

Marina Coast Water District
Agenda Transmittal

Agenda Item: 6-A

Meeting Date: April 4, 2011

Submitted By: Kelly Cadiente
Reviewed By: Carl Niizawa

Presented By: Kelly Cadiente

Agenda Title: Receive Revised 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 revised draft budget for FY 2011-2012 and provide direction to staff to include preparation of the final budget documents.

On March 08, 2011, the Board of Directors 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 June 2011.

On March 29, 2011, the Board of Directors held a budget workshop and received an updated draft FY 2011-2012 budget. The budget included 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 fiscal year 2011-2012 changed based on the previous year (FY 2009-2010) audited expense figures. The draft budget included 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. The Board of Directors gave direction to staff to re-examine the draft budget and find ways to reduce costs and/or lower the funding of reserves in order to lower the proposed rate increase. Staff has revised the draft FY 2011-2012 budget to reflect a rate increase of 4.9% for the Marina and Ord cost centers.

Prior Committee or Board Action: The Board received the Draft FY 2011-2012 Budget and Budget Schedule on March 08, 2011 and on March 29, 2011, the Board of Directors held a budget workshop and directed staff to find ways to reduce the rate increase proposed in the draft budget.

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: Revised FY 2011–2012 Budget Schedule;
Revised Draft FY 2011-2012 Budget Document.

Staff Recommendation: The Board of Directors receive the Revised 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_____