

South Island Public Service District

Fiscal Year 2025

Proposed Budget & Five-Year Capital Plan



The proposed FY25 budget is designed to be viewed online. Online viewing of this document includes interactive graphs which contain additional information. The printed version contains all budget numbers, the five-year capital plan, proposed rates and all narrative sections found in the online version, however some of the data on the graphs is not visible in the printed version. To view a copy of the budget online, please visit www.sipsd.com and click on the link for the budget or navigate to https://stories.opengov.com/sipsd/389cca95-54e1-48e9-9e49-e3e6775a47c7/published/WHfv1uO_P to go directly to the budget document.

For additional information related to this budget, please contact:

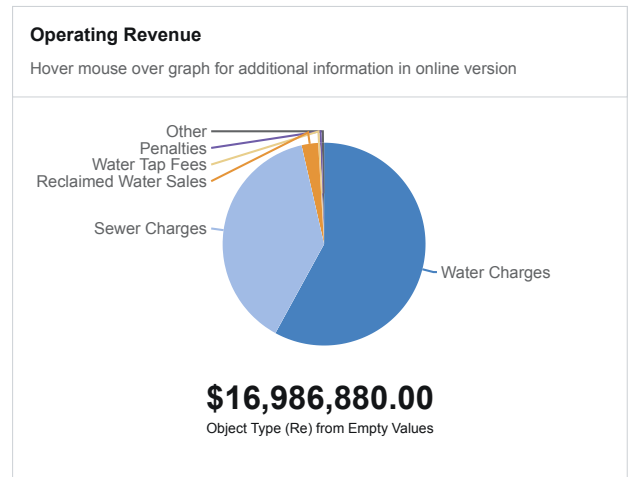
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Finance Director
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Finance Director's Budget Review

The attached FY25 proposed budget has been prepared by management of the District for your review and acceptance. We have prepared this budget using a fiscally conservative approach, while also planning for rising costs of goods, fuel and services in the current economic environment.

Operating Revenue

The proposed FY25 operating revenue budget includes an increase of 10% or \$1.6M over the FY24 budget. This increase is primarily due to the implementation of the fourth year of water & sewer rate increases used to fund major water infrastructure improvements across the District. The water use revenue budget is up 12% and sewer use revenue budget is up 8% as proposed by the District's rate consultant in the latest rate study.

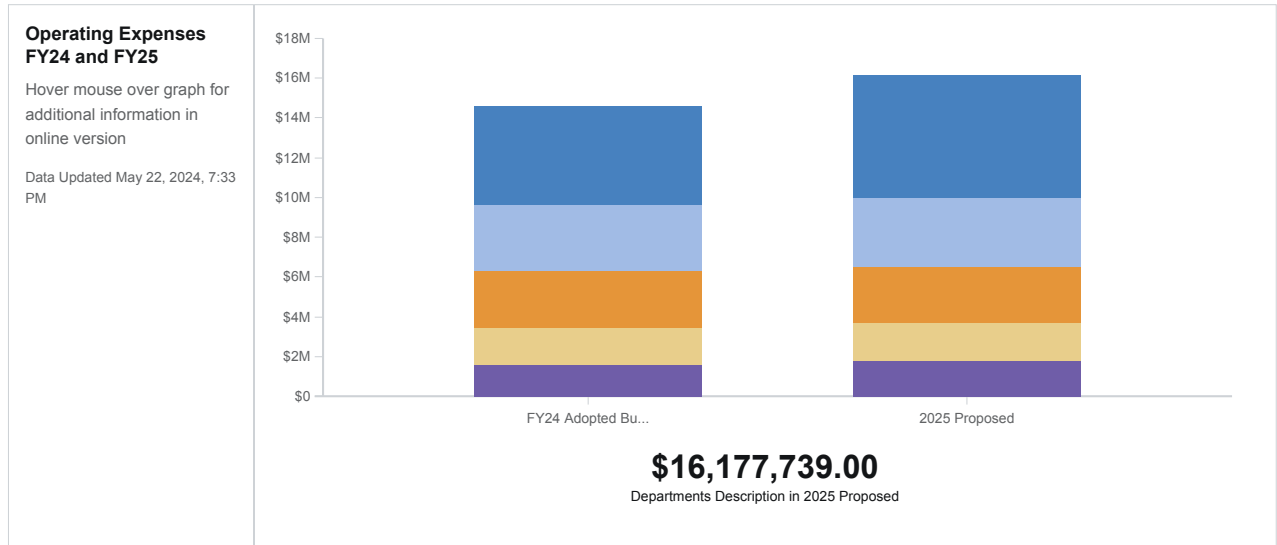


Operating Expenses

Overall, operating expenses have increased in the FY25 budget by 10% or \$1.55M between the FY24 approved and FY25 proposed budgets. These increases are primarily due to an increase in depreciation cost due to completed projects during FY24, a slight increase due to inflation in the current market for goods and supplies, an increase in healthcare premiums of approximately 11% by the State health plan, and salary adjustments for employees. We continue to work diligently to implement efficiencies and costs saving measures where possible.

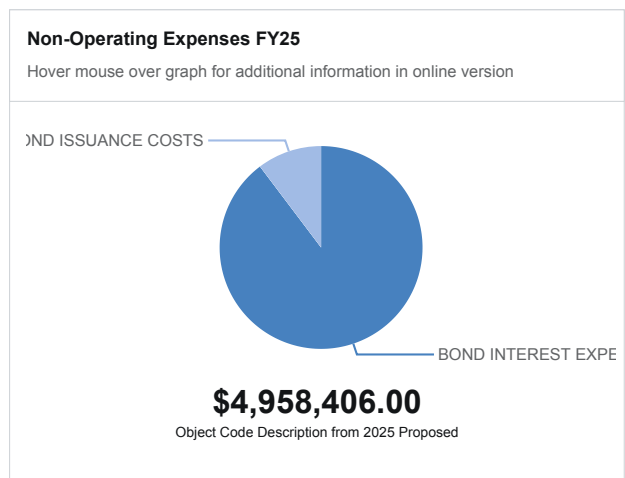
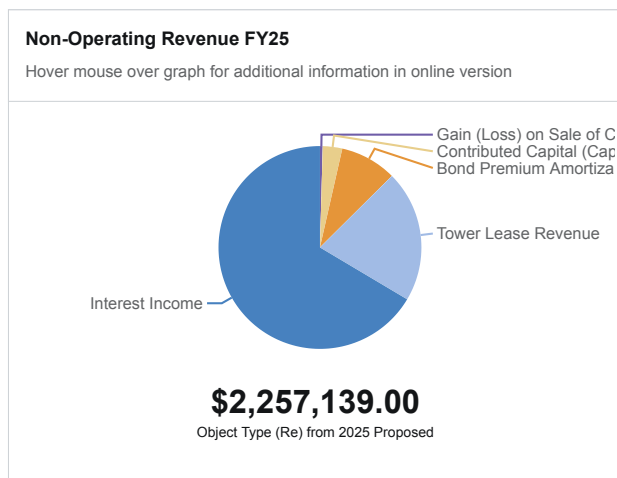
The extensive capital program has put significant strain on our supervisory and executive management staff with

substantial increases in workload required with the ongoing capital projects. We are making every effort to maintain a level staffing position and have prepared a budget without any additional staff requested for FY25. In order to maintain operations with current staffing levels while undertaking a major capital infrastructure plan, we are actively upgrading the District's technological capabilities to improve day-to-day efficiencies in operations. Technological advances and improvements in efficiencies allow us to do more work with the same number of staff, thus keeping operating costs down as much as possible over time. Additionally, we are focusing on enhancing our cyber and network security in the FY25 budget due to increased cyber attacks on water utilities nationwide.



Non-Operating Revenues & Expenses

Non-Operating Revenues show an increase of \$540K, primarily related to interest income from the investment of bond proceeds while projects are under construction. An increase in non-operating expenses totaling \$1.2M is the result of increased bond interest expense and bond issuance costs expected in FY25 for the planned Series 2024 bond issue.



Capital Outlay

Capital outlay budgeted for FY25 totals approximately \$50M and includes \$49M in infrastructure improvements and \$1M in other capital assets. Capital project estimates will continue to fluctuate as we complete design and engineering while dealing with a steep inflationary construction cost market. As revised cost estimates are projected, the five-year capital plan will be updated and provided to the Board throughout the fiscal year.

Cash Balances

Projected cash on hand at the end of FY24 is approximately \$45M and \$38M at the end of FY25. We anticipate another bond issue in late 2024 to fund the remaining capital infrastructure improvement plan, however cash balances will continue to decrease over the next two years as we complete the capital improvement plan.

Operating Income & Change in Net Position

Operating income in FY25 is projected at approximately \$809K and currently supports our day to day District operations. Overall however, a decrease in net position of \$1.9M is expected. This budgeted decrease in net position (loss) is due to the significant increase in bond interest payments for the 2022 and anticipated 2024 Series bond issues, as well as bond issuance costs. A positive net operating cash flow is expected of \$2.72M, which is calculated by adding non-cash transactions (depreciation) and subtracting cash payments for debt principal to the change in net position. This calculation can be found on the bottom of the "Budget Statement of Revenues & Expenses".

A 2024 bond issue, anticipated rate increases, and significant increases in bond interest and depreciation expense will result in large fluctuations in our net position over the next several years. We are working closely with our rate consultant and financial advisor to ensure we have strong cash reserves to fund future debt service, operations and emergency needs. The fourth year of water and sewer rate increases will be implemented in July 2024 and details of those rate changes can be found in the "Rate Changes" section of this budget document.

Budget Statement of Revenues, Expenses, and Changes in Net Position

For the Fiscal Years Ending June 30, 2024 and 2025

	ADOPTED BUDGET	FY24 YTD TOTALS	PROPOSED BUDGET		
	FY2024	FY2024	FY2025	\$ Variance	% Variance
Operating Revenues					
Water Charges	\$8,792,000	\$7,766,046	\$9,847,040	\$1,055,040	12%
Sewer Charges	\$6,048,000	\$5,001,451	\$6,531,840	\$483,840	8%
Water Tap Fees	\$50,000	\$65,335	\$50,000	\$0	0%
Sewer Tap Fees	\$20,000	\$50,250	\$20,000	\$0	0%
Reclaimed Water Sales	\$400,000	\$372,540	\$448,000	\$48,000	12%
Reconnection Fees	-	\$15,450	\$10,000	\$10,000	-
Penalties	\$50,000	\$44,015	\$50,000	\$0	0%
Field Work	\$15,000	\$14,266	\$10,000	-\$5,000	-33%
Miscellaneous	\$20,000	\$20,310	\$20,000	\$0	0%
OPERATING REVENUES TOTAL	\$15,395,000	\$13,349,663	\$16,986,880	\$1,591,880	10%
Operating Expenses					
WATER	\$2,881,020	\$2,161,735	\$2,863,167	-\$17,853	-1%
SEWER	\$1,573,148	\$1,518,512	\$1,759,027	\$185,879	12%
WWTP	\$1,848,535	\$1,464,589	\$1,884,470	\$35,935	2%
ADMIN	\$3,321,687	\$2,524,672	\$3,421,075	\$99,388	3%
OTHER COSTS	\$5,000,000	\$3,908,306	\$6,250,000	\$1,250,000	25%
OPERATING EXPENSES TOTAL	\$14,624,390	\$11,577,815	\$16,177,739	\$1,553,349	11%
Operating Income (Loss)	\$770,610	\$1,771,848	\$809,141	-	-
Non-Operating Revenues					
TOWER LEASE REVENUE	\$473,950	\$515,583	\$473,950	\$0	0%
INTEREST INCOME	\$1,000,000	\$2,229,172	\$1,500,000	\$500,000	50%
BOND PREMIUM AMORTIZATION	\$203,189	\$43,773	\$203,189	\$0	0%
CAPACITY FEES	\$40,000	\$122,470	\$70,000	\$30,000	75%
GAIN/LOSS ON DISP OF CAP ASSET	-	\$53,000	\$10,000	\$10,000	-
NON-OPERATING REVENUES TOTAL	\$1,717,139	\$2,963,997	\$2,257,139	\$540,000	31%
Non-Operating Expenses					
BOND ISSUANCE COSTS	-	\$10,035	\$510,000	\$510,000	-
BOND INTEREST EXPENSE	\$3,775,306	\$3,768,581	\$4,448,406	\$673,100	18%
NON-OPERATING EXPENSES TOTAL	\$3,775,306	\$3,778,616	\$4,958,406	\$1,183,100	31%
Non-Operating Income (Loss)	-\$2,058,167	-\$814,619	-\$2,701,267	-	-
Change in Net Position	-\$1,287,557	\$957,229	-\$1,892,126	-	-

ACCRUAL TO CASH ADJUSTMENTS:

Debt Service principal payments	\$ (1,430,000)
Bond premium & deferred outflows	(203,189)
Depreciation	<u>6,250,000</u>
NET OPERATING CASH FLOW:	2,724,685
Series 2024 Bond Issue	40,000,000
Capital Expenditures	<u>(49,899,967)</u>
Estimated Total Net Change in Cash	(7,175,282)

Projected cash on hand at 06/30/2024	45,108,000
Projected cash on hand at 06/30/2025	<u>\$37,932,718</u>

Water Department

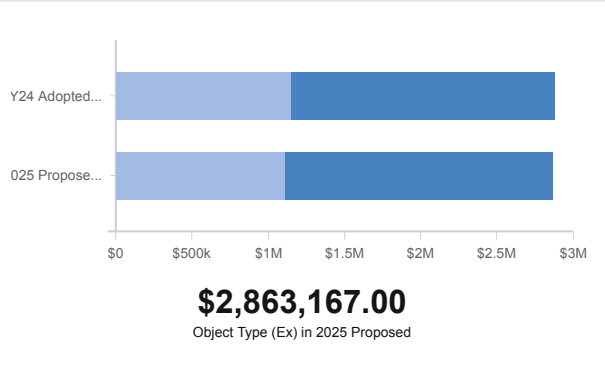
Water Department Significant Changes

Water operations: 1% decrease or \$18K

- One person was moved from water to sewer operations in the FY25 budget
- Increase in operating costs totaling \$25,000 including R&M and Vehicle O&M

Water Budget Changes FY24 to FY25

Hover mouse over sections of graph for additional information in online version



Water Department Budget Summary

PERSONNEL

Includes 10 full time employees' salaries, benefits and related expenses

REPAIR & MAINTENANCE OF DISTRIBUTION SYSTEM

Waterline repairs and asphalt patches

Meter upgrades and replacements

Water taps and valve maintenance

Hydrant flow testing and maintenance

Underground utility locating services

GAC TREATMENT

Rental and media exchange of the Granulated Activated Carbon system installed at the Forest Beach well to mitigate salt-water intrusion

RO GENERATOR O&M

Maintenance and fuel for the RO plant generator

REGULATORY FEES & COMPLIANCE

Annual DHEC permit and drinking water fees, Beaufort County stormwater fees, stack testing

CHEMICALS & RO CHEMICALS

Chlorine and salt used in the potable water system, ASR Facilities and RO Process

LAB SUPPLIES

Supplies used to monitor the water system

VEHICLE O&M

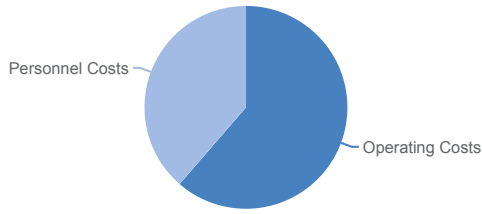
30% of fuel, repair and maintenance costs of all vehicles

WATER QUALITY MONITORING

All testing required for permit compliance, split sampling, process control and responding to customer concerns

Ratio of Operating to Personnel Costs

Hover mouse over sections of graph for additional information in online version

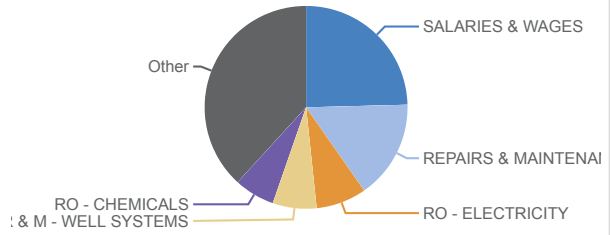


\$2,863,167.00

Object Type (Ex) from Operating Costs - Personnel Costs

Expense Accounts

Hover mouse over sections of graph for additional information in online version



\$2,863,167.00

Object Code Description from Operating Costs - Personnel Costs

Water Department Budget Detail

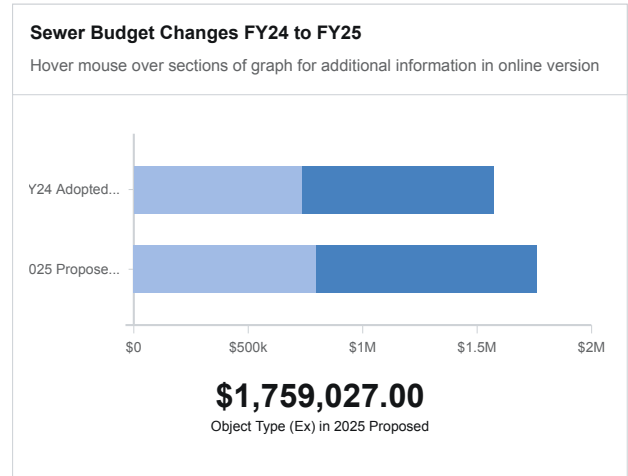
	ADOPTED BUDGET	FY24 ACTUALS YTD	PROPOSED BUDGET	
	FY2024	FY2024	FY2025	% Change
Expenses				
Personnel Costs				
SALARIES & WAGES	\$730,712	\$549,319	\$703,906	-4%
OVERTIME	\$32,500	\$32,510	\$39,500	22%
PAYROLL TAXES	\$58,385	\$44,620	\$56,871	-3%
SC RETIREMENT	\$128,660	\$95,168	\$116,725	-9%
HEALTH & LIFE PLAN COSTS	\$162,183	\$138,937	\$152,585	-6%
UNIFORMS	\$8,080	\$7,892	\$8,080	0%
OTHER BENEFITS	\$1,500	\$1,891	\$1,500	0%
POST EMPLOYMENT BENEFITS	\$27,000	\$19,440	\$27,000	0%
PERSONNEL COSTS TOTAL	\$1,149,020	\$889,776	\$1,106,167	-4%
Operating Costs				
OTHER PROFESSIONAL SERVICES	\$2,000	-	\$2,000	0%
REPAIRS & MAINTENANCE	\$450,000	\$319,429	\$450,000	0%
R & M - WELL SYSTEMS	\$200,000	\$114,441	\$200,000	0%
GAC TREATMENT	\$120,000	\$95,514	\$120,000	0%
RO - REPAIRS & MAINTENANCE	\$125,000	\$47,568	\$140,000	12%
RO GENERATOR O&M	\$62,000	\$80,748	\$62,000	0%
SAFETY SUPPLIES / TRAINING	\$12,000	\$7,643	\$12,000	0%
REGULATORY FEES / COMPLIANCE	\$60,000	\$35,109	\$60,000	0%
ELECTRICITY	\$165,000	\$141,132	\$165,000	0%
RO - ELECTRICITY	\$230,000	\$198,121	\$230,000	0%
CHEMICALS	\$53,000	\$52,028	\$53,000	0%
RO - CHEMICALS	\$185,000	\$122,654	\$185,000	0%
LABORATORY SUPPLIES	\$12,000	\$5,633	\$12,000	0%
VEHICLE O&M	\$50,000	\$49,206	\$60,000	20%
WATER QUALITY MONITORING	\$5,000	\$2,731	\$5,000	0%
MISCELLANEOUS EXPENSE	\$1,000	-	\$1,000	0%
OPERATING COSTS TOTAL	\$1,732,000	\$1,271,959	\$1,757,000	1%
EXPENSES TOTAL	\$2,881,020	\$2,161,735	\$2,863,167	-1%

Sewer Department

Sewer Department Significant Changes

Sewer operations: 12% increase or \$186K

- One person was moved from water to sewer operations in the FY25 budget
- Increase in chemical costs by \$65K



Sewer Department Budget Summary

PERSONNEL

Includes 9 full-time employees' salaries, benefits and related expenses

REPAIRS AND MAINTENANCE

Maintenance of pump station controls, panels and equipment

Smoke testing of sewer system

Repair supplies and minor tools

Fuel, maintenance, service and extended warranties for generators at pump stations

Maintenance and repair of gravity and force-main sewer networks

Calibration and repair of electronic instrumentation

Maintenance and repair of the SCADA system control panels and variable frequency drives

Rehabilitation of manholes, inspections, internal coatings and lids

Signage & warning labels at pump stations and electrical panels

Upkeep of pump station facilities, landscaping, roofs and fences

REGULATORY FEES & COMPLIANCE

Beaufort County stormwater fees

CHEMICALS

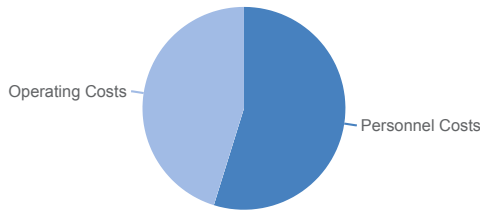
Bioxide used for odor and corrosion control

VEHICLE O&M

40% of fuel, repair and maintenance costs of vehicles and annual upkeep of the sewer vac truck, sewer camera van, and boom trucks

Ratio of Operating to Personnel Costs

Hover mouse over sections of graph for additional information in online version

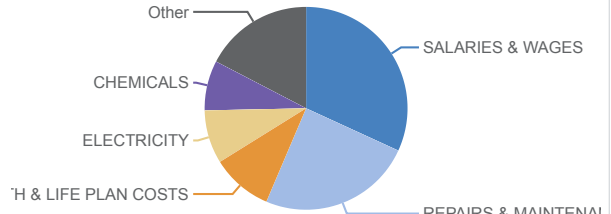


\$1,759,027.00

Object Type (Ex) from Operating Costs - Personnel Costs

Expense Accounts

Hover mouse over sections of graph for additional information in online version



\$1,759,027.00

Object Code Description from Operating Costs - Personnel Costs

Sewer Department Budget Detail

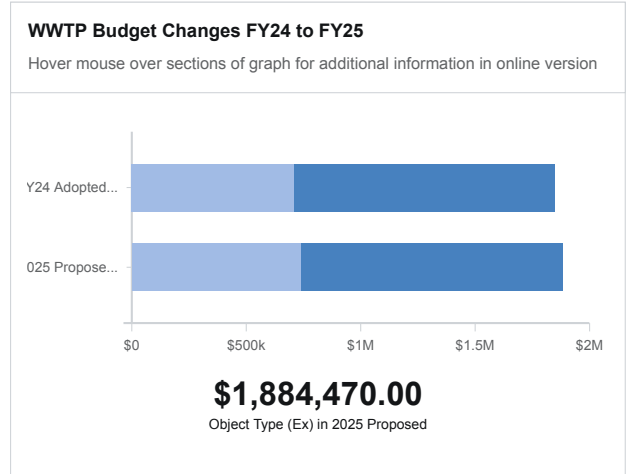
	ADOPTED BUDGET	FY24 ACTUALS YTD	PROPOSED BUDGET	
	FY2024	FY2024	FY2025	% Change
Expenses				
Personnel Costs				
SALARIES & WAGES	\$497,549	\$446,957	\$560,176	13%
OVERTIME	\$37,000	\$44,503	\$44,500	20%
PAYROLL TAXES	\$40,893	\$32,156	\$46,258	13%
SC RETIREMENT	\$89,932	\$82,009	\$93,761	4%
HEALTH & LIFE PLAN COSTS	\$129,664	\$151,185	\$171,222	32%
UNIFORMS	\$7,610	\$8,065	\$7,610	0%
OTHER BENEFITS	\$1,500	\$1,471	\$1,500	0%
POST EMPLOYMENT BENEFITS	\$39,000	\$31,320	\$39,000	0%
PERSONNEL COSTS TOTAL	\$843,148	\$797,667	\$964,027	14%
Operating Costs				
OTHER PROFESSIONAL SERVICES	\$2,000	\$80	\$2,000	0%
REPAIRS & MAINTENANCE	\$432,000	\$392,344	\$432,000	0%
SAFETY SUPPLIES / TRAINING	\$7,500	\$5,654	\$7,500	0%
REGULATORY FEES / COMPLIANCE	\$2,500	\$2,602	\$2,500	0%
ELECTRICITY	\$150,000	\$123,375	\$150,000	0%
CHEMICALS	\$75,000	\$130,986	\$140,000	87%
VEHICLE O&M	\$60,000	\$65,739	\$60,000	0%
MISCELLANEOUS EXPENSE	\$1,000	\$65	\$1,000	0%
OPERATING COSTS TOTAL	\$730,000	\$720,845	\$795,000	9%
EXPENSES TOTAL	\$1,573,148	\$1,518,512	\$1,759,027	12%

Wastewater Treatment Plant

WWTP Significant Changes

WWTP operations: 2% increase or \$36K

- Increase in biosolid disposal costs of \$50K
- Increase in R&M costs of \$10K
- Increase in chemical costs of \$10.5K
- Decrease of \$60K in generator costs



WWTP Budget Summary

PERSONNEL

Includes 6 full-time employees' salaries, benefits and related expenses.

REPAIRS AND MAINTENANCE

Facilities repair supplies and minor tools

Repair of all pumps, variable frequency drives, and the aeration system

Chlorination systems, electric controls and motor control centers

Maintenance contracts for flow meters, electronic instrumentation, and the SCADA system

BIOSOLIDS

Biosolid thickening chemicals, storage and disposal

GENERATOR O&M

Fuel, maintenance, and warranty service for the wastewater treatment plant generator

REGULATORY FEES & COMPLIANCE

DHEC discharge permit fees, Beaufort County stormwater permits and fees, annual lab certification, stack testing

CHEMICALS

Chlorine

VEHICLE O&M

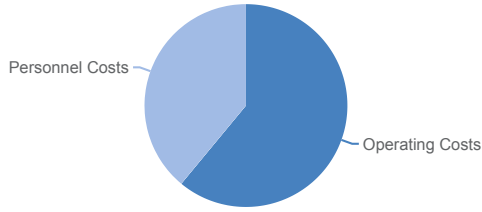
20% of fuel, repair and maintenance costs of all vehicles

WASTEWATER QUALITY MONITORING

Expenses for sampling and testing of sludge and wetlands discharge as required for compliance and permit renewals

Ratio of Operating to Personnel Costs

Hover mouse over sections of graph for additional information in online version

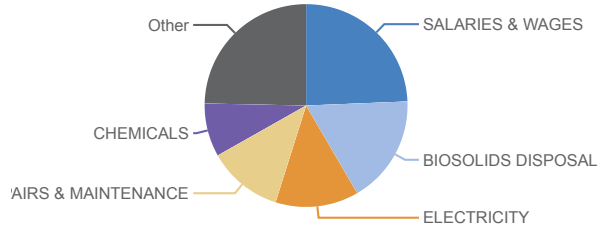


\$1,884,470.00

Object Type (Ex) from Operating Costs - Personnel Costs

Expense Accounts

Hover mouse over sections of graph for additional information in online version



\$1,884,470.00

Object Code Description from Operating Costs - Personnel Costs

WWTP Budget Detail

	ADOPTED BUDGET	FY24 ACTUALS YTD	PROPOSED BUDGET	
	FY2024	FY2024	FY2025	% Change
Expenses				
Personnel Costs				
SALARIES & WAGES	\$444,613	\$332,534	\$458,954	3%
OVERTIME	\$29,800	\$26,439	\$34,800	17%
PAYROLL TAXES	\$36,294	\$24,378	\$37,773	4%
SC RETIREMENT	\$79,700	\$61,849	\$75,902	-5%
HEALTH & LIFE PLAN COSTS	\$88,168	\$88,052	\$96,581	10%
UNIFORMS	\$5,460	\$4,782	\$5,460	0%
OTHER BENEFITS	\$1,500	\$1,471	\$1,500	0%
POST EMPLOYMENT BENEFITS	\$24,000	\$18,360	\$24,000	0%
PERSONNEL COSTS TOTAL	\$709,535	\$557,866	\$734,970	4%
Operating Costs				
OTHER PROFESSIONAL SERVICES	\$2,000	-	\$2,000	0%
REPAIRS & MAINTENANCE	\$215,000	\$127,748	\$225,000	5%
SAFETY SUPPLIES / TRAINING	\$5,500	\$4,068	\$5,500	0%
REGULATORY FEES / COMPLIANCE	\$48,000	\$14,745	\$48,000	0%
ELECTRICITY	\$250,000	\$210,240	\$250,000	0%
CHEMICALS	\$150,000	\$139,854	\$160,500	7%
LABORATORY SUPPLIES	\$25,000	\$18,245	\$25,000	0%
VEHICLE O&M	\$30,000	\$28,408	\$30,000	0%
WATER QUALITY MONITORING	\$7,500	\$8,204	\$7,500	0%
MISCELLANEOUS EXPENSE	\$1,000	-	\$1,000	0%
BIOSOLIDS DISPOSAL	\$275,000	\$315,871	\$325,000	18%
GENERATOR O&M	\$130,000	\$39,339	\$70,000	-46%
OPERATING COSTS TOTAL	\$1,139,000	\$906,723	\$1,149,500	1%
EXPENSES TOTAL	\$1,848,535	\$1,464,589	\$1,884,470	2%

Administration Department

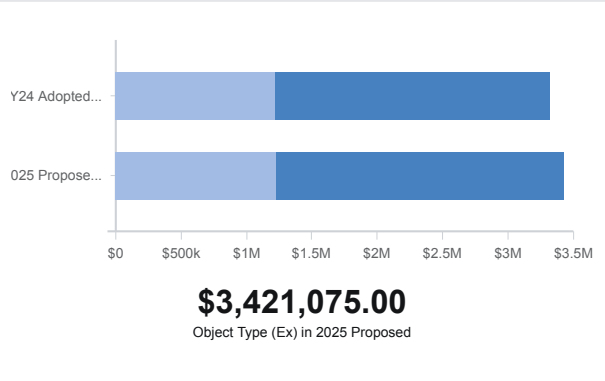
Admin Department Significant Changes

Administration operations: 3% increase or \$99K

- Operating cost- net increase of \$12K; Personnel- net increase of \$87K
- Increase of \$50K in other professional services for bond issuance and network and cyber security enhancements
- Decrease of \$120K in insurance costs because the Insurance Reserve Fund of South Carolina no longer insures underground assets. District Management is currently working on an insurance study to maintain compliance with the bond resolution.

Admin Budget Changes FY24 to FY25

Hover mouse over sections of graph for additional information in online version



Administration Department Budget Summary

PERSONNEL

Includes 13 full-time employees' salaries, benefits and related expenses

OTHER PROFESSIONAL SERVICES

Outsourcing of utility bill printing

Rate consultants, financial advisors, human resource consultants, IT/ cyber consultants

BUILDING REPAIRS & MAINTENANCE

HVAC, lighting, painting, parking lot, landscaping and fountain maintenance

INSURANCE

Property & liability, tort, automobile, and worker's compensation policies

COMPUTER SOFTWARE & HARDWARE

Licensing, updates & maintenance of all software systems, website & email

IT equipment, upgrades, replacements, support & maintenance

PROFESSIONAL DEVELOPMENT

Continuing education, license renewals, training & development for all employees

Membership dues and subscriptions

COMMUNICATIONS

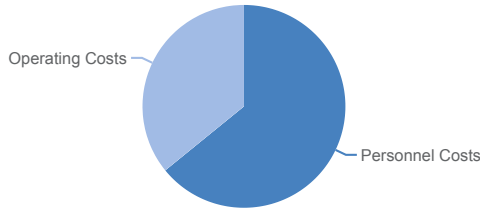
Telephone & internet services, radios, cellular phones, iPads, hot-spots, modems, SCADA & Radio FCC

VEHICLE O&M

10% of fuel, repair and maintenance costs of all vehicles

Ratio of Operating to Personnel Costs

Hover mouse over sections of graph for additional information in online version

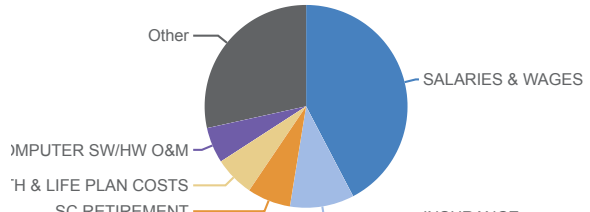


\$3,421,075.00

Object Type (Ex) from Operating Costs - Personnel Costs

Expense Accounts

Hover mouse over sections of graph for additional information in online version



\$3,421,075.00

Object Code Description from Operating Costs - Personnel Costs

Administration Department Budget Detail

	ADOPTED BUDGET	FY24 ACTUALS YTD	PROPOSED BUDGET	
	FY2024	FY2024	FY2025	% Change
Expenses				
Personnel Costs				
SALARIES & WAGES	\$1,411,519	\$1,075,481	\$1,448,071	3%
OVERTIME	-	\$7,612	\$2,000	-
PAYROLL TAXES	\$105,419	\$66,173	\$99,438	-6%
SC RETIREMENT	\$232,282	\$167,854	\$236,282	2%
HEALTH & LIFE PLAN COSTS	\$168,262	\$154,607	\$218,469	30%
UNIFORMS	\$2,040	\$494	\$2,040	0%
OTHER BENEFITS	\$2,000	\$2,221	\$2,000	0%
POST EMPLOYMENT BENEFITS	\$48,000	\$38,880	\$48,000	0%
RETIREE HEALTH INSURANCE	\$50,165	\$40,540	\$50,165	0%
COMMISSIONERS FEES	\$87,600	\$65,000	\$87,600	0%
PERSONNEL COSTS TOTAL	\$2,107,287	\$1,618,863	\$2,194,065	4%
Operating Costs				
OTHER PROFESSIONAL SERVICES	\$90,000	\$54,391	\$140,000	56%
REPAIRS & MAINTENANCE	\$59,400	\$56,542	\$68,310	15%
ELECTRICITY	\$16,000	\$13,054	\$16,000	0%
VEHICLE O&M	\$18,000	\$13,895	\$20,700	15%
MISCELLANEOUS EXPENSE	\$5,000	\$1,909	\$5,000	0%
ACCOUNTING & AUDIT FEES	\$28,000	\$24,750	\$30,000	7%
BANK CHARGES	\$5,000	\$6,609	\$9,000	80%
CREDIT CARD FEES	-	\$9,877	\$30,000	-
LEGAL COSTS	\$100,000	\$76,846	\$100,000	0%
INSURANCE	\$470,000	\$317,873	\$350,000	-26%
COMPUTER SW/HW O&M	\$185,000	\$129,149	\$195,000	5%
PROFESSIONAL DEVELOPMENT	\$85,000	\$74,633	\$100,000	18%
COMMUNICATIONS	\$75,000	\$60,701	\$85,000	13%
OFFICE SUPPLIES	\$28,000	\$21,593	\$28,000	0%
POSTAGE & FREIGHT	\$50,000	\$43,988	\$50,000	0%
OPERATING COSTS TOTAL	\$1,214,400	\$905,809	\$1,227,010	1%
EXPENSES TOTAL	\$3,321,687	\$2,524,672	\$3,421,075	3%

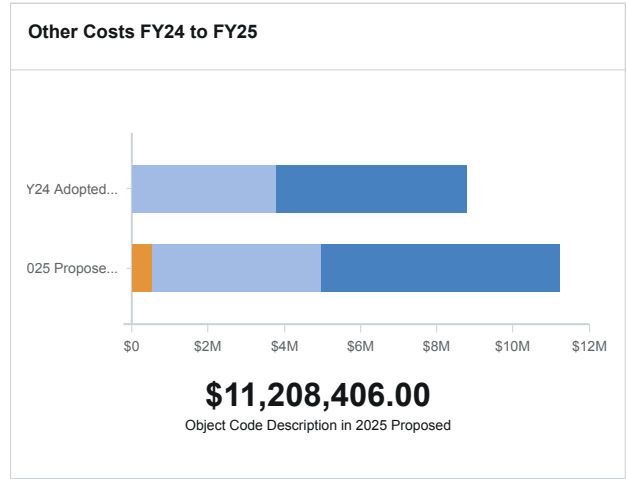
Other Costs

Non-Departmental

Other Cost Significant Changes

Other Costs: 28% increase or \$2.4M

- Increased depreciation costs due to capital improvements taking place throughout the District accounts for a 25% increase. These costs are expected to continue to increase substantially over the next two years as major capital projects are completed.
- Bond interest expense has a proposed increase of 18% with the expected additional debt service
- Additional bond issuance costs, which are expensed in the year of issuance, totaling \$510K are also included in other costs



Other Costs Budget Detail

	ADOPTED BUDGET	FY24 ACTUALS YTD	PROPOSED BUDGET	
	FY2024	FY2024	FY2025	% Change
Expenses				
Operating Costs				
DEPRECIATION EXPENSE	\$5,000,000	\$3,908,306	\$6,250,000	25%
OPERATING COSTS TOTAL	\$5,000,000	\$3,908,306	\$6,250,000	25%
Other Costs				
BOND ISSUANCE COSTS	–	\$10,035	\$510,000	–
BOND INTEREST EXPENSE	\$3,775,306	\$3,768,581	\$4,448,406	18%
OTHER COSTS TOTAL	\$3,775,306	\$3,778,616	\$4,958,406	31%
EXPENSES TOTAL	\$8,775,306	\$7,686,922	\$11,208,406	28%

Rate Changes

PROPOSED RATES
RESIDENTIAL & COMMERCIAL CUSTOMERS
BEGINNING JULY 1, 2024

NEW WATER RATES

	New Rates Effective 7/1/2024	Current Rates Effective 7/1/2023
<u>Monthly Base Charges</u>		
Single-family Residential	\$17.65	\$15.75
Multi-family Residential Unit	\$17.65	\$15.75
Commercial & Restaurant	\$53.00	\$47.23
Hotel / Motel Room ¹	\$11.00	\$9.83
Irrigation (Separate Meter)	\$17.65	\$15.75
Reclaimed Water	\$17.65	\$15.75
<u>Monthly Volumetric Charges per 1,000 gallons</u>		
Residential and Irrigation Rates ²		
Tier 1 Rate (0 - 6,000)	\$1.57	\$1.40
Tier 2 Rate (6,001 - 12,000)	\$3.56	\$3.18
Tier 3 Rate (12,001 - 20,000)	\$4.99	\$4.46
Tier 4 Rate (Above 20,000)	\$6.86	\$6.13
Commercial & Restaurant Rate	\$3.56	\$3.18
Reclaimed Water Rate	\$1.52	\$1.36

NEW SEWER RATES

	New Rates Effective 7/1/2024	Current Rates Effective 7/1/2023
<u>Monthly Base Charges</u>		
Single-family Residential	\$18.00	\$16.65
Multi-family Residential Unit	\$18.00	\$16.65
Commercial & Restaurant	\$54.00	\$49.97
Hotel / Motel Room ¹	\$11.25	\$10.41
<u>Monthly Volumetric Charges per 1,000 gallons</u>		
Standard Sewer Rate ^{2,3}	\$2.43	\$2.25
Restaurant Sewer Rate	\$4.86	\$4.50

1. Hotel / Motel accounts are billed based on the number of rooms.
2. Rates apply to single-family, multi-family, hotel/motel, and all non-restaurant commercial customer accounts
3. Single-family Residential accounts are charged the standard rate for the first 12,000 gallons of monthly metered water use only.

Five-Year Capital Plan

FY25 - FY29 Proposed Capital

Five-Year Capital Plan

The District's five-year capital plan is a working document that is updated as additional capital needs are recognized. The purpose of this plan is to provide a medium-term look at planned capital project needs. We are currently undergoing a major capital water infrastructure expansion which is being funded through revenue bonds. The bonded projects are expected to be completed in fiscal year 2026. In addition to the bonded projects, the District plans for cash funded projects annually to keep the water and sewer systems upgraded and in good repair.

Wexford Cretaceous Well Drilling



Wexford Cretaceous Well Chillers



Greenwood Dr. Pipelines



Bond Funded Water Infrastructure Projects

CAPITAL REQUEST	Project Estimate	Spent (Estimate)	Remaining Estimate	FY25 CAPITAL	FY26 CAPITAL
ALTERNATE DISINFECTION CONVERSION	\$4,375,000	\$374,350	\$4,000,650	\$400,650	\$3,600,000
CELLULAR METER UPGRADE PROJECT	\$4,700,000	\$4,700,000	\$0	\$0	\$0
CORDILLO ROWTP TO SHIPYARD PIPELINES	\$3,057,300	\$2,391,451	\$665,849	\$665,849	\$0
CRETACEOUS WELL #1 LINER REPLACEMENT	\$3,875,000	\$0	\$3,875,000	\$0	\$3,875,000
CRETACEOUS WELL #1 REHAB	\$1,998,391	\$1,998,391	\$0	\$0	\$0
GREENWOOD PLANTATION DR PIPELINES	\$17,711,872	\$12,564,932	\$5,146,940	\$5,146,940	\$0
POPE AVENUE RAW WATER LINE	\$3,661,400	\$116,719	\$3,544,681	\$3,544,681	\$0
WEXFORD CRETACEOUS WELL #2	\$22,706,052	\$19,039,548	\$3,666,504	\$3,666,504	\$0
WEXFORD PIPELINES TO ROWTP	\$8,507,482	\$3,067,560	\$5,439,922	\$5,439,922	\$0
WEXFORD ROWTP	\$43,954,720	\$2,010,812	\$41,943,908	\$20,000,000	\$21,943,908
WEXFORD ROWTP HIGH SERVICE PUMP STATION	\$4,849,936	\$4,849,936	\$0	\$0	\$0
WEXFORD ROWTP TO SHIPYARD/LONGCOVE PIPELINES	\$7,113,121	\$480,305	\$6,632,816	\$6,632,816	\$0
	\$126,510,274	\$51,594,004	\$74,916,270	\$45,497,362	\$29,418,908

Cash Funded Water Projects

CAPITAL REQUEST	Project Estimate	Spent (Estimate)	Remaining Estimate	FY25 CAPITAL	FY26 CAPITAL	FY27 CAPITAL	FY28 CAPITAL
BAYBERRY TO LAUREL WATERLINE REPLACEMENT	\$1,200,000	\$0	\$1,200,000	\$0	\$0	\$0	\$0
BEACHSIDE WATERLINES	\$1,300,000	\$0	\$1,300,000	\$0	\$0	\$0	\$1,300,000
BLACK TERN WATERLINE REPLACEMENT	\$36,500	\$3,500	\$33,000	\$33,000	\$0	\$0	\$0
CORDILLO RO#1 MEMBRANE REPLACEMENT	\$500,000	\$0	\$500,000	\$500,000	\$0	\$0	\$0
FIRE HYDRANT REPLACEMENTS	\$700,000	\$100,000	\$600,000	\$200,000	\$200,000	\$200,000	\$0
LEAD & COPPER LINE REPLACEMENT	\$350,000	\$72,230	\$277,770	\$277,770	\$0	\$0	\$0
LINE REPLACEMENT CONTINGENCY	\$500,000	\$0	\$500,000	\$100,000	\$100,000	\$100,000	\$100,000
PALMETTO BAY ALTITUDE VALVE	\$139,181	\$0	\$139,181	\$139,181	\$0	\$0	\$0
REPLACE SOUTHBEACH WATERLINES	\$1,300,000	\$0	\$1,300,000	\$0	\$0	\$1,300,000	\$0
SHIPYARD RECLAIM WATERLINE REPLACEMENT	\$1,033,011	\$33,011	\$1,000,000	\$0	\$0	\$0	\$1,000,000
WAREHOUSE MOVE AND BUILD	\$1,000,000	\$0	\$1,000,000	\$0	\$0	\$1,000,000	\$0
WATER VALVE REPLACEMENTS	\$600,000	\$149,054	\$450,946	\$100,000	\$100,000	\$100,000	\$100,000
	\$8,658,692	\$357,795	\$8,300,897	\$1,349,951	\$400,000	\$2,700,000	\$2,500,000

CAPITAL REQUEST	FY29 CAPITAL
BAYBERRY TO LAUREL WATERLINE REPLACEMENT	\$1,200,000
BEACHSIDE WATERLINES	\$0
BLACK TERN WATERLINE REPLACEMENT	\$0
CORDILLO RO#1 MEMBRANE REPLACEMENT	\$0
FIRE HYDRANT REPLACEMENTS	\$0
LEAD & COPPER LINE REPLACEMENT	\$0
LINE REPLACEMENT CONTINGENCY	\$100,000
PALMETTO BAY ALTITUDE VALVE	\$0
REPLACE SOUTHBEACH WATERLINES	\$0
SHIPYARD RECLAIM WATERLINE REPLACEMENT	\$0
WAREHOUSE MOVE AND BUILD	\$0
WATER VALVE REPLACEMENTS	\$100,000
	\$1,400,000

Cash Funded Sewer Projects

CAPITAL REQUEST	Project Estimate	Spent (Estimate)	Remaining Estimate	FY25 CAPITAL	FY26 CAPITAL	FY27 CAPITAL	FY28 CAPITAL
BEACHWALK FORCEMAIN REROUTE	\$825,000	\$0	\$825,000	\$0	\$0	\$0	\$825,000
CONTROL PANEL UPGRADES (3) LC04, WX01, & SP10	\$257,750	\$0	\$257,750	\$257,750	\$0	\$0	\$0
FB LS 07 - REHAB & (3) MANHOLE REHABS	\$240,218	\$0	\$240,218	\$240,218	\$0	\$0	\$0
FB LS 09 - REHAB & (8) MANHOLE REHABS	\$412,109	\$0	\$412,109	\$412,109	\$0	\$0	\$0
FB LS 10 - REHAB & (9) MANHOLE REHABS	\$419,151	\$0	\$419,151	\$419,151	\$0	\$0	\$0
MANHOLE REHAB	\$400,000	\$75,000	\$325,000	\$100,000	\$75,000	\$75,000	\$75,000
SEWER FORCEMAIN FROM SEA PINES #3 TO SEA PINES #2	\$2,500,000	\$0	\$2,500,000	\$200,000	\$2,300,000	\$0	\$0
SP LS 39 UPGRADE - (4) MANHOLE REHABS - VOLTAGE UPGRADE	\$390,028	\$0	\$390,028	\$390,028	\$0	\$0	\$0
	\$5,444,256	\$75,000	\$5,369,256	\$2,019,256	\$2,375,000	\$75,000	\$900,000

Cash Funded Wastewater Treatment Plant Projects

CAPITAL REQUEST	Project Estimate	Spent (Estimate)	Remaining Estimate	FY25 CAPITAL	FY26 CAPITAL	FY27 CAPITAL
RECLAIMED WATER PUMP STATION & NEW BUILDING AT WWTP	\$1,200,000	\$0	\$1,200,000	\$0	\$0	\$1,200,000
WWTP CONTROL PANEL REPLACEMENTS	\$76,500	\$0	\$76,500	\$76,500	\$0	\$0
WWTP EQ CATWALK REHAB	\$35,000	\$0	\$35,000	\$35,000	\$0	\$0
	\$1,311,500	\$0	\$1,311,500	\$111,500	\$0	\$1,200,000

FY25 Capital Equipment

CAPITAL REQUEST	FY25 CAPITAL
WWTP HVAC REPLACEMENT	\$21,000
TRUCK REPLACEMENTS	\$220,000
TRACER LINE & GPS LOCATOR	\$3,700
POSTAGE MACHINE	\$3,750
PORTABLE AIR COMPRESSOR	\$33,000
NETWORK UPGRADE-SERVER	\$22,000
NETWORK FIREWALLS	\$7,200
GENERATOR AT 2 GENESTA	\$410,068
DUAL REEL JETER TRAILER W/ EQUIPMENT	\$151,180
-SMALL ASSETS & PROJECTS	\$50,000
	\$921,898

Capital Totals by Funding Source

Funding Source	Project Estimate	Spent (Estimate)	Remaining Estimate	FY25 CAPITAL	FY26 CAPITAL	FY27 CAPITAL	FY28 CAPITAL
Cash Funded	\$18,358,346	\$432,795	\$17,925,551	\$4,402,605	\$3,286,000	\$4,486,000	\$3,900,000
Bond Funded	\$126,510,274	\$51,594,004	\$74,916,270	\$45,497,362	\$29,418,908	\$0	\$0
	\$144,868,620	\$52,026,799	\$92,841,821	\$49,899,967	\$32,704,908	\$4,486,000	\$3,900,000

Funding Source	FY29 CAPITAL
Cash Funded	\$1,900,000
Bond Funded	\$0
	\$1,900,000

Wexford Casing Setting



Cordillo Waterline



High Service Pump Station

