

TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT

RESOLUTION NO. 1-14

A RESOLUTION OF THE BOARD OF DIRECTORS OF
TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT
AMENDING ITS ANNUAL BUDGET FOR THE FISCAL YEAR 2013-14

A. Recitals.

1. A fiscal budget is necessary for the orderly administration of public funds and the systematic operation of this County Water District.

2. A budget is required by County Water District Code and other state laws.

3. As due to unforeseen events having financial impacts on the district, it is necessary and prudent to amend the fiscal year 2013-14 approved budget.

B. Resolution.

IT IS HEREBY FOUND, DETERMINED AND RESOLVED by the Board of Directors of Tehachapi-Cummings County Water District as follows:

1. Each of the above recitals is true and correct and the Board so finds and determines.

2. The fiscal year 2013-14 approved budget is hereby amended as shown on Exhibit A attached hereto.

3. The Secretary of the Board is hereby directed to file with the County of Kern a copy of the amended budget.

ADOPTED this 15th day of January 2014.

(SEAL)



Harry M. Cowan, President

ATTEST:



Lori Bunn, Secretary

SECRETARY'S CERTIFICATE

I, LORI BUNN, Secretary of the Board of Directors of Tehachapi-Cummings County Water District, hereby certify as follows:

The foregoing is a full, true and correct copy of a resolution duly adopted at a regular meeting of the Board of Directors of the District duly and legally held at the regular meeting place thereof on January 15, 2014. All of the members of the Board of Directors received due notice of the meeting and a majority thereof was present. At the meeting the resolution was adopted by the following vote:

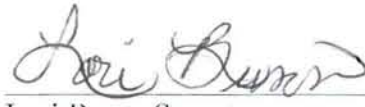
AYES: Cowan, Hadley, Hall, Prel and Schultz

NOES: None

ABSTAIN: None

ABSENT: None

ATTEST:



Lori Bunn, Secretary

(SEAL.)

Tehachapi-Cummings County Water District
 Recommended Changes to FY 2013-14 Final Adopted Budget

| | | Account Description | Amount | Notes |
|--------------------------|--|---------------------|-------------------|---|
| General Fund (70) | | | | |
| Revenues | | | | |
| Operating Revenues | | | | |
| 40105 | Water Sales - Surplus | | \$ 189,900 | Granite's 2014 banked water sale |
| 40128 | Reimbursement-Groundwater Studies | | <u>86,600</u> | Cummings Basin stakeholders' share |
| | Change to operating revenue | | <u>276,500</u> | |
| Nonoperating Revenues | | | | |
| 40244 | Reimbursement-New Connections | | <u>19,500</u> | Crystal Organic turnout |
| | Change to nonoperating revenue | | <u>19,500</u> | |
| | Change to revenues | | <u>\$ 296,000</u> | |
| Expenditures | | | | |
| Salaries & Benefits | | | | |
| 50131-AD | Retiree Medical Annual Req'd Contribution | | <u>3,000</u> | New actuarial valuation shows higher contrib. |
| | Change to salaries & benefits | | <u>3,000</u> | |
| Operations & Maintenance | | | | |
| 50216-AD | Legal Fees | | 50,000 | Oak Tree Affiliates litigation |
| 50244-PP | Electricity-Pumping | | 28,000 | More groundwater pumped for wheeling |
| 50249-AD | Source of Supply | | <u>240,000</u> | 958 AF purchased under 2-year DWR program |
| | Change to operations & maintenance | | <u>318,000</u> | |
| Capital Outlay | | | | |
| Various | Various (see attached page) | | 10,000 | Bold items have been modified |
| 50482-AD | Groundwater Studies | | <u>130,000</u> | Cummings Basin Groundwater Model update |
| | Change to capital outlay | | <u>140,000</u> | |
| | Change to expenditures | | <u>\$ 461,000</u> | |
| Transfers | | | | |
| | From Gen. Fd. (70) to Emissions Reduction (83) | | \$ 518,100 | Sufficient money on deposit with Union Bank |
| Working Capital | Beginning Balance on 7/1/13 | | \$ 130,000 | Updated to match audited figures |

TEHACHAPI - CUMMINGS COUNTY WATER DISTRICT
CAPITAL EXPENDITURE BUDGET FY 2013-14

| Fund / Department | Approved | Revised | Purpose of Expenditure |
|--------------------------|-------------------------|-------------------------|--|
| General / Administration | | | |
| 50455-AD | 33,000 | 38,000 | Phone system & data infrastructure- office |
| 50456-AD | 5,000 | 5,000 | Carpet - office |
| 50457-AD | 10,000 | 10,000 | Storage tank - office potable water system |
| 50482-AD | - | 130,000 | Cummings Basin Groundwater Model update |
| Subtotal | <u>\$ 48,000</u> | <u>\$ 183,000</u> | |
| | | | |
| General / Pipeline | | | |
| 50451-PI | 27,000 | 27,000 | 3/4-ton service truck |
| 50452-PI | 22,000 | 22,000 | Shop/storage building construction (P/Y carryover) |
| 50452-PI | 50,000 | 50,000 | Storage building interior improvements |
| 50452-PI | 125,000 | 125,000 | Paving - storage building perimeter and office parking |
| 50455-PI | 100,000 | 100,000 | 10-wheel dump truck w/ 40,000 pound trailer |
| 50455-PI | 15,000 | 35,000 | Forklift (reconditioned) |
| 50485-PI | 10,000 | 10,000 | Backup pump - Stilling well at reservoir |
| Subtotal | <u>\$ 349,000</u> | <u>\$ 369,000</u> | |
| | | | |
| General / Pumping | | | |
| 50411-PP | 195,000 | 195,000 | New pumps (3) |
| 50412-PP | 25,000 | 17,000 | Back wash filters - Plants 1-4 |
| 50412-PP | 10,000 | 10,000 | Replace elevated oil storage tanks - Plants 1 & 4 |
| 50412-PP | 16,000 | 16,000 | Containment around exterior oil tanks - Plants 1-4 |
| 50412-PP | 20,000 | 15,000 | Soft starter - Pump Plant 5 |
| 50413-PP | 10,000 | 8,000 | Ethernet radios for stations (2 spares) |
| 50413-PP | 10,000 | 10,000 | Power supplies - Plants 1 & 2 |
| 50445-PP | 20,000 | 20,000 | Mag meters (4) - Plants 2 & 3 |
| 50451-PP | 46,000 | 46,000 | 1-ton stakebed truck w/ liftgate |
| Subtotal | <u>\$ 352,000</u> | <u>\$ 337,000</u> | |
| District Total | <u><u>\$749,000</u></u> | <u><u>\$889,000</u></u> | |

Tehachapi-Cummings County Water District
 Recommended Changes to FY 2013-14 Final Adopted Budget

| Account Description | Amount | Notes |
|------------------------------------|---------------------|-------------------------|
| State Payment Fund (82) | | |
| Expenditures | | |
| Operations & Maintenance | | |
| 50241 Source of Supply | (150,000) | Credits from KCWA & DWR |
| Change to operations & maintenance | <u>(150,000)</u> | |
| Change to expenditures | <u>\$ (150,000)</u> | |

| Account Description | Amount | Notes |
|--|-----------|---|
| Emissions Reduction Debt Service (83) | | |
| Transfers | | |
| From Gen. Fd. (70) to Emissions Reduction (83) | (518,100) | Sufficient money on deposit with Union Bank |