

**MEMORANDUM
DEPARTMENT OF FACILITY SERVICES
COUNTY OF PLACER**

To: **BOARD OF SUPERVISORS**

Date: **APRIL 29, 2008**

From: **JAMES DURFEE / WILL DICKINSON** *W.D.*

Subject: **SHERIDAN SPRAYFIELDS CAPITAL PROJECT BUDGET**

ACTION REQUESTED / RECOMMENDATION: It is recommended that your Board take the following actions necessary to create and fund a new capital project budget associated with the Sheridan Sprayfields project:

1. Adopt a Resolution authorizing a loan of \$165,000 from the General Fund to the County Service Area (CSA) Revolving Fund for the Sheridan Sprayfields Project.
2. Approve the attached Budget Revision appropriating loan proceeds in the Sheridan Sewer, Water and Lighting CSA and transferring funding to the Capital Projects Fund in FY 2007/2008, and redirecting \$63,000 in appropriations from the Sheridan Sewer, Water and Lighting CSA to the Sheridan Sprayfields Project.
3. Approve re-appropriating for FY 2008/2009 any funds unspent as of June 30, 2008.

BACKGROUND: Over the last two years your Board has approved a number of actions needed to achieve compliance with new regulations that apply to the treatment and disposal of wastewater in Sheridan. Phase 1 of the project, which is now complete, required building a new pond for the storage of treated water. Phase 2 is now underway, with the goal of expanding facilities for the disposal of treated water to pasture land. On October 2, 2007, your Board authorized the Director of Facility Services to negotiate a new lease to expand the pasture area available from 5.4 acres to 19 acres. On February 5, 2008, your Board authorized the Director of Facility Services to apply for a USDA Rural Utility Services grant in the amount of \$1,000,000 to complete construction of the improvements.

To date, funding for the project has come from the Sheridan Sewer, Water and Lighting CSA Operating Budget. In order to improve our ability to monitor funding and expenditures, staff recommends that your Board establish a separate capital project budget with sufficient funding to continue project design. Additional funding will be needed in subsequent years to carry the project to completion.

ENVIRONMENTAL CLEARANCE: Approval of these actions is not a project as defined in the California Environmental Quality Act.

FISCAL IMPACT: Short term funding to establish this budget will come from a loan of \$165,000 from the CSA Revolving Fund to the Sheridan Operating Budget and redirection of \$63,000 in current appropriations from the Sheridan Operating Budget to the Sheridan Sprayfields Project. The Operating Budget will fund a newly created capital project budget in the Capital Projects Fund. Long term funding is not yet secure and is under discussion with the Sewer Infrastructure Financing Committee established per your Board's direction. A tentative long term funding plan is attached.

ATTACHMENTS: RESOLUTION
BUDGET REVISION
TENTATIVE FUNDING PLAN

JD:WD:DB

CC: COUNTY EXECUTIVE OFFICE

T:\FAC\BSMEMO2008\EE SHERIDAN CAPITAL PROJECT BUDGET AND LOAN.DOC

Before the Board of Supervisors County of Placer, State of California

In the matter of: A RESOLUTION AUTHORIZING
A LOAN FROM THE GENERAL FUND TO THE
SHERIDAN SPRAYFIELDS PROJECT

Reso. No. _____

The following Resolution was duly passed by the Board of Supervisors of the County of Placer at a regular meeting held _____, 2008 by the following vote on roll call:

Ayes:

Noes:

Absent:

Signed and approved by me after its passage.

Attest:

Chairman, Board of Supervisors

Clerk of said Board

WHEREAS, CSA 28 Zone 6 (Sheridan Sewer, Water and Lighting) provides sewer service to customers in a portion of unincorporated Placer County, and

WHEREAS, the Board of Supervisors has determined the need to establish a capital project budget for the Sheridan Sprayfields Project to ensure compliance with State and Federal water quality requirements, and

WHEREAS, funding is not available within the budget of said District to comply with these new requirements, and

WHEREAS, this District requires loans to continue providing valuable public services, and

WHEREAS, the CSA Revolving Loan Fund exists to provide loans to Districts with funding problems, and

WHEREAS, in accordance with Government Code section 25210.9c(a), the Board of Supervisors has established the method and terms whereby the CSA Revolving Loan Fund is to be reimbursed for loans made by it on behalf of CSA 28 Zone 6 (Sheridan Sewer, Water and Lighting).

NOW, THEREFORE, BE IT RESOLVED: The Board of Supervisors of Placer County does hereby authorize a loan from the General Fund to the CSA Revolving Fund in the amount of \$165,000 to establish a capital project budget known as the Sheridan Sprayfields Project.

PAS DOCUMENT NO.

**Facility Services to do JE to transfer cash.

BUDGET REVISION

POST DATE:

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
12	BR	975,000.00	7

Cash Transfer Required

Reserve Cancellation Required

Establish Reserve Required

Auditor-Controller

County Executive

Board of Supervisors

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT											
DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT
12	006		140		991078	91078	8990			165,000.00	12	014		140		991078	04823	4151			228,000.00
12	006		140		991078	91078	7249			63,000.00	12	034		140		991078	04823	4151	704823	010000	228,000.00
12	007		502	6	996806	96806	7249			63,000.00	12	015		502	6	996806	96806	4151			63,000.00
											12	014		502	6	996806	96806	3778			165,000.00
TOTAL										291,000.00	TOTAL										684,000.00

REASON FOR REVISION: To appropriate General Fund loan and shift appropriation from CSA28 Z6 Sheridan Sewer for the Sheridan Sprayfield project and create a project in the Capital Projects Fund.

Prepared by Valerie Bayne Ext 6803
 Department Head [Signature]
 Board of Supervisors _____

Date: 4/29/08
 Page: _____

Budget Revision # _____ FOR INDIVIDUAL DEPT USE

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**SHERIDAN SPRAYFIELDS
FUNDING PLAN**

	Budget	yearly total	Projected 2007-08	Projected 2008-09	Projected 2009-10	Projected 2010-11	Projected 2011-12
Funding Sources							
Dept of Ag RUS grant	1,000,000	1,000,000		1,000,000			
CSA revolving fund	165,000	165,000	165,000				
Small Comm ww grant	63,000	63,000	63,000				
unidentified source	430,255	430,255		430,255			
total	1,658,255	1,658,255	228,000	1,430,255	-	-	-
Expenditures							
County Labor	108,455	108,455	48,200	60,254	-	-	-
Consultant Services	248,800	248,800	179,800	69,000			
construction costs	1,081,000	1,081,000		1,081,000			
other	220,000	220,000		220,000			
total	1,658,255	1,658,255	228,000	1,430,254	-	-	-
account balance	0	0	(0)	0	0	0	0