



City of Needles, California Request for Board Action

CITY COUNCIL NPUA BOARD OF PUBLIC UTILITIES
 Regular Special

Meeting Date: February 2, 2021

Title: FY 2020-21 Mid-year Budget Revisions

Background: The City Manager and Finance staff have reviewed the approved 2020-21 NPUA budget against actual revenue and expenditures. Attached is the Revised Budget Summary for Fiscal Year 2020-21 that shows the few changes that are being proposed from the original budget to the revised budget.

Water revenue reflects an increase of \$241,761 to account for the expenditures for the D Street emergency repairs this fiscal year which will be reimbursed by a grant from the Department of Water Resources. Per the Assistant Utility Manager, rate revenues should not increase significantly this year due to the change in classes within the Water utility.

Wastewater reflects a slight increase in the revenue for the 3.5% rate increase. COVID and other grants will be sought to supplement the revenue deficit shown.

Revenues are being met in the Electric utility, so the budget projections were not changed.

The All American Canal had an increase in revenue and expenditure as part of the change in the MWD contract of \$100,000.

Fiscal Impact: See attached budget report.

Recommended Action: Recommend changes to the NPUA board or concur with the approval of the Proposed Revised Budget for fiscal year ending June 30, 2021.

Submitted By: Sylvia Miledi, Director of Finance

City Management Review: *Rick*

Date: 1/29/21

Approved: Not Approved: Tabled: Other:

Agenda Item: 1.

	WATER					
	Proposed Revised Budget					
	FY 2021					
				FY 2021	Proposed	
				Original	Revised	
Utility Revenues	FY 2019	FY 2020	FY 2021	Budget	Budget	Change
	Actuals	Actuals	Budget			
Water Revenues	\$ 2,408,135	\$ 2,411,235	\$ 2,468,705	\$ 2,468,705	\$ 2,710,466	9.8%
Total Water Revenues	\$ 2,408,135	\$ 2,411,235	\$ 2,468,705	\$ 2,468,705	\$ 2,710,466	
Utility Expenditures						
Operating Expenses	\$ 1,421,481	\$ 1,812,971	\$ 1,982,671	\$ 1,982,671	\$ 1,982,671	0.0%
Transfer to Water Asset Repl. Fund	\$ 439,176	\$ 181,008	\$ 200,000	\$ 200,000	\$ 200,000	0.0%
Total Water Expenditures	\$ 1,860,657	\$ 1,993,979	\$ 2,182,671	\$ 2,182,671	\$ 2,182,671	
	\$ 547,478	\$ 417,256	\$ 286,034	\$ 286,034	\$ 527,795	NET CHANGE
Utility User Tax		\$ 64,640				
Bank Charges		\$ 6,380				
Bond Payments		\$ 310,160				
Purchase Payment		\$ 146,615				
	Allocable costs	\$ 527,795				
					\$ 0	

	WASTEWATER						
	Proposed Revised Budget						
	FY 2021		FY 2020		FY 2021		
	Actuals	Actuals	Actuals	Budget	Original Budget	Revised Budget	Change
Utility Revenues							
Wastewater Revenues	\$ 1,841,477	\$ 1,901,250	\$ 1,919,100	\$ 1,954,100			1.8%
Total Wastewater Revenues	\$ 1,841,477	\$ 1,901,250	\$ 1,919,100	\$ 1,954,100			
Utility Expenditures							
Operating Expenses	\$ 1,011,289	\$ 1,156,086	\$ 1,242,797	\$ 1,242,797			0.0%
Transfer to WW Asset Repl. Fund	\$ 250,764	\$ 55,860	\$ 200,000	\$ 99,242			-50.4%
Total Wastewater Expenditures	\$ 1,262,053	\$ 1,211,946	\$ 1,442,797	\$ 1,342,039			
	\$ 579,424	\$ 689,304	\$ 476,303	\$ 612,061			NET CHANGE
					<u>% of total utility revenue budget:</u>		
Utility User Tax		\$ 46,602			16.4%		
					<u>Bond ratio:</u>		
Bank Charges		\$ 8,990			31%		
Bond Payments		\$ 449,875			31%		
Purchase Payment		\$ 206,594			31%		
		Allocable costs			712,061		
Staff will apply for COVID grants to assist with this revenue deficit. \$ (100,000)							

ALL AMERICAN CANAL					
Proposed Revised Budget					
FY 2021					
	FY 2019	FY 2020	FY 2021	FY 2021	Change
	Actuals	Actuals	Original Budget	Revised Budget	
Utility Revenues					
AAC Revenues	\$ 757,700	\$ 927,950	\$ 916,800	\$ 1,016,800	10.9%
Total AAC Revenues	\$ 757,700	\$ 927,950	\$ 916,800	\$ 1,016,800	
Utility Expenditures					
Operating Expenses	\$ 699,530	\$ 843,774	\$ 891,809	\$ 991,809	11.2%
Total AAC Expenditures	\$ 699,530	\$ 843,774	\$ 891,809	\$ 991,809	
	\$ 58,170	\$ 84,176	\$ 24,991	\$ 24,991	NET CHANGE