KEARNS IMPROVEMENT DISTRICT
DISTRICT

2006
YEAR

CERTIFICATION OF BUDGET

ADOPTION OF BUDGET INFORMATION:

In compliance with Title 17A, Part 4 of the Utah Code, I, the undersigned, certify that the attached budget document is a true and correct copy of the budget of KEARNS IMPROVEMENT DISTRICT for the fiscal year ending DECEMBER 31, 2006, as approved and adopted by resolution on DECEMBER 14, 2005. A public hearing, which met the requirements of the Utah Code, section (indicate which):

[x] 17A-1-412 and 413, (applicable to entities who are adopting a budget prior to beginning of the fiscal year)

[x] 59-2-918 and 919, (applicable to entities who have budgeted a tax rate increase)

was held on DECEMBER 14, 2005

Signed: Pamela Gill
Budget Officer

Subscribed and sworn to this 28

day of December, 2005

Kaye Record

(Notary Public)

NOTARY PUBLIC
KAYE RECORD
5550 S. Talon Circle
Kearns, UT 84118
My Commission Expires: 4-13-2008
State of Utah

KEARNS IMPROVEMENT DISTRICT
2006 BUDGET

DESCRIPTION	2003 ACTUAL	2004 ACTUAL	2005 ADOPTED	2005 9 MONTHS	2005 EST 3 MOS	2005 PROJ.	2006 PROPOSED	ADJUST	2006 ADOPTED
OPERATING REVENUES									
WATER SALES	3,449,007	3,560,304	3,700,000	3,101,263	500,000	3,606,263	3,900,000		3,900,000
STANDBY WATER CHARGE		403,773	900,000	636,009	204,658	840,667	865,000		865,000
SPECIAL WATER SERVICE FEE	130,000	146,503	149,000	112,183	36,817	149,000	153,000		153,000
SEWER SERVICE SALES	2,148,707	2,130,651	2,350,000	1,594,015	505,985	2,100,000	2,200,000		2,200,000
SPECIAL SWR SERVICE FEE	578,656	600,000	610,000	457,000	153,000	610,000	628,000		628,000
WATER CONNECTION FEES	618,462	642,923	530,000	401,792	80,330	482,122	496,000		496,000
SEWER CONNECTION FEES	536,333	519,008	470,000	370,921	68,072	438,993	452,000		452,000
RECONNECT/PENALTY FEES	118,092	138,681	125,000	104,459	18,861	123,320	125,000		125,000
ENGINEERING FEES	113,640	110,422	100,000	59,724	30,277	90,000	90,000		90,000
OTHER INCOME(INCL DENSITY)	19,272	19,120	15,000	26,001	3,999	30,000	20,000		20,000
TOTAL OPERATING REVENUES	7,712,169	8,271,385	8,949,000	6,863,368	1,601,998	8,470,365	8,929,000		8,929,000
NON-OPERATING REVENUE									
PROPERTY TAX REVENUE	846,953	865,826	840,000	181,487	658,513	840,000	890,000		890,000
MOTOR VEHICLE TAX REVENUE	109,300	105,000	107,000	105,000	0	105,000	110,000		110,000
INTEREST INCOME	290,624	152,790	100,000	238,770	61,230	300,000	200,000		200,000
OTHER INCOME	4107	2,286	5,000	2,186	729	2,915	4,000		4,000
SALE OF ASSETS/ INVESTMENTS	-13,154	7963		30,630	100	30,730	5,000		5,000
TOTAL NON-OPERATING REVENUE	1,237,830	1,133,865	1,052,000	558,073	720,572	1,278,645	1,209,000		1,209,000
TOTAL REVENUE	8,949,999	9,405,250	10,001,000	7,421,441	2,322,570	9,749,010	10,138,000		10,138,000
EXPENSES									
OPERATING EXPENSES									
SALARIES & WAGES	919,877	979,170	1,060,000	768,227	260,129	1,028,356	1,140,000		1,140,000
BENEFITS EXPENSE	220,714	245,766	270,000	339,639	-39,639	300,000	300,000		300,000
PAYROLL TAXES	98,089	89,832	105,000	69,620	32,380	102,000	110,000		110,000
CONTRACT SERVICES	128,523	231,297	206,000	163,821	42,179	206,000	258,000		258,000
WATER PURCHASES	2,255,766	2,396,144	2,600,000	2,181,647	240,821	2,422,468	2,700,000		2,700,000
CENTRAL VALLEY SWR. TRT. COSTS	1,052,474	1,063,415	1,100,000	738,909	435,262	1,174,171	1,130,000		1,130,000
MAINTENANCE, MATERIALS, SUPPLIES	188,940	280,177	300,000	255,646	15,896	271,542	425,000	-50,000	375,000
ELECTION EXPENSE	2439		3000		3,000	3,000	0		0
ELECTRICITY	263,108	253,353	275,000	198,950	66,050	265,000	280,000		280,000
NATURAL GAS	5,753	7,222	10,000	7,248	4,752	12,000	15,000		15,000
TELEPHONE	14,637	14,853	15,000	15,376	3,624	19,000	16,000		16,000

KEARNS IMPROVEMENT DISTRICT
2005 BUDGET

DESCRIPTION	2003 ACTUAL	2004 ACTUAL	2005 ADOPTED	2005 9 MONTHS	2005 EST 3 MOS	2005 PROJ.	2006 PROPOSED	ADJUST	2006 ADOPTED
UNIFORMS & RAGS	6,782	9,911	10,000	4,646	5,354	10,000	10,000		10,000
VEHICLE REPAIRS & MAINTENANCE	51,493	65,465	65,000	52,402	22,598	75,000	80,000		80,000
DUES & SUBSCRIPTIONS	16,338	13,164	20,000	11,572	7,928	19,500	20,000		20,000
INSURANCE EXPENSE	95,171	123,014	130,000	110,722	29,278	140,000	145,000		145,000
OFFICE MACHINES & MAINTENANCE	643	3,670	7,000	4,330	1,444	5,774	7,000		7,000
CUSTOMER RELATIONS	7,044	8,830	25,000	5,312	10,000	15,312	25,000		25,000
WATER CONSERVATION		10,683	50,000	7,680	34,974	42,654	50,000		50,000
OFFICE & POSTAGE	83,600	80,942	85,000	64,324	21,441	85,765	87,000		87,000
TRAVEL & TRAINING EXPENSE	49,277	58,262	57,000	57,100	3,256	60,356	62,000		62,000
LEGAL EXPENSE	33,186	25,026	30,000	34,494	10,506	45,000	40,000		40,000
MISCELLANEOUS EXPENSE	15,252	15,690	15,000	13,735	4,579	18,314	20,000		20,000
AUDIT & ACCOUNTING SERVICES	12,300	13,391	13,000	15,900	0	15,900	20,000		20,000
COMPUTER EXPENSE & MAINTENANCE	25,148	28,441	35,000	12,751	4,251	17,002	19,000		19,000
BANK CHARGES	9,886	26,067	20,000	18,056	6,018	24,074	26,000		26,000
WRITE OFF BAD DEBTS	10946	515	20,000	981	23,093	24,074	21,000		21,000
TRUSTEE FEES	10,500	10,500	10,500	7,583	2,917	10,500	10,500		10,500
TOTAL OPERATING EXPENSE	5577886	6,054,800	6,536,500	5,160,674	1,252,088	6,412,762	7,016,500	-50,000	6,966,500
NON-OPERATING EXPENSES									
BOND AMORTIZATION EXPENSE	49,298	40,256	45,000	32,301	11,699	44,000	45,000		45,000
BOND INTEREST	1,177,905	995,139	1,200,000	1,035,000	345,000	1,380,000	867,370		867,370
SERVICE FEES- BONDS	20,860	24,770	30,000	18,310	9,690	28,000	30,000		30,000
FAIR MARKET VALUE ADJUSTMENT	-1,471	5,905							0
AMORT OF PREMIUM OR DISCOUNTS	-1326	-778,597							0
TOTAL NON-OPERATING EXPENSES	1,245,266	287,473	1,275,000	1,085,611	366,389	1,452,000	942,370		942,370
TOTAL EXPENSES	6,823,152	6,342,273	7,811,500	6,246,285	1,618,477	7,864,762	7,958,870	-50,000	7,908,870
NET INCOME BEFORE DEPRECIATION	2,126,847	3,062,977	2,189,500	1,175,156	704,093	1,884,248	2,179,130	50,000	2,229,130
LESS: DEPRECIATION	1,306,252	1,373,346	1,375,000	666,000	734,000	1,400,000	1,470,000		1,470,000
NET INCOME AFTER DEPRECIATION	820,595	1,689,631	814,500	509,156	-29,907	484,248	709,130	50,000	759,130

KEARNS IMPROVEMENT DISTRICT
ADOPTED 2006 CAPITAL BUDGET

ADMINISTRATION	ADOPTED
COMPUTER HARDWARE	$40,000
COMPUTER SOFTWARE	40,000
PHONE SYSTEM	20,000
CARPET FOR OFFICE	11,000
PAINT OFFICE	6,000
OFFICE FURNISHINGS	7,000
VEHICLE	15,000
TOTAL	$139,000
ENGINEERING	
3 COMPUTERS	$5,500
2 LAPTOPS GIS IMPLEMENT.	5,000
TOTAL	$10,500
WATER	
RADIO READ METER EQUIPMENT	$415,000
METER REPLACEMENT	220,000
4" LINE REPLACE.-TROWBRIDGE DR.	25,000
COUGAR PUMP STATION UPGRADE	30,000
FORD LANDSCAPING	100,000
VEHICLE	5,000
TOTAL	$795,000
SEWER	
SEWER LINE 700 WEST REPAIR	$103,000
4700 SOUTH LATERALS REPLACE.	30,000
CVWRF	90,000
TOTAL	$223,000
TOTAL CAPITAL BUDGET	$1,167,500