

South Third Service District

- Administration:** Board of Commissioners (As the Governing Body of the District)
Benton County Public Works
Roger Irvin, Director
Chris Bielenberg, Facilities & Utilities Manager
- Location:** 360 SW Avery, Corvallis
- Telephone:** (541) 766-6821
- FAX:** (541) 766-6891
- Purpose:** To provide sewer service to the residents in an area along South Third Street, which is located about one mile South of Corvallis along highway 99W.
- Organization:** The service district is an independent municipal corporation. The Benton County Board of Commissioners sits as the Governing Body. Benton County Public Works Department manages daily operations, customer billing, and staff support. County Finance Office provides treasury and financial management services. The County Budget Office coordinates the Budget process. The County is reimbursed for these services by district funds.

In February 1997, the Benton County Health Department completed a health hazard assessment for the area known as the “South Third Area”, which identified failing septic systems throughout the area. The South Third Area lies within the Urban Growth Boundary of Corvallis, but is currently outside of the City Limits. The area is along South Third Street (Hwy 99W), and includes the area between the railroad tracks on the west and the bank of the Booneville Slough on the east. On the north, it includes the land along both sides of Kiger Island Drive, and stretches south beyond to just beyond Airport Road. The health hazard assessment was adopted by the Benton County Board of Commissioners on May 7, 1997, and confirmed that the South Third area was at the top of the County’s Environmental Assessment Priority List.

The district was organized in 2001. It serves the residents south of Corvallis in a designated health hazard area. District serves 38 properties and 41 customers. An advisory committee reviews district operations and makes recommendations on issues and rates to the governing body. A sewer collection system was completed in 2004. This is an annual budget.

Budget Summary

	2003 Annual Actual	2004 Annual Actual	2005 Annual Adopted	2005 Annual Adjusted	2006 Annual Adopted
General Revenues	-	-	-	-	-
Charges for Service	-	6,760	23,955	23,955	18,376
Operating Grants/Contributions	41	701	44	44	2,200
Capital Grants/Contributions	73,948	1,325,372	-	-	-
Loans & Transfer/Revenues	-	478,000	23,000	23,000	15,000
Dedicated Beginning Balance	-	(861)	-	-	94,371
Total Resources	73,989	1,809,972	46,999	46,999	129,947
Personal Services	-	-	-	-	-
Materials & Services	74,850	141,595	18,155	18,155	19,468
Capital Outlay	-	1,420,091	-	-	-
Other	-	247,984	28,844	28,844	110,479
Total Expenditures	74,850	1,809,670	46,999	46,999	129,947
Surplus / (Deficit)	(861)	302	-	-	-
Expenditures by Purpose					
Debt Service	-	-	23,000	23,000	102,000
Sewer Operations	62	6,824	23,999	23,999	24,706
Sewer Construction	74,788	1,802,846	-	-	3,241
Total	74,850	1,809,670	46,999	46,999	129,947
Full Time Equivalent (FTE)	0.00	0.00	0.00	0.00	0.00
Temporary Hire Equivalent (FTE)	0.00	0.00	0.00	0.00	0.00

Budget Notes The sewer collection systems was financed with a combination of federal grants and loans through the United States Department of Agriculture, Rural Utilities Services and a Housing and Urban Development Community Development Block Grant.

Loans will be paid by assessments against each property. Operation of district facilities will be through the City of Corvallis by intergovernmental agreement with the district.

Sewer Operations

	2003 Annual Actual	2004 Annual Actual	2005 Annual Adopted	2005 Annual Adjusted	2006 Annual Adopted
General Revenues	-	-	-	-	-
Charges for Service	-	6,187	23,955	23,955	16,712
Operating Grants/Contributions	41	701	44	44	150
Capital Grants/Contributions	-	-	-	-	-
Loans & Transfer/Revenues	-	-	-	-	-
Beginning Balance	-	-	-	-	7,844
Total Resources	41	6,888	23,999	23,999	24,706
Personal Services	-	-	-	-	-
Materials & Services	62	6,824	18,155	18,155	19,468
Capital Outlay	-	-	-	-	-
Other	-	-	5,844	5,844	5,238
Total Expenditures	62	6,824	23,999	23,999	24,706
Surplus/(Deficit)	(21)	65	-	-	-

Purpose To provide operation and maintenance of a community sewer system in an area immediately South of Corvallis servicing approximately 41 customers. Operate a successful and efficient system within the requirements of the Oregon Water Resource Division.

Accomplishments:

- Complete all connections
- Finalize billing process and assessment payments
- Budget and manage system operations

Objectives:

- Continue cooperation with City of Corvallis for rate strategies
- Continue billing and assessment process
- Prepare budgets and manage system operations

Sewer Construction

	2003 Annual Actual	2004 Annual Actual	2005 Annual Adopted	2005 Annual Adjusted	2006 Annual Adopted
General Revenues	-	-	-	-	-
Charges for Service	-	573	-	-	1,664
Operating Grants/Contributions	-	-	-	-	50
Capital Grants/Contributions	73,948	1,325,372	-	-	-
Loans & Transfer/Revenues	-	478,000	-	-	-
Beginning Balance	-	(861)	-	-	1,527
Total Resources	73,948	1,803,083	-	-	3,241
Personal Services	-	-	-	-	-
Materials & Services	74,788	134,772	-	-	-
Capital Outlay	-	1,420,091	-	-	-
Other	-	247,984	-	-	3,241
Total Expenditures	74,788	1,802,846	-	-	3,241
Surplus/(Deficit)	(840)	237	-	-	-

Purpose To account for capital cost of construction and hold future reserves for heavy maintenance and emergency repairs.

Accomplishments:

- Secured funding for sewer construction
- Entered into an MOU with the City of Corvallis for sewer treatment
- Entered into a contract with West Tech for engineering services for construction
- Completed construction

Objectives:

- Connect remaining services
- Establish and build capital fund for future repair & maintenance

Debt Service

	2003 Annual Actual	2004 Annual Actual	2005 Annual Adopted	2005 Annual Adjusted	2006 Annual Adopted
General Revenues	-	-	-	-	-
Charges for Service	-	-	-	-	-
Operating Grants/Contributions	-	-	-	-	2,000
Capital Grants/Contributions	-	-	-	-	-
Loans & Transfer/Revenues	-	-	23,000	23,000	15,000
Beginning Balance	-	-	-	-	85,000
Total Resources	-	-	23,000	23,000	102,000
Personal Services	-	-	-	-	-
Materials & Services	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Other	-	-	23,000	23,000	102,000
Total Expenditures	-	-	23,000	23,000	102,000
Surplus/(Deficit)	-	-	-	-	-

Purpose: Account for special assessment payments by property owners and principal and interest payments due on bonds sold to finance a portion of system construction.

Objectives:

- Make principal and interest payments when due
- Monitor for delinquencies
- Periodically evaluate possibilities for prepayment of bonds