

RESOLUTION NO. 2020-10

A RESOLUTION OF THE HEBER PUBLIC UTILITY DISTRICT ADOPTING RESERVE GUIDELINES AND BUDGET FOR FISCAL YEAR 2020-2021

WHEREAS, the General Manager has submitted the Reserve Guideline and Reserve 2020-21 Budget to the Board of Directors for its review and consideration in accordance with reserve policies and objectives established by the Board of Directors, and

WHEREAS, the 2020-21 Reserve Guidelines are intended to provide guidelines for the Heber Public Utility District to designate money in order to balance the budget, respond to emergencies, keep rates affordable, maintain current infrastructure and plan for future public projects; and

WHEREAS, the Reserve Guidelines are as follows:

Committed Funds –

Capacity Fees: These reserves are monies received from new service connections that increase our need for increased capacity in our Water and Wastewater Enterprise Funds.

Capital Reserve Funds: These funds are reserved to ensure monies are available to implement the current FY year projects included in the Board adopted Five Year Capital Improvement Project List.

Restricted Fund Balance –

Debt Service Funds: These are funds that are mandated by law to be held in reserve.

Capital Replacement Reserve Funds: The Capital Replacement Reserve Fund (Short Lived Asset Reserve) are mandated by law to be funded each year.

Assigned or Designated Fund Balance –

Water, Sewer and Solid Waste Operating and Maintenance Reserve Funds: The Heber Public Utility District will maintain a 180 day operation and maintenance Reserve for Water, Sewer and Solid Waste (Trash) Funds.

Parks and Recreation Operating and Maintenance Reserve Funds: The Heber Public Utility District will maintain a 180 day operation and maintenance Reserve for Parks and Recreation Funds.

Unrestricted Reserves –

Unrestricted Reserves: These funds can be programed and expended for any purpose as directed by the Board of Directors.

WHEREAS, in said fiscal year beginning July 1, 2020, there is hereby Reserved within the Treasury of the Heber Public Utility District for District purposes by the various departments of said District for the fiscal year 2020-21, the projected amount of \$2,489,974; and

WHEREAS, the Proposed Reserve Funds Established for FY 2020-21 are described below; and

Proposed Reserve Funds Established via Resolution Number 2020-10					
PROJECTED CASH BROUGHT FORWARD AS OF JUNE 30, 2020	Parks & Rec	Water	Sewer	Trash	Totals
	1,007,337	1,705,929	1,421,278	136,771	4,271,315
Other Sources of Revenues:					
<i>Per-Capita State Park Grant Prop. 68</i>					
<i>IID Local Entity - Rec. Building Grant</i>	117,500				
Total Funds:	1,124,837	1,705,929	1,421,278	136,771	4,388,815
Committed Funds:					
Capacity Fees					
Strategic Plan 2019		19,950	19,950		39,900
Capital Reserve Funds (Future Projects)					
Upgrades to Shop at Ingram Ave. 45/45/10 split	5,330	23,985	23,985		53,300
Manhole Replacement			100,300		100,300
Estancia Park	8,000				8,000
Water Distribution Lines - Rockwood to Pitzer		31,500			31,500
Water Distribution Lines Courts		90,000			90,000
Recreation Room at Littlefield with IID Funds Local Entity	109,663				109,663
Recreation Room at Littlefield HPUD funds	351,050			80,000	431,050
Jiggs Johnson Restroom					-
Correll Basin - Rehab and New Park to add to Urban Flood Grant application	80,000				
Children's Park - New Playground Equip, restroom, splash pad 100% GRANT FUNDED	-				-
Restricted Funds:					
Wastewater debt to Parks (Debt Authorized via Resolution 2018-06) (Reserve Amended via Resolution 2018-10)	(48,828)		48,828		
Debt Service Reserve Funds - USDA		87,418			87,418
SWRCBA Water Loan - Debt Reserve		161,802			161,802
SWRCBA Wastewater Loan - Debt Reserve			211,000		211,000
2019 Short Lived Assets Projected Balance		112,500	60,000		172,500
FY 2019-2020 Withdrawal for Equipment Replacement (-)		-	-		-
Assigned or Designated Fund Balance:					
Operating and Maintenance Reserve Funds 90 days Operating and Maintenance Costs for Water and Sewer. 180 days for Parks.	443,382	290,293	247,907	11,959	993,541
TOTAL RESERVES FOR FY 2019-20	948,597	817,448	711,970	91,959	2,489,974
PROJECTED UN-ASSIGNED BALANCE:	176,240	888,481	709,309	44,812	1,898,842

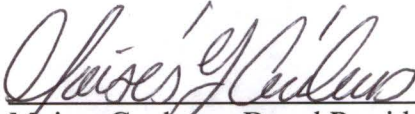
WHEREAS, All modifications to the Fiscal Year 2020-21 Budget of Reserved Funds, departments and/or activities shall be made by the Board of Directors except that the General Manager may, on her own initiative and without prior approval of the Board of Directors, transfer between budget accounts within a fund, activity, or capital improvement fund, or from a budget

account or appropriation, to the said fund reserve, amounts determined to be in excess of actual requirements; as long as such changes are reported regularly to the Board of Directors; and

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE HEBER PUBLIC UTILITY DISTRICT, DOES HEREBY RESOLVE AS FOLLOWS:

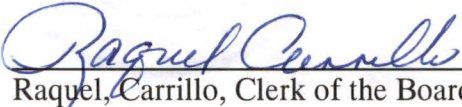
1. That the foregoing is true, correct and adopted.
2. That the Board of Directors Adopts the Reserve Guidelines and the Reserve Fund Budget for Fiscal Year 2020-2120.
3. That the Board of Directors of the Heber Public Utility District does hereby adopt this Resolution approving the Fiscal Year 2020-2120 Reserve Guidelines and Reserve Funds Budget as set forth.
4. That the President of the Board of Directors of the Heber Public Utility District is hereby authorized to sign said Resolution, a copy of which is on file at the District office.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Heber Public Utility District held on the 18th day of June 2020.



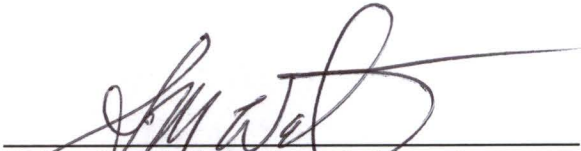
 Moises Cardenas, Board President

ATTEST:



 Raquel Carrillo, Clerk of the Board


APPROVE AS TO FORM:



 Steven M. Walker, General Counsel

STATE OF CALIFORNIA)
 COUNTY OF IMPERIAL)
 HEBER PUBLIC UTILITY)
 DISTRICT)

I, Raquel Carrillo, Board Secretary of the Heber Public Utility District, County of Imperial, State of California, DO HEREBY CERTIFY that the foregoing resolution was dully passed, approved and adopted by the Board of Directors of the Heber Public Utility District at its regularly scheduled meeting held on the 18th day of June, 2020.

By 

 Raquel Carrillo, Clerk of the Board