

ORDINANCE NO. 2020-03

AN ORDINANCE providing for, and approving the budget for the calendar year 2021

* * *

WHEREAS, the Board of Trustees (the “Board of Trustees”) of the Mill Creek Water Reclamation District (the “District”) has determined that, in connection with the operation of its water supply, wastewater and stormwater facilities (the “Systems”), it is necessary and in the best interests of the District to establish a budget with respect to the operation and maintenance of the Systems and related items for the year 2021; and

WHEREAS, the Board of Trustees reviewed and approved the proposed 2021 budget in the form attached hereto as Exhibit “A” (the “Budget”), which Budget estimates the revenues and expenses of the District for the calendar year 2021.

NOW, THEREFORE, Be It Ordained by the Board of Trustees of the Mill Creek Water Reclamation District, Kane County, Illinois, as follows:

Section 1. *Incorporation of Preambles.* The Board of Trustees hereby finds that all of the recitals contained in the preambles to this Ordinance are true and correct and do hereby incorporate them into this Ordinance by this reference.

Section 2. *Determination to Adopt Budget for 2021.* It is necessary and in the best interests of the District, that the District adopt the attached Budget covering projected revenues, costs, expenses and capital expenditures, including operating and maintenance costs. The Budget contains an estimate of the revenues and expenses of the District for the calendar year 2021. Such Budget for 2021 is hereby approved and shall constitute the budget for the District for said year. The sums set forth in the Budget are hereby appropriated and budgeted for the corporate purposes of the District for the calendar year 2021.

Section 3. *2021 Budget Items.* The Budget for 2021 has been prepared in conjunction with the District’s operator, and has been reviewed by the Board of Trustees. The Board of Trustees has provided for the collection of real estate taxes levied against all taxable property within the territorial limits of the District in an amount set forth in the Budget and shall take such action as necessary to implement such tax levy. The District is authorized to make such payments or reimbursements or take such other action as is generally contemplated by the Budget without further action of or by the Board of Trustees. It is expressly and specifically agreed that the Trustees of the District shall have authority (and are hereby granted such authority) to sign checks or take other appropriate action to make payments, disbursements, or reimbursements of expenses in substantial accordance with the Budget. Any and all excess revenues or any savings in Budget items may be expended in making up any insufficiency in any other item or items in the Budget and for the general corporate purposes of the District.

Section 4. Severability. If any section, paragraph, clause or provision of this Ordinance shall be held invalid, the invalidity of such section, paragraph, clause or provisions shall not affect any of the other provisions of this Ordinance.

Section 5. Repealer. All ordinances, resolutions or orders, or parts thereof, in conflict with the provision of this Ordinance are to the extent of such conflict hereby repealed.

ADOPTED BY THE BOARD OF TRUSTEES ON NOVEMBER 17, 2020.

AYES: 3

NAYS: 0

ABSENT: 0

HOLDING OFFICE: 3

RECORDED in the District Records on November 17, 2020.



James R. Dougherty, President, Board of Trustees
Mill Creek Water Reclamation District
Kane County, Illinois

ATTEST:



Mark Hammond, Secretary/Clerk
Mill Creek Water Reclamation District
Kane County, Illinois

Exhibit "A"

MILL CREEK WATER RECLAMATION DISTRICT
2021 BUDGET

REVENUES

| | | |
|-------|---------------------------------|--------------|
| 500 | Water Usage | 1,460,000.00 |
| 500.2 | Service Charges Residential | 330,000.00 |
| 500.3 | Infrastructure Fee | 212,000.00 |
| 500.5 | Depreciation Reserve | 240,000.00 |
| 501.3 | Commercial Service Charge | 36,000.00 |
| 502 | Meter Income - Residential | 1,500.00 |
| 504 | Meter Inc-Com'l. | 4,000.00 |
| 505 | Fire Protection Charge | 58,000.00 |
| 508 | Penalties | 20,000.00 |
| 508.1 | Interest Income-Customers | 4,000.00 |
| 515 | Flat Fee Construction Fees | 1,000.00 |
| 520 | Tax Levy | 33,200.00 |
| 525 | Online Services Charges to Resi | 14,000.00 |
| 596 | IMET Fund Earnings | 45,000.00 |
| | Total Revenues | 2,458,700.00 |

OPERATION EXPENSES

| | | |
|-------|--|--------------|
| 602 | Meter Purchases | 6,000.00 |
| 604 | Repairs Maintenance-Capital Rep | 150,000.00 |
| 604.1 | Repairs Maintenance-West Irrigation | 20,000.00 |
| 604.5 | Capital repairs - transponders | 1,000.00 |
| 605.1 | Fuel Oil | 2,560.00 |
| 605.4 | Equipment Rentals | 20,000.00 |
| 609 | JULIE Costs | 4,000.00 |
| 610 | Facility small equip tools supp | 20,000.00 |
| 610.4 | Chemicals | 20,000.00 |
| 613 | Landscape maintenance | 28,000.00 |
| 631.5 | Stormwater management | 104,000.00 |
| 635 | Operation Management | 459,240.00 |
| 635.5 | Water Quality Testing | 6,000.00 |
| 635.6 | Prairie head Irrigation System Maintenance | 5,000.00 |
| 654 | Ion Ex.Softener Supplies | 70,000.00 |
| 670 | Electricity | 280,000.00 |
| 670.1 | Natural Gas | 6,000.00 |
| 680 | Telephone-Operations | 94,000.00 |
| 695 | Bad debts | 2,000.00 |
| | Total Operation Expense | 1,297,800.00 |

ADMINISTRATIVE EXPENSES

| | | |
|-----|------------------------------|------------|
| 622 | Billing Service with postage | 59,000.00 |
| 623 | Meter Reading Service | 3,000.00 |
| 702 | Legal Notices | 3,000.00 |
| 712 | Lockbox Fees, Bank Charges | 42,000.00 |
| 728 | Depreciation Expense | 710,000.00 |
| 740 | Contingency account | 100,000.00 |

MILL CREEK WATER RECLAMATION DISTRICT
2021 BUDGET

| | | |
|-------|---|---------------------|
| 754 | Dues & Subscriptions | 2,000.00 |
| 756 | Meeting Expenses | 500.00 |
| 790 | Insurance-General Liability | 39,000.00 |
| 791 | Insurance-Officials' Liab. | 3,000.00 |
| 796 | Interest Expense | 11,000.00 |
| 797 | Bond Interest | 112,230.00 |
| 798 | Amortization of bond issue cost | 7,625.00 |
| 811.5 | Postage & Printing | 500.00 |
| 812 | Document Storage | 2,000.00 |
| 815 | Special Mailings/Customer Notifications | 6,000.00 |
| 820 | Security System | 1,600.00 |
| 850 | Audit Fees | 9,500.00 |
| 852 | Accounting/Consulting-Retainer | 39,000.00 |
| 852.1 | Accounting/consulting-add serv | 37,000.00 |
| 855 | Legal Fees-Retainer | 50,000.00 |
| 855.5 | Legal Expense-Litigation | 150,000.00 |
| 858 | Website Dev & Maint. | 500.00 |
| 860 | Gross Wages | 18,000.00 |
| 880 | Payroll taxes | 1,401.00 |
| 884 | SUTA Expense | 99.00 |
| | Total Administrative Expense | 1,407,955.00 |

Net Revenue (Expenses) (247,055.00)

Capital Expenditures

| | |
|--|---------------------|
| Irrigation Expansion | 1,390,000.00 |
| Design/survey irrigation expansion | 12,000.00 |
| Forth blower for redundancy | 25,000.00 |
| Well 3 chlorine house & tanks | 20,000.00 |
| Lift stations 1 & 2 controllers | 20,000.00 |
| Cell dialers | 25,000.00 |
| Irrigation field fencing | 90,000.00 |
| Drain tile Survey & Installation-Offsite | 140,000.00 |
| Security fence | 35,000.00 |
| | <u>1,757,000.00</u> |

Principal Loan Repayments

| | |
|---------------------------|-------------------|
| Bond Principal | 230,000.00 |
| IEPA - Principal Due 2019 | 29,844.00 |
| Shodeen - Loan 2005 | 25,320.00 |
| | <u>285,164.00</u> |