

# 2015-2016 Adopted Budget

## South Third County Service District

For the Fiscal Period  
Beginning July 1, 2015  
Ending June 30, 2016

**Governing Body**  
Jay Dixon, 2015 BOC Chair  
Annabelle Jaramillo, Commissioner  
Anne Schuster, Commissioner



### Citizen Budget Committee Members

Daniel R Williams

Shelly Signs



# South Third County Service District

**ADMINISTRATION:** Benton County Public Works

**DIRECTOR:** Josh Wheeler, P.E. **FACILITIES MANAGER:** Chris Bielenberg

**OFFICE LOCATION:** Public Works, 360 SW Avery, Corvallis

**TELEPHONE:** 541-766-6821

**INTERNET ADDRESS:** [HTTP://WWW.CO.BENTON.OR.US/PW/UTILITIES/SOUTH\\_THIRD.PHP](http://www.co.benton.or.us/pw/utilities/south_third.php)

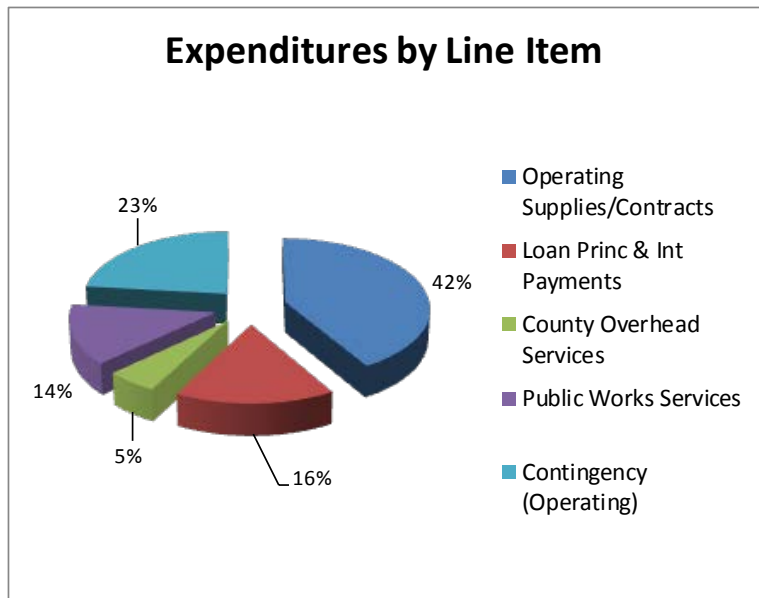
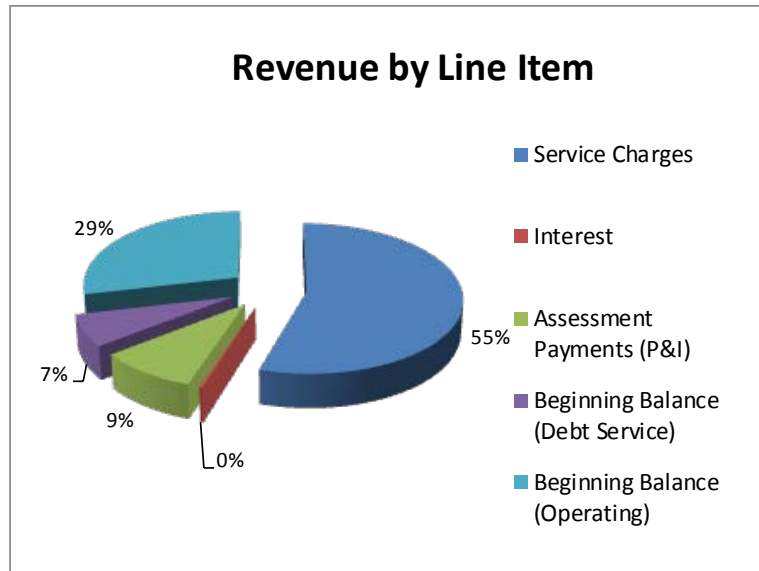
## DISTRICT OVERVIEW:

The district was organized in 2001, to provide sewer collection and disposal services in an area designated a health hazard due to failing septic systems. The district is located about 1 mile south of Corvallis on Highway 99W.

The district is a separate municipal entity from the county but by law the Governing Body is the Benton County Board of Commissioners. Daily operations of the district are delegated to the Facilities & Utilities Division of the County Public Works Department. The County Budget Offices manages the budget process. County Finance and Public Works manages the accounting processes. The county is reimbursed from district funds for administrative expenses.

The district serves 38 properties and 41 customers. An advisory committee reviews district operations and makes recommendations to the governing body on issues and rates.

Waste is piped to a connection to the Corvallis sewage system for processing. District rates cover processing fees. The system is maintained and operated by the City of Corvallis. The district accumulates funds for debt payments and an operating reserve.



## SOUTH THIRD COUNTY SERVICE DISTRICT

### Budget Summary – All Cost Centers

Category Title	2012-13 Actual	2013-14 Actual	2014-15 Adopted	2014-15 Adj. Adopted	2015-16 Adopted	% Change Adopted Adj Adopted
General Revenues	386	493	100	100	100	0.0%
Charges for Service	18,130	16,175	18,240	18,240	18,240	0.0%
Operating Grants/Contributions	-	-	-	-	-	0.0%
Capital Grants/Contributions	-	-	-	-	-	0.0%
Fund Transfers In	-	-	-	-	-	0.0%
Loans	13,753	12,697	38,600	38,600	3,100	-92.0%
Current Program Income	32,269	29,364	56,940	56,940	21,440	-62.3%
Unrestricted Beginning Balance	-	-	-	-	-	0.0%
Dedicated Beginning Balance	67,989	66,813	66,053	66,053	11,832	-82.1%
Beginning Balances	67,989	66,813	66,053	66,053	11,832	-82.1%
Total Resources	100,258	96,177	122,993	122,993	33,272	-72.9%
Personnel Services						0.0%
Materials & Services	18,985	19,081	19,569	19,569	20,150	3.0%
Capital Outlay	-	-	-	-	-	0.0%
Other: Fund Transfers Out	-	-	-	-	-	0.0%
Other: Loans	-	-	-	-	-	0.0%
Other: Bond Debt Principal	9,927	9,983	90,046	90,046	4,758	-94.7%
Other: Bond Debt Interest	4,533	4,477	1,014	1,014	642	-36.7%
Expenditures	33,445	33,541	110,629	110,629	25,550	-76.9%
Other: Contingency	-	-	12,364	12,364	7,722	-37.5%
Other: Debt Reserve	-	-	-	-	-	0.0%
Other: Unappropriated Balance	-	-	-	-	-	0.0%
Reserves	-	-	12,364	12,364	7,722	-37.5%
Total Budget	33,445	33,541	122,993	122,993	33,272	-72.9%
Surplus / (Deficit) of Fund Resources to Expenditures	66,813	62,637	-	-	-	0.0%
Full-Time-Equivalent (FTE)						
Regular	-	-	-	-	-	0.0%
Temporary	-	-	-	-	-	0.0%
Total	-	-	-	-	-	0.0%

## SOUTH THIRD COUNTY SERVICE DISTRICT

### District Statement

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The annual budget covers the fiscal year beginning July 1, 2015 and ending June 30, 2016.

The budget was built on the assumption of no increase or changes in rates or charges. Debt to the Federal government which financed original construction was refinanced through the County's General Fund in 2014-15. The new debt schedule along with a lower interest rate will better match outstanding special assessments due over the next 10 years. The district has no personnel. All services and support are contracted to the City of Corvallis or provided by county operating departments.

The District is in good financial condition. Maintenance responsibility rests with the City of Corvallis. General revenues are the interest earnings on idle cash.

No operating changes or rate increases are assumed. The district will need to consider rate increases in the next year or two. The district has absorbed rate increases by using fund balances. This practice cannot be sustained much longer.

## SOUTH THIRD COUNTY SERVICE DISTRICT

### Debt Service

Category Title	2012-13 Annual Actual	2013-14 Annual Actual	2014-15 Annual Adopted	2014-15 Adj. Adopted	2015-16 Annual Adopted	% Change Adopted Adj Adopted
General Revenues	299	400	-	-	-	0.0%
Loans	13,753	12,697	38,600	38,600	3,100	-92.0%
Dedicated Beginning Bal	53,648	53,239	52,460	52,460	2,300	-95.6%
Total Resources	67,401	65,936	91,060	91,060	5,400	-94.1%
Other: Debt Principal	9,927	9,983	90,046	90,046	4,758	-94.7%
Other: Debt Interest	4,533	4,477	1,014	1,014	642	-36.7%
Total Expenditures	14,460	14,460	91,060	91,060	5,400	-94.1%
Regular	-	-	-	-	-	0.0%
Temporary	-	-	-	-	-	0.0%
Total	-	-	-	-	-	0.0%

#### **Mission & Purpose:**

Account for assessment payments by property owners and principle and interest payments due to Benton County. Debt to federal government from initial construction loan was refinance in FY 2014-15 from the County's General Fund. The new debt schedule more closing matches outstanding assessments due and will give the district more flexibility to deal with any cash flow issues that may result if an account becomes delinquent or is paid off early.

## SOUTH THIRD COUNTY SERVICE DISTRICT

### Sewage Service

Category Title	2012-13 Annual Actual	2013-14 Annual Actual	2014-15 Annual Adopted	2014-15 Annual Adj. Adopted	2015-16 Annual Adopted	% Change Adopted Adj Adopted
General Revenues	87	93	100	100	100	0.0%
Charges for Services	18,130	16,175	18,240	18,240	18,240	0.0%
Dedicated Beginning Bal	14,342	13,574	13,593	13,593	9,532	-29.9%
Total Resources	32,472	29,748	31,833	31,833	27,772	-12.8%
Materials and Services	18,985	19,081	19,569	19,569	20,150	3.0%
Other: Contingency	-	-	12,364	12,364	7,722	-37.5%
Total Expenditures	18,985	19,081	31,933	31,933	27,872	-12.7%
Regular	-	-	-	-	-	0.0%
Temporary	-	-	-	-	-	0.0%
Total	-	-	-	-	-	0.0%

**Mission & Purpose:**

To operate a successful and efficient system within the requirements of the Oregon Department of Environmental Quality's permit requirements.