
Enterprise Fund



City of Grandview Fiscal Year 2016 Annual Budget

Fund Summary

Fund Group: Enterprise
Fund: Sanitary Sewer

Fund Description

The City's Sanitary Sewer Fund is an enterprise fund that provides funding for the City's sanitary sewer system. Funded through user fees, this fund provides for the construction and maintenance of the sewer system and the treatment of wastewater. The construction, maintenance, and treatment functions are the responsibility of the Public Works Department. The sewer billing and collection functions are contracted out to Jackson County Water District # 1. The City's Finance Department provides accounting and audit functions for the fund. A sewer rate study was completed in FY 97. This study recommended a 20% increase in sewer rates be enacted in October 1997 for both residential and commercial users. Additional 4% increases were enacted in FY 98, FY 99, FY 00, and FY 01 to ensure liquidity of this fund. As an enterprise fund, this fund is self-sustaining. All capital outlay items and construction projects are paid from this fund. In 2009 the City commissioned a consultant to evaluate sewer charges due to recent rate increases by the Little Blue Valley Sewer District. As a result of the study, the City adjusted sanitary sewer rates by eight percent in 2010 - 2015. Another 8% rate adjustment was approved for 2016.

Residential Sanitary Sewer Rate

\$9.36 per residential unit per month plus \$0.311 per hundred gallons of water used per month.

Commercial Sanitary Sewer Rate

\$22.03 per commercial unit per month plus \$0.311 per hundred gallons of water used per month.

Capital Expenditures For The Sanitary Sewer Fund

	2015-16 Estimate	2015-16 Budget
<u>Construction Projects</u>		
Sewer Studies	\$ 125,000	\$ 125,000
Sewer Repairs	50,000	50,000
Sewer Re-Lining	100,000	100,000
Sanitary Sewer Evaluation Studies	150,000	150,000
Inflow and Infiltration Rehabilitation	125,000	125,000
Total	\$ 550,000	\$ 550,000
 <u>Capital Outlay</u>		
Vehicle Replacement	\$ 75,000	\$ 75,000
Field Equipment	7,500	7,500
Total	\$ 82,500	\$ 82,500
 Total for Construction/Capital Outlay	\$ 632,500	\$ 632,500

City of Grandview Fiscal Year 2016 Annual Budget

Summary of Fund Revenues and Expenditures

	Fund Group: Enterprise			
	Fund: Sanitary Sewer			
	2012-13 <u>Actual</u>	2013-14 <u>Actual</u>	2014-15 <u>Estimate</u>	2015-16 <u>Budget</u>
<u>FUNDS AVAILABLE OCT. 1</u>	4,820,000	4,586,896	4,514,366	3,993,760
<u>REVENUE:</u>				
Charges for Services				
Sewer Charges	2,818,638	3,046,120	3,232,313	3,428,000
Sewer Tap	-	-	-	-
Payment Penalties	<u>57,475</u>	<u>64,093</u>	<u>70,531</u>	<u>60,000</u>
Total Charges	2,876,113	3,110,213	3,302,844	3,488,000
Miscellaneous Revenue				
Interest Earnings	4,002	37,837	28,361	30,000
Transfer From TIF District # 2	-	-	-	-
CDBG Cartwright Ave.	-	-	-	-
Other	<u>900</u>	<u>313</u>	<u>2,500</u>	<u>1,000</u>
Total Miscellaneous	4,902	38,150	30,861	31,000
Total Revenue:	<u>2,881,015</u>	<u>3,148,363</u>	<u>3,333,704</u>	<u>3,519,000</u>
<u>EXPENDITURES</u>				
Personal Services	592,591	685,152	612,719	640,942
Supplies	18,545	16,395	18,225	20,500
Purchased Services	128,739	121,619	159,827	138,910
Internal Services	27,560	21,026	28,139	25,000
Treatment	1,791,266	1,824,205	1,750,000	1,750,000
Collections	105,360	107,467	125,000	125,000
Bad Debt Expense	8,423	26,271	10,000	10,000
State Sewer Fee	8,493	8,493	8,500	8,500
Depreciation	<u>261,665</u>	<u>263,576</u>	<u>250,000</u>	<u>250,000</u>
Total Operations	2,942,642	3,074,204	2,962,411	2,968,852
Capital/Debt:				
Construction/Capital Outlay	<u>101,327</u>	<u>101,327</u>	<u>632,500</u>	<u>632,500</u>
Total Capital Debt	101,327	101,327	632,500	632,500
Transfers Out to Other Funds				
Transfer to the General Fund (PILOT)	<u>220,500</u>	<u>220,500</u>	<u>259,400</u>	<u>293,400</u>
Total Transfers	220,500	220,500	259,400	293,400
Total Expenditures	<u>3,264,469</u>	<u>3,396,031</u>	<u>3,854,310</u>	<u>3,894,752</u>
<u>SURPLUS/(SHORTFALL)</u>	(233,104)	(72,530)	(520,606)	(375,752)
<u>FUNDS AVAILABLE SEPT. 30</u>	<u>4,586,896</u>	<u>4,514,366</u>	<u>3,993,760</u>	<u>3,618,008</u>

City of Grandview Fiscal Year 2016 Annual Budget

Program Summary

Department: Finance
Program: Collections

Fund Group: Enterprise
Fund Group: Sanitary Sewer

Program Description

This program identifies those costs associated with the collection of sanitary sewer charges. The City has a contractual relationship with the Jackson County Waster District #1 where sewer charges are collected along with water usage charges. If the sewer bill is not paid, then the water district can shut off the water supply. This arrangement gives the City leverage to ensure sewer charges are collected.

There is a portion of the city's sanitary sewer system, however, that is beyond the Water District's boundary. The City is still responsible for collecting these charges.

Program Goals

1. Work with Jackson Public Wholesale Water District # 1 to ensure new rate structure is implemented and collected
2. Investigate possibility of transferring KCMO sanitary sewer service to Little Blue Valley Sewer District area

Department Staffing: Full-Time Equivalents (FTEs)

	2012-13 Actual	2013-14 Actual	2014-15 Estimate	2015-16 Budget
Regular - Full-Time	0.5	0.5	0.5	0.5
Regular - Part-Time	0.0	0.0	0.0	0.0
Temporary/Seasonal	0.0	0.0	0.0	0.0
Total FTEs	0.5	0.5	0.5	0.5

City of Grandview Fiscal Year 2016 Annual Budget

Summary of Program Expenditures

Department: Finance	Fund Group: Enterprise			
Program: Collections	Fund: Sanitary Sewer			
	2012-13 Actual	2013-14 Actual	2014-15 Estimate	2015-16 Budget
<u>PERSONAL SERVICES</u>				
Salaries				
Full Time	17,770	19,625	22,215	20,791
Part-time	-	-	-	-
Total Salaries	<u>17,770</u>	<u>19,625</u>	<u>22,215</u>	<u>20,791</u>
Other Pay				
Overtime	-	-	-	-
Longevity	72	144	144	144
Deferred Compensation	-	-	-	-
Special Allowances	-	-	-	-
Total Benefits	<u>72</u>	<u>144</u>	<u>144</u>	<u>144</u>
Benefits				
Worker's Compensation	-	-	53	68
FICA & Medicare	1,270	1,374	1,710	1,600
LAGERS Retirement	1,327	1,593	1,720	1,260
Health Insurance	4,502	3,411	5,206	5,720
Dental Insurance	248	251	255	255
Life Insurance	66	58	80	75
Vision Insurance	43	44	45	45
Total Benefits	<u>7,456</u>	<u>6,730</u>	<u>9,069</u>	<u>9,022</u>
Total Personal Services	<u>25,298</u>	<u>26,499</u>	<u>31,428</u>	<u>29,957</u>
<u>SUPPLIES</u>				
Office Supplies	-	-	500	500
Total Supplies	<u>-</u>	<u>-</u>	<u>500</u>	<u>500</u>
<u>PURCHASED SERVICES</u>				
Legal Services	1,686	1,612	2,000	2,000
Postage	-	-	200	200
Training & Travel	20	-	500	500
Special Services	972	8,325	14,700	10,060
Total Purchased Services	<u>2,678</u>	<u>9,936</u>	<u>17,400</u>	<u>12,760</u>
<u>TOTAL PROGRAM EXPENDITURES</u>	<u><u>27,976</u></u>	<u><u>36,435</u></u>	<u><u>49,328</u></u>	<u><u>43,217</u></u>

City of Grandview Fiscal Year 2016 Annual Budget

Program Summary

Department: Public Works	Fund Group: Enterprise
Program: Sanitary Sewer	Fund Group: Sanitary Sewer

Program Description

This program identifies the funding for the maintenance and operation functions of the City's sanitary sewer system. This function is overseen by the Public Works Department and one half of the Public Work's Director's compensation is funded out of this program, as well as the full-time employees of this division.

Program Objectives

1. Make recommended repairs to sanitary sewer system in areas three and four of inflow and infiltration (I & I) program to reduce inflow into the sewer system
2. Continue installation of screw-down lid covers for sanitary sewer system
3. Increase emphasis on regular cleaning of system to minimize back-ups
4. Follow-up on installation of backflow valves at vulnerable locations
5. Investigate maintenance insurance program for residents

Department Staffing: Full-Time Equivalent (FTEs)

	2012-13 <u>Actual</u>	2013-14 <u>Actual</u>	2014-15 <u>Estimate</u>	2015-16 <u>Budget</u>
Regular - Full-Time	10.5	10.5	11.0	11.0
Regular - Part-Time	0.0	0.0	0.0	0.0
Temporary/Seasonal	0.0	0.0	0.0	0.0
Total FTEs	10.5	10.5	11.0	11.0

City of Grandview Fiscal Year 2016 Annual Budget

Summary of Program Expenditures

Department: Public Works	Fund Group: Enterprise			
Program: Sanitary Sewer	Fund: Sanitary Sewer			
	2012-13 Actual	2013-14 Actual	2014-15 Estimate	2015-16 Budget
<u>PERSONAL SERVICES</u>				
Salaries				
Regular	365,004	446,383	399,232	443,616
Temporary	<u>22,237</u>	<u>17,735</u>	-	-
Total Salaries	387,241	464,118	399,232	443,616
Other Pay				
Overtime	23,169	22,611	22,000	12,000
Longevity	3,528	3,096	3,024	3,312
Deferred Compensation	-	-	-	-
Special Allowances	<u>2,711</u>	<u>2,711</u>	<u>2,700</u>	<u>2,700</u>
Total Benefits	29,408	28,418	27,724	18,012
Benefits				
Worker's Compensation	17,823	23,100	19,674	16,661
FICA & Medicare	29,502	41,059	32,662	35,300
LAGERS Retirement	26,571	31,686	31,801	27,680
Health Insurance	71,291	65,047	65,542	64,597
Dental Insurance	3,617	3,477	3,033	3,061
Life Insurance	1,199	1,151	1,093	1,591
Vision Insurance	<u>641</u>	<u>597</u>	<u>530</u>	<u>467</u>
Total Benefits	150,644	166,117	154,335	149,356
Total Personal Services	567,293	658,653	581,291	610,984
<u>SUPPLIES</u>				
Office Supplies	946	2,398	2,248	2,500
Minor Apparatus	6,962	5,476	7,500	7,500
Chemicals	-	-	-	-
Wearing Apparel	4,171	946	4,678	2,500
Other Supplies	<u>6,466</u>	<u>7,576</u>	<u>3,300</u>	<u>7,500</u>
Total Supplies	18,545	16,395	17,725	20,000
<u>PURCHASED SERVICES</u>				
Postage	-	399	412	500
Memberships & Subscriptions	4,118	9,657	4,192	4,000
Electricity (includes pump station)	10,588	9,059	17,249	15,000
Water	1,620	1,465	1,000	1,500
Fuel for Heating (includes pump station)	5,458	7,884	12,146	8,500
Physical Exams	-	-	-	-
Sewer Maintenance	2,366	7,180	7,113	7,000
Property Insurance	24,666	24,159	26,000	26,000
Other Maintenance	1,677	636	437	1,500
Training & Travel	-	384	750	750
Communication	2,429	3,134	2,834	2,900
Equipment Rental	1,480	100	171	500

City of Grandview Fiscal Year 2016 Annual Budget

Summary of Program Expenditures

Department: Public Works	Fund Group: Enterprise			
Program: Sanitary Sewer	Fund: Sanitary Sewer			
	2012-13	2013-14	2014-15	2015-16
	<u>Actual</u>	<u>Actual</u>	<u>Estimate</u>	<u>Budget</u>
Vehicle Maintenance	43,692	26,155	32,174	22,500
Special Services	27,967	21,474	37,948	35,500
Total Purchased Services	126,061	111,683	142,427	126,150
<u>INTERNAL SERVICES</u>				
Gasoline & Oil	27,560	21,026	28,139	25,000
Total Internal Services	27,560	21,026	28,139	25,000
<u>TOTAL PROGRAM EXPENDITURES</u>	<u>739,460</u>	<u>807,759</u>	<u>769,583</u>	<u>782,134</u>