



**Caroline County, Virginia  
Fiscal Year 2006-2007 Adopted Budget**

**Enterprise Funds:** Milford Sanitary District Fund

**Budget Unit Description/Activities:**

The Milford Sanitary District provides water to the residents and businesses operating in and around the community of Milford. The District was formed in 1972 to provide a safe and reliable source of water to the residents after flooding ruined wells in the area. Waterworks were put in place and until Fiscal Year 1997-98, the Milford District operated independently. At that time the County's Department of Public Works took over maintenance and operation of the system. Users of the system pay based on water usage for the operation and upkeep of the system through rates set by the Board of Supervisors. The County's Finance Department bills and collects these charges quarterly.

The District's system received limited maintenance attention after it was installed 20 years ago and requires expensive repair and replacement now to continue reliable operations. Despite recent increases in water rates, service revenues have been inadequate to fully pay for the cost of the system and a subsidy transfer from the County's General Fund has been required. That situation is expected to change this year as new housing development in the District's service area is anticipated to begin generating adequate revenues.

System users pay a minimum quarterly charge of \$33 for up to 12,000 gallons of water and \$1.60 per thousand gallons for usage above the minimum.

**Fiscal Year 2006-2007 Goals/Objectives:**

- Commence the changeover to radio read meters to increase reading accuracy, billing efficiency and provide greater management information on the system.
- During repairs, upgrade the existing glue joint PVC pipe with C900 PVC water pipe in lieu of the thinner wall glue joint PVC pipe which was used when the Milford system was constructed.
- Provide service to new customers of the system.

**Service Level/Performance Statistics:**

Description	FY 2003-04	FY 2004-05	FY 2005-06	FY 2006-07
	<u>Actual</u>	<u>Actual</u>	<u>Estimated</u>	<u>Projected</u>
Residential Customers	221	222	225	430
Industrial Customers	16	17	20	20
Gallons of Water Supplied per Year	21 million	19.5 million	23 million	37.5 million
Emergency Repairs	3	2	2	3
New Customers	1	1	2	210

**Budget Highlights:**

No significant changes are reflected in the Fiscal Year 2006-2007 Adopted Budget for this unit.

**Budgeted Funding and Expenditures:**

	FY 2004-05 <u>Budget</u>	FY 2004-05 <u>Actual</u>	FY 2005-06 <u>Amended Budget</u>	FY 2006-07 <u>Adopted Budget</u>	Change <u>Amount</u>	<u>%</u>
<b><u>Funding Sources:</u></b>						
General Fund Transfer	\$ 1,454	\$ 1,454	\$ -	\$ 42,218	\$ 42,218	
Water Billings	\$ 37,410	\$ 43,216	\$ 77,900	\$ 52,000	\$ (25,900)	-33.2%
Availability Fees	\$ 79,500	\$ 6,550	\$ 31,500	\$ 37,800	\$ 6,300	20.0%
<b>Total</b>	<b>\$ 118,364</b>	<b>\$ 51,220</b>	<b>\$ 109,400</b>	<b>\$ 132,018</b>	<b>\$ 22,618</b>	<b>20.7%</b>
<b><u>Expenditures:</u></b>						
Personnel Services	\$ 21,840	\$ 25,521	\$ 27,249	\$ 27,487	\$ 238	0.9%
Employee Benefits	\$ 9,130	\$ 7,569	\$ 10,376	\$ 10,363	\$ (13)	-0.1%
Purchased Services	\$ 13,197	\$ 3,549	\$ 15,497	\$ 54,012	\$ 38,515	248.5%
Other Charges	\$ 7,256	\$ 5,229	\$ 7,217	\$ 10,909	\$ 3,692	51.2%
Materials & Supplies	\$ 4,150	\$ 1,989	\$ 4,450	\$ 5,630	\$ 1,180	26.5%
Capital Outlay	\$ 6,300	\$ 1,612	\$ 1,500	\$ 4,000	\$ 2,500	166.7%
Debt Service	\$ 19,617	\$ 21,252	\$ 19,617	\$ 19,617	\$ -	0.0%
<b>Total</b>	<b>\$ 81,490</b>	<b>\$ 66,721</b>	<b>\$ 85,906</b>	<b>\$ 132,018</b>	<b>\$ 46,112</b>	<b>53.7%</b>