

OC San FY 2022-23 and FY 2023-24 Budget Assumptions

Presented by:
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Controller

Administration
Committee

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Budget Development Assumptions

Economics

- Inflation for Orange County is 6.0% (11/21).

Revenue

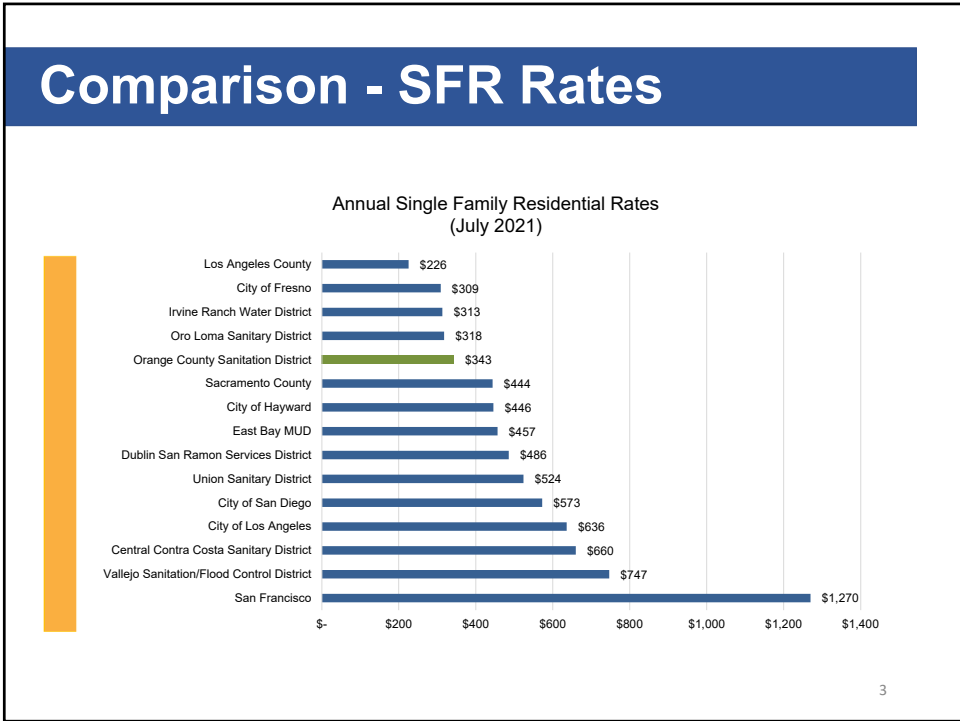
- The single-family residence (SFR) rate will increase by \$4 (1.2 percent) to \$347.

Reserves

- Current reserve policy is unchanged.

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Operations

- Average daily flows are projected to be 185 mgd.
- Operating expenses are expected to approximate the adopted FY 2021-22 budget of \$184 Million.

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Staffing

- Staffing level \approx flat. 639 FTE authorized.
- 3% vacancy factor.
- Salary adjustments will be based on current MOUs.
- Moderate increases in benefits.

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Capital Improvement Program (CIP)

- Cash flow assumptions are based on the most recent validated CIP.
- Baseline CIP is \$302 million for FY 2022-23.

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Debt Financing

- No additional “new money” or refunding debt issuance is scheduled for FY 2022-23.

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Budget Summary

Revenues	FY 22-23	Ten Year Cash Flow
Fees and Charges	\$ 361M (73%)	\$ 3,999M (72%)
Property Taxes	106M (21%)	1,183M (22%)
Interest / Other	<u>34M (6%)</u>	<u>301M (6%)</u>
Total Revenues	\$ 501M	\$ 5,483M
Expenditures	FY 22-23	Ten Year Cash Flow
Operating	\$ 181M (30%)	\$ 2,018M (35%)
CIP / RRR	302M (41%)	2,972M (50%)
Debt Service	70M (11%)	714M (12%)
Other	<u>6M (1%)</u>	<u>37M (1%)</u>
Total Outlays	\$ 559M	\$5,741M
Net Surplus (Deficit)	\$ (58M)	\$ (258)M

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Budget - Key Meeting Dates

Administration Committee

- Budget Assumptions
February
- Review of Revenues
March
- Review of Expenditures
April

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Budget - Key Meeting Dates

- Operations Committee
Budget Overview
May, June
- Administration Committee
Budget Elements Review
May, June
- Board Meeting
FY 22-23 & FY 23-24 Budget Approval
June

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Questions



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