



FY2022-2023 Budget



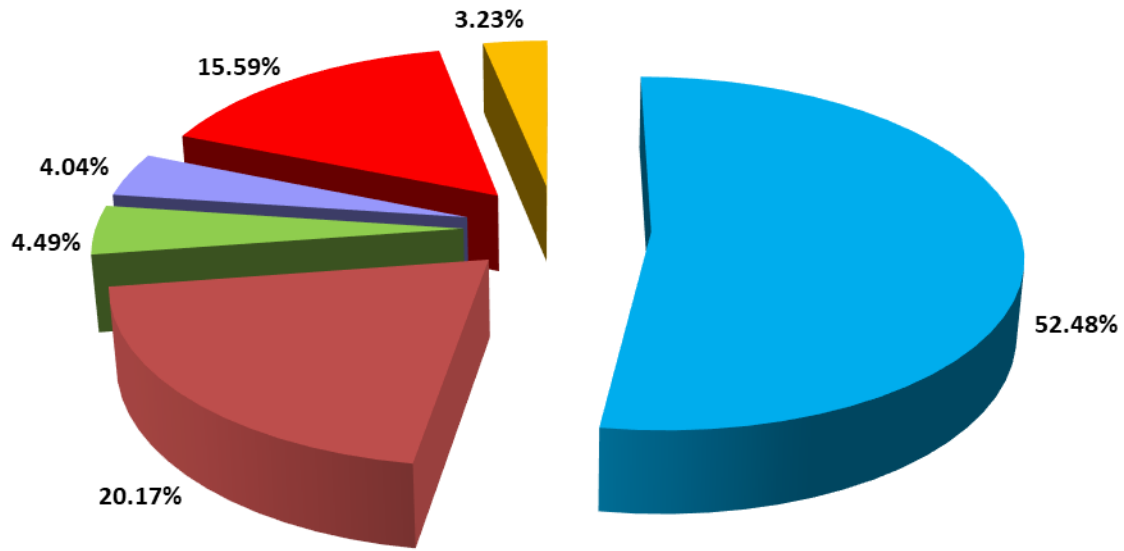
Budget Timeline

- Sept 2020 Budget Process Begins ✓
- Oct 2020 Budget Guidelines and Instructions Published ✓
Finance Kickoff Meetings with Divisions ✓
- Nov 2020 Budget Request Review ✓
- Dec 2020 Finance Meetings with Divisions & Departments ✓
- Jan 2021 General Manager Review ✓
- Mar 2021 Finance Committee ✓
- Apr 2021 Finance Committee finalizes Prelim Budget ✓
- May 2021 MMWD Board Adoption

Budget Highlights

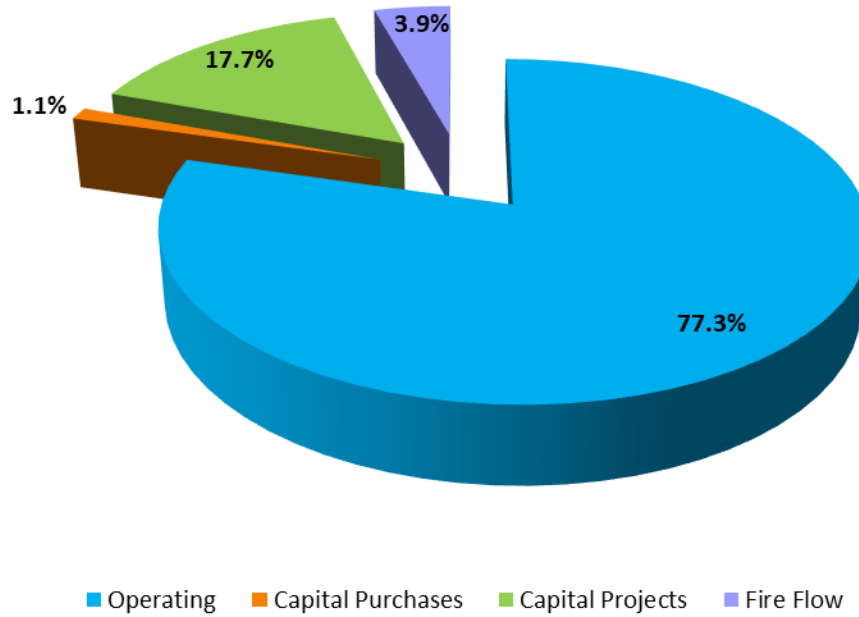
- Primarily Cost Containment
- Addition of (2) Rangers over 2 years
- Debt Service reduction in FY 2023
- Funding provided for
 - Watershed Recreation Plan
 - Water Quality Studies

Total Revenues FY 2022
\$111,444,538



■ Water Sales ■ Service Charges ■ Watershed Fees ■ Fire Flow ■ Capital Maint. Fee ■ Other Revenue

Total Expenditures Budget FY 2022
\$114,845,961



FY22 and FY23 Preliminary Budget Comparison

Description	FY20 Actual	FY21 Adopted Budget	FY22 Budget Request	% Incr/Decr	FY23 Budget Request	% Incr/Decr
Personnel Services	\$50.8	\$52.6	\$53.8	2.3%	\$56.4	4.7%
General & Admin	8.5	4.8	5.4	12.4%	5.5	3.0%
Materials & Supplies	10.0	11.4	11.3	-0.7%	11.8	4.2%
Operations	10.3	11.9	13.2	11.5%	13.5	2.0%
Debt Service	10.2	10.2	10.2	-0.6%	9.7	-4.7%
Allocation to Capital	-4.5	-4.7	-5.2	10.6%	-4.7	-9.6%
Total Operating Budget	\$85.3	\$86.2	\$88.7	2.9%	\$92.2	3.9%
Capital & Fire Flow	16.2	21.7	26.1	20.3%	23.9	-8.4%
Total Operating & Capital Funds	\$101.5	\$107.9	\$114.8	6.4%	\$116.1	1.1%

Comparative Reserves & DSC

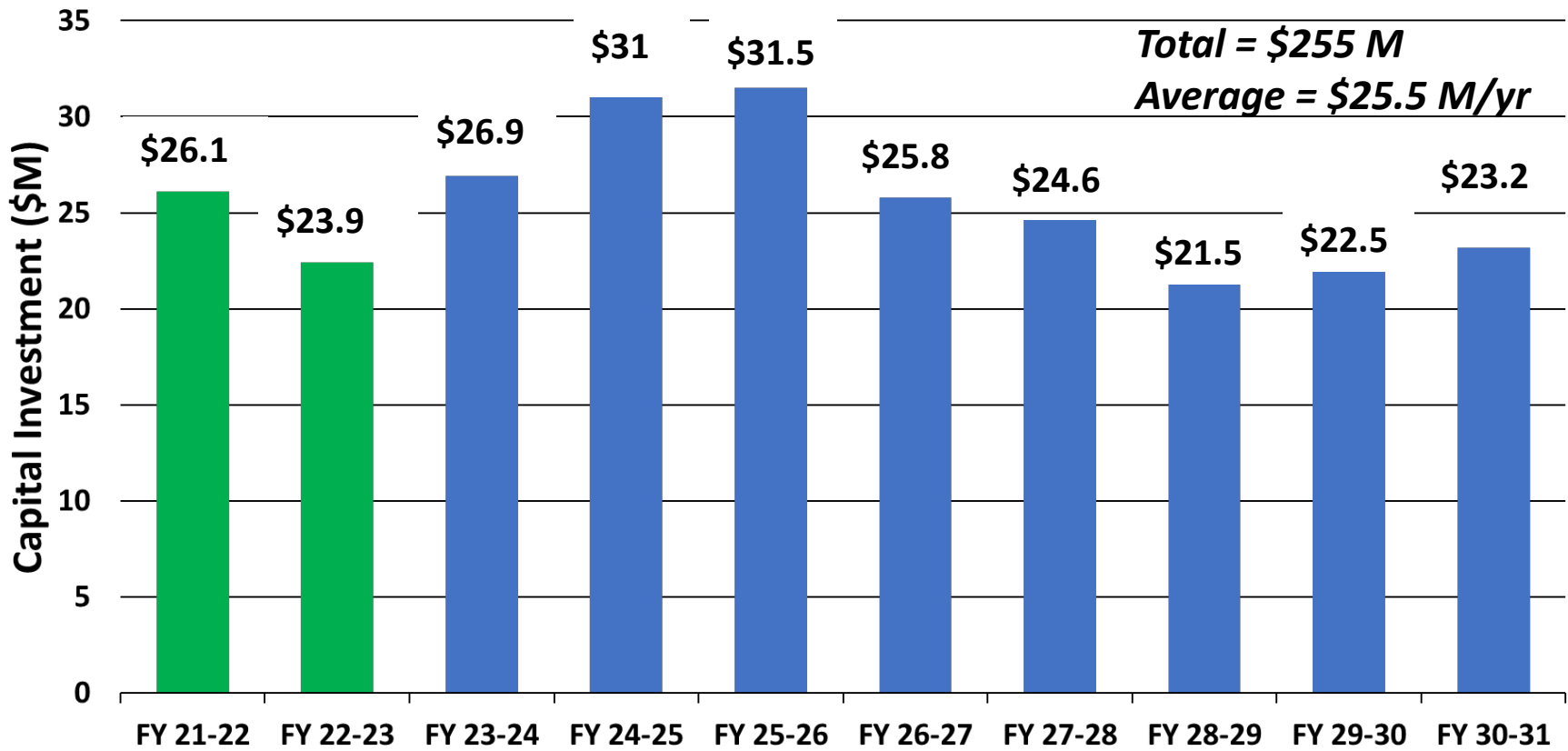
Comparative Reserves (Board Policy 46)

Description	FY2019/20 Actual	FY2020/21 Budget	FY2021/22 Proposed	FY2022/23 Proposed
Insurance Reserve Policy: six times SIR of \$1M	\$ 1,500,000	\$ 6,000,000	\$ 6,000,000	\$ 6,000,000
Workers Compensation Reserve Fund	\$ 5,188,000	Est. \$5,188,000	Est. \$5,188,000	Est. \$5,188,000
Policy: Minimum Balance Set by Actuary				
Capital Reserve Fund	\$ 16,191,000	\$ 21,680,000	\$ 20,000,000	\$ 19,000,000
Policy: Equal to the annual CIP Budget				
Pension Reserve Fund	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000
Policy : N/A				
Rate Stabilization Fund	\$ 9,400,000	\$ 9,400,000	\$ 9,400,000	\$ 9,400,000
Policy: N/A				
Operating Reserve - (Unrestricted/Undesignated)	\$ 26,162,068	Est. \$34,000,000	Proj. \$34,000,000	Proj. \$34,000,000
Months Reserve of Operating Budget	3 months	4 months	4 months	4 months
Policy: Equal to six months of annual operating budget	6 months	6 months	6 months	6 months
Debt Service Coverage Ratio (DSC)	2.10	3.00	3.00	3.50
Policy: Required by Covenant to meet or exceed 1.25	1.25	1.25	1.25	1.25

Capital Improvement Program Budget

- Dedicated to renewal & replacement
- CIP comprises:
 - Ten-year plan guides long-range policy and planning
 - Two-year plan (FYE 2022-2023):
 - Establishes District's CIP budget
 - Adoption authorizes project expenditures

10 Year CIP (FY22 – FY31)



2 Year CIP (FY22 & FY23)

Category	Two-Year CIP Total (\$M)
Pipelines	17.9
Storage Tanks & Cathodic Protection	10.4
Treatment Plants	6.1
Watershed	6.0
Capital Equipment & IT	4.2
General Improvements	3.5
Pump Stations	<u>1.9</u>
Total	50.0

Project Highlights

- Pipelines

- Greenbrae Boardwalk PRP
- 3rd Street PRP
- Ridge Road Fireflow Improvement Project



- Storage Tanks & Cathodic Protection

- Smith Saddle Tanks Rehabilitation Project



- Treatment Plants

- Bon Tempe Clearwell Repair Project
- San Geronimo TP Emergency Generator Project





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