

Marina Coast Water District
Agenda Transmittal

Agenda Item: 8A

Meeting Date: March 29, 2011

Submitted By: Suresh Prasad

Presented By: Kelly Cadiente

Reviewed By: Carl Niizawa

Agenda Title: Receive District Draft FY 2011-2012 Budgets, Rates, Fees and Charges for the Marina and Ord Community Service Areas and Provide Direction Regarding Preparation of the Final Budget Documents

Detailed Description: The Board is requested to receive the draft budget for FY 2011-2012 and provide direction to staff to include preparation of the final budget documents.

Each year, the District follows a budget development process that results in Board approval of the annual budget by June 30. On March 08, 2011, the District Board received the FY 2011-2012 draft budget and schedule, which included adopting the FY 2011-2012 Budget at its regular monthly meeting on June 14, 2011, with an effective date of July 1, 2011.

On March 23, 2011, the draft Ord Community budget was distributed and discussed with the FORA Water/Wastewater Oversight Committee (WWOC). On April 13, 2011, the WWOC will again review the Ord Community budget and recommend the draft Ord Community budget to the FORA Board. The FORA Board would normally be expected to adopt the budget sometime in May 2011.

The Draft FY 2011-2012 Budget includes operating and capital budgets in support of the District's two service areas and five cost centers (Marina and Ord Community). District overhead is apportioned to the cost centers according to a pre-determined formula (based on expense percentages). The allocation rate for this fiscal year has changed based on previous year (FY 2009-2010) audited expense figures. The draft budget includes a 7.8% rate increase for the Marina and Ord cost centers as proposed by the Bartle Wells Five Year Water & Wastewater Financial Plan and Rate Study. This Draft Budget includes several other key assumptions, which are contained in the Budget Summary Note.

Prior Committee or Board Action: The Board received the Draft FY 2011-2012 Budget and Budget Schedule on March 08, 2011.

Board Goals/Objectives: *2007/2008 Strategic Plan, Goal No. 4 – To manage the District's finances in the most effective and fiscally responsible manner.*

Financial Impact: ___ Yes ___ X No

Funding Source/Recap: None

Materials Included for Information/Consideration: FY 2011-2012 Budget Schedule; Draft FY 2011-2012 Budget Document.

Staff Recommendation: The Board of Directors receive the District Draft FY 2011-2012 Budget documents and associated supporting information for the Marina and Ord Community Service Areas and provide direction to staff to include preparation of the final budget documents.

Action Required: _____ Resolution _____ Motion X Review

Board Action

_____ Resolution No _____ Motion By _____ Seconded By _____

Ayes _____ Abstained _____

Noes _____ Absent _____

Reagendized _____ Date _____ No Action Taken _____