

**SANTA YNEZ COMMUNITY SERVICES DISTRICT**  
**MEMORANDUM**

**To:** Board of Directors  
**From:** Loch Dreizler, General Manager  
Alicia Marin, Office Manager  
**Date:** June 17, 2026  
**Subject:** Resolution to Adopt Final FY 2026-2027 Budget

**Proposed Motion/Recommendation:** Adopt the District budget for FY 2026-2027 via the attached Resolution 26-06A.

**Policy Implications:** With Board approval at the May 20, 2026, meeting, the staff published the public hearing notice presenting the Budget for formal adoption.

California Government Code §61110 mandates that the Board adopt an annual budget by September 1. Additionally, the California Government Code requires the Board to hold a public hearing and publish a notice at least two weeks before the hearing in a widely circulated newspaper.

The Board adopted Resolution 11-05 on June 15, 2011, and states that the preliminary Budget will be prepared in May of each year and reviewed by the Finance Committee. The final Budget will be presented at the June meeting.

**Alternatives Considered:** None

**Discussion:** The final budget for FY 2026/27 is attached. The District's budget year spans from July 1 to June 30 each year. Our primary source of revenue is the sewer fees collected from our constituents.

The District has conducted a rate study with Willdan Financial Services covering FY 2026-27 through FY 2030-31. The new rates are expected to be adopted at the June 17, 2026, board meeting. The anticipated sewer rate for FY 2026-27 is \$92.42 per single-family dwelling, reflecting rates for most constituents within the CSD.

The attached budget was reviewed by the board, and the Finance Committee reviewed the final budget on June 2, 2026.

## **Specific Budget Considerations**

- Chumash WWTP Recycled Water revenue – The Chumash is exercising its option to discharge treated effluent into the District’s collection system. This additional flow is billed to the Chumash monthly at the rate the District pays the City of Solvang.
- Operations Collections System – The trunk line from approximately the high school to the terminus at Fjord Drive is expected to be cleaned and videoed by a professional service. The cost, estimated at \$95,000, is included in our capital improvement plan.
- City of Solvang Flow Charges – The agreement with the City of Solvang provides that the “District shall pay...one twelfth of its estimated prorated annual budgeted costs of maintenance and operation of the System”. The City of Solvang’s budgeted costs are \$300,000; therefore, the updated monthly charge to the District will be \$25,000. An additional \$75,000 is budgeted to cover the reconciliation of actual receipts, including a management fee, from the City of Solvang, which occurs around February each year.
- Solvang's WWTP - Santa Ynez CSD has limited control over Solvang's annual Wastewater Treatment Plant capital expenditures. The District contributes approximately 20% toward Solvang's WWTP capital improvements. The City of Solvang’s budget indicates it will receive \$594,500 from the District. Staff is collaborating with the City of Solvang and receives quarterly updates on the City's capital improvement expenses. The City of Solvang's estimated capital expenses were used in the rate study to determine the rate increases.
- Horizon Mainline Extension Project Debt Service totals \$86,815.89 annually, with the final payment due July 23, 2041.
- The budget includes a 3.0% COLA (Cost of Living Adjustment) and a corresponding increase in the health benefit allowance, as defined in the Employee Handbook and based on the 2025 CPI-U (Consumer Price Index for All Urban Consumers – Los Angeles, Long Beach, Anaheim).

**Proposed Capital Projects**

In September 2025, the Board was presented with the 5-year Capital Improvement Plan (CIP), which was incorporated into the recent rate study. The Board also approves capital projects exceeding \$25,000.

A summary of our estimated capital projects (prices will vary depending on the outcomes during the bidding process):

1. Hwy 246 Trunkline cleaning and video	\$ 95,000
2. Reline 12 manholes along Hwy 246	\$ 160,000
3. Ductile Iron Pipe Lining at Alamo Pintado Bridge	\$ 20,000
4. Force Main Inspection	\$ 220,000
5. 246 Lift Station – Wet Well Liner	\$ 36,800
6. Install 3 Trunk Line Meters	\$ 92,000
7. <u>Replace 2007 Chevy Work Truck</u>	<u>\$ 66,000</u>
ESTIMATED TOTAL	\$ 689,800

**Attachment(s):**

1. 2026/27 Proposed Budget
2. Resolution 26-06A

**RESOLUTION NO. 26-06A**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE SANTA YNEZ COMMUNITY SERVICES  
DISTRICT FIXING AND ADOPTING A FINAL  
BUDGET FOR THE FISCAL YEAR 2026-2027**

WHEREAS, under Government Code Section 61110, a public hearing will be held at which any person is permitted to appear and be heard regarding any item in the proposed final budget for the Santa Ynez Community Services District for Fiscal Year 2026-2027 (the “FY 2026-2027 Budget”), or regarding the addition of other items thereto.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Santa Ynez Community Services District as follows:

1. The FY 2026-2027 Budget on file with the Secretary of the District, previously reviewed and considered by this Board, is finalized and adopted.
2. The General Manager or Board Secretary is directed to forward a copy of the FY 2026-2027 Budget to the Santa Barbara County Auditor.

PASSED AND ADOPTED this \_\_\_\_\_ day of June 2026 by the following vote of the Board of Directors of the Santa Ynez Community Services District:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

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Frank Redfern, President of the  
Board of Directors

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Alicia Marin,  
Board Secretary

# DRAFT Santa Ynez Community Services District

## Operating Budget 2026/2027

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
	A	B	C	D=C-B	E=D/B
<b>Revenue</b>					
<b>Operating Revenue</b>					
Sewer Service Fees	\$ 1,532,000	\$ 1,532,000	\$ 1,583,400	\$ 51,400	3%
Sewer Benefit Fees	39,200	39,200	39,000	(200)	-1%
Other Charges for Services	4,900	4,900	4,900	-	0%
<b>Total Operating Revenue</b>	<b>1,576,100</b>	<b>1,576,100</b>	<b>1,627,300</b>	<b>51,200</b>	<b>3%</b>
<b>Non-Operating Revenue</b>					
Property Taxes	220,000	224,400	228,900	4,500	2%
Annexation Fees	8,000	3,300	3,300	-	0%
Chumash Reservation Contract	445,600	466,400	507,300	40,900	9%
Chumash WWTP Recycled Water	94,300	-	78,000	78,000	0%
Investment Earnings	271,500	183,000	232,000	49,000	27%
Other Revenue	10,800	16,200	17,500	1,300	8%
<b>Total Non-Operating Revenue</b>	<b>1,050,200</b>	<b>893,300</b>	<b>1,067,000</b>	<b>173,700</b>	<b>19%</b>
<b>Capital Contributions</b>					
Capacity Fees	116,300	103,800	117,600	13,800	13%
<b>Total Capital Contributions</b>	<b>116,300</b>	<b>103,800</b>	<b>117,600</b>	<b>13,800</b>	<b>13%</b>
<b>Total Revenue</b>	<b>\$ 2,742,600</b>	<b>\$ 2,573,200</b>	<b>\$ 2,811,900</b>	<b>\$ 238,700</b>	<b>9%</b>

### Expenses (Operations, General & Administrative, Building, Chumash WWTP, Reservation Collection System)

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
	A	B	C	D=C-B	E=D/B
<b>Operations Expenses</b>					
Salaries	\$ 374,400	\$ 408,700	\$ 399,400	\$ (9,300)	-2%
Employee Benefits	119,800	131,700	155,500	23,800	18%
Insurance	22,500	27,600	27,900	300	1%
Legal Services	300	35,000	35,000	-	0%
Consultant Fees	139,300	65,000	85,000	20,000	31%
Memberships and Subscriptions	4,000	4,000	4,000	-	0%
Office and Miscellaneous Expenses	8,600	7,750	9,100	1,350	17%
Employee Meetings, Seminars, and Travel	900	6,000	6,000	-	0%
Repair and Maintenance	34,000	22,600	27,200	4,600	20%
Computer Operations	11,400	9,900	12,500	2,600	26%
Permit Fees	7,300	6,500	6,500	-	0%
Collection System	25,900	10,000	18,100	8,100	81%
Pump Station	37,500	15,800	16,600	800	5%
Vehicle Repair and Maintenance	3,700	5,600	5,600	-	0%
Lab Testing	700	2,500	1,000	(1,500)	-60%
Utilities	32,500	30,600	38,800	8,200	27%
Project/GIS	15,300	15,300	15,300	-	0%
Solvang Flow Charges	477,597	280,000	375,000	95,000	34%
Solvang Capital Improvements	122,535	182,000	594,500	412,500	227%
<b>Total Operations Expenses</b>	<b>\$ 1,438,232</b>	<b>\$ 1,266,550</b>	<b>\$ 1,833,000</b>	<b>\$ 566,450</b>	<b>45%</b>

# DRAFT Santa Ynez Community Services District

## Operating Budget 2026/2027

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
	A	B	C	D=C-B	E=D/B
<b>40 General and Administrative Expenses</b>					
41 Salaries	\$ 150,900	\$ 136,900	\$ 132,100	\$ (4,800)	-4%
42 Employee Benefits	48,500	34,000	42,800	8,800	26%
43 Insurance	5,500	11,400	11,400	-	0%
44 Memberships and Subscriptions	7,700	7,700	7,700	-	0%
45 Computer Operations	9,100	7,400	9,500	2,100	28%
46 LAFCO Fees	1,700	1,700	1,700	-	0%
47 Property Tax Fees	-	2,400	2,400	-	0%
48 Legal Services	13,600	46,300	48,600	2,300	5%
49 Audit and Accounting Services	46,000	40,000	46,000	6,000	15%
50 Consultant Fees	30,000	5,000	5,000	-	0%
51 Office and Miscellaneous Expenses	15,100	16,500	20,900	4,400	27%
52 Employee Meetings, Seminars, and Travel	4,000	7,000	8,000	1,000	14%
53 Utilities	1,700	1,700	1,700	-	0%
<b>54 Total General and Administrative Expenses</b>	<b>\$ 333,800</b>	<b>\$ 318,000</b>	<b>\$ 337,800</b>	<b>\$ 19,800</b>	<b>6%</b>

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
	A	B	C	D=C-B	E=D/B
<b>55 Building Expenses</b>					
56 Utilities	\$ 10,100	\$ 10,200	\$ 10,600	\$ 400	4%
57 Repair and Maintenance	9,700	8,500	9,300	800	9%
58 Insurance	4,000	5,300	5,100	(200)	-4%
<b>59 Total Building Expenses</b>	<b>\$ 23,800</b>	<b>\$ 24,000</b>	<b>\$ 25,000</b>	<b>\$ 1,000</b>	<b>4%</b>

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
	A	B	C	D=C-B	E=D/B
<b>60 Chumash WWTP Expenses</b>					
61 Salaries	\$ 205,900	\$ 175,100	\$ 202,300	\$ 27,200	16%
62 Employee Benefits	61,100	59,900	69,300	9,400	16%
63 Utilities	200	300	200	(100)	-33%
64 Repair and Maintenance	57,200	93,700	94,800	1,100	1%
65 Memberships and Subscriptions	1,000	1,000	1,000	-	0%
66 Employee Meetings, Seminars, and Travel	1,000	2,000	2,000	-	0%
67 Lab Testing	7,800	17,800	8,200	(9,600)	-54%
68 Insurance	5,200	7,000	8,100	1,100	16%
69 Miscellaneous Expenses	1,200	3,300	2,600	(700)	-21%
<b>70 Total Chumash WWTP Expenses</b>	<b>\$ 340,600</b>	<b>\$ 360,100</b>	<b>\$ 388,500</b>	<b>\$ 28,400</b>	<b>8%</b>

# DRAFT Santa Ynez Community Services District

## Operating Budget 2026/2027

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
71 <b>Reservation Collection System Expenses</b>	<b>A</b>	<b>B</b>	<b>C</b>	<b>D=C-B</b>	<b>E=D/B</b>
72 Salaries	\$ 41,900	\$ 42,800	\$ 47,200	\$ 4,400	10%
73 Employee Benefits	13,300	14,100	18,400	4,300	30%
74 Utilities	8,100	8,500	8,600	100	1%
75 Repair and Maintenance	10,900	13,500	14,500	1,000	7%
76 Insurance	1,600	1,400	1,700	300	21%
77 <b>Total Reservation Collection System Expenses</b>	<b>\$ 75,800</b>	<b>\$ 80,300</b>	<b>\$ 90,400</b>	<b>\$ 10,100</b>	<b>13%</b>

78 **Total Expenses** **\$ 2,212,232** **\$ 2,048,950** **\$ 2,674,700** **\$ 625,750** **31%**

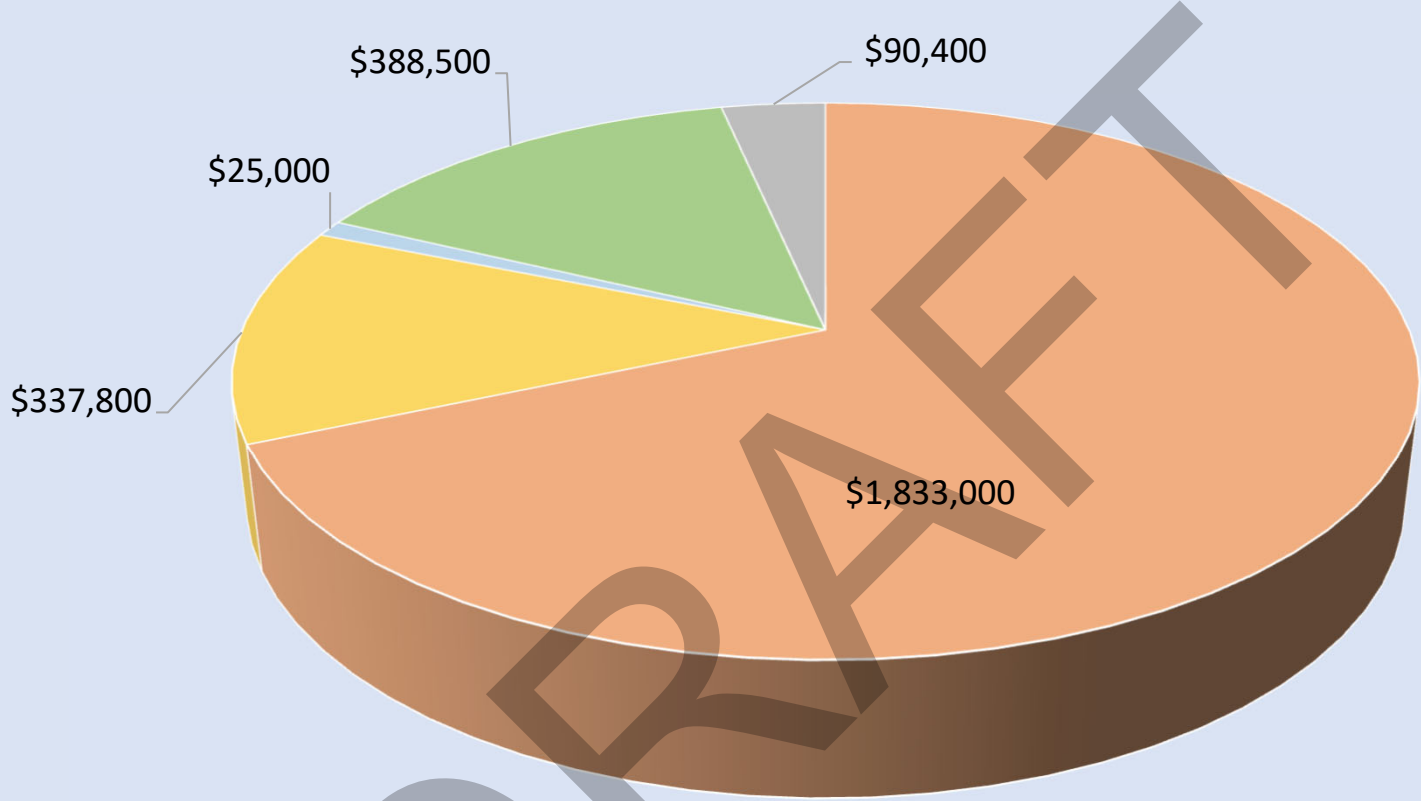
79 **NET OPERATING INCOME = Revenue - Expenses** **\$ 530,368** **\$ 524,250** **\$ 137,200** **\$ (387,050)** **-74%**

### Capital Projects and Debt Service & Net Increase (Decrease) to Reserves

	FY 26 Projected Actuals	FY 26 Adopted Budget	FY 27 Proposed Budget	\$ Variance	% Variance
80 <b>Net Operating Income = Revenue - Expenses</b>	<b>\$ 530,368</b>	<b>\$ 524,250</b>	<b>\$ 137,200</b>	<b>\$ (387,050)</b>	<b>-74%</b>
81 <b>Capital Expenditures</b>					
82 District Capital Improvement Projects	-	(315,000)	(689,800)	(374,800)	119%
83 <b>Total Capital Expenditures</b>	<b>\$ -</b>	<b>\$ (315,000)</b>	<b>\$ (689,800)</b>	<b>\$ (374,800)</b>	<b>119%</b>
84 <b>Debt Service</b>					
85 Horizon Loan Principal	(53,100)	(53,100)	(53,100)	-	0%
86 Horizon Loan Interest	(33,700)	(33,700)	(33,700)	-	0%
87 <b>Total Debt Service</b>	<b>(86,800)</b>	<b>(86,800)</b>	<b>(86,800)</b>	<b>-</b>	
88 <b>Net Increase (Decrease) to Reserves</b>	<b>\$ 443,568</b>	<b>\$ 122,450</b>	<b>\$ (639,400)</b>	<b>\$ (761,850)</b>	

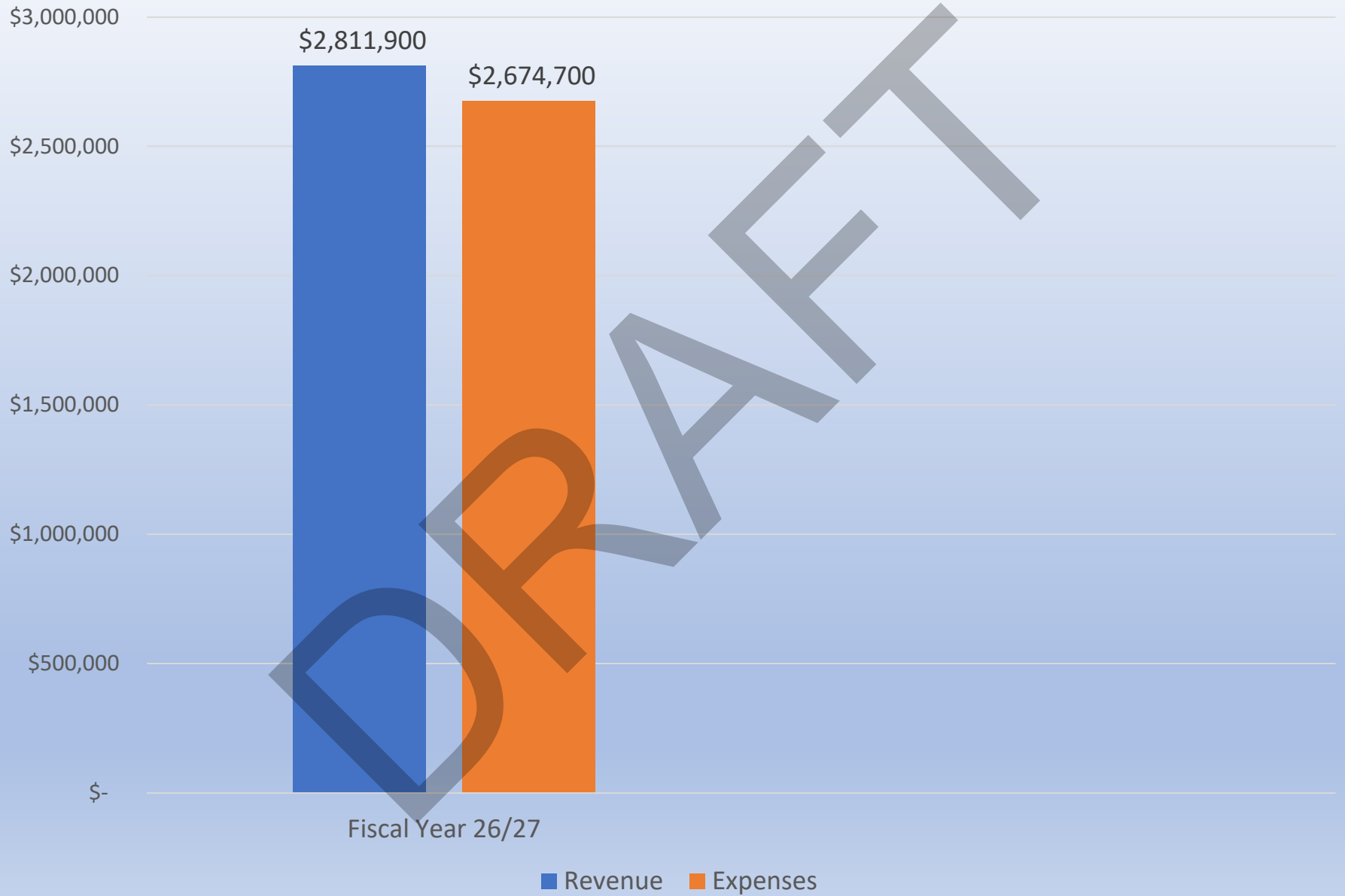
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# FY 27 Budgeted Expenses by Department

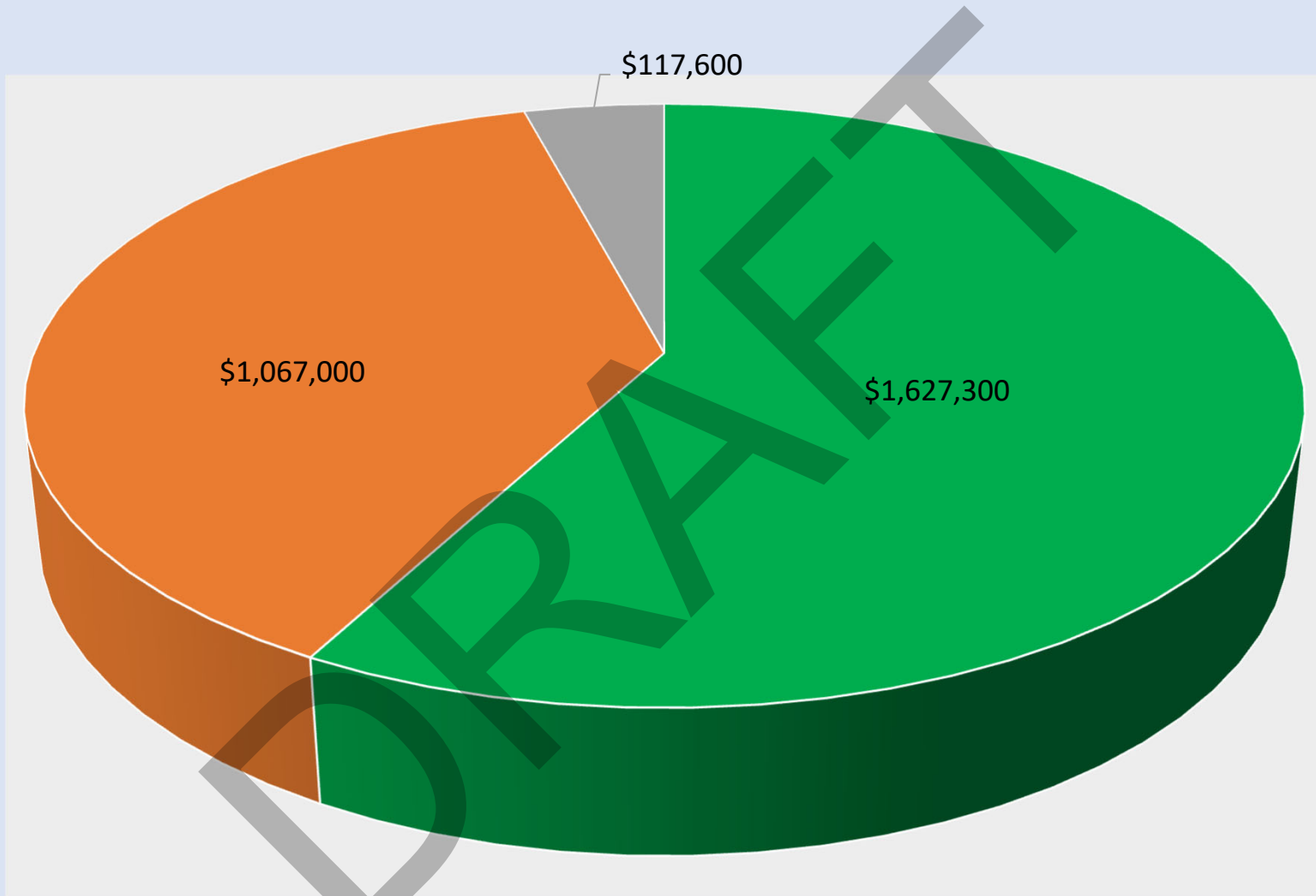


- Operations
- General and Administrative
- Building
- Wastewater Treatment Plant
- Reservation Collection System

## Revenue & Expenses



### FY 27 Budgeted Revenue by Source



■ Operating Revenue   ■ Non-Operating Revenue   ■ Capacity Fees

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# **DRAFT** Santa Ynez Community Services District

## FY 2026/27 Operating Budget

### District Budget

#### Revenue

##### Operating Revenue

**Line 3 – Sewer Service Fees** include sewer service fees for connected parcels. Annual increase per rate schedule defined by the rate study at 2.5%.

**Line 4 – Sewer Benefit Fees** include fixed sewer fees for every parcel where sewer service is available. The fee does not increase, but the number of parcels assessed may increase yearly. Decrease for FY 2027 due to adjusting revenue for monthly billing.

**Line 5 – Other Charges for Services** include plan check, inspection, administrative fees, and board room rental fees.

##### Non-Operating Revenue

**Line 8 – Property Taxes** include Ad Valorem tax revenue assessed by Santa Barbara County for all properties annexed to the District.

**Line 9 – Annexation Fees** include fees for annexing properties to the District that are currently outside the District boundaries. Conservative budget for new properties lowered to reflect actual.

**Line 10 – Chumash Reservation Contract** includes reimbursement of expenses from operations of the Chumash Wastewater Treatment Plant, reservation lift station, and collection. Includes an administration charge for District costs, including utilities, computers, and supplies. Increase for higher costs of reimbursed expenses.

**Line 11 – Chumash WWTP Recycled Water** – New line item for FY 2026/27. Reimbursement of recycled water sent from the WWTP through the District's collection system. Estimated at \$6,500 per month.

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## FY 2026/27 Operating Budget

**Line 12 – Investment Earnings** include earnings from cash and investments held with Five Star Bank, Mechanics Bank, King Capital Advisors (CDs), and the Local Agency Investment Fund (LAIF). Conservative increase for additional funds invested and for variable interest rates.

**Line 13 – Other Revenue** includes payment plan interest, miscellaneous reimbursements, and other income not accounted for in the above accounts.

**Line 16 – Capacity Fees** include fees to connect to the District's sewer line for purchasing future capacity in the City of Solvang Wastewater Treatment Plant. Conservative increase for additional service connections – 2 SFDs and 2 ADUs.

### **Expenses**

#### **Operations**

**Line 20 – Salaries** include 55% of General Manager, 45% Officer Manager/Board Secretary, 85% Operations Supervisor, 85% Collection Operators, and 2% of the Chief Plant Operator salaries. Includes a 5% step increase if warranted, 3% cost of living increase per Board approved COLA reference to the Los Angeles-Long Beach-Anaheim, CA, CPI-U 12-month percent change January and December 2025. Decrease due to staff changes.

**Line 21 – Employee Benefits** include health insurance, retirement, and additional retirement contributions paid by the District. Increase for salary allocation adjustments among departments and estimated increase in health insurance expenses.

**Line 22 – Insurance** includes property, general liability, and worker's compensation insurance. Includes addition of yearend adjustments by insurance company.

**Line 23 – Legal Services** include general legal fees paid by the District.

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## FY 2026/27 Operating Budget

**Line 24 – Consultant Fees** include professional services for demographers and engineering. Increase for anticipated deferred maintenance work to be done in FY 2027.

**Line 25 – Memberships and Subscriptions** include staff memberships and subscriptions such as the CA Water Environment Association (CWEA).

**Line 26 – Office and Miscellaneous Expenses** include printing and publications, postage, office equipment, supplies, and uniforms for operations staff. Increase to reflect actuals from FY 2026.

**Line 27 – Employee Meetings, Seminars, and Travel** includes training for operations staff and certifications and travel.

**Line 28 – Repair and Maintenance** includes equipment repairs and maintenance, Dig Alerts, operating supplies, and small tools. Increase to reflect actuals from FY 2026.

**Line 29 – Computer Operations** include regular computer operations support. Increase for anticipated additional support and maintenance work order system annual cost.

**Line 30 – Permit Fees** includes air pollution control fees.

**Line 31 – Collection System** includes repairs and maintenance of the collection system. Increased due to budgeting based on FY 2026 actuals.

**Line 32 – Pump Station** includes repairs and maintenance on 246 and Golden Inn pump stations.

**Line 33 – Vehicle Repair and Maintenance** includes routine repair and maintenance costs of District-owned vehicles.

**Line 34 – Lab Testing** includes testing of manholes to verify the composition and strength of wastewater. Decrease due to adjusting to reflect actuals for FY 2026.

**Line 35 – Utilities** include electricity for pump stations. Increased due to budgeting based on FY 2026 actuals.

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## FY 2026/27 Operating Budget

**Line 36 – Project/GIS** includes monthly Geographic Information System support charges.

**Line 37 - Solvang Flow Charges** - charges for the treatment of wastewater and project costs at the Wastewater Treatment Plant. Increase due to increasing monthly payment to the City of Solvang to \$25,000 based on their budget. Estimated an additional \$75,000 for the end of year reconciliation management fee expense based on actual flows determined by the City of Solvang. Note that the City of Solvang bills in arrears.

**Line 38 - Solvang Capital Improvements** Santa Ynez CSD has little control over Solvang's annual Wastewater Treatment Plant capital expenditures. SYCSD pays approximately 20% of their capital improvements. \$594,490 is from the City of Solvang 10-year Capital Improvement Plan for FY 2025-26. The City of Solvang bills in arrears.

### **General and Administrative**

**Line 41 – Salaries** include 35% of the General Manager and 45% of the Office Manager/Board Secretary salaries. Increase includes a 3% cost of living increase per Board approved COLA reference to the Los Angeles-Long Beach-Anaheim, CA, CPI-U 12-month percent change January and December 2025. Decrease due to staff changes.

**Line 42 – Employee Benefits** include health insurance, retirement, and supplemental retirement contributions paid by the District. Increase for salary allocation adjustments among departments, estimated increase in health insurance expenses, and budgeting the new General Manager at the maximum benefits allowance.

**Line 43 – Insurance** includes property, general liability, and worker's compensation insurance. Increase due to higher estimated insurance and addition of end of year adjustments by insurance company.

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## FY 2026/27 Operating Budget

**Line 44 – Memberships and Subscriptions** include staff memberships and subscriptions such as the California Special Districts Association and the Chamber of Commerce.

**Line 45 – Computer Operations** includes regular computer operations support. Increase for anticipated additional support.

**Line 46 – LAFCO Fees** include an estimated local Agency Commission Formation (LAFCO) budget cost.

**Line 47 – Property Tax Fees** include County charges for collecting property taxes.

**Line 48 – Legal Services** include general legal fees paid by the District. Increase for anticipated higher costs.

**Line 49 – Audit and Accounting Services** include costs for an annual external audit of the financial statements and services to assist with accounting and audit preparation. Increase due to anticipated accounting firm annual rate increases.

**Line 50 – Consultant Fees** includes fees for consultants on an as-needed basis.

**Line 51 – Office and Miscellaneous Expenses** include printing and publications, postage, office equipment, supplies, pre-screening exams, bank charges, payroll processing fees, and retirement service fees.

**Line 52 – Employee Meetings, Seminars, and Travel** include educational and training opportunities for staff and Board members. Increased to reflect anticipated board member conference attendance.

**Line 53 – Utilities** include telephone and internet charges for the District office.

### **Building**

**Line 56 – Utilities** include the District building's water, electric, and gas charges.

**Line 57 – Repair and Maintenance** includes miscellaneous building repairs and maintenance, supplies, monthly cleaning, carpet cleaning, window cleaning, and other items.

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## FY 2026/27 Operating Budget

**Line 58 – Insurance** includes property and general liability insurance.

### **Chumash Wastewater Treatment Plant (WWTP)**

**Line 61 – Salaries** include 96% of the Chief Plant Operator, 5% General Manager, 5% Office Manager/Board Secretary, 5% Operations Supervisor, and 5% Collection Operators' salaries. Includes a 5% step increase as warranted and a 3% cost of living increase per Board approved COLA reference to the Los Angeles-Long Beach-Anaheim, CA, CPI-U 12-month percent change January and December 2025. Increase due to salary allocation adjustments among departments.

**Line 62 – Employee Benefits** include health insurance, retirement, and supplemental retirement contributions paid by the District. Increase for salary allocation adjustments among departments and estimated increase in health insurance expenses.

**Line 63 – Utilities** include fuel and telephone charges for the WWTP. Decrease due basing on FY 2026 actuals.

**Line 64 – Repair and Maintenance** includes repairs, maintenance and supplies at the WWTP. Decrease due to reflecting FY 26 actuals.

**Line 65 – Memberships and Subscriptions** include staff memberships and subscriptions such as the California Water Environment Association and Grade IV operator certificates.

**Line 66 – Employee Meetings, Seminars, and Travel** includes educational and training opportunities for staff.

**Line 67 – Lab Testing** includes testing of wastewater for permit compliance. Decrease due to reflecting FY 26 actuals.

**Line 68 – Insurance** includes worker's compensation insurance for District staff based on hours worked. Increase due to higher estimated insurance and addition of end of year adjustments by insurance company.

**Line 69 – Miscellaneous Expenses** include staff uniforms and other expenses.

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## FY 2026/27 Operating Budget

### **Reservation Collection System**

**Line 72 – Salaries** include 5% of General Manager, 5% Officer Manager/Board Secretary, 10% Operations Supervisor, and 10% Collection Operators, and 2% of the Chief Plant Operator salaries. Includes a 5% step increase as warranted and a 3% cost of living increase per Board approved COLA reference to the Los Angeles-Long Beach-Anaheim, CA, CPI-U 12-month percent change January and December 2025. Increase due to salary allocation adjustments among departments.

**Line 73 – Employee Benefits** include health insurance, retirement, and supplemental retirement contributions paid by the District. Increase due to salary allocation adjustments among departments.

**Line 74 – Utilities** include electric and telephone charges for the lift station.

**Line 75 – Repair and Maintenance** includes repairs and maintenance for the Reservation lift station and collection lines.

**Line 76 – Insurance** includes worker's compensation insurance for District staff based on hours worked. Increase due to higher estimated insurance and addition of end of year adjustments by insurance company.

# **DRAFT** Santa Ynez Community Services District

## FY 2026/27 Operating Budget

### Capital Projects & Debt Service

#### Capital

**Line 82 - District Capital Improvement Projects** budgeted for FY 27 are outlined in the Board Memo. They include relining 12 manholes, ductile iron pipe lining at the Alamo Pintado Bridge, force main assessment and gasket inspections, replacing the Hwy 246 wet well liner, installing three flow meters along the trunk line, cleaning and videoing the Hwy 246 trunk line, and replacing the 2007 work truck.

#### Debt Service

**Line 85 - Horizon Loan Principal** includes the annual principal installment for the agreement with Municipal Finance Corporation for the cost of constructing improvements at the wastewater facilities.

**Line 86 - Horizon Loan Interest** includes the annual interest installment for the agreement with Municipal Finance Corporation for the cost of constructing improvements at the wastewater facilities.

**Line 88 - Net Increase (Decrease) to Reserves** is budgeted to decrease the Reserves by \$639,400 due to anticipated capital improvement projects.