

GLENNEDEN SANITARY DISTRICT

BUDGET MESSAGE for 2022-2023 Budget Year

The auditors at Grimstad & Associates have recommended that the Gleneden Sanitary District continue with the current funds as described below. The definitions as to purpose comply with the intended use as established by previous resolutions.

GENERAL FUND

Lists total revenues, balanced against anticipated operational expenses for the general operation of the Sanitary District.

Contract Services to the City of Depoe Bay reflect anticipated expenditures related to the treatment of the District's sewage and joint related capital.

DEQ annual loan payment is reflected under Capital Outlay.

The Plant Upgrade annual payment to Depoe Bay is reflected under Capital Outlay.

Contract Services to the K-GB-LB Water District reflect anticipated expenditures related to the annual operations of the Sanitary District's sewage collection system. No capital expenditures are included with this contract.

CONSTRUCTION FUND

This fund is being utilized for the pump station and force main improvements funded by the Clean Water State Revolving Fund Loan from DEQ. The proceeds and disbursements are reflected in this fund during construction. Once complete, the DEQ annual loan payment will be disbursed from the General Fund.

SDC IMPROVEMENT FUND

Improvement fees may be spent only on capacity increasing capital improvements, including expenditures relating to repayment of debt for such improvements. An increase in system capacity may be established if a capital improvement increases the level of performance or service provided by existing facilities or provides new facilities. The portion of the improvements funded by improvement fees must be related to the need for increased capacity to provide service for future users. An annual report is required to the Board of Directors giving the revenue received during the fiscal year and any disbursements made from this fund.

SDC REIMBURSEMENT FUND

Reimbursement fees may be spent only on capital improvements associated with the systems for which the fees are assessed including expenditures relating to repayment of indebtedness. An annual report is required to the Board of Directors giving the revenue received during the fiscal year and any disbursements made from this fund.

RESERVE FUND

This is a restricted fund and a requirement from DEQ for the Clean Water State Revolving Fund Loan used for pump station and force main improvements. These monies are held in reserve until the completion of the project and partial duration of the loan.