

**Metropolitan Domestic Water Improvement District
Board of Directors Study Session**

April 2, 2019

Discussion of Requested Budget for Fiscal Year 2020

Synopsis

The Board of Directors is requested to review with staff the Requested Budget for Fiscal Year 2020.

Requested Budget Overview

The Requested Budget for Fiscal Year 2020 was previously distributed to Board members with the information provided to the Finance Oversight Committee for the March 27, 2019 meeting.

The total requested budget includes a rate adjustment to the Water Availability Fee and the addition of new revenue sources with a total of \$22,914,792 from operations. The requested operating budget is \$19,510,242. In addition, capital items requested total \$459,822 and the Capital Improvement Program includes \$2,088,864 of cash funded projects. The NWRD project is requesting \$1,573,242, which will be funded with Water Resource Utilization Fees.

On September 8, 2014, the Board approved the methodology used to calculate fringe benefit and the indirect overhead rates and approved included this calculation each year as part of the budget. The results of this calculation, based upon the Fiscal Year 2020 budget, are on the last page of the requested budget book.

Finance Oversight Committee

At the March 27, 2019 meeting, the Finance Oversight Committee reviewed the Requested Budget with staff and voted 6-0 to recommend the Board of Directors move forward to adopt the requested budget as presented for Fiscal Year 2020.

Recommendation

It is recommended that the Board of Directors review and discuss with staff the requested budget for Fiscal Year 2020 and provide direction for any proposed modifications that should be made. The consideration to adopt the Fiscal Year 2020 budget will be at the May 13, 2019 Board meeting following the rate hearing.

Respectfully submitted,

Diane Bracken, M.Adm.
Chief Financial Officer

I concur with the recommendation.
Respectfully submitted,

Joseph Olsen, P.E.
General Manager