

Adopt Fiscal Year 20/21 Budget

Santa Clarita Valley Groundwater Sustainability Agency
May 12, 2020 Board Meeting
Item 3.1



Summary

- The FY 19/20 budget was adopted June 10, 2019.
- Since that time staff updated budget estimates through FY 2021/22 and is now recommending adoption of the FY 20/21 budget



Summary

- Key budget changes since June 10, 2019
 - Timing of previously approved expenditures
 - Reduction in SCV Water staff costs
 - Increases in GSP development scope generally related to work made part of a grant application
 - Pending acceptance of the DWR Round 3 Sustainable Groundwater Management Planning grant for \$891,000
 - Reduction in over \$1M in the additional revenue required budget category.
- Today
 - Seeking board approval to approve the FY 20/21 budget

Budget Categories

- Two Expenditure Categories
 - SCV Water Staff Support Costs and Ad Buys
 - Consultant Costs
- Revenue Categories
 - Member Contributions
 - Grant Reimbursement
 - Additional Member Contributions

Table 1. Estimated SCV Water Staff Costs + Ad Buy

| | FY 18/19 | FY 19/20 | FY 20/21 | FY 21/22 | TOTAL |
|--|-----------------|-----------------|------------------|------------------|------------------|
| SCV Water Administrative Support | \$6,000 | \$12,000 | \$15,000 | \$15,000 | \$48,000 |
| SCV Water Consultant Management & Technical Services | \$78,000 | \$75,000 | \$80,000 | \$80,000 | \$313,000 |
| SCV Water Support with Public Outreach | \$2,000 | \$5,000 | \$9,000 | \$9,000 | \$25,000 |
| Ad Buys for Outreach | \$3,000 | \$4,000 | \$10,000 | \$10,000 | \$27,000 |
| Total SCV Water Staff Cost | \$89,000 | \$96,000 | \$114,000 | \$114,000 | \$413,000 |

| | | | | | |
|------------------------------------|--------------------|---------------------|---------------------|---------------------|---------------------|
| Change from FY 19/20 Budget | \$ (86,940) | \$ (190,320) | \$ (172,320) | \$ (122,765) | \$ (572,345) |
|------------------------------------|--------------------|---------------------|---------------------|---------------------|---------------------|

Table 2. Estimated Consultant Costs

| | FY 18/19 | FY 19/20 | FY 20/21 | FY 21/22 | TOTAL |
|--|-----------|-----------|-------------|-----------|-------------|
| Consultant Cost Estimate for GSP Development | \$107,284 | \$590,775 | \$929,102 | \$397,686 | \$2,024,847 |
| Consultant Cost Estimate for Contingency Fund | \$6,579 | \$67,500 | \$86,800 | \$49,354 | \$210,233 |
| Total Consultant Cost Estimate for Technical Development | \$113,863 | \$658,275 | \$1,015,902 | \$447,040 | \$2,235,080 |
| Consultant Cost Estimate for Administration | \$20,788 | \$54,357 | \$145,920 | \$21,200 | \$242,265 |
| Consultant Cost Estimate for Post GSP Adoption Activities | | | | \$25,000 | \$25,000 |
| Total Consultant Cost Estimate All Categories | \$134,651 | \$712,632 | \$1,161,822 | \$493,240 | \$2,502,345 |

| | | | | | |
|------------------------------------|-------------|-------------|------------|-----------|------------|
| Change from FY 19/20 Budget | \$ (39,149) | \$ (74,568) | \$ 417,682 | \$ 61,989 | \$ 365,955 |
|------------------------------------|-------------|-------------|------------|-----------|------------|



Budget Summary

- Includes Revisions To:
 - Table 1 and 2 estimated costs
 - Estimated Grant Reimbursement
 - Additional Revenue Required

Table 3. Budget Summary

| Budget Summary | FY 18/19 | FY 19/20 | FY 20/21 | FY 21/22 | TOTAL |
|--|------------------|------------------|--------------------|------------------|--------------------|
| Table 1. Total Estimated SCV Water Staff | \$89,000 | \$96,000 | \$114,000 | \$114,000 | \$413,000 |
| Table 2. Total Estimated Consultant Services* | \$134,651 | \$712,632 | \$1,161,822 | \$493,240 | \$2,502,345 |
| Total Estimated Staff and Consultant | \$223,651 | \$808,632 | \$1,275,822 | \$607,240 | \$2,915,345 |
| Anticipated Revenue | | | | | |
| Estimated R2 Grant Reimbursement | \$10,000 | \$150,000 | \$150,000 | \$106,000 | \$416,000 |
| Estimated R3 Grant Reimbursement | | | \$445,580 | \$445,580 | \$891,159 |
| Member Agency Contributions | \$80,000 | \$80,000 | \$80,000 | \$80,000 | \$320,000 |
| Additional Revenue Required* | \$133,651 | \$578,632 | \$600,243 | \$(24,340) | \$1,288,186 |
| Total Revenue for GSP Development | \$223,651 | \$808,632 | \$1,275,822 | \$607,240 | \$2,915,345 |
| Balance | | | | | |

Reduced by \$1.098 M

| | | | | | |
|------------------------------------|---------------------|---------------------|-------------------|--------------------|---------------------|
| Change from FY 19/20 Budget | \$ (126,089) | \$ (264,888) | \$ 245,362 | \$ (60,775) | \$ (206,390) |
|------------------------------------|---------------------|---------------------|-------------------|--------------------|---------------------|

*SCV Water may, in its discretion, advance these funds, or provide a voluntary non-reimbursable Member contribution

Summary

- The budget covers 4 fiscal years.
- Key Revisions:
 - Net decrease in total Table 1 + Table 2 costs through FY 21/22
 - Increase in FY 20/21 budget
 - New R3 grant revenue
 - Addition Revenue Required Decreased by \$1.098M



Recommendation

1. Adopt the proposed FY 20/21 budget detailed in the attached Tables 1, 2, and 3.
2. Replace the Administrative Services Agreement's Exhibit A with Tables 1, 2, and 3.

- End