

**CLAY COUNTY UTILITY AUTHORITY
RESOLUTION NO. 2009/2010-02**

**A RESOLUTION OF THE BOARD OF
SUPERVISORS OF THE CLAY COUNTY
UTILITY AUTHORITY ADOPTING FISCAL
YEAR 2009/2010 ANNUAL BUDGET;
PROVIDING AN EFFECTIVE DATE.**

WHEREAS, the Clay County Utility Authority (the "Authority"), came into existence on October 1, 1994, and on that date undertook the ownership and operation of the water and sewer utility referenced in Section 27 of Chapter 94-491, Laws of Florida (the "Act"), as well as of the Pier Station community water treatment and distribution system, and such system is included as a part of the Kingsley System for rate purposes; and

WHEREAS, the water and sewer utility owned and operated by the Authority has grown to include new and existing acquired or contributed water, wastewater and reuse water systems situated in Clay County, Florida, and within certain adjacent geographic areas of Duval and Bradford Counties, Florida; and

WHEREAS, on September 4, 1997, the Authority authorized the operation of the Eagle Harbor Water and Wastewater Treatment Systems, pursuant to that one certain Operation and Maintenance Agreement between the Authority and THE CROSSINGS AT FLEMING ISLAND COMMUNITY DEVELOPMENT DISTRICT, a Chapter 190, F.S. Community Development District; and

WHEREAS, the Authority's annual budget for Fiscal Year 2009/2010, beginning October 1, 2009 and continuing through September 30, 2010, incorporates anticipated revenues and expenditures for all systems to be operated by the Authority for such period; and

WHEREAS, the Act directs and requires that the Authority annually adopt its budget for the succeeding fiscal year, following the same procedure as followed by Clay County, Florida, for budget adoption and approval; and

WHEREAS, the Authority has duly submitted to the Board of County Commissioners for Clay County, Florida, its proposed annual budget for Fiscal Year 2009/2010, and has duly published notice of its public hearing to consider the final adoption of its annual budget for Fiscal Year 2009/2010, together with a budget summary describing the contents of the entire budget; and

WHEREAS, the Authority has adopted a budget for Fiscal Year 2009/2010 by its informal action on September 15, 2009, a copy of which is attached hereto as Exhibit "A" and herein incorporated by reference, following a public hearing on September 14, 2009, at which time the

Board received staff comments and public comments on the then proposed budget and the proposed rates for Fiscal Year 2009/2010 upon which the proposed budget was based; and

WHEREAS, the Authority finds that it is in its best interest, and in the best interest of its ratepayers as a whole, to adopt its annual budget for Fiscal Year 2009/2010 in the form as attached as Exhibit "A" hereto, being the same budget as adopted by the Board's informal action on September 15, 2009.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE CLAY COUNTY UTILITY AUTHORITY, an independent special district created and existing under Chapter 94-491, Laws of Florida, Special Acts of 1994, as follows:

Section 1. The Board does hereby formally adopt and approve the Authority's annual budget for Fiscal Year 2009/2010 in the form as attached hereto as Exhibit "A", being the same budget as adopted by the Board on September 15, 2009.

Section 2. This Resolution shall become effective immediately upon its adoption.

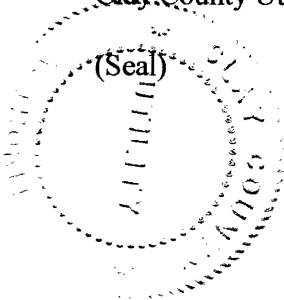
DULY ADOPTED, by the Board of Supervisors of the Clay County Utility Authority, this 6th day of October, 2009, dated effective as of the 1st day of October, 2009.

CLAY COUNTY UTILITY AUTHORITY,
BY ITS BOARD OF SUPERVISORS

By: 
Richard G. Emery, Chairman

ATTEST:

By: 
Janice Loudermilk, Secretary
Clay County Utility Authority



NOTICE OF PUBLIC HEARING

The Clay County Utility Authority has tentatively adopted a budget for Fiscal Year 2009/2010. A public hearing to make a final decision on the budget will be held on Monday, September 14, 2009 at 7:00 p.m. in the Clay County Utility Authority Board Room, 3176 Old Jennings Road, Middleburg, Florida.

BUDGET SUMMARY CLAY COUNTY UTILITY AUTHORITY PROPOSED BUDGET FOR 2009/2010

	Operating Fund	Capital Fund	Self Insurance Fund	Total Fund Budget
Revenues:				
Cash 10/1/2009	\$ -	\$ -	\$ 500,000	\$ 500,000
Water & Sewer Revenue	30,683,063			30,683,063
Connection Fees				-
Grant Revenue	1,698,819			1,698,819
Miscellaneous Revenue	1,493,212	25,000		1,518,212
Borrowing		2,952,264		2,952,264
Fund Transfers		6,319,002	-	6,319,002
Total Revenues	\$ 33,875,094	\$ 9,296,266	\$ 500,000	\$ 43,671,360
Expenditures:				
Debt Service	\$ 6,817,539	\$ -	\$ -	\$ 6,817,539
Fund Transfers	6,319,002			6,319,002
Operation Expenses	19,357,815			19,357,815
Due In Lieu of Taxes	1,380,738			1,380,738
Capital Projects	-	9,296,266		9,296,266
Cash Balance 9/30/2010		-	500,000	500,000
Total Expenditures	\$ 33,875,094	\$ 9,296,266	\$ 500,000	\$ 43,671,360

Additional information on the proposed budget is available for inspection in the office of the Clay County Utility Authority at 3176 Old Jennings Road, Middleburg, Florida, Monday through Friday 8:00 a.m. to 5:00 p.m. except legal holidays. Following the public hearing, which may be adjourned from time to time, The Board of Supervisors may adopt or modify the proposed budget.

In accordance with the Americans With Disabilities Act, any person needing a special accommodation to participate in this matter, should contact the Clay County Utility Authority by mail at 3176 Old Jennings Road, Middleburg, Florida 32068 or by telephone at (904) 272-5999 x 2464, no later than 7 days prior to the hearing or proceeding for which this notice has been given. Hearing impaired persons can access the foregoing telephone number by contacting the Florida Relay service at 1-800-955-8770 (Voice) or 1-800-955-8771 (TDD).

If any person intends to appeal any decision related to this action, such person will need to provide a court reporter at such person's own expense, for a transcript of the proceedings. All interested persons are invited to attend.

CLAY COUNTY UTILITY AUTHORITY
Ray O. Avery, Executive Director

CLAY COUNTY UTILITY AUTHORITY
2009/2010 PROPOSED OPERATING BUDGET

Revenues:	Proposed 2009/2010
Water Revenue	11,678,149
Sewer Revenue	17,607,044
Rate Increase 4.7733%	1,397,870
Connection Fees & DEP Grants	1,698,819
Miscellaneous Revenue	659,920
Capital Fund-Const. Dept.Labor, OH, & Equipt	610,658
Interest-Restricted	6,561
Interest-Non Restricted	216,073
Total Revenues	\$33,875,094
Expenditures:	
Debt Service - Interest	\$3,959,023
Debt Service - Principal	2,369,695
Debt Service - Stabilization	488,821
Debt Service - Principal Paid From Connect Fees	
Restricted Interest Income	6,561
Renewal & Replacement Fund	1,530,440
Environmental Reuse Capital Fund	715,030
Connection Fee Fund & DEP Grants	1,698,819
Departmental Capital Fund	1,364,716
Operation Expenses:	
Wages	\$6,612,877
Capitalized Operating Wages	(178,643)
Health Insurance	1,266,824
Retirement	661,288
Licenses, Education, & Uniforms	138,722
Payroll Taxes	529,030
Workers Compensation ins.	144,861
General Liability & Property Insurance	537,776
Transportation Expense	551,039
Rental Space	10,800
Communication Expense	287,363
Electric & Fuel-W/P	790,586
Electric & Fuel-L/S	394,190
Electric & Fuel-STP	1,294,577
Electric & Fuel-Office	40,884
Chemicals Water	130,000
Chemicals Sewer	734,462
Supplies-Water	550,000
Supplies-Sewage	955,308
Supplies Office	175,000
Engineering Exps	25,000
Legal Expenses	50,000
Audit Expenses	30,900
Subcontractors-Water	415,000
Subcontractors-Water Testing	60,000
Subcontractors-Sewage	776,995
Subcontractors-Sewage Testing	153,000
Subcontractors General	296,000
Sludge Removal	1,100,000
Sludge Treatment	100,000
Bad Debt Exps	20,000
Miscellaneous	110,000
Contingency	938,202
Board Of Directors Compensation	48,552
Due in Lieu of Taxes	1,380,738
Total Operations Expense	\$21,131,331

CLAY COUNTY UTILITY AUTHORITY
2009/2010 PROPOSED OPERATING BUDGET

	Proposed
Construction Department Expenses:	
Wages	\$258,664
Health Insurance	56,725
Retirement	25,866
Payroll Taxes	20,693
Workmen's' Compensation Insurance	18,961
Property/Liability Insurance	34,326
Equipment Fuel, Repairs & Maintenance	34,888
Communication Expense	0
Field Supplies & Small Tools	22,000
Office Supplies	2,405
Miscellaneous Expenses & Employee Training	0
Contingency Reserve	65,234
Depreciation	70,896
Total Construction Department Costs	610,658
Total Expenditures	\$33,875,094
(OVER) UNDER BUDGET	<u>\$0</u>

Clay County Utility Authority
2009/2010 Self Insurance Fund Budget

	<u>TOTAL SELF INSURANCE FUND</u>
REVENUES:	
Fund Balance, Estimated as of October 1, 2009	\$500,000
Fund Transfer from Operations	<u>0</u>
Fund Balances After Transfer	<u>\$500,000</u>
EXPENDITURES:	
Expenditures will be Board Approved per Occurrence	<u>\$0</u>
Total Self Insurance Expenditures	<u>\$0</u>
Fund Balance September 30, 2010	<u>\$500,000</u>

Clay County Utility Authority
2009/2010 Capital Projects Expenditures Budget
And Five Year Capital Projects Plan
Adjusted for Prior Year Jobs Not Completed as Of 9/30/2008

	Fiscal Year 2009/2010
REVENUES:	
Fund Balance October 1, 2009	
Renewal & Replacement Transfer Including Construction	1,530,440
Environmental Reuse Capital Fund Transfer	715,030
Connection Fees Transfer	-
Departmental Capital Transfer	1,364,716
Surplus Transfer (Operating Contingency Utility & Construction)	1,003,436
Tap-In Construction Funds	25,000
Grant Money	1,698,819
Restricted Interest Earnings	6,561
Borrowing if needed	2,952,264
Fund Balances After Transfers	\$9,296,266
CAPITAL EXPENDITURES:	
99 "Tap-In" Construction Assets	\$25,000
100 Departmental Capital	1,000,000
INFILL PROJECTS BUDGET	
Unidentified System Renewal & Replacement	107,250
General Capital Projects Contingency	80,000
WATER TREATMENT PLANTS:	
Orange Park Grid Water Treatment Plants:	
Lucy Branch WTP - Miscellaneous Plant Upgrades	10,000
Meadowbrook WTP - Refurbish Hydro Tank	50,000
Meadowbrook WTP - Miscellaneous Plant Upgrades	10,000
Ridgecrest WTP - Refurbish ground storage tanks	250,000
Ridgecrest WTP - Replace Hydro Tank	65,000
Orange Park South WTP - Miscellaneous Upgrades	10,000
Old Jennings Road WTP - Miscellaeous Plant Upgrades	10,000
Ridaught WTP - Miscellaeous Plant Upgrades	5,000
Middleburg High School - Replace 5,000 Gallon Hydro Tank	25,000
Fleming/Pace Grid Water Treatment Plants:	
Fleming Oaks WTP - Refurbish Ground Storage Tanks	110,000
Fleming Oaks WTP - Refplace 10,000 Gallon Hydro Tank	50,000
Fleming Oaks WTP - Miscellaneous Plant Upgrades	10,000
Pace Island WTP - Miscellaeous Plant Upgrades	10,000
Other Water Treatment Plants:	
Mid Clay WTP - Miscellaneous Plant Upgrades	10,000
Spencers WTP - Miscellaeous Plant Upgrades	10,000
Pier Station - New 60KW Generator	45,000
Pier Station - Refurbish Hydro Tank	15,000
Ravines WTP - Refurbish Tanks	80,000
Ravines WTP - Miscellaneous Plant Upgrades	5,000
Tanglewood WTP - Miscellaneous Plant Upgrades	5,000
583 Keystone WTP (Postmasters Village) and Distribution Plant Expansion - 2007	300,000
Keystone - Geneva Lake Estates WTP - Miscellaneous Plant Upgrades	5,000
CR218 & 301 Industrial Park - Phase I Plant (Highlands DRI)	250,000
RECLAIMED WATER PLANTS:	
Fleming Island Regional - Reclaimed Water Plant Misc Plant Upgrades	5,000
544 Oakleaf Reclaimed Plant - .75 GST and High Service pumping	775,000
WASTE WATER TREATMENT PLANTS:	
Miller Street WWTP:	
Miller St. WWTP - Replace Sludge Facility	1,488,016
Miller St. WWTP - Paint #2 and #3 Clarifier	25,000
Miller St. WWTP - Miscellaeous Plant Upgrades	20,000
Ridaught WWTP:	
Ridaught WWTP - Miscellaneous Plant Upgrades And Improvements	20,000

Clay County Utility Authority
2009/2010 Capital Projects Expenditures Budget
And Five Year Capital Projects Plan
Adjusted for Prior Year Jobs Not Completed as Of 9/30/2008

	Fiscal Year
Fleming Island Regional WWTP:	
Fleming Island Reg. WWTP - Relocate 350KW Generator to the effluent Pump station area	50,000
Fleming Island Reg. WWTP - Upgrade Effluent Pump to 100hp with VFDs	90,000
Fleming Island Reg. WWTP - Miscellaneous Plant Upgrades	20,000
Mid Clay WWTP:	
Mid Clay WWTP - Miscellaneous Plant Upgrades	10,000
Ravines WWTP:	
Ravines WWTP - Misc. Plant Upgrades	10,000
Spencers WWTP:	
Spencers WWTP - Miscellaneous Plant Upgrades	10,000
540 Spencers WWTP - Phase V Expansion	800,000
CR 218 & 301 - Industrial Park:	
CR 218 & 301 - Industrial Park - Phase 1 Plant/ Highland DRI	550,000
Keystone WWTP Plant And Collection System	
Keystone WWTP and Collection System Misc Expansion	125,000
Keystone Wastewater Treatment Plant - Phase II Construction	400,000
DISTRIBUTION & COLLECTION SYSTEM:	
All Systems:	
Water & Wastewater System Rehab - 2007-2008	500,000
Miscellaneous Trunk Main Upgrades	50,000
640 ROW Acquisitions	150,000
Kingsley System Distribution & Collection:	
Collection System Hydro tank upgrades	50,000
Dr. Lake Dr - Utility adjustment due to bike path renovation	150,000
Clay System Distribution & Collection:	
CR 209 - Relocate Mains due to Road Construction	25,000
CR 220 Wtr & WWtr interconnection - Knight Boxx to Salvation Army	100,000
Mid Clay System Distribution & Collection:	
Development South of Royal Point - Cost Share Force Main & Liftstation	220,000
Asbury Preserve and Plantation - Install Wtr & WWtr stubs to south and secure other stubs	21,000
Peters Creek System Distribution & Collection:	
Upgrade 4" to 6" FM - EOC Bldg to POC to CCUA	25,000
Keystone System Distribution & Collection:	
Keystone WWtr Collection System Expansion	50,000
RECLAIMED WATER TRANSMISSION & DISTRIBUTION SYSTEMS:	
Clay System Reuse Transmission & Distribution System:	
Clay System- Old Jennings Rd Tynes Elementary to Allie Murray Rd - Reclaim Main	135,000
Mid Clay System Reuse Transmission & Distribution System:	
Development South of Royal Point - Cost Share Reclaim Main	100,000
Kingsley System Reclaimed Water Transmission & Distribution System:	
Orange Park Country Club Reclaimed Main extension	170,000
All Systems:	
Miscellaneous Reclaimed Mains	300,000
Miscellaneous Reclaimed Mains Upgrades	50,000
GENERAL & ADMINISTRATIVE	
Meters - Growth Potable and Reuse	250,000
TOTAL CAPITAL EXPENDITURES	\$ 9,296,266
Fund Balance September 30, 2010	\$0

Note: Capital Projects for FY 2008/2009 not finished have been added to this year's budget along with their funding sources.