

# 2016-2017 Adopted Budget

## South Third County Service District

For the Fiscal Period  
Beginning July 1, 2016  
Ending June 30, 2017

### Governing Body

Annabelle Jaramillo, 2016 BOC Chair  
Anne Schuster, Commissioner  
Jay Dixon, 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)

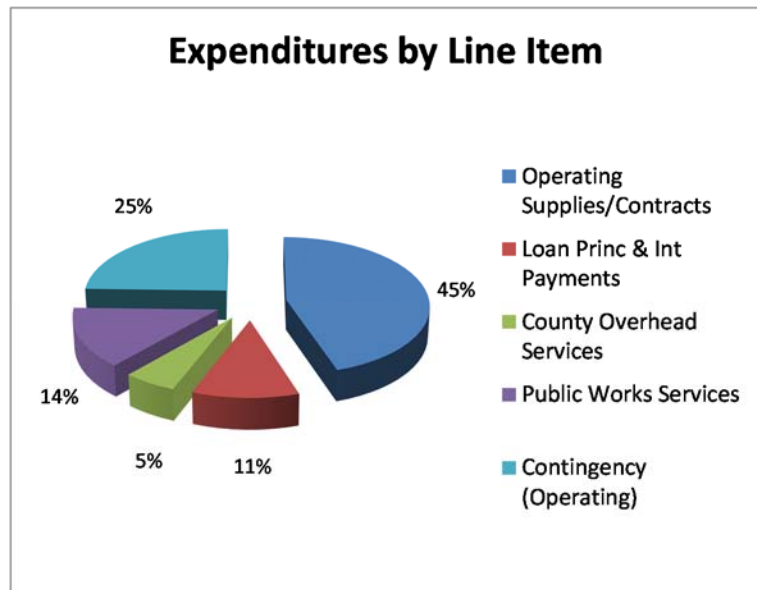
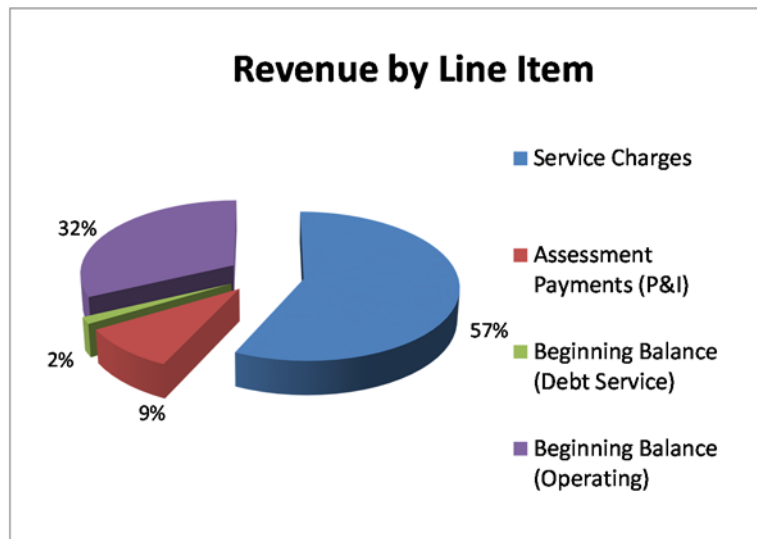
## DISTRICT OVERVIEW:

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	2013-14 Actual	2014-15 Actual	2015-16 Adopted	2015-16 Adj. Adopted	2016-17 Adopted	% Change Proposed Adj Adopted
General Revenues	493	3	100	100	-	0.0%
Charges for Service	16,175	18,448	18,240	18,240	18,680	2.4%
Operating Grants/Contributions	-	-	-	-	-	0.0%
Capital Grants/Contributions	-	-	-	-	-	0.0%
Fund Transfers In	-	-	-	-	-	0.0%
Loans	12,697	41,874	3,100	3,100	3,100	0.0%
Current Program Income	29,364	60,325	21,440	21,440	21,780	1.6%
Unrestricted Beginning Balance	-	-	-	-	-	0.0%
Dedicated Beginning Balance	66,813	62,637	11,832	11,832	11,000	-7.0%
Beginning Balances	66,813	62,637	11,832	11,832	11,000	-7.0%
Total Resources	96,177	122,962	33,272	33,272	32,780	-1.5%
Personnel Services						0.0%
Materials & Services	19,081	19,546	20,150	20,150	21,126	4.8%
Capital Outlay	-	-	-	-	-	0.0%
Other: Fund Transfers Out	-	-	-	-	-	0.0%
Other: Loans	-	-	-	-	-	0.0%
Other: Bond Debt Principal	9,983	88,925	4,758	4,758	2,553	-46.3%
Other: Bond Debt Interest	4,477	1,381	642	642	547	-14.8%
Expenditures	33,541	109,851	25,550	25,550	24,226	-5.2%
Other: Contingency	-	-	7,722	7,722	8,054	4.3%
Other: Debt Reserve	-	-	-	-	500	0.0%
Other: Unappropriated Balance	-	-	-	-	-	0.0%
Reserves	-	-	7,722	7,722	8,554	10.8%
Total Budget	33,541	109,851	33,272	33,272	32,780	-1.5%
Surplus / (Deficit) of Fund Resources to Expenditures	62,637	13,110	-	-	-	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, 2016 and ending June 30, 2017.

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. Per the District Advisory Board the district has absorbed rate increases by using fund balances until which time a rate increase will be necessary.

## SOUTH THIRD COUNTY SERVICE DISTRICT

### Debt Service

Category Title	2013-14 Annual Actual	2014-15 Annual Actual	2015-16 Annual Adopted	2015-16 Adj. Adopted	2016-17 Annual Adopted	% Change Adopted Adj Adopted
General Revenues	400	1	-	-	-	0.0%
Loans	12,697	41,874	3,100	3,100	3,100	0.0%
Dedicated Beginning Bal	53,239	51,876	2,300	2,300	500	-78.3%
Total Resources	65,936	93,750	5,400	5,400	3,600	-33.3%
Materials and Services	-	40	-	-	-	0.0%
Other: Debt Principal	9,983	88,925	4,758	4,758	2,553	-46.3%
Other: Debt Interest	4,477	1,381	642	642	547	-14.8%
Other: Debt Reserve	-	-	-	-	500	0.0%
Total Expenditures	14,460	90,346	5,400	5,400	3,600	-33.3%
Regular	-	-	-	-	-	0.0%
Temporary	-	-	-	-	-	0.0%
Total	-	-	-	-	-	0.0%

### **Mission & Purpose:**

To account for assessment payments by property owners and principle and interest payments due to Benton County. Debt from federal government for initial construction loan was refinanced in FY 2014-15 from the County's General Fund. The new debt schedule more closely matches outstanding assessments due and gives 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	2013-14 Annual Actual	2014-15 Annual Actual	2015-16 Annual Adopted	2015-16 Annual Adj. Adopted	2016-17 Annual Adopted	% Change Adopted Adj Adopted
General Revenues	93	2	100	100	-	0.0%
Charges for Services	16,175	18,448	18,240	18,240	18,680	2.4%
Dedicated Beginning Bal	13,574	10,761	9,532	9,532	10,500	10.2%
Total Resources	29,842	29,211	27,872	27,872	29,180	4.7%
Materials and Services	19,081	19,505	20,150	20,150	21,126	4.8%
Other: Contingency	-	-	7,722	7,722	8,054	4.3%
Total Expenditures	19,081	19,505	27,872	27,872	29,180	4.7%
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.