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FINAL
~~PROPOSED~~ BUDGET
COUNTY SANITATION DISTRICT NO. 4
OF SANTA CLARA COUNTY, CALIFORNIA

FISCAL YEAR **1971-1972**

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COUNTY SANITATION DISTRICT NO. 4 OF SANTA CLARA COUNTY

100 East Sunnyoaks Avenue P.O. Box 368
CAMPBELL, CALIFORNIA, 95008
Telephone 378-2407

March 8, 1971

Board of Directors
County Sanitation District No. 4
Santa Clara County, California

Gentlemen:

I am submitting herewith the proposed operating and capital budgets of County Sanitation District No. 4 for fiscal year 1971-72, along with their projections through the five succeeding fiscal years.

The proposed budgets, along with a request for any comments thereon, have been sent to the Managers and Clerks of the cities within the District and the County Executive, Fiscal Officer, and Clerk of the County Board of Supervisors.

Also, the proposed budgets, along with a news release, have been sent to each of the newspapers serving the area of County Sanitation District No. 4.

In order to submit the proposed budgets to the County Fiscal Officer by May 1st, as requested, I recommend that you consider the budgets and submitted comments at your meeting of April 8th, followed by their adoption (with appropriate revisions) at your meeting on April 28th.

After the actual June 30th cash balances and fiscal year 1971-72 assessed valuations are determined, you will have an opportunity in August to revise the proposed budgets and adopt them in their final amounts.

Major variances in estimated income and proposed appropriations for fiscal year 1971-72 from amounts in fiscal year 1970-71 are set forth in the following table.

OPERATING BUDGET VARIATIONS

INCOME VARIATIONS

<u>Income Account</u>		From Year 1970-71 (Only Accounts With Major Variations Shown)	<u>Variation</u>
Sewer Service Charges	Up	\$ 85,155 15%	(a) Normal increases in income. (b) \$50,000 increase in Town of Los Gatos sewer bill.
Connection Fees	Down	\$ 1,200 5%	(a) Anticipated slowing in new connections.
Annexation Fees	Up	\$ 7,000 140%	(a) Anticipated increase in annexation activity in areas served by septic tank.
Interest on Investments	Down	\$ 5,000 33%	(a) Lower balance in available funds. (b) Lower interest rates.
Other	Down	\$ 5,700 13%	(a) Engineering services reimbursement from City of San Jose down as no joint trunk sewers scheduled. (b) Smaller assessment projects.

EXPENSE AND CAPITAL OUTLAY

Salaries and Wages	Down	\$ 11,808 4%	(a) Elimination of two positions in engineering department. (b) Realignment in maintenance department due to retirement of one employee. (c) Partially offset by normal in-grade salary increases.
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Expense and Capital Outlay (Cont'd)

<u>Income Accounts</u>		From Year 1970-71 (Only Accounts With Major Variations Shown)	<u>Variation</u>
Employee Benefits	Down	\$ 7,065 15%	(a) \$5,000 lowering in premium of workmen's compensation insurance. (b) Partially offset by normal increase.
Insurance	Up	\$ 500 8.3%	(a) Increase in audit premium due to new motor vehicles.
Gasoline, Oil and Fuel	Down	\$ 855 29%	(a) Overbudget in 70/71.
Office Expense	Down	\$ 1,680 25%	(a) Overbudget in 70/71.
Contractual Services	Up	\$ 39,420 16%	(a) 18% increase in operating costs of S/J Treatment Plant costs, offset by 2% decrease in other items.
Professional Services	Down	\$ 4,200 13%	(a) South Bay Discharge study paid in 70/71. (b) Partially offset by small allocations for South Bay Discharge study and \$10,000 item for Water Reclamation study.
Repairs and Maintenance	Down	\$ 2,410 9%	(a) Overbudget in 70/71.
Sewage Treatment Facilities	Down	\$ 80,522 20%	(a) Appropriation is to develop funds other than general construction bond funds for the purpose of offsetting apparent deficit in District share of S/J-S/C Water Pollution Control Plant. Tax rate stabilizing factor.

Expense and Capital Outlay (Cont'd)

<u>Income Accounts</u>		From Year 1970-71 (Only Accounts With Major Variations Shown)	<u>Variation</u>
General Plant and Administrative Facilities	Up	\$ 4,375 23%	(a) Carry over of sedan which increased in price \$900 over 70/71 allocation. (b) Normal replacement of motor vehicles and equipment which in- cludes \$3,000 for water tank for truck to be purchased in 70/71.
Reserves (includes motor vehicles sinking fund)	Up	\$ 10,894 11%	(a) The purpose of this allocation is to pro- vide funds available for future years re- placement of existing motor vehicles, less replacements for 71/72 F/Y. Cash sinking fund is calculated at 5% interest rate.

The proposed appropriation for salaries does not allow for any "cost of living" increase. If the County of Santa Clara should grant its employees such an increase in salaries it will be my recommendation that District employees be given a similar increase. Each 1 percent increase in salaries would require an additional appropriation of approximately \$3,230. The additional amount needed to conform to an increase granted by the County could be taken from the proposed reserves when the final budget is adopted in August.

County Sanitation District No. 4 will be obligated to pay the City of San Jose an estimated \$3,142,500 for 8.0 million gallons per day additional capacity in the 66 mgd expansion of the San Jose-Santa Clara Water Pollution Control Plant upon preparation and execution of a participation agreement. The proposed operating and capital budgets appropriations assume that there will be an initial \$1,607,100 cash payment to the City of San Jose prior to June 30, 1971.

There would be a further payment of \$370,115 during fiscal year 1971-72 and 20 annual payments of principal and interest in the amount of \$156,000. If the initial payment for capacity in the Plant is not made prior to June 30th, the appropriations will be carried over to the final fiscal year 1971-72 budgets adopted in August.

The proposed fiscal year 1971-72 can be financed with the anticipated revenues and the current tax rate of 24 cents per hundred dollars of assessed valuation. The projected tax rate, based on the projected budget estimates included in the accompanying report are:

Fiscal Year 1972-73	24.1¢
Fiscal Year 1973-74	26.0¢
Fiscal Year 1974-75	27.3¢
Fiscal Year 1975-76	31.8¢
Fiscal Year 1976-77	33.0¢

The large increase in the tax rate for fiscal year 1974-75 reflects the anticipated need to seek approval of bonds and their sale to provide for the District's share of the cost of additional waste water treatment or exportation facilities to meet the 1978 requirements of the San Francisco Regional Water Quality Control Board. The estimated amount of the District's share of the cost is \$5,070,000.

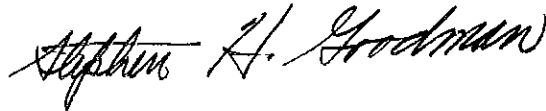
Federal-State financing of 50 percent of the cost of the 1971 expansion and the 1978 upgrading of the San Jose-Santa Clara Water Pollution Control Plant may be obtained. If this source and amount of financing is secured the District's share of the costs would be reduced by approximately \$1,431,700 and \$2,000,000 respectively.

These savings in capital costs represent an approximate annual cost savings of \$112,000 and \$312,900 respectively, which in turn, would amount to tax savings in the amounts of 3.7 and 9.2 cents. If the Federal-State financing is obtained the projected tax rates would be reduced as follows:

Fiscal Year 1972-73	20.4¢
Fiscal Year 1973-74	22.3¢
Fiscal Year 1974-75	23.6¢
Fiscal Year 1975-76	18.9¢
Fiscal Year 1976-77	20.1¢

In conclusion, the proposed operating and capital budgets reflect a decrease in operating expenses matching the current decline in growth of the District with anticipation of greater waste water treatment costs.

Respectfully submitted,

A handwritten signature in cursive script that reads "Stephen H. Goodman".

Stephen H. Goodman
District Manager and Engineer

SHG:kk

FINAL

~~PROPOSED~~ BUDGET

COUNTY SANITATION DISTRICT NO. 4
OF SANTA CLARA COUNTY, CALIFORNIA
Post Office Box 368
100 East Sunnyoaks Avenue
Campbell, California 95008

FISCAL YEAR 1971-1972

SUBMITTED BY:
STEPHEN H. GOODMAN
DISTRICT MANAGER AND ENGINEER

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ACTUAL EXPENDITURES FOR FISCAL YEAR 1970-71
AND SUMMARY OF PROPOSED FISCAL YEAR 1971-72 OPERATING BUDGET

EXPENDITURE CLASSIFICATION AND ACCOUNT NUMBER	ACTUAL YEAR ENDING JUNE 30, 1970	ALLOWED YEAR ENDING JUNE 30, 1971	ACTUAL YEAR ENDING JUNE 30, 1971	REVISED YEAR ENDING JUNE 30, 1972
	<u>EXPENDITURE AMOUNTS</u>			
<u>SALARIES AND WAGES - 100</u>				
Salaries, Wages and	\$265,171	\$292,899	\$269,708	\$284,792
Employee Benefits	<u>35,600</u>	<u>48,490</u>	<u>41,073</u>	<u>43,204</u>
TOTAL SALARIES, WAGES AND EMPLOYEE BENEFITS	\$300,771	\$341,389	\$310,781	\$327,996
<u>MAINTENANCE AND OPERATION</u>				
Directors' Fees		10,200	9,500	10,200
Election Expense		NONE	NONE	NONE
Gasoline Oil & Fuel		2,900	1,890	2,045
Insurance		6,000	5,964	6,500
Memberships		1,240	1,260	1,530
Office Expense		6,830	4,607	5,150
Contractual Services		245,280	220,825	268,200
Operating Supplies		NONE	NONE	NONE
Professional Services		31,700	26,006	27,500
Printing and Publications		6,980	5,214	6,400
Rents and Leases		300	NONE	300
Repairs and Maintenance		21,340	16,354	18,840
Travel and Meetings		4,674	2,432	4,660
Uncollectable Accounts		100	NONE	100
Utilities		7,150	7,398	7,830
Other		<u>1,700</u>	<u>1,257</u>	<u>1,700</u>
TOTAL MAINTENANCE AND OPERATION	\$260,181	\$346,394	\$302,707	\$360,955

ACTUAL EXPENDITURES FOR FISCAL YEAR 1970-71
AND SUMMARY OF PROPOSED FISCAL YEAR 1971-72 OPERATING BUDGET

EXPENDITURE CLASSIFICATION
AND ACCOUNT NUMBER

EXPENDITURE AMOUNTS

	ACTUAL YEAR ENDING <u>JUNE 30, 1970</u>	ALLOWED YEAR ENDING <u>JUNE 30, 1971</u>	ACTUAL YEAR ENDING <u>JUNE 30, 1971</u>	REVISED YEAR ENDING <u>JUNE 30, 1972</u>
<u>CAPITAL OUTLAY - 300</u>				
Property Plant and <u>Equipment - 12</u>				
1202 Subsurface Lines Sewage Treatment Facilities		\$ 154,975	\$ 54,605	\$ 194,660
1205 General Plant and Administration		391,069	NONE	703,390
1208 Facilities		<u>19,250</u>	<u>8,702</u>	<u>33,085</u>
TOTAL CAPITAL OUTLAY	\$64,264	\$ 565,294	\$ 63,307	\$ 931,135
<u>RESERVES</u>				
Sinking Fund for Replacement of Motor Vehicles				10,894
Unappropriated Reserve		100,000		100,000
General Reserve		NONE		NONE
TOTAL RESERVES		\$ 100,000		\$ 110,894
TOTAL BUDGET		<u>\$1,353,077</u>	<u>\$ 676,795</u>	<u>\$1,730,980</u>

SUMMARY OF FISCAL YEAR 1971-72 OPERATING EXPENSES
BUDGET BY EXPENSE CENTERS OBJECT ACCOUNTS

	<u>EXPENSE CENTERS</u>			
<u>ADMINISTRATION</u> and <u>GENERAL</u>	<u>SEWAGE</u> <u>COLLECTION</u>	<u>SEWAGE</u> <u>DISPOSAL</u>	<u>TOTAL</u>	
<u>EXPENSE CLASSIFICATION</u>				
<u>Salaries and Wages</u>				
Salaries and Wages	\$181,718	\$		\$284,792
Employee Benefits	<u>26,667</u>			<u>43,204</u>
TOTAL SALARIES AND WAGES	\$208,385			\$327,996
<u>EMPLOYEE BENEFITS</u>				
<u>MAINTENANCE AND OPERATION</u>				
Directors' Fees	\$ 10,200			10,200
Election Expense	NONE			NONE
Gasoline Oil and Fuel	945	1,100		2,045
Insurance	6,500			6,500
Memberships	1,530			1,530
Office Expense	5,150			5,150
Contractual Services	15,300	12,600	240,300	268,200
Operating Supplies	NONE			NONE
Professional Services	27,500			27,500
Printing and Publications	6,400			6,400
Rents and Leases	NONE	300		300
Repairs and Maintenance	1,040	17,800		18,840
Travel and Meetings	4,660			4,660
Uncollectable Accounts	100			100
Utilities	4,700	3,130		7,830
Other	<u>1,700</u>			<u>1,700</u>
TOTAL MAINTENANCE AND OPERATION	\$ 85,725	\$ 34,930	\$ 240,300	\$360,955

BONDED INDEBTEDNESS AND PAYMENTS FOR FISCAL YEAR 1971-72

BOND FUND	BOND ISSUE	ORIGINAL AMOUNT OF ISSUE	DATE ISSUED	EFFECTIVE INTEREST RATE	OUTSTANDING INDEBTEDNESS JULY 1, 1971	REDEMPTION & INTEREST DUE FISCAL YR. 71-72	RESERVE FOR FISCAL YR. 72-73	UNENCUMBERED BALANCE BOND FUND		BALANCE TO BE RAISED BY TAXES & CHARGES
								INC. PRIOR YEARS TAXES LESS BANK CHARGES	JULY 1, 1971	
No. 1	Series "A"	\$ 400,000	2-21-50	2.3247	\$ 180,000	\$ 23,600	\$ 1,600	\$ 31,101	\$ 71,324	202*
No. 1	Series "B"	400,000	8-8-50	1.9220	200,000	23,375	21,600			
No. 1	Series "C"	450,000	11-15-50	1.9504	250,000	30,000	2,250			
No. 2	Series "D"	300,000	1-1-56	3.1409	210,000	18,300	2,970	3,698	17,572	44*
No. 3	Series 1965 "A"	3,800,000	7-1-65	3.5901	3,420,000	90,000 122,740	150,245	156,989	205,996	
No. 4	"B"	1,120,000	10-1-66	4.6412	1,000,000	30,000 46,800	52,950	56,788	72,962	
No. 5	"C"	2,580,000	10-23-68	5.0553	2,560,000	10,000 17,088	78,444	78,395	137,237	
		\$9,050,000			\$7,820,000	\$522,003	\$310,059	\$326,971	\$505,337	
										Bond Fund #1 71,526
										Bond Fund #2 17,616
										Bond Fund #3 205,996
										Bond Fund #4 72,962
										Bond Fund #5 137,237

* Bank Collection Charge

SUMMARY FOR FINANCING DISTRICT
OPERATIONS FOR FISCAL YEAR 1971-72

OPERATING FUND BUDGET

Revised
\$1,730,980
759,048
663,100
\$ 308,832

Total budget appropriation

Less:

1. Total funds available as of June 30, 1971
2. Estimated cash accruals during fiscal year 1971-72

Amount to be raised by taxation

Final tax rate:

1. Assessed valuation for operating tax (see Exhibit "B")
\$286,575,210.
2. Allowance for delinquency, 3.0%
3. Tax rate per \$100 valuation,
(308,832 ÷ \$286,575,210) (1.03) (100)

\$ 0.111

BOND REDEMPTION AND INTEREST

Issue	Bond Fund No	Interest and Redemption (Including Bank Charge)	Notes	Less Transfers from Other Funds	Net To Taxes	Assessed Valuation	Delinquency Allowance	Tax Rate Per \$100
1950	1	\$ 71,526	(1)	\$11,305	\$ 60,221	\$491,763,550	3.00%	\$0.013
1950	2	17,616		NONE	17,616	431,603,130	3.00%	0.004
1965	3	205,996	(2)	48,507	157,489	296,491,290	3.00%	0.055
1965	4	72,962	(3)	17,178	55,784	291,451,080	3.00%	0.020
1965	5	137,237	(4)	32,309	104,928	289,102,290	3.00%	0.037
								<u>\$0.129</u>

SUMMARY

Operating tax levy
Bond funds tax levies
TOTAL

\$0.111
0.129
\$0.240

NOTES

- (1) \$11,305 transfer from Trust Fund (Frontage Connection Fees)
- (2) 48,507 from Trust Fund (Unit Connection Fees & Frontage Fees)
- (3) 17,178 from Trust Fund (Unit Connection Fees & Frontage Fees)
- (4) 32,309 from Trust Fund (Unit Connection Fees & Frontage Fees)

DETAIL OF FISCAL YEAR 1971-72 BUDGET

SALARIES, WAGES AND EMPLOYEE BENEFITS - 100

ADMINISTRATION AND GENERAL - 45

Authorized Positions and Salary Ranges		
Assistant Civil Engineer	47.0	\$ 13,977
Associate Civil Engineer	51.0	16,188
District Manager and Engineer	56.0	22,106
Engineering Aide	40.0	9,754
Fiscal Officer	52.0	17,788
Gardener - Janitor	34.5	6,264
Junior Civil Engineer	44.0	11,738
Junior Civil Engineer	44.0	10,704
Junior Stenographer Clerk	32.0	6,697
Principal Account Clerk	41.0	9,518
Senior Typist Clerk	36.0	7,030
Sewer Construction Inspector II	46.0	13,550
Sewer Construction Inspector I	43.0	11,716
Supervising Clerk and Board Secretary	39.0	9,640
Senior Typist Clerk	36.0	8,340
Part Time Employees		
Draftsman Trainee - \$3.14 per hour		<u>3,400</u>
Sub-total		\$178,418
Miscellaneous		
Board Secretary		1,200
Overtime Contingency		<u>2,100</u>
ADMINISTRATION AND GENERAL, TOTAL SALARIES AND WAGES		\$181,718
Employee Benefits, Administration and General		
Employee Retirement Contributions		\$ 16,662
Employee Compensation Insurance		100
Employee Medical Insurance		3,605
OASI and Retirement Administration		200
OASI Employers Tax		<u>6,100</u>
Sub-total		\$ 26,667
TOTAL SALARIES WAGES AND EMPLOYEE BENEFITS ADMINISTRATION AND GENERAL		<u>\$208,385</u>

Salaries, Wages and Employee Benefits - 100

SEWAGE COLLECTION - 41

Authorized Positions and Salary Ranges

Maintenance Foreman	43.5	\$ 11,690
Maintenance Leadingman	41.5	10,924
Maintenance Leadingman	41.5	10,848
Maintenance Man	37.5	8,986
Maintenance Man	37.5	8,324
Senior Maintenance Man	39.5	9,360
Senior Maintenance Man	39.5	9,914
Senior Maintenance Man	39.5	9,914
Supt. of Maintenance and Operation	48.0	<u>12,586</u>

Sub-total \$ 92,546

Miscellaneous

Compensation for "Call Duty"	4,742
Overtime Contingency	<u>5,786</u>

SEWAGE COLLECTION, TOTAL SALARIES AND WAGES \$103,074

Employee Benefits

Employee Retirement Contributions	8,810
Employee Compensation Insurance	2,000
Employee Medical Insurance	2,077
OASI Employee Tax	<u>3,650</u>

Sub-total 16,537

SEWAGE COLLECTION, TOTAL SALARIES AND
EMPLOYEE BENEFITS \$119,611

TOTAL SALARIES AND WAGES AND EMPLOYEE
BENEFITS - 100 \$327,996

MAINTENANCE AND OPERATION - 200

ADMINISTRATION AND GENERAL - 45

Directors' Fees - 030

Board Meeting Fees	\$ 8,400
Sewer Advisory Fees	<u>1,800</u>
Total	\$10,200

Election Expense - 040 NONE

Gasoline, Oil and Fuel - 060 \$ 945

Insurance - 070

General District Insurance \$ 6,500

Membership - 080

American Public Works Association	
Associate - District Manager	\$ 15
Association of B/A Governments	215
California Sanitation and Sanitary Districts	
Association, Annual Dues (District)	1,175
California Water Pollution Control Association,	
Annual Dues,	
Associate Engineer	
District Manager and Engineer	
Superintendent, Maintenance and Operation	90
Fiscal Officer Membership	<u>35</u>
Total	\$ 1,530

Office Expense - 090

County Services	\$ 1,000
Engineering Supplies	475
Postage	1,000
Miscellaneous Office Supplies and Expense	<u>2,675</u>
Total	\$ 5,150

Contractual Services - 100

Accounting Computer Services	\$ 2,700
City and County Inspection Fees	1,100
Computer Services for Engineering Department	3,600
County Tax Roll Expense	4,500
Office Equipment Maintenance	1,000
Reproduction Services - Xerox	1,800
San Jose Water Co. Services	400
Microfilming Engineering Files	<u>200</u>
Total	\$15,300

Professional Services - 110

Share of South Bay Discharge Study	\$ 1,500
Accounting	1,500
Systems Engineering	6,500
Legal	8,000
Water Reclamation Study	<u>10,000</u>
Total	\$27,500

Printing and Publications - 120

Advertising and Publications	\$ 2,000
Blue Printing	3,400
Printing	<u>1,000</u>
Total	\$ 6,400

Rents and Leases - 130

NONE

Repairs and Maintenance - 140

Buildings and Grounds	\$ 200
Motor Vehicles Maintenance	840
	<hr/>
Total	\$ 1,040

Travel and Meetings - 150

CWPCA Conferences (State)	\$ 650
CWPCA Board Meetings	30
CSSDA Conferences	50
CSSDA Board Meetings	160
Contingency, Board of Directors Conferences	1,200
Municipal Finance Officers Conference	200
Miscellaneous Conferences and Meetings	480
Travel and Mileage, Business Department	240
Travel and Mileage, Engineering Department	1,300
WPCF Conference	350
	<hr/>
Total	\$ 4,660

Uncollectable Accounts - 160

Contingencies	\$ 100
	<hr/>
Total	\$ 100

Utilities - 190

Electricity and Gas, Office Building	\$ 1,000
Radio Communications	300
Telephone	3,000
Trash Disposal	200
Water, Office and Corporation Buildings	200
	<hr/>
Total	\$ 4,700

Other - 200

Cash over/short	\$ 100
Educational Tuition Assistance	600
Refunds	1,000
	<hr/>
Total	\$ 1,700

TOTAL, ADMINISTRATION AND GENERAL, MAINTENANCE
OPERATION \$85,725

MAINTENANCE AND OPERATION - 200

SEWAGE COLLECTION

Gasoline, Oil and Fuel - 060

Maintenance Department Vehicles \$ 1,100

Contractual Services - 100

"Area Y" Trunk Sewer Maintenance	\$ 7,850
Camden Avenue Sewer Rental	260
Coverall Services	1,300
Interceptor Sewer Maintenance	690
TV Inspection of Sewers	1,000
Infiltration Removal	1,500
	<hr/>
Total	\$12,600

Operating Supplies - 105

NONE

Rents and Leases - 130

Equipment Rental \$ 300

Repairs and Maintenance - 140

Equipment Repairs and Maintenance		
Air Compressor Portable	\$ 50	
Air Compressor Stationary	75	
Tractor Backhoe & Loader	750	
Generator Stand By	50	
Generator 1500 W.	25	
Generator 1500 (3) Auto	75	
Hoists Elec. 12V. (2) Trucks	60	
Pumps Lift Stations Sumps & Portable	1,300	
Rodders Flexible & Sparton	225	
Roller Galion	50	
Tapping Machine	300	
	<hr/>	\$ 2,960

Repairs and Maintenance - 140 (Cont'd)

Motor Vehicle Maintenance		
Routine Service & Repairs	\$1,990	
Small Parts & Supplies	300	
Tires, Tubes & Repairs	600	
Painting of Trucks	400	
Upholstering Seats	<u>100</u>	\$3,390

Sewer Maintenance Supplies		
Cement & Concrete Mix, etc.	200	
Gravel Pipe Base	75	
Grease, Oils & Solvents (for pumps)	100	
Paints, Brushes, Electrical & Hardware	500	
Rain Gear, Boots, Gloves, etc.	300	
Rods, Balls, Plugs & Tools	2,100	
Sewer Chemicals	1,000	
Sewer Concrete Boxes	2,400	
Sewer Taps, Epoxy & Plugs	600	
Sewer Pipe & Fittings	2,000	
Sewer Ropes for Cleaning	150	
Traffic Warning Devices	300	
Welding Supplies	<u>75</u>	\$9,800

Street Repair and Maintenance		
Manhole Castings	300	
Manhole Grade Rings	250	
Manhole Packing	150	
Base Rock	200	
Paving Materials & Oils	<u>750</u>	\$1,650

Total Repairs and Maintenance \$17,800

Utilities - 190

Electricity-Pumping Stations and Maintenance Shop	\$ 1,350
Water for Sewer Cleaning	<u>1,780</u>
Total	<u>\$ 3,130</u>

TOTAL, SEWAGE COLLECTION, MAINTENANCE AND OPERATION \$34,930

Sewage Disposal - 43

Contractual Services - 100

Treatment Plant Operations	<u>\$240,300</u>
Total, Sewage Disposal	<u>\$240,300</u>
TOTAL, MAINTENANCE AND OPERATION	\$360,955

CAPITAL OUTLAY

Property, Plant and Equipment - 12

Subsurface Lines - 12020

Extensions-Future Street Improvements Bascom Avenue	\$ 53,000
Street Improvement Fund	43,325
Sewer Extension Revolving Sub-Account	60,000
Sewer Extension Revolving Sub-Account (Carryover)	4,000
Participation in Assessment Projects	11,335
Cross Connections	800
Trunk Sewers	12,200
Pump Abandonment Program	<u>10,000</u>
Total, Subsurface Lines	\$194,660

Sewage Treatment Facilities - 12050

Water Pollution Control Plant Capacity Acquisitions	703,390
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General Plant and Administration Facilities - 12080

Maintenance and Operation Equipment	
1500 Gallon Tank for MV2	\$ 3,000
Portable Air Motors	300
Truck, Dump, Replaces MV3	9,000
Truck, 2 Ton Chassis	5,765
Clay Spade	345
Administrative Vehicles	
Sedan	\$ 2,900
1/2 Ton Pickup (Inspector)	2,750
Engineering Equipment	
Survey Equipment	\$ 400
Flow Meters	1,000
Programable Calculator	\$ 5,000
Office Equipment	
Bookcases and Desks	\$ 1,200
Adding Machine Replacement	165
Typewriter, Replacement	550
Building Improvement	
Office Partition	\$ 500
Metal Awning	<u>210</u>

Total, General, Plant and Administration Facilities \$ 33,085

TOTAL, CAPITAL OUTLAY \$931,135

DETAIL OF ESTIMATED NON-TAX ACCRUALS
TO MAINTENANCE AND OPERATION FUND FOR FISCAL YEAR 1971-72

OPERATING INCOME

<u>Account</u>		
31010	<u>SEWER SERVICE CHARGES</u>	
31010	Sewer Service Charges at Issuance of Permits	\$ 11,500
31011	Sewer Service Charges-Commercial & Industrials	67,700
31012	Sewer Service Charges-Collected with Property Taxes	450,000
31013	Sewer Service Charges-Other	
	Town of Los Gatos	24,600
	Schools & Colleges	<u>13,000</u>
	TOTAL	\$566,800
31021	<u>PERMIT AND INSPECTION FEES</u>	\$ 3,000
31031	<u>CONNECTION FEES-</u>	
	Sewer Extension Reimbursements	\$ 24,800
31040	<u>OTHER SERVICES</u>	
31042	Plan Checking Fees	\$ 1,200
31043	Cleanout Box Fees	2,800
31044	Equipment Rental	1,500
31045	Sewer Tap Fee	<u>1,200</u>
	TOTAL, OTHER SERVICES	\$ 6,700
<u>NON-OPERATING INCOME</u>		
32010	Annexation Charges	\$ 12,000
32050	Interest on Investments	\$ 10,000
32090	Other (including reimbursement for services)	
	Engineering reimbursement from Assessment Projects	\$ 20,000
	City of San Jose Area "Y" maintenance	8,800
	Other, job compensation	<u>11,000</u>
	TOTAL	\$ 61,800
TOTAL ESTIMATED NON-TAX ACCRUALS		<u>\$663,100</u>
<u>TRUST FUND FOR BOND RETIREMENT FOR FISCAL YEAR 1972-73</u>		
	Unit Connection Fees	\$ 40,000
	Sewer Frontage Fees	<u>24,000</u>
<u>TOTAL ESTIMATE FEE ACCRUALS FOR BOND RETIREMENT</u>		<u>\$ 64,000</u>

DETAIL OF ACTUAL BALANCE IN OPERATING FUND
AS OF JUNE 30, 1971 and ESTIMATED
BALANCE AS OF JUNE 30, 1972

FISCAL YEAR 1970-71 INCOME

Cash balance in fund, June 30, 1970	\$ 408,821
Prior year income, other funds	29,988
Income from non-tax services	745,433
Tax income	<u>251,601</u>
TOTAL FUNDS AVAILABLE	\$1,435,843

FISCAL YEAR 1970-71 EXPENDITURES

\$ 676,795

LOANS TO PROJECT FUNDS

\$ 65,049

Cash balance, June 30, 1971

\$ 693,999

ESTIMATED FISCAL YEAR 1971-72 INCOME

Cash balance June 30, 1971	\$693,999
Due from project funds, prior year	<u>65,049</u>

TOTAL FUNDS AVAILABLE, JUNE 30, 1971 \$ 759,048

ESTIMATED INCOME FROM NON-TAX SERVICES \$ 663,100

ESTIMATED TAX INCOME \$ 308,832

TOTAL ESTIMATED FUNDS AVAILABLE \$1,730,980

ESTIMATED FISCAL YEAR 1971-72 EXPENDITURES

Total estimated expenditures \$1,620,086

ESTIMATED FUNDS AVAILABLE, JUNE 30, 1972 \$ 110,894

ACTUAL CONSTRUCTION FUND EXPENDITURES FOR
FISCAL YEAR 1970-71 AND PROPOSED FISCAL YEAR 1971-72 BUDGET

EXPENDITURE CLASSIFICATION

EXPENDITURE AMOUNTS

	ACTUAL YEAR ENDING JUNE 30, 1970	ALLOWED YEAR ENDING JUNE 30, 1971	ACTUAL YEAR ENDING JUNE 30, 1971	REVISED YEAR ENDING JUNE 30, 1972
<u>CAPACITY ACQUISITIONS</u>				
San Jose-Santa Clara Water Pollution Control Plant	\$ 79,858	\$1,225,000	\$ 381,100	\$3,511,355
San Jose Interceptor Sewers: North San Jose Relief Sewer No. 1	68,125	75,175	77,205	5,000
North San Jose Relief Sewer No. 2		135,730	148,569	5,000
Joint Trunk Sewers (Adjustments)	7,385	8,000	7,552	8,000
Water Pollution Control Plant Inlet Structure	11,587			
TOTAL CAPACITY ACQUISITIONS	\$166,955	\$1,443,905	\$ 614,426	\$3,529,355
<u>TRUNK SEWER CONSTRUCTION</u>				
Budd Avenue West Unit II		13,350	11,037	
Forest Rosa Supplemental and Bascom-Forest Unit I		958,380	NONE	958,380
Julian-Sunal Supplemental	42,154	10,090		10,090
Lone Hill Creek Unit I		12,280		12,280
Los Gatos Creek Unit III		169,730	2,500	161,185
Prospect Road II-C		233,949	8,126	219,405
Ross Creek Unit I	13,101		549	108,980
San Tomas Aquino Creek		5,900		5,900
San Tomas-Saratoga Creek	800	13,200	10,932	5,000
Saratoga Creek Units I and II				
South Clover Unit I				
Willow-Union Unit II	91,233			
TOTAL SEWER CONSTRUCTION	\$147,288	\$1,416,879	\$ 33,144	\$1,481,220
TOTAL CONSTRUCTION FUND BUDGET	\$314,243	\$2,860,784	\$ 647,570	\$5,010,575

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(revised)

8/12/71

BALANCE IN CONSTRUCTION FUND
AS OF JUNE 30, 1971 AND ESTIMATED
BALANCE AS OF JUNE 30, 1972

Fiscal Year 1970-71 Income

Fund balance, June 30, 1970	\$2,889,301
Prior Year Adjustments:	
Operating fund	(7,385)
City of San Jose	
Reimbursement in Willow	
Union Trunk Sewers	<u>43,469</u>
Prior Year Income	36,084
Participation in Federal grants for trunk sewers	148,275
Interest from investments	<u>212,323</u>
Total Funds Available, June 30, 1971	\$3,285,983

Fiscal Year 1970-71 Expenditures

Construction fund	\$499,295
Federal grants	<u>148,275</u>
Total Expenditures	\$ 647,570

Estimated Fiscal Year 1971-72 Income

Fund balance, June 30, 1971	\$2,638,413
Estimated interest income	65,960
Maintenance and Operation reserve funds	703,390
Anticipated Federal grants for Treatment Plant Div. A, B and C	<u>2,104,264</u>
Total Estimated Funds Available	\$5,512,027

Estimated Fiscal Year 1971-72 Expenditures

Estimated balance in construction fund June 30, 1972	<u>\$ 501,452</u>
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8/12/71

COUNTY SANITATION DISTRICT NO. 4 OF SANTA CLARA COUNTY

(PROPOSED FISCAL YEAR 1971-72)

ORGANIZATION CHART

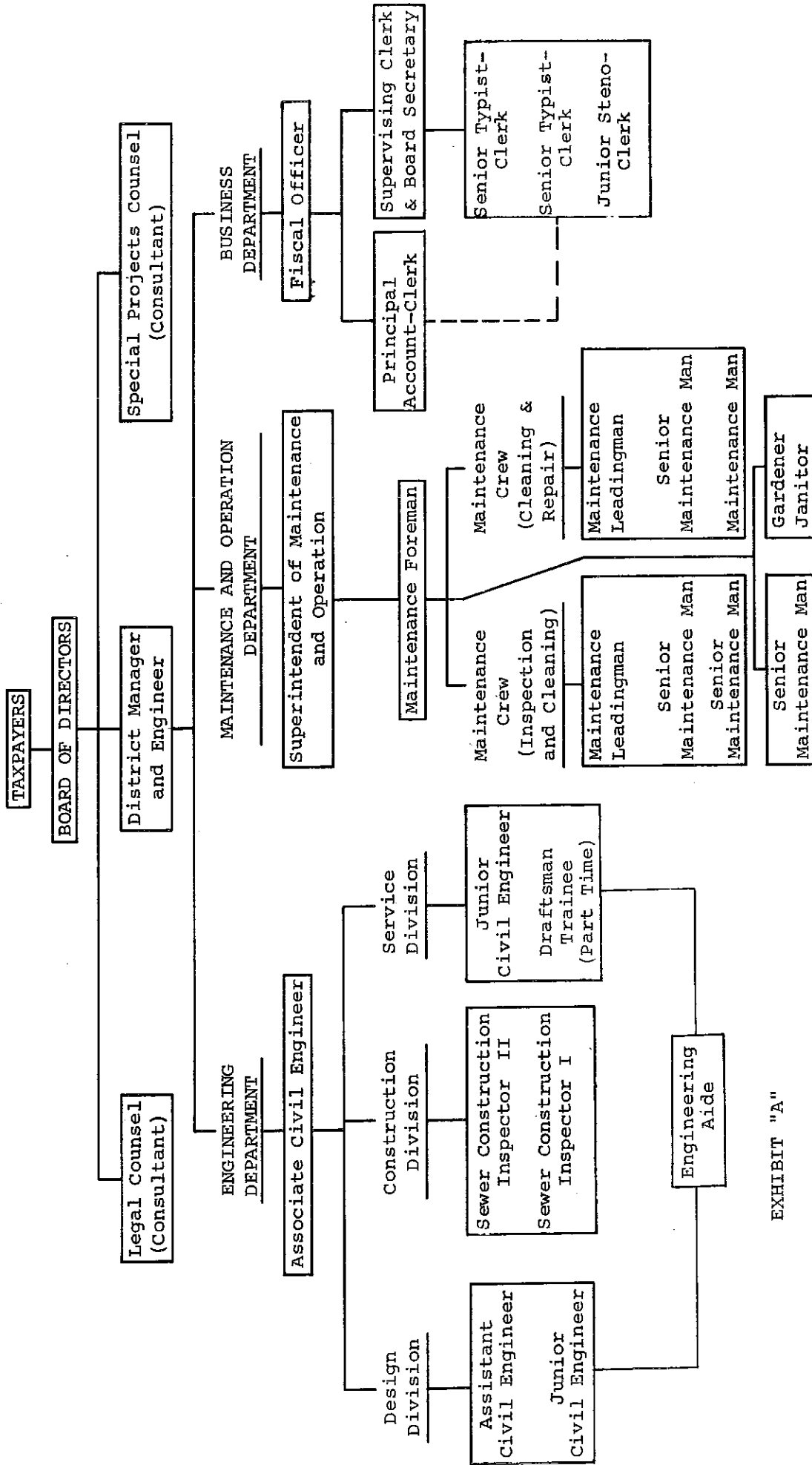
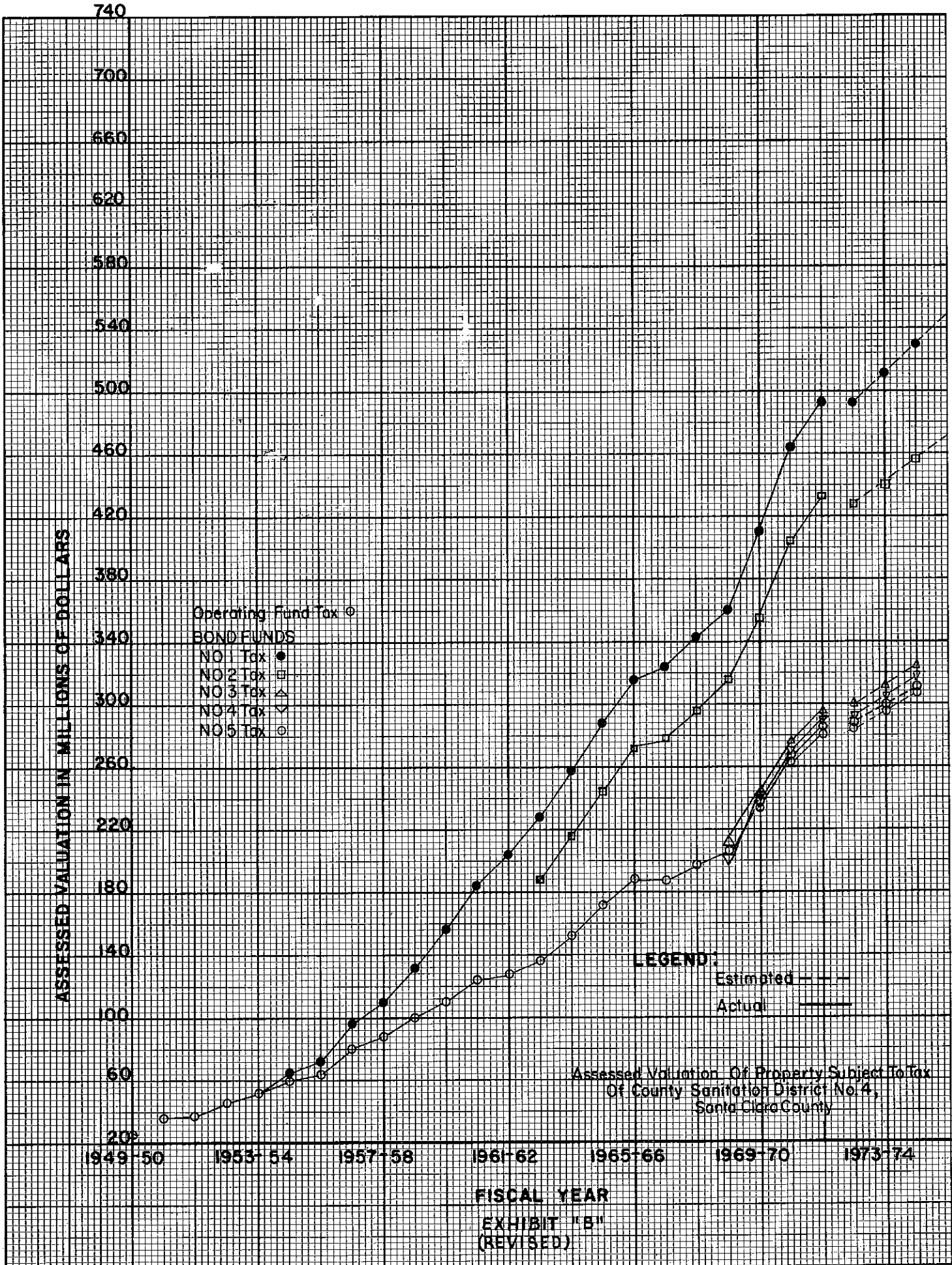


EXHIBIT "A"



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LEGEND:

- TAX EQUIVALENT SEWER SERVICE CHARGES
- TOTAL TAX
- OPERATING FUND TAX
- BOND FUND (1965 THRU 65)
- ESTIMATED
- ACTUAL

32

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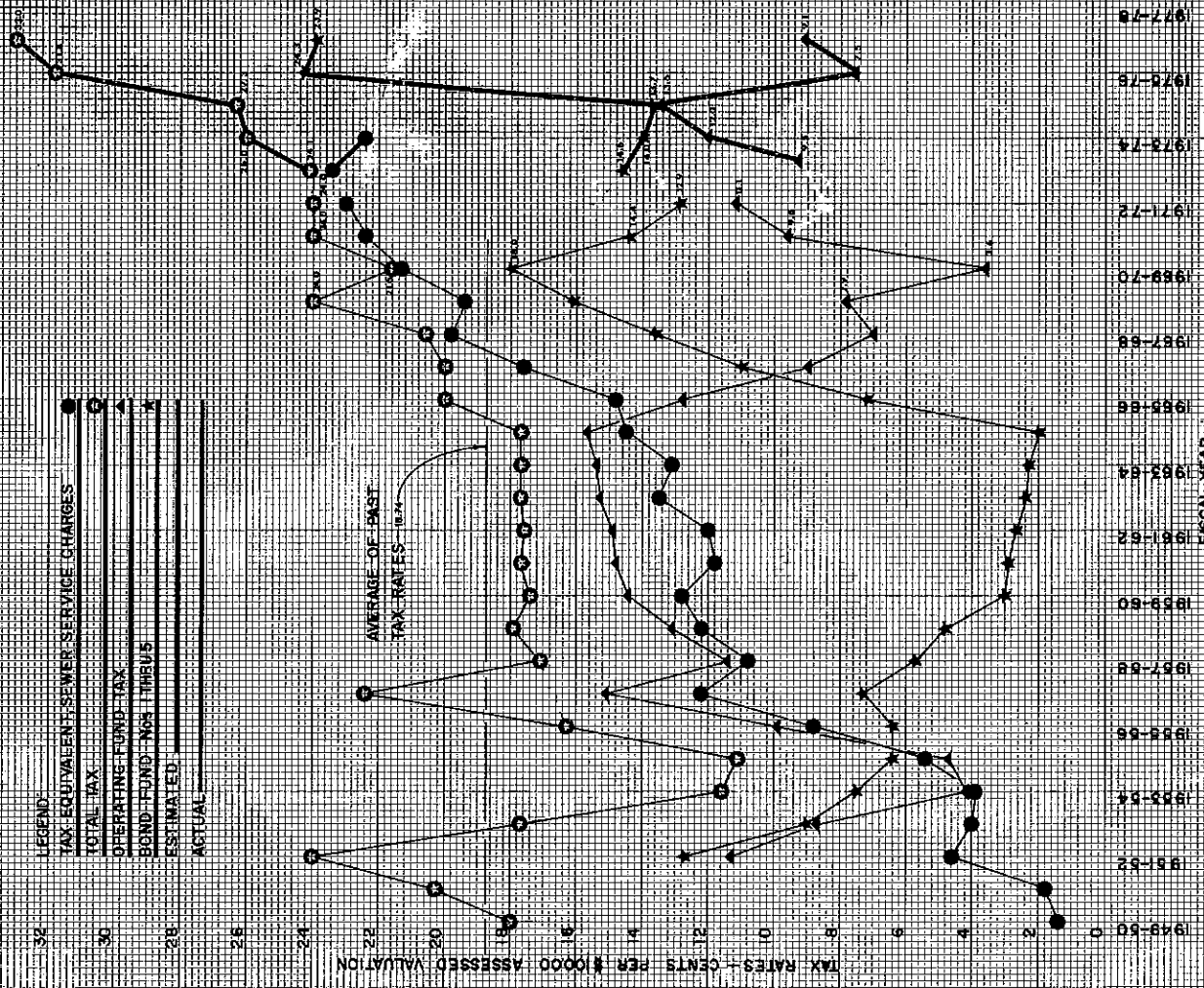
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TAX RATES PER \$1000 OF ASSESSED VALUATION

EXHIBIT "C"
-21-
(REVISED)

B-12-71

ESTIMATED OPERATING BUDGETS AND TAX RATES FOR FUTURE
FIVE YEARS: 1972 - 1977

Items	Fiscal Years				
	1972-73	1973-74	1974-75	1975-76	1976-77
<u>Operating Fund Appropriations</u>					
Salaries:					
Administration and General	\$ 216,411	\$ 227,995	\$ 240,558	\$ 248,559	\$ 260,163
Sewage Collection	131,198	137,664	144,448	151,535	158,974
Sub-total	347,609	365,659	385,006	400,094	419,137
Maintenance and Operation:					
Administration and General	82,548	79,817	131,231	81,000	83,000
Sewage Collection	36,560	38,478	40,420	42,344	44,263
Sewage Disposal	309,700	370,600	410,500	456,000	506,100
Sub-total	428,808	488,895	582,151	579,344	633,363
Capital Outlay:					
Subsurface Lines	61,000	74,000	62,000	60,000	58,000
Sewage Treatment	156,700	156,700	156,700	-0-	-0-
General Plant and Administration	15,900	16,000	14,000	16,000	16,000
Sub-total	233,600	246,700	232,700	76,000	74,000
Reserves	100,000	100,000	100,000	100,000	100,000
Total Budget	\$1,110,017	\$1,201,254	\$1,299,857	\$1,155,438	\$1,226,500
<u>Resources</u>					
Fund Balance, June 30	100,000	100,000	100,000	100,000	100,000
Service Charges	642,435	645,026	675,990	703,705	714,158
Miscellaneous Income	104,520	107,940	111,527	115,288	119,228
Tax Requirement	263,062	348,288	412,340	236,445	293,114
Total Resources	\$1,110,017	\$1,201,254	\$1,299,857	\$1,155,438	\$1,226,500
<u>Operating Tax</u>					
Tax Requirement	263,062	348,288	412,340	236,445	293,114
Assessed Valuation (in millions)	288	300	311	322	334
(1) Operating Tax Rate	0.095	0.120	0.136	0.075	0.091

Future Fiscal Years

	1972-73	1973-74	1974-75	1975-76	1976-77
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Bond Service Requirements

Bond Fund No. 1	\$ 75,100	\$ 73,850	\$ 72,600	\$ 71,350	\$ 70,100
Connection Fees	8,000	9,000	10,000	11,000	12,000
Tax Requirement	67,100	64,850	62,600	60,350	58,000
Assessed Valuation (in millions)	492	512	531	550	568
(1) Tax Rate	0.014	0.013	0.012	0.011	0.010
Bond Fund No. 2	17,760	17,400	17,040	16,680	19,275
Connection Fees	None	None	None	None	None
Tax Requirement	17,760	17,400	17,400	16,680	19,275
Assessed Valuation (in millions)	428	432	458	477	489
(1) Tax Rate	0.004	0.004	0.004	0.003	0.004
Bond Fund No. 3	205,990	201,490	206,990	203,740	210,490
Connection Fees	30,000	33,000	36,000	38,000	40,000
Tax Requirement	175,990	168,490	170,990	165,740	170,490
Assessed Valuation (in millions)	298	311	324	338	351
(1) Tax Rate	0.061	0.056	0.055	0.051	0.051
Bond Fund No. 4	74,100	82,300	89,900	76,900	75,100
Connection Fees	10,000	11,000	12,000	13,000	14,000
Tax Requirement	64,100	71,300	77,900	63,900	61,100
Assessed Valuation (in millions)	292	305	318	330	344
(1) Tax Rate	0.023	0.024	0.025	0.020	0.019
Bond Fund No. 5	140,988	145,088	143,888	142,688	151,488
Connection Fees	19,000	20,000	21,000	22,000	23,000
Tax Requirement	121,988	125,088	122,888	120,688	128,488
Assessed Valuation (in millions)	288	300	311	322	334
(1) Tax Rate	0.044	0.043	0.041	0.039	0.040
Bond Fund No. 6 (Proposed)					
Tax Requirement				372,000	372,000
Assessed Valuation (in millions)				322	334
(1) Tax Rate				0.119	0.115
Total Bond Service Tax Rate	0.146	0.140	0.137	0.243	0.239
Operating Tax Rate	0.095	0.120	0.136	0.075	0.091
Total Tax Rate	0.241	0.260	0.273	0.318	0.330

(1) Tax rate include a 3.0 percent delinquency factor.

ESTIMATED CONSTRUCTION FUND BUDGET
FISCAL YEARS 1972-73 THROUGH 1976-77

Budget Items	<u>Fiscal Year</u>				
	1972-73	1973-74	1974-75	1975-76	1976-77
<u>APPROPRIATIONS</u>					
<u>Capacity Acquisition</u>					
San Jose - Santa Clara Water Pollution Control Plant	\$156,700	\$156,700	\$156,700	\$507,000	\$1,825,200
Joint Trunk Sewers (Adjustments)	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>
Total Capacity Acquisitions	\$164,700	\$164,700	\$164,700	\$515,000	\$1,833,200
<u>Trunk Sewer Construction</u>					
Bucknall-San Tomas Aquino Unit I			\$19,280	\$15,000	
Dry Creek Road					\$21,050
Montpere Drive					58,020
Moorpark-Saratoga Unit II					
Payne Avenue				26,070	
Quito Road Unit I				91,330	
Saratoga Avenue Unit B					
	<u>\$115,050</u>				
Total Sewer Constructions	115,050	None	\$19,280	\$132,400	\$79,070
Total Appropriation	\$279,750	\$164,700	\$183,980	\$647,400	\$1,912,270
<u>Resources</u>					
Fund Balance, June 30	\$253,399	\$160,349	\$177,349	\$175,069	
Interest on Investments	30,000	25,000	25,000	10,000	
Available M & O Funds	156,700	156,700	156,700	-0-	
New Bond Issue				(As Needed)	
Total Resources Available	\$440,099	\$342,049	\$359,049		

