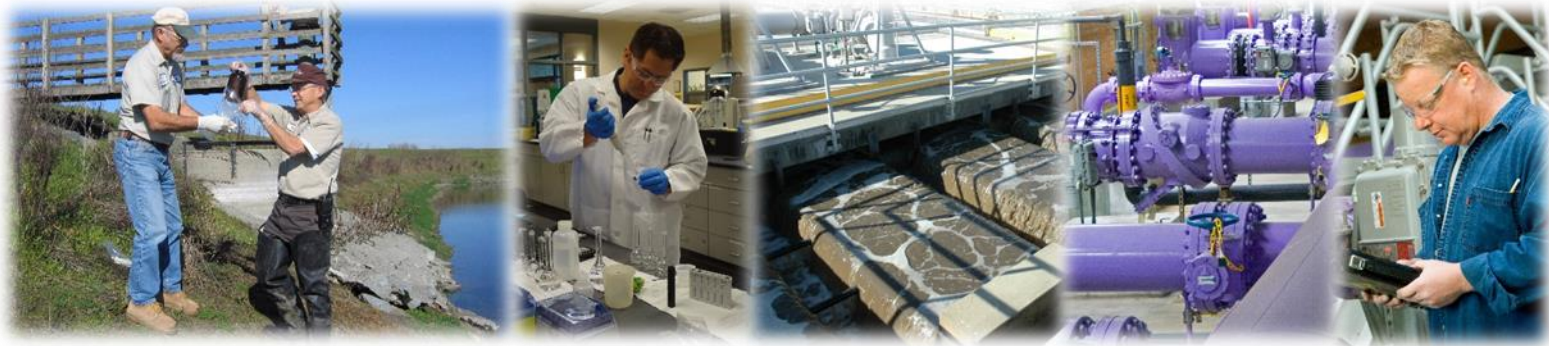


Regional Technical Advisory Committee Meeting

March 29, 2021



Kimberly Zunino
Deputy Director Administration



Santa Rosa Water | Our Future in Every Drop

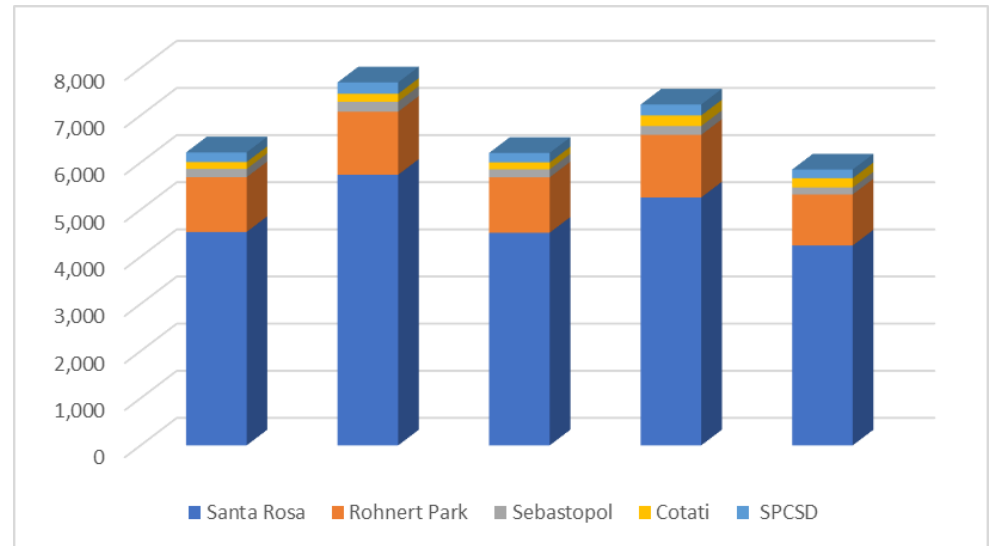
Overview

- Annual flows
- Expenditures
- Allocations
- Budget Schedule



Santa Rosa Water | Our Future in Every Drop

Annual Flow In Million Gallons



Actual Annual Flows	2015/16	2016/17	2017/18	2018/19	2019/20	2019/20 Percentage
Santa Rosa	4,528.13	5,741.70	4,512.33	5,259.45	4,240.24	72.50%
Rohnert Park	1,161.02	1,337.22	1,173.63	1,327.10	1,083.91	18.50%
Sebastopol	175.73	211.09	169.85	187.91	147.05	2.50%
Cotati	146.30	168.51	147.77	225.04	196.87	3.40%
SPCSD	203.84	242.01	200.61	230.58	183.63	3.10%
	6,215.02	7,700.53	6,204.19	7,230.08	5,851.70	



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

- 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 Operations

Expenditure Object	Request	Request	Change	%
1631 - Regional Operations				
Operations and Maintenance Projects	\$2,081,933	\$2,948,909	\$866,976	41.6
Salaries	\$9,766,571	\$9,354,803	(\$411,768)	-4.2
Benefits	\$5,854,577	\$6,048,215	\$193,638	3.3
Professional Services	\$2,732,985	\$3,488,364	\$755,379	27.6
Misc - Training, Leases, Equip Rent, etc.	\$518,457	\$680,738	\$162,281	31.3
Vehicle Replacement and Maintenance	\$1,165,024	\$1,099,434	(\$65,590)	-5.6
Utilities	\$3,929,375	\$3,967,295	\$37,920	1.0
Operational Supplies	\$3,348,514	\$3,063,560	(\$284,954)	-8.5
Information Technology	\$758,066	\$767,681	\$9,615	1.3
Total Liab/Property Insurance	\$841,830	\$960,042	\$118,212	14.0
Debt Service	\$417,678	\$399,366	(\$18,312)	-4.4
Internal & External Overhead	\$3,966,122	\$3,206,370	(\$759,752)	-19.2
5500 Total Capital Outlay	\$20,000	\$0	(\$20,000)	0.0
Total 1631 - Regional Operations	\$35,401,132	\$35,984,777	\$583,645	1.6

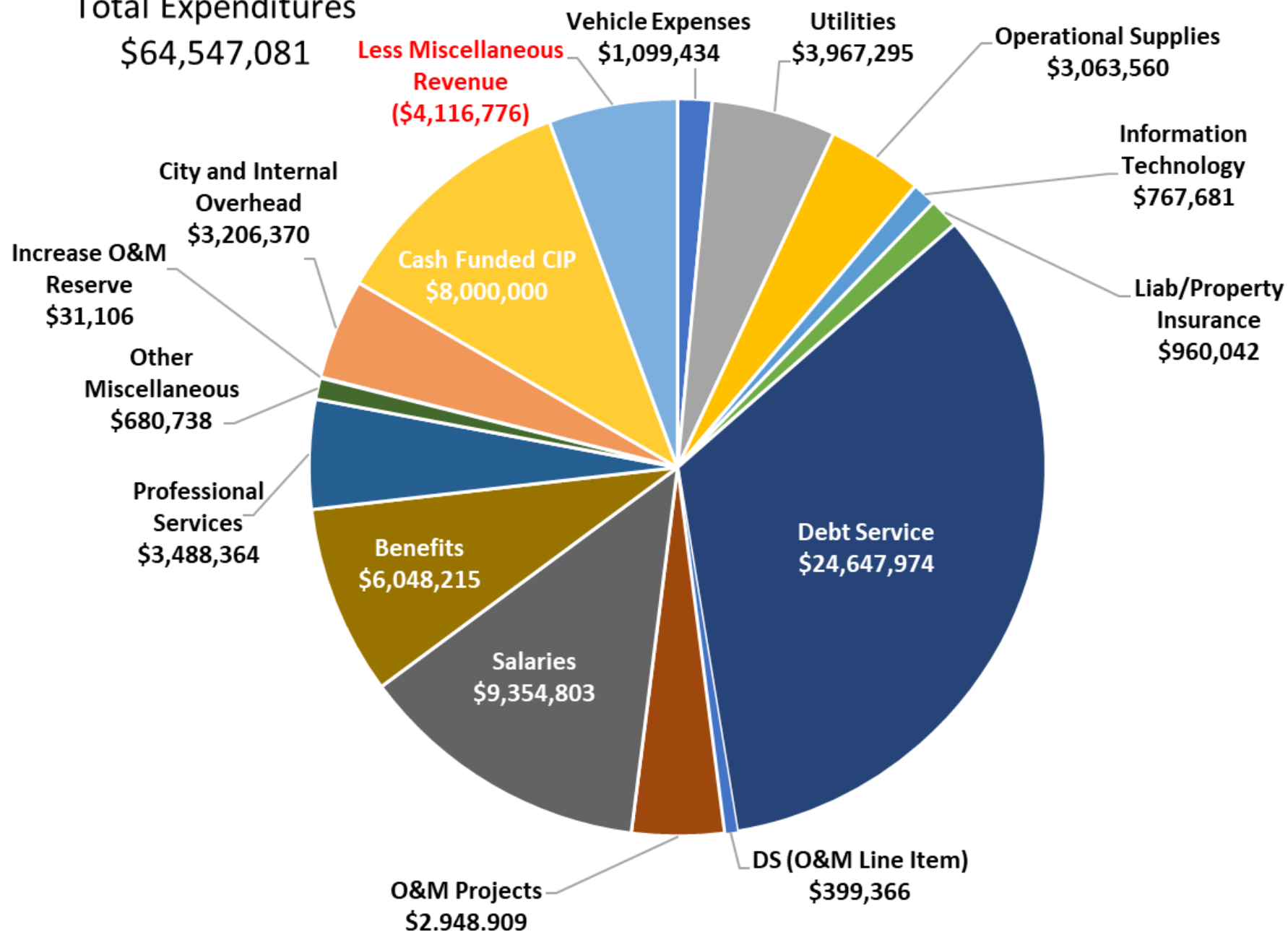


Santa Rosa Water | Our Future in Every Drop

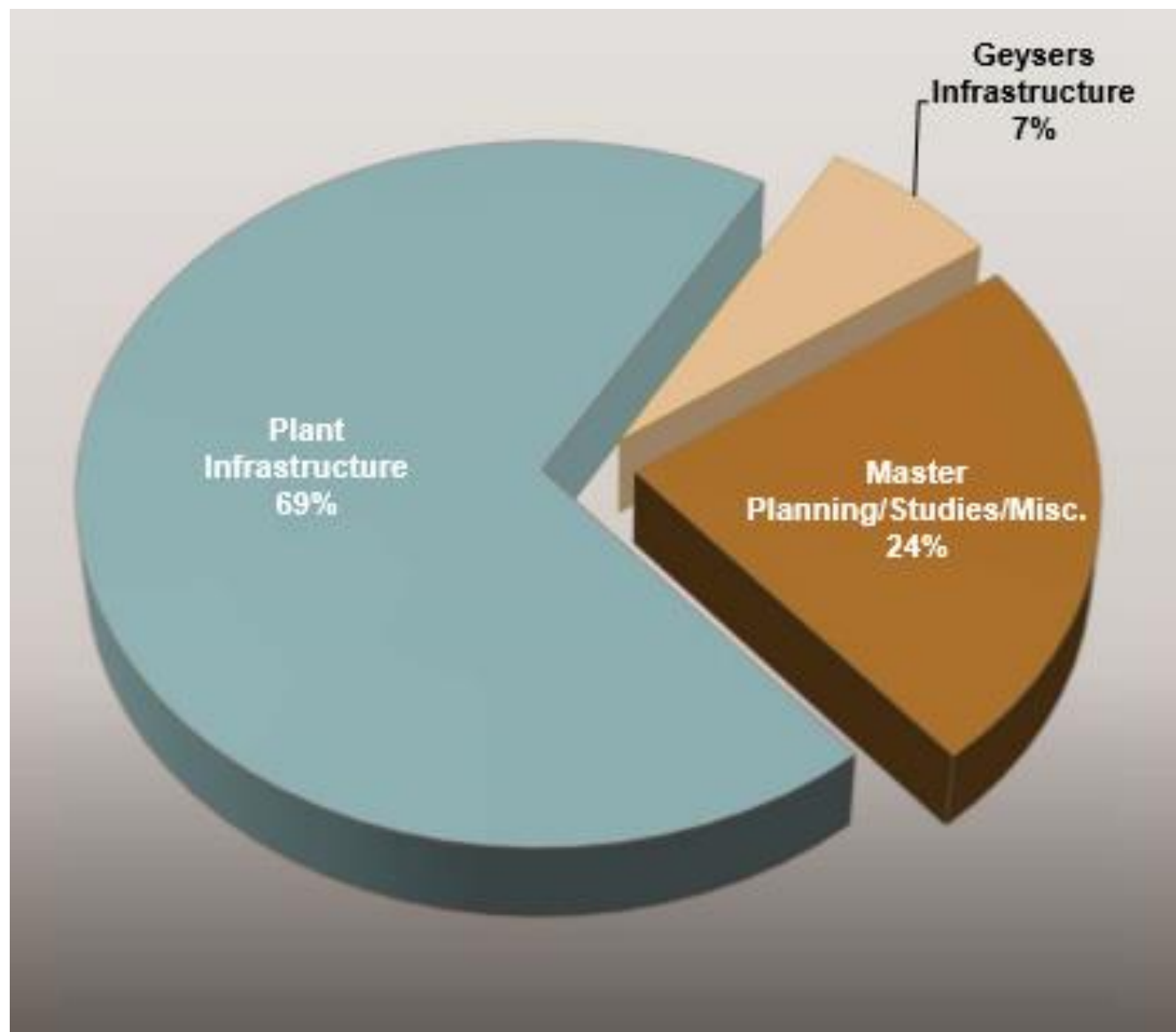
Regional Fund

Total Expenditures

\$64,547,081



**Regional
Proposed
2020-21 CIP
\$8m**



Fund Summary 2021/22		
		2021/22 Budget
Operating Expenditure Request		\$35,984,777
Transfers Out:		
Regional WW Capital (Cash funded CIP)		\$8,000,000
Additional Operating Reserve needed		\$31,106
Expenditures / Transfers Out / Change in Operating Reserve		\$44,015,883
Regional System Reserves for 2021/22		
Operating Reserves (15% of expenditures)	\$5,397,716	
Geysers Reserves	\$1,250,000	
Catastrophic Reserve	\$1,700,000	
User Agency Reserve	\$5,000,000	
	\$13,254,170	
Agency Contribution Calculation:		
Expenditures / Transfers Out / Change in Operating Reserve		\$44,015,883
Less Revenue		(\$4,116,776)
Fund Balance Applied		\$0
Agency Contribution		\$39,899,107

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

Application of Fund Balance

	Total 2020/21	2021/22 Budgeted O&M	2021/22 CIP Contribution	2021/22 Debt Service	Total 2021/22	Difference	Applied Fund Balance	Total	Increase with Fund Balance
Santa Rosa	\$44,721,273	\$23,126,853	\$5,660,800	\$18,618,834	\$47,406,487	\$2,685,213	\$0	\$47,406,487	6.00%
Rohnert Park	\$10,507,069	\$5,901,335	\$1,576,000	\$3,888,491	\$11,365,826	\$858,757	\$858,757	\$10,507,069	0.00%
Sebastopol	\$1,650,401	\$797,478	\$260,800	\$689,391	\$1,747,669	\$97,268	\$97,268	\$1,650,401	0.00%
Cotati	\$2,005,950	\$1,084,570	\$236,000	\$894,936	\$2,215,506	\$209,555	\$70,000	\$2,145,506	6.96%
SPCSD	\$1,705,115	\$988,872	\$266,400	\$556,322	\$1,811,594	\$106,480	\$0	\$1,811,594	6.24%
	\$60,589,808	\$31,899,107	\$8,000,000	\$24,647,974	\$64,547,081	\$3,957,273	\$1,026,025	\$63,521,056	4.84%

<i>Refund Reserve</i>	Santa Rosa	Rohnert Park	Cotati	SPCSD	Total
2014-2015	\$0.00	\$727,418.87	\$11,015.71	\$132,955.24	\$950,001.76
2015-2016	\$2,516,050.87	\$401,559.29	\$63,410.62	\$162,171.68	\$3,337,065.19
2016-2017	\$791,021.99	\$785,048.90	\$148,989.30	\$118,057.73	\$1,925,579.62
2017-2018	\$4,209,021.16	\$199,493.31	\$99,461.11	\$105,412.63	\$4,704,306.43
2018-2019	\$1,681,886.86	(\$439,231.74)	(\$134,896.25)	(\$48,200.46)	\$1,126,598.72
2019-2020	\$4,229,712.03	\$1,121,685.20	(\$219,815.33)	\$213,981.67	\$5,577,034.10
Totals	\$13,427,693	\$2,795,974	(\$31,835)	\$684,378	\$17,620,586

Budget Schedule

- **Regional Partners** – March 29th & April 1st
 - Budget Recommendation to BPU April 1st
- **BPU** – April 1st
 - O&M, CIP and Regional Study Session
- **BPU** – April 15th
 - Budget Recommendation to City Council
- **City Council** – April 27th
 - Consideration of Preliminary Regional Budget
- **City Council** – May 11th & 12th
 - Budget Study Sessions
- **City Council** – June 22nd
 - Consideration of Budget

DISCUSSION / QUESTIONS?



Santa Rosa Water | Our Future in Every Drop