



Agenda Date: 8/5/2020
Agenda Placement: 7C

Napa Sanitation District Board Agenda Letter

TO: Honorable Board of Directors
FROM: Timothy Healy - General Manager
NS-Administration
REPORT BY: Cyndi Bolden, Senior Accountant - 258-6001
SUBJECT: Approve Amendment to the FY 2020/21 Operating and Capital Budget to Include Carry Forwards from FY 2019/20

RECOMMENDATION

Adopt the accompanying resolution authorizing staff:

- | To carry forward unspent FY 2019/20 Operating budget appropriations in the amount of \$242,600, according to the attached detailed sheet; and
- | To carry forward unspent FY 2019/20 Capital budget appropriations in the amount of \$22,656,650, according to the attached detailed sheet.

EXECUTIVE SUMMARY

This amendment includes adjustments to both the Operating and Capital Budget. There are appropriations from FY 2019/20 that need to be carried forward.

Operating Budget

- | **Carry Forwards** - There were operating items in the budget for FY 2019/20 that were started but not completed by the end of the fiscal year. The attached document called "Operating Budget: FY 2019/20 Carry Forwards; FY 2020/21 Amendment" lists these items and the budget requested to be carried forward. The total amount is \$242,600.

The approved Operating Expenditures Budget for FY 2020/21 is \$29,407,000. The proposed amended FY 2020/21 Operating Expenditures Budget is \$29,649,600.

Capital Budget

- I Carry Forwards - The attached document called the "Capital Project Budget: FY 2019/20 Carry Forwards; FY 2020/21 Amendment" lists the capital projects that were not completed in FY 2019/20, and therefore need to be carried forward to FY 2020/21. The total budget for capital projects from FY 2019/20 requested to be carried forward is \$22,656,650.

The approved FY 2020/21 Capital Budget is \$43,246,800. The proposed amended FY 2020/21 Capital Budget is \$65,903,450.

FISCAL & STRATEGIC PLAN IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	No
What is the revenue source?	Revenue sources for this action are the savings from the unspent Operating and Capital Project appropriations from FY 2019/20.
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	Adoption of this resolution would authorize staff to expend in FY 2020/21 remaining operating and capital project monies on corresponding projects authorized in FY 2019/20.
Is the general fund affected?	Yes
Future fiscal impact:	Non-specified maintenance and operating costs associated with each capital project.
Consequences if not approved:	If not approved, work on FY 2019/20 projects would stop and work on FY 2020/21 projects would have to be adjusted to meet available resources.
Additional Information:	

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

Government fund accounting practices require a new budget authorization with each fiscal year. However, oftentimes there are budgetary items that span more than one fiscal year, thus leaving individual projects without the budget authorization necessary to complete an otherwise approved expense in the new fiscal year. At some point shortly after the adoption of the new budget, and after the closing of the prior fiscal year, it is customary to bring back to the governing body a carry forward list of unexpended operating and capital appropriations to be

“carried forward” into the new fiscal year in support of those same previously approved items.

SUPPORTING DOCUMENTS

- A . Operating Carry Forwards
- B . Capital Carry Forwards
- C . Resolution

Napa Sanitation District: Approve

Reviewed By: Timothy Healy