



FY2022-2023 BUDGET

TABLE OF CONTENTS

General Manager/Assistant General Manager's letter	1
Budget Summary	5
Operating Fund.....	6
Construction Fund	10
I&S Fund.....	13
Repair/Replacement Fund	16
Future Development Fund.....	19
Impact Fee Fund.....	22
Reserve Fund.....	25
Rate Stabilization	27
SAWS I&S Fund.....	30
Capital Improvement Projects/Equipment 5-Year Plan	33

Schertz *Seguin*

LOCAL GOVERNMENT CORPORATION

TO: Board of Directors

FROM: Amber Beard, General Manager

SUBJECT: FY2022-23 Budget

DATE: June 10, 2022

On behalf of SSLGC staff, I present the FY2022-23 Budget for the Schertz/Seguin Local Government Corporation. The annual budget is presented to provide a comprehensive review of SSLGC's operations and services during the new fiscal year beginning on October 1, 2022.

In presenting the FY2022-23 Budget, I would like to recognize Susan Caddell, Finance Director of the City of Seguin; Clarissa Barrientes, Office Administrator; Daniel Myers, Operations Manager, and Derrik Wesch, Superintendent for their contributions to the development of the FY2022-23 Budget.

Each year's budget process offers unique challenges in presenting a balanced budget which maintains SSLGC's successful delivery of quality potable water with the least impact possible on our customers through utility rates. During FY2022-23, the Guadalupe Water Treatment Plant anticipated to come online which is reflected in the in presented budget. The specific budgets are presented in detail for your review.

Review of FY2022-23 Budget

Overall, the FY2021-22 expenditures are estimated to be lower than budget appropriations. The projected Operating Fund expenditures are \$9,606,897 which is \$61,902 below budgeted expenditures.

The projected FY2021-22 Operating Fund revenues are projected to be \$9,606,897 which is \$289,311 below the budgeted revenues.

FY2022-23 Operating Fund Revenues

When compared to FY2021-22, the projected FY2022-23 Operating Fund Revenues show an increase of \$509,127 which represents an increase of 5.1%.

FY 2022-23 Operating Fund Expenditures

The FY2022-23 expenditures increased \$36,961, or 0.38% when compared to FY2021-22. Costs for personnel and benefits represent 19% of the total Operating Fund expenditures.

Significant increases in expenditures include:

<u>Item</u>	<u>Increase Amount</u>
(1) Water Leases – Guadalupe County (30.8%) This amount is due to an increase in the annual production cap approved by the Guadalupe County Groundwater Conservation District which increases SSLGC water lease payments for water rights held within Guadalupe County.	\$159,000
(2) Water Leases – Gonzales County (5.9%) This amount is due to projected increases in water lease payments for water rights held within Gonzales County.	\$128,500
(3) Chemicals (69% increase) This amount is due to substantial increases in the price of chemicals used in the water treatment process.	\$316,500

Personnel

The proposed budget includes a 3.0% cost of living increase and up to a 2.5% merit increase for SSLGC's City of Seguin employees. The proposed budget includes up to a 4% merit increase for SSLGC's City of Schertz employees. The merit increases are based on annual employee performance ratings.

Capital Improvement Projects

The proposed SSLGC Capital Improvement projects include the following projects that are recommended to be funded through:

Issuance of Revenue Bonds:

Emergency Preparedness Plan Implementation <i>These funds will be used for the purchase and installation of emergency generators for the water system and/or for radial/looped GVEC electric feeds per the Emergency Preparedness Plan.</i>	\$2,000,000
Cowey (42") & Elm Creek (36") Pipeline Projects <i>These funds will be used for the engineering & easement acquisition for the projects. (Impact Fees may also be used)</i>	\$4,500,000

Repair and Replacement Fund:

Pressure Tank Painting (Hal Baldwin Pump Station) <i>These funds will be used to sandblast and paint the pressure tank.</i>	\$87,790
--	----------

Well Lowering Project <i>These funds will be used for the lowering of two wells including the upsizing of the pumps and motors as well as the replacement of SCADA components. The project schedule includes lowering two wells each year for the next four years (Well #1 - Well #8).</i>	\$594,984
Pressure Filter Rehab Project <i>These funds will be used for the painting of SSLGC's pressure filters and the replacement of filter media and valves.</i>	\$633,745
Light Fixture Repair and Replacement – Gonzales Water Treatment Plant <i>These funds will be used to repair and replace indoor and outdoor light fixtures at the Gonzales Water Treatment Plant.</i>	\$25,000
Water Transmission Lines <i>These funds will be used for repairs on water transmission pipelines in addition to the replacement of valves as needed.</i>	\$25,000
High Service Pumps and Motors <i>These funds will be used for the repair and replacement of the high services pumps throughout the water system as needed.</i>	\$300,000
Wells Repair and Replacement <i>These funds will be used for the repair and replacement of well pumps, motors, and other well components.</i>	\$500,000
<u>Impact Fee Fund</u>	
Gonzales High Service Pump Room #1 Expansion Project <i>These funds will be used for the installation of additional pumps at the Gonzales Water Treatment Plant per the 2021 Water Model recommendations.</i>	\$2,034,000
Gonzales Surge Analysis and Surge Tank Installation <i>These funds will be used for a surge study and surge tank installation at the Gonzales Water Treatment Plant per the 2021 Water Model recommendations.</i>	\$900,000
Guadalupe Project Additional Funds <i>These funds will be used as estimated additional funds required for the completion of the Guadalupe Project after TWDB SWIFT bond funding is fully utilized.</i>	\$2,650,000

Future Development Fund:

Guadalupe Project Additional Funds \$2,000,000

These funds will be used as estimated additional funds required for the completion of the Guadalupe Project after TWDB SWIFT bond funding is fully utilized.

Solar Project (land surveys) \$50,000

These funds will be used for additional land surveying as required for the solar project.

Capital Equipment

The FY2022-23 Operating Fund includes \$10,000 for the replacement of a rail side utility trailer with a flatbed trailer.

Conclusion

The presented proposed FY2022-23 Budget represents a balanced budget which will enable the Schertz/Seguin Local Government Corporation to continue to provide quality potable water to its valued customers.

SCHERTZ-SEGUIN LOCAL GOVERNMENT CORPORATION
2022-23 BUDGET
SUMMARY - ALL FUNDS

Fund	Estimated Working Capital 10/1/2022	Estimated Revenues	Transfers In	Proposed Expenditures	Transfers Out	Estimated Working Capital 9/30/2023
Operating Fund	4,350,514	10,405,335	-	9,105,760	600,000	5,050,089
Construction Fund	18,613,330	26,000	-	18,639,330	-	0
I&S Fund	1,669,600	7,395,133	-	7,393,033	-	1,671,700
Repair/Replacement Fund	7,430,007	3,100	600,000	3,393,934	-	4,639,173
Future Development Fund	2,835,302	424,106	-	2,382,825	-	876,583
Impact Fund	5,824,507	602,750	-	5,600,289	-	826,968
Reserve Fund	1,363,484	900	-	-	-	1,364,384
Rate Stabilization Fund	1,828,531	2,010	-	-	-	1,830,541
SAWS I&S Fund	836,256	1,391,438	-	1,391,188	-	836,506

The City of Seguin is utilized for services for the Schertz/Seguin Local Government Corporation (SSLGC) in accordance with a management services agreement between the City of Seguin, the City of Schertz and SSLGC. The City of Seguin is the employer of record for all positions listed below with the exception of the General manager and Assistant General Manager. The Schertz/Seguin Local Government Corporation reimburses the City of Schertz for all costs for the Schertz positions. Since the City of Seguin is utilized for both financial and human resources administration services through the management services agreement, costs for Seguin positions are transferred directly from SSLGC accounts.

PERSONNEL SCHEDULE

POSITION TITLE:	20/21	21/22	22/23
General Manager	1	1	1
Assistant General Manager	1	1	1
Office Administrator	1	1	1
Operations Manager	1	1	1
Water System Superintendent	1	1	1
Part-Time Administrative Technician	0	1	1
Operator I	8	9	6
Operator II	3	4	4
Operator III	1	1	3
Operator IV	0	0	1
Service Worker	1	1	1
--	--	--	--
	18	21	21

BUDGET SUMMARY

The FY2023 budget includes the following increases:

1. An increase of \$159,000 in Water Leases- Guadalupe County for increased water lease payments to landowners due to an increase in the annual production cap by the Guadalupe County Groundwater Conservation District.
2. An increase of \$128,500 in Water Leases-Gonzales County for increased water lease payments to landowners.
3. An increase of \$345,000 in Chemicals due to significant water treatment chemical price increases.

2022-23 Budget - SSLGC Operating Revenues

Account Number	Account Name	FY 2021 Actual	FY 2022 Budget	FY 2022 03/31/22	FY 2022 Estimates	FY2023 Budget
058 - SCHERTZ-SEGUIN GOV'T CORP OPERATING FUND						
Revenue						
Charges for Services						
058-341005	SAWS Well Field Operation	87,771	90,379	45,190	90,379	93,316
Charges for Services Total:		87,771	90,379	45,190	90,379	93,316
Utility						
058-343007	Water Sales	9,533,800	9,673,367	4,561,778	9,398,716	10,174,065
Utility Totals:		9,533,800	9,673,367	4,561,778	9,398,716	10,174,065
Interest Revenues						
058-361002	Investment Pools Interest Earnings	139	300	888	1,500	1,000
058-361004	Texas CLASS Interest Earnings	4,074	3,000	763	1,500	1,000
058-361020	Restricted Cash	190	(200)	514	600	200
Interest Revenues Totals:		4,403	3,100	2,165	3,600	2,200
Miscellaneous Revenues						
058-362030	Miscellaneous Revenues	73,789	2,000	5,492	10,000	6,000
Miscellaneous Revenues Totals:		73,789	2,000	5,492	10,000	6,000
Lease Revenues						
058-363040	Lease Payments	9,900	23,160	0	0	0
058-363060	Grazing Leases	153,237	104,202	37,284	104,202	129,754
Lease Revenues Totals:		163,137	127,362	37,284	104,202	129,754
Sale of Fixed Assets						
058-392020	Sale of Equipment	14,895	0	0	0	0
Sale of Fixed Assets Totals:		14,895	-	-	-	-
SCHERTZ-SEGUIN GOV'T CORP OPERATING FUND Totals:		9,877,795	9,896,208	4,651,909	9,606,897	10,405,335

2022-23 Budget-SSLGC Operating Expenditures

Account Number	Account Name	FY 2021 Actual	FY 2022 Budget	FY 2022 03/31/22	FY 2022 Estimates	FY2023 Budget
058 - SCHERTZ-SEGUIN GOV'T CORP OPERATING FUND						
55 - SSLGC						
11 - Salaries						
058-5500-110100	Regular Salaries	837,618	1,145,649	469,465	810,000	1,160,000
058-5500-112000	Overtime/On Call	75,947	90,035	46,530	85,000	102,000
058-5500-112100	Holiday Pay	13,665	18,000	10,360	18,000	19,000
11 - Salaries Totals:		927,230	1,253,684	526,355	913,000	1,281,000
12 - Benefits						
058-5500-121000	Payroll Taxes	68,710	86,525	39,543	68,500	96,360
058-5500-122000	Retirement	196,009	254,485	110,506	195,000	272,760
058-5500-123000	Health Insurance	102,389	162,234	63,703	106,500	180,480
058-5500-123100	Life Insurance	801	1,258	479	1,000	1,260
058-5500-124000	Workers' Compensation	7,496	10,113	4,569	7,500	10,670
12 - Benefits Totals:		375,405	514,615	218,800	378,500	561,530
32 - Professional Services						
058-5500-320500	Professional Services	97,729	322,000	53,900	125,000	296,000
058-5500-321000	Annual Audit	12,500	13,000	12,900	12,900	13,300
058-5500-321200	Consultant Services	101,380	120,000	41,260	110,000	120,000
058-5500-321500	Attorney Fees	32,925	50,000	10,785	30,000	50,000
058-5500-321600	Landfill Opposition	990	5,000	2,730	4,200	5,000
058-5500-323500	Solid Waste Contract	4,601	4,600	2,228	4,100	5,550
32 - Professional Services Totals:		250,125	514,600	123,803	286,200	489,850
34 - Technical Services						
058-5500-342100	Gonzales Underground Water Distric	97,608	100,000	36,127	100,000	100,000
058-5500-342200	City Distribution Fee	32,182	45,000	25,241	50,400	51,000
058-5500-342400	GCGCD Permit Fee	229,467	173,500	86,736	173,500	173,500
058-5500-342500	GCUWCD Mitigation Fund Pymt	65,953	69,500	69,436	69,500	69,500
058-5500-343000	Testing/Inspection Fees	12,596	20,000	17,849	20,000	23,000
34 - Technical Services Totals:		437,806	408,000	235,389	413,400	417,000
41 - Utilities Services						
058-5500-411000	Electric	2,320,888	2,100,000	955,932	1,850,000	2,000,000
058-5500-412000	Water	641	800	324	600	800
058-5500-413000	Sewer	729	800	377	700	800
058-5500-414000	Gas-Centerpoint	931	900	715	980	980
058-5500-415200	Telephone-Mobile Phone	5,763	5,000	2,546	4,500	5,000
058-5500-415300	Internet Access	0	0	0	0	5,400
41 - Utilities Services Totals:		2,328,952	2,107,500	959,894	1,856,780	2,012,980
43 - Repair and Maintenance						
058-5500-431200	Office Maintenance-Computer	3,503	8,500	0	5,000	3,500
058-5500-432100	V&E Maint.-Motor Vehicles	15,821	14,000	6,897	14,600	15,000
058-5500-432200	V&E Maint.-Machine & Tool	9,696	20,000	84	10,000	15,000
058-5500-432300	V&E Maint.-Heavy Equipment	4,915	9,000	64	3,000	9,000
058-5500-432400	V&E Maint.-Communications	33,847	27,400	4,367	20,000	25,000
058-5500-432500	V&E Maint.-Pumps & Motors	161,547	150,000	45,826	173,000	50,000
058-5500-433000	Buildings Maintenance	12,346	30,000	6,475	21,000	25,000
058-5500-434601	L&I Maint.-WATER System	25,454	100,000	7,892	60,000	100,000
058-5500-436000	Property Maintenance	24,696	45,000	1,996	20,000	10,000
43 - Repair and Maintenance Totals:		291,825	403,900	73,601	326,600	252,500
44 - Rental						
058-5500-441000	Equipment Rental	3,642	7,000	1,386	4,000	4,500
058-5500-443500	Water Leases	0	0	0	0	0
058-5500-443501	Water Leases-Guadalupe County	516,095	516,200	258,052	516,014	675,200
058-5500-443502	Water Leases-Gonzales County	2,169,441	2,176,900	1,087,654	2,119,800	2,305,400
44 - Rental Totals:		2,689,178	2,700,100	1,347,092	2,639,814	2,985,100

		FY 2021 Actual	FY 2022 Budget	FY 2022 03/31/22	FY 2022 Estimates	FY2023 Budget
52 - Insurance						
058-5500-521000	Building/Auto Liability	125,689	140,000	134,942	135,000	150,000
058-5500-524000	Unemployment Insurance	1,726	2,000	0	0	2,000
52 - Insurance Totals:		127,415	142,000	134,942	135,000	152,000
54 - Advertising						
058-5500-541000	Publication of Notices	3,629	5,000	1,154	2,130	5,000
54 - Advertising Totals:		3,629	5,000	1,154	2,130	5,000
61 - General Supplies						
058-5500-611000	Office Supplies	7,268	6,000	2,515	5,000	6,000
058-5500-612000	Postage	1,463	1,200	482	900	1,200
058-5500-613000	Operating Supplies	3,898	6,000	611	1,400	6,000
058-5500-613300	Chemicals	483,460	500,000	308,657	830,000	845,000
058-5500-613500	Laboratory Supplies	8,922	18,400	3,413	12,000	15,000
058-5500-614300	Safety Supplies	5,039	4,000	98	4,000	5,000
058-5500-616000	Uniforms	5,227	7,000	2,971	6,000	6,500
058-5500-618000	Minor Tools and Equipment	1,425	5,000	719	5,000	5,000
61 - General Supplies Totals:		516,702	547,600	319,466	864,300	889,700
62 - Energy and Fuel						
058-5500-621000	Gasoline	14,175	15,000	11,680	18,000	21,000
62 - Energy and Fuel Totals:		14,175	15,000	11,680	18,000	21,000
65 - Miscellaneous						
058-5500-655100	Employee Recognition	0	2,000	440	1,700	2,000
058-5500-655200	Recruitment	2,501	0	0	0	4,000
65 - Miscellaneous Totals:		2,501	2,000	440	1,700	6,000
66 - Education						
058-5500-661000	Seminar Tuition	4,608	10,000	3,854	7,500	6,000
058-5500-662000	Certification Fees	1,065	2,000	144	1,000	2,000
058-5500-665000	Travel and Lodging	1,983	7,500	1,763	6,000	6,000
058-5500-665500	Meals	1,011	1,200	148	900	1,200
058-5500-666000	Dues	0	2,900	2,250	3,400	3,600
058-5500-667000	Subscriptions	1,359	200	171	300	300
66 - Education Totals:		10,026	23,800	8,330	19,100	19,100
67 - Public Relations						
058-5500-671000	Public Relations	5,151	4,000	2,864	3,500	3,000
67 - Public Relations Totals:		5,151	4,000	2,864	3,500	3,000
70 - Capital Outlay						
058-5500-703000	Improvements other than Buildings	0	0	0	50,000	0
058-5500-704200	Transmission Lines	0	25,000	0	0	0
058-5500-706100	Mach. & Equip.-Office	538	7,000	3,517	7,000	0
058-5500-706200	Mach. & Equip.-Heavy Equipment	0	0	0	0	0
058-5500-706500	Machine & Equipment-Small Equipm	27,817	0	0	0	10,000
058-5500-706600	Machine & Equipment-Pumps & Mo	0	100,000	14,713	22,503	0
058-5500-707100	Transportation-Vehicles	43,871	45,000	0	43,925	0
70 - Capital Outlay Totals:		72,225	177,000	18,230	123,428	10,000
82 - Intragvrnmntl. Transfers						
058-5500-825700	Rate Stabilization Fund	0	0	0	300,000	0
058-5500-826100	Repair & Replacement Fund	1,618,000	600,000	300,000	1,196,669	600,000
058-5500-826200	Future Development Fund	250,000	250,000	125,000	250,000	0
82 - Intragvrnmntl. Transfers Totals:		1,868,000	850,000	425,000	1,746,669	600,000
96 - Use of Retained Earnings						
058-9800-960000	Use of Retained Earnings	0	0	0	(121,224)	0
96 - Use of Retained Earnings Totals:		0	0	0	(121,224)	0
SCHERTZ-SEGUIN GOV'T CORP OPERATING FUND Totals:		9,920,345	9,668,799	4,407,040	9,606,897	9,705,760

The SSLGC Construction Fund accounts for all the proceeds from the TWDB SWIRFT Revenue Bonds as well as the expenditures for the Guadalupe County Wellfield Project and the Parallel Pipeline Project.

2022-23 Budget-SSLGC Construction Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
059 - SCHERTZ/SEGUIN LGC-CONSTRUCTION FUND						
Revenue						
Interest Revenues						
059-361002	Investment Pools Interest Earnings	366	0	0	0	0
059-361004	Texas CLASS Interest Earnings	5,700	2,500	17,838	30,000	25,000
059-361020	Restricted Cash	5,202	1,000	1,505	2,000	1,000
Interest Revenues Totals		11,268	3,500	19,343	32,000	26,000
SSLGC-CONSTRUCTION FUND TOTALS		11,268	3,500	19,343	32,000	26,000

2022-23 Budget - SSLGC Construction Fund Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
059 - SCHERTZ/SEGUIN LGC-CONSTRUCTION FUND						
90 - Non Departmental						
70 - Capital Outlay						
059-9000-703000	Impr. Other Than Building	10,707,353	36,109,151	14,315,361	35,380,092	18,639,330
70 - Capital Outlay Totals:		10,707,353	36,109,151	14,315,361	35,380,092	18,639,330
98 - Use of Fund Balance/Retained Earnings						
96 - Use of Retained Earnings						
059-9800-960000	Use of Retained Earnings	0	(36,105,651)	0	(35,348,092)	(18,613,330)
96 - Use of Retained Earnings Totals:		0	(36,105,651)	0	(35,348,092)	(18,613,330)
SCHERTZ/SEGUIN LGC-CONSTRUCTION FUND TOTALS		10,707,353	3,500	14,315,361	32,000	26,000

The SSLGC I&S Fund accounts for all water sale proceeds from the debt service rates charged along with the payment of principal and interest of corporation debt other than the SAWS Revenue Bonds.

2022-23 Budget - SSLGC I&S Revenues

Account Number	Account Name	FY 2021 Actual	FY 2022 Budget	FY 2022 03/31/22	FY 2022 Estimates	FY2023 Budget
060 - SCHERTZ/SEGUIN LGC-I&S						
Revenue						
Utility						
060-343007	Water Sales	7,356,255	7,450,460	4,838,502	7,450,460	7,393,033
Utility Totals:		7,356,255	7,450,460	4,838,502	7,450,460	7,393,033
Interest Revenues						
060-361004	Texas CLASS Interest Earnings	-29	0	42	75	50
060-361002	Investment Pools Interest Earnings	1,285	1,200	41	75	50
060-361020	Restricted Cash	685	0	1,883	3,000	2,000
Interest Revenues Totals:		1,941	1,200	1,966	3,150	2,100
Long-Term Debt Proceeds						
060-393000	Bond Proceeds	0	0	7,343	7,343	0
Utility Totals:		0	0	7,343	7,343	0
SCHERTZ/SEGUIN LGC-I&S TOTALS		7,358,196	7,451,660	4,847,811	7,460,953	7,395,133

2022-23 Budget - SSLGC I&S Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
060 - SCHERTZ/SEGUIN LGC-I&S						
92 - Debt Service						
90 - Principal Payments						
060-9200-905100	2022 Revenue Refunding	0	0	0	0	995,000
060-9200-908000	2014 Revenue Refunding	570,000	590,000	0	590,000	0
060-9200-908100	2015 Revenue Impr & Refunding	785,000	825,000	0	825,000	860,000
060-9200-908800	2016 Revenue Bds-SWIRFT Funding	1,250,000	1,260,000	0	1,260,000	1,270,000
060-9200-909200	2018 Revenue Refunding	540,000	565,000	0	565,000	590,000
90 - Principal Payments Totals:		3,145,000	3,240,000	-	3,240,000	3,715,000
91 - Interest Payments						
060-9200-915100	2022 Revenue Refunding	0	0	0	486,444	1,108,588
060-9200-915500	2001 Revenue Bonds	520,000	520,000	260,000	520,000	520,000
060-9200-918000	2014 Revenue Refunding	92,575	75,175	75,175	75,175	0
060-9200-918100	2015 Revenue Impr. & Refunding	1,641,850	1,609,650	1,106,006	1,106,006	17,200
060-9200-918800	2016 Revenue Bds-SWIRFT Funding	980,867	969,242	484,621	969,242	956,390
060-9200-919200	2018 Revenue Refunding	783,800	761,825	385,150	761,825	738,600
060-9200-919400	2016 SWIRFT-Board Participation	165,627	248,441	124,221	248,441	331,255
91 - Interest Payments Totals:		4,184,719	4,184,333	2,435,173	4,167,133	3,672,033
92 - Fiscal Agent Fees						
060-9200-920000	Fiscal Agent Fees	4,199	6,000	5,811	6,000	6,000
92 - Fiscal Agent Fees Totals:		4,199	6,000	5,811	6,000	6,000
SCHERTZ/SEGUIN LGC-I&S TOTALS		7,333,918	7,430,333	2,440,984	7,413,133	7,393,033

**SSLGC
2022/23 ANNUAL BUDGET**

**SSLGC REPAIR AND REPLACEMENT FUND - 061
SCHERTZ/SEGUIN LOCAL GOVT. CORP.**

The SSLGC Repair and Replacement Fund is utilized for the repair and replacement of SSLGC's water system infrastructure. Funds are transferred annually to this fund from O&M water rate revenues and retained earnings.

2022-23 Budget-Repair/Replacment Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
061 - SSLGC-REPAIR/REPLACEMENT FUND						
Revenue						
Interest Revenues						
061-361002	Investment Pools Interest Earnings	1,261	1,000	1,780	3,000	2,500
061-361004	Texas CLASS Interest Earnings	4,761	5,000	650	800	500
061-361020	Restricted Cash	186	-50	251	300	100
Interest Revenues Totals		6,208	5,950	2,681	4,100	3,100
Intragovernmental Transfers						
061-391063	Transfers from SSLGC Operating Dep	1,600,000	600,000	300,000	1,196,669	600,000
Intragovernmental Transfers Totals		1,600,000	600,000	300,000	1,196,669	600,000
SSLGC-REPAIR/REPLACEMENT FUND TOTALS		1,606,208	605,950	302,681	1,200,769	603,100

2022-23 Budget- Repair/Replacement Fund Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
061 - SSLGC-REPAIR/REPLACEMENT FUND						
90 - Non Departmental						
43 - Repair and Maintenance						
061-9000-434600	L&I Maint.-Dist. System	219,891	400,000	107,930	438,521	800,000
43 - Repair and Maintenance Totals:		219,891	400,000	107,930	438,521	800,000
70 - Capital Outlay						
061-9000-703000	Improvements Other Than Buildings	709,617	2,241,584	185,184	986,553	2,593,934
70 - Capital Outlay Totals:		709,617	2,241,584	185,184	986,553	2,593,934
96 - Use of Retained Earnings						
058-9800-960000	Use of Retained Earnings	0	0	0	(224,305)	(2,790,834)
96 - Use of Retained Earnings Totals:		0	0	0	(224,305)	(2,790,834)
SSLGC-REPAIR/REPLACEMENT FUND TOTALS		929,508	2,641,584	293,114	1,200,769	603,100

The SSLGC Future Development Fund was a fund created prior to SSLGC collecting Impact Fees. The Future Development Fund is now utilized for items contributing to the development and improvement of the SSLGC water system that do not qualify for Repair and Replacement Fund use or Impact Fee Fund use.

2022-23 Budget - SSLGC Future Development Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
062 - SSLGC FUTURE DEVELOPMENT FUND						
Revenue						
Interest Revenues						
062-361002	Investment Pools Interest Earnings	46	50	25	50	50
062-361004	Texas CLASS Interest Earnings	2,512	2,500	428	600	500
062-361020	Restricted Cash	26	0	1,371	1,700	1,500
Interest Revenues Totals:		2,584	2,550	1,824	2,350	2,050
Miscellaneous Revenues						
062-362078	Solar Power Project	227,700	0	0	224,590	424,106
Miscellaneous Revenues Totals:		227,700	0	0	224,590	424,106
Intragovernmental Transfers						
062-391063	Transfers from SSLGC Operating Fund	250,000	250,000	125,000	250,000	0
Intragovernmental Transfers Totals:		250,000	250,000	125,000	250,000	0
062 - SSLGC FUTURE DEVELOPMENT FUND TOTALS		480,284	252,550	126,824	476,940	426,156

2022-23 Budget-SSLGC Future Development Fund Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
062 - SSLGC FUTURE DEVELOPMENT FUND						
90 - Non Departmental						
32 - Professional Services						
062-9000-320500	Professional Services	154,588	386,000	175,520	333,491	362,746
32 - Professional Services Totals:		154,588	386,000	175,520	333,491	362,746
70 - Capital Outlay						
062-9000-702000	Buildings	8,184	0	0	0	0
062-9000-703000	Improvements Other Than Building	241,293	0	4,453	13,993	2,020,079
70 - Capital Outlay Totals:		249,477	0	4,453	13,993	2,020,079
96 - Use of Retained Earnings						
058-9800-960000	Use of Retained Earnings	0	0	0	0	(1,956,669)
96 - Use of Retained Earnings Totals:		0	0	0	0	(1,956,669)
SSLGC FUTURE DEVELOPMENT FUND TOTALS		404,065	386,000	179,973	347,484	426,156

The SSLGC Impact Fee fund is utilized to help pay for the expansion and additional capacity required of water supply, treatment facilities, pump stations and storage tanks. Impact fees are collected through a one-time charge imposed on new development in the City of Schertz and the City of Seguin to help recover capital costs associated with SSLGC providing the infrastructure and other required improvements to provide service to that new development. Land use assumptions and capital improvements to be included in the impact fee calculations are updated and reviewed every five years with the last update being in 2018.

2022-23 Budget-SSLGC Impact Fee Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
065 - SSLGC IMPACT FUND						
Revenue						
Utility						
065-343013	Water Impact Fee	659,802	600,000	295,592	650,000	600,000
Utility Totals:		659,802	600,000	295,592	650,000	600,000
Interest Revenues						
065-361002	Investment Pools Interest Earnings	1,221	1,000	724	1,000	750
065-361004	Texas CLASS Interest Earnings	3,893	4,000	1,563	2,200	1,500
065-361020	Restricted Cash	83	0	1,236	1,250	500
Interest Revenues Totals:		5,197	5,000	3,523	4,450	2,750
SSLGC IMPACT FUND TOTALS		664,999	605,000	299,115	654,450	602,750

2022-23 Budget-SSLGC Impact Fee Fund Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021 Actual</u>	<u>FY 2022 Budget</u>	<u>FY 2022 03/31/22</u>	<u>FY 2022 Estimates</u>	<u>FY2023 Budget</u>
065 - SSLGC IMPACT FUND						
90 - Non Departmental						
32 - Professional Services						
065-9000-320500	Professional Services	0	0	1,965	0	0
32 - Professional Services Totals:		0	0	1,965	0	0
70 - Capital Outlay						
065-9000-703000	Impr. Other Than Building	979,117	2,150,000	100,538	104,393	5,600,289
70 - Capital Outlay Totals:		979,117	2,150,000	100,538	104,393	5,600,289
96 - Use of Retained Earnings						
058-9800-960000	Use of Retained Earnings	0	0	0	0	(4,997,539)
96 - Use of Retained Earnings Totals:		0	0	0	0	(4,997,539)
SSLGC IMPACT FUND TOTALS		979,117	2,150,000	102,503	104,393	602,750

The SSLGC Reserve Fund was established to maintain according to bond covenants. The covenants require a balance of the annual average debt service payment of the earlier bonds issued.

2022-23 Budget-SSLGC Reserve Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
066 - SSLGC RESERVE FUND						
Revenue						
Interest Revenues						
066-361002	Investment Pools Interest Earnings	334	250	177	300	200
066-361004	Texas CLASS Interest Earnings	778	800	769	925	700
066-361020	Restricted Cash	0	0	0	0	0
Interest Revenues Totals:		1,112	1,050	946	1,225	900
066 - SSLGC RESERVE FUND TOTALS		1,112	1,050	946	1,225	900

The SSLGC Rate Stabilization Fund was created in 2017 by the SSLGC Board of Directors to be used in order to prepare for volatile periods which can greatly impact the rates of SSLGC water customers are charged and can be used to avoid passing along pricing peaks to these customers. These funds can only be used based upon staff recommendation and Board of Directors approval. The fund balance for the rate stabilization fund will be evaluated annually and any adjustments due to anticipated needs may be made by the Board of Directors.

2022-23 Budget-SSLGC Rate Stabilization Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
		<u>Actual</u>	<u>Budget</u>	<u>03/31/22</u>	<u>Estimates</u>	<u>Budget</u>
057 - SSLGC Rate Stabilization Fund						
Revenue						
Interest Revenues						
057-361004	Texas CLASS Interest Earnings	1,626	1,500	1,569	2,500	2,000
057-361020	Restricted Cash	7	0	5	10	10
Interest Revenues Totals:		1,633	1,500	1,574	2,510	2,010
Intragovernmental Transfers						
057-391058	Transfers from SSLGC Operating	0	0	0	300,000	0
Intragovernmental Transfers Totals:		0	0	0	300,000	0
SSLGC Rate Stabilization Fund Totals:		1,633	1,500	1,574	302,510	2,010

2022-23 Budget-SSLGC Rate Stabilization Fund Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021 Actual</u>	<u>FY 2022 Budget</u>	<u>FY 2022 03/31/22</u>	<u>FY 2022 Estimates</u>	<u>FY2023 Budget</u>
057 - SSLGC Rate Stabilization Fund						
90 - Non Departmental						
81 - Contributions						
057-9000-818000	Winter Weather Relief Credit	36,025	0	0	0	0
81 - Contributions Totals:		36,025	0	0	0	0
SSLGC Rate Stabilization Fund Totals:		36,025	0	0	0	0

The SAWS I&S Fund accounts for contributions from San Antonio Water Systems toward the payment of principal and interest of the SSLGC Contract Revenue Refunding Bonds, Series 2019.

2022-23 Budget-SAWS I&S Fund Revenues

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY 2022</u>	<u>FY2023</u>
069 - SSLGC I&S - SAWS		Actual	Budget	03/31/22	Estimates	Budget
Revenue						
Interlocal Agreement						
069-331690	Interlocal Agreement / San Antonio	1,512,787	1,390,974	435,432	1,390,974	1,391,188
Interlocal Agreement Totals:		1,512,787	1,390,974	435,432	1,390,974	1,391,188
Interest Revenues						
069-361004	Texas CLASS Interest Earnings	489	500	165	200	150
069-361020	Restricted Cash	(28)	(40)	135	150	100
Interest Revenues Totals:		461	460	300	350	250
SSLGC I&S - SAWS Totals		1,513,248	1,391,434	435,732	1,391,324	1,391,438

2022-23 Budget SAWS I&S Fund Expenditures

<u>Account Number</u>	<u>Account Name</u>	<u>FY 2021 Actual</u>	<u>FY 2022 Budget</u>	<u>FY 2022 03/31/22</u>	<u>FY 2022 Estimates</u>	<u>FY2023 Budget</u>
069 - SSLGC I&S - SAWS						
92 - Debt Service						
90 - Principal Payments						
069-9200-909500	2019 SSLGC Refunding Bonds-SAWS	635,000	655,000	0	655,000	675,000
90 - Principal Payments Totals:		635,000	655,000	0	655,000	675,000
91 - Interest Payments						
069-9200-919500	2019 SSLGC Refunding Bonds-SAWS	755,975	733,450	371,638	733,450	715,188
91 - Interest Payments Totals:		755,975	733,450	371,638	733,450	715,188
92 - Fiscal Agent Fees						
069-9200-920000	Fiscal Agent Fees	415	1,000	400	1,000	1,000
92 - Fiscal Agent Fees Totals:		415	1,000	400	1,000	1,000
SSLGC I&S - SAWS Totals:		1,391,390	1,389,450	372,038	1,389,450	1,391,188

FY2023-2027

Capital Improvement Projects/Equipment 5-Year Plan

	FY	Project	Projected Cost	Approved Funding	Funding Source
	2023				
1		Pressure Tank Painting (Hal Baldwin Pump Station)			
			\$87,790	\$87,790	RR
2		Well Lowering Project	\$1,071,384	\$594,984	RR
3		Pressure Filter Rehab Project	\$1,370,065	\$633,745	RR
4		Light Fixture Repair and Replacement - Gonzales Water Treatment Plant	\$25,000	\$25,000	RR
5		Water Transmission Lines	\$25,000	\$25,000	RR
6		High Service Pumps and Motors	\$300,000	\$300,000	RR
7		Wells Repair and Replacement	\$500,000	\$500,000	RR
8		Gonzales High Service Pump Room #1 Expansion Project - 2 Additional Pumps and Starters (2021 Water Model)	\$2,034,000	\$2,034,000	IF
9		Gonzales Surge Analysis and Surge Tank Installation (2021 Water Model)	\$900,000	\$900,000	IF
10		Guadalupe Project Additional Funds	\$4,650,000	\$2,650,000	IF
				\$2,000,000	FD
11		Solar Project (land surveys)	\$50,000	\$50,000	FD
12		Emergency Preparedness Plan Implementation - Emergency Generators/GVEC Electric Feeds	\$2,000,000	\$2,000,000	Bonds
13		Cowey (42" Guadalupe WTP to Surge Tank) & Elm Creek (36" FM 467 Vault to Hal Baldwin Pump Station) Pipeline Projects (Engineering & Easement Acquisition)	\$4,500,000	\$4,500,000	Bonds/IF
14		Mach. & Equip. - Small Equipment (trailer replacement)	\$10,000	\$10,000	FY23
		TOTAL	\$17,523,239	\$16,310,519	
	2024				
1		Well Lowering Project	\$1,103,209	\$1,103,209	RR
2		Pressure Filter Rehab Project	\$758,409	\$758,409	RR
3		Emergency Preparedness Plan Implementation - Emergency Generators/GVEC Electric Feeds	\$2,000,000	\$2,000,000	Bonds
4		Water Transmission Lines	\$25,750	\$25,750	RR
5		High Service Pumps and Motors	\$309,000	\$309,000	RR
6		Wells Repair and Replacement	\$515,000	\$515,000	RR
7		Mach. & Equip. - Office (video surveillance at Gonzales WTP and Hal Baldwin Pump Station)	\$48,300	\$48,300	FY24
8		Automatic Gate Installation at Gonzales WTP	\$58,800	\$58,800	FY24
9		Pipeline Condition Assessment Phase 1- 42" Gonzales WTP to Surge Tank	\$1,035,000	\$1,035,000	FY24
		TOTAL	\$5,853,468	\$5,853,468	
	2025				
1		Well Lowering Project	\$1,136,305	\$1,136,305	RR
2		Pressure Filter Rehab Project	\$781,161	\$781,161	RR
3		Emergency Preparedness Plan Implementation - Emergency Generators/GVEC Electric Feeds	\$2,000,000	\$2,000,000	Bonds

FY2023-2027
Capital Improvement Projects/Equipment 5-Year Plan

	FY	Project	Projected Cost	Approved Funding	Funding Source
4		Cowey (42" Guadalupe WTP to Surge Tank) & Elm Creek (36" 467 Vault to Hal Baldwin Pump Station) Parallel Pipeline Projects (Construction)	\$24,500,000	\$24,500,000	Bonds/IF
5		Water Transmission Lines	\$26,523	\$26,523	RR
6		High Service Pumps and Motors	\$318,270	\$318,270	RR
7		Wells Repair and Replacement	\$530,450	\$530,450	RR
8		Pipeline Condition Assessment Phase 2 - 42" and 36" Surge Tank to Hal Baldwin Pump Station	\$749,000	\$749,000	FY25
		TOTAL	\$30,041,709	\$30,041,709	
1	2026	Well Lowering Project	\$1,170,394	\$1,170,394	RR
2		Road Seal Coat (Gonzales WTP)	\$76,800	\$76,800	RR
3		Gonzales Water Treatment Plant Clearwell 1 Painting	\$326,848	\$326,848	RR
4		BPS Tank 2 Painting	\$515,933	\$515,933	RR
5		Emergency Preparedness Plan Implementation - Emergency Generators/GVEC Electric Feeds	\$2,000,000	\$2,000,000	Bonds
6		Water Transmission Lines	\$27,318	\$27,318	RR
7		Pumps and Motors	\$327,818	\$327,818	RR
8		Wells Repair and Replacement	\$546,364	\$546,364	RR
9		Pipeline Condition Assessment Phase 3 - 30" FM 467 Vault to Seguin	\$480,675	\$480,675	FY26
		TOTAL	\$5,472,150	\$5,472,150	
1	2027	Additional Surge/Storage Tank	\$756,000	\$756,000	IF
2		Emergency Preparedness Plan Implementation - Emergency Generators/GVEC Electric Feeds	\$2,000,000	\$2,000,000	Bonds
3		Water Transmission Lines	\$28,138	\$28,138	RR
4		Pumps and Motors	\$337,653	\$337,653	RR
5		Wells Repair and Replacement	\$562,754	\$562,754	RR
6		Pipeline Condition Assessment Phase 4 - 36" Hal Baldwin Pump Station to Marion	\$855,000	\$855,000	FY27
		TOTAL	\$4,539,545	\$4,539,545	
FY2023-2027 Total			\$63,430,110	\$63,430,110	

SSLGC = Schertz/Seguin Local Government Corporation

Bonds - New Utility Revenue Bond Issue

SWIFT Bonds - TWDB Existing Bond Funding

FY23 - Current Year Funding

IF - Water Impact Fund

RR- Repair & Replacement Fund

FD- Future Development Fund