

RESOLUTION 3310

RESOLUTION OF THE BOARD OF DIRECTORS OF WESTERN
MUNICIPAL WATER DISTRICT OF RIVERSIDE COUNTY
APPROVING THE GENERAL MANAGER'S OPERATING
BUDGET FOR FISCAL YEARS 2024-2025 AND 2025-2026

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 15, 2024, at a publicly noticed meeting, staff presented to the Finance Committee an overview regarding the development of the General Manager's Operating Budget for Fiscal Years 2024-2025 and 2025-2026; and

WHEREAS, on April 22, 2024, May 13, 2024, and May 29, 2024, at publicly noticed meetings, staff presented to the Board of Directors the General Manager's Operating Budget for Fiscal Years 2024-2025 and 2025-2026; and

WHEREAS, the total spending authority for Fiscal Year 2024-2025 is \$171,392,106, consisting of Operating Uses of \$154,752,278, Non-Operating Uses of \$8,247,373, and Net Transfers of \$8,392,455; and

WHEREAS, the total spending authority for Fiscal Year 2025-2026 is \$183,489,886, consisting of Operating Uses of \$166,416,476, Non-Operating Uses of \$8,414,524, and Net Transfers of \$8,658,886; and

WHEREAS, on June 5, 2024, the Board of Directors considered the General Manager's Operating Budget for Fiscal Years 2024-2025 and 2025-2026;

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 2024-2025 and Fiscal Year 2025-2026 for the purposes and the amounts specified in Exhibit A. Expenditures shall be in conformance with the approved budgets, as specified in Exhibit A.
2. Except as specified in this Resolution, no increases or decreases to the budget shall occur except upon approval by the Board of Directors.
3. The General Manager is responsible for keeping expenditures within the approved spending authority and budgeted allocations for positions, salaries and benefits.
4. 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.
5. 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 2024-2025 to Fiscal Year 2025-2026. 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, waste disposal costs paid to third party vendors, and contract services 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 5th day of June 2024.



MIKE GARDNER
President

June 5, 2024

I HEREBY CERTIFY that the foregoing is a full, true and correct copy of Resolution 3310 adopted by the Board of Directors of Western Municipal Water District of Riverside County at its regular meeting held June 5, 2024.



FAUZIA RIZVI
Secretary-Treasurer

Exhibit A

WMWD 2024-2026 General Manager's Recommended Operating Budget

Sources of Operating Funds	FY 2024-2025	FY 2025-2026
Water Sales	\$ 105,628,391	\$ 114,679,642
Water Service	22,195,330	24,282,247
Waste Disposal	16,407,736	17,482,964
Total Sources of Operating Funds	\$ 144,231,457	\$ 156,444,853
Uses of Operating Funds		
Purchased Water	\$ 84,520,592	\$ 91,392,840
Purchased Power	6,091,787	6,638,322
Labor	23,799,557	26,248,214
Benefits	12,948,957	14,130,462
Headquarters G&A, Other	8,958,719	9,138,771
Waste Disposal Service Charges	8,053,595	8,376,233
System Maintenance	3,638,923	3,721,911
Contract Services	3,275,912	3,166,918
CDA O&M	3,464,236	3,602,805
Total Uses of Operating Funds	\$ 154,752,278	\$ 166,416,476
Net Operating Sources/(Uses)	\$ (10,520,821)	\$ (9,971,622)
Sources of Non-Operating Funds		
Investment Interest	\$ 52,989	\$ 54,049
Property Tax Revenue	28,866,383	29,595,633
Debt Payments from Other Entities	124,451	111,524
Other Non-Operating Revenue	199,369	206,299
Total Sources of Non-Operating Funds	\$ 29,243,192	\$ 29,967,505
Uses of Non-Operating Funds		
Debt Service*	\$ 6,909,586	\$ 6,988,391
Other Non-Operating Expense	1,337,787	1,426,133
Total Uses of Non-Operating Funds	\$ 8,247,373	\$ 8,414,524
Net Non-Operating Sources/(Uses)	\$ 20,995,819	\$ 21,552,981
Net Sources/(Uses)	\$ 10,474,998	\$ 11,581,359
Transfers To/(From) Reserves		
Asset Replacement Reserve Funding	\$ 7,609,035	\$ 7,990,910
Other Designated Reserves	783,420	667,976
Total Transfers To/(From) Reserves	\$ 8,392,455	\$ 8,658,886
Net Surplus	\$ 2,082,543	\$ 2,922,473

*District-wide, total debt service is \$11,914,556 for FY 2024-2025 and \$11,981,853 for FY 2025-2026. The amounts listed above are only the debt service obligation of the operating funds.

