

FY 2021/22 Budget Recommendation

O&M, CIP and Regional
Board of Public Utilities Meeting
April 15, 2021



Santa Rosa Water | Our Future in Every Drop

Overview

- Staff Assumptions
- Proposed Operations Budgets
- Proposed Regional Operations Budget and Partner Contributions
- Proposed CIP Funding – All Funds
- Budget Schedule
- Recommendation



Staff Assumptions

- Reducing projected water use by 10%
- Wastewater projected use will reduce slightly
- Demand fees will increase
- All other revenues will remain flat
- Rates will increase per proposed schedule



Operations & Maintenance

2021/22



Santa Rosa Water | Our Future in Every Drop

Fund Changes

- Administrative Fund down – -2.8%
- Water Fund down – -0.6%
- Wastewater Fund up – 2.8%
- Subregional Fund up – 1.6%

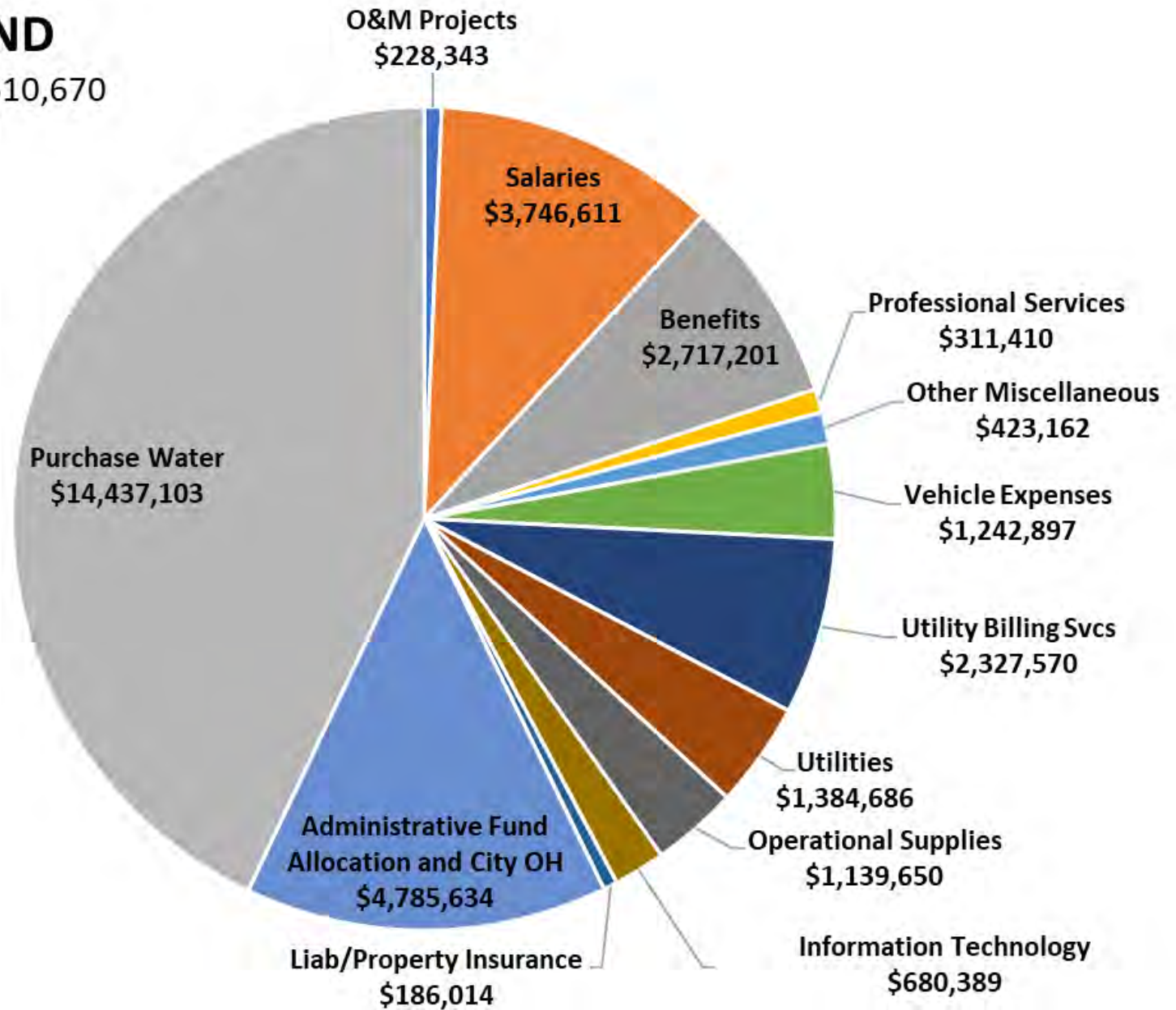
Budget Changes

- Salaries down – **\$709,605** or **-2.7%**
- Benefits up – \$391,853 or 3.1%
- Water Billing down – **\$68,687** or **-1.5%**
- Utilities up – \$255,513 or 4.7%
- Vehicle Expenses up – \$113,443 or 3.3%
- Insurance – up \$195,216 or 18%



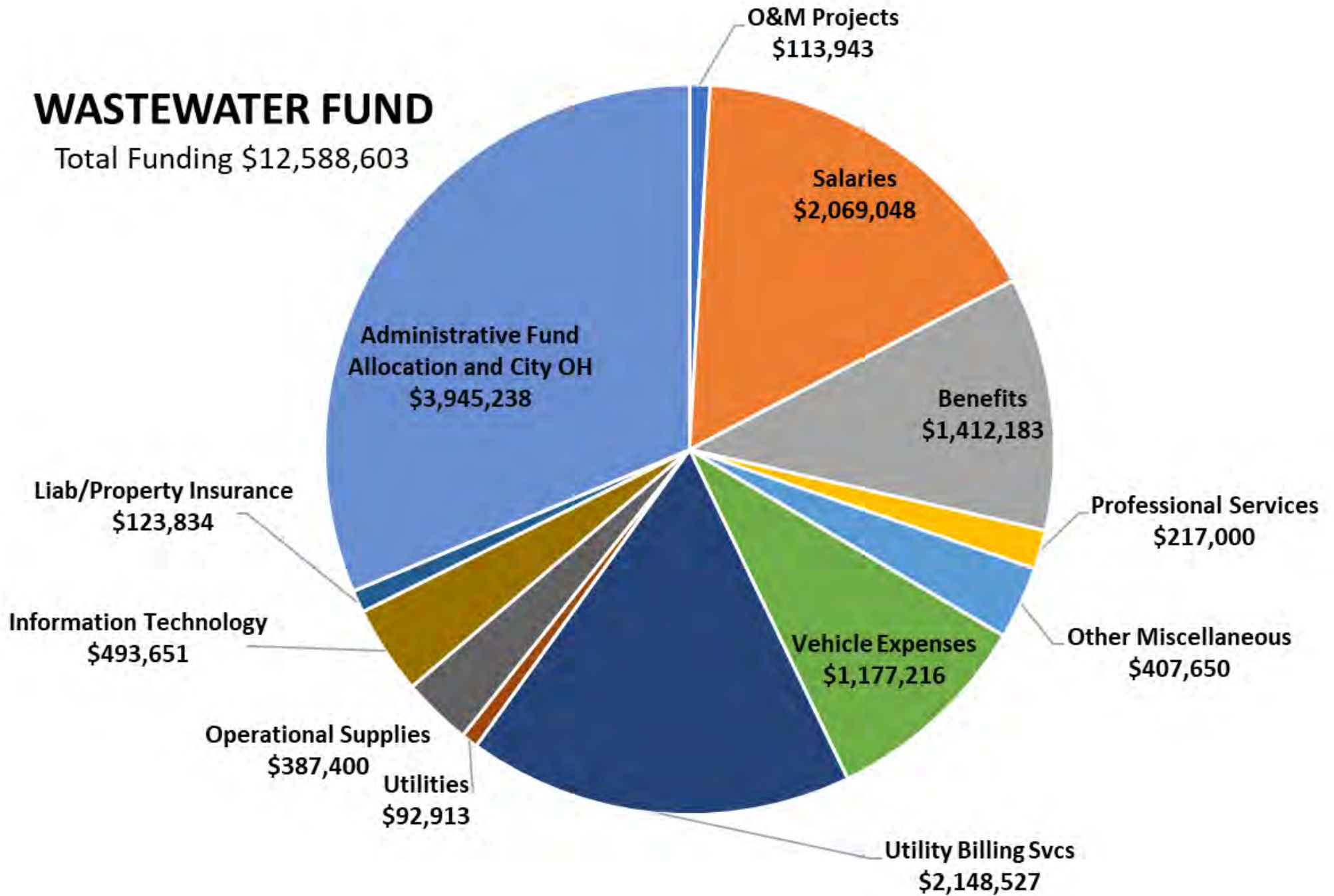
WATER FUND

Total Funding \$33,610,670



WASTEWATER FUND

Total Funding \$12,588,603



Purchase of Water

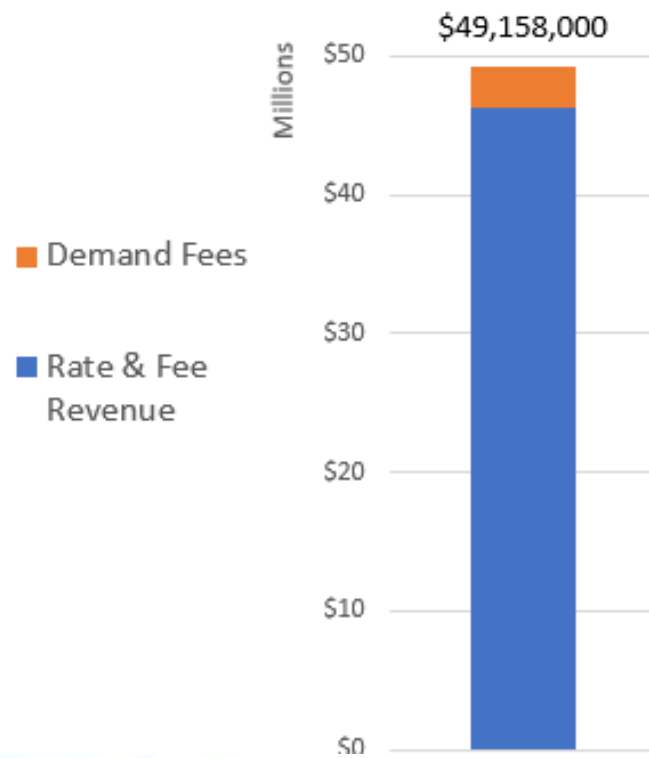
- Volume reduced by 10%
 - Based on normal year not current
- Sonoma Water increase 3.47%
 - From \$966.95/Acre-foot to \$1,000.46/Acre-foot



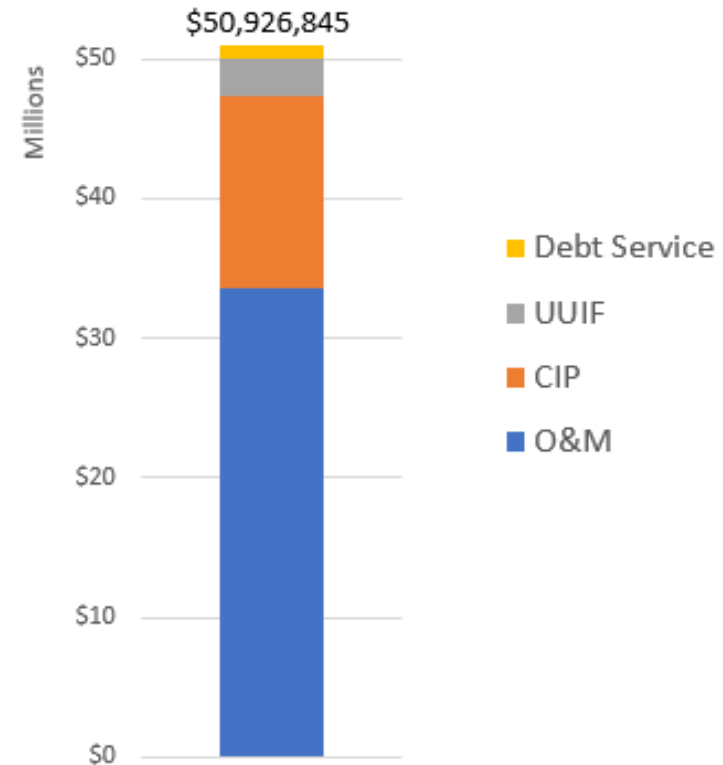
Water Fund

Revenues to Expenditures

Revenue



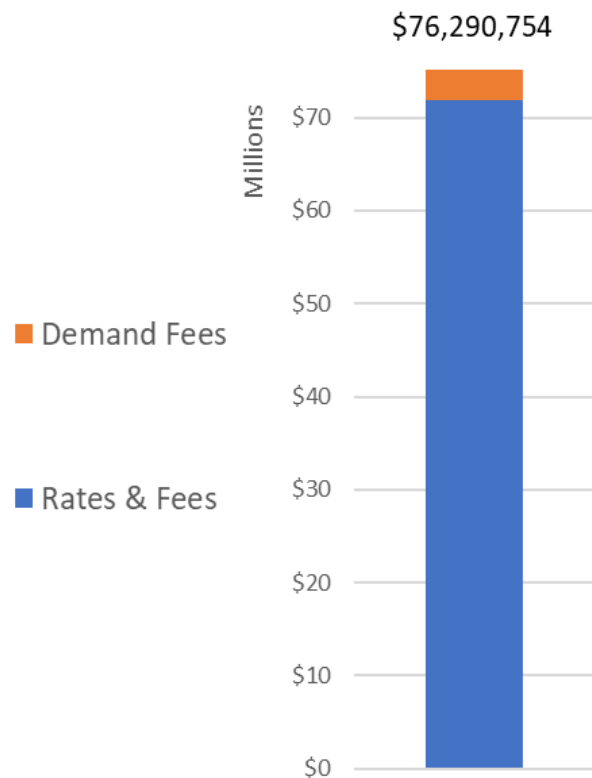
Expenditures



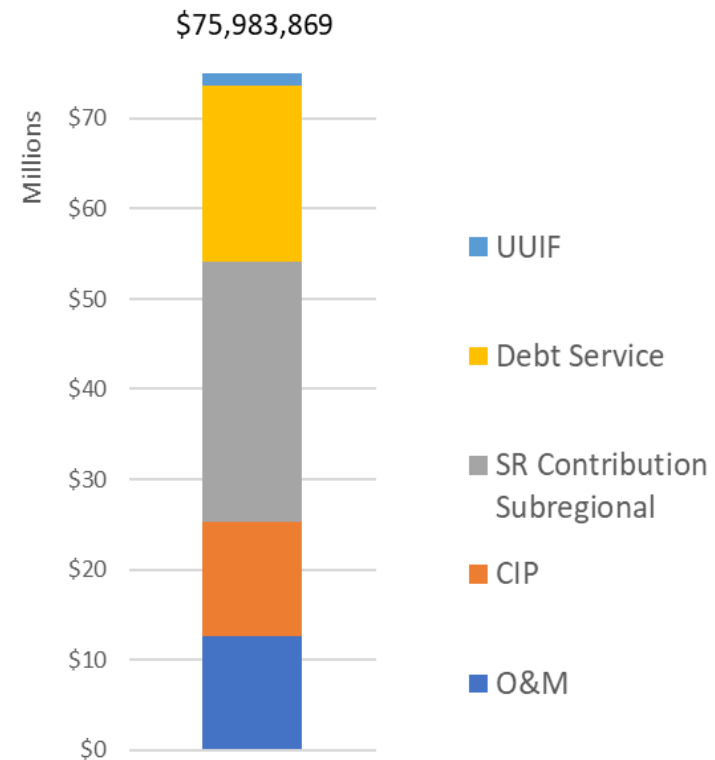
Santa Rosa Water | Our Future in Every Drop

Wastewater Fund Revenues to Expenditures

Revenues



Expenditures



Santa Rosa Water | Our Future in Every Drop

Regional Contribution Allocations 2021/22



Santa Rosa Water | Our Future in Every Drop

FY 2021/22 Budget Drivers

- Debt Service UV Bond \$2,133,000
 - Expected at \$3,000,000
- Professional Services – Lystek \$1,098,521
 - Saves \$8.7m over 20 years
 - Reduction in significant future capital needs as facility was in need of large repairs
- O&M Projects – UV System maintenance \$427,500
 - Aging system and new compliance requirements
- CHP Engines and Generators - \$230,000
 - Due for 24,000 hour service

Fund Changes

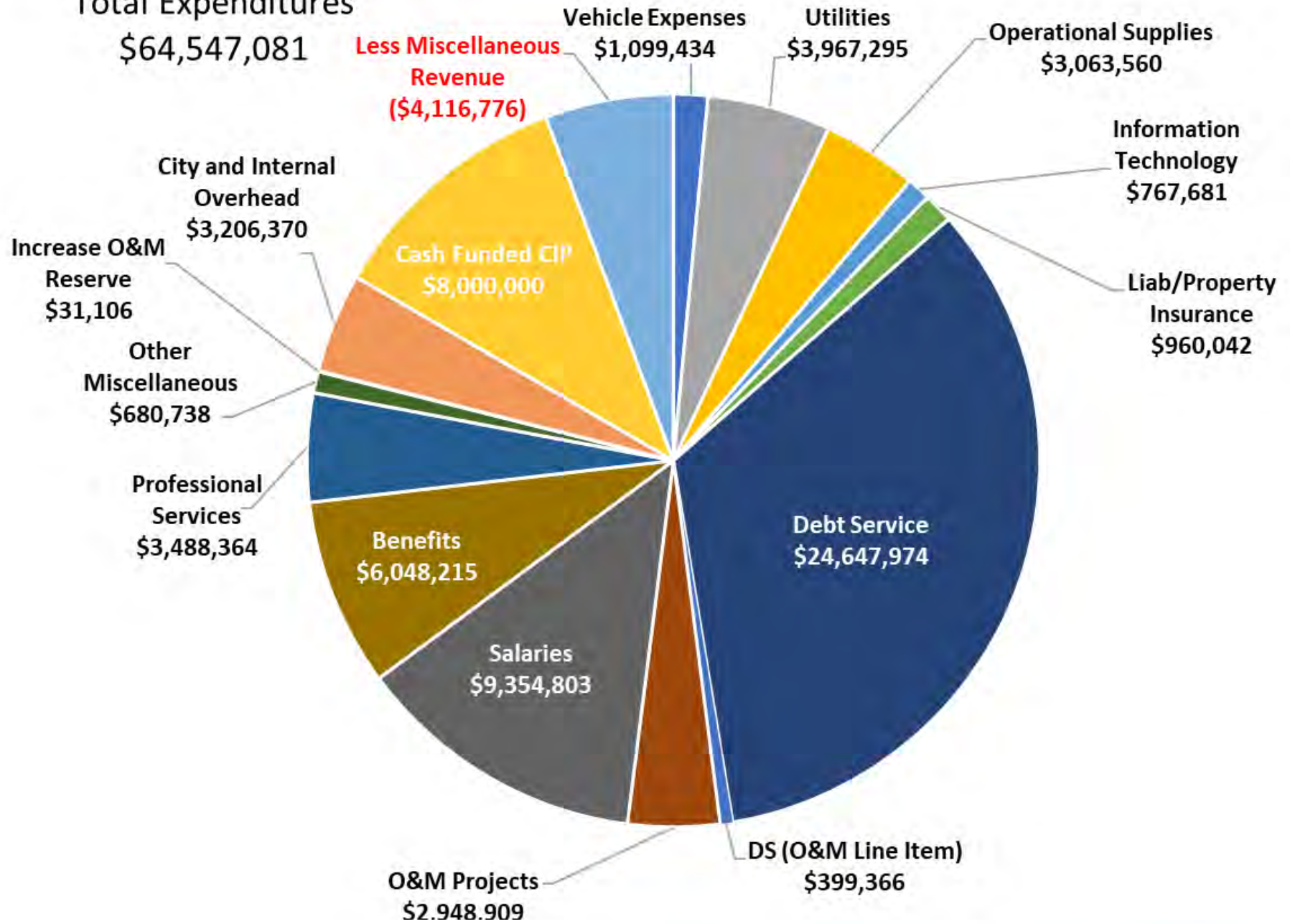
- Departmentwide Budgets - Flat
- Regional O&M Budget up – 1.6%
 - O&M maintenance projects increasing
 - Regulatory requirements for UV System
 - Professional services increasing
 - Lystek agreement
- Debt Service increasing – 9%
 - UV system replacement funding secured in 2020

Regional Fund

Total Expenditures

\$64,547,081

Less Miscellaneous Revenue
(\$4,116,776)



Total Allocation

	Total 2020/21	2021/22 Budgeted O&M	2021/22 CIP Contribution	2021/22 Debt Service	Total 2021/22	Difference
Santa Rosa	\$44,721,273	\$23,126,853	\$5,660,800	\$18,618,834	\$47,406,487	\$2,685,213
Rohnert Park	\$10,507,069	\$5,901,335	\$1,576,000	\$3,888,491	\$11,365,826	\$858,757
Sebastopol	\$1,650,401	\$797,478	\$260,800	\$689,391	\$1,747,669	\$97,268
Cotati	\$2,005,950	\$1,084,570	\$236,000	\$894,936	\$2,215,506	\$209,555
SPCSD	\$1,705,115	\$988,872	\$266,400	\$556,322	\$1,811,594	\$106,480
	\$60,589,808	\$31,899,107	\$8,000,000	\$24,647,974	\$64,547,081	\$3,957,273

*Miscellaneous Revenues removed from 2021/22 O&M
User Agencies may apply refund reserve*

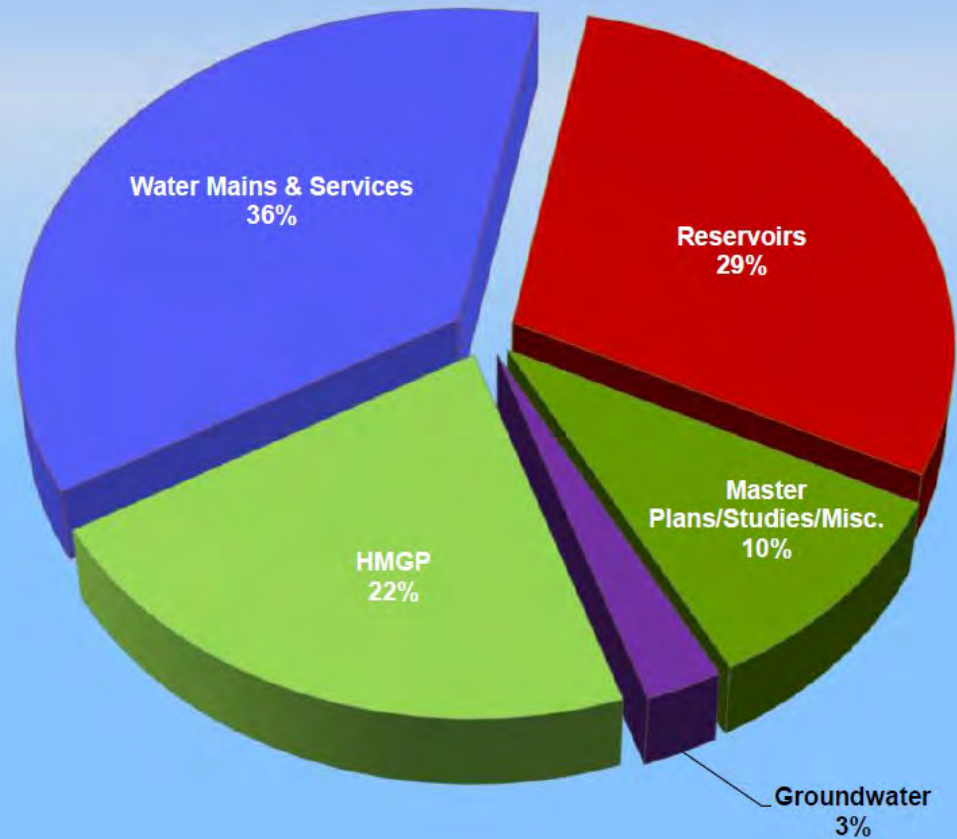
Capital Improvement Program Budget 2021/22



Santa Rosa Water | Our Future in Every Drop

Water Proposed 2020-21 CIP

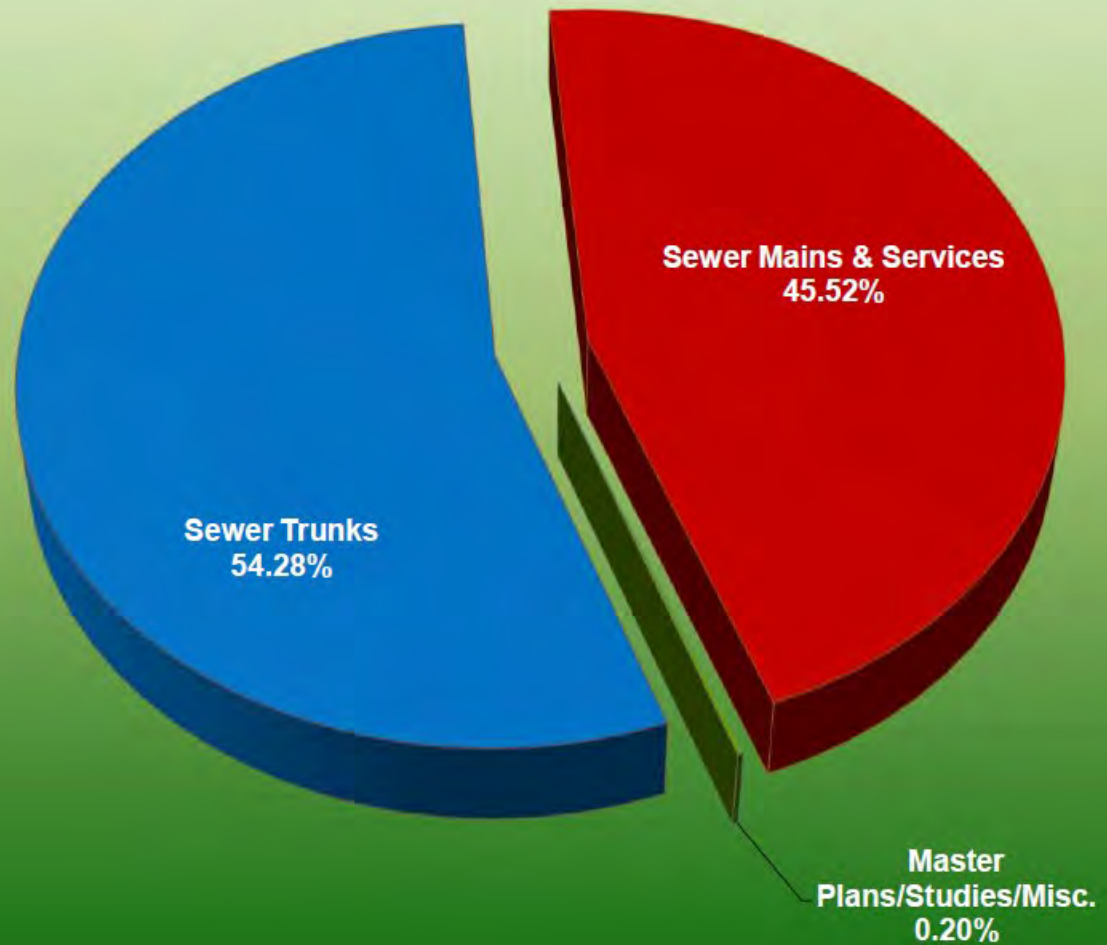
Water Year 1 (2021/22)
\$13,790,000



Santa Rosa Water | Our Future in Every Drop

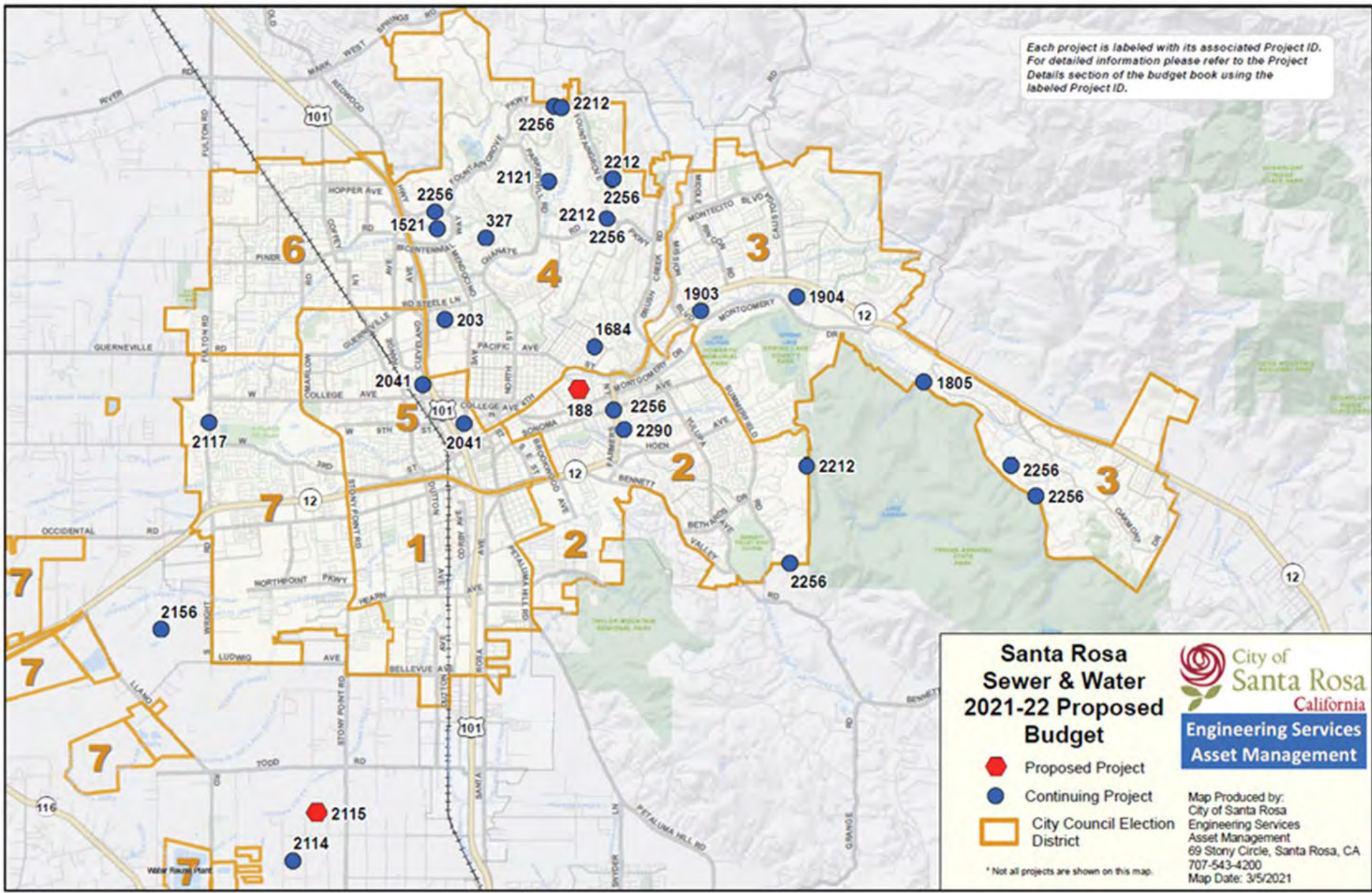
Wastewater Proposed 2020-21 CIP

**Local Wastewater Year 1 (2021/22)
\$12,730,000**

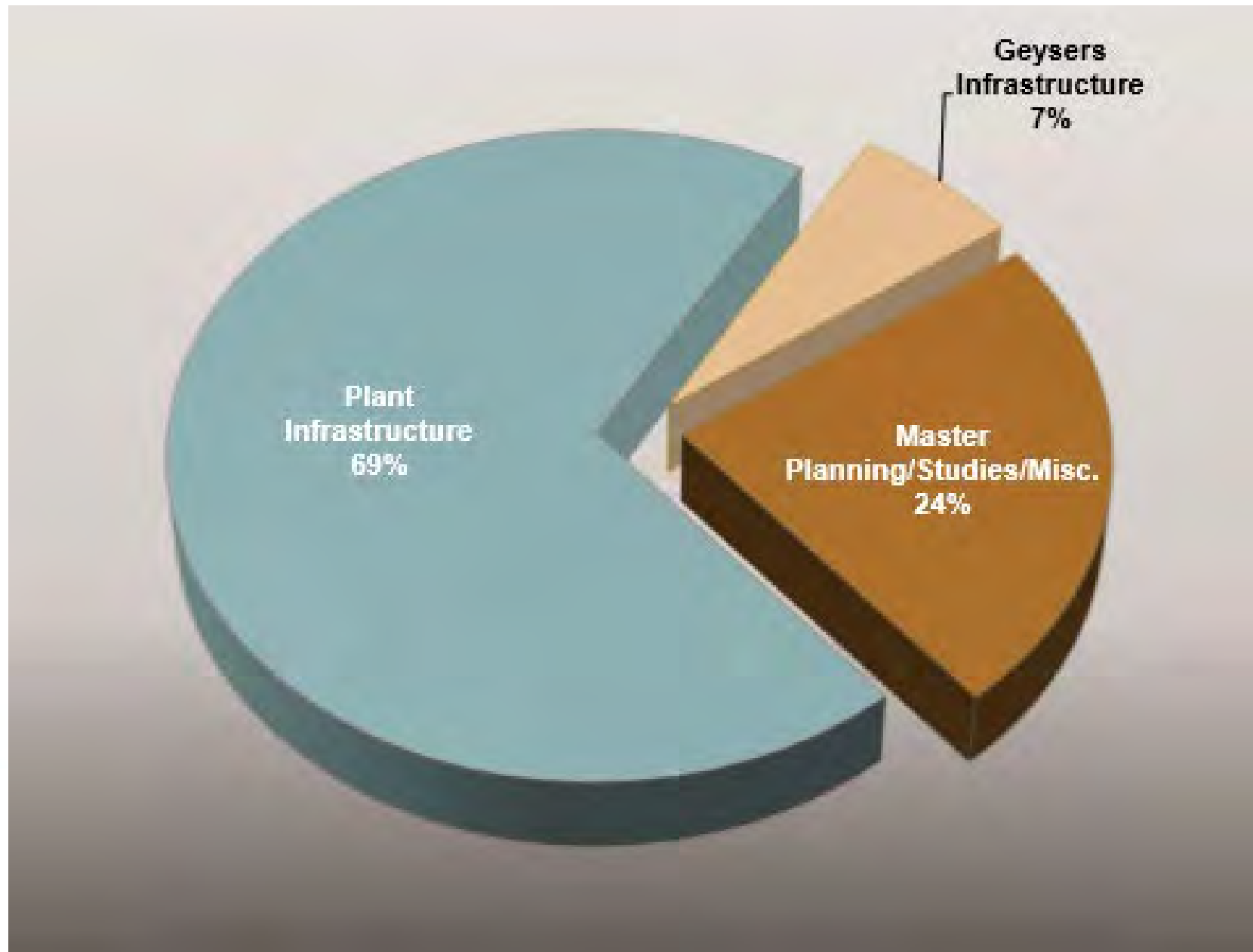


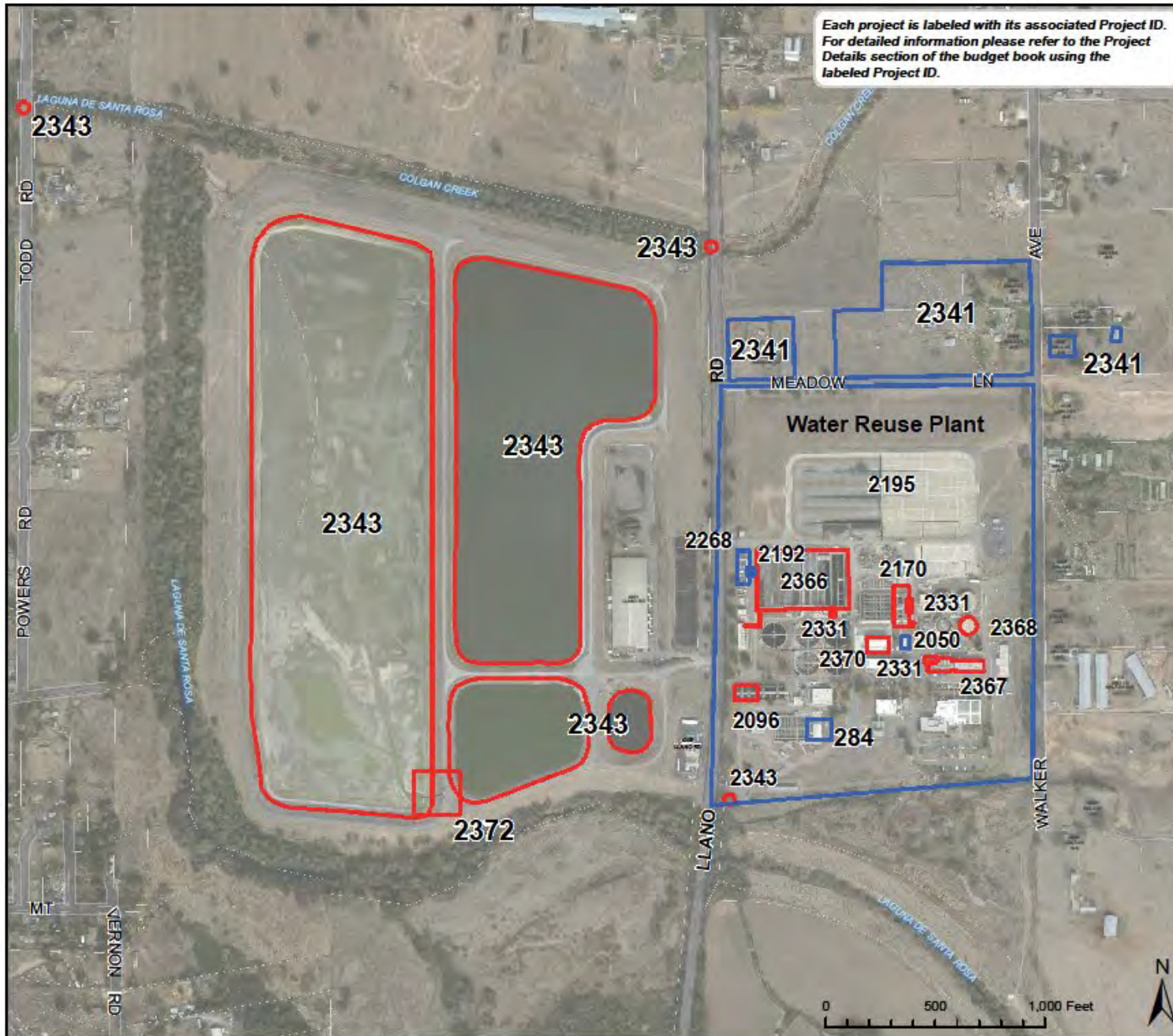
Santa Rosa Water | Our Future in Every Drop

Each project is labeled with its associated Project ID.
For detailed information please refer to the Project
Details section of the budget book using the
labeled Project ID.

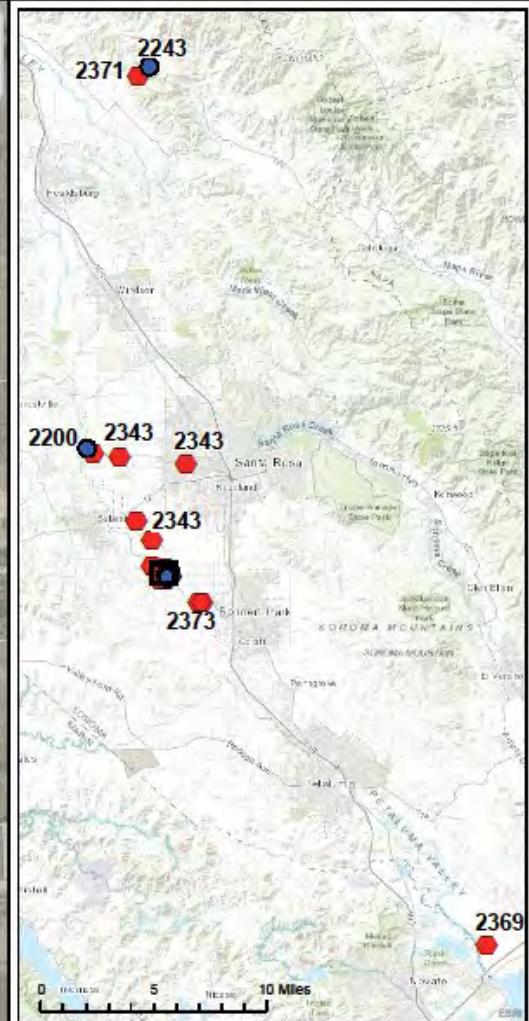


Regional Proposed 2020-21 CIP





Each project is labeled with its associated Project ID. For detailed information please refer to the Project Details section of the budget book using the labeled Project ID.



Santa Rosa Regional 2021-22 Proposed Budget

City of Santa Rosa California
Engineering Services Asset Management

Map Produced by:
City of Santa Rosa
Engineering Services
Asset Management
69 Stony Circle, Santa Rosa, CA
707-543-4200
Map Date: 3/5/2021

New Project
 Continuing Project

* Only locatable projects shown.

Budget Schedule

- **Regional Partners** – 3 meetings
- **BPU Budget Subcommittee** – 2 meetings
- **BPU** – April 1st Study Session
 - O&M, CIP and Regional
- **BPU** – April 15th
 - Budget Recommendation to City Council
- **City Council** – April 27th
 - Consideration of Preliminary Regional Budget
- **City Council** – May 18th & 19th
 - Budget Study Sessions
- **City Council** – June 22nd
 - Consideration of Budget

Recommendation

It is recommended by the Board of Public Utilities Budget Subcommittee and Santa Rosa Water staff that the Board of Public Utilities, by resolution, recommend that the City Council approve the Fiscal Year 2021/22 Water Fund and Local Wastewater Fund operation, maintenance and capital expenditure appropriation requests.

Recommendation

It is recommended by Santa Rosa Water Staff, the Subregional Technical Advisory Committee and the Board of Public Utilities Budget Subcommittee that the Board of Public Utilities, by resolution, recommend that the City Council approve the Preliminary 2021/22 Regional Water Reuse System Operating and Maintenance, Capital Improvement, and Debt Service Budget and Allocation of Costs for the purpose of notifying the Regional Water Reuse User Agencies of their allocation of such costs by May 1, 2021.