

PART III — DISTRICT BUDGET

The following budget outlines the estimated costs to maintain the improvements for 2019/2020.

ANNUAL LEVY OF ASSESSMENT LANDSCAPE MAINTENANCE DISTRICT NO. 86-2 City of Orange ESTIMATED COSTS

OPERATION & MAINTENANCE FUND BALANCE FROM PRIOR YEARS

Estimated Fund Balance (Includes 15-1 & 86-2) as of April 2019 \$399,710

The estimated budget necessary for the 2019/2020 Fiscal Year for the District is as follows:

BUDGET ITEM	COST
ANNUAL MAINTENANCE	
Landscaping	\$384,013
Tree Trimming	\$135,000
Electrical Maintenance	\$35,000
Misc. Contract Services	\$0
Repair/ Maintenance Services	\$47,359
Supplies	\$8,500
Other Professional Services	\$0
Telephone	\$1,000
Electricity	\$20,000
Water	\$145,000
Salaries & Benefits	\$42,000
City Administrative Services	\$19,571
Capital Replacement/ Dedicated Reserves	\$100,000
TOTAL EST. LANDSCAPE MAINTENANCE EXPENTITURES	\$937,443
 ESTIMATED REVENUE	
Landscape Maintenance District No. 86-2	\$533,651
Rancho Santiago Community College District	\$31,682
Proposed Benefit Assessment FY 2019/20 (LMD 15-1)	
(See LMD 15-1 Engineer's Report for specifics)	\$341,358
• CPI Adjustment (Current Year 0%)	\$0
• Unused CPI Adjustment (Carry over from prior years)	\$0
TOTAL ESTIMATED REVENUE	\$906,691

RESERVE FUNDS USED TO SUPPLEMENT EXPENDITURES ¹ (\$30,752)

●This Budget Estimate is for the purpose of establishing an Annual Assessment. It may vary from the adopted City Budget. All assessments collected by the District may only be used for District expenditures regardless of the Budget Estimate.

BALANCE TO LEVY

 \$533,651

Notes to Estimate of Costs:

1. Since expenditures in FY20 are anticipated to exceed revenues, the fund balance will be used to offset additional expenditures. In future years, the City will continue to work with District residents on developing a renovation plan that is both fiscally and environmentally sustainable.