

**REQUEST FOR BOARD ACTION**

**HENDERSON COUNTY**

**CANE CREEK WATER AND SEWER DISTRICT BOARD OF DIRECTORS**

**MEETING DATE:** February 21, 2018

**SUBJECT:** **Mid-Year Line Item Transfer  
Cane Creek Water and Sewer District**

**PRESENTER:** Marcus Jones, PE

**ATTACHMENTS:** Yes  
1. Line Item Transfer

**SUMMARY OF REQUEST:**

Attached is the mid-year Budget Amendment for the Cane Creek sewer system presented for Board approval. Justification is listed on the attached Line Item Transfer form.

**BOARD ACTION REQUESTED:**

Approved the mid-year line item transfer for Cane Creek sewer system.

**Suggested Motion:**

*First, I move the Board convenes as the Cane Creek Water and Sewer District.*

*Secondly, I move that the Board approved the mid-year line item transfer for Cane Creek sewer system.*

*Lastly, I move that the Board reconvene as the Henderson County Board of Commissioners.*

**LINE-ITEM TRANSFER REQUEST  
HENDERSON COUNTY**



**Department:** Cane Creek Water & Sewer Fund 615711

Please make the following line-item transfers:

**What expense line-item is to be increased?**

<u>Account</u>	<u>Line-Item Description</u>	<u>Amount</u>
614711 401001	Retained Earnings	\$206,250
614711 464001	Capacity Deletion Fee	\$11,850
615711 518600	Workers Compensation	\$1,000
615711 525001	Fuel Costs	\$5,000
615711 526000	Department Supplies & Material	\$1,000
615711 535100	Maintenance & Repair - Bldg	\$10,000
615711 538107 1509	Engineering Fees (MPC)	\$4,000
615711 555006 1509	Mill Pond Creek Sewer	\$239,020
615711 538107 1706	Engineering Fees (MCP2)	\$265,000
615711 555006 1706	Mud Creek Sewer, Phase II	\$261,980
615711 538107 1707	Engineering Fees (Norafin)	\$22,800
615711 555006 1707	Norafin Sewer	\$207,200

**What expense line-item is to be decreased? Or what additional revenue is now expected?**

<u>Account</u>	<u>Line-Item Description</u>	<u>Amount</u>
614711 481001	Interest Earned	\$11,850
614711 451012	Rural Economic Dev Grant	\$207,575
615711 526020	Department Supplies - Nonexp	\$5,675
615711 535200	Maintenance & Repair - Equip	\$10,000
615711 554000	Capital Outlay - Land	\$1,000,000

**Justification:** *Please provide a brief justification for this line-item transfer request.*

1. Per new State Statute this year, utilities are no longer allowed to charge impact fees unless they are supported by a rate study. Cane Creek has not performed the required study. This LIT removes the remaining budget revenue for the Capacity Depletion Fee which is an impact fee. An increase in Interest Income earned in the six months covers the revenue decrease.
2. Reallocate expenses based on actual, mid-year expenditures that are different than initially budgeted.
3. Project expenses are reallocated from Capital Outlay - Land to the individual project line items.

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Authorized by Department Head

\_\_\_\_\_  
Date

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Authorized by Budget Office

\_\_\_\_\_  
Date

\_\_\_\_\_  
Authorized by County Manager

\_\_\_\_\_  
Date

<i>For Budget Use Only</i>	
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