



# BUDGET FY 2016-17 FIRST DRAFT Municipal Water District of Orange County

March 9, 2016

# Budget Summary

💧 Total Expenses: \$ 153,352,416

💧 Water Purchases: \$ 139,750,585

💧 Operating Expenses:

💧 CORE \$ 7,632,356

💧 CHOICE \$ 1,580,080

💧 CONSOLIDATED \$ 9,212,437

💧 Revenue \$ 8,709,877  
Reserves \$ <502,560>

+ 3.4%

💧 Comparison Rate  
💧 Connection Charge

\$ 11.30



# MAJOR BUDGET VARIANCES

💧 Election Expense	\$592,000
💧 Engineering Expense	\$105,000
💧 Employee Benefits	\$101,983
💧 Professional Fees	<\$ 91,994>
💧 Outside Printing	<\$ 40,445>
💧 Legal Expenses	<\$ 35,000>





# MWDOC OUTSIDE FUNDING



## Water Use Efficiency

- 💧 \$22.8 M (FY 2014-15)
- 💧 \$25.2 M (FY 2015-16)
- 💧 \$ 4.3 M (FY 2016-17)



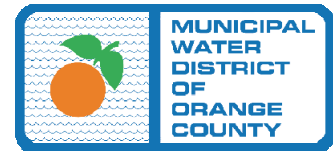
## Local Resource Program

- 💧 \$12.2 M (FY 2014-15)
- 💧 \$15.5 M (FY 2015-16)
- 💧 \$16.1 M (FY 2016-17)

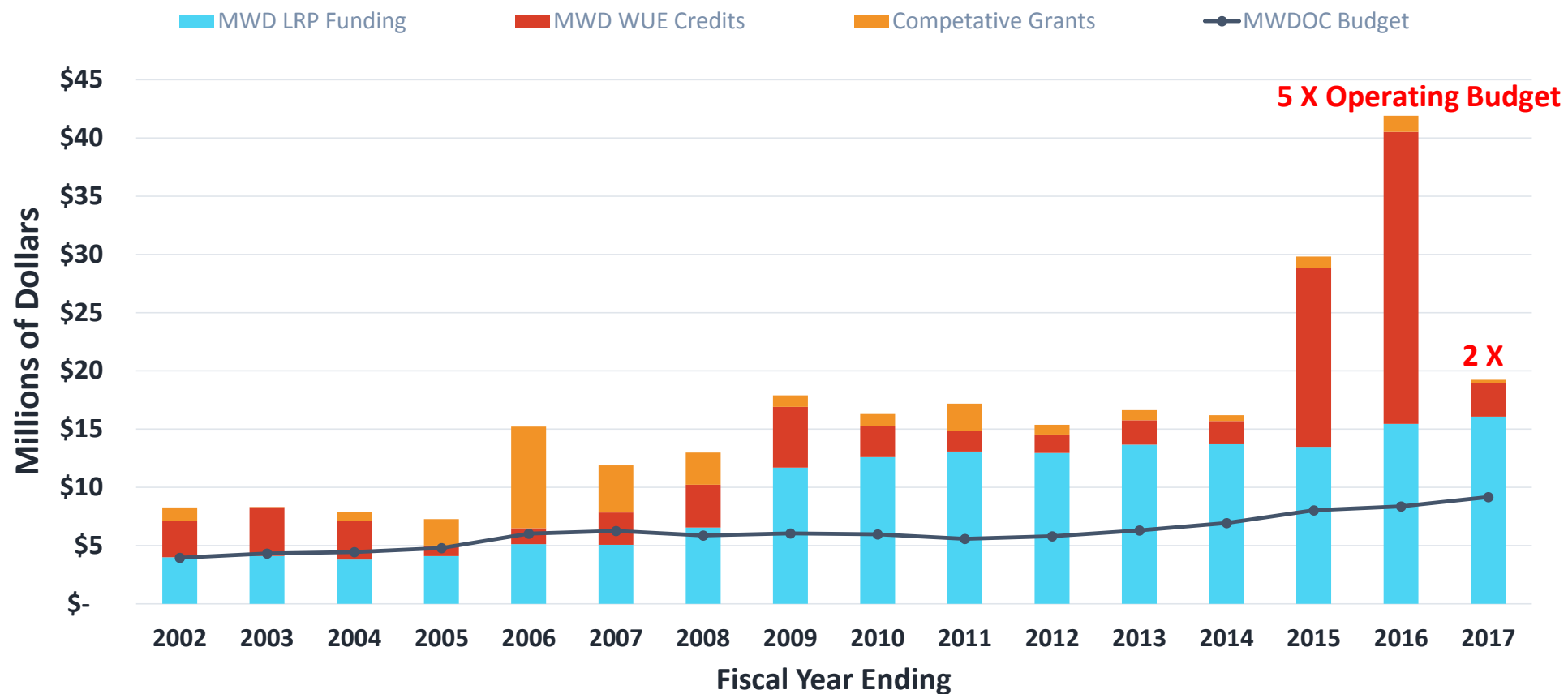


## TOTAL OUTSIDE FUNDING

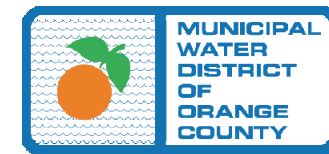
💧 \$20.3 Million



# MWDOC OUTSIDE FUNDING

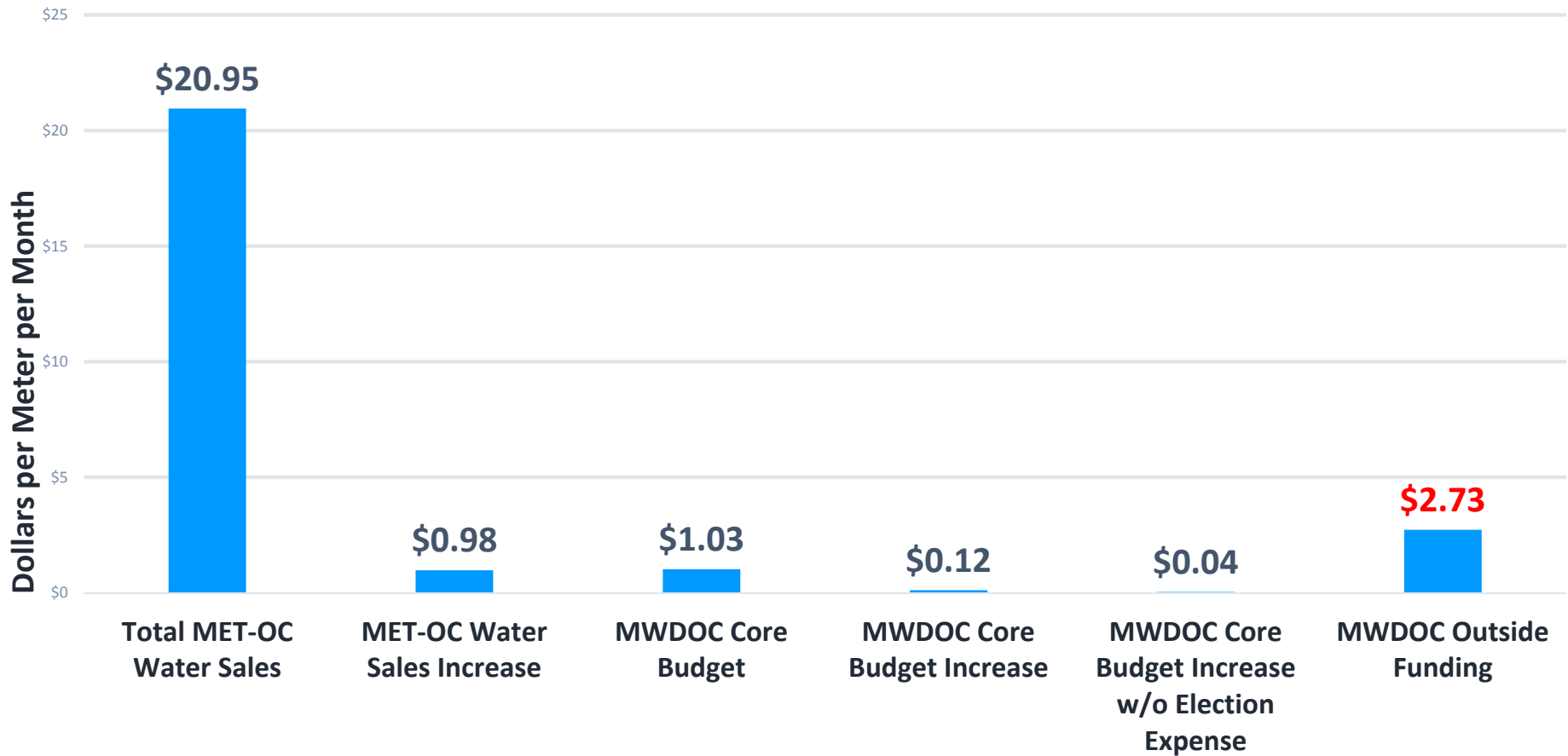


# Metropolitan's Rates (Two-Year Budget: 4.0% + 4.0%)



Rate Type	2016 Approved	2017 Proposed	2018 Proposed	% Increase (2016-17)
Full Service Untreated Volumetric Cost (\$/AF)				
<b>UNTREATED COST IMPACT</b>		<b>8.54% Increase</b>		
Full Service Treated Volumetric Cost (\$/AF)				
<b>TREATED COST IMPACT</b>		<b>2.82% Increase</b>		
<b>MWDOC WEIGHTED IMPACT</b>				<b>4.68% Increase</b>

# MET and MWDOC Total Cost per Meter per Month FY2016-17



# PROPOSED MWDOC RATES FY 2016-17

- 💧 Rates that are shown in the budget are based on the current rate structure
  - 💧 100% Fixed – 0% Variable
  - 💧 Retail Meter Basis (\$11.30/meter)
- 💧 Results of ongoing Rate Study will be Incorporated
  - 💧 Any change would be to rate structure not to Budget





# Key MWDOC Projects FY 2016-17



- 💧 Metropolitan Focus
  - 💧 Integrated Resource Plan Policy Issues
  - 💧 LRP Funding
  - 💧 Storage & Allocation Programs
- 💧 OC Reliability Study Ongoing Actions
  - 💧 Regional & Local Projects - Funding
  - 💧 Poseidon
- 💧 Water Use Efficiency
- 💧 Communication Outreach Programs
  - 💧 California Water Fix & Drought
- 💧 MWDOC Website & Communication Surveys
- 💧 Government Affairs Activities



# CHOICE MWDOC Activities FY 2016-17



- 💧 **Water Use Efficiency**
- 💧 **School Program**
- 💧 **Communications Program**
- 💧 **Doheny Desal**
- 💧 **Water Loss Reduction Program**

# Budget Schedule

## FY 2016-17



### March 2016



A&F Committee (3-9)



CHOICE Program Discussions



Member Agency Manager's Discussion



Member Agency Presentations as Requested



### April 2016



Elected Officials Meeting (4-7)



A&F Committee Meeting (4-13)



Member Agency Formal Comments by April 15<sup>th</sup>



Member Agency Manager's Discussion



Member Agency Presentations as Requested



Confirm CHOICE Participation



### May 2016



Final Draft Budget & Rates to A&F Committee (5-11)



Member Agency Formal Comments



Member Agency Manager's Discussion



Board Approval (5-18)







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