

Proposed Supplemental Budget 2013-15 Biennium

**Tualatin Valley Water District
Board Work Session
February 4th, 2014**

Tualatin Valley Water District

Agenda

- Introductions
- Implementing the Water Supply Decision
- Supplemental Budget Process and Outcomes
- Summary of Water Supply Program
- Summary of Proposed Supplemental Budget Changes
- Questions and Comments
- Next Steps

Tualatin Valley Water District

Implementing the Water Supply Decision

- Current and planned activities
 - SW 124th Ave pipeline and preliminary design
 - Governance, public outreach, and public affairs
 - Water treatment plant master plan
- Recognize new resources from partners
- Staffing needs
 - Community Affairs Coordinator
 - Accounting Technician

Why a Supplemental Budget

- Adjustments to current District budget allowed under Oregon Local Budget Law
- New appropriation authority requested for Water Supply Project
- Two positions requested funded from General Fund Contingency
- Supports the City of Hillsboro with their budgeting needs

Supplemental Budget Process

- Public notice including summary of changes
- Public hearing
- Resolution adopted by the Board
- No formal involvement of the Budget Committee required

Supplemental Budget Outcomes

- Create a new Water Supply Program (WSP) Fund
- Set appropriations for the new WSP Fund
- Take other actions to transfer appropriation authority from the Construction Fund to the WSP
- Authorize a General Fund Operating Contingency transfer to Personnel Services to fund two proposed positions

Program Activities 2013-15

- Preliminary Design
 - Planning the Route, Reservoir, Specifications
- SW124th Avenue Pipeline
 - Leveraging Washington County Opportunity
- Willamette River Water Treatment Plant Master Plan
 - Planning Expansion and Identifying Opportunities

Program Activities 2013-15

- Public Affairs
 - Communicating with Decision Makers and Media
- Public Outreach
 - Communicating with the Public
- Governance
 - Forming the Partnership
- Program Administration
 - Managing the Program

Program Resources

- Staff
- Consultants
- Partners
- Construction

Supplemental Budget Assumptions

- Reflects expenditures already incurred
- Expenditures estimated through the current biennium
- Full cost recovery for TVWD staff time
- Participation by partners
- One month of construction for SW 124th Ave Pipeline
- Other Opportunities – Addressed in a future supplemental budget if needed (e.g., land purchase, coordination with other projects)

Estimated Expenditures

<u>Project</u>	<u>Materials & Services</u>	<u>Capital Outlay</u>	<u>Totals</u>
Preliminary Design	2,699,787	975,810	3,675,597
SW 124th Ave Pipeline		3,758,667	3,758,667
Partnership Administration	326,808		326,808
Public Affairs	305,456		305,456
Public Outreach	568,850		568,850
Governance	67,000		67,000
Treatment Plant Master Plan	<u>1,231,968</u>		<u>1,231,968</u>
Total	\$5,199,869	\$4,734,477	\$9,934,346

Proposed WSP Fund Budget

<u>WSP FUND APPROPRIATIONS</u>	<u>2013-15</u>
Materials & Services	\$ 5,199,869
Capital Outlay	<u>4,734,477</u>
Total Expenditures	\$ 9,934,346
Contingency (5%)	496,718
Total Appropriations	\$ 10,431,064

Proposed WSP Partnership Shares

<u>WSP Fund Resources</u>	<u>2013-15</u>
TVWD	\$ 6,078,684
City of Hillsboro	4,008,809
Other Partners	<u>343,571</u>
Total Resources	\$ 10,431,064

Proposed 2013-15 Supplemental Budget By Fund

General Fund

- Transfer \$287,608 from General Operating Contingency to Personnel Services

Construction Fund

- Reduce Construction Fund Capital Outlay appropriation by \$6,078,684
- This represents the District's share of the requested appropriation in the Water Supply Program Fund

Proposed Supplemental Budget By Fund

Water Supply Program Fund

- Recognize funding from TVWD and partners \$10,431,064
- Fund operating and capital projects for remaining 2013-15 biennium \$9,934,346
- Fund 5% Contingency \$496,718
 - ✓ Can only be accessed with Board approval

Impact to CIP

- \$3.9 Million for Future Supply
- Approximately \$2.2 Million remaining
- Reductions in CIP from:
 - Mains Replacement Program
 - Pipeline Upgrades & Renewal
 - Possible delay of :
 - ✓ Rosander PS Design
 - ✓ Grabhorn Replacement Reservoir Design
 - Miscellaneous facility upgrades & renewals

Appropriation Summary

Supplemental Budget Summary 2013-15 Budget

	2013-15 Adopted		2013-15 Supplemental		Change
General Fund:					
Personnel Services	\$	30,393,039	\$	30,680,647	\$ 287,608
General Operating Contingency		9,041,000		8,753,392	(287,608)
Construction Fund:					
Capital Outlay	\$	48,060,762	\$	41,982,078	\$ (6,078,684)
Water Supply Program Fund (New Fund):					
Materials & Services	\$	-	\$	5,199,869	\$ 5,199,869
Capital Outlay		-		4,734,477	4,734,477
General Operating Contingency		-		496,718	496,718
Total Appropriations Increase (Note 1)					\$ 4,352,380

Note 1: Appropriation Increase equals new revenue to be contributed by partners

Questions and Discussion

Next Steps

- Questions & comments to the CEO by February 6th
- Public notice published February 12th
- February 19th Regular Board Meeting
 - Public hearing
 - Consider adoption of supplemental budget

Thank you