



# Public Hearing Item 19

## Review Proposed MPWMD Budget for Fiscal Year 2014-2015


June 23, 2014, Regular Board Meeting  
Staff contact: Suresh Prasad & Dave Stoldt

# Budget Overview

## 2005 Board Adopted Strategy

- Develop annual balanced budgets
- Preserve existing services & enable the District to carry out its legislative mission and the Board's strategic vision
- Maintain a 5% general operating reserve and replenish it to 50% in the future

# Budget Overview (cont.)

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- For FY 2014-2015, staff was mindful of continuing economic conditions as well as current status of the District's funding sources
  - Original Division requests were reviewed and numerous adjustments were made in Team Management budget sessions held on May 7 & May 9, 2014


# Budget Overview (cont.)

- Despite staff's efforts and the strategy adopted in 2005 to develop balanced budgets each year, the prior budgets were balanced using reserves; Last year due to mid-year GWR adjustment.
- FY 2014-2015 budget does not include use of reserves to maintain current programs & services
- Replenished all reserves to previous levels in FY 2012-13

# Budget Overview (cont.)

- Proposed FY 2014-2015 budget \$10,936,000
- Decrease of 32% for expenditures and revenues from the FY 2013-2014 budget
- Most decreases attributed to project expenditures portion of the budget
- Savings realized from negotiated MOU between employees and District

# Budget Overview (cont.)

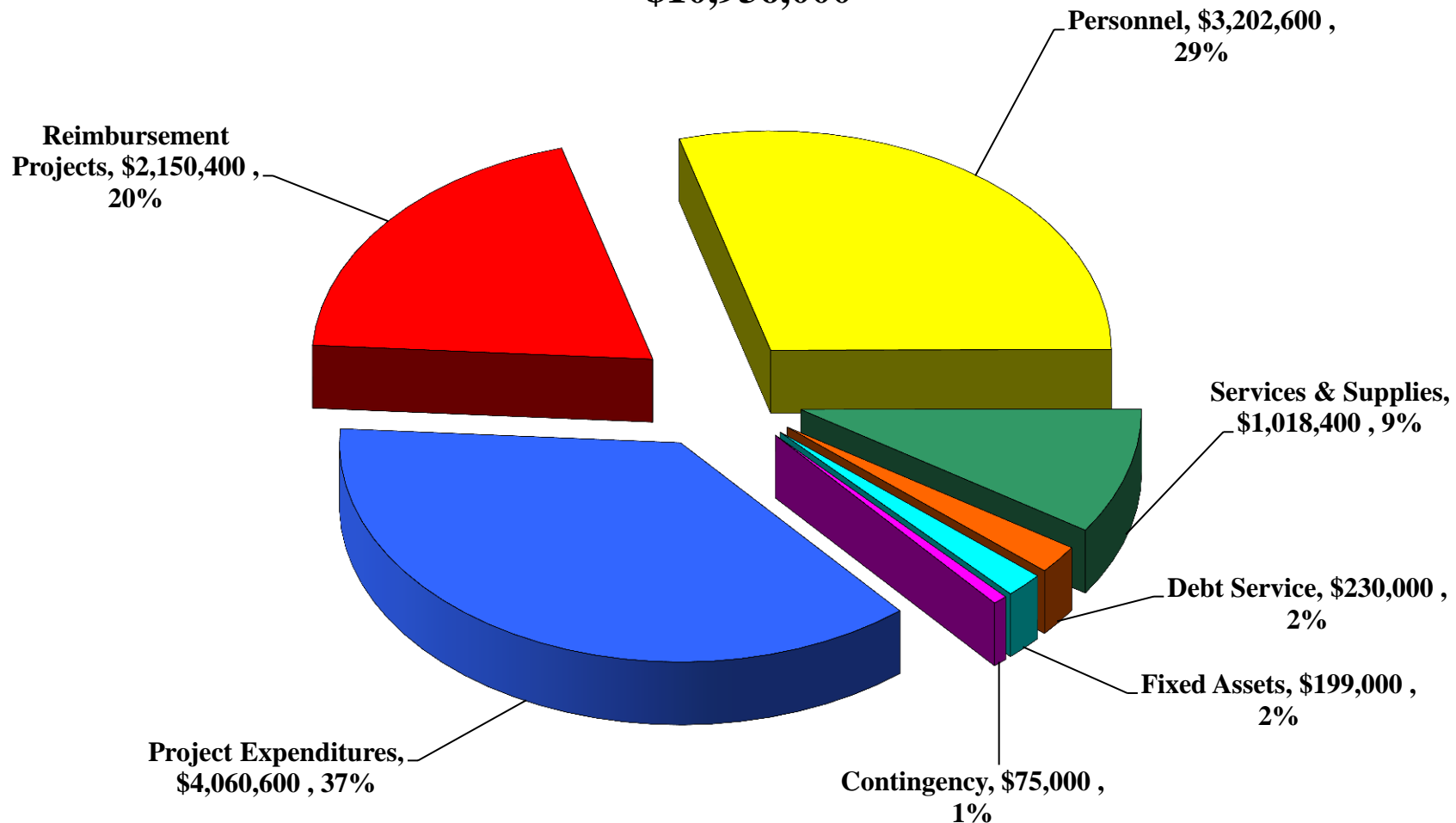
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- The proposed FY 2014-2015 budget was presented to the Board on May 19, 2014
  - The Board requested changes have been incorporated in this revised budget

# Expenditure Summary

## EXPENDITURE SUMMARY

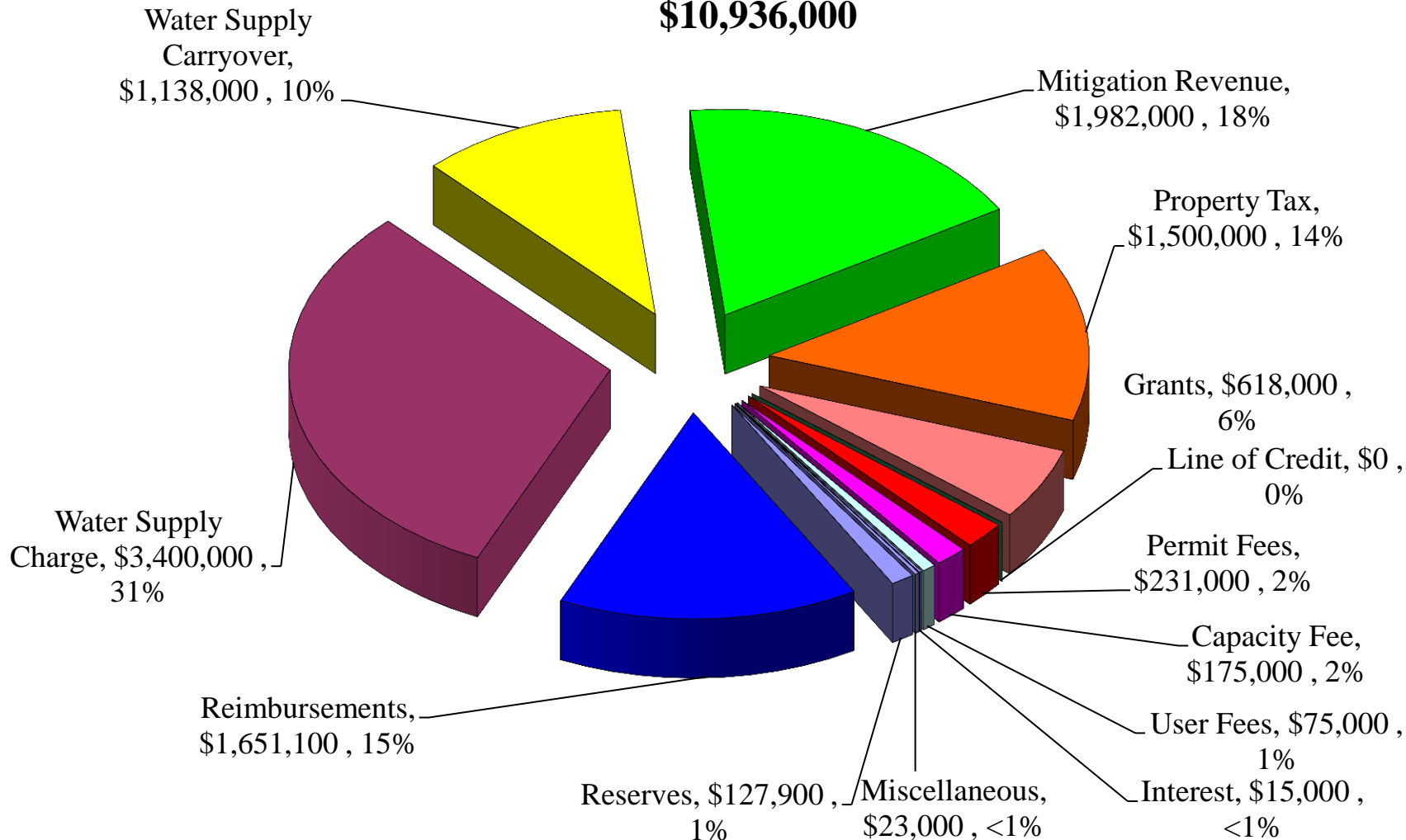
Fiscal Year 2014-2015

\$10,936,000



# Revenue Summary

## REVENUE SUMMARY Fiscal Year 2014-2015 Budget \$10,936,000





# Sources and Uses

A vertical photograph of a river with white water rapids, surrounded by green trees and rocks, positioned on the left side of the slide.

District Revenues	\$7,401,000
Reimbursements	2,269,100
Water Supply Carry Forward	1,138,000
Capital/Drought Reserve	<u>127,900</u>
Total Sources	\$10,936,000
Total Expenditures	<u>\$10,936,000</u>
Total Uses	\$10,936,000

# Analysis of Reserves

	<u>Fiscal Year Ending</u>	
	<u>06/30/2014</u>	<u>06/30/2015</u>
Reserves	(estimated)	(proposed)
Prepaid Expenses	\$ 36,025	\$ 36,025
Litigation/Insurance	250,000	250,000
Capital Equipment	304,100	216,200
Flood/Drought	443,944	403,944
Debt Reserve	219,136	219,136
Operating Reserve	<u>5,738,988</u>	<u>4,600,988</u>
Total	\$6,992,193	\$5,726,293
Change in reserve		(\$1,265,900)

# 2014-15 Budget Summary

Expenditures	\$10,936,000
Revenues	<u>\$10,936,000</u>
Difference	\$0 [1]

[1] No use of reserves to balance budget

# Recommendation

- Staff recommends that:
  - the Board discuss the proposed FY 2014-2015 Budget and give general direction to staff
  - the Board adopt Resolution No. 2014-10, A Resolution of the Board of Directors Adopting the Budget for Fiscal Year 2014-2015

# For More Information

- Staff reports and presentation materials can be found on the District's website at:

[www.mpwmd.net](http://www.mpwmd.net)

- PowerPoint presentations will be posted on the website the day after the meeting.