



County of Monterey

Board of Supervisors
Chambers
168 W. Alisal St., 1st Floor
Salinas, CA 93901

Legislation Details (With Board Report)

File #: WRAG 19-183
Name: Budget Amendment No. 1 SRDF Fund 134 - BOS
Type: WR General Agenda
Status: Consent Agenda
File created: 10/9/2019
In control: Board of Supervisors of the Monterey County Water Resources Agency
On agenda: 11/5/2019
Final action: 11/5/2019
Title: Adopt a resolution to amend the Water Resources Agency's FY 2019-20 Adopted Budget for Fund 134 - Salinas River Diversion Facility Operations Fund (134-9300-8497-WRA028) by increasing appropriations in the amount of \$110,000 financed by Unassigned Fund Balance. (4/5 vote required)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Board Report, 2. Budget Amendment 1 Summary, 3. Executed MCWRA Board Order, 4. Resolution, 5. Completed Board Order and Resolution Item No. 2 WRA

Date	Ver.	Action By	Action	Result
11/5/2019	1	Board of Supervisors of the Monterey County Water Resources Agency	adopted - water resources agency	Pass

Adopt a resolution to amend the Water Resources Agency's FY 2019-20 Adopted Budget for Fund 134 - Salinas River Diversion Facility Operations Fund (134-9300-8497-WRA028) by increasing appropriations in the amount of \$110,000 financed by Unassigned Fund Balance. (4/5 vote required)

RECOMMENDATION:

It is recommended that the Monterey County Water Resources Agency Board of Supervisors:

Adopt a resolution to amend the Water Resources Agency's FY 2019-20 Adopted Budget for Fund 134 - Salinas River Diversion Facility Operations Fund (134-9300-8497-WRA028) by increasing appropriations in the amount of \$110,000 financed by Unassigned Fund Balance. (4.5 vote required)

SUMMARY/DISCUSSION:

The Monterey County Water Resources Agency (MCWRA) and Monterey One Water (M1W), formerly known as Monterey Regional Water Pollution Control Agency (MRWPCA), entered into an Amended and Restated Water Recycling Agreement (Agreement), which included terms for ownership, operation, maintenance, payments for the Castroville Seawater Intrusion Project (CSIP), Salinas Valley Reclamation Project (SVRP), and Salinas River Diversion Facility (SRDF). Section 7.06 of the Agreement requires annual budgets and modifications to be approved by the M1W Board of Directors, MCWRA Board of Directors and MCWRA Board of Supervisors.

Section 7.06 of the Agreement specifies the procedure and deadlines for adoption of annual budgets for the three projects. During FY 2019-20 budget preparation, both agencies were not able to adhere to the deadlines and agreed to submit a budget similar to FY 2018-19's budget with the understanding that both agencies would continue to work on developing a comprehensive FY 2019-20 budget. After months of collaboration, both agencies have agreed on final figures which resulted in increases to all three projects as follows:

Program	Approved	Revised	Change
SVRP	2,788,000	2,999,254	211,254
CSIP	1,567,000	2,130,525	563,525
SRDF	604,000	845,254	241,254
Total	\$4,959,000	\$5,975,033	\$1,016,033

The contractual changes for the SVRP, Fund 132 and CSIP, Fund 131 were accommodated within FY 2019-20 approved appropriations and require no budget modifications. The changes to SRDF, Fund 134 resulted in an increase of \$110,000 over the approved appropriations in Fund 134 and require a budget amendment.

This report seeks approval to amend the adopted budget for Fund 134-9300-8497-WRA028 to increase appropriations by \$110,000 financed by unassigned Fund Balance.

OTHER AGENCY INVOLVEMENT:

The Water Resources Agency Board of Directors recommended approval of this item at its October 21, 2019 meeting and the Budget Committee supported approval of this item at its October 24, 2019 meeting.

FINANCING:

This increase in appropriations will be financed by unassigned Fund Balance in Fund 134, which has an estimated beginning Fund Balance of \$3.6 million. The estimated ending Fund Balance after this amendment will be \$3.0 million.

Prepared by: Fabricio Chombo, Finance Manager II, (831) 755-4860

Approved by: _____
Brent Buche, General Manager, (831) 755-4860

Attachments:

1. Budget Amendment 1 Summary
2. Executed MCWRA Board Order
3. BOS Resolution