

Budget Committee Meeting



Wednesday April 14, 2021

Key Topics for Today's Meeting

1. Summary of Budget Development
2. Overview of key expenses
3. Overview of key cuts
4. Discussion on achieving balanced budget
5. Recommendations to the full UWPA Board

Summary of Budget Development

1. Review of the FY 2020-21 budget
2. Review of the Capital Improvement Plan
3. Review of the Reserve Policy
4. Review of existing and new expenditures
5. Review of new revenues
6. Review of Projected Carryover

Overview of key expenses

1. Health insurance increased by 25%
2. FERC studies: Part 12, Penstock, Flood Study
3. Regulatory Fees
4. Services and supplies: \$852,000
5. CIP: \$309,000
6. Reserves

Overview of Potential/New Revenues and Savings

1. ReMAT Program. If Utica gets into the program, it will increase revenues substantially (see ReMAT handout)
 2. Increasing average power revenue from \$26/MWhr up to \$29.11/MWhr
 3. \$290,000 Power Resiliency Grant, CPPA, Cal OES/FEMA Wooden Flume
-
1. Savings: \$25,000 - \$30,000 savings on communications (AT&T, Utilities, etc.)

Overview of Key Cuts

1. \$100,000 Flood study for Hunters – deferred
2. \$70,000 Part 12 FERC inspection – cut in half
3. \$103,000 Sediment Removal – deferred
4. \$200,000 Murphys Powerhouse Relay Protection Project
5. \$78,000 Flume / Canal Repairs
6. \$35,000 Mini Excavator

Discussion on Achieving Balanced Budget

1. We are currently using about \$67,000 in reserves to balance the budget
2. If ReMAT comes through, reserves would not be need and there would be a surplus

Recommendations to the Full Board

1. Does the Committee want to have another meeting before the budget goes to the full Board?
2. If not, what would the Committee like to recommend to the full Board?

Questions?

Joel Metzger, General Manager
Utica Water and Power Authority

joelm@uticawater.com

(209) 736-9419

