



Agenda Date: 6/7/2017

Agenda Placement: 8A

Napa Sanitation District Board Agenda Letter

TO: Honorable Board of Directors

FROM: Jeff Tucker - Director of Administrative Services/CFO
NS-Administration

REPORT BY: Jeff Tucker, Director of Administrative Services/CFO - 707-258-6000

SUBJECT: Adoption of FY 2017/18 Operating and Capital Budgets

RECOMMENDATION

Adopt attached Resolution approving the FY 2017/18 Operating and Capital Budget.

EXECUTIVE SUMMARY

The proposed FY 2017/18 Operating and Capital Budget, as presented, funds NapaSan's operational requirements and continues funding Capital Improvement Projects in accordance with the Ten-Year Capital Improvement Plan. The draft versions of the proposed Operating Budget and Capital Budget were reviewed by the Finance Committee and the Long Term Planning Committee, respectively. The FY 2017/18 Proposed Operating Budget was presented to the Board on May 3, 2017 and the Proposed Ten-Year Capital Improvement Program and Ten-Year Financial Forecast on May 17, 2017. The attached Budget incorporates direction received by the Board members at these meetings, as well as direction provided through the Strategic Planning process, last year's Proposition 218 planning process, and facility master plans.

The Budget Document represents and communicates the policy choice set in place by the Board. It identifies the specific goals that each department within NapaSan will achieve this next fiscal year, and it outlines NapaSan's projected financial health for the next ten years.

The budget document, when published, will contain several appendices, including the most recent Strategic Plan and the 2016 Performance Measurement Report. These documents have been excluded from this packet as the Board has already approved these documents. Statistics on NapaSan's operations and the overall community are also provided as an appendix to provide additional context and history for the reader.

The Letter of Transmittal for the budget, starting on page 5 of the proposed budget, provides a financial overview and specific details about the proposed budget, including areas of strength and weakness in the ten-year financial

forecast.

Staff recommendation is for the Board of Directors to approve the attached resolution for the FY 2017/18 Operating and Capital Budget.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	No
What is the revenue source?	This is the Proposed Operating and Capital Budget for FY 2017/18.
Is it Mandatory or Discretionary?	Mandatory
Is the general fund affected?	Yes
Future fiscal impact:	None. The Board adopts a new budget each fiscal year.
Consequences if not approved:	The organization would not be authorized to pay any of its FY 2017/18 financial obligations.
Additional Information:	None.

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

None.

SUPPORTING DOCUMENTS

- A . Budget Resolution
- B . Presentation
- C . Proposed FY 2017/18 Operating and Capital Budget

Napa Sanitation District: Approve

Reviewed By: Jeff Tucker