

Water Fund

As recommended in the 2016 rate study, Water rates increased by 7% in June of 2016. 3% increases are scheduled annually for 3 fiscal years beginning July 1, 2017. These increases are necessary to provide sufficient working capital and to meet the debt service requirements of the USDA Water System Improvements Project loan. The Council also approved an optional Water Shortage Surcharge which can be implemented in the event that continued drought conditions negatively impact revenues. Water revenues are estimated at \$2,852,040 for FY 16/17.

Water Charges	\$2,775,000
Penalties	\$18,300
Meter Installation	\$200
Water Turn On/Off	\$48,700
Other	\$9,840

Water Fund expenses are anticipated to be \$2,607,449.

Salaries & Benefits	\$1,071,217
Services & Supplies	\$620,720
Water Debt Service	\$483,056
Transfers Out	\$432,456

The Water System Improvement Project is nearly complete, with only a small amount of work to finish on the communications system. These critical improvements will assist with our goal to supply our community with a safe and reliable source of water.

Sewer Fund

The 2016 rate study recommended that Sewer rates remain the same for FY 16/17 but increase by 3% each year beginning in 17/18 through 19/20. These increases will be necessary in order for the City to meet its debt service obligations, and to maintain the collection system and the treatment plant. Sewer revenues are estimated at \$1,914,400 for FY 2016/17.

Sewer Charges	\$1,865,000
Penalties	\$15,400
Interest Income	\$6,000
Other	\$28,000

Sewer Fund Expenses are anticipated to be \$2,266,716.

Salaries & Benefits	\$827,136
Services & Supplies	\$1,084,460
Sewer Debt Service	\$84,268
Transfers Out	\$270,852

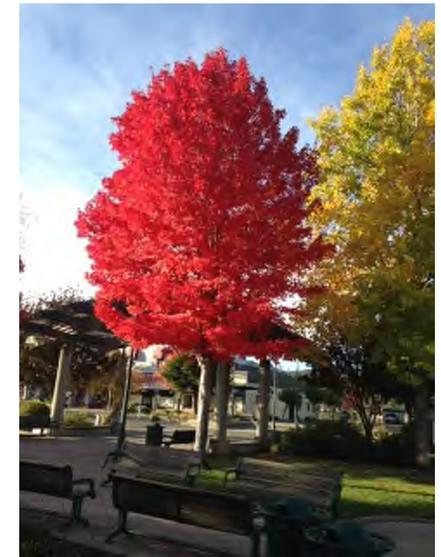
Airport Fund

Revenues in the Airport Fund, including Capital Improvement Grants, are expected to be \$314,046.

Grants	\$183,885
Fuel Sales	\$70,000
Rents & Royalties	\$58,180
Other	\$1,981

Expenses are expected to be \$347,994.

Salaries & Benefits	\$12,613
Services & Supplies	\$108,100
Debt Service	\$7,461
Taxiway Design (90% Grant funded)	\$193,205
Other	\$19,154



Budget at a Glance

Fiscal Year 2016/2017

This pamphlet provides a brief overview of the City of Cloverdale's 2016/2017 Budget.

Full copies of the budget are available upon request from the City's Finance Department at (707) 894-1715 or on the City's website at :

<http://www.cloverdale.net>

General Fund

The General Fund revenue sources are outlined below. The total estimated General Fund revenues for FY 16/17 are \$6,146,920.

General Taxes	\$3,883,785
Licenses and Permits	\$135,000
Intergovernmental Revenues	\$149,200
Charges for Services	\$177,120
Fines and Assessments	\$25,000
Miscellaneous Revenue	\$297,600
Other Revenue Sources	\$1,479,215

The General Fund is the primary revenue source for activities such as City administration, police protection, planning and building, and parks and recreation. The revenues in the General Fund are “discretionary”, meaning they are not restricted to a certain activity or service. Total estimated General Fund expenditures for FY 2016/17 are \$6,146,982.

City Administration	\$1,562,268
Police & Public Safety	\$3,392,987
Public Works, Engineering & Code Enforcement	\$491,597
Transfers Out	\$144,721
Planning & Building	\$230,410
Parks and Recreation	\$293,649
Community Support	\$31,350

Included in the 16/17 budget are a new police patrol car, an additional police officer, City Park improvements, and downtown improvements. Many of these expenditures would not be possible without the support of the residents who voted in favor of the 2014 Utility User Tax.

Retirement Fund

The City of Cloverdale funds its CalPERS retirement costs through an Ad Valorem tax. This money is kept in a separate fund and transferred at fiscal year-end into the General Fund and Enterprise Funds in an amount equal to the City’s cost of retirement. In FY 16/17 it is estimated that the Retirement Fund will cover about \$945,137 in retirement costs, as outlined below.

General Fund	\$663,762
Inclusionary Housing	\$9,368
Lighting & Landscape Districts	\$19,603
Water Fund	\$132,722
Sewer Fund	\$102,068
Gas Tax Fund	\$15,758
Airport Fund	\$1,856

Transportation Funds

There are several funds in the budget that are used to account for street maintenance and improvements. The City receives a portion of the Measure M sales tax collected by the County of Sonoma to help with street rehabilitation costs. In FY 15/16 this money was used to offset our share of the Safe Routes to School Project. We expect to receive about \$70,000 in FY 16/17 which can be used for future transportation needs. The City also receives a portion of Gas Tax from the State to assist with its street and storm drain maintenance costs.

Gas Tax Fund

The State of California allocates a portion of Gas Tax to cities each year based on population. The City of Cloverdale is expected to receive Gas Tax revenues of about \$230,000 in FY 16/17. This revenue source is declining as motor vehicles become more fuel efficient. Prior to FY 16/17 street and storm drain maintenance costs were carried in the General Fund and offset by a transfer from the Gas Tax Fund. Beginning in FY 16/17 street and storm drain costs will be charged directly to the Gas Tax Fund with the deficit cleared by a General Fund transfer at year end.

Street Maintenance Costs	
Salaries & Benefits	\$108,671
Services & Supplies	\$181,025
Total	\$289,696

Storm Drain Maintenance Costs	
Salaries & Benefits	\$3,268
Services & Supplies	\$36,000
Total	\$39,268

Total Gas Tax Fund	
Salaries & Benefits	\$111,939
Services & Supplies	\$217,025
Total Expenditures	\$328,964

Gas Tax Revenue	\$230,186
Trans In - Retirement Fund	\$15,758
Trans In - General Fund	\$83,020
Total Funding Sources	\$328,964