



REVISED

DISCUSSION ITEM

March 12, 2014

TO: Board of Directors

FROM: Administration & Finance Committee
(Directors Thomas, Barbre & Osborne)

Rob Hunter
General Manager

Staff Contact: Harvey De La Torre, Karl Seckel

SUBJECT: FIRST DRAFT of MWDOC's Budget for 2014-15

STAFF RECOMMENDATION

Staff recommends the A&F Committee, Board and Member Agencies provide input and comments in the FIRST DRAFT of MWDOC's budget for 2014-15. The form of findings for the Final budget includes the following:

1. Adopt the budget Resolution as proposed (will be attached to the May or June Action Item) with a budget total of \$193,326,610 and a general fund budget of \$7,762,098.
2. Fund the potential election expense of \$444,000.
3. Fund the Reserves to the levels specified in the Administrative Code and in compliance with the 2011 Settlement Agreement.
4. Establish a Building Improvement Budget for this coming year of \$168,000 as outlined in the discussion below with accommodation for future building improvements.
5. Fund OPEB at the 20-year level pay amount of \$155,575 plus an additional \$28,000 for a total of \$183,575.
6. Regarding Pension Liability, staff is recommending the continuation of the practice of increasing the staff contribution towards pension payments by 1% each year until a total of 7% has been achieved. This year, the budget was developed assuming the staff contribution is 3%.
7. Continue the scheduled transition to a 100% fixed rate for retail meters with a FY2014-15 target of 95% fixed revenue.

8. Maintain the total number of full-time MWDOC and WEROC employees at 28 but eliminate the Director of Finance position and convert the 30-hour position in WEROC to fulltime.
9. Staff recommends that the CHOICE Activities for this year will include the School Program, Water Use Efficiency and the addition of the third year of the Value of Water Communications Plan. It is anticipated that this implementation phase of the communication plan will begin October 2014 upon completion of the previously funded development work (FY2013-14).
10. In addition to the regular CORE functions, it is being recommended that the Doheny Desal be supported this year as a Core Program as all of the activities funded for this budget year are funded under MET's Foundational Actions Program. It is also being recommended that the Poseidon Huntington Beach Project be covered as Core for this coming year as the bulk of activities on the local side of things involves seeking approval from MET of LRP funding. In addition, the Second Lower Cross Feeder Project is also recommended as Core as the plan is to change the focus of this project to one of conjunctive use with the OCWD groundwater basin.
11. As was done last year, staff has incorporated the Board direction that the Memberships outlined in the Budget (Exhibit D) be fully authorized with approval of the budget. Therefore, each individual membership will NOT be brought to the Board for approval. Any NEW memberships would be brought to the Board for consideration.
12. The Board also requested that the budget approval include Board and Staff attendance at "standard conferences". Staff is recommending that the standard conferences be those included on Exhibit F as being authorized with the approval of the budget. Therefore, each individual conference will NOT be brought to the Board for approval. Any NEW conferences would be brought to the Board for consideration.
13. Approval of the budget includes authorization for staff to utilize only the budgeted professional services as marked by a checkmark in Exhibit J (all other professional services will be brought to a Committee and/or the Board in accordance with the Administrative Code).

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

DETAILED REPORT

As staff moves forward in 2014-15 in the budget process, the following key items are discussed below:

1. MWDOC Budget Principles
2. Budget Input from Member Agencies
3. MWDOC Key Initiatives
4. Core/Choice Programs
5. Reserves including OPEB Liability
6. Water Rates and Charges

A short discussion on each item follows:

1. MWDOC Budget Principles for 2014-15

Staff has utilized several Budget Principles to develop the draft budget for this coming year. These principles include:

- **Principle #1: Budget Investments Align with MWDOC's Priorities & Value**
The budget should reflect the mission and goals of MWDOC and align proposed activities with the valued benefits of the Board and our stakeholders.
- **Principle #2: Activities Based on a County-wide Perspective**
MWDOC is a county-wide organization and the budgeted activities must comprehensively address issues, needs and benefits for the entire county.
- **Principle #3: Efficient Program Design & Performance**
The budgeted programs must consider complementary and cooperative designs to maximize benefits from other regional and local water resource programs in order to maximize value.
- **Principle #4: Full Cost Recovery**
The budget will be developed so as to support full cost recovery of all expenses via the rates and charges without the unplanned use of reserves
- **Principle #5: Compliance**
The proposed budget and budget process should fully comply with applicable sections of the Administrative Code and 2011 Settlement Agreement.
- **Principle #6: Transparency & Communication**
The budget process will be open and transparent with public presentation of budget information, opportunities for public discussion and an openness on the part of staff to the consider and evaluate comments and suggestions.

PRIORITIES & PRACTICES

Metropolitan Water District of Southern California (MET)

MWDOC's number one effort remains ensuring that policies, supplies, programs and projects developed and implemented by MET have significant value to the citizens and ratepayers in Orange County and to Southern California.

- MET is key to providing and underwriting supply reliability in Southern California. Many of MWDOC's initiatives are aimed at maintaining a close working relationship with MET and other MET member agencies to guide the efforts at MET in a constructive manner; in the best interest of the region and Orange County in particular.
- MWDOC appoints four MET directors who sit on the MET Board and directly advocate issues. These four MET directors work with the other three directors from Orange County (Anaheim, Fullerton, Santa Ana) and directors from outside of Orange County. Our Orange County MET delegation and the overall MET Board are faced with ensuring the economic health of MET which directly impacts the economic health Orange County, the region and the State. To this end, our directors have advocated for financial decisions at MET to ensure its viability over the long run, appropriate levels of reserves, and financial policies that minimize and level long-term costs and rate impacts. This includes the ability to make necessary investments to address pension liability, Other Post-Employment Benefits (OPEB) liability, investments in rehabilitation and repair of facilities and to incorporate future long term investments such as the Bay Delta Conservation Plan (BDCP) while remaining strong financially. Following through with this implementation is a key element in our practices.
- MWDOC will continue its involvement in the lawsuit between the San Diego County Water Authority (SDCWA) and MET, as well as other litigation. The outcome is critically important to Orange County and our involvement in the litigation is to ensure the taxpayers and ratepayers of Orange County are fully represented.

Regional Water Reliability

The improvement of water supply and system reliability is key for the ratepayers and citizens of the County and is of primary concern in MWDOC's budget. Review and assisting in the decision-making process for the implementation of regional system and supply reliability projects from an Orange County perspective is a key aspect of what MWDOC does.

There are many opportunities that are available to Orange County and one of principles for this year is to provide further assistance in evaluating and providing assistance in the decision-making process for projects that involve ocean desalination, other projects

developing new supplies, water transfers and projects internal to the County that can be developed under a cooperative framework to advance Orange County's interests.

Water Use Efficiency (WUE)

Sound water management policy requires a continuing effort to improve water use efficiency. This requirement is intensified by the current drought condition and limitations on water imports. Providing the technical expertise and the program support along with securing funds for water use efficiency efforts is a priority for MWDOC and our Member Agencies. Additional funding for WUE efforts will likely emerge during the year and MWDOC must be able to capitalize on these opportunities as they arise.

Water Emergency Response

MWDOC has recently reviewed the preparedness of the Water Emergency Response Organization of Orange County (WEROC) and is proposing actions what will improve and strengthen the state of readiness to assist in a time of emergency. WEROC will be pursuing additional funding options similar to this year's grant for fifteen new water trailers that have been deployed across the county.

Communication

Communications to our citizens, in coordination with our member agencies, is a key part of MWDOC's efforts. Communication related to critical water resource issues, water supply and system reliability, and water resource projects and investments are all essential elements of the Communications Plan. To maximize both effectiveness and efficiency MWDOC is working with our Member Agencies on coordinated communication efforts. MWDOC generally provides program efforts at the regional level and above while providing necessary assistance to the retail agencies for communications with the local ratepayers. This division of responsibilities is a key area of coordination on behalf of MWDOC. Crucial issues in the coming year will be the drought, BDCP discussions, regional reliability and possibly the Water Bond. At a different level, MWDOC is committed to open communication with all our stakeholders including Member Agencies, local and regional organizations, the business and environmental communities and the general public.

Financial Value & Accountability

MWDOC consistently delivers value to the residents of Orange County through both our programs and direct, outside funding. MWDOC consistently brings two to three times its annual operating budget into the county through grants and local resource project funding. In addition, MWDOC verifies the accuracy of metering and billing of wholesale water sales. Our annual, external financial audits have been exceptional with no issues identified by the auditors.

2. Input from the Member Agencies

MWDOC has a structured process to involve our Member Agencies in our budget process. This includes review and comment on the draft budget. In addition it includes the solicitation of suggestions and comments from our agencies before the draft budget is prepared. The input so far included the following suggestions and observations: • MWDOC should continue to focus its efforts on representing the interests of MWDOC's member agencies at MET. This should include expansion of the MET LRP program to include additional funding for recycled water projects for onsite conversion costs (MET has a limited Pilot Program on this now), seasonal storage projects and a review of the contribution rate, which has been fixed at \$250 per AF for a long time.

- MWDOC should explore the development of a policy, with MET and other key entities, that would facilitate the purchase, delivery and storage of MET system water at storage programs, located both inside and outside of MET's service area.
 - MWDOC should continue its efforts with development and implementation of Water Use Efficiency programs. The preference is that MWDOC continue to administer the Turf Removal Program at MWDOC rather than shifting it to MET's regional program as such a switch could reduce quality control assurances and could result in inaccurate approvals of applications.
- MWDOC should consider how climate variability could affect water supplies and demands in Orange County (much work has already been done, so take advantage of that work); could be done in conjunction with MET and OCWD.
- WEROC should have a higher presence at the Manager's meetings to keep the higher level staff integrally involved in emergency planning. We should meet once or twice per year at the EOC's. • Following are key issues for the coming year:
 - Met water supply/shortage allocation policy
 - Met's renewal or not of their 10-Year Purchase Order policy and implications of same
 - Met's Long Range Finance Plan
 - BDCP analysis and information sharing in conjunction with MET and OCWD
 - Ocean Desalination evaluation and facilitation in conjunction with MET and OCWD
- Consider conducting a series of regularly scheduled and focused discussions and /or workshops throughout the year on the following issues:
 - Water reliability and planning
 - Alternative Water Sources
 - Delivery of alternative water sources such as Poseidon, Cadiz, and Baker. MWDOC plays a key role with MET in working out the requirements for projects to utilize MET facilities for delivery

- Rates
- Continue MWDOC advocacy at MET including building coalitions with other MET member agencies which will be important for many of the projects being considered in the County.
- Examine State Funding for Local Projects in Orange County (including State Water Bond proposals).
- As the San Diego Rate lawsuit issues develop, it is suggested that MWDOC continue its advocacy with respect to the MET rate structure particularly to agencies that rely heavily on MET supplies. The rate issues will include wheeling rates, local project funding and may include BDCP project costs. MWDOC should remain heavily involved in discussions throughout the year on MET rates, 10-year MET rate projections and potential risk analyses to those rates.
- Consider periodic reports from MWDOC Directors and MET directors at strategic member agency meetings. This would be part of a broader Orange County coalition that includes OCWD and the Three Cities along with the member agencies to develop positions and information on:
 - Proposed State Water Bond
 - Climate change
 - State water policy
 - Development of State or Regional storage projects
- MWDOC could consider offering a choice service for agencies wishing to have more support for their communication efforts and could involve setting up a business plan for MWDOC's Public Affairs Group to provide support for newsletters, websites and other press releases tailored desired by the member agencies.
- From an operational perspective, efforts on the following are recommended to continue:
 - Continued assistance in validating MET meter accuracy on the Allen McColloch Pipeline including development of procedures or a process that provides regular confirmation.
 - Facilitate in sharing equipment/assets with regional agencies, this is a potential extension of the efforts done under WEROC to non-emergency resources
- MWDOC's efforts on the Foundational Action Funding program this year were appreciated and we look forward to continuing to work closely with MWDOC on both the SJBA and Doheny Desal projects over the next year.

Member Agency input will occur at several additional points during the budget process including the regularly scheduled Manager Meetings, the Elected Officials Forum, Committee meetings and Board meetings.

3. MWDOC Key Initiatives

Key initiatives from staff for 2014-15 that are incorporated into the budget include:

- Continue to work closely with MET on rate/stability issues, support for the Bay-Delta and management of water, particularly within the OCWD groundwater basin. This includes emphasizing the need for MET or the State Water Contractors to take-over operation and maintenance of the State Water Project to resolve the deferred maintenance of the SWP system and ensure regional reliability. This year MWDOC and the water entities are dealing with the immediate needs of the Drought and water management issues it brings while also forging ahead with 50year solutions such as the BDCP preferred alternative EIR/EIS and the start of project implementation. Keeping Orange County elected officials and water agencies up to date on the progress, costs and benefits of the Bay-Delta Conservation Program is a key activity. If calendar year 2015 starts out dry, it will likely mean movement towards water allocation scenarios in 2015 and we will be preparing for that possibility during FY2014-15.
- Work on Reliability issues such as conjunctive use, Doheny Desal, Poseidon Huntington Beach Ocean Desalination and other projects in support of the member agencies. A key element to complete will be to seek approval from MET for introduction of local water into their treated pipeline system. This has never been done, but if accomplished opens up a number of options for Orange County.
- Examine opportunities for local or regional reliability via banking programs.
- Continue with implementation of the Water Use Efficiency Master Plan including methods to firm up local funding options for local agencies. Begin integrating recycled water use into Water Use Efficiency programs by accelerating recycled water connections through customer incentives. Additional funding for water use efficiency efforts will likely emerge in response to drought conditions. This will bring with it additional opportunities to accelerate the assistance of residents and businesses in the County with opportunities to use water more efficiently, thus saving water for future years, achieving compliance with the 20% by 2020 and attaining Integrated Resources Plan reliability goals.
- Continue to expand drought response assistance to member agencies and customers.
- In previous years. MWDOC's member agencies recommended developing a program to increase public affairs/outreach efforts to improve credibility with the public regarding the value of water and water service they receive. These communication needs are occurring against a backdrop of aging infrastructure, regulatory changes, competition for supplies, projected water rate increases,

and a need for greater transparency. These efforts being developed this fiscal year include:

- Define public attitudes and perceptions of water and water service
- Development of a communication plan and message refinement
- Implementation and monitoring of outreach

The program's development phase is slated for completion in the fall of 2014. At that time, implementation efforts will shift to the retail agencies in the County, along with MWDOC and the program will become part of the Choice program in this budget.

- Protect MWDOC and local agency interests in MET via continued participation in the SDCWA lawsuit against MET.
- Participate in other water-related lawsuits, as appropriate, in support of our Member Agencies and the residents and businesses of Orange County.
- Continue to seek areas of efficiency in the District's operations. This includes the transition in the Financial operations from an internal Director of Finance position to external contract assistance.
- A renewed effort for WEROC involves an accelerated search for grant funds and a training program for MWDOC staff to ensure sufficient support staff for both a North and South Emergency Operations Centers. WEROC has been relying on volunteers to staff these functions. Several recent test exercises found a number of key volunteer staff unavailable. WEROC operations were hampered by these missing volunteers. Because MWDOC is a wholesale agency without system operations to attend to during an emergency event, staff is proposing to train about 15 MWDOC staff members at a sufficient level to ensure an EOC response will be present under any situation. Each of these staff members will participate in about 50 hours of training to help WEROC remain at a high state of readiness. The budget includes a proposal to upgrade the WEROC Program Assistant from 30-hours per week part-time status to full time status to improve the coverage and functioning of the WEROC Program. This will also facilitate the identification and pursuit of additional grant funds.
- Urban Water Management Plans are due by December 31, 2015, but have a high likelihood of having the deadline pushed to June 30, 2016. In any event, fiscal year 2014-15 will be the time to begin the process of laying out the responsibility and plan for completion of these efforts in Orange County. In 2010, MWDOC developed a plan to complete 24 UWMP's simultaneously in Orange County, saving the average agency about \$40,000 in the process.
- Decisions regarding projects to improve system and supply reliability on a regional basis are approached from many aspects. The need for the project, the cost of the project and the timing of the project are just three aspects of this

decision making process. The systems, supplies and responsibilities overlap a number of Orange County and regional organizations. A comprehensive assessment of regional reliability will require both the participation and cooperation of several agencies to maximize value and efficiency. MWDOC will provide further assistance in the decision-making process in Orange County by bringing on specialized expertise in reliability planning to assist the collective efforts at the retail and regional levels. The consulting assistance is aimed at providing several perspectives for necessary water reliability investments and the timing of these investments.

- Planning for reliable water supplies in the face of uncertainty can be difficult—but nonetheless is crucially important. There are many water supply issues that challenge water agencies in Orange County on the state, regional and local level. These issue include:
 - (1) fixing the levee risks, environmental and water conveyance problems in the Sacramento-San Joaquin Delta (Bay Delta);
 - (2) providing adequate system redundancy in South Orange County to deal with seismic risks to critical local and regional water treatment and delivery infrastructure;
 - (3) providing adequate groundwater recharge to the Orange County groundwater basin in light of urban development and upstream water recycling that results in reduced recharge in OC; and
 - (4) climate variability that has the potential to significantly reduce Colorado River and State Water Project water supplies and increase local irrigation demand due to increased evapotranspiration.
- While it may be difficult to project the specific outcomes of all of the uncertainties that can affect supply reliability in Orange County, many techniques and tools are available that can provide a solid framework for assessing risk and making wise investments. These techniques include scenario planning and adaptive management. Scenario planning defines plausible futures and associated consequences or conditions. Examples include success/no success scenarios for completion of a Delta fix, presence/no presence scenarios of climate change, and complete/partial levee failure in the Delta. Scenario planning does not necessarily seek to define the probability that these possible futures will occur (although some of them can be put into these terms), but rather measures the impacts on water availability if the scenarios unfold. Projects and portfolios of projects can then be tested against these scenarios to measure resiliency and cost effectiveness.

- Adaptive management can be used to identify which projects may be robust in that they are cost-effective under most or all of the future scenarios (i.e., no or low regret projects). These are projects that ideally should move forward sooner rather than later. Triggers can be established to measure when other, generally more costly projects should be implemented. An example of a trigger could be an important milestone in fixing the Delta, such as voter approval of a bond measure or resolution of litigation with the record of decision to proceed with part of the solution.
- This effort would utilize work already completed in Orange County by MWDOC, OCWD, Irvine Ranch Water District, and work now underway by Moulton Niguel Water District. Building off of these other studies means this plan can be completed in a timely and cost-effective manner.

4. Core/Choice Programs for 2014-15

The Choice Programs for fiscal year 2014-15 are as follows:

- Water Use Efficiency
- School Program
- NEW Program – Implementation of Value of Water Communications Program, coming in the fall of 2014.

Three efforts that were deemed to be CHOICE programs in prior years will be included under the CORE programs for this year.

- Doheny Desal Project – Currently, work for the coming year is planned to be managed between South Coast Water District and Laguna Beach County Water District. MWDOC staff will provide management of the funds to be received by this project similar to other MET grant funded projects including the San Juan Basin Authority Project. MWDOC Technical Staff will be responsible for drafting and reviewing several sections of the report to be prepared and will be compensated by the local agencies in the amount of \$37,000 for this work. Other than that, the project will remain as a Core activity.
- Second Lower Cross Feeder Project – With OCWD's concurrence, this project is being discussed as a conjunctive use project for development of a collaborative project between OCWD, the South County area and MWDOC. As such, MWDOC views this type of arrangement as a Core element in Orange County and will proceed as such.
- Poseidon Huntington Beach Project – The primary emphasis of this project for the coming year will be the processing of the project as part of MET's LRP program, which MWDOC would do for any project being developed in the County. Hence, it is being considered as Core for this coming year.

- Both the Conjunctive Use Project and the Poseidon Project will likely involve transport of locally produced water via a MET pipeline or a pipeline in which MET owns capacity or has the responsibility for water quality provisions. One of MWDOC's key goals for the coming year is to work with MET staff on the terms and conditions for conveyance of local supplies in these types of facilities. Development of this concept in a manner that works both for MET and the local agencies opens up several options in Orange County and hence is further support that these projects be considered as Core for this coming year.

5. **MWDOC's Reserve Funds**

The MWDOC Reserve Policy is based on a strategy that is in accordance with the Settlement Agreement that became effective June 1, 2011. The agreement categorizes the reserves into the following categories:

- General District
- Cash Flow
- Election Expense
- Building Expense
- OPEB Reserves

General District Reserves:

The agreement states that the General District Reserve should be set at \$1.85 million as of July 1, 2010 and should increase by the inflation rate each year. The following table shows a brief history of the General District reserves.

MWDOC General Reserves					
Fiscal Year	Inflation Rate	Increase	Reserve Ending Balance Should Be per Agreement	Actual Reserve Ending Balance	Difference
FY2010-11	2.25%	41,625	1,891,625	1,760,000	(131,625)
FY2011-12	2.35%	44,453	1,936,078	1,213,000	(723,078)
FY2012-13	1.60%	30,977	1,967,055	1,672,000	(295,055)
FY2013-14	1.50%	29,506	1,996,561	1,986,000	(10,561)
FY2014-15 ⁽¹⁾	1.50%	29,948	2,026,510	2,028,000	1,490

(1) Projected

The budget recommendation is to fund the General Reserves to full balance.

Cash Flow:

The agreement states that cash flow reserves should be set at \$1.00 million. These have remained at \$1.00 million for cash flow purposes since June 1, 2011 and the recommendation is to maintain it at that level.

Election expense:

The agreement states we should have enough money in the reserve to cover up to seven elections every four years. Based on previous election costs we have determined that \$1.04 million (or \$148,000 per division) would be sufficient to cover seven elections. This requires that \$260,000 be contributed to the election reserve annually with a reserve cap of \$600,000 (since a maximum of four elections occur every other year and not all the districts are contested). The following table shows a brief history of the Election Expense Reserves.

MWDOC Election Reserves			
Fiscal Year	Beginning Reserve Balance	Contribution	Election Expenses
FY2010-11	500,000	128,000	128,000
FY2011-12	500,000	0	0
FY2012-13	500,000	225,000	497,000
FY2013-14	228,000	0	0
FY2014-15 ⁽¹⁾	228,000	260,000	444,000

(1) Projected

Note that the \$440,000 election expense is the largest single expense increase in the FY2014-2015 budget.

Building Expense:

The Settlement Agreement states that MWDOC Building Reserves should be kept at \$350,000. The plan for funding the building reserves is to contribute after the election reserves are funded until \$350,000 is reached. The following table shows brief history of the Building Expense Reserves.

A major renovation of MWDOC's HVAC Air Handler was completed this year. Additional work is required to be completed with OCWD on the boiler unit and the chiller unit that provide hot water and cold water to both buildings and to the Energy

Management System that controls both buildings. MWDOC's estimated cost for the coming year has been estimated at \$168,000. Additional future work on the roof will be required in the next several years; a cost estimate for the roofing work has not been completed at this time.

MWDOC Building Reserves			
Fiscal Year	Beginning Reserve Balance	Contribution	Building Expense
FY2010-11	350,000	0	0
FY2011-12	350,000	0	0
FY2012-13	350,000	37,125	37,125
FY2013-14	350,000	0	239,000
FY2014-15 ⁽¹⁾	111,000	407,000	168,000

(1) Projected

The required Building Reserve contribution in FY2014-2015 is \$407,000.

OPEB Reserve:

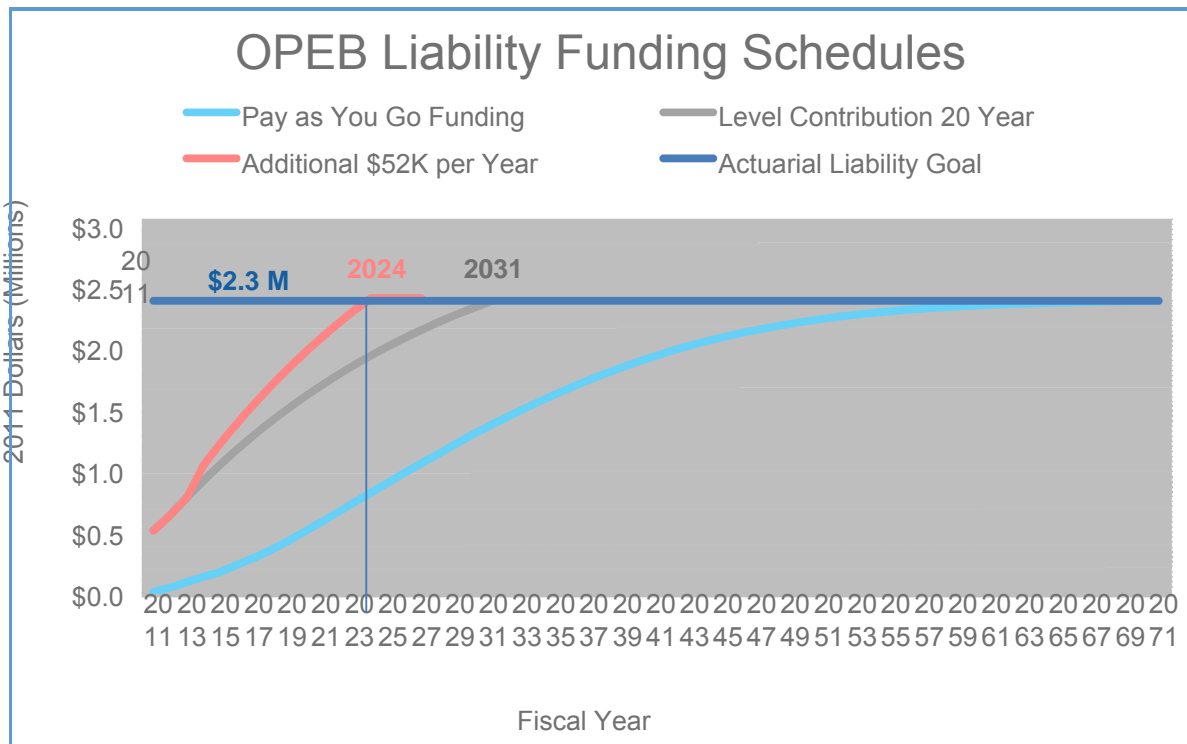
The agreement states that initially there should be a contribution of \$500,000 in FY11-12 with \$120,000 annual contributions to fully fund the liability in 20 years. The \$120,000 was decided before the 2011 actuarial report was prepared. The 2011 report recommended an annual 20-year level pay amount of \$155,000.

In managing MWDOC's OPEB liability, the Board has taken the following actions:

- Employees hired after July 1, 2012 are not eligible to receive District-paid retiree and elective health and welfare benefits. This will substantially reduce future OPEB costs after dealing with the existing employees who qualified for the prior benefits.
- The Board requested that staff examine options for accelerating the payoff of the OPEB liability by increasing the annual payments.
- The Board also took action on February 19, 2014 to utilize funds remaining from the Capacity Charge Close-out in the amount of \$90,000 to accelerate the OPEB payoff.

Staff has taken a look at the demographics of MWDOC's OPEB liabilities and has estimated that the bulk of the liabilities will begin over the next 10 years as long term MWDOC employees who had access to lifetime medical coverage retire. Taking into account the additional \$90,000 towards the OPEB liability plus an additional \$28,000 this year, staff has estimated that an increased annual contribution of \$52,000 per year

starting next year and each year thereafter will move MWDOC toward fulfilling the OPEB liability over the next 10 years.



Funding in the FY2014-2015 budget is approximately at the \$183,000 level (\$155,000 + \$28,000) with a slight variation for the actual expenses. A new actuarial report will be prepared this year and contribution amounts will be reevaluated to reach the 2024 funding goal.

Summary of Reserves:

Table 1 provides a summary of MWDOC's target for existing reserves, actual reserve levels at the end of 2013-14 and a projected balance at the end of fiscal year 2014-15.

6. Water Rates and Charges

MWDOC's revenue is impacted by the meter (fixed) and water volume increment (variable) charges established with each budget. The budgeted increment revenue varies with the projected water purchases provided by our Member Agencies. Actual increment revenue is dependent on the actual water volumes used by the Member Agencies during the year.

The total amount of revenue from water sales is also influenced by the mix of treated and untreated MET water with prices that are relatively higher or lower. The volumes sold and the type sold can be influenced by a number of factors including weather, conservation efforts, local water supply efforts, groundwater basin pumping percentages and replenishment purchases. The impact of this variation is minimized by the continued progression to fixed charges.

The proposed Water Sales Revenue for FY2014-15 are \$181,841,285 which is higher than the adopted FY2013-14 budget number of \$159,091,936 but lower than the FY2013-2014 projected actual of \$196,452,108. This reflects most Member Agencies projecting water purchases for a "normal" (i.e., neither overly dry nor wet conditions) and significant OCWD purchases in FY2013-2014 above initial estimates.

For FY 2014-15 the proposed Incremental Rate is \$0.60 per acre foot and the proposed Connection Charge (meter) rate is \$10.20.

7. Grants and Outside Funding

MWDOC secures a number of grants and other funding from outside sources each year. These funds support a number of our choice programs, the LRP funding for local projects and portions of WEROC. The magnitude of this funding is solidified during the budget process and throughout the fiscal year. The approximate level of active grants for FY 20132014 is included in the attached Table 2.

Attachments:

Attached hereto is the detailed, draft budget for this coming year.

Table 1 MWDOC Reserves					
Reserve Fund Description	2014 Target	Increases With	June 30, 2014 Projected Level	June 30, 2015 Projected Level	
1. General Fund (Designated) Used for variations in income; operations, expense, litigation, other	\$1.997M	Inflation	\$1.986M	2.028M	
2. Cash Flow Reserves (Designated) Used for Grant and proposed project & program cash flow	\$1.0 M	Cost Experience	\$1.00 M	\$1.00 M	
3. Building Repair (Designated) Used for office building repair, replace, refurbish	\$0.35 M	With Needs Assessment	\$0.111M	\$0.35 M	
Total Designated Reserves	\$3.347M		\$3.097M Short by \$0.25 M	\$3.378M	
4. Election expense costs (Designated)	\$0.6M	Cost Experience	\$0.228M	\$0.044M	
5. OPEB Reserves (Restricted in Irrevocable Trust)	\$2.3M Liability per 2011 Calculations	With annual Payments, Interest earnings	0.90M± Estimated	\$1.4M Remaining Liability	

Table 2 Approximate Level of Active Grants Within MWDOC for Fiscal Year 2013-14		
Source	Project	Approximate Amount
MET Foundational	Doheny Desal	\$200,000
MET Foundational	San Juan Basin Authority	\$200,000
MET Foundational	Direct Potable Reuse	\$100,000
Urban Area Security Initiative	Water Trailers	\$500,000
Urban Area Security Initiative	Training	\$15,000
<u>Water Use Efficiency</u>		
South OC IRWMP (2)	Landscape Programs	
OWOW IRWMP	CII & Landscape	
USBR (6)	WaterSmart & Field Services	
MET	Regional Rebates (hosted by MET & MWDOC); the MET funding is supplemented via our other sources of funds	
MET	Member Agency Administered – Turf removal & retail agency programs	
MET	Recycled Water Conversion	
Total Approximate of WUE Grants		\$3,000,000
Total of all Grants This Year		\$4,000,000
MET LRP Funding	For various local resources programs throughout the county.	\$15,400,000
Total of All Outside Funding		\$19,400,000



First Draft (3/6/2014)
Annual Budget for Fiscal Year 2014-15

MWDOC's mission is:

To provide reliable, high-quality supplies from MWD and other sources to meet present and future needs, at an equitable and economical cost, and to promote water use efficiency for all of Orange County

Exhibit A2
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CORE FUND

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
OPERATING EXPENSES:						
Salaries & Wages	\$ 2,524,013	\$ 2,363,897	\$ (160,116)	\$ 2,479,944 ¹	\$ 116,047	\$ (44,069)
less for Recovery from Grants	\$ -	\$ -	\$ -	\$ -	-	0
Employee Benefits	848,848	702,346	(146,502)	797,742 ²	95,396	(51,106)
Director Compensation	200,357	170,322	(30,035)	210,342	40,020	9,985
Director Benefits	87,592	87,063	(530)	93,148	6,085	5,556
MWD Representation	114,490	97,028	(17,462)	120,197	23,169	5,707
OPEB Annual Contribution	111,112	112,165	1,053	133,331	21,166	22,219
Overhead Reimbursement	(139,513)	(134,844)	4,669	(139,240)	(4,396)	273
Health Insurance Coverage for Retirees	44,463	43,410	(1,053)	50,244	6,834	5,781
Audit Expense	23,000	17,900	(5,100)	23,000	5,100	0
Automotive & Toll Road Expenses	15,590	13,486	(2,104)	14,550	1,064	(1,040)
Conference Expense - Staff	12,520	9,885	(2,635)	13,925	4,040	1,405
Conference Expense - Directors	7,960	4,680	(3,280)	9,800	5,120	1,840
Engineering Expense	170,000	170,000	-	355,000	185,000	185,000
Insurance Expense	96,000	95,999	(1)	97,000	1,001	1,000
Legal Expense - General	304,500	391,414	86,914	329,000	(62,414)	24,500
Maintenance Expense	104,880	99,750	(5,130)	118,768	19,018	13,888
Membership / Sponsorship	88,087	86,742	(1,345)	102,637	15,895	14,550
CDR Participation	39,140	39,140	-	39,961	821	821
Miscellaneous Expense	78,610	70,874	(7,736)	71,150	276	(7,460)
Postage / Mail Delivery	15,100	10,175	(4,925)	11,100	925	(4,000)
Professional Fees	492,102	514,337	22,235	463,700	(50,637)	(28,402)
Rents & Leases	14,308	14,697	389	16,708	2,011	2,400
Outside Printing, Subscription & Books	53,487	44,737	(8,750)	51,725	6,988	(1,762)
Office Supplies	24,000	22,583	(1,417)	24,288	1,705	288
Building Repair & Maintenance	-	15,443	15,443	10,800	(4,643)	10,800
Computer Maintenance	7,500	5,742	(1,758)	6,500	758	(1,000)
Business Expense	7,000	6,224	(776)	7,000	776	-
Software Support & Expense	63,900	62,285	(1,615)	51,384	(10,901)	(12,516)
Computers and Equipment	-	-	-	9,300	9,300	9,300
Telecommunications Expense	16,900	15,172	(1,728)	16,900	1,728	-
Temporary Help Expense	-	-	-	-	-	-
Training Expense	14,200	8,061	(6,139)	18,000	9,939	3,800
Tuition Reimbursement	6,000	4,469	(1,531)	6,000	1,531	-

Exhibit A2
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CORE FUND

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
OPERATING EXPENSES: continued						
Travel & Accommodations - Staff	28,360	22,574	(5,786)	38,300	15,726	9,940
Travel & Accommodations - Directors	15,950	12,785	(3,165)	32,300	19,515	16,350
MWDOC's Contribution to WEROC	108,820	108,820	-	128,508	19,688	19,688
Capital Acquisition (excluding building)	23,500	23,292	(208)	-	(23,292)	(23,500)
NORMAL OPERATING EXPENSES	\$ 5,622,776	\$ 5,332,653	\$ (290,122)	\$ 5,813,012	\$ 480,358	\$ 190,236
Building Repair & Maintenance	\$ 315,000	\$ 238,596	\$ (76,404)	\$ 168,000	\$ (70,596)	\$ (147,000)
Election Expense	-	-	-	444,000	444,000	444,000
TOTAL EXPENSES	\$ 5,937,776	\$ 5,571,249	\$ (366,526)	\$ 6,425,012	\$ 853,762	\$ 487,236

REVENUES:						
Retail Meter Charge	\$ 5,121,824	\$ 5,121,824	\$ -	\$ 6,256,517	\$ 1,134,692	\$ 1,134,692
Water Increment Charge	709,839	730,467	20,628	124,277	(606,190)	(585,562)
Interest Revenue	138,000	132,000	(6,000)	138,000	6,000	0
Miscellaneous Income	-	3,000	3,000	3,000	-	0
School Contracts	-	-	-	-	-	0
Inter Fund In	-	-	-	-	-	0
TOTAL REVENUES	\$ 5,969,663	\$ 5,987,291	\$ 17,628	\$ 6,521,794	\$ 534,502	\$ 552,130

EFFECT ON RESERVES:						
TOTAL CONTRIBUTION (DRAW) FROM RESERVES	\$ 31,888	\$ 416,042	\$ 384,154	\$ 96,782	\$ (319,260)	

- 1 Total Salaries & Wages includes \$46,135 for intern support
- 2 Total Benefits includes \$5,293 for intern support

Exhibit A3
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CHOICE FUNDS

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
OPERATING EXPENSES:						
Salaries & Wages	\$ 390,163	\$ 402,637	\$ 12,474	\$ 386,270 ¹	\$ (16,366)	\$ (3,892)
less for Recovery from Grants	\$ (20,851)	\$ (22,194)	\$ (1,343)	\$ (16,437)	5,757	4,414
Employee Benefits	133,211	130,091	(3,120)	130,763 ²	672	(2,448)
Director Compensation	-	-	-	-	-	-
Director Benefits	-	-	-	-	-	-
MWD Representation	-	-	-	-	-	-
OPEB Annual Contribution	-	-	-	-	-	-
Overhead Reimbursement	139,513	134,844	(4,669)	139,240	4,396	(272)
Health Insurance Coverage for Retirees	-	-	-	-	-	-
Audit Expense	-	-	-	-	-	-
Automotive & Toll Road Expenses	-	-	-	-	-	-
Conference Expense - Staff	-	-	-	-	-	-
Conference Expense - Directors	-	-	-	-	-	-
Engineering Expense	-	-	-	-	-	-
Insurance Expense	-	-	-	-	-	-
Legal Expense - General	-	-	-	-	-	-
Maintenance Expense	-	-	-	-	-	-
Membership / Sponsorship	-	-	-	-	-	-
CDR Participation	-	-	-	-	-	-
Miscellaneous Expense	12,500	7,502	(4,998)	49,250	41,748	36,750
Postage / Mail Delivery	-	-	-	-	-	-
Professional Fees	327,000	305,741	(21,259)	517,500	211,759	190,500
Rents & Leases	-	-	-	-	-	-
Outside Printing, Subscription & Books	17,500	17,500	-	40,500	23,000	23,000
Office Supplies	-	-	-	-	-	-
Computer Maintenance	-	-	-	-	-	-
Software Support & Expense	-	-	-	-	-	-
Telecommunications Expense	-	-	-	-	-	-
Computers and Equipment	-	-	-	-	-	-
Temporary Help Expense	-	-	-	-	-	-
Training Expense	-	-	-	-	-	-
Tuition Reimbursement	-	-	-	-	-	-

Exhibit A3
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CHOICE FUNDS

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
OPERATING EXPENSES: continued	-	-		-		
Travel & Accommodations - Staff	-	-	-	-	-	-
Travel & Accommodations - Directors	-	-	-	-	-	-
Capital Acquisition (excluding building)	-	-		-	-	-
TOTAL EXPENSES	\$ 999,035	\$ 976,120	\$ (22,915)	\$ 1,247,087	\$ 270,966	\$ 248,051

REVENUES:						
Choice Revenue	977,847	976,121	(1,726)	1,247,086	270,965	269,240
TOTAL REVENUES	\$ 977,847	\$ 976,121	\$ (1,726)	\$ 1,247,086	\$ 270,965	\$ 269,240

Staff only for South Orange Coastal Ocean Desal

① Total Salaries & Wages includes \$27,060 for intern support

② Total Benefits includes \$3,210 for intern support

Exhibit A4
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CONSOLIDATED

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
OPERATING EXPENSES:						
Salaries & Wages	\$ 2,914,176	\$ 2,766,534	\$ (147,642)	\$ 2,866,214 ¹	\$ 99,681	\$ (47,961)
less for Recovery from Grants	\$ (20,851)	\$ (22,194)	\$ (1,343)	\$ (16,437)	5,757	4,414
Employee Benefits	982,059	832,437	(149,622)	928,505 ²	96,068	(53,554)
Director Compensation	200,357	170,322	(30,035)	210,342	40,020	9,985
Director Benefits	87,592	87,063	(530)	93,148	6,085	5,556
MWD Representation	114,490	97,028	(17,462)	120,197	23,169	5,707
OPEB Annual Contribution	111,112	112,165	1,053	133,331	21,166	22,219
Overhead Reimbursement	(0)	-	0	-	-	0
Health Insurance Coverage for Retirees	44,463	43,410	(1,053)	50,244	6,834	5,781
Audit Expense	23,000	17,900	(5,100)	23,000	5,100	0
Automotive & Toll Road Expenses	15,590	13,486	(2,104)	14,550	1,064	(1,040)
Conference Expense - Staff	12,520	9,885	(2,635)	13,925	4,040	1,405
Conference Expense - Directors	7,960	4,680	(3,280)	9,800	5,120	1,840
Engineering Expense	170,000	170,000	-	355,000	185,000	185,000
Insurance Expense	96,000	95,999	(1)	97,000	1,001	1,000
Legal Expense - General	304,500	391,414	86,914	329,000	(62,414)	24,500
Maintenance Expense	104,880	99,750	(5,130)	118,768	19,018	13,888
Membership / Sponsorship	88,087	86,742	(1,345)	102,637	15,895	14,550
CDR Participation	39,140	39,140	-	39,961	821	821
Miscellaneous Expense	91,110	78,376	(12,734)	120,400	42,024	29,290
Postage / Mail Delivery	15,100	10,175	(4,925)	11,100	925	(4,000)
Professional Fees	819,102	820,078	976	981,200	161,122	162,098
Rents & Leases	14,308	14,697	389	16,708	2,011	2,400
Outside Printing, Subscription & Books	70,987	62,237	(8,750)	92,225	29,988	21,238
Office Supplies	24,000	22,583	(1,417)	24,288	1,705	288
Building Repair & Maintenance	-	15,443	15,443	10,800	(4,643)	10,800
Computer Maintenance	7,500	5,742	(1,758)	6,500	758	(1,000)
Business Expense	7,000	6,224	(776)	7,000	776	-
Software Support & Expense	63,900	62,285	(1,615)	51,384	(10,901)	(12,516)
Computers and Equipment	-	-	-	9,300	9,300	9,300
Telecommunications Expense	16,900	15,172	(1,728)	16,900	1,728	-
Temporary Help Expense	-	-	-	-	-	-
Training Expense	14,200	8,061	(6,139)	18,000	9,939	3,800
Tuition Reimbursement	6,000	4,469	(1,531)	6,000	1,531	-

Exhibit A4
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CONSOLIDATED

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
OPERATING EXPENSES: continued	-	-		-		
Travel & Accommodations - Staff	28,360	22,574	(5,786)	38,300	15,726	9,940
Travel & Accommodations - Directors	15,950	12,785	(3,165)	32,300	19,515	16,350
MWDOC's Contribution to WEROC	108,820	108,820	-	128,508	19,688	19,688
MWDOC's Contribution to Desalination	-	-	-	-	-	-
Expenses billed to AMP, WFC	-	-	-	-	-	-
Election Expense	-	-	-	-	-	-
Capital Acquisition (excluding building)	23,500	23,292	(208)	-	(23,292)	(23,500)
NORMAL OPERATING EXPENSES	\$ 6,621,811	\$ 6,308,774	\$ (313,037)	\$ 7,060,098	\$ 751,325	\$ 438,287
Building Repair & Maintenance	\$ 315,000	\$ 238,596	\$ (76,404)	\$ 168,000	\$ (70,596)	\$ (147,000)
Election Expense	-	-	-	444,000	444,000	444,000
TOTAL EXPENSES	\$ 6,936,811	\$ 6,547,370	\$ (389,441)	\$ 7,672,098	\$ 1,124,729	\$ 735,287

REVENUES:						
Retail Meter Charge	\$ 5,121,824	\$ 5,121,824	\$ -	\$ 6,256,517	\$ 1,134,692	\$ 1,134,692
Water Increment Charge	709,839	730,467	20,628	124,277	(606,190)	(585,562)
Interest Revenue	138,000	132,000	(6,000)	138,000	6,000	0
Miscellaneous Income	-	3,000	3,000	3,000	-	3,000
School Contracts - Core	-	-	-	-	-	0
Inter Fund In	-	-	-	-	-	0
Choice Revenue	977,847	976,121	(1,726)	1,247,086	270,965	269,240
TOTAL REVENUES	\$ 6,947,510	\$ 6,963,412	\$ 15,902	\$ 7,768,880	\$ 805,468	\$ 821,370

EFFECT ON RESERVES:						
TOTAL CONTRIBUTION (DRAW) FROM RESERVES	\$ 10,699	\$ 416,043	\$ 405,344	\$ 96,782	\$ (319,261)	

1 Total Salaries & Wages includes \$73,195 for intern support

2 Total Benefits includes \$8,503 for intern support

2 Total Benefits assumes a Calpers contribution for full time employees of 15.522% for legacy classic employees, 11.522% for classic employees and 6.25% for PEPRA Calpers employees. A further assumption is that medical, dental and vision insurance rates will increase by 8% for calendar year 2015.

Exhibit A5
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
WATER FUND

	FY 2013-2014 ADOPTED BUDGET	FY 2013-2014 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2014-2015 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 2013-2014 BUDGET
Water Revenues						
Water Sales	\$ 145,306,842	\$ 180,403,810	\$ 35,096,968	\$ 163,874,103	\$ (16,529,707)	\$ 18,567,261
Readiness-To-Serve Charge	10,293,552	12,287,593	1,994,041	13,946,682	1,659,089	3,653,130
Capacity Charge	3,132,800	3,396,050	263,250	3,659,300	263,250	526,500
Tier 2 Contingency	-	-	-	-	-	-
Interest Revenue - CC	380	380	-	-	(380)	(380)
Interest Revenue - Tier 2 Cont.	4,250	4,275	25	4,275	-	25
SCP Operation Surcharge	354,112	360,000	5,888	361,200	1,200	7,088
TOTAL WATER REVENUES	\$ 159,091,936	\$ 196,452,108	\$ 37,360,172	\$ 181,845,560	\$ (14,606,548)	\$ 22,753,624
Water Expenses						
Water Purchases	\$ 145,306,842	\$ 180,403,810	\$ 35,096,968	\$ 163,874,103	\$ (16,529,707)	\$ 18,567,261
Readiness-To-Serve Charge	10,293,552	12,287,593	1,994,041	13,946,682	1,659,089	3,653,130
Capacity Charge	3,132,800	3,396,050	263,250	3,659,300	263,250	526,500
Tier 2 Surcharge	-	-	-	-	-	-
SCP Operation Surcharge	354,112	360,000	5,888	361,200	1,200	7,088
TOTAL WATER EXPENSES	\$ 159,087,306	\$ 196,447,453	\$ 37,360,147	\$ 181,841,285	\$ (14,606,168)	\$ 22,753,979
Changes to Fund Balance:						
Capacity Charge	\$ 380	\$ 380	\$ -	\$ -	\$ (380)	\$ (380)
Tier 2 Contingency	\$ 4,250	\$ 4,275	\$ 25	\$ 4,275	\$ -	\$ 25

Exhibit B
Expenditures by Program

Cost Center	PROGRAM	FY 2013-2014 BUDGET FTE	FY 2014-2015 BUDGET FTE	FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
11	Administrative - Board	1.91	1.94	\$ 1,098,823	\$ 1,129,603	\$ 1,144,695
12	Administrative - General	2.61	2.48	392,648	391,479	364,859
13	Personnel / Staff Development	1.27	1.30	209,432	197,712	265,832
19	Overhead	3.55	3.26	811,695	761,152	827,382
21	Planning & Resource Development	2.79	2.72	616,983	571,410	675,164
22	Research Participation	0.00	0.00	39,140	39,140	39,961
23	Met Issues and Special Projects	3.98	4.70	629,170	622,655	823,211
31	Governmental Affairs	0.86	1.37	384,001	366,638	487,710
35	Policy Development	0.26	0.26	53,941	60,101	58,313
32	Public Affairs	2.72	2.28	536,434	476,211	356,670
41	Finance	3.92	3.30	512,831	400,387	463,790
45	Information Technology	1.07	0.99	228,858	207,344	176,917
25	MWDOC's Contribution to WEROC ^[1]	1.80	2.00	108,820	108,820	128,508
CORE TOTAL		26.74	26.61	\$ 5,622,776	\$ 5,332,653	\$ 5,813,012
62	Water Use Efficiency Program	4.92	4.75	683,599	697,503	785,805
63	School Programs	0.12	0.12	267,871	239,135	275,109
67	Value of Water	0.00	0.00	-	-	148,250
64	Dana Point Desal	0.32	0.14	-	4,246	37,922
65	Poseidon Desal	0.19	0.00	47,565	35,237	-
CHOICE TOTAL		5.55	5.02	\$ 999,035	\$ 976,120	\$ 1,247,087
CORE & CHOICE TOTAL		32.29	31.63	\$ 6,621,811	\$ 6,308,774	\$ 7,060,098
Includes:	Full-time employees	27.00	26.00			
	WEROC Full-time employee	1.00	2.00			
	Part-time employees	2.02	1.36			
	Interns	2.27	2.27			

^[1] FTE accounts for WEROC, Manager Kelly Hubbard and 1 full time employee. Total cost of WEROC is allocated among MWDOC, OCWD, OCSD, Anaheim, Santa Ana, Fullerton, and South Orange County Wastewater Authority. Dollars shown are MWDOC's share only.

**Municipal Water District of Orange County
2014-2015 FISCAL MASTER PLAN PROJECTIONS**

(in thousands)

	Projected ACTUALS FY13-14	BUDGET FY14-15	FY15-16	FY16-17	FY17-18	FY18-19	FY19-20
Beginning Designated Reserve Balance - MWDOC	\$2,909	\$ 3,325	\$ 3,422	\$ 3,735	\$ 3,477	\$ 3,785	\$ 3,624
Adjusted Reserve Balance	2,909	3,325	3,422	3,735	3,477	3,785	3,624
Revenues							
Water Rate Revenues:							
Retail Meter Fees	5,122	6,257	6,329	6,452	6,617	6,781	6,943
Water Rate Increment	730	124	-	-	-	-	-
Subtotal	5,852	6,381	6,329	6,452	6,617	6,781	6,943
Other Revenues:							
Choice Revenues	976	1,247	1,278	1,310	1,343	1,377	1,411
Interest Earnings	132	138	113	118	138	166	187
Misc./Reimbursements	3	3	5	5	5	5	5
Subtotal	1,111	1,388	1,397	1,433	1,486	1,548	1,603
Total Revenues	6,963	7,769	7,726	7,885	8,103	8,329	8,547
Expenses							
Core Expenses	5,309	5,813	6,014	6,221	6,432	6,649	6,815
Choice Expenses	976	1,247	1,278	1,310	1,343	1,377	1,411
Capital Acquisitions (not including building)	23	-	20	20	20	20	20
Total Expenses w/o Building & Election	6,309	7,060	7,313	7,551	7,795	8,046	8,246
Revenue Over Expenses w/o Building & Election	655	709	413	334	308	283	300
Annual Election Reserve Contribution	228	260	260	260	260	260	260
Annual Election Expense	-	444		592		444	
Election Reserve Balance	228	44	304	-	260	76	336
Annual Building Reserve Contribution	350	407	100	-	-	-	-
Annual Building Expense	239	168	100	-	-		
Building Reserve Balance	111	350	350	350	350	350	350
Effects on General Reserves							
General Reserves Contribution (Draw)	77	42	53	46	48	23	40
Ending General Fund & Cash Flow Reserves	\$ 2,986	\$ 3,028	\$ 3,081	\$ 3,127	\$ 3,175	\$ 3,198	\$ 3,239
MWDOC Water Rates							
Water Sales in Acre Feet	224,759	207,128	198,656	197,252	202,611	210,819	198,403
Total Retail Meters	609,741	613,384	614,475	617,440	621,355	624,960	625,510
OCWD BPP %	70%	72%	75%	75%	75%	75%	75%
Increment Rate	\$ 3.25	\$ 0.60	\$ -	\$ -	\$ -	\$ -	\$ -
Connection Charge	\$ 8.40	\$ 10.20	\$ 10.30	\$ 10.45	\$ 10.65	\$ 10.85	\$ 11.10
Fixed Charge %		94%	100%	100%	100%	100%	100%

1 Assumptions for FMP:

Inflation factor: 2.50% per year
Rate of return on Investment of portfolio: 1.25% per year

Working Capital and Interest Revenue Projections

	FY14-15	FY15-16	FY16-17	FY17-18	FY18-19
Working Capital:					
Designated Reserve Fund	3,422	3,735	3,477	3,785	3,624
General Fund Float	1,000	1,000	1,000	1,000	1,000
WUE use of fund	(200)	(200)	(200)	(200)	(200)
Water Payment Float	4,850	4,875	4,900	4,925	4,950
Average Working Capital	9,072	9,410	9,177	9,510	9,374
Interest rate	1.25%	1.25%	1.50%	1.75%	2.00%
Interest Revenue Projections:					
Interest income - General	113	118	138	166	187
Total Interest Revenue Projections	113	118	138	166	187

Total Core Expenses

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	2,524,013	2,363,897	2,479,944
	S & W Reimb. DSC or Recov from Grants	-	-	-
6090	Directors Compensation - MWDOC	200,357	170,322	210,342
6095	Directors Compensation - MWD	114,490	97,028	120,197
6105	Benefits - Admin	848,848	702,346	797,742
	OPEB Annual Contribution	111,112	112,165	133,331
	Overhead Reimbursement	(139,513)	(134,844)	(139,240)
6115	Benefits - Directors	87,592	87,063	93,148
6120	Health Insurance Coverage for Retirees	44,463	43,410	50,244
6205	Training	14,200	8,061	18,000
6210	Tuition Reimbursement	6,000	4,469	6,000
6220	Temporary Help	-	-	-
7010	Engineering - Outside Services	170,000	170,000	355,000
7020	Legal - General	304,500	391,414	329,000
7030	Audit	23,000	17,900	23,000
7040	Other Professional Fees	492,102	514,337	463,700
7047	Prof Service-Grant Recovery	-	-	-
7110	Conference - Employee	12,520	9,885	13,925
7115	Conference - Directors	7,960	4,680	9,800
7150	Travel & Accommodations - Employee	28,360	22,574	38,300
7155	Travel & Accommodations - Director	15,950	12,785	32,300
7210	Membership / Sponsorship	88,087	86,742	102,637
7250	CDR Participation	39,140	39,140	39,961
7305	Business Expense	7,000	6,224	7,000
7310	Office Maintenance	104,880	99,750	118,768
7315	Building Repair & Maintenance	-	15,443	10,800
7320	Rents & Leases	14,308	14,697	16,708
7330	Office Supplies	24,000	22,583	24,288
7340	Postal / Mail Delivery	15,100	10,175	11,100
7350	Subscriptions / Books	2,400	1,035	1,600
7360	Reproduction Expense	51,087	43,702	50,125
7410	Computer & Peripherals Maint	7,500	5,742	6,500
7430	Software Purchase	9,500	8,270	22,515
7440	Software Support	54,400	54,015	28,869
7450	Software Development	-	-	-
7510	Site Maintenance	-	-	-
7540	Computers and Equipment	-	-	9,300
7580	Maintenance Expense	-	-	-
7610	Automotive / Mileage	14,300	12,267	13,300
7615	Toll Road Charges	1,290	1,219	1,250
7620	Insurance Expense	96,000	95,999	97,000
7640	Utilities - Telephone	16,900	15,172	16,900
7650	Bank Fees	10,560	10,530	10,700
7670	Miscellaneous Expenses	68,050	60,344	60,450
8410	Overhead Reimbursement	-	-	-
8610	Depreciation Expense	-	-	-
8810	Capital Acquisition	23,500	23,292	-
	Total Expenditure	5,513,956	5,223,833	5,684,504

MWDOC's Contribution to WEROC	108,820	108,820	128,508
MWDOC's Election Expense	-	-	444,000
MWDOC's Building Expense	315,000	238,596	168,000
	<u>5,937,776</u>	<u>5,571,249</u>	<u>6,425,012</u>

Total Choice Revenue and Expense

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
	Choice Revenue	907,847	907,847	1,177,086
4205	School Contracts	70,000	70,000	70,000
4705	Prior Year Carry Over	-	-	-
		-	-	-
	Choice billing over/under	-	(1,726)	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
	Total Revenue	977,847	976,121	1,247,086

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	390,163	402,637	386,270
	S & W Reimb. DSC or Recov from Grants	(20,851)	(22,194)	(16,437)
6090	Directors Compensation - MWDOC	-	-	-
6095	Directors Compensation - MWD	-	-	-
6105	Benefits - Admin	133,211	130,091	130,763
	OPEB Annual Contribution	-	-	-
	Overhead Reimbursement	139,513	134,844	139,240
6115	Benefits - Directors	-	-	-
6120	Health Insurance Coverage for Retirees	-	-	-
6205	Training	-	-	-
6210	Tuition Reimbursement	-	-	-
6220	Temporary Help	-	-	-
7010	Engineering - Outside Services	-	-	-
7020	Legal - General	-	-	-
7030	Audit	-	-	-
7040	Other Professional Fees	99,000	98,929	283,500
	Other Professional Fees - DSC	228,000	206,812	234,000
7110	Conference - Employee	-	-	-
7115	Conference - Directors	-	-	-
7150	Travel & Accommodations - Employee	-	-	-
7155	Travel & Accommodations - Director	-	-	-
7210	Membership / Sponsorship	-	-	-
7250	CDR Participation	-	-	-
7310	Office Maintenance	-	-	-
7320	Rents & Leases	-	-	-
7330	Office Supplies	-	-	-
7340	Postal / Mail Delivery	-	-	-
7350	Subscriptions / Books	-	-	-
7360	Reproduction Expense	17,500	17,500	40,500
7410	Computer & Peripherals Maint	-	-	-
7430	Software Purchase	-	-	-
7440	Software Support	-	-	-
7450	Software Development	-	-	-
7510	Site Maintenance	-	-	-
7540	Computers and Equipment	-	-	-
7580	Maintenance Expense	-	-	-
7610	Automotive / Mileage	-	-	-
7615	Toll Road Charges	-	-	-
7620	Insurance Expense	-	-	-
7640	Utilities - Telephone	-	-	-
7650	Bank Fees	-	-	-
7670	Miscellaneous Expenses	12,500	7,502	49,250
8410	Overhead Reimbursement	-	-	-
8610	Depreciation Expense	-	-	-
8710	Election Expenses	-	-	-
8810	Capital Acquisition	-	-	-
	Total Expenditure	999,035	976,120	1,247,087

Total Core and Choice Expenses

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	2,914,176	2,766,534	2,866,214
	S & W Reimb. DSC or Recov from Grants	(20,851)	(22,194)	(16,437)
6090	Directors Compensation - MWDOC	200,357	170,322	210,342
6095	Directors Compensation - MWD	114,490	97,028	120,197
6105	Benefits - Admin	982,059	832,437	928,505
	OPEB Annual Contribution	111,112	112,165	133,331
	Overhead Reimbursement	(0)	-	-
6115	Benefits - Directors	87,592	87,063	93,148
6120	Health Insurance Coverage for Retirees	44,463	43,410	50,244
6205	Training	14,200	8,061	18,000
6210	Tuition Reimbursement	6,000	4,469	6,000
6220	Temporary Help	-	-	-
7010	Engineering - Outside Services	170,000	170,000	355,000
7020	Legal - General	304,500	391,414	329,000
7030	Audit	23,000	17,900	23,000
7040	Other Professional Fees	591,102	613,266	747,200
	Other Professional Fees - DSC	228,000	206,812	234,000
7047	Prof Service-Grant Recovery	-	-	-
7110	Conference - Employee	12,520	9,885	13,925
7115	Conference - Directors	7,960	4,680	9,800
7150	Travel & Accommodations - Employee	28,360	22,574	38,300
7155	Travel & Accommodations - Director	15,950	12,785	32,300
7210	Membership / Sponsorship	88,087	86,742	102,637
7250	CDR Participation	39,140	39,140	39,961
7305	Business Expense	7,000	6,224	7,000
7310	Office Maintenance	104,880	99,750	118,768
7315	Building Repair & Maintenance	-	15,443	10,800
7320	Rents & Leases	14,308	14,697	16,708
7330	Office Supplies	24,000	22,583	24,288
7340	Postal / Mail Delivery	15,100	10,175	11,100
7350	Subscriptions / Books	2,400	1,035	1,600
7360	Reproduction Expense	68,587	61,202	90,625
7410	Computer & Peripherals Maint	7,500	5,742	6,500
7430	Software Purchase	9,500	8,270	22,515
7440	Software Support	54,400	54,015	28,869
7450	Software Development	-	-	-
7510	Site Maintenance	-	-	-
7540	Computers and Equipment	-	-	9,300
7580	Maintenance Expense	-	-	-
7610	Automotive / Mileage	14,300	12,267	13,300
7615	Toll Road Charges	1,290	1,219	1,250
7620	Insurance Expense	96,000	95,999	97,000
7640	Utilities - Telephone	16,900	15,172	16,900
7650	Bank Fees	10,560	10,530	10,700
7670	Miscellaneous Expenses	80,550	67,846	109,700
8410	Overhead Reimbursement	-	-	-
8610	Depreciation Expense	-	-	-
8810	Capital Acquisition	23,500	23,292	-
	Total Expenditure	6,512,991	6,199,954	6,931,590

MWDOC's Contribution to WEROC	108,820	108,820	128,508
MWDOC's Election Expense	-	-	444,000
MWDOC's Building Expense	315,000	238,596	168,000
	<u>6,936,811</u>	<u>6,547,370</u>	<u>7,672,098</u>

Administrative - Board

11

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4020	Water Increment			
4050	Retail Connection Charge			
4105	Interest Revenue			
4550	Interest From Leases - SAC			
4205	School Contracts			
4220	Delinquent Payment Penalty			
4240	Miscellaneous Income			
4410	DWR Grants			
4805	Inter Fund In			
	Total Revenue	-	-	-

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	251,767	258,921	240,829
6090	Directors Compensation - MWDOC	200,357	170,322	210,342
6095	Directors Compensation - MWD	114,490	97,028	120,197
6105	Benefits - Admin	80,657	70,197	73,779
6115	Benefits - Directors	87,592	87,063	93,148
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General	299,000	386,009	320,000
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors	7,960	4,680	9,800
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director	15,950	12,785	32,300
7210	Membership / Sponsorship	25,000	24,339	25,000
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery	4,600	4,300	4,600
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage	9,300	9,040	9,500
7615	Toll Road Charges	650	719	700
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	1,500	4,201	4,500
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8810	Capital Acquisition			
	Total Expenditure	1,098,823	1,129,603	1,144,695

1,2 Based on 5% increase from Jan to June 2015.

3	Best, Best & Krieger	\$ 300,000
	Aleshire & Wynder	\$ 20,000
		<u>\$ 320,000</u>

4 See Exhibit F.

5 LAFCO Annual Assessment
See Exhibit D.

6 Misc board expenses (supplies)

7	Best, Best & Krieger	\$ 346,009
	Aleshire & Wynder	\$ 40,000
		<u>\$ 386,009</u>

MWDOC's Election Expense

	444,000
1,098,823	1,129,603
<u>1,542,823</u>	<u>1,573,603</u>

Administrative - General

12

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET	
6010	Salaries & Wages - Admin	218,861	239,107	182,667	
6090	Directors Compensation - MWDOC				
6095	Directors Compensation - MWD				
6105	Benefits - Admin	66,740	58,984	52,240	
6115	Benefits - Directors				
6120	Health Insurance Coverage for Retirees				
6205	Training				
6210	Tuition Reimbursement				
6220	Temporary Help				
7010	Engineering - Outside Services				
7020	Legal - General				
7030	Audit				
7040	Other Professional Fees				
7110	Conference - Employee	12,520	9,885	13,925	1
7115	Conference - Directors				
7150	Travel & Accommodations - Employee	28,360	22,574	38,300	1
7155	Travel & Accommodations - Director				
7210	Membership / Sponsorship	49,527	48,843	63,577	2
7250	CDR Participation				
7305	Business Expense	7,000	6,224	7,000	
7310	Office Maintenance				
7320	Rents & Leases				
7330	Office Supplies				
7340	Postal / Mail Delivery				
7350	Subscriptions / Books	2,400	1,035	1,600	
7360	Reproduction Expense				
7410	Computer & Peripherals Maint				
7430	Software Purchase				
7440	Software Support				
7450	Software Development				
7510	Site Maintenance				
7540	Computers and Equipment				
7580	Maintenance Expense				
7610	Automotive / Mileage	5,000	3,227	3,800	
7615	Toll Road Charges	640	500	550	
7620	Insurance Expense				
7640	Utilities - Telephone				
7650	Bank Fees				
7670	Miscellaneous Expenses	1,600	1,100	1,200	
8410	Overhead Reimbursement				
8610	Depreciation Expense				
8710	Election Expenses				
8810	Capital Acquisition				
	Total Expenditure	392,648	391,479	364,859	

1 See Exhibit E.

2 See Exhibit D.

Personnel / Staff Development

13

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	123,722	120,410	143,920
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	41,960	41,435	45,913
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training	14,200	8,061	18,000
6210	Tuition Reimbursement	6,000	4,469	6,000
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General	5,500	5,405	9,000
7030	Audit			
7040	Other Professional Fees	10,000	7,500	35,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	8,050	10,432	8,000
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	209,432	197,712	265,832

1 • Staff Technical Training & Leadership Development Training	\$ 18,000
2 Best, Best & Krieger Demsey, Filliger & Associates	\$ 6,000 \$ 3,000 \$ 9,000
3 • Semi-annual Review of Deferred Comp and pension investment composition. • Salary & Benefit Benchmark Study	\$ 15,000 \$ 20,000 \$ 35,000
4 • Employee Recognition program • Employee Background Checks • Team Building, Lunch meetings • Holiday Lunch • OCWD Health Fair • Employee Flu Shots	\$ 2,800 \$ 1,200 \$ 1,400 \$ 1,800 \$ 250 \$ 550 \$ 8,000

Overhead
19

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	376,064	343,165	345,903
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	123,719	95,844	111,680
	OPEB Annual Contribution	111,112	112,165	133,331
	Overhead Reimbursement from Choice	(139,513)	(134,844)	(139,240)
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees	44,463	43,410	50,244
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	10,602	9,922	10,100
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7250	CDR Participation			
7310	Office Maintenance	104,880	99,750	118,768
7315	Building Repair & Maintenance		15,443	10,800
7320	Rents & Leases	14,308	14,697	16,708
7330	Office Supplies	24,000	22,583	24,288
7340	Postal / Mail Delivery	8,000	5,375	6,000
7350	Subscriptions / Books			
7360	Reproduction Expense	3,900	7,827	5,400
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			2,300
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense	96,000	95,999	97,000
7640	Utilities - Telephone	16,900	15,172	16,900
7650	Bank Fees	10,560	10,530	10,700
7670	Miscellaneous Expenses	6,700	4,114	6,500
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	811,695	761,152	827,382

1	<u>Retirees:</u>		
	• 8 Retirees	\$	50,244
2	• Pension Plan administration by Dissinger Associates	\$	3,400
	• Cafeteria Plan Wameworks	\$	2,400
	• ECS Records Management maintenance and support	\$	3,800
	• Blytheco HR Maint	\$	500
			10,100
3	• Site maintenance and receptionist from OCWD	\$	107,200
	• Plant Maintenance	\$	2,700
	• Copier machine maint.	\$	3,268
	• Landscape Atrium Maint	\$	1,800
	• Binding Machine Renewal	\$	600
	• Phone Maintenance	\$	3,200
		\$	118,768
4	• Iron Mountain	\$	9,600
	• Copier machine lease	\$	6,108
	• El Toro Water District (South EOC site)	\$	1,000
		\$	16,708
5	• Chillers, Boilers, new EMS, Board Room MWDOC @ 36%	\$	168,000
6	• ABRA HR module upgrade	\$	2,300

MWDOC's Building Expense	315,000	238,596	168,000
	1,126,695	999,748	995,382

Planning Resource Development
21

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	382,129	350,975	395,062
6012	Salaries & Wages - Reimb. from Grants	-		-
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	127,853	114,939	133,102
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services	100,000	100,000	140,000
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	7,000	5,497	7,000
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	616,983	571,410	675,164

1 Includes general consulting, reliability of MET, conjunctive use, climate change and value of being reliable.

Research Participation
22

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin			
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin			
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation	39,140	39,140	39,961
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	39,140	39,140	39,961

1 Center for Demographic Research at
Cal State University Fullerton \$ 39,961

Met Issues and Special Projects
23

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET	
6010	Salaries & Wages - Admin	413,670	419,131	458,724	1
6090	Directors Compensation - MWDOC				
6095	Directors Compensation - MWD				
6105	Benefits - Admin	145,500	133,524	149,487	
6115	Benefits - Directors				
6120	Health Insurance Coverage for Retirees				
6205	Training				
6210	Tuition Reimbursement				
6220	Temporary Help				
7010	Engineering - Outside Services	70,000	70,000	215,000	2
7020	Legal - General				
7030	Audit				
7040	Other Professional Fees				
7045	Other Professional Fees - MET				
7110	Conference - Employee				
7115	Conference - Directors				
7150	Travel & Accommodations - Employee				
7155	Travel & Accommodations - Director				
7210	Membership / Sponsorship				
7250	CDR Participation				
7310	Office Maintenance				
7320	Rents & Leases				
7330	Office Supplies				
7340	Postal / Mail Delivery				
7350	Subscriptions / Books				
7360	Reproduction Expense	-	-	-	
7410	Computer & Peripherals Maint				
7430	Software Purchase				
7440	Software Support				
7450	Software Development				
7510	Site Maintenance				
7540	Computers and Equipment				
7580	Maintenance Expense				
7610	Automotive / Mileage				
7615	Toll Road Charges				
7620	Insurance Expense				
7640	Utilities - Telephone				
7650	Bank Fees				
7670	Miscellaneous Expenses				
8410	Overhead Reimbursement				
8610	Depreciation Expense				
8710	Election Expenses				
8810	Capital Acquisition				
	Total Expenditure	629,170	622,655	823,211	

1 Admin Staff hours & costs moved from 11 (40%), 12 (20%) to 23 to provide a better estimate of the costs of MET Activities.

2 Includes funding for local project decision-making, MET advocacy, MET workgroup and start of UWMP

Government Affairs
31

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	77,115	65,323	145,559
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	36,386	5,315	45,351
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	254,000	290,000	280,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense	6,000	-	-
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	10,500	6,000	16,800
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	384,001	366,638	487,710

1 • Townsend \$ 90,000
• Barker \$ 96,000
• Ackerman \$ 36,000
• Lewis Consulting \$ 48,000
• Travel & Misc expenses \$ 10,000
\$ 280,000

2 • State & Federal Legislative Tracking \$ 3,500
• Legislative Outreach & Briefings \$ 7,000
• Water Policy Dinners \$ 6,300
\$ 16,800

3 • Townsend \$ 117,000
• Barker \$ 84,000
• Travel/Miscellaneous \$ 5,000
• Lewis Consulting \$ 48,000
• Nossaman/Ackerman \$ 36,000
\$ 290,000

Public Affairs
32

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET	
6010	Salaries & Wages - Admin	192,083	156,270	166,876	
	Salaries & Wages - Reimb. from Grants				
6090	Directors Compensation - MWDOC				
6095	Directors Compensation - MWD				
6105	Benefits - Admin	59,664	51,152	51,204	
6115	Benefits - Directors				
6120	Health Insurance Coverage for Retirees				
6205	Training				
6210	Tuition Reimbursement				
6220	Temporary Help				
7010	Engineering - Outside Services				
7020	Legal - General				
7030	Audit				
7040	Other Professional Fees	212,500	204,415	65,600	1
7047	Prof Service-Grant Recovery				
7110	Conference - Employee				
7115	Conference - Directors				
7150	Travel & Accommodations - Employee				
7155	Travel & Accommodations - Director				
7210	Membership / Sponsorship				
7250	CDR Participation				
7310	Office Maintenance				
7320	Rents & Leases				
7330	Office Supplies				
7340	Postal / Mail Delivery	2,500	500	500	
7350	Subscriptions / Books				
7360	Reproduction Expense	41,187	35,875	44,725	2
7410	Computer & Peripherals Maint				
7430	Software Purchase			15,515	4
7440	Software Support				
7450	Software Development				
7510	Site Maintenance				
7540	Computers and Equipment				
7580	Maintenance Expense				
7610	Automotive / Mileage				
7615	Toll Road Charges				
7620	Insurance Expense				
7640	Utilities - Telephone				
7650	Bank Fees				
7670	Miscellaneous Expenses	28,500	28,000	12,250	3
8410	Overhead Reimbursement				
8610	Depreciation Expense				
8710	Election Expenses				
8810	Capital Acquisition				
	Total Expenditure	536,434	476,211	356,670	

1	Public Affairs Activities:	
	• Resolutions	\$ 5,000
	• Member Agency Workshops PAW	\$ 5,000
	• Consumer Confidence Reports	\$ 31,000
	• Website Hosting & Maintenance	\$ 7,500
	• Event Registration Fees	\$ 3,500
	• PAW meeting materials	\$ 2,600
	Subtotal	54,600

	Communications Plan Activities:	
	• Outreach	\$ 7,500
	• Marketing Materials	\$ 3,500
	Subtotal	\$ 11,000
		<u>\$ 65,600</u>

2	• Briefing Papers	\$ 2,500
	• Name Badges	\$ 1,850
	• Attire & Promo items	\$ 1,500
	• Folders 1000@\$4.25	\$ 4,250
	• Thumb Drives 1000@9.75	\$ 9,750
	• Brochures 1500 @ 3.25	\$ 4,875
	• Awards and Events	\$ 7,500
	• Promotional Items	\$ 12,500
		<u>\$ 44,725</u>

3	• On Site Printer for events	\$ 750
	• Children's Water Festival Sponsorship	\$ 3,500
	• Industry Events	\$ 3,500
	• Event Display Materials	\$ 2,500
	• Speaker Recognition	\$ 1,500
	• Microphone	\$ 500
		<u>\$ 12,250</u>

4	• Illustrator - Creative Suite	\$ 4,620
	• Smartdraw	\$ 2,145
	• ACT	\$ 7,500
	• Prezi	\$ 1,250
		<u>\$ 15,515</u>

**Water Use Efficiency
Policy Development (Core)**
35

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	30,115	30,151	34,719
6010	Salaries & Wages - Recovery from Grants			
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	10,265	16,390	9,534
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship	13,560	13,560	14,060
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	53,941	60,101	58,313

1 • CUWCC Dues	\$ 7,810
• South O.C. Watershed Mngmt Area Dues	5,750
• OC CLCA	500
	<u>\$ 14,060</u>

General Finance
41

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	364,463	297,061	275,116
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	119,368	80,426	89,675
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit	23,000	17,900	23,000
7040	Other Professional Fees	3,000	2,500	73,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			2,000
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	1,000	500	1,000
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition	2,000	2,000	
	Total Expenditure	512,831	400,387	463,790

1 • Custodial Bank fees	\$ 3,000
• Accounting Consulting	\$ 20,000
• Project Financial Consulting	\$ 50,000
	<u>\$ 73,000</u>

2 Financial Management System software
reporting & customized improvements

Information Technology
45

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET	
6010	Salaries & Wages - Admin	94,023	83,383	90,570	
6090	Directors Compensation - MWDOC				
6095	Directors Compensation - MWD				
6105	Benefits - Admin	36,735	34,142	35,778	
6115	Benefits - Directors				
6120	Health Insurance Coverage for Retirees				
6205	Training				
6210	Tuition Reimbursement				
6220	Temporary Help				
7010	Engineering - Outside Services				1 • Management Information System
7020	Legal - General				Consultant Support
7030	Audit				
7040	Other Professional Fees	2,000	-	-	1
7110	Conference - Employee				
7115	Conference - Directors				
7150	Travel & Accommodations - Employee				2 • Misc repairs, maint & components
7155	Travel & Accommodations - Director				
7210	Membership / Sponsorship				
7250	CDR Participation				
7310	Office Maintenance				3 • Misc software upgrades and License
7320	Rents & Leases				
7330	Office Supplies				
7340	Postal / Mail Delivery				4 • Investment software usage cost \$ 2,340
7350	Subscriptions / Books				• Financial Management System \$ 18,481
7360	Reproduction Expense				• Cisco Smartnet support \$ 790
7410	Computer & Peripherals Maint	7,500	5,742	6,500	• Misc NAV development \$ 2,000
7430	Software Purchase	9,500	8,270	7,000	• Jet Reports support \$ 958
7440	Software Support	54,400	54,015	24,569	\$ 24,569
7450	Software Development				
7510	Site Maintenance				
7540	Computers and Equipment			9,300	5 • 4 desktop computers \$ 2,800
7580	Maintenance Expense				• 3 Laptops \$ 3,000
7610	Automotive / Mileage				• Portable Projector \$ 500
7615	Toll Road Charges				• Miscellaneous hardware \$ 3,000
7620	Insurance Expense				\$ 9,300
7640	Utilities - Telephone				
7650	Bank Fees				
7670	Miscellaneous Expenses	3,200	500	3,200	
8410	Overhead Reimbursement				
8610	Depreciation Expense				
8710	Election Expenses				
8810	Capital Acquisition	21,500	21,292		
	Total Expenditure	228,858	207,344	176,917	

**Water Use Efficiency
(choice)
62**

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4215	Choice Revenue	683,599	683,599	785,805
4705	Prior Year Carry over			
	Choice billing over/under		13,904	
	Total Revenue	683,599	697,503	785,805

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	353,414	371,391	354,468
6012	Salaries & Wages - Recovery from Grants	(20,851)	(22,194)	(16,437)
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	121,594	120,749	120,651
	Overhead Reimbursement	125,442	123,627	127,122
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	99,000	98,929	195,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7240	AAWARRF Participation			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases	-		-
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	5,000	5,002	5,000
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	683,599	697,503	785,805

1 Recovery from WUE Grants for some Salaries and Benefits:

• CII Large Landscape Program	\$ 2,437
• Comprehensive Landscape Water Use	\$ 12,000
• CII Large Landscape North County	\$ 2,000
	<u>\$ 16,437</u>

2 • Project Audit	\$ 5,000
• Marketing of WUE programs	\$ 40,000
• Water Smart Landscape	\$ 55,000
• California Sprinkler Adjustment Program	\$ 35,000
• Landscape Design Assistance Program	\$ 35,000
• Landscape Ordinance Plan Review	\$ 25,000
	<u>\$ 195,000</u>

**School Program
(choice)
63**

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4215	Choice Revenue	176,682	176,683	205,109
4205	School Contracts	70,000	70,000	70,000
4705	Prior Year Carry over			
	Choice billing over/under		(7,548)	
	Total Revenue	246,682	239,135	275,109

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	8,753	7,432	9,482
6010	Sal & Wages - Reimb. from DSC & Grants		-	
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	2,784	2,327	2,990
	Overhead Reimbursement	3,334	2,563	3,638
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7040	Other Professional Fees - DSC	228,000	206,812	234,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense	17,500	17,500	17,500
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	7,500	2,500	7,500
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	267,871	239,135	275,109

1 • Assemblies; FY14-15
Goal is 75,000 students

2 • School books and other printings

3 • Demonstration supplies including new Ricki Pencils and Stickers for education presentation

South Orange Coastal Ocean Desal
(choice)
64

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4215	Choice Revenue	0	0	37,922
4705	Prior Year Carry over			
	Choice billing over/under		4,246	
	Total Revenue	0	4,246	37,922

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin		2,561	22,320
	Salaries & Wages - Reimb. from Grants			
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin		807	7,121
	Overhead Reimbursement		878	8,480
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accomodations - Employee			
7155	Travel & Accomodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	-	4,246	37,922

ONLY STAFF RELATED COSTS
SHOWN

Costs shown are minimal effort and
could increase

**Poseidon Desal
(choice)
65**

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4215	Choice Revenue	47,565	47,565	-
4705	Prior Year Carry over			
	Choice billing over/under		(12,328)	
	Total Revenue	47,565	35,237	-

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	27,996	21,253	-
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	8,833	6,209	-
	Overhead Reimbursement	10,737	7,775	-
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accomodations - Employee			
7155	Travel & Accomodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	47,565	35,237	-

ONLY STAFF RELATED COSTS
SHOWN

Costs shown are minimal effort and
could increase

**Value of Water
(choice)
67**

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4215	Choice Revenue			148,250
	Total Revenue	-	-	148,250

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin		-	-
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin		-	-
	Overhead Reimbursement			-
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			88,500
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accomodations - Employee			
7155	Travel & Accomodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			23,000
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			36,750
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	-	-	148,250

- 1 • Outreach
 - Temporary In-House Staffing
 - Gas Station Pump Video Adds
 - Bus Shelter Adds
 - Public Service Announcements
 - Website Development (Microsite)
 - Mobile Application Development
- 2 • Printed Marketing Materials
 - Water Bill Inserts
- 3 • Regional Advertising
 - Digital and Social Media Marketing
 - Event Booth Materials
 - Promotional Items (for events)

**WEROC
25**

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4320	Revenues from MWDOC	108,820	108,820	128,508
4210	WEROC Contracts	104,907	104,907	126,973
4705	Prior Years Carryover	(150)	(7,307)	(0)
4205				
4230	Reimbursements			
4240				
4410				
4805				
	Total Revenue	213,577	206,420	255,481

6 • OCSD	\$ 24,015
• SOCWA	\$ 9,708
• OCWD	\$ 64,126
• 3 Cities -- \$9,708ea	\$ 29,124
	<u>\$ 126,973</u>

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	122,899	119,220	141,062
6012	Salaries & Wages - Recovery from Grants			
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	43,408	42,027	55,813
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	1,000	4,610	3,000
7110	Conference - Employee	1,500	200	1,800
7115	Conference - Directors			
7150	Travel & Accomodations - Employee	3,000	200	3,500
7155	Travel & Accomodations - Director			
7210	Membership / Sponsorship	230	200	205
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases	16,560	17,133	18,183
7330	Office & Radio Supplies	1,000	1,000	1,000
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense	200	200	200
7410	Computer & Peripherals Maint	3,730	1,000	4,642
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance	850	735	850
7540	Computers and Equipment			
7580	Maintenance Expense	2,000	4,000	2,000
7581	Maintenance - Radios	1,000	4,860	1,000
7582	Maintenance - Miscellaneous	3,000	2,000	3,000
7610	Automotive / Mileage	600	447	600
7615	Toll Road Charges	100	127	125
7620	Insurance Expense	1,500	250	1,500
7640	Utilities - Telephone	10,000	7,211	10,000
7650	Bank Fees			
7670	Miscellaneous Expenses	750	750	1,000
7671	Miscellaneous Training	250	250	1,000
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	213,577	206,420	250,481

1 Catalina Repeater (6% increase)

2 Janitorial services for 2 EOCs.

3 • Generators	\$ 2,000
• OA radios	\$ 1,000
• Misc	\$ 3,000
	<u>\$ 6,000</u>

4 Land-line and cellular phones, and DSL

5 • WEROC Staff & Agencies trainings

Sinking Fund (generator/radio)

	5,000
213,577	206,420
	<u>255,481</u>

AMP Proceeds Agreement Administration
61

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
4020	Interest Revenue	-		-
4050	O & M Maintenance Deposit	-	-	-
4230	Reimbursement and Carryover Funds	5,000	7,369	
4680	Miscellaneous Income	-		-
4205				
4220				
4240				
4410				
4805				
	Total Revenue	5,000	7,369	-

Participating Member agencies will be billed annually per the AMP sales admin agreement to cover legal and audit expenses until the RPOI ends in 2016

		FY 2013-2014 BUDGET	FY 2013-2014 PROJECTED ACTUALS	FY 2014-2015 PROPOSED BUDGET
6010	Salaries & Wages - Admin	-	895	-
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin		216	
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees	-	-	-
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Engineering - Outside Services			
7020	Legal - General	2,500	3,259	
7030	Audit	2,500	3,000	
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7540	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	5,000	7,369	-

Exhibit D

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Proposed District Memberships/Sponsorships Fiscal Year 2014-2015

Association	Budget	Projected	Budget	Approval included in
	FY 2013-2014	FY 2013-2014 Actuals	FY 2014-2015	
LAFCO	\$ 25,000	\$ 24,339	\$ 25,000	√
Subtotal Cost Center 11	25,000	24,339	25,000	
Association of California Cities- Orange County (ACCOC)	\$ 5,000	\$ 5,000	\$ 10,000	√
American Water Works Association (AWWA)	1,550	1,476	1,550	√
Association. of Calif. Water Agencies (ACWA)	15,620	15,631	15,631	√
Federal Affairs				
Local Government				
Water Management				
Joint Powers Ins. Auth.				
Association of Public Treasurers (APT)	145	145	145	√
CA Chamber of Commerce (HR California)	499	449	499	√
CALDESAL	5,000	5,000	5,000	√
California Municipal Treasurers Association (CMTA)	155	155	155	√
California Society of Municipal Finance Officers (CSMFO)	125	125	125	√
CA Special Districts Assn. (CSDA)	5,225	5,294	5,294	√
Children's Education Foundation of Orange County "Gift of History"			1,500	√ New
Chinese American Chamber of Commerce			1,150	√ New
Colorado River Water Users Assn. (CRWUA)	100	40	100	√
eCivis, LLC - Grants Locator	3,900	3,900	3,900	√
Fillipino Chamber of Commerce			250	√ New
Government Finance Officers Association (GFOA)	165	165	165	√
Indep. Special Districts of Or. Co. (ISDOC)	200	200	200	√
Korean Chamber of Commerce			100	√ New
Latino Business Association			250	√ New
League of Women Voters - 4 Orange County Chapters			500	√ New
National Ground Water Association	-	-		
Municipal Information Systems Association of California (MISAC)	-	-		
International Personnel Management Association	105	105	105	√
National Water Resources Assn., Mun. Caucus	500	500	500	√
Orange County Business Council (OC Chamber)	1,500	1,500	1,500	√
Orange County Coast Keepers			100	√ New
Orange County Emplmnt Rltns Consortium (Liebert, Cassidy & Whitmore)	2,994	2,894	2,994	√
Orange County Public Affairs Association	150	150	150	√
Orange County Water Association (OCWA)	200	200	200	√
Public Agency Risk Managers Association (PARMA)	100	100	100	√
Public Relations Society of America/O.C.	300	300	300	√
Santiago Aqueduct Commission	3,906	3,906	3,906	√
Society of Human Resources Management (SHRM)	160	180	180	√
South Orange County Chamber of Commerce			5,000	√ New
Southern California Water Committee	850	850	850	√
Surfrider Foundation			100	√ New
Vietnamese Chamber of Commerce			500	√ New
Water Education Foundation	578	578	578	√
Subtotal Cost Center 12	49,027	48,843	63,577	
CA Urban Water Conservation Council sponsorship	7,810	7,810	7,810	√
OC Chapter-Calif. Landscape Contractors Assoc.			500	√
South OC Watershed Management Area Dues	5,750	5,750	5,750	√
Subtotal Cost Center 35	13,560	13,560	14,060	
General Fund Total	\$ 87,587	\$ 86,742	\$ 102,637	
InfraGard	\$ 55	\$ 55	\$ 55	√
California Emergency Services Association	175	145	150	√
WEROC Program Total	230	200	205	
GRAND TOTAL	\$ 87,817	\$ 86,942	\$ 102,842	

Exhibit E

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Summary of Proposed Staff Registration & Travel Budget ⁽¹⁾ Fiscal Year 2014-2015

Conference / Meeting	Registration	Travel ⁽¹⁾	Approval included in Budget Approval
ACWA - DC Conference (2 staff)	\$ 1,200	\$ 3,800	✓
- Fall Conference (3 staff)	1,650	2,000	✓
- Spring Conference (3 staff)	1,650	4,200	✓
- Legislative Symposium (2 staff)	500	1,000	✓
ACWA Region 10 (2 Staff)	150	200	New
AWWA Fall Conference (1 staff)	475	1,500	✓
AWWA Spring Conference (1 staff)	475	1,000	✓
Bond Buyers Conference (1 Staff)	100	800	✓
California Dept. of Health Svcs Certif Stakeholder Mtg. (2 Trips)		800	✓
California Dept. of Water Resources (USC & ITP) (1 staff)		500	✓
Calif. Soc. of Mun. Finance Officers (2 staff)	200	400	✓
Cal Desal Conference (2 staff)	500	400	✓
CRWUA - Fall (3 staff)	1,275	1,500	✓
CSDA Annual Conference (1 staff)	300	200	✓
CUWCC Board Plenary & Committee Meetings (9 meetings)		3,600	✓
Gov. Finance Officers Assoc. Seminar (1 staff)	300	600	✓
Information Technology Seminar (3 staff)	600	1,200	✓
Irrigation Association Annual Conference (1 staff)	300	900	✓
Liebert Cassidy & Whitmore Employment Law Conference (2 Staff)	950	-	✓
NWRA Legislative DC Trip (1 staff)	600	1,500	New
Sacramento Legislative Advocacy (4 trips)		1,600	✓
Municipal Treasurer's Association Conference (2 staff)	600		✓
Urban Water Institute (2x)		600	✓
Washington Legislative Advocacy (5 trips)		7,500	✓
Water Smart Innovations (1 Staff)	300	500	✓
Miscellaneous*	1,800	2,000	✓
General Fund Total **	\$ 13,925	\$ 38,300	
AWWA Security Congress (1 WEROC staff)	600	1,500	✓
California Emergency Services Association (2 WEROC staff)	1,200	2,000	✓
WEROC Program Total	\$ 1,800	\$ 3,500	
PROPOSED GENERAL FUND BUDGET	\$ 13,925	\$ 38,300	

* Includes OCWA lunch meetings, ISDOC, OCBC, SCWC, League of Cities, Misc. Assoc/Committee meetings and related business meeting expenses.

** Excludes automotive mileage.

(1) Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

Exhibit F

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Summary of Proposed Board Registration & Travel Budget Fiscal Year 2014-2015

Conference	Registration	Travel ⁽¹⁾	Approval included in Budget Approval
ACWA DC Conference (2 Directors)	\$ 1,200	\$ 3,800	New
ACWA Fall Conference (3 Directors)	\$ 1,650	\$ 2,000	√
ACWA Spring Conference (3 Directors)	\$ 1,650	\$ 4,200	√
ACWA Legislative Symposium (2 Directors)	\$ 500	\$ 1,000	New
ACWA Region 10 (2 Directors)	\$ 150	\$ 200	√
Bond Buyers Conference (2 Directors)	\$ 200	\$ 1,600	√
CRWUA Fall Conf (2 Directors)	\$ 850	\$ 1,000	√
CSDA Annual Conference (1 Director)	\$ 300	\$ 200	New
NWRA Fall Conference (1 Director)	\$ 550	\$ 1,200	New
NWRA Summer Conference (1 Director)	\$ 550	\$ 1,200	New
NWRA Legislative DC Trip (2 Directors)	\$ 1,200	\$ 3,000	New
Sacramento Legislative Advocacy (8 Trips)		\$ 3,200	New
Washington DC Legislative Advocacy (5 trips)		\$ 7,500	√
Urban Water Institute (2 Directors)		\$ 600	√
Miscellaneous*	\$ 1,000	\$ 1,600	√
TOTAL **	\$ 9,800	\$ 32,300	
 PROPOSED GENERAL FUND BUDGET	 \$ 9,800	 \$ 32,300	

* Includes OCWA lunch meetings, ISDOC, OCBC, SCWC, League of Cities, Misc. Assoc/Committee meetings and related business meeting expenses.

** Excludes automotive mileage.

(1) Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

Exhibit J
Professional / Special Services Authorized
Core Fund

Department	Consultant	Service	Budget FY 13-14	Budget FY 14-15	Approval included in Budget Approval
Engineering Expenses					
Planning & Operation (21)	(To be determined)	Various Engineering/Technical Services	100,000	140,000	√
Met Issues & Special Projects (23)	Ed Means Consulting	Consulting on MET issues	62,500	60,000	√
	Ron Gastelum Consulting		7,500	10,000	√
	(To be determined)	Urban Water Management Plan		65,000	√
	(To be determined)	Decision Making OC Investments		80,000	√
Total Engineering Expenses			170,000	355,000	
Legal Expenses					
Administration (11 & 13)	Best, Best & Krieger	General Legal Counsel Services	229,000	300,000	√
			-		
	Aleshire & Wynder	Legal Counsel Services Regarding San Diego County Water Authority	70,000	20,000	√
	Demsey, Filliger & Associates, LLC	OPEB Actuarial		3,000	√
	Best, Best & Krieger	Legal Service regarding Pension Plan, Deferred Compensation, Risk Management, Personnel Issues	5,500	6,000	√
Total Legal Expenses			304,500	329,000	
Audit Expenses					
Finance (41)	Vavrinek, Trine, Day & Co., LLP	Annual Financial Audit and Federal Single Audit	23,000	23,000	√
Training					
Administration (13)	TBD/Cal State University Fullerton Leadership	Staff Development/Training/indiv. Employee training	14,200	18,000	√
Professional Fees					
Administration (12 & 13 & 19)	*Dissinger Associates	Pension Plan Administration	3,000	3,400	√
	*Arnerich & Associates	Evaluate fund portfolio on a semi annual basis for 401 and 457 Plan	10,000	15,000	√
	*Wage Works	Cafeteria Plan Administration	2,000	2,400	√
	Blytheco	HR Maintenance	350	500	√
	(To be determined)	Salary and Benefit Benchmark study		20,000	√
	(To be determined)	EAP	1,452		√
	ECS, Inc.	Info. Management Professional Services	3,800	3,800	√
Governmental Affairs (31)	Townsend Public Affairs	State Legislative Advocate	120,000	90,000	√
	James C. Barker	Federal Legislative Advocate	42,000	96,000	√
	Lewis Consulting	County Issues Consulting	48,000	48,000	√
	Ackerman	Legal and Regulatory	36,000	36,000	√
	(To be determined)	Miscellaneous	8,000	10,000	√
Public Affairs (32)	Stetson Engineers	Consumer Confidence Report (CCR) Technical Water Quality Advisor	31,000	31,000	√
	(To be determined)	Public Outreach	66,365	7,500	√
	(To be determined)	Collateral materials update and resolutions	5,000	5,000	√
	(To be determined)	Event Registration Fees	5,000	3,500	√
	(To be determined)	PAW Meeting Materials	22,500	2,600	√
	(To be determined)	Client Agency Workshops for PAW	12,335	5,000	√
	(To be determined)	Marketing Materials		3,500	√
	(To be determined)	Project WET/Focus Groups	66,100		
	(To be determined)	Website updates and Maintenance	4,200	7,500	√
Finance & IT (41 & 45)	McClure Consulting	MIS consultant fees	2,000	-	√
	*Union Bank	Custodial Bank fees	3,000	3,000	√
	(To be determined)	Accounting Consulting		20,000	√
	(To be determined)	Project Financial Consulting		50,000	√
Total Professional Fees			492,102	463,700	

Exhibit J
Professional / Special Services Authorized
Trustee Activities

Department	Consultant	Service	Budget FY 13-14	Budget FY 14-15	Approval included in Budget Approval
Legal Expenses					
AMP Administration (61)	Best, Best & Krieger	AMP Administration, 1996 COPS	2,500	Closed	√
Audit Expenses					
AMP Administration (61)	(To be determined)	Annual Audit	2,500	Closed	√

* Upon approval of the budget by the Board, staff is authorized to use these professional services. All other professional services will be brought before the Committees and Board pursuant to the procedures set out in Chapter 8, Contracts section of the MWDOC Administrative Code.

Exhibit J1
Professional / Special Services Authorized
Choice Funds

Department	Consultant	Service	Budget FY 13-14	Budget FY 14-15	Approval included in Budget Approval
Professional Fees					
Water Use Efficiency (62)	*ConserVision Consulting, LLC	Water Smart Landscape	54,000	55,000	√
	(To be determined)	Printing of marketing materials for all WUE programs	40,000	40,000	√
	Enterprise Information Systems	California Sprinkler Adjustment Program		35,000	√
	(To be determined)	Landscape Design Assistance Program		35,000	√
	Gilbert & Associates	Project Audit	5,000	5,000	√
Value of Water (67)	(To be determined)	Landscape Ordinance Plan Review		25,000	√
	(To be determined)	Outreach		25,000	√
	(To be determined)	Temporary In-House Staffing		20,000	√
	(To be determined)	Gas Station Pump Video Adds		12,000	√
	(To be determined)	Bus Shelter Adds		12,500	√
	(To be determined)	Public Service Announcements		8,000	√
	(To be determined)	Website Development		3,500	√
	(To be determined)	Mobile Application Development		7,500	√
School Program (63)	Discovery Science Center	Assemblies	228,000	234,000	√
Total Professional Fees			327,000	517,500	

* Upon approval of the budget by the Board, staff is authorized to use these professional services. All other professional services will be brought before the Committees and Board pursuant to the procedures set out in Chapter 8, Contracts section of the MWDOC Administrative Code.

Municipal Water District of Orange County
Fiscal Year 2013-2014 Consolidated Budget Summary

DRAFT #6

	General Fund	Water Fund	Water Use Efficiency	WEROC	AMP Proceeds Agreement Administration	RPO ^[1]	Phase III Desalinization	Total with Inter-Fund Transfers	Less Inter-Fund Transfers ^[2]	Consolidated Budget Total
Revenues:										
Water Sales		\$ 159,087,306						\$ 159,087,306		\$ 159,087,306
Retail Meter Charge	5,121,824							5,121,824		5,121,824
Water Increment Charge	709,839							709,839		709,839
Interest Revenue	138,000	4,630						142,630		142,630
MWDOC's Contribution			49,000					157,820	(157,820)	-
Outside Fundings	-		2,326,244					4,055,816		4,055,816
Carryover Funds				104,907	5,000		115,459	115,309		115,309
Choice Revenue	977,847			(150)				1,110,259		1,110,259
Miscellaneous Income								3,000		3,000
Total Revenues	6,947,510	159,091,936	2,375,244	213,577	5,000	1,619,665	115,459	170,503,803	(157,820)	170,345,983
Expenses:										
Water Purchases		159,087,306						159,087,306		159,087,306
Salaries & Wages	2,914,176			122,899				3,037,075		3,037,075
less S & W Reimb. DSC or Recov from Grants	(20,851)							(20,851)		(20,851)
Employee Benefits	1,093,170			43,408				1,136,579		1,136,579
Engineering Expense	170,000							170,000		170,000
Professional Fees	797,913			1,000			115,459	3,310,805	(49,000)	3,261,805
Election Expense (annualized)			2,375,244					-		-
Legal Expense - General	304,500				2,500			307,000		307,000
Maintenance Expense	104,880			3,850				108,730		108,730
Insurance Expense	96,000			1,500				97,500		97,500
Membership / Sponsorship	88,087			230				88,317		88,317
Director Compensation	200,357							200,357		200,357
MWDOC Contribution to WEROC	108,820							108,820	(108,820)	-
MWDOC Contribution to Desalinization								-		-
RPOI Distribution to Member Agencies						1,619,665		1,619,665		1,619,665
Others:										
MWD Representation	114,490							114,490		114,490
Director Benefits	87,592							87,592		87,592
Health Insurance Coverage for Retirees	44,463							44,463		44,463
Audit Expense	23,000				2,500			25,500		25,500
Automotive & Toll Road Expenses	15,590			700				16,290		16,290
Conference Expense - Staff	12,520			1,500				14,020		14,020
Conference Expense - Directors	7,960							7,960		7,960
CDR Participation	39,140							39,140		39,140
Business Expense	7,000							7,000		7,000
Miscellaneous Expense	91,110			4,000				95,110		95,110
Postage / Mail Delivery	15,100							15,100		15,100
Rents & Leases	14,308			16,560				30,868		30,868
Outside Printing, Subscription & Books	70,987			200				71,187		71,187
Office Supplies	24,000			1,000				25,000		25,000
Computer Maintenance	7,500			3,730				11,230		11,230
Software Support & Expense	63,900							63,900		63,900
Computers and Equipment				10,000				26,900		26,900
Telecommunications Expense	16,900							-		-
Temporary Help Expense								14,200		14,200
Tuition Reimbursement	14,200							6,000		6,000
Travel & Accommodations - Staff	6,000							31,360		31,360
Travel & Accommodations - Directors	28,360			3,000				15,950		15,950
MWDOC Building Expense	15,950							315,000		315,000
WEROC Sinking Fund Expense (generator & radios)	315,000									
Capital Acquisition	23,500							23,500		23,500
Total Expenses	6,915,622	159,087,306	2,375,244	213,577	5,000	1,619,665	115,459	170,353,962	(157,820)	170,195,243
EFFECT ON RESERVES / FUND BALANCE	\$ 31,888	\$ 4,630 ^[3]	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 150,741	\$ -	\$ 150,740

- 1 Revised Percentage Of Investment (RPOI) - distribution of installment AMP sales proceeds from bond participants.
- 2 Adjustment for MWDOC's contributions to other funds.
- 3 Net change to restricted reserves for interest revenue.

Municipal Water District of Orange County
Fiscal Year 2014-2015 Consolidated Budget Summary

	General Fund	Water Fund	Water Use Efficiency	WEROC	RPOI ^[1]	Total with Inter-Fund Transfers	Less Inter-Fund Transfers ^[2]	Consolidated Budget Total
Revenues:								
Water Sales		\$ 181,841,285				\$ 181,841,285		\$ 181,841,285
Retail Meter Charge	6,256,517					6,256,517		6,256,517
Water Increment Charge	124,277					124,277		124,277
Interest Revenue	138,000	4,275				142,275		142,275
MWDOC's Contribution			49,000	128,508		177,508	(177,508)	-
Outside Fundings	-		3,681,332	126,973	4,921	3,813,226		3,813,226
Carryover Funds				(0)		(0)		(0)
Choice Revenue	1,247,086					1,247,086		1,247,086
Miscellaneous Income	3,000					3,000		3,000
Total Revenues	7,768,880	181,845,560	3,730,332	255,481	4,921	193,605,173	(177,508)	193,427,665
Expenses:								
Water Purchases		181,841,285				181,841,285		181,841,285
Salaries & Wages	2,866,214			141,062		3,007,277		3,007,277
less S & W Reimb. DSC or Recov from Grants	(16,437)					(16,437)		(16,437)
Employee Benefits	1,061,836			55,813		1,117,650		1,117,650
Engineering Expense	355,000					355,000		355,000
Professional Fees	981,200					981,200		981,200
Election Expense (annualized)	444,000		3,730,332	3,000		4,714,532	(49,000)	4,665,532
Legal Expense - General	329,000			-		329,000		329,000
Maintenance Expense	129,568			3,850		133,418		133,418
Insurance Expense	97,000			1,500		98,500		98,500
Membership / Sponsorship	102,637			205		102,842		102,842
Director Compensation	210,342					210,342		210,342
MWDOC Contribution to WEROC					4,921			
MWDOC Contribution to Desalination						128,508	(128,508)	-
RPOI Distribution to Member Agencies	128,508							
Others:								
MWD Representation	120,197					120,197		120,197
Director Benefits	93,148					93,148		93,148
Health Insurance Coverage for Retirees	50,244					50,244		50,244
Audit Expense	23,000					23,000		23,000
Automotive & Toll Road Expenses	14,550			725		15,275		15,275
Conference Expense - Staff	13,925			1,800		15,725		15,725
Conference Expense - Directors	9,800					9,800		9,800
CDR Participation	39,961					39,961		39,961
Business Expense	7,000					7,000		7,000
Miscellaneous Expense	120,400			5,000		125,400		125,400
Postage / Mail Delivery	11,100					11,100		11,100
Rents & Leases	16,708			18,183		34,891		34,891
Outside Printing, Subscription & Books	92,225			200		92,425		92,425
Office Supplies	24,288			1,000		25,288		25,288
Computer Maintenance	6,500			4,642		11,142		11,142
Software Support & Expense	51,384					51,384		51,384
Computers and Equipment	9,300			-		9,300		9,300
Telecommunications Expense	16,900			10,000		26,900		26,900
Temporary Help Expense	-					-		-
Training Expense	18,000					18,000		18,000
Tuition Reimbursement	6,000					6,000		6,000
Travel & Accommodations - Staff	38,300			3,500		41,800		41,800
Travel & Accommodations - Directors	32,300					32,300		32,300
MWDOC Building Expense	168,000					168,000		168,000
WEROC Sinking Fund Expense (generator & radios)				5,000		5,000		5,000
Capital Acquisition	-					-		-
Total Expenses	7,672,098	181,841,285	3,730,332	255,481	4,921	193,504,117	(177,508)	193,326,610
EFFECT ON RESERVES / FUND BALANCE	\$ 96,782	\$ 4,275^[3]	\$ -	\$ -	\$ -	\$ 101,056	\$ -	\$ 101,055

1 Revised Percentage Of Investment (RPOI) - distribution of installment AMP sales proceeds from bond participants.

2 Adjustment for MWDOC's contributions to other funds.

3 Net change to restricted reserves for interest revenue.