

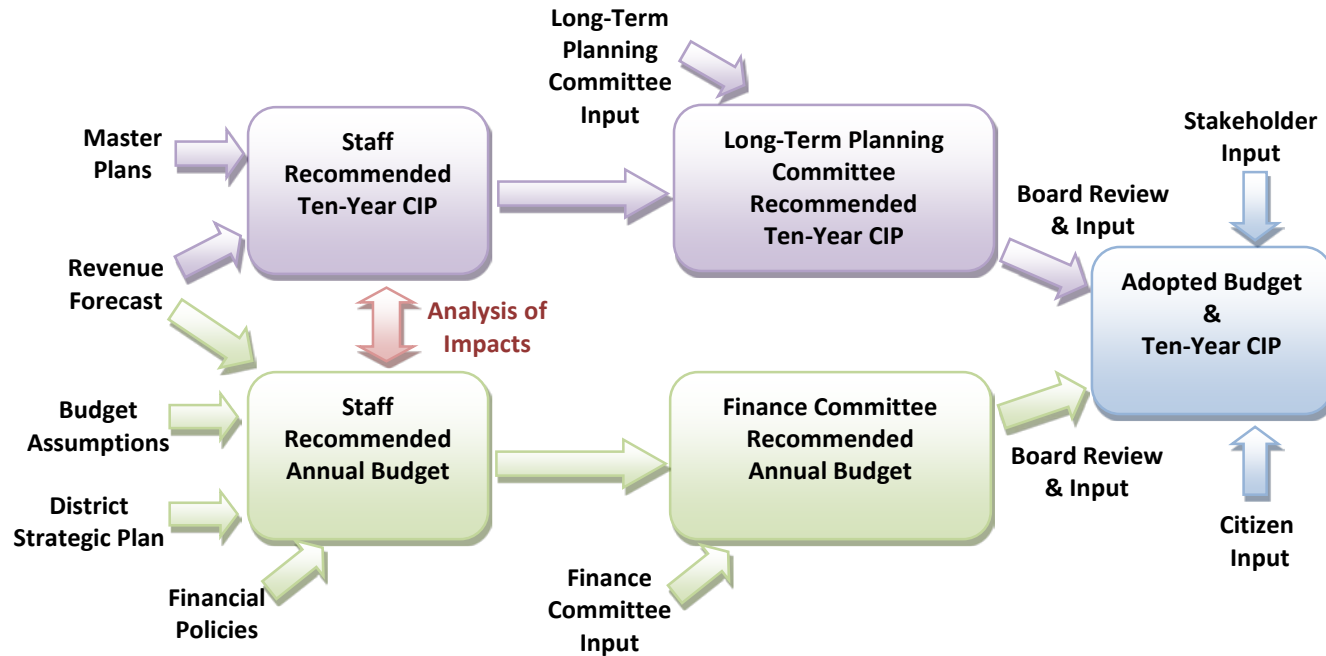


FY 2019/20

Operating and Capital Budget

Napa Sanitation District
Board of Directors Meeting
June 5, 2019

Budget Development Process



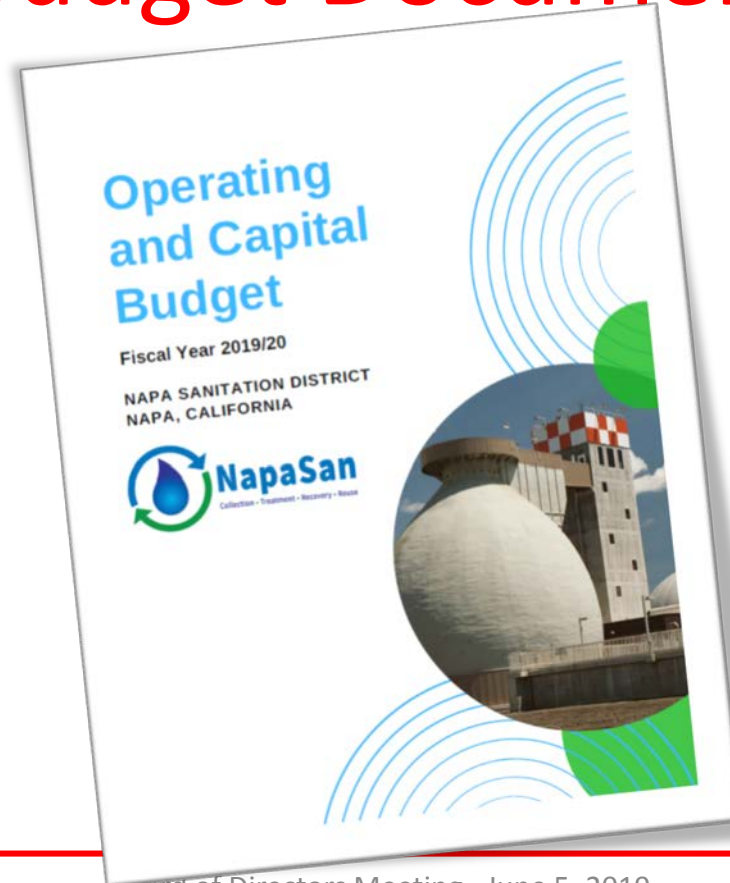


Budget Development Process

- 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 2019/20 Operating and Capital Budget and Ten-Year CIP**



Budget Document





Board Policy Direction

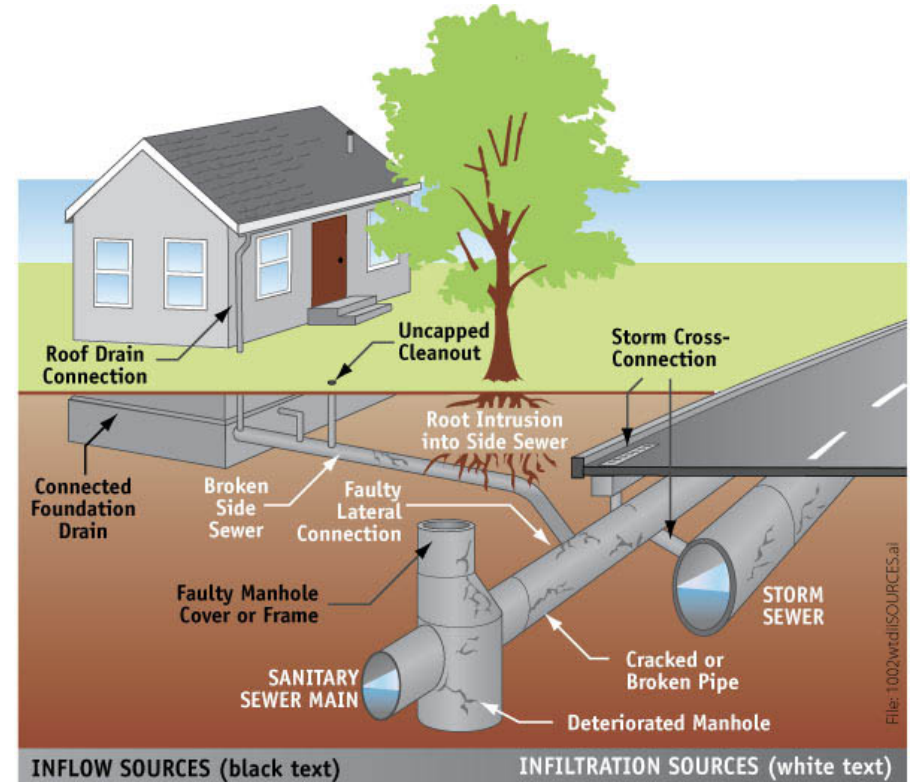
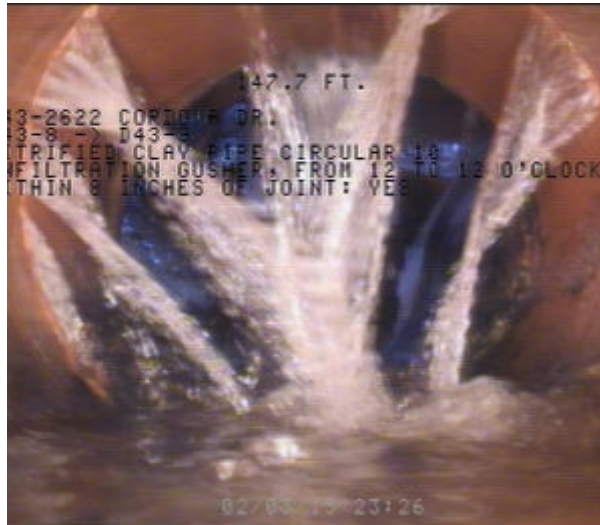
Board Policy Direction

Sewer R&R - 2% goal



Board Policy Direction

Reduce I&I



Board Policy Direction

Reduce or maintain operating costs



Board Policy Direction

Improve Quality of Recycled Water



Board Policy Direction

Reduce UAL for Pension and OPEB



Board Policy Direction

Planning for the Future

- Sustainable operating costs
- 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
 - Private Lateral Pilot Project
 - Partner with City of Napa on Drought Contingency Plan
 - Evaluating ways to reduce chemistry and generate more electricity
 - Begin MOU negotiations
 - Complete Recycled Water Truck Fill Station on Coombsville Road

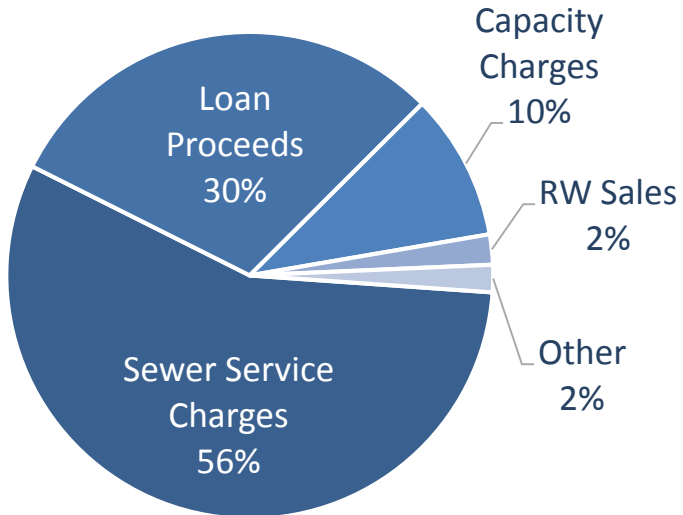


Financial Summary

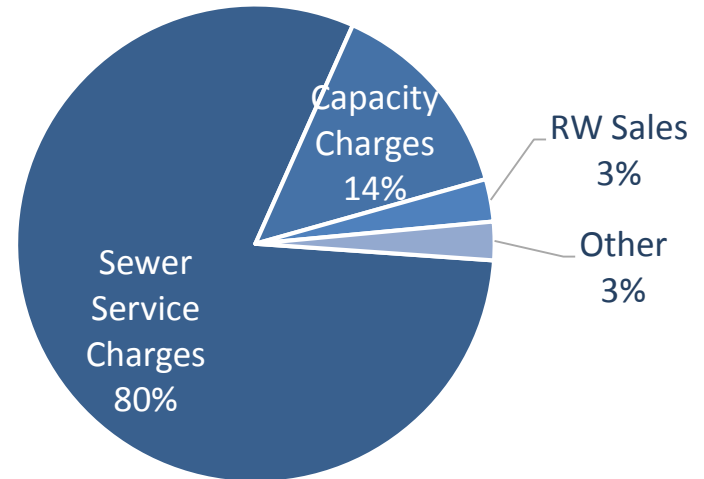
Financial Summary

- Revenue

With Loan Proceeds



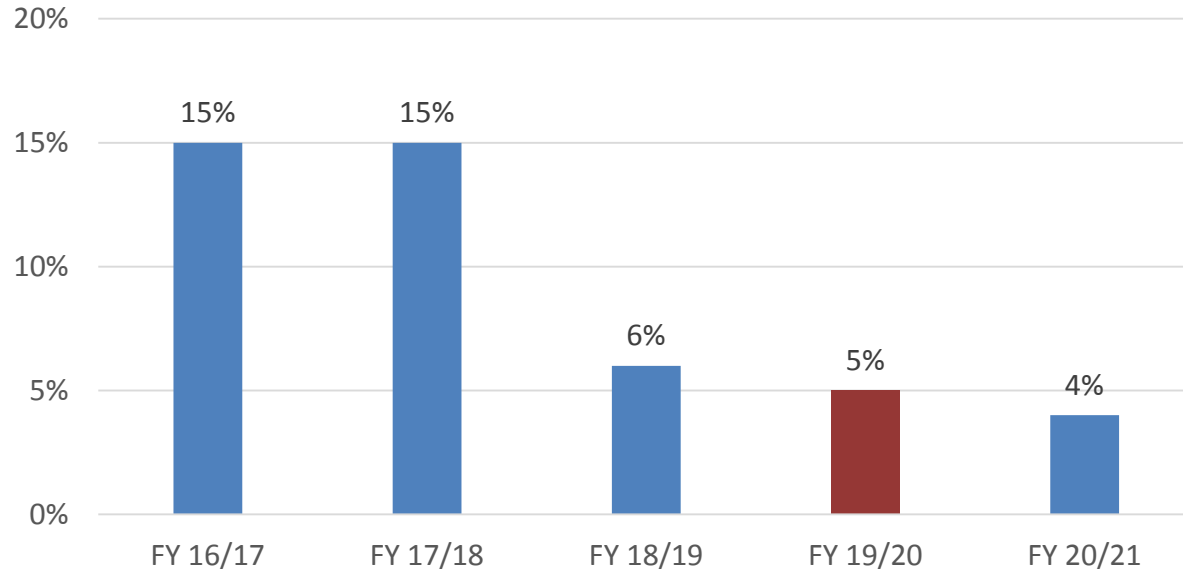
Without Loan Proceeds





Financial Summary

- Sewer Service Charge Fee Increases





Financial Summary

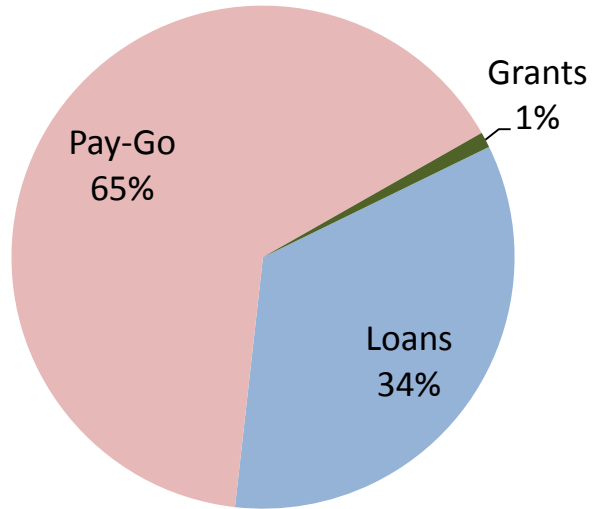
- Limited Growth in Operating Budget
 - 1.3% Increase in Operating Expenses
 - Salary & Benefits increase 3.0%
 - Services & Supplies decrease 1.5%

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>	<u>FY 19/20</u>
1.0%	2.5%	1.2%	0.1%	1.5%	1.3%

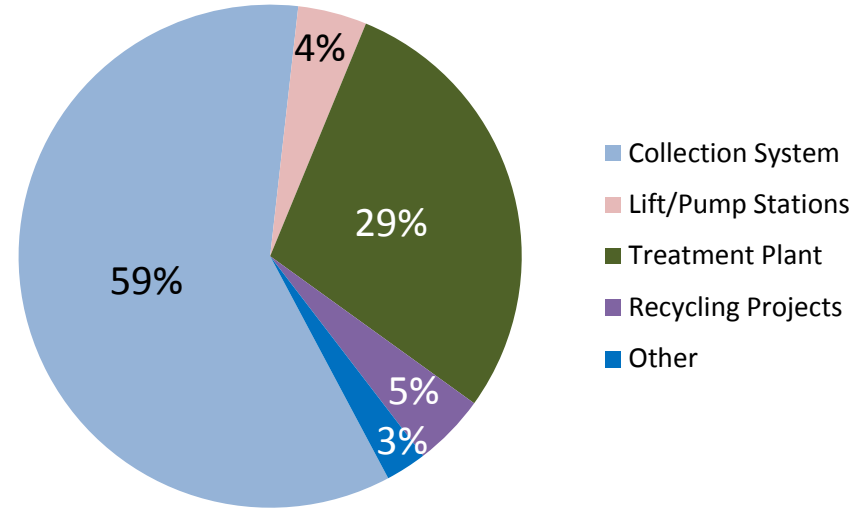
Financial Summary

Capital Improvement Plan

10-Year CIP

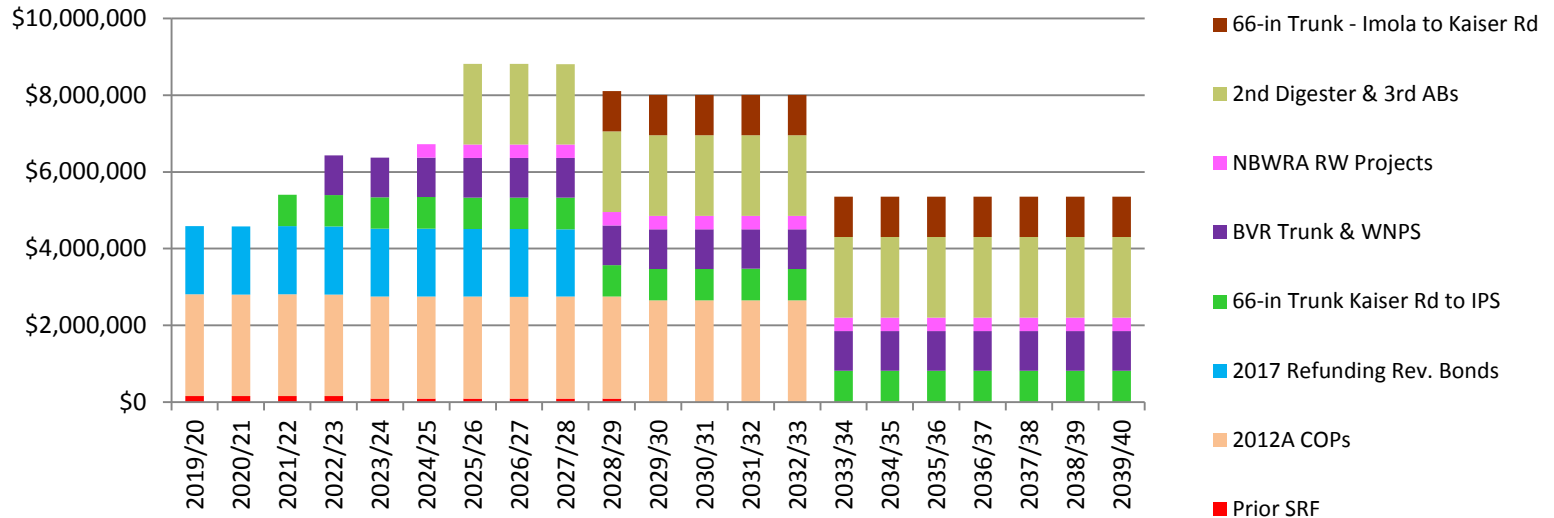


10-Year CIP



Financial Summary

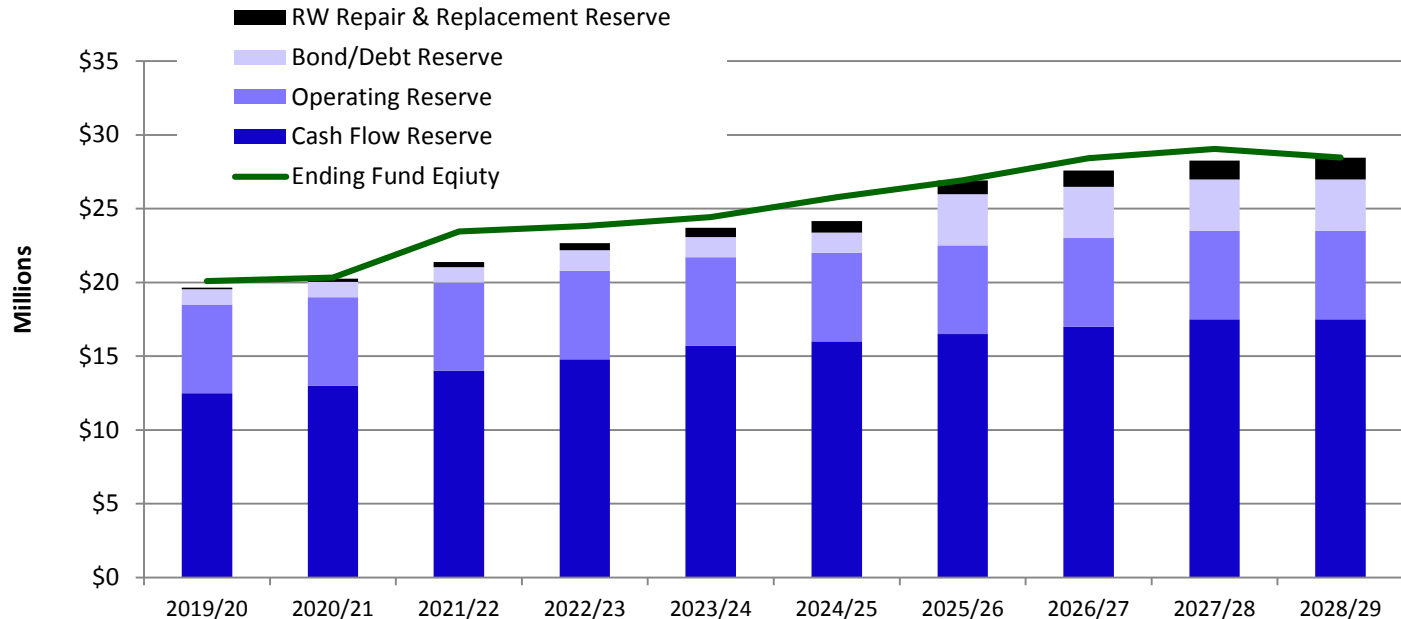
Projected Debt Service





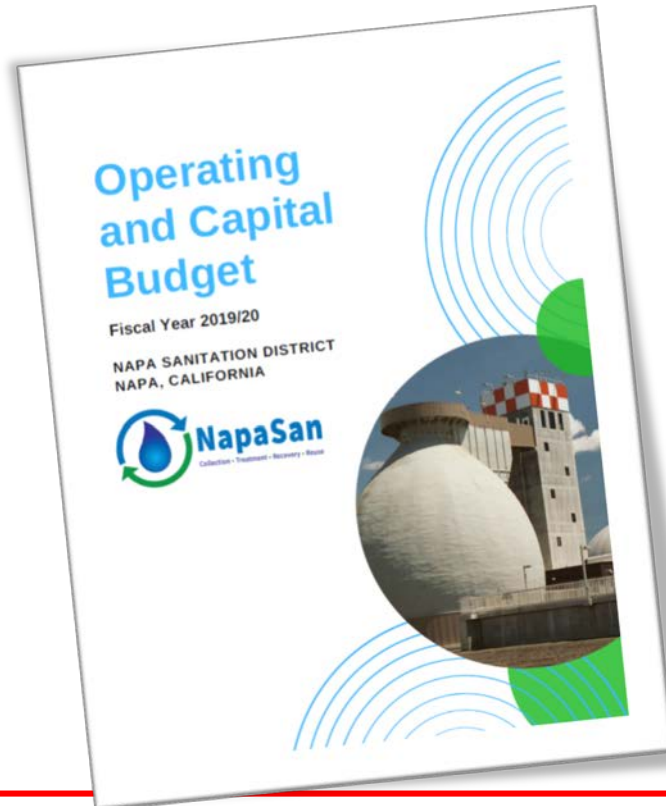
Financial Summary

Ending Fund Equity Projections





Questions & Comments





Recommended Action

Adopted Resolution approving the
FY 2019/20 Operating and Capital Budget
and setting fees, as presented.



Recommended Action

Adopted Resolution directing the preparation and filing of a written report to collect sewer service charges on the tax roll for FY 2019/20.