

RESOLUTION NO. 2016-08

**A RESOLUTION OF THE HEBER PUBLIC
UTILITY DISTRICT ADOPTING RESERVE
GUIDELINES AND BUDGET FOR FISCAL
YEAR 2016-17**

WHEREAS, the General Manager has submitted the Reserve Guideline and Reserve 2016-17 Budget to the Board of Directors for its review and consideration in accordance with reserve policies and objectives established by the Board of Directors, and

WHEREAS, the 2016-17 Reserve Guidelines are intended to provide guidelines for the the Heber Public Utility District to designate money in order to balance the budget, respond to emergencies, keep rates affordable, maintain current infrastructure and plan for future public projects; and

WHEREAS, the Reserve Guidelines are as follows:

Committed Funds –

Capacity Fees: These reserves are monies received from new service connections that increase our need for increased capacity in our Water and Wastewater Enterprise Funds.

Capital Reserve Funds: These funds are reserved to ensure monies are available to implement the current FY year projects included in the Board adopted Five Year Capital Improvement Project List.

Restricted Fund Balance –

Debt Service Funds: These are funds that are mandated by law to be held in reserve.

Capital Replacement Reserve Funds: The Capital Replacement Reserve Fund (Short Lived Asset Reserve) are mandated by law to be funded each year.

Assigned or Designated Fund Balance –

Operating and Maintenance Reserve Funds: The Heber Public Utility District will maintain a 90 day operation and maintenance Reserve.

Unrestricted Reserves –

Unrestricted Reserves: These funds can be programed and expended for any purpose as directed by the Board of Directors.

WHEREAS, in said fiscal year beginning July 1, 2016, there is hereby Reserved within the Treasury of the Heber Public Utility District for District purposes by the various departments of said District for the fiscal year 2016-17, the projected amount of \$2,672,643; and

WHEREAS, the Proposed Reserve Funds Established for FY 2016-17 are described below; and

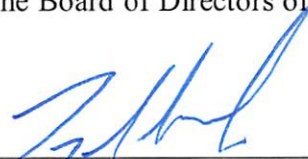
Proposed Reserve Funds Established via Resolution Number 2016-08					
PROJECTED UNASSIGNED CASH RESERVES BROUGHT FORWARD AS OF JUNE 30, 2016	Parks & Rec	Water	Sewer	Trash	Totals
	642,000	923,582	904,062	203,000	2,672,643
Non-Spendable Fund Balance					-
Committed Fund Balance					-
Capacity Fees		41,280	18,600		59,880
Capital Reserve Funds (Future Projects)		88,000	92,710		180,710
Manhole Replacement			102,710		102,710
Correll Park	80,000				80,000
Tito Park Lights - Match Community Grant				100,000	100,000
Tito Park Lights - In Addition to Grant	99,000				99,000
Jiggs Johnson Restroom and Lights	225,000				225,000
Restricted Fund Balance					-
Debt Service Reserve Funds - USDA		62,432			62,432
SWRCBA Water Loan - 1/10 of Annual Pymt (\$15K)		150,000			150,000
SWRCBA Wastewater Loan - Annual Pymt			211,000		211,000
SWRCBA Capital Replacement Reserve Funds (Short Lived Assets)		166,204	108,965		275,169
Assigned or Designated Fund Balance					-
Operating and Maintenance Reserve Funds (90 days Operating and Maintenance Costs)	112,932	268,151	203,745	11,441	596,268
Unrestricted Reserves	125,068	147,515	166,331	91,559	530,473
TOTAL RESERVES FOR FY 2016-17	642,000	923,582	904,061	203,000	2,672,643

WHEREAS, All modifications to the Fiscal Year 2016-2017 Budget of Reserved Funds, departments and/or activities shall be made by the Board of Directors except that the General Manager may, on her own initiative and without prior approval of the Board of Directors, transfer between budget accounts within a fund, activity, or capital improvement fund, or from a budget account or appropriation, to the said fund reserve, amounts determined to be in excess of actual requirements; as long as such changes are reported regularly to the Board of Directors; and

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE HEBER PUBLIC UTILITY DISTRICT, DOES HEREBY RESOLVE AS FOLLOWS:


1. That the foregoing is true, correct and adopted.
2. That the Board of Directors Adopts the Reserve Guidelines and the Reserve Fund Budget for Fiscal Year 2016-2017.
3. That the Board of Directors of the Heber Public Utility District does hereby adopt this Resolution approving the Fiscal Year 2017 Reserve Guidelines and Reserve Funds Budget as set forth.
4. That the President of the Board of Directors of the Heber Public Utility District is hereby authorized to sign said Resolution, a copy of which is on file at the District office.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Heber Public Utility District held on the 18th day of August 2016.



Tony Sandoval, Board President

ATTEST:



Raquel R. Carrillo, Clerk of the Board

APPROVE AS TO FORM:



Steven M. Walker, General Counsel

STATE OF CALIFORNIA)
COUNTY OF IMPERIAL)
HEBER PUBLIC UTILITY)
DISTRICT)

I, RAQUEL R. CARRILLO, Clerk of the Board of the Heber Public Utility District, County of Imperial, State of California, DO HEREBY CERTIFY that the foregoing resolution was dully passed, approved and adopted by the Board of Directors of the Heber Public Utility District at its regularly scheduled meeting held on the 18th day of August 2016.

By 

Raquel R. Carrillo, Clerk of the Board

