



# FY 2018/19

# Operating and Capital Budget

Napa Sanitation District  
Board of Directors Meeting  
June 6, 2018

# Budget Development Process



# Budget Development Process

- Jan – Finance Committee – Set Budget Assumptions
- April – Finance Committee – Review Ops Budget
- April – Long Term Planning Committee – CIP
- May – Operating Budget Presentation
- May – Ten-Year CIP Presentation
- **June – Adopt FY 2018/19 Operating and Capital Budget and Ten-Year CIP**



# Board Policy Direction



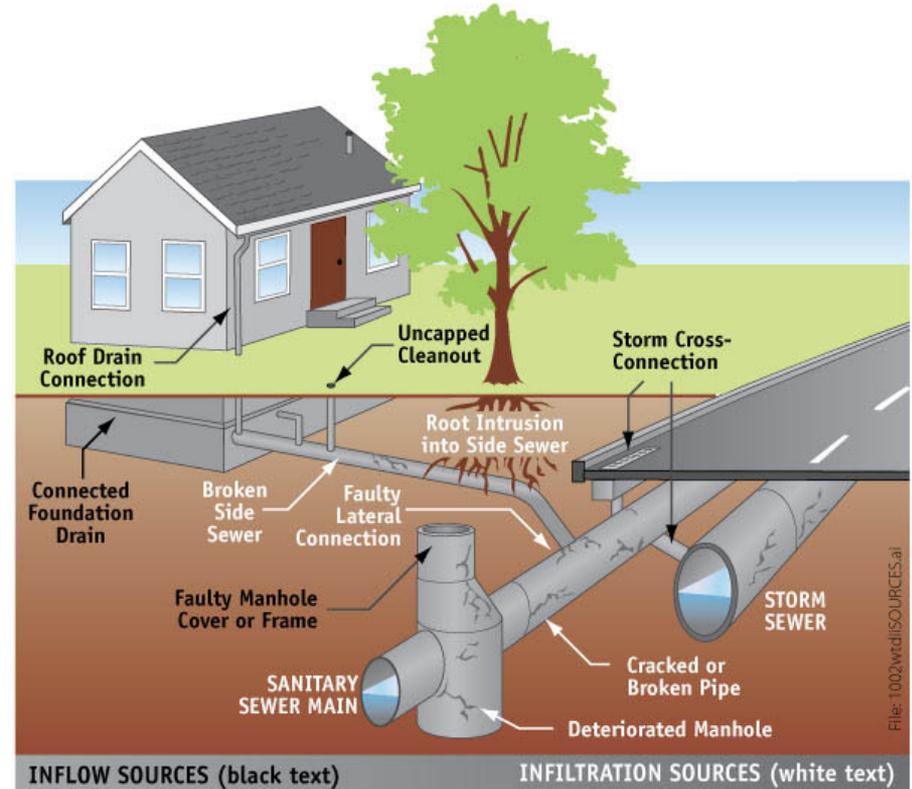
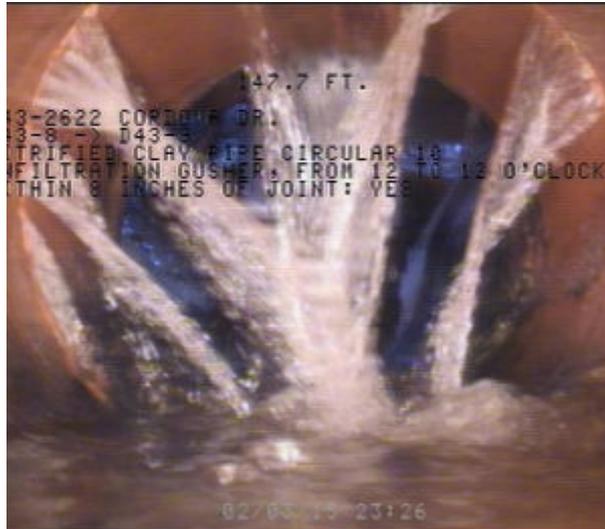
# Board Policy Direction

Sewer R&R - 2% goal



# Board Policy Direction

## Reduce I&I



# Board Policy Direction

## Reduce Pension UAL





# Board Policy Direction

Reduce or maintain operating costs





# Board Policy Direction

## Fairness in rate setting



# Board Policy Direction

## Planning for the Future

- Lower long-term liabilities
- Balanced forecast
- Funded reserves





# Board Policy Direction

- Includes Strategic Plan Directives
  - Sewer rehabilitation and I&I projects
  - Asset management implementation
  - Browns Valley Road Trunk and WNPS
  - Rate methodology study
  - Strategic plan update
  - Winery waste treatment options study
  - Alternative chemicals study



# Financial Summary



# Financial Summary

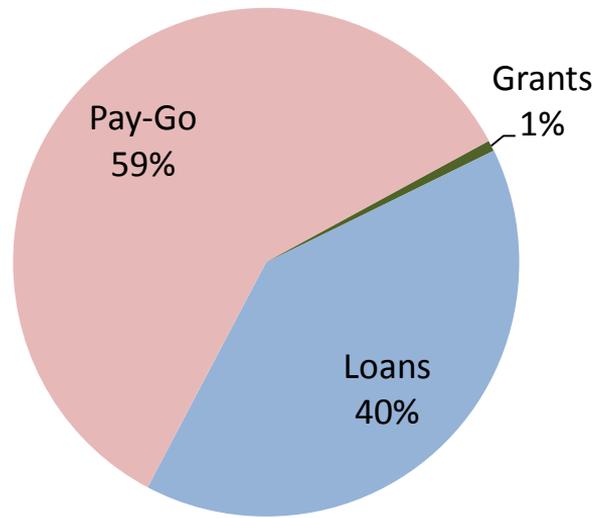
- Limited Growth in Operating Budget
  - 1.45% Increase in Operating Expenses
    - Salary & Benefits increase 4.0%
    - Services & Supplies decrease 2.5%

Annual Increases in Operating Budget				
<u>FY 14/15</u>	<u>FY 15/16</u>	<u>FY 16/17</u>	<u>FY 17/18</u>	<u>FY 18/19</u>
1.0%	2.5%	1.2%	0.1%	1.45%

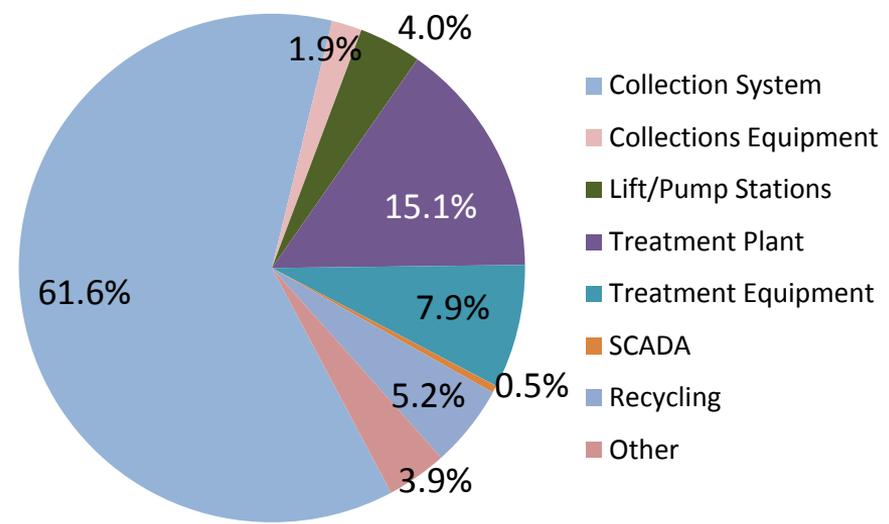
# Financial Summary

## Capital Improvement Plan

10-Year CIP



10-Year CIP

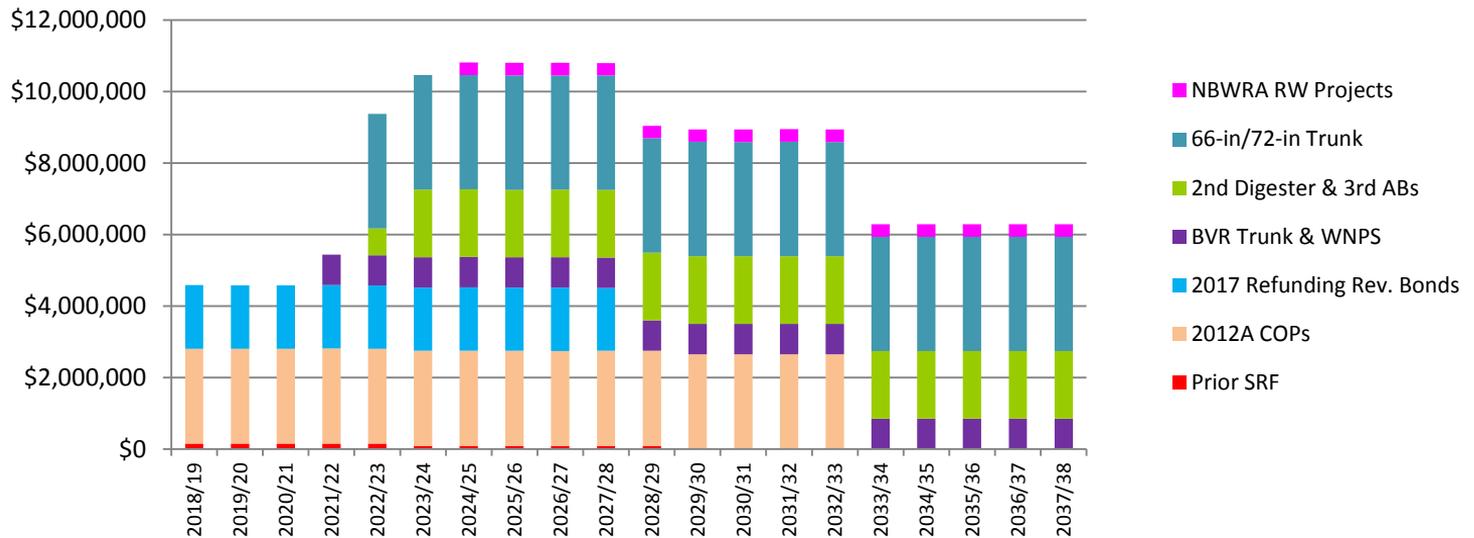


- Collection System
- Collections Equipment
- Lift/Pump Stations
- Treatment Plant
- Treatment Equipment
- SCADA
- Recycling
- Other



# Financial Summary

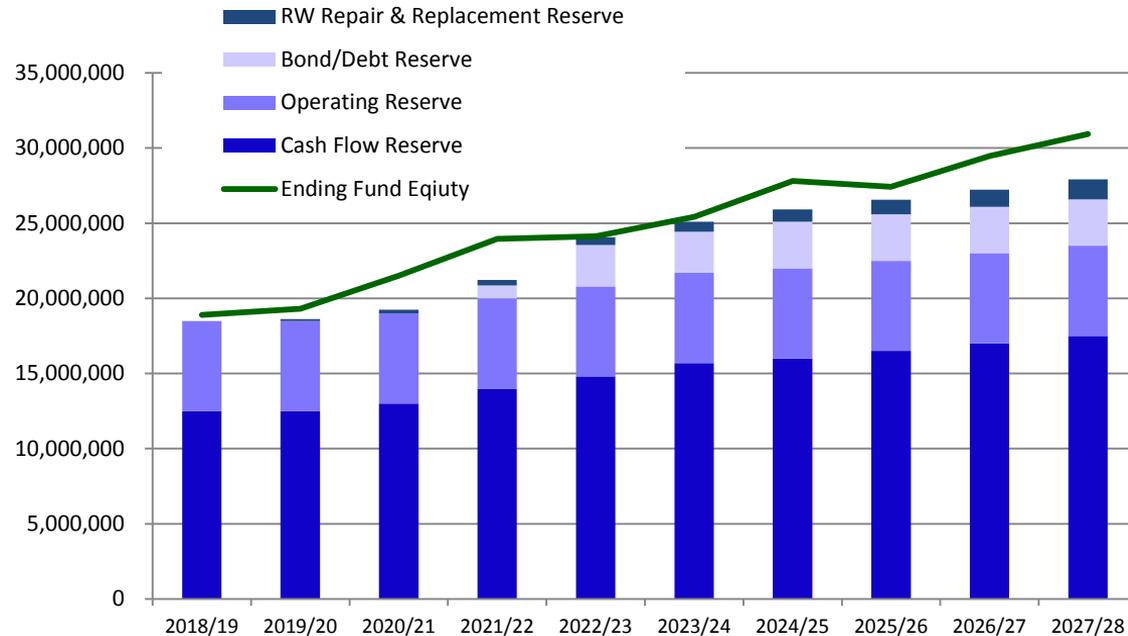
## Projected Debt Service





# Financial Summary

## Ending Fund Equity Projections





# Questions & Comments



# Acknowledgements