Fiscal Years 2017/18 and 2018/19 Biennial Budget Adoption

Board Meeting

Christina Valencia
June 2017
Key Areas of Focus Over the Next Two Years

- Succession Planning
- Cost Containment
- Upkeep of Agency Assets
- Optimize Low Interest Debt
- Transparency
- TYCIP $833 million
- No adjustments to approved rates and fees
FY 2018 – 2027 Ten Year Capital Improvement Plan - $833 Million, by Major Funds

$1.2 Billion over 15 years

2018 - 2022
$663.5M (~80%)
Total Expenditures

FY 2017/18
$236.6M

FY 2018/19
$251.5M

Operation & Administration
Capital Projects
Debt Service
Total Expenditures and Revenues

FY 2017/18
$236.6M

FY 2018/19
$251.5M

*Other Revenues include state loans, grants, interest revenue, and contract cost reimbursements
Total Expenditures and Revenues

FY 2017/18
$236.6M

- Expenditures
- Revenues

- Operating Revenues
- Use of Reserve
- Property Tax
- Connection Fees
- Operation & Administration
- Other Revenues*
- Capital Projects
- Debt Service

FY 2018/19
$251.5M

- Expenditures
- Revenues

- Operating Revenues
- Use of Reserve
- Property Tax
- Connection Fees
- Operation & Administration
- Other Revenues*
- Capital Projects
- Debt Service

*Other Revenues include state loans, grants, interest revenue, and contract cost reimbursements
Consolidated Fund Reserve

<table>
<thead>
<tr>
<th>Years</th>
<th>Actual</th>
<th>Projected</th>
<th>Forecast</th>
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<tbody>
<tr>
<td>2015/16</td>
<td>$187</td>
<td></td>
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<tr>
<td>2016/17</td>
<td>$157</td>
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<tr>
<td>2017/18</td>
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<tr>
<td>2018/19</td>
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<tr>
<td>2019/20</td>
<td>$183</td>
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Millions

- Fund Reserves
- Minimum Reserves
Recommendation

• Close the public hearing;
• Adopt Resolution No. 2017-6-10, approving the Agency’s Biennial Budget For FYs 2017/18 and 2018/19 including;
  ▪ Inter fund transfers
  ▪ The Agency-wide department goals and objectives,
  ▪ Rate Resolutions 2017-6-1 through 2017-6-8 for the Non-Reclaimable Wastewater System (NRW) fund and other service fees
• Approve FY 2018-2027 TYCIP

The Biennial Budget is consistent with the Agency’s business goal of fiscal responsibility and prudent financial planning.