

# 2014 HISID CIP

*Undesignated Reserve Fund*

*Equipment Reserve Fund*

Presented September 23, 2013

# Budget Reserve Calculations

## UNDESIGNATED RESERVE FUND

Reg. # 34, Sec 1.

*To secure and maintain investment-grade credit ratings, generate interest income, meet seasonal shortfalls in cash flow, and reduce susceptibility to emergency or unanticipated expenditures or to revenue shortfalls, the Holiday Island Suburban Improvement District will adopt budgets that provide for an undesignated reserve fund of not less than 35% nor more than 45% of operating expenditures.*

*The undesignated reserve fund shall not be used to fund operating expenditures in the adopted budget.*

		Reserve 35% minimum	Reserve 25% minimum
General Fund Expense	2,271,322		
Water/Wastewater Expense	619,776		
<b>TOTAL EXPENSE</b>	<b>2,891,098</b>	<b>1,011,884</b>	<b>722,775</b>
Current Taxes Invested (Unrestricted Funds)			209,814
Undesignated Reserve (Restricted Funds)			894,713
<b>TOTAL INVESTED FUNDS</b>			<b>1,104,527</b>
Excess Invested Funds		92,642	381,752

# Budget Reserve Calculation (cont.)

## EQUIPMENT RESERVE FUND

Reg. # 34. Sec 2.

*The district will develop an equipment reserve fund, and will appropriate funds to it annually to provide for the timely replacement of district vehicles and equipment. The reserve will be maintained in an amount adequate to finance the scheduled replacement of district vehicles and equipment. The replacement of district vehicles and equipment will be based upon the adopted replacement schedule in the 5-year capital improvements program.*

*The fund will, at the end of each fiscal year, have a minimum balance of \$100,000, or 5% of the book value of the district's vehicle and equipment inventory, whichever is greater. All district vehicles and equipment purchased since 2000 shall be depreciated according to its useful life as established by management and agreed to by the district's auditors. The depreciation amount shall be budgeted annually and that amount transferred to the equipment reserve fund.*

Equipment Reserve

167,588

# 2014 Revenue Fund Projects

## DM Recommendations

<u>Department</u>	<u>Project</u>	<u>2014</u>	<u>Funding Sources:</u>
Administration	Copy Machine Replacement	8,000	
	Golf Course Operations Analysis	<u>30,000</u>	
		38,000	
Wastewater	Dewater Equipment	10,000	Borrow Balance of Project Cost
Roads	Contracted Road Improvements	140,000	
	Approximately 2.5 miles chip & seal	(100,000)	Encumber 2013 Remaining Balance
		<u>(40,000)</u>	Restricted Road Funds (County)
		0	
Fire	Satellite Fire Station	45,000	
		(15,000)	Act 833
		(15,000)	HI Rural Fire
		<u>(15,000)</u>	HIFD Ladies' Auxiliary
		0	
Pro Shop	Air Conditioners	14,000	
Marina	Flotation Replacement	2,000	Borrow money to complete mandated replacement of flotation; approx. \$200,000
Revenue Fund Grand Totals		<u>64,000</u>	

# 2014 Equipment Reserve Projects

## DM Recommendations

Department		Project	2014	Comments
Water	N	Equipment Trailer	6,000	
	N	Mini Excavator	53,825	
	R	Zero Turn Mower	<u>8,500</u>	Replace 1991 Gravelley-U#20
			68,325	
Roads	R	Bucket Truck - Used	30,000	Replace 1986 Ford
	R	Zero Turn Mower	<u>9,000</u>	Replace 2001 Gravelley-U#29
			39,000	
Golf Maintenance	R	Contour Mower	40,000	2002 - Unit # 1809
Equipment Reserve Fund Grand Totals			<u>147,325</u>	

# 2013 CIP Road Expenditure Recap

<b>200,000</b>	<b>Budgeted CIP (2013)</b>
<b>(20,000)</b>	<b>10% Contingency</b>
<b>(60,000)</b>	<b>Hot Mix Patching</b>
<b>(20,000)</b>	<b>Leak Detection Contract</b>
<b>(100,000)</b>	<b>Encumber to 2014 Chip &amp; Seal</b>
<hr/>	
<b>0</b>	