

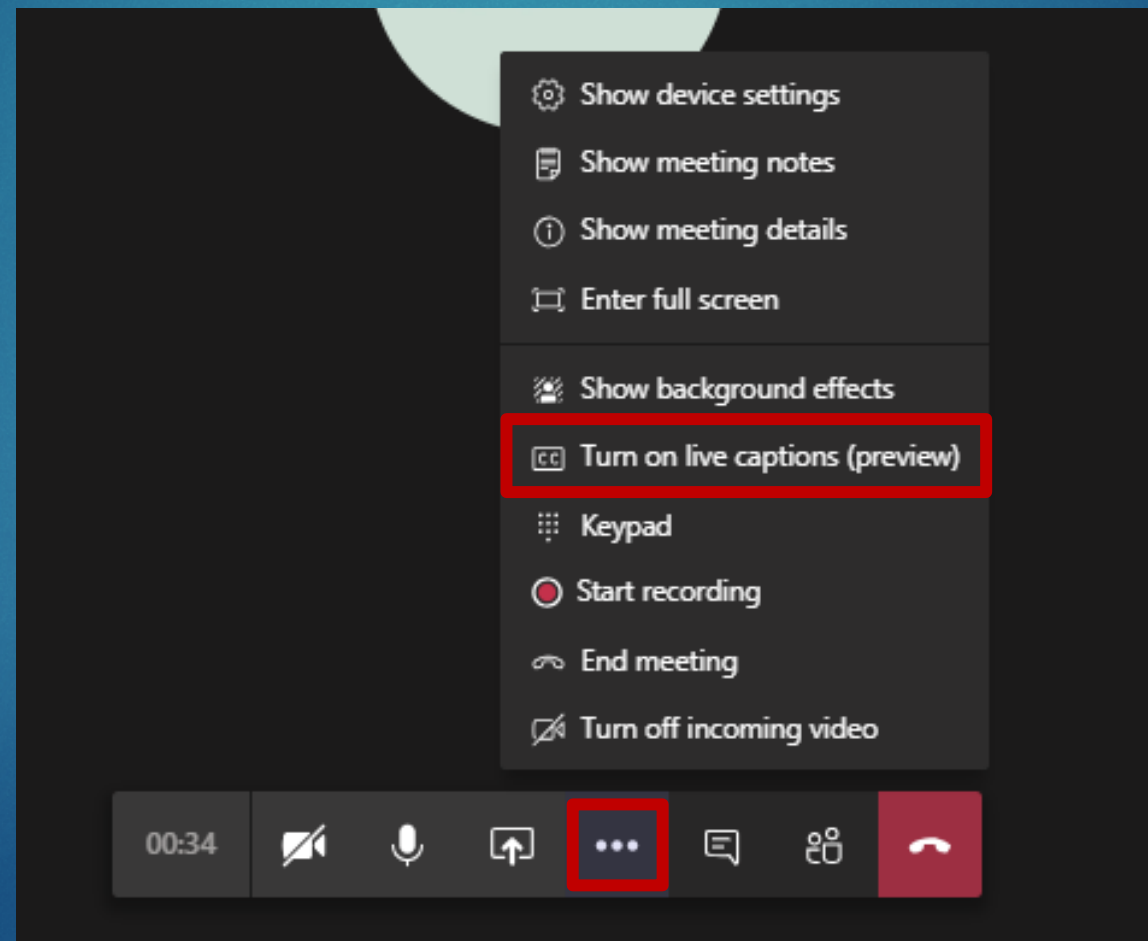


Silicon Valley Clean Water Commission Meeting

APRIL 19, 2021

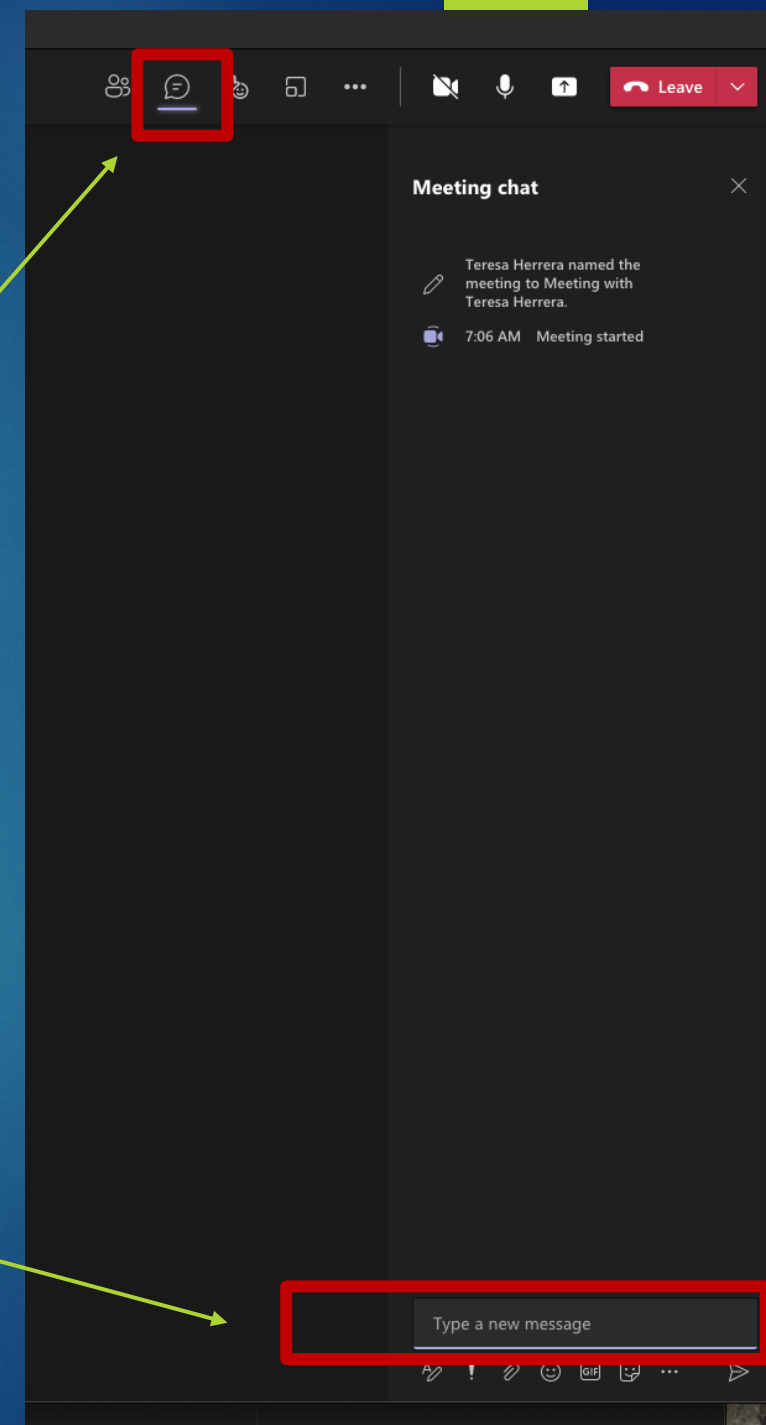
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Provide Public Comment

- ▶ To provide public comment during the meeting:
 - ▶ Click on the meeting chat bubble
- ▶ Type your message into the box at the bottom of the Meeting Chat





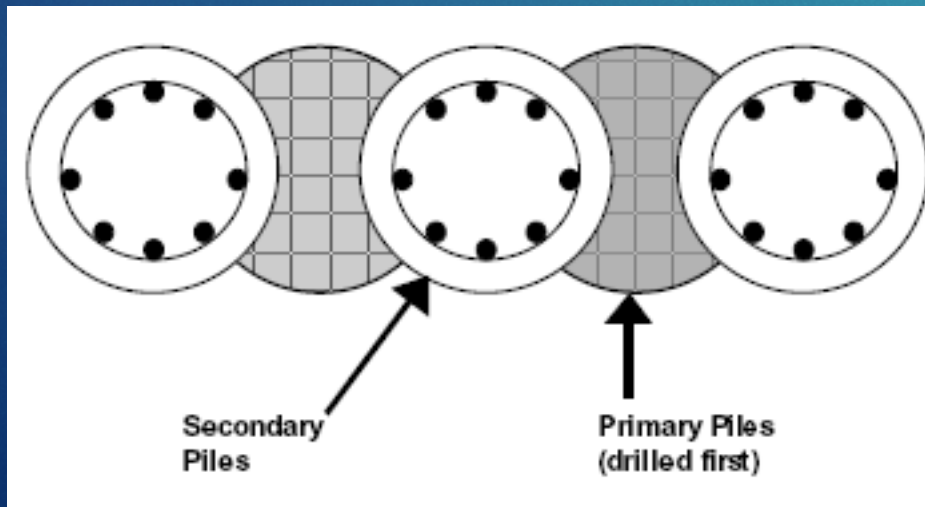




Agenda Item 5F

RESCU Program Project Status Update

Secant Piles at San Carlos Drop Structure Site







Agenda Item 8A

Fiscal Year 2020-21

Operating Budget

Budget-to-Budget Highlights

- ▶ One change to Budget since March Commission meeting
 - ▶ \$100 thousand increase to Misc. Revenue for PG&E Incentive
- ▶ Year-over-year contributions increase by \$1.4 million (2.87%)

Year-over-year Budgeted Member Entity Contributions				
	2020-21	2021-22	\$	%
Description	Adopted Budget	Proposed Budget	Increase/ (Decrease)	Increase/ (Decrease)
Gross Operating Expenses	\$ 27,728,484	\$ 28,467,513	\$ 739,029	2.67%
Less: Miscellaneous Revenue	(1,099,500)	(855,000)	(244,500)	(22.24%)
Contributions, Net Operating Expenses	\$ 26,628,984	\$ 27,612,513	\$ 983,529	3.69%
Add: Revenue-Funded Capital Projects	1,295,500	1,497,500	202,000	15.59%
Contributions, Before Reserves & Debt Service	\$ 27,924,484	\$ 29,110,013	\$ 1,185,529	4.25%
Add: Reserve Designations	1,524,866	2,000,000	475,134	31.16%
Add: Debt Service, Participating members	19,646,217	19,394,786	(251,431)	(1.28%)
Contributions, Total	\$ 49,095,567	\$ 50,504,799	\$ 1,409,232	2.87%

Proposed Budget vs. 2020 LRFP

- ▶ Required Cash Flow 8.2% Less than January 2020 Estimates
 - ▶ Reduced debt service; possible through new SRF Loans and Bond Refundings

Budgeted Member Entity Contributions, versus 2020 Long-Range Financial Plan				
Description	2020 LRFP	2021-22 Proposed Budget	\$ Increase/ (Decrease)	% Increase/ (Decrease)
Gross Operating Expenses	\$ 28,045,081	\$ 28,467,513	\$ 422,432	1.51%
Less Miscellaneous Revenue	(1,876,276)	(855,000)	(1,021,276)	(54.43%)
Net Operating Expenses	\$ 26,168,805	\$ 27,612,513	\$ 1,443,708	5.52%
Add: Revenue-Funded Capital Projects	1,500,000	1,497,500	(2,500)	(0.17%)
Contributions before Reserves, Debt Service:	\$ 27,668,805	\$ 29,110,013	\$ 1,441,208	5.21%
Add: Reserve Designations	2,000,000	2,000,000	-	0.00%
Add: Debt Service, Participating members	25,332,437	19,394,786	(5,937,651)	(23.44%)
Total Member Contributions	\$ 55,001,242	\$ 50,504,799	\$ (4,496,443)	(8.18%)

Operating Budget Allocations

2021-22 Budget Revenue Allocation to Member Agencies - Proposed									
				Belmont	Redwood City	San Carlos	West Bay San District	TOTAL	
Description									
Allocation Factors									
Flow				11.30%	53.24%	13.65%	21.81%	100%	
Biochemical Oxygen Demand (BOD)				11.31%	52.55%	12.05%	24.09%	100%	
Suspended Solids (SS)				10.61%	55.52%	11.80%	22.07%	100%	
Operating Expenditures	Weightings								
	Flow	BOD	SS						
	Operations	26.5%	33.5%	40.0%	\$ 1,192,045	\$ 5,828,788	\$ 1,337,617	\$ 2,451,447	\$ 10,809,897
	Maintenance	26.5%	33.5%	40.0%	799,107	3,907,422	896,693	1,643,367	7,246,589
	Laboratory	26.5%	33.5%	40.0%	198,295	969,610	222,510	407,794	1,798,210
	Environmental Services	26.5%	33.5%	40.0%	109,581	535,822	122,963	225,354	993,719
	Engineering	26.5%	33.5%	40.0%	153,568	750,910	172,322	315,814	1,392,615
	Safety	100.0%	0.0%	0.0%	55,608	261,997	67,173	107,328	492,106
	Information Services	26.5%	33.5%	40.0%	217,939	1,065,665	244,554	448,193	1,976,351
	Administrative Services	100.0%	0.0%	0.0%	424,657	2,000,774	512,971	819,626	3,758,027
Total Operating Expenditures				\$ 3,150,800	\$ 15,320,988	\$ 3,576,802	\$ 6,418,923	\$ 28,467,513	
Subtract Miscellaneous Income				\$ 94,284	\$ 461,023	\$ 105,798	\$ 193,895	\$ 855,000	
2021-22 Net Operating Revenue Required				\$ 3,056,516	\$ 14,859,965	\$ 3,471,004	\$ 6,225,028	\$ 27,612,513	
2020-21 Net Operating Revenue Required				3,119,636	13,023,505	3,602,305	6,883,538	26,628,984	
\$ Increase / (Decrease)				(63,120)	1,836,460	(131,301)	(658,510)	983,529	
% Increase / (Decrease)				(2.02%)	14.10%	(3.64%)	(9.57%)	3.69%	

SVCW Budget Calendar

- ▶ March 15 Commission review #1
- ▶ April 19 Commission to adopt SVCW Budget
- ▶ May / June: Incorporated into Members' Budgets

Recommendation

Move adoption of RESOLUTIONS TO APPROVE:

- i. Fiscal year 2021-22 revenue plan in the amount of \$27,612,513 in net operating revenues required and \$1,497,500 for revenue-funded capital projects
- ii. Fiscal year 2021-22 cash reserve designations in the amount of \$2,000,000 to the capital improvement program reserve fund and \$0.00 to the operating reserve fund
- iii. Fiscal year 2021-22 debt service expenditures in an amount of \$19,394,786
- iv. Authorizing SVCW Manager to implement, manage and approve expenditures authorized within the fiscal year 2021-22 annual operating and capital expenditures budget as adopted by the Silicon Valley Clean Water Commission



