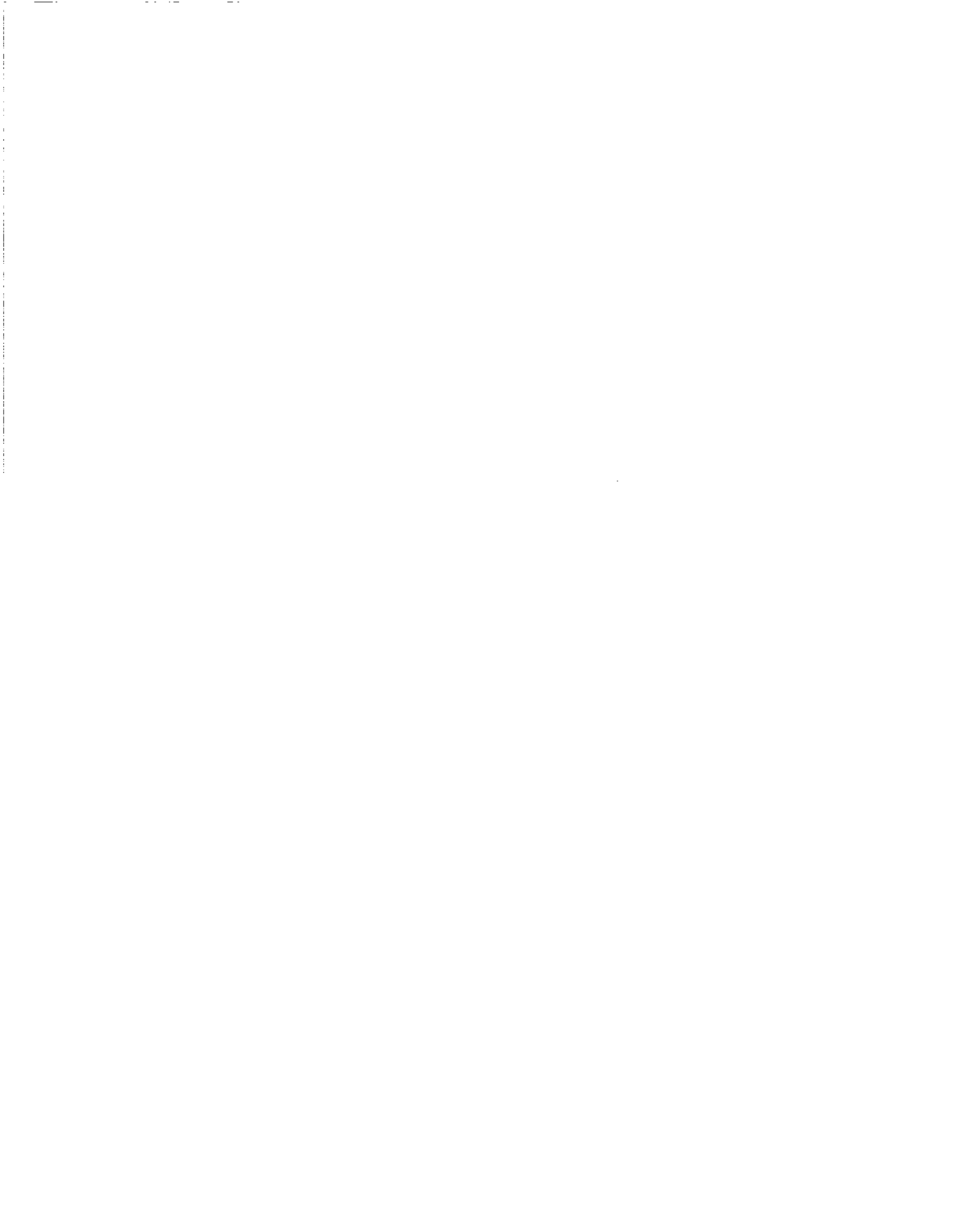


**FINAL BUDGET
FISCAL YEAR 2001-2002**

**WEST VALLEY SANITATION DISTRICT
SANTA CLARA COUNTY
CALIFORNIA**

SERVING RESIDENTS OF

**CITY OF CAMPBELL
TOWN OF LOS GATOS
CITY OF MONTE SERENO
CITY OF SARATOGA
UNINCORPORATED AREA
OF SANTA CLARA COUNTY**



**FINAL BUDGET
FISCAL YEAR 2001-2002**

**WEST VALLEY SANITATION DISTRICT
OF SANTA CLARA COUNTY, CALIFORNIA**

100 East Sunnyoaks Avenue
Campbell, California 95008

Submitted by

ROBERT R. REID
DISTRICT MANAGER AND ENGINEER

TO

BOARD OF DIRECTORS

DAN FURTADO	COUNCILMEMBER, CITY OF CAMPBELL
RANDY ATTAWAY	COUNCILMEMBER, TOWN OF LOS GATOS
BARBARA NESBET	MAYOR, CITY OF MONTE SERENO
EVAN BAKER	COUNCILMEMBER, CITY OF SARATOGA
JAMES T. BEALL, JR.	SUPERVISOR, FOURTH DISTRICT SANTA CLARA COUNTY



**WEST VALLEY SANITATION DISTRICT
OF SANTA CLARA COUNTY, CALIFORNIA**

FINAL BUDGET FOR FISCAL YEAR 2001-2002

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APPENDIX A: CAPITAL IMPROVEMENT PROGRAM 2001-2006

ACTUAL EXPENDITURES FOR FISCAL YEAR 2000-01

AND

SUMMARY OF FISCAL YEAR 2001-02 OPERATING BUDGET

Expenditure Classification and Account Number	2000-01 EXPENDITURES		2001-02 FINAL BUDGET				Total
	Budgeted	Actual	Administration	Engin.	Operations	Disposal & NPS	
SALARIES AND EMPLOYEE BENEFITS							
010 Salaries	\$1,745,034	\$1,431,188	\$ 537,880	\$ 334,705	\$ 777,309	\$ 225,337	\$1,875,231
020 Employee Benefits	603,121	345,976	191,079	83,443	255,590	43,019	573,131
Total Salaries and Employee Benefits	\$2,348,155	\$1,777,164	\$728,959	\$418,148	\$1,032,899	\$268,356	\$2,448,362
MAINTENANCE AND OPERATIONS							
030 Directors' Fees	13,900	12,942	28,040				28,040
060 Gasoline, Oil & Fuel	36,750	29,409			38,800		38,800
070 Insurance	85,000	87,529	49,000	16,000	40,000		105,000
080 Memberships	15,410	16,051	15,310	1,475	650		17,435
090 Office Expense	38,100	23,706	62,000	41,000	4,150		107,150
100 Engineering Field Supplies	1,500	0		1,150			1,150
110 Contractual Services	649,720	659,107	3,900	135,000	589,330		728,230
111 Treatment Plant Operation	4,349,000	3,949,259					4,288,400
115 Clean Water Program (NPS)						215,816	215,816
120 Professional Services	273,000	220,853	213,900	55,500	1,500		270,900
130 Printing & Public Notices	19,250	8,407	54,000	3,500	600		58,100
140 Rents and Leases	12,350	10,475	8,500		3,400		11,900
150 Repairs and Maintenance	134,400	113,680	300		154,150		154,450
170 Professional Development	57,900	36,911	35,250	5,150	31,150		71,550
190 Utilities	48,450	45,735	37,900		17,500		55,400
200 Miscellaneous	13,265	12,960	4,235	1,075	10,180		15,490
210 Revenue Bond Debt Service	807,000	532,998				1,178,000	1,178,000
Total Maintenance and Operations	\$6,554,995	\$5,760,022	\$512,335	\$259,850	\$891,410	\$5,682,216	\$7,345,811

2000-01
EXPENDITURES

2001-02 FINAL BUDGET

Expenditure Classification and Account Number	Budgeted	Actual	Administration	Engin.	Operations	Disposal & NPS	Total
CAPITAL OUTLAY							
General Fixed Assets	\$ 563,800	\$ 73,352	\$ 136,805	\$ 3,950	\$ 358,965	\$ -	\$ 499,720
Subsurface Lines	2,739,051	1,508,166		3,065,000			3,065,000
Septic System Abandonment Program	584,300	304,461		25,000			25,000
Treatment Plant & Joint Lines	9,212,657	4,913,270				4,426,600	4,426,600
TOTAL CAPITAL OUTLAY	\$ 13,099,808	\$ 6,799,249	\$ 136,805	\$ 3,093,950	\$ 358,965	\$ 4,426,600	\$ 8,016,320
Less Discount Factor	2,042,685	-					1,091,520
NET CAPITAL OUTLAY	\$ 11,057,123	\$ 6,799,249	\$ 136,805	\$ 3,093,950	\$ 358,965	\$ 4,426,600	\$ 6,924,800
RESERVES							
Building Repairs	30,944	30,944					30,944
Unemployment Insurance	18,900	18,900					18,900
Vehicle Damage Insurance	175,000	175,000					175,000
Accrued Sick Leave and Vacation	92,356	92,356					92,356
Vehicle Replacement	935,000	939,000					1,056,000
Capacity Acquisitions	5,168,089	2,750,000					2,500,000
Capital Fund Reserves	16,947,208	25,409,691					21,642,630
TOTAL RESERVES	\$ 23,367,497	\$ 29,415,891					\$ 25,515,830
SUMMARY							
Salaries & Employee Benefits	2,348,155	1,777,164	728,959	418,148	1,032,899	268,356	2,448,362
District Maintenance & Operations	1,398,995	1,277,765	512,335	259,850	891,410		1,663,595
Treatment Plant Operation	4,349,000	3,949,259				4,288,400	4,288,400
Clean Water Program (NPS)	-	-				215,816	215,816
Revenue Bond Debt Service	807,000	532,998				1,178,000	1,178,000
Capital Outlay - General	563,800	73,352	136,805	3,950	358,965		499,720
Capital Outlay - Subsurface Lines	2,739,051	1,508,166		3,065,000			3,065,000
Capital Outlay - SSAP	584,300	304,461		25,000			25,000
Capital Outlay - Plant	9,212,657	4,913,270				4,426,600	4,426,600
Capital Outlay - Discount Factor	(2,042,685)	-					(1,091,520)
TOTAL EXPENDITURES	\$ 19,960,273	\$ 14,336,435	\$ 1,378,099	\$ 3,771,948	\$ 2,283,274	\$ 10,377,172	\$ 16,718,973
TOTAL EXPENDITURES AND RESERVES	\$ 43,327,770	\$ 43,752,326					\$ 42,234,803

DETAIL OF SALARIES AND EMPLOYEE BENEFITS, FISCAL YEAR 2001-02 OPERATING BUDGET

	Employees	<u>Engineering & Operations</u>			Disposal and NPS	Total
		Administration	Engin.	Operations		
DISTRICT MANAGER AND ENGINEER	1	\$ 39,312	\$ 33,696	\$ 33,696	\$ 5,616	\$ 112,320
ADMINISTRATION DIVISION:						
Director of Admin./Information Services	1	93,600				93,600
Account Clerk II	1	49,372				49,372
Secretary II	2	98,744				98,744
Secretary I (New Hire)	1	36,900				36,900
Information Systems Coordinator	1	79,930				79,930
Engineering Technician-Part Time	1	30,000				30,000
Engineering Technician (New Hire)	1	52,000				52,000
ENGINEERING & OPERATIONS DIVISION:						
Director of Engineering/Operations	1		47,500	47,500		95,000
Senior Engineer	1		89,145			89,145
Construction Inspection Manager	1		70,684			70,684
Engineering Technician (New Hire)	1		52,000			52,000
Maintenance Supervisor	1			70,685		70,685
Maintenance Leadworker (Specialized)	3			136,895	45,632	182,527
Maintenance Worker II	2			92,426		92,426
Maintenance Worker I	4			133,625	37,125	170,750
Maintenance Worker I (New Hire)	3			115,350		115,350
Custodian/Gardener	1			46,730		46,730
MISCELLANEOUS:						
WVCWP Program Manager	1				70,850	70,850
WVCWP Staff	3				61,500	61,500
Student Intern	2	15,600	15,600			31,200
Compensation for On-Call Duty				20,000		20,000
Overtime Contingency & Out of Class		1,040	5,200	26,200		32,440
Salary Contingency		17,543	6,266	17,961		41,770
Grade Certification Premium				2,400		2,400
Performance Incentive Contingency		23,839	14,614	33,841	4,614	76,908
TOTAL SALARIES		537,880	334,705	777,309	225,337	1,875,231
EMPLOYEE BENEFITS:						
Retirement		34,818	20,951	49,372	6,186	111,327
Workers' Compensation		8,112	8,176	42,470	6,785	65,543
Employee Group Insurance		105,646	28,815	100,749	11,739	246,949
FICA & SDI Employer Tax		42,503	25,501	62,999	18,309	149,312
TOTAL BENEFITS		191,079	83,443	255,590	43,019	573,131
TOTAL SALARIES AND BENEFITS		\$ 728,959	\$ 418,148	\$ 1,032,899	\$ 268,356	\$ 2,448,362

**SCHEDULE OF AVAILABLE FUNDS
AND BALANCE IN OPERATING FUND JUNE 30, 2001 AND JUNE 30, 2002**

	Actual Fiscal Year 2000-01	Final Budget Fiscal Year 2001-02
BALANCE IN OPERATING FUND - JULY 1	\$ 24,045,463	\$ 29,415,891
FISCAL YEAR REVENUES:		
Operating Revenues:		
Sewer Service Charges		
Collected on Tax Roll	9,482,308	9,448,800
County Collection Fee (1%)	(94,823)	(94,488)
Direct Billings	282,203	360,000
At Issuance of Permits	35,659	30,000
Total Sewer Service Charges Net	9,705,347	9,744,312
Fees for Other Services		
Permit and Inspection Fees	95,352	30,000
Connection Fees	320,615	290,000
Treatment Plant Capacity Fees	288,533	350,000
Overhead Billed	25,676	25,000
Plan Checking Fees	-	5,000
Storm Drain Fees	53,224	95,000
Clean Water Program (NPS)	(73,440)	714,000
Total Fees for Other Services	709,960	1,509,000
Total Operating Revenues	10,415,307	11,253,312
Non-Operating Revenues		
Interest	1,545,387	1,300,000
SSAP Principal Payments	183,911	161,200
SSAP Interest Payments	83,422	95,000
County Collection Fee (1%)	(2,464)	(2,600)
Annexation Charges	2,854	2,000
Other	478,446	10,000
Revenue Bond Proceeds	7,000,000	-
Total Non-Operating Revenues	9,291,556	1,565,600
TOTAL FISCAL YEAR REVENUES	19,706,863	12,818,912
TOTAL FUNDS AVAILABLE	43,752,326	42,234,803
FISCAL YEAR EXPENDITURES	14,336,435	16,718,973
BALANCE IN OPERATING FUND - JUNE 30	\$ 29,415,891	\$ 25,515,830

DETAIL OF FISCAL YEAR 2001-02 OPERATING EXPENSES

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
DIRECTORS' FEES						
030-01	Board Meeting Fees	\$ 25,740				\$ 25,740
030-02	Miscellaneous Meetings	1,500				1,500
030-03	Sewer Advisory Board Fees	800				800
TOTAL		28,040				28,040
GASOLINE, OIL AND FUEL						
060-01	Vehicles and Equipment			38,000		38,000
060-02	Storage Tank and Haz-Mat Permits			800		800
TOTAL				38,800		38,800
INSURANCE						
070-01	General District Insurance	24,000	16,000	40,000		80,000
070-02	Insurance Deductible	25,000				25,000
TOTAL		49,000	16,000	40,000		105,000
MEMBERSHIPS						
080-01	American Public Works Association	250				250
080-02	American Society for Testing and Materials					
080-03	California Public Employers Labor Relations Association	250				250
080-04	California Association of Sanitation Agencies	8,800				8,800
080-05	California Water Environment Association (CWEA)	145	150	400		695
080-06	Risk Management	50				50
080-07	Santa Clara County Intergovernmental Employee Relations Service	4,840				4,840
080-08	Santa Clara County Special Districts Association	50				50
080-09	American Society of Civil Engineers		250			250
080-11	Water Environment Federation (WEF)		300	200		500
080-12	Other	625				625
080-18	Maintenance Superintendents Association	50		50		100
080-19	Water Reclamation Association		275			275
080-20	Pipe Users Group		500			500
080-25	Public Agency Coalition-PERS/PAC	250				250
TOTAL		15,310	1,475	650		17,435
OFFICE EXPENSES						
090-01	Annexation/Detachment Fees	2,000				2,000
090-02	Assessors Maps					
090-03	Books, Manuals, Periodicals	1,200	500	450		2,150
090-04	County and City Maps (Digital)		500			500
090-05	Photographic Supplies	100	500	500		1,100
090-06	Postage	4,000				4,000
090-07	Miscellaneous Office Expense	12,000	500	1,800		14,300
090-08	Computer Software	37,100	37,500			74,600
090-10	Microfiche Publishers	100				100
090-11	Video Tapes		500	400		900
090-12	Computer Supplies	500	1,000	1,000		2,500
090-14	Microfiche Files	1,500				1,500
090-17	County Recorder Fees	3,500				3,500
TOTAL		62,000	41,000	4,150		107,150

DETAIL OF FISCAL YEAR 2001-02 OPERATING EXPENSES

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
ENGINEERING FIELD SUPPLIES						
100-02	Inspection Supplies		500			500
100-03	Surveying Supplies		300			300
100-04	Sulfide Mitigation Program Supplies		350			350
TOTAL			1,150			1,150
CONTRACTUAL SERVICES						
110-01	Area Y Trunk Sewer Maintenance					
110-05	City of San Jose Camden Avenue Sewer					
110-06	Electrical Repairs			1,000		1,000
110-12	Los Gatos Town Sewer Maintenance			563,530		563,530
110-13	Protective Clothing			8,000		8,000
110-14	Line Location Assistance		500			500
110-15	Pipeline Relocation and Repair		100,000			100,000
110-20	City & County Inspection Fees		1,500			1,500
110-22	Drug & Alcohol Testing Program (DATCO)			2,200		2,200
110-24	Computer Accounting Services - B of A	3,200				3,200
110-25	Water Records - SJ Water Co	500				500
110-27	County Assessor Parcel Files		7,500			7,500
110-31	Office Equipment Maintenance	200				200
110-34	Gardening Services			3,600		3,600
110-40	Underground Storage Tank Monitoring			1,100		1,100
110-41	CHP/DOT Vehicle Inspections			2,500		2,500
110-42	Metering Station Operation		5,000			5,000
110-43	TV inspections for I&I Program		10,000			10,000
110-45	Underground Service Alert		2,500	1,100		3,600
110-47	Testing Laboratory Service			1,500		1,500
110-50	Other		1,000	1,650		2,650
110-51	Real Estate Digital Map (Metroscan)		2,500			2,500
110-52	Assessor's Map (Barclay)		4,500			4,500
110-53	HVAC Maintenance/Repair			1,500		1,500
110-54	Emergency Generator/Fire Alarm			1,650		1,650
TOTAL		3,900	135,000	589,330		728,230
TREATMENT PLANT OPERATION						
111-01	Treatment Plant Operation				5,360,500	5,360,500
	Less prior year credit				(1,072,100)	(1,072,100)
TOTAL					4,288,400	4,288,400
WEST VALLEY CLEAN WATER PROGRAM (NPS)						
115-01	SCV Prog. Assmt./Industrial Inspection				121,706	121,706
115-02	Non-payroll Operating Expenses				94,110	94,110
TOTAL					215,816	215,816

DETAIL OF FISCAL YEAR 2001-02 OPERATING EXPENSES

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
PROFESSIONAL SERVICES						
120-01	Accounting and Audit	88,500				88,500
120-02	Legal - General	50,400				50,400
120-07	Legal - Litigation	10,000				10,000
120-04	Misc Computer Applications	25,000	1,500	1,500		28,000
120-05	Management Consulting	5,000				5,000
120-11	Upgrade of COSMO & Parcel Info. Sys.	35,000				35,000
120-13	Geographic Information System		54,000			54,000
TOTAL		213,900	55,500	1,500		270,900
PRINTING AND PUBLIC NOTICES						
130-01	Advertising/Public Notices	50,000				50,000
130-02	Blueprinting	3,000	1,000	600		4,600
130-03	Printing	1,000	500			1,500
130-04	Printing SL Maps		2,000			2,000
TOTAL		54,000	3,500	600		58,100
RENTS AND LEASES						
140-01	Equipment Rental			3,000		3,000
140-03	Communication Equipment Rental			400		400
140-04	Photocopy Machine	8,500				8,500
TOTAL		8,500		3,400		11,900
REPAIRS AND MAINTENANCE						
Equipment Repairs and Maintenance						
150-01	Air Compressor AC3			200		200
150-02	Foamer MV39			200		200
150-03	Fire Extinguisher Refills			700		700
150-04	Pump, Portable			150		150
150-05	Rodder, Spartan			1,200		1,200
150-06	Tractor, Backhoe MV38			1,200		1,200
150-07	Rodder, Flexible MV40			1,000		1,000
150-08	Water Truck MV37			1,000		1,000
150-09	HV Cleaner, Engine, Pump, Reel			4,000		4,000
150-10	Gasoline Pump / Alarm System			1,000		1,000
150-11	Forklift MV64			250		250
150-12	Auxiliary Generator					
150-13	TV Inspection Equipment, Parts			15,000		15,000
150-14	Miscellaneous Equipment Repairs	300		1,500		1,800
150-15	Janitorial Supplies			1,600		1,600
150-16	Building & Grounds Maintenance			3,700		3,700
150-17	Building Repairs			6,000		6,000
Motor Vehicle Maintenance						
150-18	Routine Service and Repair			19,000		19,000
150-19	Small Parts and Supplies, Batteries			2,500		2,500
150-20	Tires, Tube Repairs, Balance, Alignment			5,500		5,500
150-21	Upholster Seats			500		500
150-22	Paint Vehicles, Repair Dents			2,000		2,000
150-23	Damage Repair, Major			1,000		1,000

* Account Prefix

DETAIL OF FISCAL YEAR 2001-02 OPERATING EXPENSES

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
	Sewer Maintenance Supplies					
150-24	Gravel, Pipe Bedding, Fill Sand			1,200		1,200
150-25	Grease, Oil, Solvents			350		350
150-26	Paint, Electrical, Dry Batteries, Locks, Hardware, Mechanical Tools			5,000		5,000
150-27	Rain Gear, Boots, Gloves			1,600		1,600
150-28	Rods, Plugs, Cleanout Balls, Test Balls, Cleaning Tools, Hoses and Fittings			8,000		8,000
150-29	Root Control Chemicals and Supplies			12,000		12,000
150-30	Sewer Chemicals (Other than Root Control), Chlorine, Dye, Odor Blocks			600		600
150-31	Sewer Pipe and Fittings			8,000		8,000
150-32	Traffic Warning & Safety Devices, Jackets, Safety Shoes, Scott Paks, Tri-Tester			6,500		6,500
150-33	Welding Supplies			400		400
	Surface Repair and Maintenance Streets and Easements					
150-34	Rings, Bolt Downs, Frames, Covers			3,000		3,000
150-35	Seeds, Hay, Witness Posts					
150-36	Manhole Repair Material			800		800
150-37	Paving Material			3,500		3,500
150-38	Building Material			3,500		3,500
150-39	Miscellaneous Repair Supplies			500		500
150-40	Subsurface Line Repair			25,000		25,000
150-42	Emergency Overflow Expense			5,000		5,000
	TOTAL	300		154,150		154,450

PROFESSIONAL DEVELOPMENT

170-01	Tuition Reimbursement	1,500	750	2,500		4,750
170-02	Water Environment Federation Conference	2,000		3,000		5,000
170-03	CASA Conference - Directors	5,000				5,000
170-04	CASA Conference - Attorney	3,000				3,000
170-05	CASA Conference - Staff	5,000				5,000
170-06	CWEA Conference - Manager	800				800
170-07	CWEA Conference - Staff		1,000	3,000		4,000
170-08	CWEA Local Section		200	200		400
170-09	City Management Meetings	100				100
170-10	Safety Training		200	4,000		4,200
170-11	Special Districts Association Meetings	150				150
170-12	American Public Works Assoc. Conference	1,500				1,500
170-13	Maint. Superintendent Assoc. Conference	1,200		1,200		2,400
170-15	Other	5,200	1,000	16,000		22,200
170-16	NASTT-Trenchless Technology		2,000	1,250		3,250
170-17	Software Training	9,800				9,800
	TOTAL	35,250	5,150	31,150		71,550

UTILITIES

190-01	Electricity and Gas, Office & Shop	20,700				20,700
190-03	Radio Communications/Repairs			5,500		5,500
190-04	Telephone	12,000				12,000
190-05	Trash Disposal			5,000		5,000
190-06	Water: Office, Shop, and Grounds	2,500				2,500
190-07	Water for Sewer Cleaning			7,000		7,000
190-10	Email-Internet Access	2,700				2,700

	TOTAL	37,900		17,500		55,400
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DETAIL OF FISCAL YEAR 2001-02 OPERATING EXPENSES

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
MISCELLANEOUS						
200-01	Miscellaneous	1,000	250	750		2,000
200-02	Automobile Mileage Allowance	300				300
200-03	Refunds	500				500
200-04	Safety Awards	125	125	730		980
200-05	Employee Recognition	1,500				1,500
200-07	Licenses / Registration	450	400	1,500		2,350
200-08	Excavation & Environmental Health Permits			4,000		4,000
200-12	Physicals/Innoculations	300	300	2,000		2,600
200-13	Overtime Meals	60		1,200		1,260
TOTAL		4,235	1,075	10,180		15,490
REVENUE BOND DEBT SERVICE						
210-01	Revenue Bond Debt Service/CWFA				117,000	117,000
210-02	Revenue Bond Debt Service/Water Reclam.				457,000	457,000
210-03	Revenue Bond Debt Service/CSCDA				604,000	604,000
TOTAL					1,178,000	1,178,000
TOTAL OPERATING EXPENSES		\$512,335	\$259,850	\$891,410	\$5,682,216	\$7,345,811

CAPITAL OUTLAY 2001-02 BUDGET DETAIL

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
GENERAL FIXED ASSETS						
Property Improvements						
12060-02	Miscellaneous					
12060-03	Oil and Sand Separator					
12060-04	Wash Rack/de-watering Facility					
12060-05	Concrete Pads					
12060-06	Asphalt Pavement Replacement			25,000		25,000
12060-07	Fuel Island Modification			75,000		75,000
Subtotal Property Improvements				100,000		100,000
Furniture and Equipment						
12070-41	Reel Assembly, Hydraulic Cleaning					
12070-51	Computerized TV Reporting System			16,000		16,000
12070-52	Utility Vehicle & Carryover			242,965		242,965
12080-23	Administration Furniture & Equipment	9,910				9,910
12080-25	Computer Terminal/Hardware	27,395				27,395
12080-26	GIS/GPS Mapping	99,500				99,500
12090-07	Engineering Furniture & Equipment		3,950			3,950
12090-09	Computer Terminal/Hardware					
12090-11	CAD/GPS System/Plotter					
Subtotal Furniture and Equipment		136,805	3,950	258,965		399,720
TOTAL GENERAL FIXED ASSETS		136,805	3,950	358,965		499,720

CAPITAL OUTLAY 2001-02 BUDGET DETAIL

Account Number	Expense Classification	45*	42*	41*	43*	Total
		Admin.	Engin.	Operations	Disposal & NPS	
SUBSURFACE LINES - GENERAL						
14020-02	Sewer Extension Revolving Fund Projects		40,000			40,000
	Subtotal Subsurface Lines - General		40,000			40,000
SUBSURFACE LINES - REHABILITATION						
14020-18	Los Gatos Sewer Rehabilitation					
14020-21	Basin Strategic Plan		75,000			75,000
14020-72	Los Gatos Sewer Impr. Area 3		1,800,000			1,800,000
14020-73	Saratoga Village Sewer Rehabilitation					
14020-74	Saratoga Village Sewer Rehab. ,Phase 2		300,000			300,000
14020-22	Emergency Repairs		50,000			50,000
	Subtotal Subsurface Lines - Rehabilitation		2,225,000			2,225,000
SUBSURFACE LINES - UPGRADE						
14020-36	Sewer System Upgrade		60,000			60,000
14020-66	District Manhole Adjustments		100,000			100,000
14020-68	San Marcos Rd. Sewer Replacement		250,000			250,000
14020-69	Bond Court Street Realignment					
14020-70	Vickery Lane Sewer Replacement		65,000			65,000
14020-75	Moran Park Siphon		25,000			25,000
	Subtotal Subsurface Lines - Upgrade		500,000			500,000
SUBSURFACE LINES - TRUNK SEWERS						
14020-71	Wildcat Trunk Sewer Realignment		300,000			300,000
14020-61	Campbell Avenue 27" RCP					
	Subtotal Subsurface Lines - Trunk Sewers		300,000			300,000
TOTAL - SUBSURFACE LINES			3,065,000			3,065,000

CAPITAL OUTLAY 2001-02 BUDGET DETAIL

Account Number	Expense Classification	45* Admin.	42* Engin.	41* Operations	43* Disposal & NPS	Total
TREATMENT PLANT AND SAN JOSE JOINT LINES						
14030-03	Capital Improvements - TP					
14030-04	Capital Replacement Fund - TP				162,700	162,700
14030-35	SRF Loan Repayment				377,100	377,100
14030-12	4th Interceptor - Phase IVIVA				30,200	30,200
14030-15	60" Brick Interceptor Rehab - Phase IIIB				729,000	729,000
14030-17	'60" RCP Rehab - Phase IIB					
14030-23	San Tomas Aquino Trunk Rehab.					
14030-25	Julian-Sunol Sewer Rehabilitation					
14030-34	Forest-Rosa Sewer Rehabilitation Phase II				898,400	898,400
14030-27	Forest-Rosa Supplemental				85,700	85,700
14030-28	Moorpark-Meridian Rehabilitation Phase I					
14030-30	North Relief Trunk Rehabilitation					
14030-35	Moorpark-Saratoga Sewer Rehabilitation					
14030-39	San Tomas Expressway Trunk Rehab.				2,500	2,500
14030-	Carryover Capital Outlay				2,141,000	2,141,000
TOTAL TREATMENT PLANT AND JOINT LINES					4,426,600	4,426,600
SEPTIC SYSTEM ABANDONMENT PROGRAM						
14040-50	Septic System Abandonment Phase II					
14040-61	Septic Disposal Conversion Program		25,000			25,000
14040-62	Farwell Ave.					
14040-63	Bella Vista Drive, Los Gatos					
14040-64	Matilija Drive, Monte Sereno					
14040-65	Hoffman Lane					
TOTAL SEPTIC SYSTEM ABANDONMENT PROGRAM			25,000			25,000
TOTAL CAPITAL OUTLAY		\$136,805	\$3,093,950	\$358,965	\$4,426,600	\$8,016,320
Less Discount Factor						1,091,520
TOTAL CAPITAL OUTLAY		\$136,805	\$3,093,950	\$358,965	\$4,426,600	\$6,924,800

FISCAL YEAR 2001-02 OPERATING BUDGET SUMMARY AND PROJECTIONS THROUGH 2005-06

OPERATING FUND APPROPRIATIONS 2000-01** 2001-02 2002-03 2003-04 2004-05 2005-06

Salaries and Benefits:

Administration and General	\$ 304,283	\$ 728,959	\$ 758,117	\$ 788,442	\$ 819,980	\$ 852,779
Service Extension	295,521	418,148	434,874	452,269	470,360	489,174
Sewer Maintenance	976,066	1,032,899	1,074,215	1,117,184	1,161,871	1,208,346
Sewage Disposal	201,294	268,356	279,090	290,254	301,864	313,939
Sub-Total	1,777,164	2,448,362	2,546,296	2,648,149	2,754,075	2,864,238

Maintenance and Operation:

Administration and General	382,613	512,335	525,143	538,272	551,729	565,522
Service Extension	140,620	259,850	266,346	273,005	279,830	286,826
Sewer Maintenance	754,532	891,410	913,695	936,537	959,950	983,949
Disposal & NPS	3,949,259	4,504,216	4,639,342	4,778,522	4,921,878	5,069,534
Revenue Bond Debt Service	532,998	1,178,000	1,030,139	1,153,895	1,154,212	1,362,465
Sub-Total	5,760,022	7,345,811	7,374,665	7,680,231	7,867,599	8,268,296

Capital Outlay :

General Fixed Assets	73,352	499,720	365,000	138,000	138,000	138,000
Subsurface Lines	1,508,166	3,065,000	1,375,000	1,270,000	1,355,000	1,295,000
Septic System Abandonment	304,461	25,000	100,000	100,000	100,000	100,000
Treatment Plant & Joint Lines	4,913,270	4,426,600	4,862,200	1,878,900	4,600,300	2,145,800
Discount Factor	-	(1,091,520)	(924,360)	(427,065)	(848,025)	(470,850)
Sub-Total	6,799,249	6,924,800	5,777,840	2,959,835	5,345,275	3,207,950

TOTAL EXPENDITURES

	14,336,435	16,718,973	15,698,801	13,288,215	15,966,949	14,340,484
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RESERVES

Building Repairs	30,944	30,944	32,182	33,469	34,808	36,200
Unemployment Insurance	18,900	18,900	19,656	20,442	21,260	22,110
Vehicle Damage Insurance	175,000	175,000	185,000	185,000	195,000	205,000
Accrued Sick Leave and Vacation	92,356	92,356	96,050	99,892	103,888	108,044
Vehicle Replacement	939,000	1,056,000	876,000	998,000	877,000	987,000
Other Operating Reserves	2,750,000	2,500,000	4,765,300	7,675,799	6,011,299	8,770,593
Capital Fund Reserves	25,409,691	21,842,630	17,178,689	14,759,783	15,037,937	12,944,559
Sub-Total	29,415,891	25,515,830	23,152,877	23,772,385	22,281,192	23,073,506

TOTAL BUDGET

	43,752,326	42,234,803	38,851,678	37,060,600	38,248,141	37,413,990
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RESOURCES

Fund Balance at June 30	24,045,463	29,415,891	25,515,830	23,152,877	23,772,385	22,281,192
Service Charges*	9,705,347	9,744,312	10,137,008	10,545,529	10,970,514	11,412,626
SSAP Agreement Payments	264,869	253,600	210,000	196,000	182,000	170,000
Septic Conversion Program			55,000	115,000	150,000	250,000
Other Income	9,736,647	2,821,000	2,933,840	3,051,194	3,173,242	3,300,172

TOTAL RESOURCES

	\$43,752,326	\$42,234,803	\$38,851,678	\$37,060,600	\$38,248,141	\$37,413,990
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*Estimated Rate Increase:

Residential Rate/Month	0%	0%	3%	3%	3%	3%
	16.50	16.50	17.00	17.51	18.04	18.58

** 2000-2001 Actual

APPENDIX A

CAPITAL IMPROVEMENT PROGRAM 2001-2006

2001-2006 CAPITAL IMPROVEMENT PROGRAM								
	2000-01 Actual	2000-01 Carryover	2001-02	2002-03	2003-04	2004-05	2005-06	5-Year Total
CONSTRUCTION PROJECTS								
1. Wastewater Treatment Plant								
a) South Bay Action Plan					\$ 347,400	\$ 202,000		\$ 549,400
b) WWTP Projects				\$ 513,400	\$ 580,700	\$ 1,080,000	\$ 780,000	\$ 2,954,100
c) Equipment replacement			\$ 162,700	\$ 162,700	\$ 162,700	\$ 162,700	\$ 162,700	\$ 813,500
d) SRF Loan Repayment	\$ 377,108		\$ 377,100	\$ 377,100	\$ 377,100	\$ 377,100	\$ 377,100	\$ 1,885,500
Subtotal WWTP Contributions:	\$ 377,108		\$ 539,800	\$ 1,053,200	\$ 1,467,900	\$ 1,821,800	\$ 1,319,800	\$ 6,202,500
2. Joint Trunk Sewer Projects								
a) Fourth Interceptor	\$ 57,124	\$ 2,141,000	\$ 30,200					\$ 30,200
b) 60" Brick Interceptor	\$ 955,846		\$ 729,000	\$ 797,000	\$ 79,000			\$ 1,605,000
c) 60" RCP Rehabilitation			\$ -	\$ 34,000				\$ 34,000
d) North Relief Trunk Rehab.	\$ 172,698							\$ -
e) Forest-Rosa Trunk Rehab.	\$ 821,475		\$ 898,400	\$ 99,500	\$ 18,000	\$ 48,500	\$ 704,000	\$ 1,768,400
f) Forest-Rosa Supplement Rehab.	\$ 845,536		\$ 85,700					\$ 85,700
g) Julian-Sunol Sewer Rehab.	\$ 188,493			\$ 638,000	\$ 40,000			\$ 678,000
h) Moorpark-Meridian Sewer Rehab.	\$ 424,879							\$ -
i) Moorpark-Saratoga Sewer Rehab.	\$ 310,154							\$ -
j) San Tomas Aquino Trunk Rehab.	\$ 140,572		\$ 2,500	\$ 358,500	\$ 64,000	\$ 475,000	\$ 105,000	\$ 1,002,500
k) San Tomas Expressway Trunk Rehab.	\$ 640,023			\$ 1,882,000	\$ 133,000			\$ 2,017,500
l) 84" RCP Interceptor Rehab.					\$ 15,000	\$ 538,000	\$ 17,000	\$ 570,000
m) Willow-Union Trunk Sewer Rehab.					\$ 62,000	\$ 1,717,000		\$ 1,779,000
n) Dry Creek Trunk Sewer Rehab.	\$ (20,638)							\$ -
Subtotal Joint Trunk Sewer Participation:	\$ 4,536,162	\$ 2,141,000	\$ 1,745,800	\$ 3,809,000	\$ 411,000	\$ 2,778,500	\$ 826,000	\$ 9,570,300
Total San Jose Projects:	\$ 4,913,270	\$ 2,141,000	\$ 2,285,600	\$ 4,862,200	\$ 1,878,900	\$ 4,600,300	\$ 2,145,800	\$ 15,772,800
Discounted Total San Jose Projects:	\$ 1,819,950	\$ 2,023,730	\$ 4,213,840	\$ 1,678,035	\$ 3,991,225	\$ 1,904,900	\$ 13,811,730	\$ -
3. District Sewer Rehabilitation Program								
a) Basin Strategic Plan	\$ 74,841		\$ 75,000	\$ 75,000				\$ 150,000
b) Los Gatos Sewer Improvement, Area 2	\$ 987,235							\$ -
c) Los Gatos Sewer Improvement, Area 3	\$ 2,523		\$ 1,800,000	\$ 300,000				\$ 2,100,000
d) Saratoga Village Sewer Rehabilitation	\$ 103,157							\$ -
e) Saratoga Village Rehabilitation, Phase 2			\$ 300,000	\$ 350,000				\$ 650,000
f) Basin Rehabilitation Project 3, Area 1				\$ 50,000	\$ 1,000,000			\$ 1,050,000
g) Basin Rehabilitation Project 3, Area 2					\$ 75,000	\$ 1,100,000		\$ 1,175,000
h) Basin Rehabilitation Project 3, Area 3						\$ 75,000	\$ 1,200,000	\$ 1,275,000
Subtotal District Sewer Rehabilitation:	\$ 1,167,756		\$ 2,175,000	\$ 775,000	\$ 1,075,000	\$ 1,175,000	\$ 1,200,000	\$ 6,400,000

	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	5-Year Total
4. Septic System Abandonment Program							
a) Bella Vista Drive	\$ 127,896						\$ -
b) Matilija Drive	\$ 160,814						\$ -
c) SSAP II & SDS Incentive Program	\$ 15,750	\$ 25,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 425,000
Subtotal SSAP Program:	\$ 304,460	\$ 25,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 425,000
5. Miscellaneous Construction Projects							
a) Sewer System Upgrade		\$ 60,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 100,000
b) Vickery Lane Sewer Replacement	\$ 2,866	\$ 65,000					\$65,000
c) Campbell Joint Trunk Rehabilitation	\$ 119,785						\$0
d) Emergency Repair Projects	\$ 11,970	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$250,000
e) San Marcos Sewer Replacement	\$ 90,299	\$ 250,000					\$250,000
f) Bond Court Realignment	\$ 10,106						\$0
g) Moran Park Siphon		\$ 25,000					\$25,000
h) Witcat Trunk Sewer Realignment	\$ 5,032	\$ 300,000	\$ 400,000				\$700,000
i) District Manhole Adjustments	\$ 7,521	\$ 100,000	\$ 110,000	\$ 110,000	\$ 110,000	\$ 25,000	\$455,000
j) SERF Program	\$ 92,832	\$ 40,000	\$ 30,000	\$ 25,000	\$ 10,000	\$ 10,000	\$115,000
Subtotal Miscellaneous Construction:	\$340,411	\$ 890,000	\$ 600,000	\$ 195,000	\$ 180,000	\$ 95,000	\$ 1,960,000
NON-CONSTRUCTION CAPITAL							
1. Vehicles & Equipment	\$86,797	\$199,720	\$115,000	\$128,000	\$128,000	\$128,000	\$699,000
2. Property Improvements	(\$13,445)	\$100,000	\$250,000	\$10,000	\$10,000	\$10,000	\$380,000
Subtotal Non-Construction Capital:	\$73,352	\$199,720	\$365,000	\$138,000	\$138,000	\$138,000	\$1,079,000
CARRYOVER CAPITAL OUTLAY:	\$ 2,019,570	\$ 2,019,570					
TOTAL CAPITAL OUTLAY:	\$ 6,799,249	\$ 7,433,300	\$ 6,053,840	\$ 3,186,035	\$ 5,584,225	\$ 3,437,900	\$ 23,675,730
Discount Factor	\$0	\$508,500	\$276,000	\$226,200	\$238,950	\$229,950	\$1,479,600
ADJUSTED CAPITAL OUTLAY:	\$ 6,799,249	\$ 6,924,800	\$ 5,777,840	\$ 2,959,835	\$ 5,345,275	\$ 3,207,950	\$ 22,196,130
SOURCE OF CAPITAL FUNDS							
1. Capital Fund Reserves	\$16,000,000	\$20,574,751	\$17,178,689	\$14,759,783	\$15,037,937	\$12,944,559	
2. Revenue Transfers	\$3,000,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	
3. Contributions from City of San Jose	\$478,000						
4. Capital Fund Interest	\$896,000	\$1,028,738	\$858,934	\$737,989	\$751,897	\$647,228	
5. Revenue Bond Proceeds	\$7,000,000						
TOTAL SOURCE OF FUNDS	\$27,374,000	\$24,103,489	\$20,537,623	\$17,997,772	\$18,289,834	\$16,091,787	
Minimum Capital Reserves*	16,684,199	14,529,420	\$ 12,299,310	\$ 10,757,376	\$ 10,906,245	\$ 10,586,235	
* Based on 60% of projected 5-Year CIP (deflated)							



