

Olivehurst Public Utility District



Agenda Item Staff Report

Meeting Date: May 20, 2021

Item description/summary:

Adjustment to allocation of indirect cost associated with parks.
Currently 8% of indirect park expenses are allocated to Olivehurst parks and 92% to CSA 66 parks. With the addition of Riverside Meadows and Feather River East Parks CSA 66 park acreage has increased by almost 20% to 50.5 from 42.5 acres. Staff recommends to decrease the current Olivehurst Park allocation of 8% by 20% to 6% and increase CSA Park allocation by 20% to 94%.

Fiscal Analysis:

Total operating expenses for both parks together were in the \$500 range in the prior 2 fiscal years. Wages, benefits and irrigation can be directly allocated and account for 10% of costs associated with parks. 90% of operating costs are allocated. A 2% allocation change would shift \$8,000 from Olivehurst parks to CSA parks.

Sample Motion/Staff Recommendation:

Move to change Olivehurst Park cost allocation from 8% to 6% and CSA66 Park Cost allocation from 92% to 94% for the fiscal year 2020-21.

Prepared by:

Karin Helvey
Financial Manager
