

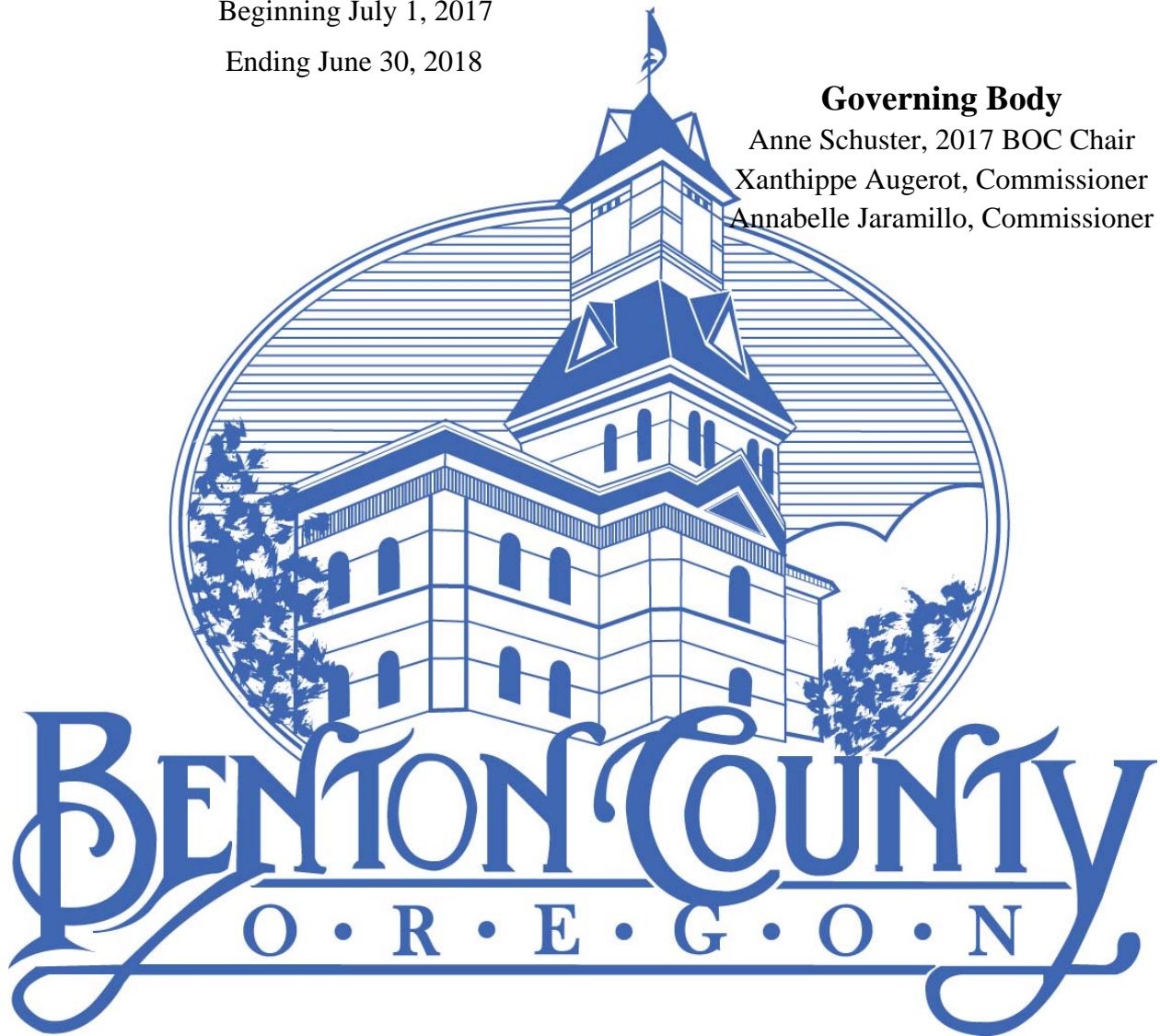
2017-2018 Approved Budget

South Third County Service District

For the Fiscal Period
Beginning July 1, 2017
Ending June 30, 2018

Governing Body

Anne Schuster, 2017 BOC Chair
Xanthippe Augerot, Commissioner
Annabelle Jaramillo, 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:** Bob Tessmer

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)

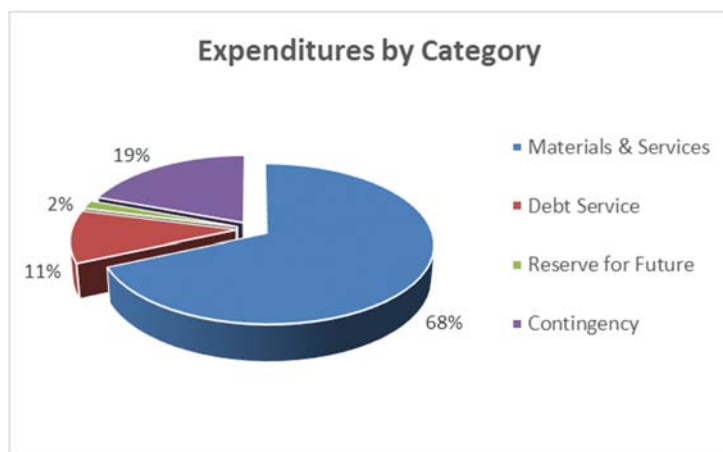
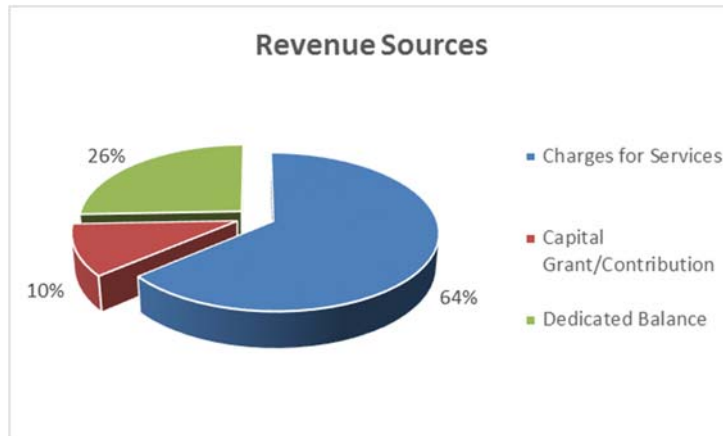
DISTRICT OVERVIEW:

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. County Financial Services manages the budget process and provides treasury and other financial services. Public Works manages billing general 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 by the City of Corvallis as if it were within the city. The district accumulates funds for debt payments and an operating reserve.



SOUTH THIRD COUNTY SERVICE DISTRICT

Budget Summary – All Cost Centers

Category Title	2014-15 Actual	2015-16 Actual	2016-17 Adopted	2016-17 Adj. Adopted	2017-18 Budget
General Revenues	3	92	-	-	-
Charges for Service	18,448	17,760	18,680	18,680	18,680
Operating Grants/Contributions	-	-	-	-	-
Capital Grants/Contributions	-	-	-	-	-
Fund Transfers In	-	-	-	-	-
Loans	41,874	2,879	3,100	3,100	3,100
Current Program Income	60,325	20,731	21,780	21,780	21,780
Unrestricted Beginning Balance	-	-	-	-	-
Dedicated Beginning Balance	62,637	13,110	11,000	11,000	7,500
Beginning Balances	62,637	13,110	11,000	11,000	7,500
Total Resources	122,962	33,841	32,780	32,780	29,280
Personnel Services	-	-	-	-	-
Materials & Services	19,546	19,674	21,126	21,126	20,020
Capital Outlay	-	-	-	-	-
Other: Fund Transfers Out	-	-	-	-	-
Other: Loans	-	-	-	-	-
Other: Debt Service	90,306	5,400	3,100	3,100	3,100
Expenditures	109,852	25,074	24,226	24,226	23,120
Other: Contingency	-	-	8,054	8,054	5,660
Other: Debt Reserve	-	-	500	500	500
Other: Unappropriated Balance	-	-	-	-	-
Reserves	-	-	8,554	8,554	6,160
Total Budget	109,852	25,074	32,780	32,780	29,280
Surplus / (Deficit) of Fund Resources to Expenditures	13,110	8,767	-	-	-
Full-Time-Equivalent (FTE)					
Regular	-	-	-	-	-
Temporary	-	-	-	-	-
Total	-	-	-	-	-

SOUTH THIRD COUNTY SERVICE DISTRICT

District Statement

The annual budget covers the fiscal year beginning July 1, 2017 and ending June 30, 2018.

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	2014-15 Actual	2015-16 Actual	2016-17 Adopted	2016-17 Adj. Adopted	2017-18 Budget	% Change Over Adj. Adopted
General Revenues	1	29	-	-	-	0.0%
Capital Grants/Contributions	-	-				0.0%
Loans	41,874	2,879	3,100	3,100	3,100	0.0%
Dedicated Beginning Balance	51,876	3,405	500	500	500	0.0%
Total Resources	93,751	6,313	3,600	3,600	3,600	0.0%
Materials and Services	40	-	-	-	-	0.0%
Other: Debt Principal & Interest	90,306	5,400	3,100	3,100	3,100	0.0%
Other: Contingency	-	-	-	-	-	0.0%
Other: Debt Reserve	-	-	500	500	500	0.0%
Total Expenditures	90,346	5,400	3,600	3,600	3,600	0.0%
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	2014-15 Actual	2015-16 Actual	2016-17 Adopted	2016-17 Adj. Adopted	2017-18 Budget	% Change Over Adj. Adopted
General Revenues	2	63	-	-	-	0.0%
Charges for Services	18,448	17,760	18,680	18,680	18,680	0.0%
Dedicated Beginning Balance	10,761	9,706	10,500	10,500	7,000	-33.3%
Total Resources	29,211	27,529	29,180	29,180	25,680	-12.0%
Materials and Services	19,505	19,674	21,126	21,126	20,020	-5.2%
Other: Contingency	-	-	8,054	8,054	5,660	-29.7%
Total Expenditures	19,505	19,674	29,180	29,180	25,680	-12.0%
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.