

5. Increase of \$171,000 in Local Water Project due to additional projects approved by the Board at an earlier date.

The cumulative effect of the adjustments to the expenditure side of the budget is a net increase of \$484,800 in projected expenditures for FY 2015-2016.

Reserves

The District's reserve balance is projected to be as follows:

Reserves	Projected Balance 6/30/2015	Actual Balance 6/30/2015	FY 2015-2016 Budget	Est. Balance 06/30/2016
Litigation/Insurance Reserve	250,000	250,000	0	\$250,000
Capital Equipment Reserve	157,000	232,000	(89,700)	\$142,300
Flood/Drought Reserve	328,944	254,891	0	\$254,891
Debt Reserve	219,136	219,136	0	\$219,136
General Operating Reserve	3,162,989	4,380,008	(4,276,150)	\$103,858
Totals	<u>\$4,118,069</u>	<u>\$5,336,035</u>	<u>(\$4,365,850)</u>	<u>\$970,185</u>

The above adjustments will result in an estimated reserve balance of 970,185 at June 30, 2016 as shown on **Exhibit 18-F**. This amount meets the minimum 5% of the operating budget established by the Board during the 2005-06 budget process.

EXHIBITS

- 18-A** Revenues
- 18-B** Personnel Costs
- 18-C** Supplies & Services Costs
- 18-D** Capital Assets
- 18-E** Project Expenditures
- 18-F** Reserves Analysis