

# Fiscal Years 2019/20 and 2020/21 Biennial Budget Adoption

## Board Meeting



# Key Areas of Focus Over the Next Two Years

No Changes to Adopted Rates and Fees

Succession Planning

Cost Containment

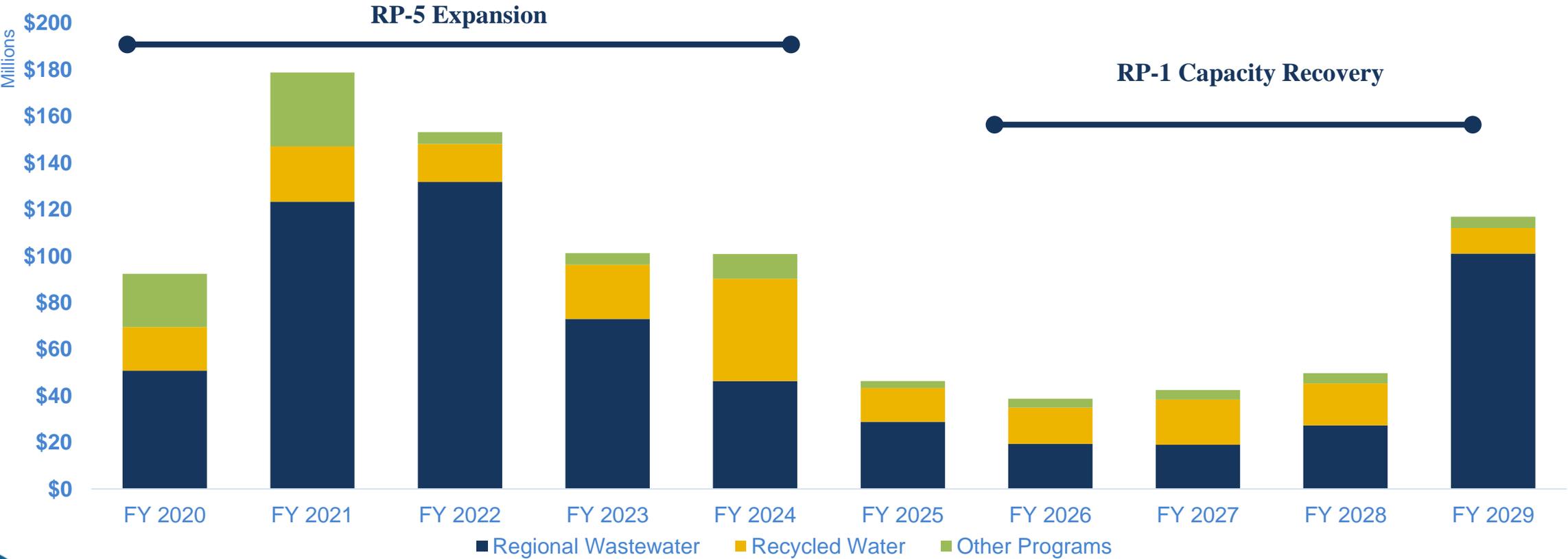
Upkeep of Agency Assets

Leverage Low Interest Debt

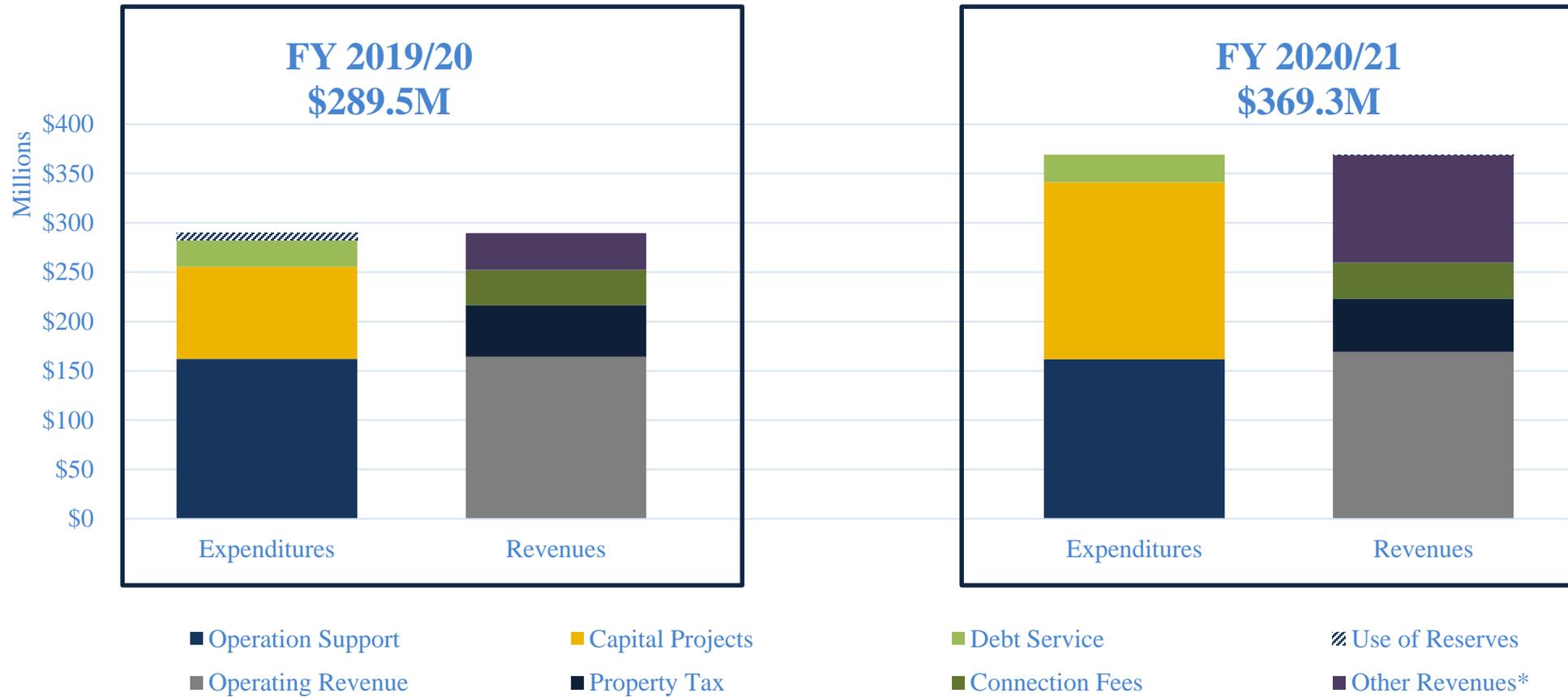
Transparency

# Proposed TYCIP \$921M

- Nearly 68% planned over the first five years
- Over \$325M for Expansion & Recovery



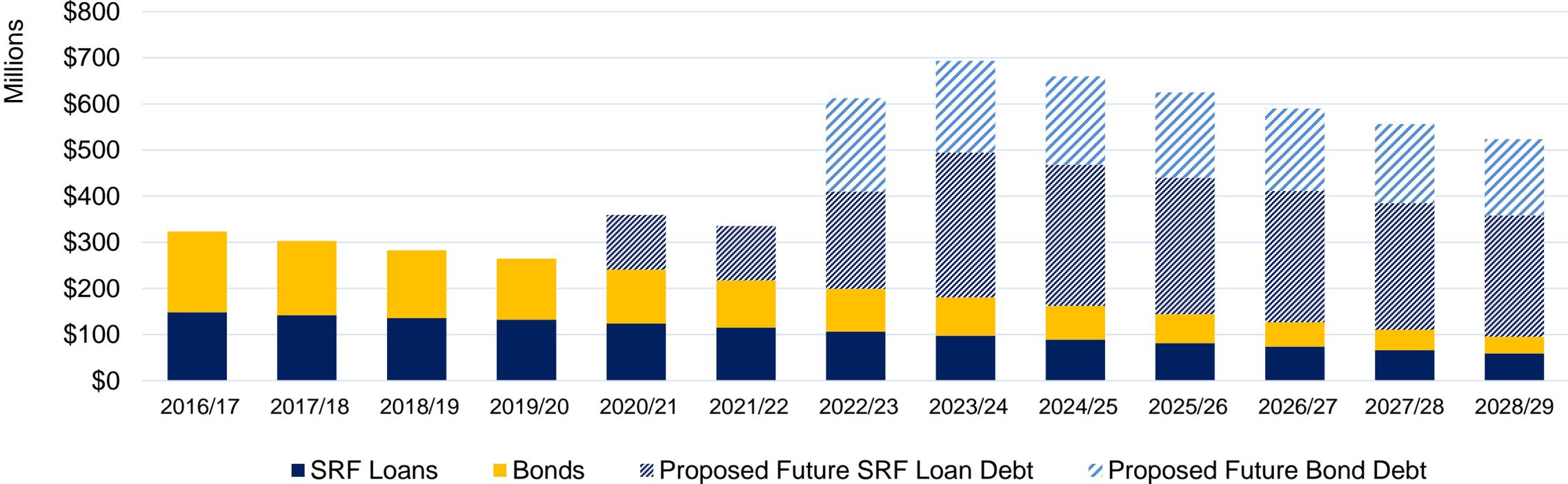
# Sources and Uses of Funds



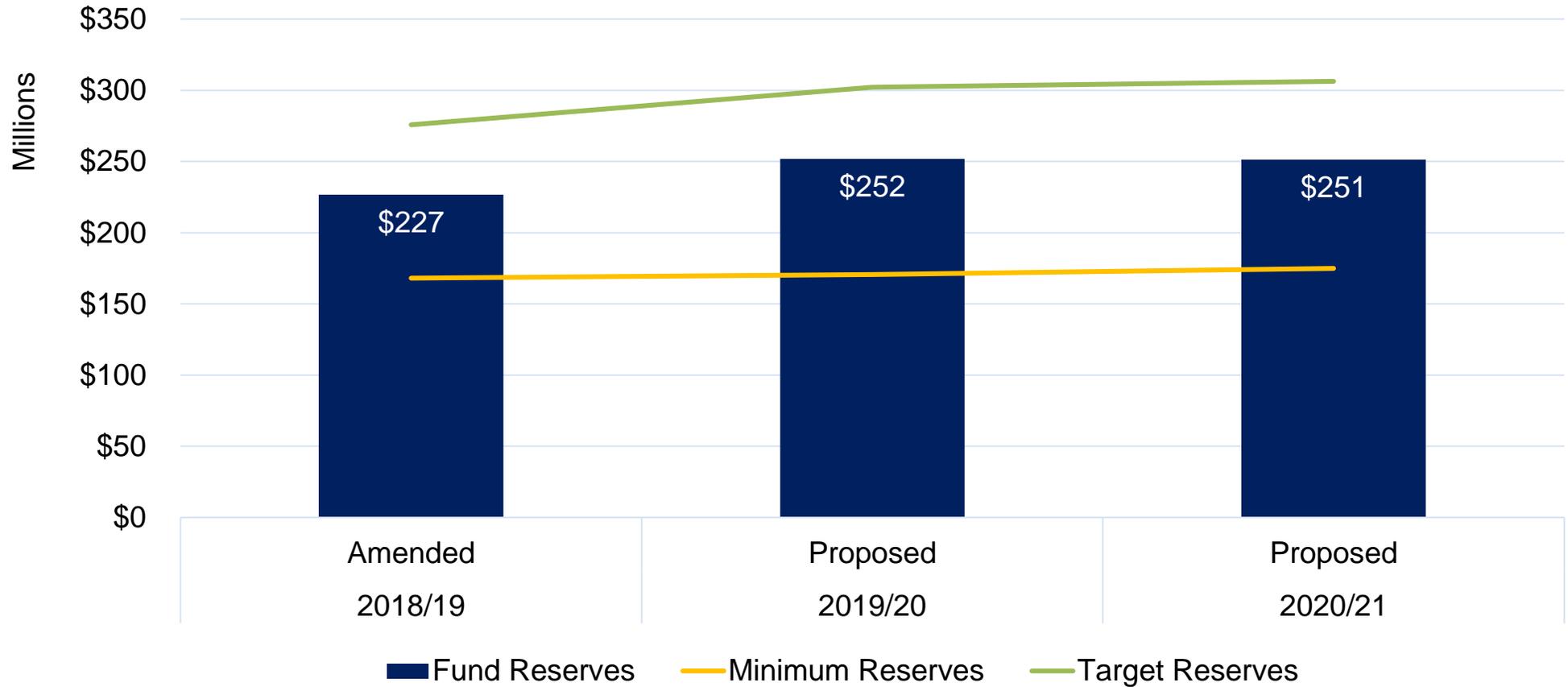
\*Other Revenues include state loans, grants, interest revenue, and contract cost reimbursements

# Outstanding Debt and Debt Coverage Ratio (DCR)

FY	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24
	Projected	Biennial Budget		Forecast		
<b>DCR</b>	3.92x	3.65x	3.68x	3.78x	4.57x	3.50x



# Consolidated Fund Reserve (\$M)



# FY 2019/20 Inter Fund Transfers (\$M)

Fund In/(Out)	Capital	Debt Service	Operating	Connection Fee	Net Transfers in/(Out)
Wastewater Capital	\$3.40	(\$3.30)	-	(\$9.00)	(\$8.90)
Wastewater Operations	(\$4.60)	\$0.30	(\$2.20)	\$5.70	(\$0.80)
Recycled Water	(\$0.09)	\$2.40	(\$0.80)	(\$2.00)	(\$0.49)
Recharge Water	\$0.04	\$0.60	\$0.80	\$0.02	\$1.46
Non-Reclaimable Wastewater	(\$0.04)	-	(\$0.08)	\$2.30	\$2.18
General Administration	\$1.30	-	\$2.30	\$1.02	\$4.62
Water Resources	-	-	-	\$1.95	\$1.95
<b>Net Transfer</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	

*Totals may not tie due to rounding*

# Recycled Water Fund Inter Fund Loan Repayment Plan

Inter Fund Loans Issued	Due to	Loan Amount (\$M)	Repayment Plan
<b>FY 2007/08</b>	Non-Reclaimable Wastewater (NRW) Fund	\$9.0	2018/19 \$3.0 2020/21-2021/22 \$6.0 Total \$9.0
<b>FY 2007/08</b>	Regional Wastewater Capital (RC) Fund	3.0	2022/23 \$1.0 2023/24-2024/25 \$2.0 Total \$3.0
<b>FY 2009/10</b>	Non-Reclaimable Wastewater (NRW) Fund	6.0	2021/22 \$3.0 2022/23 \$3.0 Total \$6.0
<b>FY 2014/15</b>	Regional Wastewater Capital Improvement (RC) Fund	10.5	2022/23 \$1.0 2023/24 \$5.0 2024/25 \$4.5 Total \$10.5
<b>Total</b>		<b>\$28.5</b>	<b>\$28.5</b>

# RATE RESOLUTIONS

Resolution No.	Description
2019-6-1	Service Rates and Excessive Strength Charges for Regional or Industrial Wastewater Discharge
2019-6-2	Service Rates on Capacity, Volumetric, Strength, Capital Improvement, and Application Fees for the Etiwanda Wastewater Line (EWL)
2019-6-3	Service Rates on Capacity, Volumetric, Strength, and Application Fees for the Non-Reclaimable Wastewater System (NRWS) East End
2019-6-4	Service Rates on Capacity, Volumetric, Strength, Capital Improvement, and Application Fees for the Inland Empire Brine Line (IEBL)
2019-6-5	Laboratory Rates
2019-6-6	Extra-Territorial Sewer Charges
2019-6-7	Imported Water Rates
2019-6-8	Equipment Rental Fees

# Recommendation

Close the public hearing

Adopt Resolution No. 2019-6-10, approving the Agency's Biennial Budget for FYs 2019/20 and 2020/21 including:

- Inter-fund transfers
- Inter-fund loan repayments
- Agency-wide department goals and objectives
- Rate Resolution Nos. 2019-6-1 through 2019-6-8 for the Non-Reclaimable Wastewater System (NRW) fund and other service fees
- Regional Committee review and recommendation of any related future third-party agreements

Adopt FYs 2020-2029 TYCIP

*The Biennial Budget is consistent with the Agency's business goal of fiscal responsibility and prudent financial planning.*