	3,000
1-5-5635-582 MAINTENANCE/REPAIR - 815 E. 12TH STRE	3,931	4,000	3,548	2,500
1-5-5640-581 SANITATION - 11083 CHERRY AVE	2,700	3,000	2,830	3,000
1-5-5700-589 AUTO/FUEL	73,090	85,000	71,088	82,000
1-5-5700-590 SAFETY EQUIPMENT	22	3,000	2,119	4,620
1-5-5700-591 COMMUNICATION MAINTENANCE	-	1,000	-	700
1-5-5700-592 REPAIR & MAINT OF GEN EQUIPMENT	1,116	3,000	4,478	4,000
1-5-5700-593 REPAIR VEHICLES AND TOOLS	27,269	40,000	9,181	20,000
1-5-5700-594 LARGE EQUIPMENT MAINTENANCE	28,621	35,000	21,331	30,000
1-5-5700-595 EQUIP. PREVENTATIVE MAINTENANCE	-	1,000	9	-
1-5-5700-596 AUTO/EQUIPMENT OPERATION	43,566	40,000	23,562	40,000
1-5-5700-597 MAINT GENERAL PLANT (BUILDINGS)	5,392	10,000	2,493	8,000
1-5-5700-598 LANDSCAPE MAINTENANCE	44,859	50,000	52,769	70,000
1-5-5700-601 RECHARGE FAC, CANYON & POND MAINTEN	26,889	30,000	40,861	40,000
TOTAL MAINTENANCE & OPERATIONS	289,479	338,000	256,273	332,050
CAPITAL OUTLAY				
1-5-5700-800 CAPITAL OUTLAY	-	-	-	-
TOTAL CAPITAL OUTLAY	-	-	-	-
TOTAL MAINTENANCE & GENERAL PLANT	289,821	338,000	256,273	332,050

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BOARD OF DIRECTORS
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 39,331	\$ 43,500	\$ 24,238	\$ 55,790
M & O	202	34,000	40,000	-
CAPITAL	-	-	-	-
TOTAL	39,533	77,500	64,238	55,790

PROGRAM DESCRIPTION

The Board of Directors is the legislative branch responsible for making policy decisions and passing ordinances concerning the conduct, affairs, and operations of the District.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5510 BOARD OF DIRECTORS**

<u>ACCOUNT NUMBER</u>	<u>ACTUAL 2009</u>	<u>BUDGETED 2010</u>	<u>ESTIMATED 2010</u>	<u>PROPOSED 2011</u>
PERSONNEL				
1-5-5510-241 MEDICARE	-	-	-	700
1-5-5510-521 SOCIAL SECURITY	-	-	-	3,010
1-5-5510-550 BOARD OF DIRECTOR FEES	38,000	40,000	24,238	48,580
1-5-5510-551 SEMINAR & TRAVEL EXPENSES	1,331	3,500	-	3,500
TOTAL PERSONNEL	39,331	43,500	24,238	55,790
MAINTENANCE & OPERATIONS				
1-5-5510-552 ELECTION EXPENSES	202	34,000	40,000	-
TOTAL MAINTENANCE & OPERATIONS	202	34,000	40,000	-
CAPITAL OUTLAY				
1-5-5510-800 CAPITAL OUTLAY	-	-	-	-
TOTAL CAPITAL OUTLAY	-	-	-	-
TOTAL BOARD OF DIRECTORS	39,533	77,500	64,238	55,790

**BEAUMONT CHERRY VALLEY WATER DISTRICT
GENERAL MANAGER'S OFFICE
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ -	\$ -	\$ -	\$ 336,625
M & O	204,554	126,000	164,386	120,250
CAPITAL	-	-	-	27,409
TOTAL	204,554	126,000	164,386	484,284

PROGRAM DESCRIPTION

The General Manager's Office includes the General Manager and the Executive Assistant. This department provides overall coordination of all District services including public information, special projects, support services for the Board of Directors and working on joint projects with neighboring agencies. This also includes the services of the District's Legal Counsel (Redwine & Sherrill).

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5450 GENERAL MANAGER'S OFFICE**

ACCOUNT NUMBER	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL				
1-5-5450-237 HEALTH INSURANCE	-	-	-	32,630
1-5-5450-241 MEDICARE	-	-	-	2,860
1-5-5450-243 RETIREMENT/CALPERS	-	-	-	46,430
1-5-5450-500 LABOR	-	-	-	196,930
1-5-5450-501 OVERTIME	-	-	-	3,000
1-5-5450-502 BEREAVEMENT/SEMINAR/JURY DUTY	-	-	-	-
1-5-5450-503 SICK LEAVE	-	-	-	4,600
1-5-5450-504 VACATION	-	-	-	15,620
1-5-5450-505 HOLIDAY	-	-	-	10,550
1-5-5450-507 LIFE INSURANCE	-	-	-	1,020
1-5-5450-518 SEMINAR & TRAVEL EXPENSES	-	-	-	2,000
1-5-5450-519 EDUCATION EXPENSE	-	-	-	-
1-5-5450-520 WORKER'S COMPENSATION	-	-	-	2,205
1-5-5450-521 SOCIAL SECURITY	-	-	-	12,210
1-5-5450-547 EMPLOYER SHARE FOR RETIRED (PERS)	-	-	-	6,570
TOTAL PERSONNEL	-	-	-	336,625
MAINTENANCE & OPERATIONS				
1-5-5450-553 TEMPORARY LABOR	-	-	-	-
1-5-5450-555 OFFICE SUPPLIES	-	-	-	250
1-5-5450-556 OFFICE EQUIPMENT/SERVICE AGREEMENTS	-	-	-	-
1-5-5450-558 MEMBERSHIP DUES	-	-	-	-
1-5-5450-560 EQUIPMENT MAINT. & REPAIRS	-	-	-	-
1-5-5450-562 SUBSCRIPTIONS	-	-	-	-
1-5-5450-563 MISCELLANEOUS OPERATING SUPPLIES	-	-	-	-
1-5-5450-564 MISCELLANEOUS TOOLS/EQUIPMENT	-	-	-	-
1-5-5450-568 RANDOM DRUG TESTING	-	-	-	-
1-5-5810-611 GENERAL LEGAL	204,554	125,000.00	164,386.01	120,000
1-5-5810-612 DEVELOPMENT - REIMB. LEGAL	-	1,000.00	-	-
TOTAL MAINTENANCE & OPERATIONS	204,554	126,000	164,386	120,250
CAPITAL OUTLAY				
1-5-5450-800 CAPITAL OUTLAY - VEHICLE REPLACE	-	-	-	27,409
TOTAL CAPITAL OUTLAY	-	-	-	27,409
TOTAL GENERAL MANAGER'S OFFICE	204,554	126,000	164,386	484,284

**BEAUMONT CHERRY VALLEY WATER DISTRICT
FINANCE DEPARTMENT
BUDGET SUMMARY CY 2011**

EXPENDITURES	ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL	\$ 1,330,430	\$ 1,317,600	\$ 1,152,087	\$ 834,160
M & O	537,079	510,600	540,051	519,566
CAPITAL	-	-	-	9,800
TOTAL	1,867,508	1,828,200	1,692,138	1,363,526

PROGRAM DESCRIPTION

The Finance Department is responsible for overall administration and coordination of all the District's operational financial activities and debt management. Major functional areas include accounts payable, accounts receivables, customer service, utility billing, payroll, purchasing, cash receipting, cash management, and accounting reporting. Additional responsibilities include coordination and production of the annual District budget, preparation and coordination of the interim and year-end audit, and, if requested, general financial/budgetary advice to District departments and staff, the General Manager and Board of Directors.

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
5500 FINANCE**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
PERSONNEL					
1-5-5450-236	DENTAL INSURANCE	466	-	-	-
1-5-5500-237	HEALTH INSURANCE	149,718	152,000	141,834	152,060
1-5-5500-241	MEDICARE	-	-	5,611	7,460
1-5-5500-243	RETIREMENT/CALPERS	217,967	221,000	201,254	88,220
1-5-5500-500	LABOR	808,520	810,000	667,512	451,430
1-5-5500-501	OVERTIME	-	-	-	5,000
1-5-5500-502	BEREAVEMENT/SEMINAR/JURY DUTY	-	2,500	1,268	3,000
1-5-5500-503	SICK LEAVE	44,349	20,000	30,763	24,240
1-5-5500-504	VACATION	30,478	38,000	28,079	21,180
1-5-5500-505	HOLIDAYS	37,940	39,000	25,399	26,920
1-5-5500-507	LIFE INSURANCE	5,438	5,600	4,689	3,410
1-5-5500-518	SEMINAR & TRAVEL EXPENSES	822	2,000	1,881	2,000
1-5-5500-519	EDUCATION EXPENSES	90	1,000	525	-
1-5-5500-520	WORKER'S COMPENSATION INSURANCE	6,479	8,000	8,725	12,350
1-5-5500-521	SOCIAL SECURITY	-	-	23,992	31,890
1-5-5500-522	UNEMPLOYMENT INSURANCE	23,849	14,000	4,689	5,000
1-5-5450-547	EMPLOYER SHARE FOR RETIRED (PERS)	4,313	4,500	5,866	-
TOTAL	PERSONNEL	1,330,430	1,317,600	1,152,087	834,160
MAINTENANCE & OPERATIONS					
1-5-5500-544	BANK PROCESSING FEES/LOCKBOX	-	-	-	39,000
1-5-5500-545	PERMITS, FEES & LICENSING	-	-	-	-
1-5-5500-546	SOFTWARE LICENSING	-	-	-	4,200
1-5-5500-548	ADMINISTRATIVE COSTS (CALPERS)	1,668	2,000	1,593	1,740
1-5-5500-549	BANK CHGS/MONEY MARKET/TRANS. FEES	29,544	20,000	24,360	27,000
1-5-5500-553	TEMPORARY LABOR	3,638	-	32,126	-
1-5-5500-555	OFFICE SUPPLIES	49,259	47,500	43,062	29,520
1-5-5500-556	OFFICE EQUIPMENT/SERVICE AGREEMENTS	85,262	85,000	59,159	82,360
1-5-5500-557	OFFICE MAINTENANCE	13,921	15,000	13,440	14,830
1-5-5500-558	MEMBERSHIP DUES	20,234	21,000	24,092	20,040
1-5-5500-559	ARMORED CAR	3,148	-	-	-
1-5-5500-560	OFFICE EQUIP.MAINT. & REPAIRS	1,799	2,000	82	2,000
1-5-5500-561	POSTAGE	35,990	40,000	40,978	50,720
1-5-5500-562	SUBSCRIPTIONS	1,486	1,600	5,316	5,780
1-5-5500-563	MISCELLANEOUS OPERATING SUPPLIES	15,703	15,000	5,565	-
1-5-5500-564	MISCELLANEOUS TOOLS/EQUIPMENT	8,180	10,000	2,412	-
1-5-5500-567	EMPLOYEE MEDICAL/FIRST AID	289	600	429	-
1-5-5500-568	RANDOM DRUG TESTING	25	500	94	-
1-5-5500-570	PROPERTY/AUTO/GEN LIABILITY INSURANCE	49,748	60,000	91,566	100,996
1-5-5500-572	STATE MANDATES AND TARRIFFS	25,632	27,000	23,475	-
1-5-5500-573	MISCELLANEOUS EXPENSES	18,633	3,000	13,314	2,000
1-5-5500-574	PUBLIC EDUCATION	8,265	10,000	10,442	14,500
1-5-5500-575	PROPERTY DAMAGE (CUSTOMER CLAIMS)	-	-	2,310	1,000
1-5-5500-577	PROPERTY TAXES - OUT OF DISTRICT PARC	12,683	-	46,849	-
1-5-5500-578	IT SUPPORT/SOFTWARE SUPPORT	57,642	65,000	-	53,460
1-5-5500-630	BAD DEBT EXPENSES	2,161	1,000	3,230	-
1-5-5500-631	NOTE COST OF ISSUANCE	-	-	13,360	-
1-5-5610-515	ELECTRIC - 560 MAGNOLIA AVE	19,958	20,000	21,690	21,690.00
1-5-5610-580	TELEPHONE - 560 MAGNOLIA AVE	37,756	30,000	28,945	25,090.00
1-5-5610-581	SANITATION - 560 MAGNOLIA AVE	1,508	2,400	1,577	1,720.00
1-5-5610-582	MAINTENANCE - 560 MAGNOLIA AVE	2,623	3,000	7,170	1,920.00
1-5-5810-614	AUDIT	18,819	19,000	23,416	20,000
1-5-5810-616	ACCOUNTING (NON AUDIT)	11,506	10,000	-	-
TOTAL	MAINTENANCE & OPERATIONS	537,079	510,600	540,051	519,566
CAPITAL OUTLAY					
155500800	CAPITAL OUTLAY - HARDWARE	-	-	-	9,800
TOTAL	CAPITAL OUTLAY	-	-	-	9,800
TOTAL	FINANCE	1,867,508	1,828,200	1,692,138	1,363,526

**Beaumont-Cherry Valley Water District
Summary of Revenues and Expenditures by Calendar Year
Proposed Budget CY 2011**

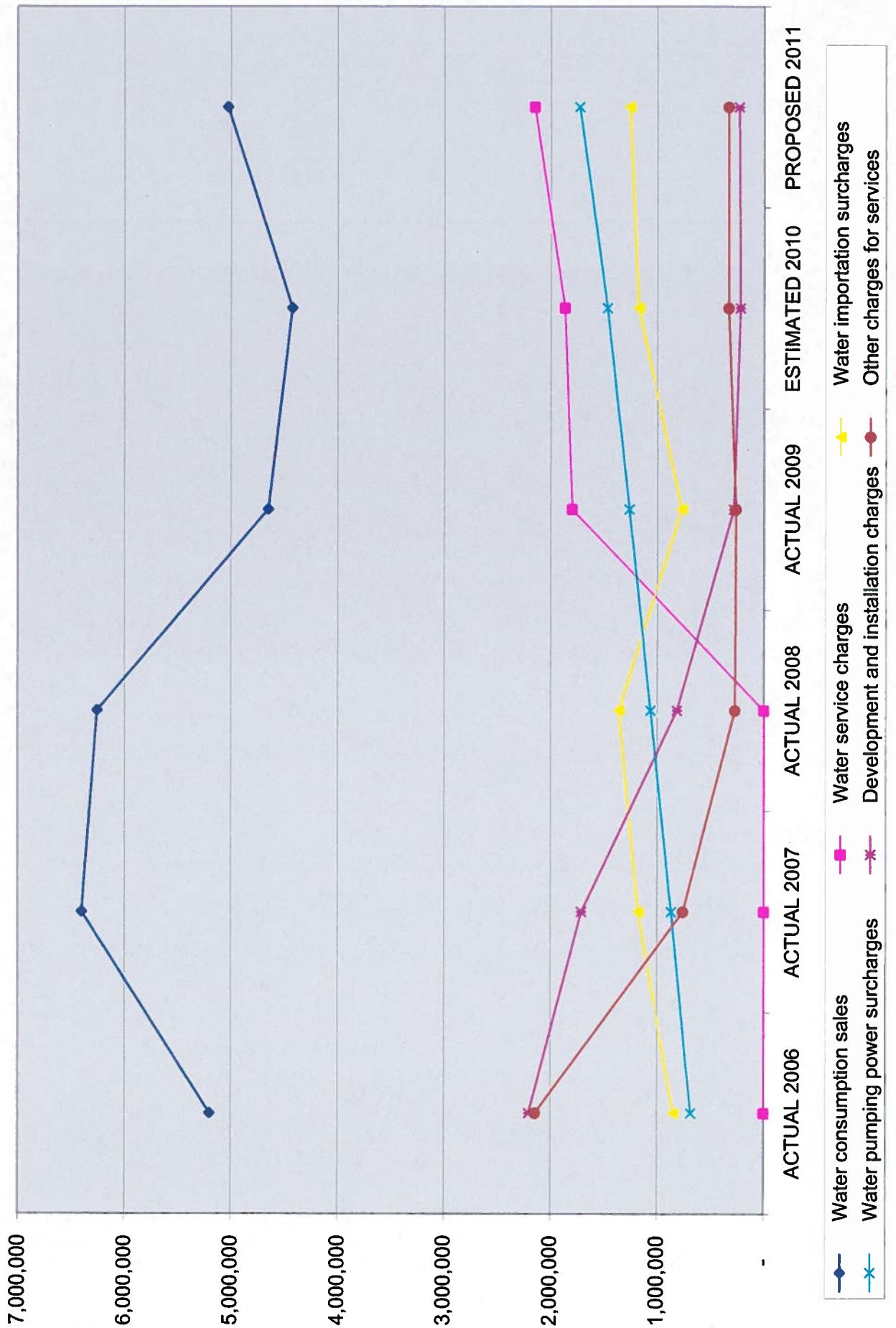
	ACTUAL	ADOPTED	ESTIMATED YEAR-END	PROPOSED
	2009	2010	2010	2011
Operating revenues:				
Water consumption sales	4,651,105	4,329,564	4,423,962	5,028,170
Water service charges	1,796,816	1,863,415	1,866,048	2,147,920
Water importation surcharges	768,624	996,851	1,174,580	1,255,550
Water pumping power surcharges	1,263,039	1,311,650	1,467,007	1,727,090
Development and installation charges	282,049	160,000	220,775	231,650
Other charges for services	262,823	259,000	331,565	331,140
Total operating revenues	9,024,457	8,920,480	9,483,938	10,721,520
Operating expenses:				
Source of supply	1,361,308	570,600	1,495,844	1,000,000
Pumping	2,250,629	2,501,220	1,941,151	2,353,150
Transmission and distribution	1,129,191	1,033,700	926,368	1,182,190
Engineering	397,285	247,012	169,347	308,220
Customer accounts	174,323	183,400	189,517	216,350
General and administrative				
Maintenance & general plant	289,821	338,000	256,273	332,050
Board of Directors	39,533	77,500	64,238	55,790
General Manager's Office	204,554	126,000	164,386	456,875
Finance	1,867,508	1,828,200	1,692,138	1,353,726
Total operating expenses	7,714,153	6,905,632	6,899,262	7,258,351
Operating income before depreciation	1,310,304	2,014,848	2,584,676	3,463,169
Depreciation	2,223,219	2,025,351	2,025,351	2,200,000
Operating income(loss)	(912,915)	(10,503)	559,325	1,263,169
Non-operating revenue:				
Interest earnings	54,576	51,000	37,292	41,500
Rental income	10,027	30,800	22,303	25,130
SGPWA Lease Agmt (Recharge Facility)	-	-	-	150,000
Grant Revenue	-	-	-	75,000
Debt Proceeds - B of A*	-	-	2,446,465	-
Debt Proceeds - SRF	-	-	-	720,000
Other non-operating revenues	38,244	15,000	29,321	29,320
Total non-operating revenues(expenses), n	102,846	96,800	2,535,381	1,040,950
Total	(810,069)	86,297	3,094,706	2,304,119
Capital contributions:				
Facilities charges	446,974	272,402	646,919	621,890
Front footage fees	31,640	0	0	0
Total capital contributions	478,614	272,402	646,919	621,890
Total Revenues	(331,455)	358,699	3,741,624	2,926,009

**Beaumont-Cherry Valley Water District
Summary of Revenues and Expenditures by Calendar Year
Proposed Budget CY 2011**

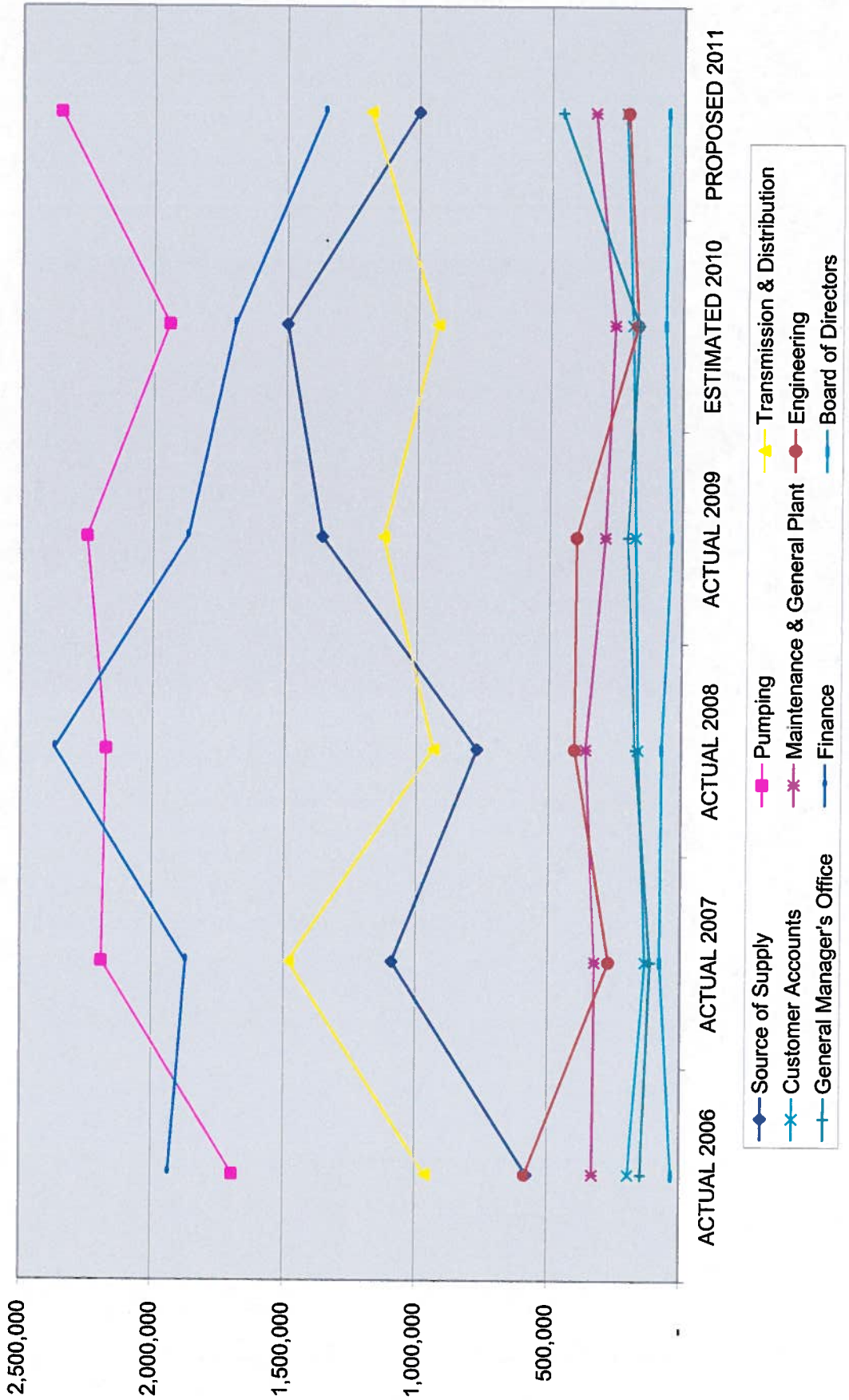
	ACTUAL	ADOPTED	ESTIMATED YEAR-END	PROPOSED
	2009	2010	2010	2011
Expenditures				
Debt Service (B of A & SRF)				
Principal (B of A)	-	470,000	702,500	955,000
Interest (B of A)	-	84,969	123,248	137,270
Loan Fees (SRF)	-	-	-	32,000
Total Debt Service	-	554,969	825,748	1,124,270
Capital Outlay				
Pumphouse Structure	-	-	-	-
Well Casings & Development	2,364,601	-	-	-
Pumping Equipment	-	-	-	-
Chlorinators	-	-	-	-
Water Treatment Equipment	-	-	3,379	-
Reservoirs and Tanks	-	-	-	-
Telemetry Equipment	-	-	-	-
Transmission & Distribution Mains	140,169	-	-	-
Meter and Meter Services	167,202	-	-	-
Fire Hydrants	-	-	-	-
Structures and Improvements	-	-	-	-
Office Furniture & Equipment	-	-	-	38,400
Automobile Equipment	35,154	-	-	64,949
General Equipment	46,763	-	-	-
Capital Projects	-	-	2,446,465	1,309,000
Miscellaneous Projects	-	-	-	187,000
Total Capital Outlay	2,753,888	-	2,449,844	1,599,349
Total Expenditures	12,691,260	9,485,952	12,200,205	12,181,970
BCVWD TOTAL	(3,085,342) *	(196,270)	466,032	202,390

*\$2,580,789 CY 2009 retroactively funded through B of A Loan

Beaumont Cherry Valley Water District Major Revenue Sources Trends



Beaumont Cherry Valley Water District Major Expenses Sources Trends



**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
SUMMARY OF SALARIES & BENEFITS**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
LABOR					
1-5-5200-500	PUMPING	271,125	275,000	211,685	250,500
1-5-5300-500	TRANSMISSION & DISTRIBUTION	355,669	370,000	374,795	402,250
1-5-5800-500	ENGINEERING	76,019	82,000	80,322	100,600
1-5-5400-500	CUSTOMER ACCOUNTS	97,721	99,000	93,535	92,630
1-5-5510-550	BOARD OF DIRECTORS	38,000	40,000	24,238	48,580
1-5-5450-500	GENERAL MANAGER'S OFFICE	-	-	-	196,930
1-5-5500-500	FINANCE	808,520	810,000	667,512	451,430
1-5-5615-501	12303 OAK GLEN RD	342	-	-	-
TOTAL	LABOR	1,647,395	1,676,000	1,452,086	1,542,920
OVERTIME					
1-5-5200-501	PUMPING	-	-	-	39,500
1-5-5300-501	TRANSMISSION & DISTRIBUTION	-	-	-	26,600
1-5-5800-501	ENGINEERING	-	-	-	-
1-5-5400-501	CUSTOMER ACCOUNTS	-	-	-	5,300
1-5-5450-501	GENERAL MANAGER'S OFFICE	-	-	-	3,000
1-5-5500-501	FINANCE	-	-	-	5,000
TOTAL	OVERTIME	-	-	-	79,400
RETIREMENT/CALPERS					
1-5-5200-243	PUMPING	59,239	65,000	62,230	58,350
1-5-5300-243	TRANSMISSION & DISTRIBUTION	105,489	110,000	128,422	86,540
1-5-5800-243	ENGINEERING	9,677	10,000	13,432	10,540
1-5-5400-243	CUSTOMER ACCOUNTS	27,863	31,000	32,368	25,560
1-5-5450-243	GENERAL MANAGER'S OFFICE	-	-	-	46,430
1-5-5500-243	FINANCE	217,967	221,000	201,254	88,220
TOTAL	RETIREMENT/CALPERS	420,235	437,000	437,705	315,640
HEALTH INSURANCE					
1-5-5200-237	PUMPING	49,375	55,000	49,255	73,600
1-5-5300-237	TRANSMISSION & DISTRIBUTION	111,202	115,000	126,518	153,770
1-5-5800-237	ENGINEERING	3,873	4,000	4,463	5,740
1-5-5400-237	CUSTOMER ACCOUNTS	32,475	34,000	34,217	48,130
1-5-5450-237	GENERAL MANAGER'S OFFICE	-	-	-	32,630
1-5-5500-237	FINANCE	149,718	152,000	141,834	152,060
TOTAL	HEALTH INSURANCE	346,643	360,000	356,288	465,930

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
SUMMARY OF SALARIES & BENEFITS**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
HOLIDAYS					
1-5-5200-505	PUMPING	9,333	9,500	7,653	15,570
1-5-5300-505	TRANSMISSION & DISTRIBUTION	21,958	24,000	15,675	24,170
1-5-5800-505	ENGINEERING	2,801	3,200	2,432	3,220
1-5-5400-505	CUSTOMER ACCOUNTS	6,338	6,500	4,968	6,870
1-5-5450-505	GENERAL MANAGER'S OFFICE	-	-	-	10,550
1-5-5500-505	FINANCE	37,940	39,000	25,399	26,920
TOTAL	HOLIDAYS	78,370	82,200	56,128	87,300
VACATION					
1-5-5200-504	PUMPING	3,555	6,000	5,506	20,170
1-5-5300-504	TRANSMISSION & DISTRIBUTION	11,827	24,000	13,977	27,530
1-5-5800-504	ENGINEERING	-	3,200	1,963	4,170
1-5-5400-504	CUSTOMER ACCOUNTS	3,255	4,000	6,830	9,940
1-5-5450-504	GENERAL MANAGER'S OFFICE	-	-	-	15,620
1-5-5500-504	FINANCE	30,478	38,000	28,079	21,180
TOTAL	VACATION	49,116	75,200	56,356	98,610
SICK LEAVE					
1-5-5200-503	PUMPING	8,189	4,500	6,953	13,590
1-5-5300-503	TRANSMISSION & DISTRIBUTION	9,434	18,000	25,380	21,090
1-5-5800-503	ENGINEERING	-	2,000	-	1,400
1-5-5400-503	CUSTOMER ACCOUNTS	1,722	3,000	5,565	5,990
1-5-5450-503	GENERAL MANAGER'S OFFICE	-	-	-	4,600
1-5-5500-503	FINANCE	44,349	20,000	30,763	24,240
TOTAL	SICK LEAVE	63,693	47,500	68,662	70,910
WORKER'S COMPENSATION INSURANCE					
1-5-5200-520	PUMPING	6,905	10,000	6,321	6,690
1-5-5300-520	TRANSMISSION & DISTRIBUTION	10,588	15,000	18,936	15,380
1-5-5800-520	ENGINEERING	1,070	1,300	2,797	2,170
1-5-5400-520	CUSTOMER ACCOUNTS	2,048	2,300	5,697	4,370
1-5-5450-520	GENERAL MANAGER'S OFFICE	-	-	-	2,205
1-5-5500-520	FINANCE	6,479	8,000	8,725	12,350
TOTAL	WORKER'S COMPENSATION INS	27,091	36,600	42,477	43,165
LIFE INSURANCE					
1-5-5200-507	PUMPING	1,554	1,600	1,415	1,980
1-5-5300-507	TRANSMISSION & DISTRIBUTION	2,914	3,100	3,167	3,070
1-5-5800-507	ENGINEERING	289	312	358	410
1-5-5400-507	CUSTOMER ACCOUNTS	753	800	789	870
1-5-5450-507	GENERAL MANAGER'S OFFICE	-	-	-	1,020
1-5-5500-507	FINANCE	5,438	5,600	4,689	3,410
TOTAL	LIFE INSURANCE	10,948	11,412	10,417	10,760

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
SUMMARY OF SALARIES & BENEFITS**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
BEREAVEMENT/SEMINAR/JURY DUTY					
1-5-5200-502	PUMPING	1,927	1,000	473	2,000
1-5-5300-502	TRANSMISSION & DISTRIBUTION	1,205	2,400	2,518	2,000
1-5-5800-502	ENGINEERING	-	500	369	-
1-5-5400-502	CUSTOMER ACCOUNTS	1,026	1,000	244	2,000
1-5-5450-502	GENERAL MANAGER'S OFFICE	-	-	-	-
1-5-5500-502	FINANCE	-	2,500	1,268	3,000
TOTAL	BEREAVEMENT/SEMINAR/JURY	4,159	7,400	4,873	9,000
UNIFORMS & BENEFITS					
1-5-5200-508	PUMPING	852	1,000	696	1,100
1-5-5300-508	TRANSMISSION & DISTRIBUTION	3,021	3,200	3,012	3,500
1-5-5800-508	ENGINEERING	-	-	-	-
1-5-5400-508	CUSTOMER ACCOUNTS	784	800	733	900
1-5-5450-508	GENERAL MANAGER'S OFFICE	-	-	-	-
1-5-5500-508	FINANCE	-	-	-	-
TOTAL	UNIFORMS & BENEFITS	4,657	5,000	4,442	5,500
EDUCATION EXPENSES					
1-5-5200-519	PUMPING	1,015	1,000	306	2,500
1-5-5300-519	TRANSMISSION & DISTRIBUTION	383	2,000	306	2,500
1-5-5800-519	ENGINEERING	421	5,000	8,558	5,000
1-5-5400-519	CUSTOMER ACCOUNTS	340	1,000	-	400
1-5-5450-519	GENERAL MANAGER'S OFFICE	-	-	-	-
1-5-5500-519	FINANCE	90	1,000	525	-
TOTAL	EDUCATION EXPENSES	2,249	10,000	9,696	10,400
SEMINAR & TRAVEL EXPENSES					
1-5-5200-518	PUMPING	120	500	-	400
1-5-5300-518	TRANSMISSION & DISTRIBUTION	10	1,000	888	800
1-5-5800-518	ENGINEERING	-	500	-	500
1-5-5400-518	CUSTOMER ACCOUNTS	-	-	-	300
1-5-5510-551	BOARD OF DIRECTORS	1,331	3,500	-	3,500
1-5-5450-518	GENERAL MANAGER'S OFFICE	-	-	-	2,000
1-5-5500-518	FINANCE	822	2,000	1,881	2,000
TOTAL	SEMINAR & TRAVEL EXPENSES	2,284	7,500	2,769	9,500
MEDICARE					
1-5-5200-241	PUMPING	-	-	1,670	4,060
1-5-5300-241	TRANSMISSION & DISTRIBUTION	-	-	3,207	6,230
1-5-5800-241	ENGINEERING	-	-	164	1,510
1-5-5400-241	CUSTOMER ACCOUNTS	-	-	866	1,790
1-5-5510-241	BOARD OF DIRECTORS	-	-	-	700
1-5-5450-241	GENERAL MANAGER'S OFFICE	-	-	-	2,860
1-5-5500-241	FINANCE	-	-	5,611	7,460

Revised as of 12/14/2010

**BEAUMONT CHERRY VALLEY WATER DISTRICT
BUDGET CALENDAR YEAR 2011**

**1 GENERAL FUND
SUMMARY OF SALARIES & BENEFITS**

ACCOUNT NUMBER		ACTUAL 2009	BUDGETED 2010	ESTIMATED 2010	PROPOSED 2011
TOTAL	MEDICARE	-	-	11,519	24,610
SOCIAL SECURITY					
1-5-5200-521	PUMPING	-	-	7,141	17,340
1-5-5300-521	TRANSMISSION & DISTRIBUTION	-	-	13,715	26,640
1-5-5800-521	ENGINEERING	-	-	701	6,460
1-5-5400-521	CUSTOMER ACCOUNTS	-	-	3,704	7,650
1-5-5510-521	BOARD OF DIRECTORS	-	-	-	3,010
1-5-5450-521	GENERAL MANAGER'S OFFICE	-	-	-	12,210
1-5-5500-521	FINANCE	-	-	23,992	31,890
TOTAL	SOCIAL SECURITY	-	-	49,253	105,200
UNEMPLOYMENT INSURANCE					
1-5-5500-522	UNEMPLOYMENT INSURANCE	23,849	14,000	4,689	5,000
	EMPLOYER SHARE FOR RETIRED	23,849	14,000	4,689	5,000
EMPLOYER SHARE FOR RETIRED (PERS HEALTH)					
1-5-5450-547	GENERAL MANAGER'S OFFICE	-	-	-	6,570
1-5-5500-547	FINANCE	4,313	4,500	5,866	-
	EMPLOYER SHARE FOR RETIRED	4,313	4,500	5,866	6,570
TOTAL	SALARIES & BENEFITS	2,685,001	2,774,312	2,573,226	2,890,415



Beaumont Cherry Valley Water District

560 Magnolia Avenue, Beaumont, California 92223 • (951) 845-9581 • FAX (951) 845-0159

DATE: December 14, 2010

TO: Honorable Board of Directors

FROM: Anthony L. Lara, Interim General Manager
Amelia A. Toledo, Controller
Joe Reichenberger, District Engineer

SUBJECT: Capital Improvement Program

INTRODUCTION

The proposed Capital Improvement Project Costs for CY 2011 have been budgeted to be approximately \$1,309,000. Following are project descriptions and costs estimates for the anticipated projects. Many of these projects extend beyond 2011 and estimates of future costs are presented for each project.

PROJECT DESCRIPTIONS & COST ESTIMATES

Project Name: Yucaipa Recycled Water Connection

Project Start Date: late 2010

Project End Date: 2012

Project Description:

Because BCVWD demands for recycled water are greater than the City of Beaumont can provide, BCVWD sought a second source of recycled water from Yucaipa Valley Water District (YVWD). BCVWD has had several meetings with YVWD and YVWD will be able to provide BCVWD as well as the City of Banning to the east of BCVWD with recycled water. YVWD would have to construct about 5 miles of pipeline from their system to near the intersection of I-10 and Cherry Valley Blvd. From there the pipeline would extend to the BCVWD's Well 29 site where BCVWD would construct a small recycled water balancing (surge) tank and pump station. A pipeline would be constructed in Cherry Valley Blvd from the Well 29 site to Hannon Rd, then south in Hannon Rd to tie into the BCVWD's existing recycled water system at Hannon Rd. and Brookside Ave - approximately 6500 ft in length. The BCVWD also has the capability to deliver recycled water to Banning through interconnections at BCVWD's east boundary. (The BCVWD and the City of Banning already have potable water sharing agreements in place.)

It should be noted that YVWD is pursuing a State Revolving Fund (SRF) Loan for the 5 miles of pipeline needed to convey the recycled water to BCVWD as part of a separate application. BCVWD is cooperating with YVWD on that application in and including participation in the cost of the project. BCVWD has submitted an application to the SWRCB for a planning grant up to \$75,000 of matching funds to prepare the Facilities Plan - the first set in securing an SRF loan and possibly

recycled water construction grant. The planning grant is anticipated to be awarded in December 2010. The Facilities Plan will include the CEQA Plus document for the BCVWD's booster pump, small tank and 6500 ft of pipeline.. The RWQCB is in the process of developing the recycled water use permit for BCVWD.

Estimated Cost:

	Estimated Expenditures					
	2011	2012	2013	2014	2015	Total
Facilities Plan	115,000	-	-	-	-	115,000
Permitting	30,000	-	-	-	-	30,000
Detailed Design	100,000	60,000	-	-	-	160,000
Construction	500,000	900,000	-	-	-	1,400,000
Inspection	50,000	50,000	-	-	-	100,000
Cross-connection check out		50,000	-	-	-	50,000
Total	795,000	1,060,000	-	-	-	1,855,000

Project Name: Well 2A

Project Start Date: 2011

Project End Date: 2013

Project Description:

Several years ago, existing Well 2 located near 12th and Palm Avenue had to be removed because of a pump failure due to sand in the casing. This was due to faulty construction of an interior liner installed by So. Cal Pump. They have since gone out of business. The site is large enough for a replacement well. The existing well will have to be abandoned according to State Requirements and then a new well can be drilled. The well will be drilled to a depth of 1,500 ft, similar to other new high capacity wells and will have an anticipated production of 3,000 gpm. This well will not produce any "new water," but it is needed to meet anticipated system demands and provide reliability. A CEQA document will need to be prepared since the project results in an increase of capacity.

Estimated Cost:

	Estimated Expenditures					
	2011	2012	2013	2014	2015	Total
Permitting & Environmental	40,000	-	-	-	-	40,000
Design & Hydrogeology	84,000	84,000	-	-	-	168,000
Construction		1,100,000	-	-	-	1,100,000
Inspection		84,000	-	-	-	84,000
Equipping Design		84,000	-	-	-	84,000
Construction		1,500,000	300,000	-	-	1,800,000
Inspection		-	90,000	-	-	90,000
Total	124,000	2,852,000	390,000	-	-	3,366,000

Project Name: Noble Creek Rubber Dam and Recharge Area Phase II

Project Start Date: 2011

Project End Date: 2013

Project Description:

This project would construct an inflatable dam in the concrete lined portion of Noble Creek just downstream of the confluence of Noble Creek and Little San Geronio Creek. Noble Creek is a trapezoidal shaped, reinforced concrete line flood control channel with about a 15ft bottom width and depth (or height) of about 10ft. It is about 50 to 60ft wide at the top of the lining. This location is within the District's Groundwater Recharge Site.

The inflatable dam consists of a rubber bladder, inflated by air or water, attached to metal plates similar to that manufactured by Obermeyer-Hydro of Fort Collins, CO or equal. . The metal plates protect the bladder from rocks, debris, logs and vandalism etc. in both the raised and lowered position. The total height of the dam would be about 4ft to 6 ft above the channel bottom. The channel is about 10ft deep in this area so there would be adequate freeboard under typical operating conditions. The dam is far enough downstream that the water impounded by the dam would not flood the dip crossing at Cherry Valley Blvd.

A pipeline, with a protecting trash rack at the inlet, would convey runoff water impounded behind the inflatable dam to a series of desilting basins at the Phase II Groundwater Recharge Site. A flow meter will measure the diverted flows for credit by the Beaumont Basin Watermaster. Overflow from the series of desilting basins would flow into the recharge basins and percolate to the groundwater table for subsequent extraction as part of the District's water supply. During extremely high flows the dam can be automatically lowered to ensure flood protection.

The controls would be automatic. Except during the non-rainy season, the dam would normally be in a raised position, diverting even low flows. When the level in the flood control channel upstream of the inflatable dam reached a certain level due to higher than expected flood flows, the dam would be automatically lowered by venting the pressurized air or water from the inflating bladder. The dam would then be raised once the weather forecast indicated that the severe storm had passed. Raising of the dam would be manually initiated and compressed air or water would be introduced into the bladder. The dam would impound the storm recession flows which are relatively clean and allow that flow to be captured and percolated.

The project would allow capturing of flows in Noble Creek plus any local runoff downstream of the spreading grounds in Little San Geronio Creek. The District Engineer estimated available long term annual runoff from Noble Creek to be about 1,500 acre-ft or so. To be conservative, an estimate of the annual yield with the rubber dam is 1,000 acre-ft.

The project will involve coordination with Riverside County Flood Control District and the State of California Division of Water Rights. CEQA compliance (EIR or mitigated negative declaration) will be required.

Estimated Cost:

	Estimated Expenditures					
	2011	2012	2013	2014	2015	Total
Permitting	80,000	-	-	-	-	80,000
Design	50,000	150,000	-	-	-	200,000
Construction & Inspection		8,000,000	4,000,000	-	-	12,000,000
Total	130,000	8,150,000	4,000,000	-	-	12,280,000

Project Name: Highland Springs Reservoir Recoating

Project Start Date: 2011

Project End Date: 2011

Project Description:

The District has performed an internal inspection of the Highland Springs Reservoir (1MG) and interior coating and rehabilitation is needed. This will involve sand blasting and coating repair. It is anticipated there will be some metal repairs needed as well. The project cost anticipates coating the interior and exterior. This will extend the useful life of the reservoir.

Estimated Cost:

	Estimated Expenditures					
	2011	2012	2013	2014	2015	Total
Specifications	10,000	-	-	-	-	10,000
Construction & Inspection	170,000	-	-	-	-	170,000
Total	180,000	-	-	-	-	180,000

Project Name: Pipeline Replacement Projects (20 Projects)

Project Start Date: 2011

Project End Date: 2016

Project Description:

The District has identified a number of old, leaky pipelines within Beaumont and Cherry Valley that need replacement. For the most part, these pipelines are 4" and 6" in diameter. These will be replaced with 8" diameter since this is the District's standard minimum size. This will increase the fire flow available to the area where the pipelines are installed. There is one major pipeline replacement and that is the "B" line in Edgar Canyon. The existing 10/12" line will be replaced with a 20" line. It is needed to bring water from Upper Edgar Reservoir to Lower Edgar Reservoir.

Estimated Cost:

	Estimated Expenditures					
	2011	2012	2013	2014	2015	Total
Permitting	30,000	-	-	-	-	30,000
Design	50,000	50,000	50,000	50,000	50,000	250,000
Construction & Inspection		600,000	600,000	600,000	600,000	2,400,000
Total	80,000	650,000	650,000	650,000	650,000	2,680,000

Pipeline Location	Length, ft
Antonnell Ct	529
Bogart Fire Service	1,000
Bellflower w/side, Dutton to Brookside	4,604
Oak View to School District on Brookside	2,817
Winesap, Brookside to Lincoln	900
Utica	900
Friendship	900
Avenida Miravilla, Quail St to Blowoff	360
Tom Mader	900
Grand, w/o Noble	1,279
Alley between California & Egan, 5 th to 7 th	730
Elm St, 6 th to valve in school playground	675
Lincoln, w/o Noble to 39363 Lincoln	525
Bing Pl	265
Lambert	270
Star, Sky & View Drive	1,195
Lilac Lane	1,500
Apple Tree Lane	1,740
Oak Glen Road	500
B-line in Edgar Canyon (20")	2,770
Total	24,359

**Beaumont Cherry Valley Water District
Engineering Projects and Objectives
2011**

Activity	Priority	Start Date	End Date	Estimated Cost	Estimated Expenditures						
					2010	2011	Funding Source - 2011	2012	2013	2014	2015
Miscellaneous Projects											
Integrate existing agreements or appropriate into GIS	8	1-Jun-10	01-Jul-11	\$ 3,500		\$ 3,500	Operating funds				
Complete UWMP Update	2	1-Jun-09	01-May-11	\$ 20,000		\$ 20,000	Operating funds				
Implement Fully operational GIS	9	1-Jan-07	31-Dec-12	\$ 60,000		\$ 40,000	Operating funds	\$ 20,000			
Tie in GIS with Business Management System	11	1-Jun-13	31-Dec-13	\$ 25,000			Operating funds		\$ 25,000		
Complete Sustainability Report	6	1-Jun-11	31-Dec-11	\$ 15,000		\$ 15,000	Operating funds				
Complete Developer Procedures Manual/Will-Serves	1	1-Sep-10	28-Feb-11	\$ 8,000		\$ 8,000	Operating funds				
Complete Recycled Water Use Area Maps	12	1-Jan-09	30-Mar-12	\$ 15,000		\$ 7,500	Operating funds	\$ 7,500			
Boundary Investigation	10	1-Jun-10	01-Jul-11	\$ 5,000		\$ 5,000	Operating funds				
Complete Lease Arrangements with SGPWA and Others	3	1-Jul-10	31-Mar-11	\$ 5,000		\$ 5,000	Operating funds				
Main Replacement Program Model	13	1-Jan-12	31-Dec-12	\$ 6,000			Operating funds	\$ 6,000			
Develop method to download SCADA data for Engr Dept use	7	1-Jan-11	01-Apr-11	\$ 2,000		\$ 2,000	Operating funds				
Facilitate data use for Engineering	6	1-Jan-11	01-Apr-11	\$ 2,000		\$ 2,000	Operating funds				
Complete Master Plan	4	6-Oct-10	05-Nov-11	\$ 20,000		\$ 20,000	Operating funds				
Mapping Requirements	As Needed	1-Oct-10	31-Dec-11	\$ 4,000		\$ 4,000	Operating funds				
GPS Data Collection of Existing Facilities	5	1-Jan-09	01-May-11	\$ 15,000		\$ 15,000	Operating funds				
Developer Plan Checks, Water Supply Assessments as needed	As Needed	1-Jan-11	1-Dec-11	\$ 40,000		\$ 40,000	Operating funds				
Subtotal Miscellaneous Projects						\$ 187,000		\$ 33,500	\$ 25,000		
Capital Projects											
Yucaipa Recycled Water Connection											
Facilities Plan		2010	2012	\$ 125,000		\$ 10,000					
Permitting				\$ 30,000		\$ 30,000	75K Grant				
Detailed Design				\$ 100,000		\$ 100,000					
Construction				\$ 1,400,000		\$ 500,000	SRF loan (cash receipts w/in 3 months after application)	\$ 60,000	\$ 900,000		
Inspection				\$ 100,000		\$ 50,000		\$ 50,000			
Cross-connection Checkout				\$ 50,000		\$ 50,000		\$ 50,000			
Total				\$ 1,805,000							
Well 2A											
Permitting and Environmental incl Abandonment of Existing Design and Hydrogeology		2011	2012	\$ 40,000		\$ 40,000					
Construction				\$ 168,000		\$ 84,000		\$ 84,000			
Inspection				\$ 1,100,000		\$ 1,100,000		\$ 1,100,000			
Equipping Design				\$ 84,000		\$ 84,000		\$ 84,000			
Construction				\$ 84,000		\$ 84,000		\$ 84,000			
Inspection				\$ 1,800,000		\$ 1,800,000		\$ 1,500,000	\$ 300,000		
Total				\$ 3,366,000		\$ 3,366,000		\$ 90,000	\$ 90,000		
Singleton Well											
Permitting and Environmental Design and Hydrogeology		2012	2013	\$ 20,000		\$ 20,000		\$ 20,000			
Construction				\$ 50,000		\$ 50,000		\$ 50,000			
Inspection				\$ 800,000		\$ 800,000		\$ 300,000	\$ 500,000		
Equipping Design				\$ 50,000		\$ 50,000		\$ 50,000			
Construction				\$ 800,000		\$ 800,000		\$ 800,000			
Inspection				\$ 50,000		\$ 50,000		\$ 50,000			
Total				\$ 1,820,000		\$ 1,820,000		\$ 50,000	\$ 50,000		

Beaumont Cherry Valley Water District Engineering Projects and Objectives 2011														
Activity	Priority	Start Date	End Date	Estimated Cost	2010	2011	Estimated Expenditures							
							Funding Source - 2011	2012	2013	2014	2015			
Cherry Valley Water Company Well Rehab and Pipeline		2012	2013											
Permitting				\$ 50,000			\$ 50,000							
Design				\$ 100,000			\$ 50,000							
Construction and Inspection				\$ 1,400,000			\$ 1,400,000							
				\$ 1,550,000										
RR-1 Well Rehab and Pipeline		2012	2013											
Permitting				\$ 15,000			\$ 15,000							
Design				\$ 30,000			\$ 30,000							
Construction and Inspection				\$ 360,000										
				\$ 405,000										
Pollution Control Project		2013	2015											
Hydrogeology				\$ 400,000										
Land				\$ 350,000										
Permitting				\$ 70,000										
Design				\$ 150,000										
Construction and Inspection				\$ 4,300,000										
				\$ 5,270,000										
Noble Creek Rubber Dam and Recharge Area Phase II		2011	2013											
Permitting				\$ 80,000			\$ 80,000							
Design				\$ 200,000										
Construction and Inspection				\$ 12,000,000			\$ 150,000							
				\$ 12,280,000			\$ 8,000,000							
Highland Springs Reservoir Recoating Specifications		2011	2011											
Construction and Inspection				\$ 10,000			\$ 10,000							
				\$ 170,000			\$ 170,000							
				\$ 180,000										
Pipeline Replacement Projects (20 Projects)		2011	2015											
Permitting				\$ 30,000			\$ 30,000							
Design				\$ 250,000			\$ 50,000							
Construction and Inspection				\$ 3,000,000			\$ 600,000							
				\$ 3,280,000			\$ 600,000							
Total Annual Capital Project Expenditures				\$	\$ 10,000	\$ 1,309,000	\$ 13,227,000	\$ 8,670,000	\$ 2,250,000	\$ 3,950,000				

MEMORANDUM

December 18, 2010

TO: Anthony Lara
Interim General Manager

FROM: Steve Gratwick, Parsons

SUBJECT: Landscape Maintenance Services
Recommendation for Award

On December 8, 2010, Beaumont Cherry Valley Water District received bids from five landscape contractors for the above project. The following are the bid results, as submitted by each contractor:

- 1. Mariposa Landscape\$58,296.00¹
- 2. Midori Gardens\$68,547.78¹
- 3. Casa Verde Landscape\$88,656.00¹
- 4. Lawnscape Systems\$182,256.00¹
- 5. Ujihara LandscapeDid Not Include Total Annual Cost
per Addendum No. 1 & 2. (Bid Rejected)

¹ Total Annual Cost (Not Including Bid Item No. 1)

Budget: \$75,000

Parsons reviewed the bids for conformance with the bidding requirements, checked the extensions and the summations, the bidders' licensing requirements, and their experience statements.

Mariposa Landscape is the apparent low bidder. Due to irregularities in their bid proposal, their bid has been rejected. Mariposa Landscape failed to properly extend their itemized bid items to determine the total annual cost, which all bids were based on. Mariposa Landscape's total annual cost, when correctly extended, did not equal their bid amount.

Midori Gardens is the apparent second low bidder. Midori Gardens submitted their proposal in accordance to the Request for Proposal and included all issued addendums with their bid. A

Maintenance Landscape Services
Recommendation for Award
December 18, 2010

check has been made with the State Contractors License Board's data base and determined that Midori Gardens holds a current and active license.

Midori Gardens listed three references that provided similar work to the scope of work outlined in the Request for Proposal. An attempt was made to contact each reference and two references who returned my calls, each indicated a very favorable response.

Summary

Based on our preliminary review, we are recommending to the Board, award of the contract to Midori Gardens. Upon Board authorization, the Contractor shall execute the Agreement and furnish the required contract documents. After receipt of the above information, Parsons will review the documents and, if acceptable, will recommend to the Interim General Manager, the award to Midori Gardens.

If you wish to discuss the above please do not hesitate to contact me for any additional information.