

Proposed Budget Summary

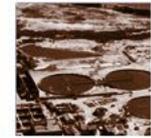
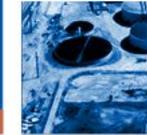
Fiscal Years 2020-21 and 2021-22

Presenter: Wally Ritchie, Controller

Administration Committee
June 10, 2020



Budget Presentations



February – Budget Assumptions

March – Revenues

April – Expenditures

May – Capital Improvement Program

June – Budget Overview

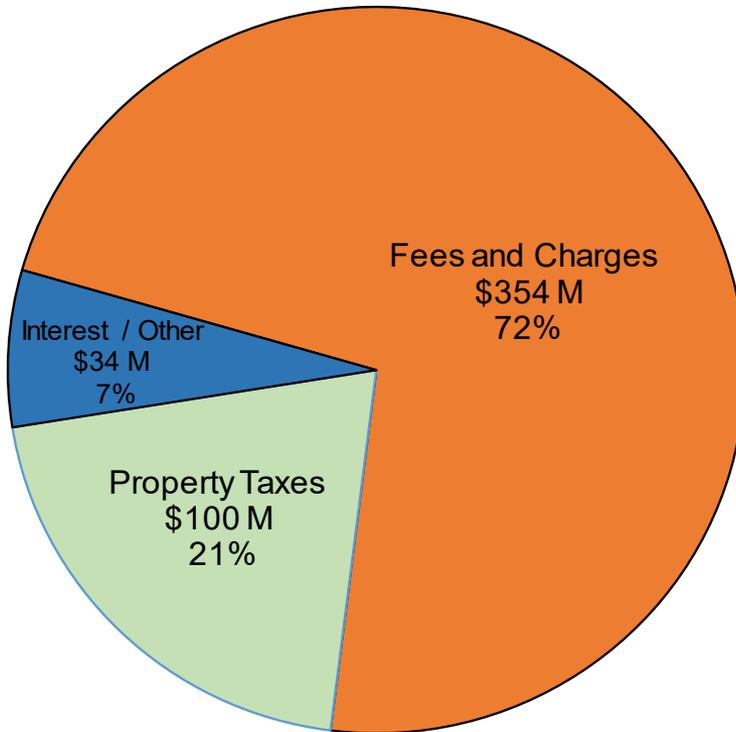
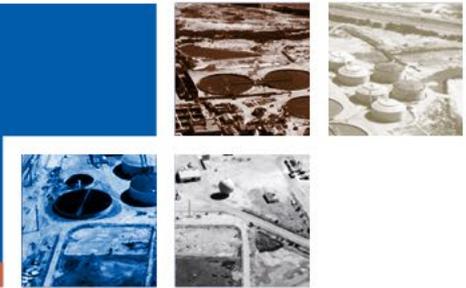
Proposed Budget Summary



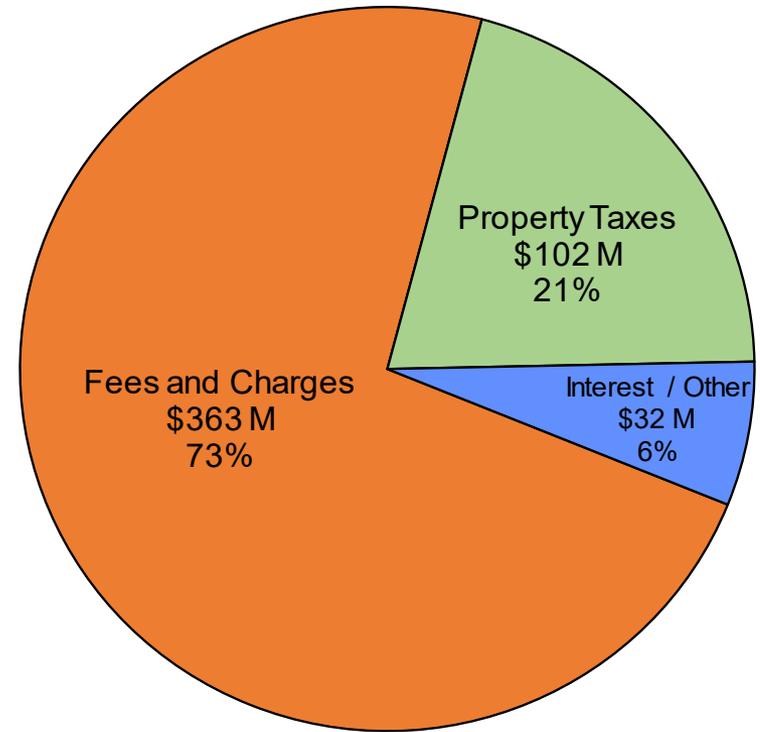
Revenues	FY 20-21	FY 21-22
Fees and Charges	\$ 354 M (72%)	\$ 363 M (73%)
Property Taxes	\$ 100 M (21%)	\$ 102 M (21%)
Interest/Other	\$ 34 M (7%)	\$ 32 M (6%)
Total Revenues	\$ 488 M	\$ 497 M

Outlays	FY 20-21	FY 21-22
Net CIP	\$ 148 M (37%)	\$ 241 M (36%)
Operating	\$ 176 M (44%)	\$ 177 M (27%)
Debt Service	\$ 73 M (18%)	\$ 240 M (36%)
Other	\$ 3 M (1%)	\$ 4 M (1%)
Total Outlays	\$ 400 M	\$ 662 M

Major Revenue Component – Fees and Charges

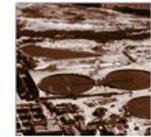
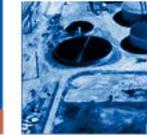


Proposed Revenues
FY 20-21 = \$488 Million



Proposed Revenues
FY 21-22 = \$497 Million

User Fee Revenue



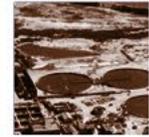
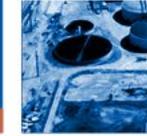
	Proposed	
	FY 20-21	FY 21-22
General User Fees	\$ 321 M	\$ 329 M
Permit User Fees	\$ 13 M	\$ 13 M
Capital Facilities Capacity Charges	\$ 20 M	\$ 21 M
Total Fees & Charges	\$ 354 M	\$ 363 M

Property Tax and Other Revenue



	Proposed	
	FY 20-21	FY 21-22
Property Tax Revenue	\$ 100 M	\$ 102 M
Interest Revenue	\$ 13 M	\$ 12 M
Other	\$ 21 M	\$ 20 M
Total General Income	\$ 134 M	\$ 134 M

OCSD Outlay Categories



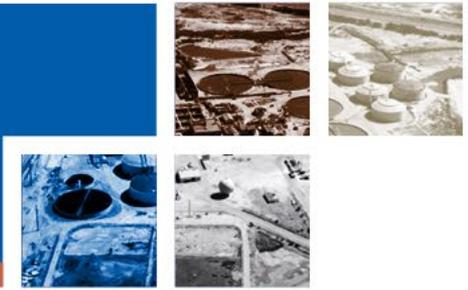
	Proposed	
	FY 20-21	FY 21-22
Net Capital Improvement	\$ 148 M	\$ 241 M
Operating Expense	\$ 176 M	\$ 177 M
Debt Service	\$ 73 M	\$ 240 M
Other	\$ 3 M	\$ 4 M
Total Outlays	\$ 400 M	\$ 662 M

Proposed Operating Expense Summary



Description	Proposed	
	FY 20-21	FY 21-22
Salaries and Wages	\$ 102.1 M	\$ 107.3 M
Contractual Services	19.2 M	19.4 M
Repairs and Maintenance	28.4 M	24.2 M
Operating Mat'ls & Supplies	21.5 M	21.3 M
Utilities	8.4 M	8.4 M
Professional Services	5.7 M	5.8 M
Other	11.8 M	11.8 M
Cost Allocation	(20.8 M)	(21.7 M)
Subtotal Net Operating Requirements	173.9 M	174.1 M
Self-Insurance	2.4 M	2.4 M
Total Net Operating Requirements	\$ 176.3 M	\$ 176.5 M

Salaries and Benefits

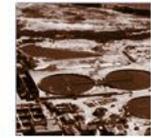
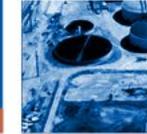


	Proposed	
	FY 20-21	FY 21-22

SALARIES & BENEFITS	\$ 102.1	\$ 107.3
Salaries & Wages	\$ 79.3	\$ 83.3
Benefits	\$ 22.8	\$ 24.0

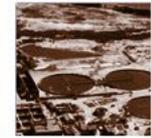
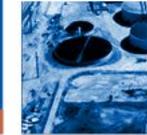
* Salaries & Benefits make up less than 26% of the total budget

Contractual Services



	Proposed	
	FY 20-21	FY 21-22
CONTRACTUAL SERVICES	\$ 19.2	\$ 19.4
Solids Removal	\$ 12.4	\$ 12.4
Security Services	\$ 1.6	\$ 1.6
Temporary Services	\$ 0.5	\$ 0.5
Janitorial	\$ 0.5	\$ 0.5
County Service Fee	\$ 0.5	\$ 0.5

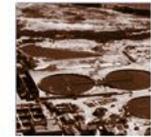
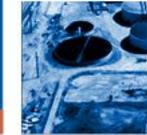
Repairs & Maintenance



	Proposed	
	FY 20-21	FY 21-22
REPAIRS & MAINTENANCE	\$ 28.4	\$ 24.2
Services	\$ 14.5	\$ 13.0
Materials	\$ 9.4	\$ 6.6
Service Agreements	\$ 4.5	\$ 4.6

*Includes Bushard Diversion Structure repair, Sunflower Trunkline liner repairs, centrifuge overhaul, primary & secondary clarifier repairs, digester cleaning, various pump and drive repairs

Operating Materials and Supplies

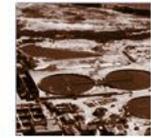
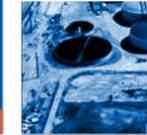


Proposed
FY 20-21 FY 21-22

OPER. MAT'LS & SUPP	\$ 21.5	\$ 21.3
Odor Control	\$ 6.9	\$ 7.3
Chemical Coagulants	\$ 10.6	\$ 10.6
Other Chemicals	\$ 0.6	\$ 0.6
Other	\$ 3.4	\$ 2.8

*Chemicals are 84% of Operating Materials and Supplies

Utilities



	Proposed	
	FY 20-21	FY 21-22

UTILITIES	\$ 8.4	\$ 8.4
Power	\$ 6.1	\$ 6.1
Water	\$ 1.1	\$ 1.1
Natural Gas	\$ 0.7	\$ 0.7
Telephone	\$ 0.5	\$ 0.5

Departmental Operating Summary



Department	FY 20-21 Budget	FY 21-22 Budget	FY 20-21 FTEs	FY 21-22 FTEs
General Manager	\$ 4.3 M	\$ 4.4 M	18	18
Human Resources	6.6 M	7.0 M	26	26
Administrative Services	27.3 M	28.1 M	101	101
Environmental Services	19.3 M	20.3 M	93	93
Engineering	5.6 M	5.6 M	117	117
Operations/Maintenance	110.8 M	108.7 M	284	284
Total	\$ 173.9 M	\$ 174.1 M	639	639

CIP Authorization

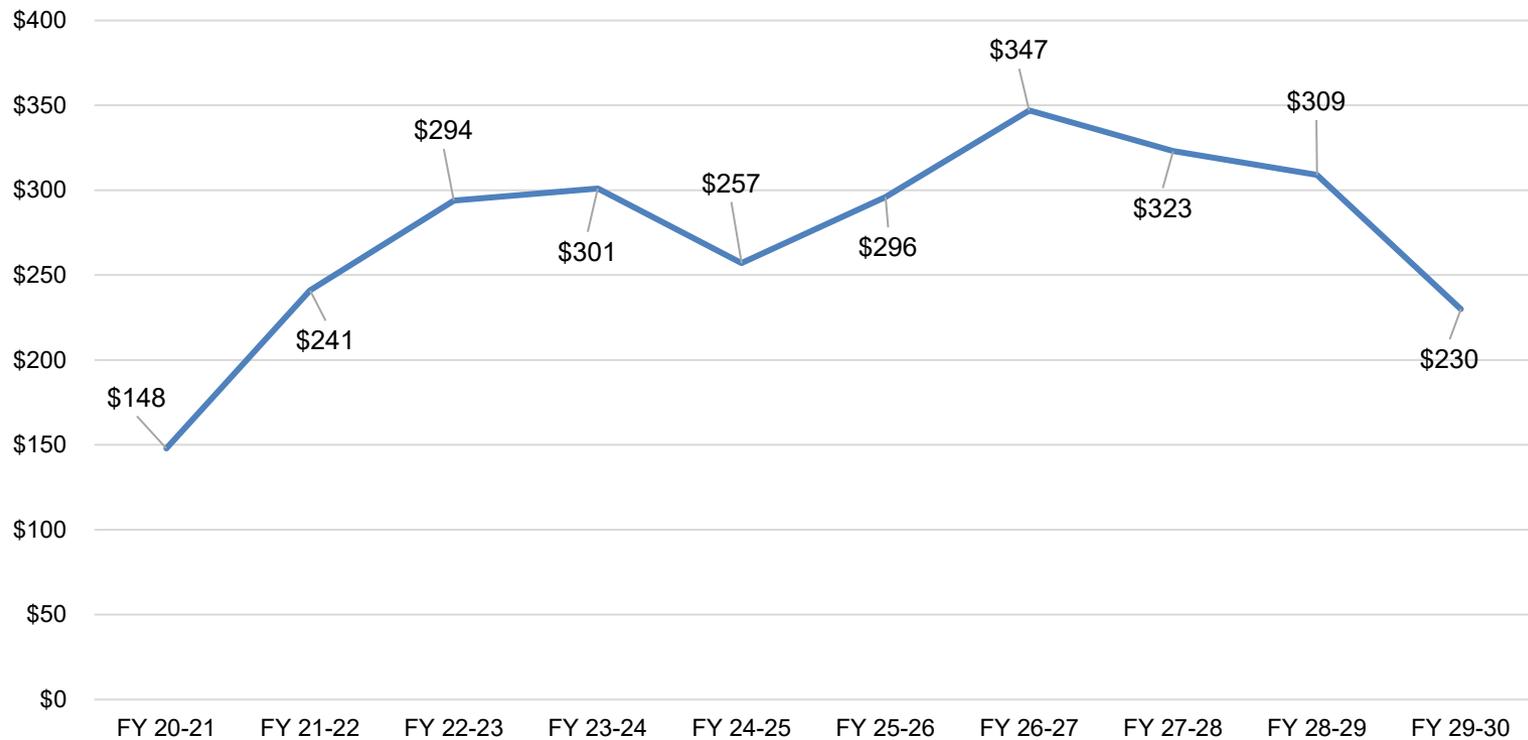


	Proposed	
	FY 20-21	FY 21-22
Replacement/Rehabilitation	\$ 101 M	\$ 177 M
Additional Capacity	\$ 14 M	\$ 11 M
Strategic Initiatives	\$ 44 M	\$ 72 M
Regulatory	\$ 6 M	\$ 2 M
Total CIP Budget Authority	\$ 165 M	\$ 262 M
Savings & Deferrals	(\$ 17 M)	(\$ 21 M)
Net CIP Outlay	\$ 148 M	\$ 241 M

CIP Program



10 - Year Net CIP
(in millions)



* 10 – Year total for CIP - \$4.7 Billion

Debt Service



	Proposed	
	FY 20-21	FY 21-22
Principle	\$ 31 M	\$ 202 M
Interest	\$ 42 M	\$ 38 M
Total Debt Service	\$ 73 M	\$ 240 M

* FY 21-22 -

\$ 72 M 2012A Refunding is callable

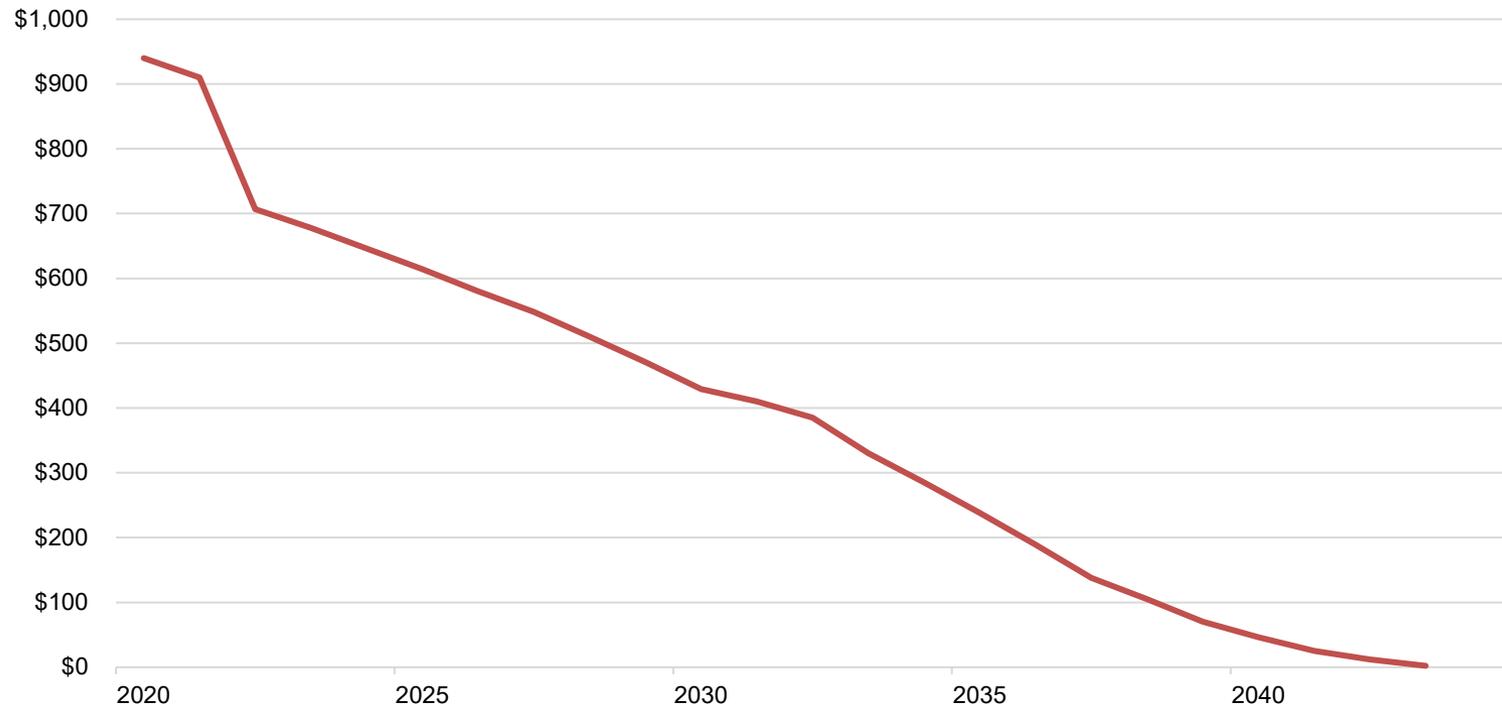
\$102 M 2018A Refunding matures

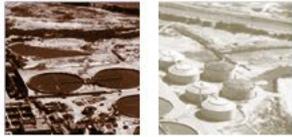
\$174 M callable or matures

Future Debt Service



Future Debt Service
(in millions)





Questions?

