

Water Fund

As recommended in the 2016 rate study, Water rates increased by 3% in July of 2017. 3% increases are also scheduled for July 1, 2018 and 2019. These increases are necessary to provide sufficient working capital and to meet the debt service requirements of the USDA Water System Improvements Project loan. In June of 2016 the tiered usage rate system was eliminated in favor of a flat rate for all residential usage, and a water shortage rate surcharge system was put into place to address revenue shortfalls resulting from decreased water usage. Water revenues are estimated at \$2,873,631 for FY 17/18.

Water Charges	\$2,798,233
Penalties	\$39,903
Meter Installation	\$200
Water Turn On/Off	\$30,097
Other	\$5,198

Labor & Administration	\$1,546,038
Services & Supplies	\$647,775
Water Debt Service	\$484,344

Water Fund expenses are anticipated to be \$2,678,157.

Work will continue on the filter units at the treatment plant this year. These critical improvements will assist with our goal to supply our community with a safe and reliable source of water.

Sewer Fund

The 2016 rate study recommended that Sewer rates increase by 3% each year beginning in 17/18 through 19/20. These increases will be necessary in order for the City to meet its debt service obligations, and to maintain the collection system and the treatment plant. Sewer revenues are estimated at \$1,890,752 for FY 2017/18.

Sewer Charges	\$1,860,156
Penalties	\$13,379
Interest Income	\$5,500
Other	\$11,717

Sewer Fund Expenses are anticipated to be \$1,858,378. The fund made its final loan payment to

Labor & Administration	\$1,127,763
Services & Supplies	\$730,615
Sewer Debt Service	\$0

Airport Fund

Revenues in the Airport Fund, including Grants and Transfers In, are expected to be \$395,494.

Grants	\$231,282
Fuel Sales	\$71,000
Rents & Royalties	\$57,942
Other - Transfer from General Fund	\$35,270

Expenses are expected to be \$395,494.

Labor & Administration	\$34,252
Services & Supplies	\$111,080
Debt Service	\$4,293
Capital Improvements (90% Grant funded)	\$245,869



Budget at a Glance Fiscal Year 2017/2018

This pamphlet provides a brief overview of the City of Cloverdale's 2017/2018 Budget.

Full copies of the budget are available upon request from the City's Finance Department at (707) 894-1715 or on the City's website at :

<http://www.cloverdale.net>

General Fund

The General Fund revenue sources are outlined below. The total estimated General Fund revenues for FY 17/18 are \$6,901,649.

General Taxes	\$4,246,222
Licenses and Permits	\$160,400
Intergovernmental Revenues	\$163,271
Charges for Services	\$842,807
Fines and Assessments	\$25,000
Miscellaneous Revenue	\$648,474
Other Revenue Sources	\$815,475

The General Fund is the primary revenue source for activities such as City administration, police protection, planning and building, and parks and recreation. The revenues in the General Fund are “discretionary”, meaning they are not restricted to a certain activity or service. Total estimated General Fund expenditures for FY 2017/18 are \$6,853,583.

City Administration	\$1,626,704
Police & Public Safety	\$3,737,682
Public Works, Engineering & Code Enforcement	\$523,138
Transfers Out	\$285,084
Planning & Building	\$224,105
Parks and Recreation	\$328,070
Community Support	\$63,800
Capital Assets	\$65,000

Included in the 17/18 budget is a new police patrol car, City Park improvements, and increased Community Support. Many of these expenditures will be funded by the voter approved Utility User Tax.

Retirement Fund

The City of Cloverdale funds its CalPERS retirement costs through an Ad Valorem tax. This money is kept in a separate fund and transferred at fiscal year-end into the General Fund and Enterprise Funds in an amount equal to the City’s cost of retirement. In FY 17/18 it is estimated that the Retirement Fund will cover about \$1,050,870 in retirement costs, as outlined below.

General Fund	\$775,475
Inclusionary Housing	\$10,823
Lighting & Landscape Districts	\$17,000
Water Fund	\$122,265
Sewer Fund	\$107,642
Gas Tax Fund	\$15,473
Airport Fund	\$2,192

Transportation Funds

There are several funds in the budget that are used to account for street maintenance and improvements. The City receives a portion of the Measure M sales tax collected by the County of Sonoma to help with street rehabilitation costs. FY 16/17 revenues will be carried over to be used for a paving project in FY 17/18. The City also receives a portion of Gas Tax from the State to assist with its street and storm drain maintenance costs.

Gas Tax Fund

The State of California allocates a portion of Gas Tax to cities each year based on population. The City of Cloverdale is expected to receive Gas Tax revenues of about \$251,658 in FY 17/18. This is an increase over the previous fiscal year due to additional funding provided by SB1, the Road Repair and Accountability Act of 2017. Even with the additional revenue, Gas Tax will only cover a portion of street and storm drain maintenance costs, with the deficit cleared by a General Fund transfer at year end.

Street Maintenance Costs	
Salaries & Benefits	\$115,088
Services & Supplies	\$226,175
Total	\$341,263

Storm Drain Maintenance Costs	
Salaries & Benefits	\$3,425
Services & Supplies	\$96,800
Total	\$100,225

Total Gas Tax Fund	
Salaries & Benefits	\$118,513
Services & Supplies	\$322,975
Total Expenditures	\$441,488

Gas Tax Revenue	\$251,658
Trans In - Retirement Fund	\$15,473
Trans In - General Fund	\$114,357
Trans In - Impact Fees	\$60,000
Total Funding Sources	\$441,488