

RESOLUTION NO. SCV 105

RESOLUTION OF THE
SANTA CLARITA VALLEY WATER AGENCY BOARD OF DIRECTORS
ADOPTING THE BUDGET FOR FISCAL YEARS 2019/20 AND 2020/21
AND AMENDING THE FISCAL YEAR 2018/19 BUDGET

WHEREAS, the Santa Clarita Valley Water Agency has determined under its Board Procedures Manual that the Agency shall annually adopt a budget prior to the commencement of each fiscal year; and

WHEREAS, the Board of Directors has reviewed the Fiscal Year (FY) 2019/20 and FY 2020/21 Budget, including sections on the Operating Budget and Capital Expenditures; and

WHEREAS, the Board of Directors has reviewed the revised FY 2018/19 Budget for the one percent property tax fund and the deferral of the bond issuance.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Santa Clarita Valley Water Agency hereby:

1. Adopts the FY 2019/20 and FY 2020/21 Budget (Attachments 1 and 2).
2. Appropriates the Operating Expenditures, Capital Expenditures, and Debt Principal and Interest Payment for FY 2019/2020 and FY 2020/21 as shown in the Financial Summary (Attachments 1 and 2).
3. Authorizes the General Manager to adjust the appropriations within each fund, provided however, the total appropriations for the entire fund do not exceed the amounts approved in this budget resolution (or amending resolution).
4. Amends the FY 2018/19 Budget for the one percent property tax fund and deferral of the bond issuance as reflected in the FY 2018/19 Budget Financial Summary (Attachment 3).


President

I, the undersigned, hereby certify: That I am the duly appointed and acting Secretary of the Santa Clarita Valley Water Agency, and that at a regular meeting of the Board of Directors of said Agency held on May 21, 2019, the foregoing Resolution No. SCV-105 was duly and regularly adopted by said Board, and that said resolution has not been rescinded or amended since the date of its adoption, and that it is now in full force and effect.

DATED: May 21, 2019




Secretary

ATTACHMENT 1

SCV WATER - FINANCIAL SUMMARY FY 2019/20 PROJECTED BUDGET - REGIONAL

Description	General Fund/ Operating	Capital Project Fund*	State Water Contract Fund	Debt Service Fund	TOTAL
<i>Fund Balance 7/1/2019 (estimated)</i>	\$ 107,194,000	\$ 10,649,351	\$ 43,949,360	\$ 5,349,556	\$ 167,142,267
<u>RESERVES:</u>					
Capital Improvement & Replacement	\$ (17,723,419)	\$ -	\$ -	\$ -	\$ (17,723,419)
Emergency/Disaster	(28,783,894)	-	-	-	\$ (28,783,894)
Capital	(18,088,911)	-	-	-	(18,088,911)
Operating	(25,823,851)	-	-	-	(25,823,851)
Revenue Rate Stabilization	(3,650,860)	-	-	-	(3,650,860)
Water Supply Reliability	(3,000,000)	-	-	-	(3,000,000)
Trustee Held	-	-	-	(5,349,556)	(5,349,556)
Subtotal	\$ (97,070,935)	\$ -	\$ -	\$ (5,349,556)	\$ (102,420,491)
Net Available	\$ 10,123,065	\$ 10,649,351	\$ 43,949,360	\$ -	\$ 64,721,776
<u>REVENUES:</u>					
Water Sales - Fixed Charges	\$ 15,484,539	\$ -	\$ -	\$ -	15,484,539
Water Sales - Variable	7,892,900	-	-	-	7,892,900
Recycled Water Sales	256,428	-	-	-	256,428
Saugus 1 and 2 Water Sales	705,200	-	-	-	705,200
One-time Water Sales	2,475,000	-	-	-	2,475,000
Laboratory Revenues	120,000	-	-	-	120,000
Communications Revenues	203,182	-	-	-	203,182
Facility Capacity Fees	8,500,000	-	-	-	8,500,000
One Percent Property Tax	26,724,000	-	-	-	26,724,000
Agency Set Property Tax	-	-	32,387,000	-	32,387,000
Settlement Agreement (O&M)	1,337,455	-	-	-	1,337,455
Grants and Reimbursements	1,490,000	2,695,000	-	-	4,185,000
Investment Revenues	1,000,000	437,000	650,000	152,000	2,239,000
VWD Acquisition and Loan	5,694,570	-	-	-	5,694,570
Bond Proceeds	-	35,000,000	-	-	35,000,000
Miscellaneous	-	-	-	-	-
Subtotal	\$ 71,883,274	\$ 38,132,000	\$ 33,037,000	\$ 152,000	\$ 143,204,274
<u>EXPENDITURES:</u>					
Operating	\$ (28,783,894)	\$ -	\$ -	\$ -	(28,783,894)
Capital Improvement Program	(17,723,419)	(24,259,000)	-	-	(41,982,419)
Department of Water Resources	-	-	(35,365,000)	-	(35,365,000)
Debt Service Principal & Interest	(24,954,409)	-	-	(152,000)	(25,106,409)
Subtotal	\$ (71,461,722)	\$ (24,259,000)	\$ (35,365,000)	\$ (152,000)	\$ (131,237,722)
<i>Available Fund Balance 6/30/2020 (Estimated)</i>	\$ 10,544,617	\$ 24,522,351	\$ 41,621,360	\$ -	\$ 76,688,328

*Major Capital Projects - Bond Proceeds

ATTACHMENT 2

**SCV WATER - FINANCIAL SUMMARY
FY 2020/21 PROJECTED BUDGET - REGIONAL**

Description	General Fund/ Operating	Capital Project Fund*	State Water Contract Fund	Debt Service Fund	TOTAL
Fund Balance 7/1/2020 (estimated)	\$ 107,615,552	\$ 24,522,351	\$ 41,621,360	\$ 5,349,556	\$ 179,108,819
RESERVES:					
Capital Improvement & Replacement	\$ (17,723,419)	\$ -	\$ -	\$ -	\$ (17,723,419)
Emergency/Disaster	(28,783,894)	-	-	-	\$ (28,783,894)
Capital	(18,088,911)	-	-	-	(18,088,911)
Operating	(25,823,851)	-	-	-	(25,823,851)
Revenue Rate Stabilization	(3,650,860)	-	-	-	(3,650,860)
Water Supply Reliability	(3,000,000)	-	-	-	(3,000,000)
Trustee Held	-	-	-	(5,349,556)	(5,349,556)
Subtotal	\$ (97,070,935)	\$ -	\$ -	\$ (5,349,556)	\$ (102,420,491)
Net Available	\$ 10,544,617	\$ 24,522,351	\$ 41,621,360	\$ -	\$ 76,688,328
REVENUES:					
Water Sales - Fixed Charges	\$ 15,949,096	\$ -	\$ -	\$ -	15,949,096
Water Sales - Variable	8,293,700	-	-	-	8,293,700
Recycled Water Sales	264,678	-	-	-	264,678
Saugus 1 and 2 Water Sales	741,321	-	-	-	741,321
One-time Water Sales	-	-	-	-	-
Laboratory Revenues	120,000	-	-	-	120,000
Communications Revenues	209,278	-	-	-	209,278
Facility Capacity Fees	9,000,000	-	-	-	9,000,000
One Percent Property Tax	28,007,000	-	-	-	28,007,000
Agency Set Property Tax	-	-	33,942,000	-	33,942,000
Settlement Agreement (O&M)	1,377,579	-	-	-	1,377,579
Grants and Reimbursements	4,248,000	1,533,200	-	-	5,781,200
Investment Revenues	1,000,000	386,000	650,000	152,000	2,188,000
VWD Acquisition and Loan	5,694,570	-	-	-	5,694,570
Bond Proceeds	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Subtotal	\$ 74,905,222	\$ 1,919,200	\$ 34,592,000	\$ 152,000	\$ 111,568,422
EXPENDITURES:					
Operating	\$ (30,905,987)	\$ -	\$ -	\$ -	(30,905,987)
Capital Improvement Program	(21,176,902)	(19,819,000)	-	-	(40,995,902)
Department of Water Resources	-	-	(35,365,000)	-	(35,365,000)
Debt Service Principal & Interest	(25,001,790)	-	-	(152,000)	(25,153,790)
Subtotal	\$ (77,084,679)	\$ (19,819,000)	\$ (35,365,000)	\$ (152,000)	\$ (132,420,679)
Available Fund Balance 6/30/2021 (Estimated)	\$ 8,365,160	\$ 6,622,551	\$ 40,848,360	\$ -	\$ 55,836,071

*Major Capital Projects - Bond Proceeds

ATTACHMENT 3

SCV WATER - FINANCIAL SUMMARY FY 2018/19 PROJECTED BUDGET - REGIONAL

Description	General Fund/ Operating	Capital Project Fund*	State Water Contract Fund	Debt Service Fund	TOTAL
Fund Balance 7/1/2018	\$ 95,608,141	\$ 20,294,794	\$ 47,781,466	\$ 5,349,556	\$ 169,033,957
RESERVES:					
Capital Improvement & Replacement	\$ (10,399,500)	\$ -	\$ -	\$ -	\$ (10,399,500)
Emergency/Disaster	(26,140,200)	-	-	-	\$ (26,140,200)
Capital	(17,267,793)	-	-	-	(17,267,793)
Operating	(24,789,050)	-	-	-	(24,789,050)
Revenue Rate Stabilization	(3,976,043)	-	-	-	(3,976,043)
Water Supply Reliability	(3,000,000)	-	-	-	(3,000,000)
Trustee Held	-	-	-	(5,349,556)	(5,349,556)
Subtotal	\$ (85,572,586)	\$ -	\$ -	\$ (5,349,556)	\$ (90,922,142)
Net Available	\$ 10,035,555	\$ 20,294,794	\$ 47,781,466	\$ -	\$ 78,111,815
REVENUES:					
Water Sales - Fixed Charges	\$ 15,107,100	\$ -	\$ -	\$ -	15,107,100
Water Sales - Variable	9,432,600	-	-	-	9,432,600
Recycled Water Sales	211,800	-	-	-	211,800
Saugus 1 and 2 Water Sales	666,250	-	-	-	666,250
One-time Water Sales	1,875,000	-	-	-	1,875,000
Laboratory Revenues	121,238	-	-	-	121,238
Communications Revenues	197,264	-	-	-	197,264
Facility Capacity Fees	9,129,958	-	-	-	9,129,958
One Percent Property Tax	24,442,000	-	-	-	24,442,000
Agency Set Property Tax	-	-	30,904,000	-	30,904,000
Settlement Agreement (O&M)	1,298,500	-	-	-	1,298,500
Grants and Reimbursements	320,059	986,171	-	-	1,306,230
Investment Revenues	998,666	164,572	628,894	152,000	1,944,132
VWD Acquisition and Loan	5,710,853	-	-	-	5,710,853
Bond Proceeds	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Subtotal	\$ 69,511,288	\$ 1,150,743	\$ 31,532,894	\$ 152,000	\$ 102,346,925
EXPENDITURES:					
Operating	\$ (24,075,383)	\$ -	\$ -	\$ -	(24,075,383)
Capital Improvement Program	(8,983,065)	(10,796,186)	-	-	(19,779,251)
Department of Water Resources	-	-	(35,365,000)	-	(35,365,000)
Debt Service Principal & Interest	(24,866,981)	-	-	(152,000)	(25,018,981)
Subtotal	\$ (57,925,429)	\$ (10,796,186)	\$ (35,365,000)	\$ (152,000)	\$ (104,238,615)
Available Fund Balance 6/30/2019 (Estimated)	\$ 21,621,414	\$ 10,649,351	\$ 43,949,360	\$ -	\$ 76,220,125

*Major Capital Projects - Bond Proceeds