



FY 2016/17 Operating and Capital Budget

Napa Sanitation District
Board of Directors Meeting
June 1, 2016



Budget Development Process

- Discussions on sewer asset replacement rates – Sept. 2015 through Jan. 2016
- Finance Committee – January and April 2016
- Long Term Planning Committee – April 2016
- Proposition 218 Hearing – March 16, 2016
- Operating Budget Presentation – May 4, 2016
- Ten-Year CIP Presentation – May 18, 2016
- **Adopt FY 2016/17 Operating and Capital Budget and Ten-Year CIP – June 1, 2016**



Highlights

- Levels of Service
 - Continuation of existing service levels for treatment plant
 - Expansion of recycled water
 - Increased staffing efforts in Collection System Maintenance



Highlights

- Limited Growth in Operating Budget
 - 1.2% Increase in Operating Expenses
 - Salary & Benefits increase 3.6%
 - Services & Supplies decrease 2.7%

Annual Increases in Operating Budget

<u>FY13</u>	<u>FY14</u>	<u>FY15</u>	<u>FY16</u>	<u>FY17</u>
1.5%	0.4%	1.0%	2.5%	1.2%



Highlights

- Completing Strategic Plan Directives
 - Browns Valley Road Sewer Interceptor
 - Asset Management Implementation
 - Continued investment in sewer rehabilitation and I&I projects
 - Increased energy independence



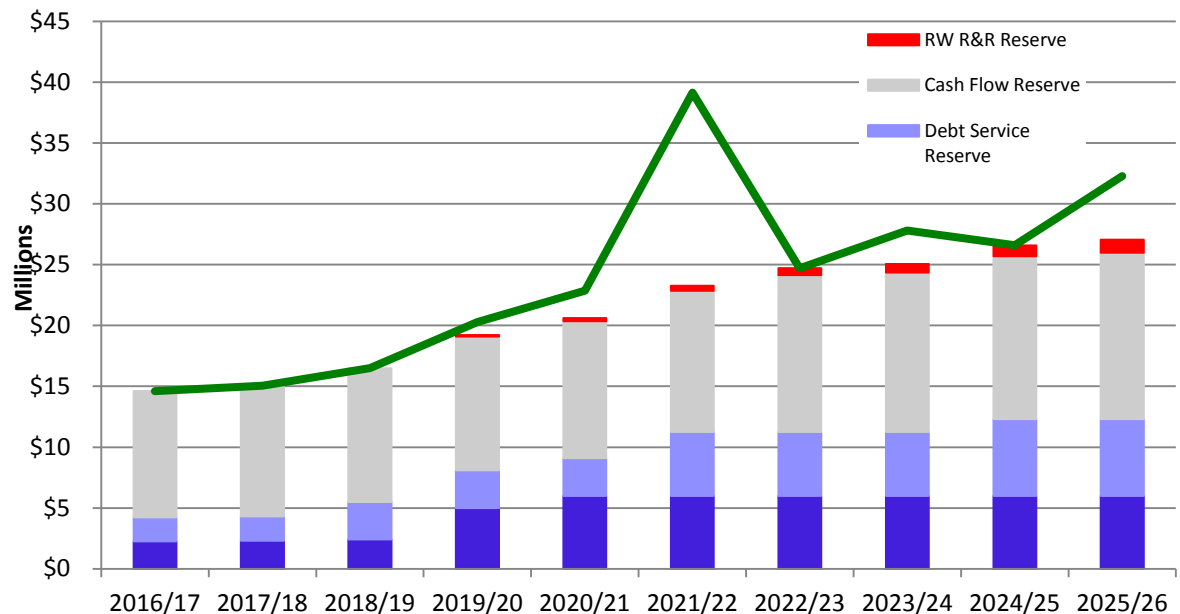
Highlights

- Continued Partnership Projects
 - Sarco Creek sewer replacement
 - MST Recycled Water Pipeline Extension
 - North Bay Water Reuse Authority



Highlights

- Balance the Long-Range Forecast
 - 10-Year Financial Forecast is balanced





Highlights

- Maintaining Reserves

<u>Reserve</u>	<u>Status</u>
15% Operating Reserve	Funded
Cash Flow Reserve	Funded
Debt Reserve	Funded
OPEB Trust	Funded



Acknowledgements