

PART III — DISTRICT BUDGET

The following budget outlines the estimated costs to maintain the improvements for 2020-2021.

**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 March 2020 \$586,207

The estimated budget necessary for the 2020-2021 Fiscal Year for the District is as follows:

BUDGET ITEM	COST
ANNUAL MAINTENANCE	
Landscaping	\$391,321
Tree Trimming	\$165,000
Electrical Maintenance	\$35,000
Misc. Contract Services	\$10,000
Repair/ Maintenance Services	\$47,051
Supplies	\$8,500
Other Professional Services	\$1,000
Telephone	\$1,000
Electricity	\$20,000
Water	\$168,000
Salaries & Benefits	\$45,119
City Administrative Services	\$25,424
Capital Replacement/ Dedicated Reserves	\$500,000
TOTAL EST. LANDSCAPE MAINTENANCE EXPENTITURES	\$1,417,415
 ESTIMATED REVENUE	
Landscape Maintenance District No. 86-2	\$533,651
Rancho Santiago Community College District	\$25,287
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	\$900,296

RESERVE FUNDS USED TO SUPPLEMENT EXPENDITURES ¹ **(\$517,119)**

●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 FY21 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.