

OHWD 2021/22 Budget Justifications and Assumptions

Income

1. The budget assumes that the property taxes will increase slightly next year as allowed by Proposition 13.
2. It is assumed that the 218 process to raise revenues will pass and increase the revenue by approximately \$207,000. Also they process will have a yearly escalator in the fee.
3. SAFCA will continue the Watershed Coordinator support through 2023/24

Expenses

1. General Manager and Staff – There will be a need to increase the staff time for the District. Future project coordination and implementation of existing groundwater recharge facilities and SGMA will significantly increase staff time need. A part – time staff position maybe needed.
2. Groundwater recharge project is estimated to cost \$35,000 a year. This project is within the Project Management Actions within the GSP.
3. Legal Fees for SGMA are set at \$10,000.
4. Blodget Dam Repair- there is \$20,000 for studies and engineering for the next 3 years
5. Groundwater Coordinator expense will be passed through to SAFCA
6. Cosumnes Basin SGMA estimated administrative cost contribution of \$50,000
7. SGMA South American Basin contribution to SCGA for \$70,000 and \$20,000 for monitoring for SGMA compliance.

Overall Comments

1. The finance committee reviewed the budget and the proposal for a fee assessment. The overall review was the fee assessment was necessary to meet the SGMA obligations for the residences and the water district. There was discussion on the amount of expenses that will be incurred because of SGMA and the most appropriate avenue to meet the expenses.
 - a. It is the recommendation of the Budget Committee and staff to approve the budget with the proposed assessment.