

RESOLUTION 3226

RESOLUTION OF THE BOARD OF DIRECTORS
OF WESTERN MUNICIPAL WATER DISTRICT OF
RIVERSIDE COUNTY APPROVING THE GENERAL
MANAGER'S OPERATING BUDGET FOR FISCAL
YEARS 2022-2023 AND 2023-2024

WHEREAS, the District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is primarily to finance or recover costs of providing water and wastewater service to its various service areas on a continuing basis primarily through user charges; and

WHEREAS, revenues are budgeted in the accounting period in which they are expected to be earned and expenses are budgeted in the period in which they are expected to be incurred; and

WHEREAS, for budgetary purposes, District revenues are reported as sources of funds and expenses are reported as uses of funds; and

WHEREAS, transfers to and from funds are reported separately; and

WHEREAS, operating revenues and expenses, such as water sales, water purchases and wastewater disposal, result from exchange transactions associated with the principal activity of the District are included in the operating budget; and

WHEREAS, administrative expenses and asset replacement reserve funding are also considered operating expenses and therefore included in the operating budget; and

WHEREAS, other revenues and expenses not included in the above categories are reported as non-operating sources and uses and are included in the operating budget; and

WHEREAS, on April 18, 2022, at a publicly noticed meeting, staff presented to the Finance Committee the General Manager's Operating Budget for Fiscal Years 2022-2023 and 2023-2024; and

WHEREAS, on May 11, 2022 and May 19, 2022, at publicly noticed meetings, staff presented to the Board of Directors the General Manager's Operating Budget for Fiscal Years 2022-2023 and 2023-2024; and

WHEREAS, the total spending authority for Fiscal Year 2022-2023 is \$157,710,932, consisting of Operating Uses of \$143,850,830, Non-Operating Uses of \$6,643,980, and Net Transfers of \$7,216,122; and

WHEREAS, the total spending authority for Fiscal Year 2023-2024 is \$166,391,675, consisting of Operating Uses of \$152,086,067, Non-Operating Uses of \$6,757,213, and Net Transfers of \$7,548,395; and


WHEREAS, on June 1, 2022, the Board of Directors considered the General Manager's Operating Budget for Fiscal Years 2022-2023 and 2023-2024;

NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED BY THE BOARD OF DIRECTORS OF WESTERN MUNICIPAL WATER DISTRICT OF RIVERSIDE COUNTY, AS FOLLOWS:

1. The total spending authority is hereby approved for Fiscal Year 2022-2023 and Fiscal Year 2023-2024 for the purposes and the amounts specified in Exhibit A.

2. Expenditures shall be in conformance with the approved budgets, as specified in Exhibit A.
3. Except as specified in this Resolution, no increases or decreases to the budget shall occur except upon approval by the Board of Directors.
4. The General Manager is responsible for keeping expenditures within the approved spending authority and budgeted allocations for positions, salaries and benefits.
5. The General Manager may authorize the hiring of temporary or part-time staff as necessary, within the limits imposed by the available expenditure amounts designated in the budget for labor and benefits.
6. The following controls are hereby placed on the use and transfers of the appropriated budgeted funds:
 - a. The General Manager may establish administrative budget procedures to carry out his responsibility.
 - b. No expenditure of funds shall be authorized unless approved by the Board of Directors or General Manager, as described herein.
 - c. The General Manager has the authority to carry-over unexpended and uncommitted budgeted amounts from Fiscal Year 2022-2023 to Fiscal Year 2023-2024. The General Manager shall report any carry-over amounts to the Board of Directors.
 - d. The General Manager is authorized to exceed the budget designated for water purchases, power purchases, and waste disposal costs paid to third party vendors in order to meet the demands of the District. The General Manager shall report any such excesses to the Board.

PASSED AND ADOPTED by the Board of Directors of the Western Municipal Water District of Riverside County, at a regular meeting held this 1st day of June 2022.



BRENDA DENNSTEDT
President

June 1, 2022

I HEREBY CERTIFY that the foregoing is a full, true and correct copy of Resolution 3226 adopted by the Board of Directors of Western Municipal Water District of Riverside County at its regular meeting held June 1, 2022.



MIKE GARNER
Secretary-Treasurer

Exhibit A

WMWD 2022-2024 General Manager's Recommended Operating Budget

Sources of Operating Funds	FY 2022-2023	FY 2023-2024
Water Sales	\$ 99,395,351	\$ 106,107,095
Water Service	20,164,838	21,252,769
Waste Disposal	16,836,766	17,432,166
Total Sources of Operating Funds	\$ 136,396,955	\$ 144,792,030
Uses of Operating Funds		
Purchased Water	\$ 83,732,742	\$ 89,297,947
Purchased Power	4,164,833	4,381,303
Labor	19,921,326	21,598,039
Benefits	10,505,671	11,130,202
Headquarters G&A	5,860,497	5,764,616
Waste Disposal Service Charges	9,059,806	9,334,714
System Maintenance	3,371,859	3,390,708
Contract Services	3,025,421	2,745,707
Other Expenses	744,975	772,331
CDA O&M	3,463,700	3,670,500
Total Uses of Operating Funds	\$ 143,850,830	\$ 152,086,067
Net Operating Sources/(Uses)	\$ (7,453,875)	\$ (7,294,037)
Non-Operating		
Sources of Non-Operating Funds		
Investment Interest	\$ 48,650	\$ 48,650
Property Tax Revenue	25,975,063	26,412,755
Debt Payments from Other Entities	149,210	136,940
Other Non-Operating Revenue	181,236	186,455
Total Sources of Non-Operating Funds	\$ 26,354,159	\$ 26,784,800
Uses of Non-Operating Funds		
Debt Service*	\$ 5,413,919	\$ 5,486,397
Other Non-Operating Expense	1,230,061	1,270,816
Total Uses of Non-Operating Funds	\$ 6,643,980	\$ 6,757,213
Net Non-Operating Sources/(Uses)	\$ 19,710,179	\$ 20,027,587
Net Sources/(Uses)	\$ 12,256,304	\$ 12,733,550
Transfers To/(From) Reserves		
Asset Replacement Reserve Funding	\$ 6,694,791	\$ 7,020,602
Other Designated Reserves	521,331	527,793
Total Transfers To/(From) Reserves	\$ 7,216,122	\$ 7,548,395
Net Surplus	\$ 5,040,182	\$ 5,185,155

*District-wide, total debt service is \$9,872,991 for FY 2022-2023 and \$9,875,548 for FY 2023-2024. The amounts listed above are only the debt service obligation of the operating funds.