



**Regional Water Authority**  
BUILDING ALLIANCES IN NORTHERN CALIFORNIA



# Regional Water Authority

## *Draft Fiscal Year 2023-24 Budget*

March 28, 2023



# Overview

- Proposed FY24 Dues
- FY24 Revenues
- FY24 Expenses
- FY24 Budget Results
- Timeline
- Questions and Discussion

# Proposed FY24 Dues

- Per the EC recommendation, the Proposed Dues for FY24 will be at 0% increase for both RWA Board and Associate members.
- Affiliate members will increase from \$750 to \$800 per year.
- Results in \$10,900 additional revenues
- Assumes no changes in RWA membership
- Approving budget does not approve subscription-based programs.
  - Subscription programs support RWA core staff costs but has their own fees
  - WEP transfer for FY23/24 is 30%
  - CIMS transfer for FY23/24 is 10%



# FY24 Revenues

- Member Dues – est. total is \$1,137,809
- SGA Reimbursements – \$880,744 includes SGA 3.3 FTE staffing and annual increase in shared expenses
- Subscription Program Revenues:
  - WEP Subscription Program – \$222,813 covers WEP PM staffing + overhead charges to the program
  - Staff Reimbursements – \$95,980 from Program Management Fees to various Projects and Grants
  - CIMS Program – \$293,750 covers Strategic Manager staffing + overhead charges to the program
- Misc. and Interest Income – \$64,500
- Total FY24 Revenues = \$2,695,596

# FY24 Expenses

- Expenses are adjusted from FY22/23 budgeted amounts: 3% COLA for staffing, 3% CPI for Office Expense, and 5% for Professional Fees
- No PERS UAL payment for FY24
- Includes Increase in OPEB payment for FY24
- Other expenses – \$40,000 placeholder for office relocation to be split with SGA and subscription programs
- Core Project expenses – IRWM/Opti-system for \$15,000 and Powerhouse Science Center/MOSAC payment of \$25,000
- Total FY24 Expenses = \$2,955,047

# FY24 Budget Results

- FY24 Budget Result is a planned deficit of (\$259,452)
- FY24 Budget Deficit is a result of 0% dues increase
- Budget shortfall will be offset by available cash balance and Powerhouse Science Center designation
- Possibility for FY24 expenses to be higher due to a staffing COLA/CPI greater than estimated
- Possibility for FY24 savings in office relocation costs, professional, office and IRWM costs
- Pension UAL costs are expected to resume and be higher in FY25

# Strategic Plan Alignment

Strategic Plan Goal	Associated Budget Item
Planning Goal	Regional Water Bank - \$226,400 CIMS Program - \$631,829
Implementation Goal	Staff and Benefits - \$2,180,147 Water Efficiency Program - \$770,619 IRWM - \$15,000 Office Move - \$40,000 IT Upgrades - \$8,500
Advocacy Goal	Lobbyist Consultant - \$125,000 Legal - \$80,000
Communication Goal	Public Outreach Consultant - \$140,000 Dues, Subscriptions, & Sponsor - \$26,000 Powerhouse Science Center - \$25,000



# Strategic Plan Alignment

Overall , RWA spends approximately:

- \$2,180,147 in staffing and salary costs to implement Strategic Plan (73.7%)
- \$345,000 in direct costs (11.7%) can be linked to a Strategic Plan Goal.
- Over 85% of budget connected to RWA's Strategic Plan. Remaining budget of \$429,900 is either overhead, regulatory (audit) costs, or as needed consulting services
- Subscription Programs support RWA goals in a total amount of \$1,653,848 for Water Bank, WEP, CIMS and Powerhouse Science Center





# Budget Outlook

- FY25 and FY26 forecast membership dues increase annually by 2% subject to budget performance
- Future years are compliant with the Operating Designation Policy parameters
- All non-restricted cash is depleted
- Currently, there are no new RWA programs or grants forecasted beyond FY25 (excludes WEP)
- Any changes in current membership could have significant financial impact on future budgets
- Budget numbers are based on estimates - Actual budget results may not be achieved

# Timeline

Date	Action
May 18, 2023	Draft budget to RWA Board for possible adoption
May 30, 2023	Budget back to EC if not adopted
Special June Meeting	Budget to RWA Board for adoption



## Questions and Discussion