

Water Fund Overview

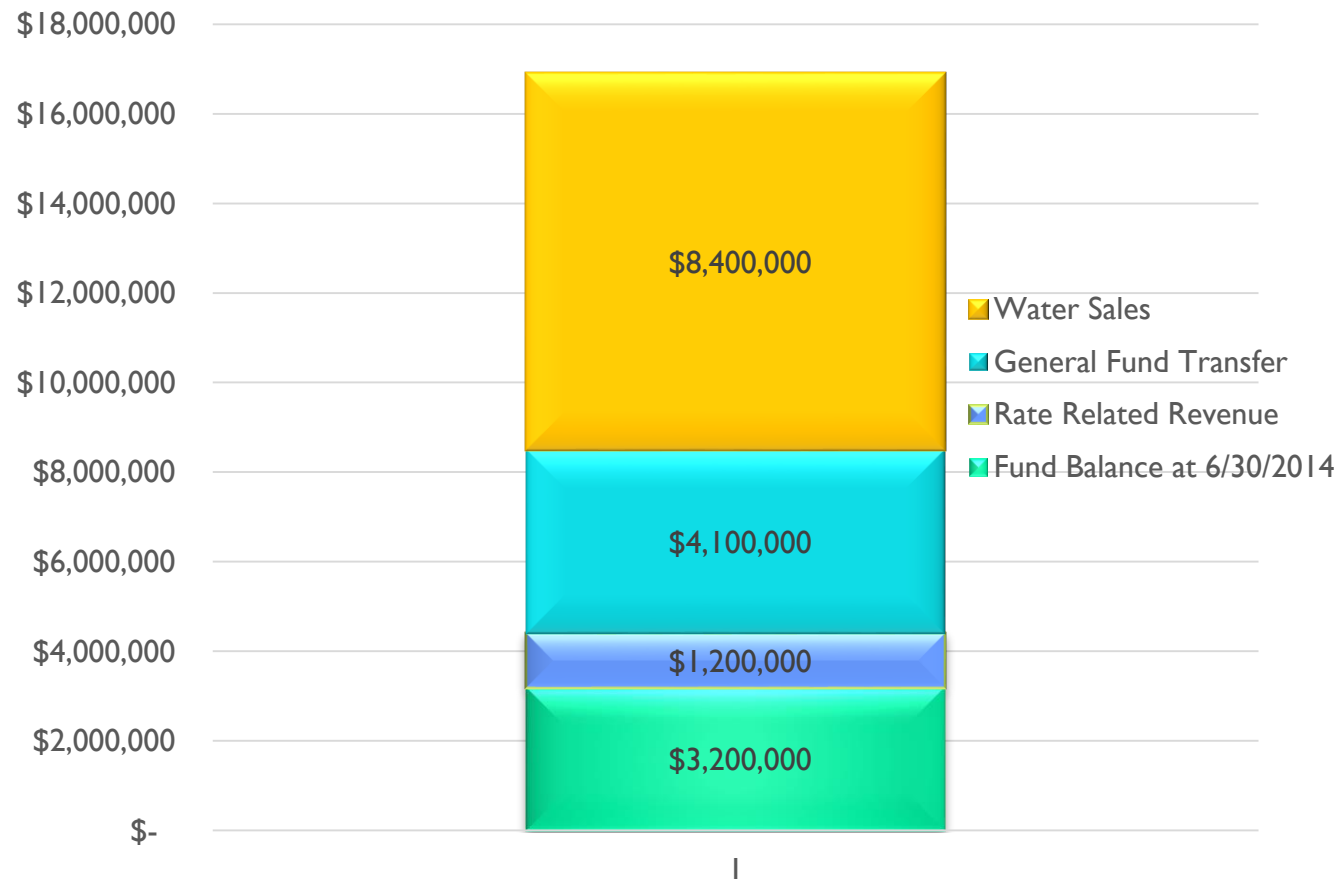
Prepared by: Finance & Public Works Departments



Projected Ending Fund Balance for 2016-17

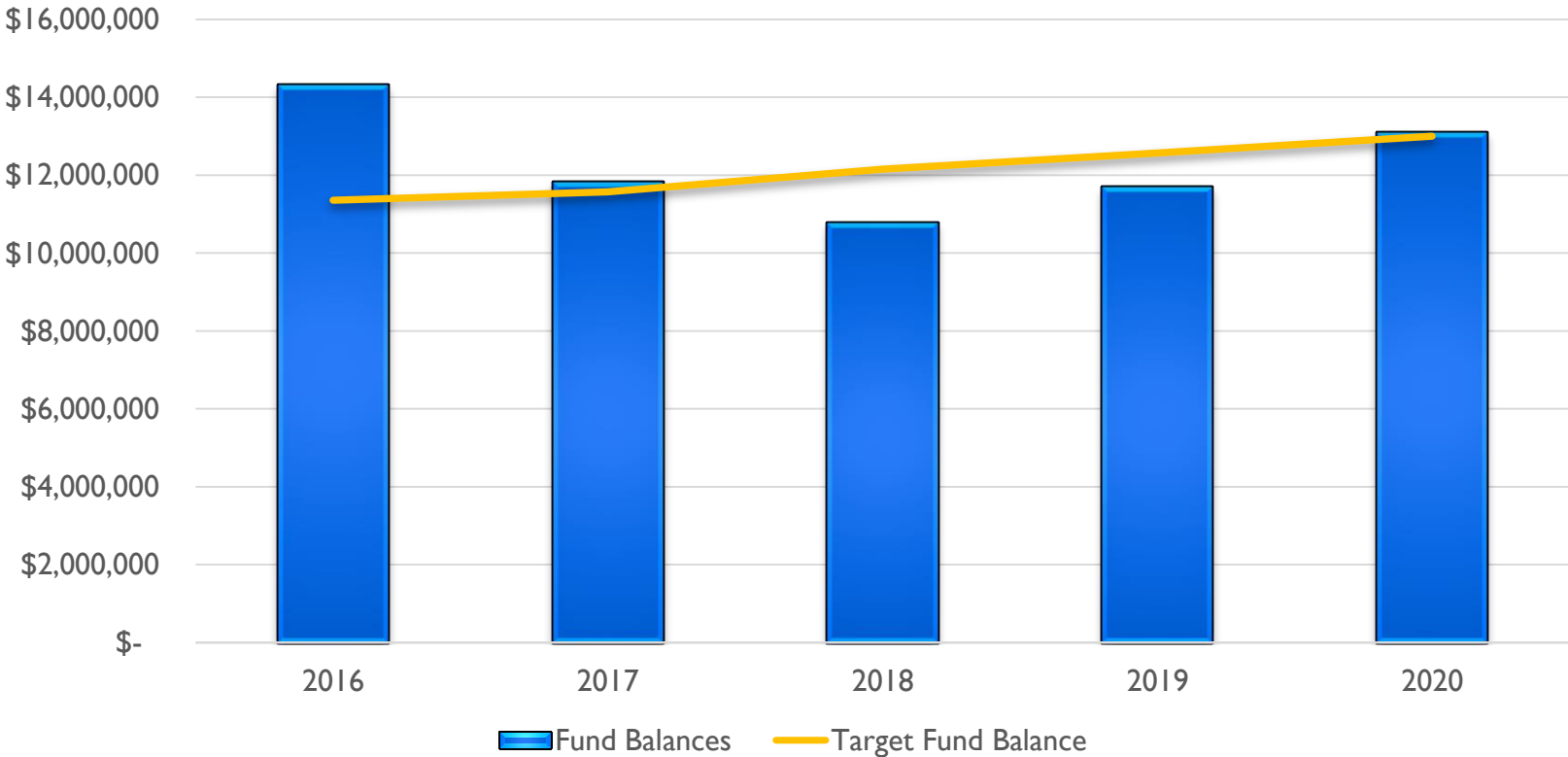
Fiscal Year (FY) is from July 1, 2016 to June 30, 2017

This chart shows the ending Fund Balance dated June 30, 2014 and how it is projected to increase to \$16.9 million at the end of the FY 2016-17. The increase of \$1.2 million is due to ongoing revenue over expenditures. The General Fund transfer and water sales are one-time revenues. Therefore, \$12.5 million, or 74%, of the \$16.9 million projected Fund Balance is due to one-time revenue sources.



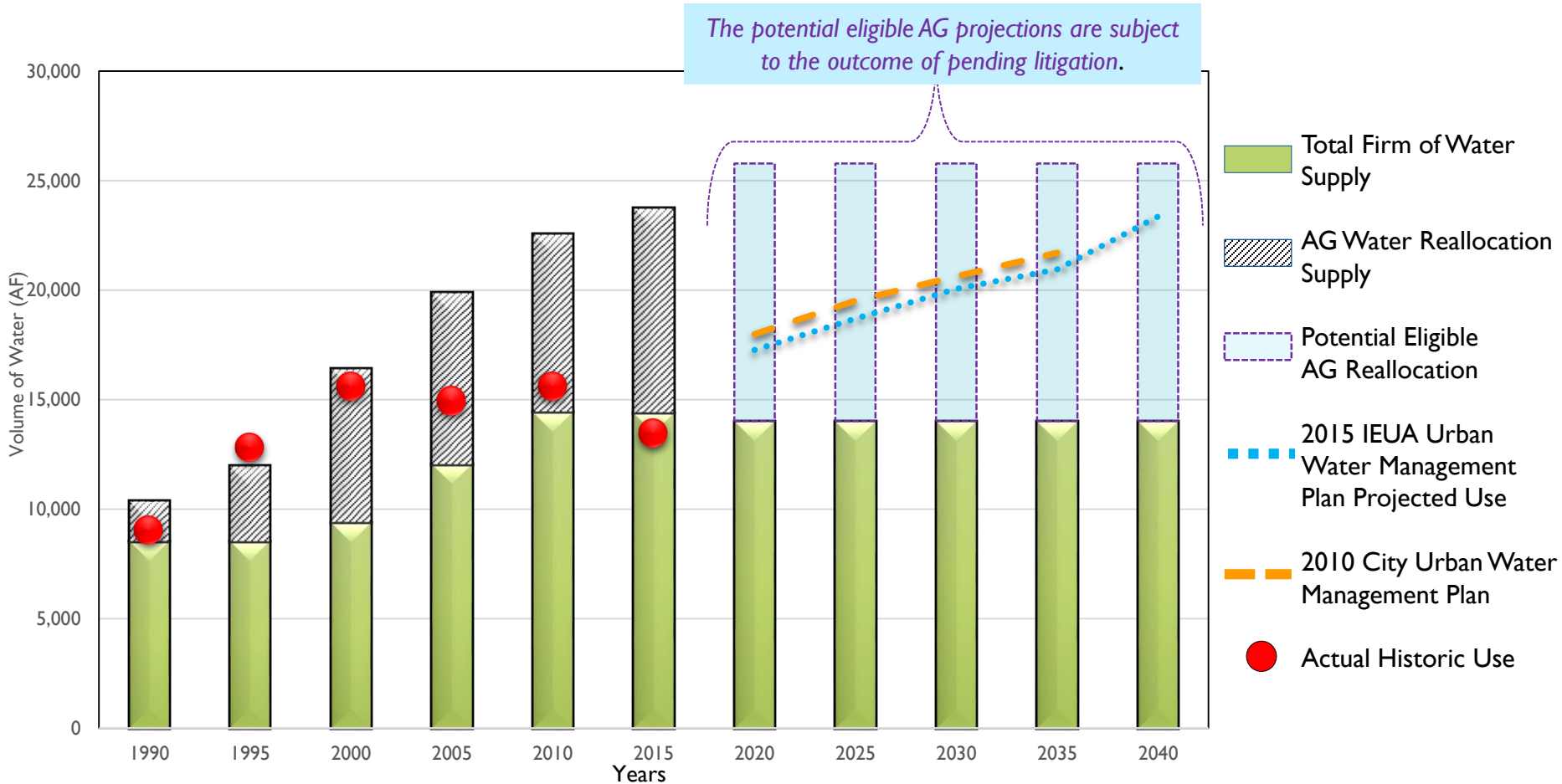
Fund Balances Without 2016 Water Sales

This chart shows the projected Fund Balance compared with the Target Fund Balance. It excludes the most recent water sale of \$5.1 million to illustrate the need for on-going revenue increases. The Fund Balance decreases through 2018 because there is not enough revenue to cover Operating Costs and Capital Improvement Projects. The current 5% rate increase in 2017 and the projected 5% rate increases in 2018 & 2019 starts to move the Projected Fund Balance towards the Targeted Fund Balance.



Historic and Projected Drinkable Water Supply and Demand From 1990 to 2040

Total firm water supply is comprised of Chino Basin groundwater and imported surface water. The Agriculture (AG) reallocation represents available additional shares of Chino Basin groundwater.



Capital Improvement Projects (CIP)

CIPs are construction projects that provide improvements or additions to infrastructure such as water pipes, valves, or pumping systems. These CIP projects are paid for with revenues collected from water customers.

- **Fiscal Year 2016-17 budgeted projects total \$7.4 million**
 - Alley water line replacement along Central Avenue
 - Water main replacements along Riverside and 3rd Streets
 - Water main replacements along Philadelphia and Walnut Avenues
- **Future needed Capital Projects total \$14.8 million**
 - Water treatment facilities for Wells 4 & 6 - \$6 million
 - Benson Reservoir analysis and repair - \$3.5 million
 - Water pipelines along Oaks and Walnut Avenues - \$2.2 Million

Thank you for learning about the city's water
fund status.

