

# SACRAMENTO CENTRAL GROUNDWATER AUTHORITY

## RESOLUTION NO. 2019-01

### RESOLUTION ADOPTING AND ASSIGNING COSTS TO FUND ADMINISTRATIVE AND PROGRAM BUDGETS FOR FISCAL YEAR 2019/2020 AND ADJUST ANNUAL CONTRIBUTIONS

**WHEREAS**, on August 29, 2006 the Joint Powers Agreement Between the City of Elk Grove, the City of Folsom, the City of Rancho Cordova, the City of Sacramento and the County of Sacramento Creating the Sacramento Central Groundwater Authority (“JPA”) established a separate public entity identified as the Sacramento Central Groundwater Authority (“AUTHORITY”) with its own Board of Directors; and

**WHEREAS**, the AUTHORITY was created to maintain the long-term sustainable yield of the Central Basin in accordance with the Central Sacramento County Groundwater Management Plan; and

**WHEREAS**, the JPA identifies member annual contributions to fund the purposes of the AUTHORITY;

**WHEREAS**, Section 8(e) of the JPA provides for the AUTHORITY’s adjustment of funding contributions subject to compliance with Section 8 (c) which requires an affirmative vote of eleven of the sixteen members of the governing board that includes affirmative votes by all of the representatives of the Cities of Elk Grove, Folsom, Rancho Cordova and Sacramento, and the County of Sacramento;

**WHEREAS**, the AUTHORITY’s administrative budget for fiscal year 2019/2020 is specified in Attachment A. The budget includes projections of revenues, staff expenses, consultant expenses, office expenses and Groundwater Management Plan related expenses. The administrative budget is required to finance the administrative activities necessary to manage the Central Sacramento County groundwater management area.

**NOW, THEREFORE**, be it resolved by the SCGA Board of Directors:

1. The above recitals are correct and the SCGA Board of Directors so finds and determines.
2. The SCGA Board of Directors finds and determines that:

- a. The SCGA administrative budget for fiscal year 2019/2020 as specified in Attachment A is hereby adopted; and
- b. The annual contributions to fund the SCGA administrative budget for fiscal year 2019/2020 are revised from the initial funding contributions identified in the JPA Section 8(d), and annual contributions for fiscal year 2019/2020 will be calculated pursuant to Attachment B; and
- c. Billing for the fiscal year 2019/2020 annual contributions shall be mailed not later than thirty (30) days following the adoption of this resolution with payment to be made within thirty (30) days of receipt of billing.

ON A MOTION by Director **Williams**, and seconded by Director **Schubert**, the foregoing resolution was passed and adopted by the Board of Directors of SCGA this 10th day of June, 2019, by the following vote, to wit:

AYES: Directors, Amittoj Thandi, Todd Eising, Brett Ewart, Forrest Williams, Christine Thompson, Mark Martin, Evan Jacobs, Dave Ocenosak, Paul Schubert, Rob Aragon, Ted Rauh, Dalia Fadl

NOES: Directors, Bruce Kamilos, Carl Werder

ABSENT: Directors, Tom Mahon

ABSTAIN: Directors, None

RECUSAL: Directors, Leland Schneider

(PER POLITICAL REFORM ACT (§ 18702.5.))



ATTEST: Renee White  
 Clerk of the Board of Directors of  
 the Sacramento Central Groundwater Authority

Todd Eising  
 Todd Eising, Chair of the Board of Directors  
 of the Sacramento Central Groundwater  
 Authority, a duly formed Joint Powers  
 Authority

In accordance with Section 25103 of the Government Code  
 of the State of California a copy of the document has been  
 delivered to the Chairman on 6-10-19  
 By Renee White  
 Deputy Clerk, Board of Directors

**FILED**  
 BOARD OF DIRECTORS

JUN 10 2019  
 BY Almence Evans  
 CLERK OF THE BOARD

## ATTACHMENT A - FISCAL YEAR 2019-2020 Authority's Budget (Page 1 of 3)

FUND: Sacramento Central Groundwater Authority (096B)

ACTIVITY: Groundwater Supply Operations (0960001)

FISCAL YEAR 2019-2020

	Actual 2014-15	Actual 2015-16	Actual 2016-17	Actual 2017-18	Adopted Budget 2018-19	Estimated 2018-19	Requested 2019-20
<b>MEANS OF FINANCING</b>							
<b>Reserves:</b>							
Prior Year Fund Balance	\$ 116,451	\$ 357,143	\$ 248,656	\$ 110,227	\$ 152,332	\$ 152,332	\$ 117,962
<b>Revenues:</b>							
Contributions from Member Agencies	236,962	210,423	565,568	641,585	852,707	852,707	873,499
Interfund Charges (Transfer In / Out) reimbursement from SCGA WPP fund	-	-	-	-	-	-	-
Reserve Release	278,934	37,139	103,437	118,334	-	-	-
Interest Income	2,280	1,503	6,443	8,417	6,000	13,200	14,250
Grant Reimbursement/Contributions from Other Agencies	91,595	108,229	-	-	-	-	37,500
<b>Encumbrance Rollover from Prior Year</b>	-	-	-	-	-	-	-
<b>Total Means of Financing</b>	<b>\$ 726,222</b>	<b>\$ 714,437</b>	<b>\$ 924,104</b>	<b>\$ 878,563</b>	<b>\$ 1,011,039</b>	<b>\$ 1,018,239</b>	<b>\$ 1,043,211</b>
<b>FINANCING USES</b>							
Provision for Reserves	-	-	-	-	196,109	196,109	55,480
Interfund Charges (Transfer In / Out) reimbursement from SCGA WPP fund	-	-	-	-	-	-	-
Salaries / Benefits	-	-	-	-	-	-	-
Services & Supplies	369,079	465,781	810,525	726,231	814,930	704,168	987,731
Other Charges	-	-	-	-	-	-	-
<b>Total Financing Uses</b>	<b>\$ 369,079</b>	<b>\$ 465,781</b>	<b>\$ 810,525</b>	<b>\$ 726,231</b>	<b>\$ 1,011,039</b>	<b>\$ 900,277</b>	<b>\$ 1,043,211</b>
<i>AJE for prior year reduction in interest revenue</i>			\$ (3,352)				
<b>ENDING FUND BALANCE</b>	<b>\$ 357,143</b>	<b>\$ 248,656</b>	<b>\$ 110,227</b>	<b>\$ 152,332</b>	<b>\$ -</b>	<b>\$ 117,962</b>	<b>\$ -</b>

*20% Minimum Reserve Amount*

**\$ 197,546**

**ATTACHMENT A - FISCAL YEAR 2019-2020 Authority's 2-Year Budget Breakdown  
(Page 2 of 3)**

	<b>Adopted FY18/19 Budget</b>		<b>Proposed FY19/20 Budget</b>
<b>ATTACHMENT A - Reserve Account Contributions/(Releases) Authority's Budget</b>			
<b>Reserve Account</b>			
Reserve Account Balance 7/1	\$ 202,320	\$	398,429
Reserve Account Contributions/(Releases)	196,109		55,480
Remaining Reserve Balance	<b>\$ 398,429</b>	<b>\$</b>	<b>453,909</b>
<b>Operating Account</b>			
Beginning Operating Fund Balance	\$ 152,332	\$	117,962
Revenues:			
Contributions from Member Agencies	852,707		873,499
Reserve Release	-		-
Interest Income	6,000		14,250
Grants/Contributions from Other Agencies	-		37,500
<b>Total Means of Financing</b>	<b>\$ 1,011,039</b>	<b>\$</b>	<b>1,043,211</b>
<b>FINANCING USES</b>			
<b>Salaries/Benefits</b>	\$ -	\$	-
<b>Services &amp; Supplies:</b>			
Staff Expenses	471,610		467,682
Consultant Expenses	331,000		507,489
Office Expenses	12,320		12,560
Provision for Reserve	196,109		55,480
<b>Total Financing Uses</b>	<b>\$ 1,011,039</b>	<b>\$</b>	<b>1,043,211</b>

**ATTACHMENT A - FISCAL YEAR 2019-2020 Operating Expenses and Revenues (Page 3 of 3)**

<b>Operating Expenses</b>	<b>Amended Budget (\$ Dollar)</b>	<b>Notes</b>
<b>1. Staff Expenses</b>		"Staff Expenses" were not covered in the cost breakdown provided in the GMP
Administration Support	\$ 364,274	County Administrative and Technical Staff, etc. (G/L 20293403), Clerk Services (G/L 20250800=\$10,000)
Legal Counsel	86,718	County Counsel (G/L 20253100)
Financial	11,336	County Water Resource Finance/Accounting Staff (G/L 20293403)
AFS Contract Services	3,854	Contract payment & writing allocation costs and AR (G/L 20293401=\$623 and G/L 20291900=\$3,231)
Travel/Conference	1,500	G/L 20202900
<b>Total Staff Expenses</b>	<b>\$ 467,682</b>	
<b>2. Consultant Expenses</b>		
Audit Report	\$ 6,000	Audit Expense (G/L 20250500)
Technical Services	501,489	Consultant Services (G/L 20259100)
<b>Total Consultant Expenses</b>	<b>\$ 507,489</b>	
<b>3. Office Expenses</b>		
General Liability Insurance	\$ 6,740	Annual premium paid to Sacramento County Risk Management (G/L 20205200)
IT Support/Web Support	5,520	Website Development and Maintenance (G/L 20291100)
Office Supplies/Postage	150	G/L 20207600
Dues & Subscriptions	150	Membership dues (G/L 20206100)
<b>Total Office Expenses</b>	<b>\$ 12,560</b>	
<b>GRAND TOTAL</b>	<b>\$ 987,731</b>	

Note 1. List of projected outside legal services with estimated costs for current fiscal year only.

		<b>Dollars (\$)</b>
1 County Counsel	\$	26,718
2 Rates - Colantuono Highsmith & Whatley		20,000
3 On-Call - Atkinson, Andelson, Loya, Ruud & Romo		40,000
Total	\$	<b>86,718</b>

Note 2. List of projected consultant services with estimated costs for current fiscal year only.

		<b>Dollars (\$)</b>
1 On-Call - GEI (amendment 5 remainder)	\$	5,000
2 On-Call - GEI (amendment 6)		190,000
3 Phase 1 & 2 Rate Study - HDR		50,000
4 ADP/GSP Development - consultant		256,489
Total	\$	<b>501,489</b>

**ATTACHMENT B (Page 1 of 2)**  
**Authority's Members Contribution (FISCAL YEAR 2019-2020)**

	<b>Base Contribution</b>	<b>Connection Contribution</b>	<b>Groundwater Usage Contribution</b>	<b>Total Annual Contribution</b>
<b>Board Members</b>				
City of Folsom	\$ 20,000	\$ 11,508	\$ -	\$ 31,508
City of Rancho Cordova	20,000	-	-	20,000
City of Sacramento	20,000	112,544	11,255	143,799
City of Elk Grove	20,000	-	-	20,000
County of Sacramento/ SCWA	20,000	62,650	106,804	189,454
FRCD/Elk Grove Water District	10,000	14,956	21,873	46,829
Rancho Murieta CSD	10,000	1,000	-	11,000
Cal-Am Water Company	10,000	37,759	78,316	126,075
Golden State Water Company	10,000	18,269	42,724	70,993
Omochumne-Hartnell Water District	-	-	-	-
SRCS	10,000	-	-	10,000
Ag Interests	-	-	173,166	173,166
Ag-Res Interests	-	-	30,675	30,675
Comm/Industrial Self Supplied	-	-	-	-
Public Agency Self Supplied	-	-	-	-
Conservation Land Owners	-	-	-	-
<b>Total</b>	<b>\$ 150,000</b>	<b>\$ 258,686</b>	<b>\$ 464,813</b>	<b>\$ 873,499</b>

**Base Contribution Component**

- Annual Base Contribution is \$10,000 for non-signatory public agency members and \$20,000 for signatory members

**Connection Contribution Component**

- Annual Connection Contribution is \$1,000 plus \$1.21 per connection for number of water service connections over the 1,000 connection minimum
- An annual minimum Connection Contribution of \$1,000 is assessed for water districts with less than the 1,000 connection minimum

**Groundwater Usage Component**

- Annual Groundwater Usage Contribution is \$5.55/acre-foot of groundwater pumped from the basin averaged over previous three calendar years
- Annual Groundwater Usage Contribution by Agriculture is 25-percent of the estimated annual pumping (as determined by SCWA) at the rate of \$5.55/acre-foot and paid out of SCWA Zone 13 funds
- Annual Groundwater Usage Contribution by Agriculture/Residential is 25-percent of the estimated annual pumping (as determined by SCWA) at the rate of \$5.55/acre-foot and paid out of SCWA Zone 13 funds

**ATTACHMENT B (Page 2 of 2)**  
**Groundwater Usage Component (FISCAL YEAR 2019-2020)**

Water Purveyors	Pumping Amount (acre-feet)	Exclusion (acre-feet)	Net Pumping (acre-feet)	Rate (\$/acre-foot)	Contribution
Commercial/Industrial Self Supplied	0	0	0	\$ 5.55	\$ -
Public Agencies/Self Supplied	0	0	0	5.55	-
FRCD/Elk Grove Water District	3,941	0	3,941	5.55	<b>21,873</b>
Omochumne-Hartnell Water District	0	0	0	5.55	-
Rancho Murieta CSD	0	0	0	5.55	-
California-American Water Co.	14,111	0	14,111	5.55	<b>78,316</b>
Golden State Water Company	7,698	0	7,698	5.55	<b>42,724</b>
County of Sacramento/ SCWA	19,244	0	19,244	5.55	<b>106,804</b>
City of Sacramento	2,028	0	2,028	5.55	<b>11,255</b>
<b>Ag and Conservation Land Owners</b>					
	25% of estimated pumping (See Note 1)				
Agricultural Interests	124,804	25%	31,201	5.55	<b>173,166</b>
Conservation Land Owners	0	25%	0	5.55	-
<b>Agriculture-Residential</b>					
	25% of estimated pumping (See Note 1)				
Agriculture-Residential	22,108	25%	5,527	5.55	<b>30,675</b>
<b>Total \$</b>					<b>464,813</b>

Note 1. 25% of estimated Ag and Ag-Res pumping is used to account for net groundwater loss from crop evapotranspiration, consumption, and runoff losses

**Water Service Connection Component (FISCAL YEAR 2019-2020)**

Water Purveyors	Number of Connections	Minimum Number of Connections	Number of Connections Exceeding Minimum	Rate (\$/connection)	Contribution
Commercial/Industrial Self Supplied	-	1,000	-	\$ 1.21	\$ -
Public Agencies/Self Supplied	-	1,000	-	1.21	-
City of Folsom	9,684	1,000	8,684	1.21	<b>11,508</b>
City of Sacramento	93,185	1,000	92,185	1.21	<b>112,544</b>
FRCD/Elk Grove Water District	12,534	1,000	11,534	1.21	<b>14,956</b>
Omochumne-Hartnell Water District	-	1,000	-	1.21	-
Rancho Murieta CSD	711	1,000	-	1.21	<b>1,000</b>
California-American Water Co.	31,379	1,000	30,379	1.21	<b>37,759</b>
Golden State Water Company	15,272	1,000	14,272	1.21	<b>18,269</b>
County of Sacramento/ SCWA	51,950	1,000	50,950	1.21	<b>62,650</b>
<b>Total \$</b>					<b>258,686</b>