

**SACRAMENTO CENTRAL GROUNDWATER AUTHORITY**

**RESOLUTION NO. 2016- 03**

**RESOLUTION ADOPTING AND ASSIGNING COSTS TO FUND  
ADMINISTRATIVE AND PROGRAM BUDGETS FOR FISCAL  
YEAR 2016/2017 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**, the AUTHORITY has decided to adjust its annual contribution methodology to better align with other local management authorities and to reduce the potential risk of underfunding groundwater management programs in the future;

**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 2016/2017 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 2016/2017 as specified in Attachment A is hereby adopted; and
  - b. The annual contributions to fund the SCGA administrative budget for fiscal year 2016/2017 are revised from the initial funding contributions identified in the JPA Section 8(d), and annual contributions for fiscal year 2016/2017 will be calculated pursuant to Attachment B; and
  - c. Billing for the fiscal year 2016/2017 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 THOMPSON, the foregoing resolution was passed and adopted by the Board of Directors of SCGA this 8th day of June, 2016, by the following vote, to wit:

AYES: Directors, FRAGIAO, EISING, QUINN, EWART, NELSON, MAHON, WERDER, BETTIS, LOWRY, RAMIREZ, ANDERSON

NOES: Directors,

RECUSAL: Directors,  
(PER POLITICAL REFORM ACT (§ 18702.5.))

ABSENT: Directors, MARTEL

ABSTAIN: Directors,

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



Clerk of the Board of Directors of  
the Sacramento Central Groundwater Authority

ATTACHMENT A - Fiscal Year 2016-2017 Authority's Budget (Page 1 of 3)

FUND: Sacramento Central Groundwater Authority (096B)  
 ACTIVITY: Groundwater Supply Operations (0960001)  
 FISCAL YEAR: 2016-17

	Actual 2011-2012	Actual 2012-2013	Actual 2013-14	Actual 2014-15	Adopted 2015-16	Estimate 2015-16	Requested 2016-17
<b>MEANS OF FINANCING</b>							
Reserves:							
Prior Year Fund Balance	\$ 631,157	\$ 714,927	\$ 139,454	\$ 116,451	\$ 358,049	\$ 357,143	\$ 224,531
Revenues:							
Contributions from other Agencies	\$ 264,047	\$ 254,492	\$ 244,222	\$ 236,962	\$ 210,423	\$ 210,423	\$ 573,057
Interfund Charges (Transfer In / Out) reimbursement from SCGA WPP fund	-	-	-	-	-	-	-
Reserve Release	-	-	-	278,934	36,233	37,139	-
Interest Income	2,862	5,332	2,000	-	(2,905)	(2,905)	-
AB303 Grant Reimbursement	2,900	(1,370)	200,000	199,823	29,000	108,229	-
<b>Encumbrance Rollover from Prior Year</b>							
<b>Total Means of Financing</b>	<b>\$ 900,966</b>	<b>\$ 973,381</b>	<b>\$ 585,676</b>	<b>\$ 832,170</b>	<b>\$ 630,800</b>	<b>\$ 710,029</b>	<b>\$ 797,588</b>
<b>FINANCING USES</b>							
Provision for Reserves	-	\$ 707,430	\$ 31,626	-	-	-	\$ 78,865
Interfund Charges (Transfer In / Out) reimbursement from SCGA WPP fund	-	-	-	-	-	-	-
Salaries / Benefits	-	-	-	-	-	-	-
Services & Supplies	186,039	126,497	554,050	832,170	630,800	485,498	718,723
Other Charges	-	-	-	-	-	-	-
<b>Total Financing Uses</b>	<b>\$ 186,039</b>	<b>\$ 833,927</b>	<b>\$ 585,676</b>	<b>\$ 832,170</b>	<b>\$ 630,800</b>	<b>\$ 485,498</b>	<b>\$ 797,588</b>
<b>ENDING FUND BALANCE</b>	<b>\$ 714,927</b>	<b>\$ 139,454</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 224,531</b>	<b>\$ -</b>

See Attachment D for Budget Detail

need reserve of 20% of expenditures. of expenditures.

# ATTACHMENT A - Fiscal Year 2016-2017 Authority's 2-Year Budget Breakdown

(Page 2 of 3)

	Adopted FY15/16 Budget	Proposed FY16/17 Budget
<b>MEANS OF FINANCING</b>		
<b>Reserve Account</b>		
Reserve Account Balance 7/1/15	\$ 461,230	\$ 424,091
Reserve Account Contributions/Releases	(37,139)	78,865
Remaining Reserve Balance	<b>424,091</b>	<b>502,956</b>
<b>Operating Account</b>		
Beginning Operating Fund Balance	\$ 357,143	\$ 224,531
Revenues:		
Contributions from Member Agencies	\$ 210,423	\$ 573,057
Reserve Release	37,139	
AB 303 Grant (Prop. 84)	29,000	
Interest Income	(2,905)	-
<b>Total Means of Financing</b>	<b>\$ 630,800</b>	<b>\$ 797,588</b>
<b>FINANCING USES</b>		
<b>Salaries/Benefits</b>	\$ -	\$ -
<b>Services &amp; Supplies:</b>		
Staff Expenses	291,500	511,532
Consultant Expenses	333,000	200,891
Office Expenses	6,300	6,300
GMP Related Expenses	-	-
Reporting Expenses	-	-
<b>Provision for Reserve</b>	-	78,865
<b>Total Financing Uses</b>	<b>\$ 630,800</b>	<b>\$ 797,588</b>

**ATTACHMENT A - Authority's Operating Expenses (2016 -2017) (Page 3 of 3)**

	(\$ Dollar)	Notes
<b>Operating Expenses</b>		
<b>1. Staff Expenses</b>		"Staff Expenses" were not covered in the cost breakdown provided in the GMP.
Executive Director	\$ 56,576	Executive Director @ 8 hours/week: (\$136/hr)(8hr/wk)(52wk/yr) (G/L 20293403)
Administration Support	\$ 253,490	Board Clerk, Water Resources Admin. Staff, etc. (G/L 20293403)
Legal Counsel	\$ 149,070	Sarah Britton - County Counsel (G/L 20253100)
Financial	\$ 48,895	County Water Resource Finance/Accounting Staff (G/L 20293403; Remie and Bill)
AFS Contract Services	\$ 2,000	Contract payment and writing allocation costs. (G/L 20293401)
Travel/Conference	\$ 1,500	G/L 20202900
<b>Total Staff Expenses</b>	<b>\$ 511,532</b>	
<b>2. Consultant Expenses</b>		
Audit Report	\$ 9,000	VTD & Co. Audit Expense (G/L 20250500)
Technical Services	\$ 191,891	1. \$100k - Develop and Support Alternative Submittal; 2. \$66k - Assist SCGA staff transitioning to a GSA, including grant application, data management, public outreach, and website update etc.; 3. \$10k - Ag/Res Water Conservation; 4. \$25k - GAP Study
<b>Total Consultant Expenses</b>	<b>\$ 200,891</b>	
<b>3. Office Expenses</b>		
General Liability Insurance	\$ 6,000	Annual premium paid to Sacramento County Risk Management
Office Supplies/Postage	\$ 150	G/L 20207600
Dues & Subscriptions	\$ 150	Membership dues (G/L 20206100)
<b>Total Office Expenses</b>	<b>\$ 6,300</b>	
<b>4. GMP Related Expenses</b>		Ongoing activities to implement the GMP
A. Stakeholder Involvement		
B. GW Resource Protection		
C. Monitoring Program		
D. Planning Integration		
E. Plan Implementation Costs		GMP Section 4.7.1
<b>Total GMP Expenses</b>	<b>\$ -</b>	G/L 20293403
<b>5. Well Protection Program</b>		
Ordinance Development	\$ -	Includes on-going coordination with Land Use Agencies, development of cooperating agreements and adoption of ordinance and agreements.
Registration	\$ -	Includes developing parcel map, generating mailing list, update of data base and field verifications. Reimbursed by WPP trust fund later.
Replacement Fund		
<b>Total WPP Expenses</b>	<b>\$ -</b>	
<b>6. Reporting Expenses</b>		
State of the Basin Report		
<b>Total Reporting Expenses</b>	<b>\$ -</b>	
<b>GRAND TOTAL</b>	<b>\$ 718,723</b>	

**ATTACHMENT B (Page 1 of 2)**  
**Authority's Members Contribution (FY2016-2017)**

	Base Contribution	Connection Contribution	Groundwater Usage Contribution	Total Annual Contribution
<b>Board Members</b>				
City of Folsom	\$ 20,000	\$ 17,001	\$ -	\$ 37,001
City of Rancho Cordova	\$ 20,000	\$ -	\$ -	\$ 20,000
City of Sacramento	\$ 20,000	\$ 42,205	\$ 3,110	\$ 65,315
City of Elk Grove	\$ 20,000	\$ -	\$ -	\$ 20,000
County of Sacramento/ SCWA	\$ 20,000	\$ 37,341	\$ 65,965	\$ 123,306
FRCD/Elk Grove Water District	\$ 10,000	\$ 12,127	\$ 13,176	\$ 35,303
Rancho Murietta CSD	\$ 10,000	\$ 8,000	\$ -	\$ 18,000
Cal-Am Water Company	\$ 10,000	\$ 24,985	\$ 53,396	\$ 88,381
Golden State Water Company	\$ 10,000	\$ 13,922	\$ 17,396	\$ 41,319
Omochumne-Hartnell Water District	\$ 10,000	\$ -	\$ -	\$ 10,000
SRCSD	\$ 10,000	\$ -	\$ -	\$ 10,000
Ag Interests	\$ 10,000	\$ -	\$ 46,855	\$ 56,855
Ag-Res Interests	\$ 10,000	\$ -	\$ 7,576	\$ 17,576
Comm/Industrial Self Supplied	\$ 10,000	\$ -	\$ -	\$ 10,000
Public Agency Self Supplied	\$ 10,000	\$ -	\$ -	\$ 10,000
Conservation Land Owners	\$ 10,000	\$ -	\$ -	\$ 10,000
<b>Total</b>	<b>\$ 210,000</b>	<b>\$ 155,579</b>	<b>\$ 207,475</b>	<b>\$ 573,057</b>

**Base Contribution Component**

- Annual Base Contribution is \$10000 for non-signatory members and \$10000 for signatory members
- Annual Base Contribution of \$10000 for Agriculture, Agriculture/Residential, Public Agencies Self-Supplied, Commercial Industrial Self-Supplied, and Conservation Landowners is paid out of SCWA Zone 13 funds

**Connection Contribution Component**

- Annual Connection Contribution is \$8,000 plus \$0.67 per connection for number of water service connections over the 6,000 connection minimum.
- An annual minimum Connection Contribution of \$8,000 is assessed for water districts with less than the 6,000 connection minimum

**Groundwater Usage Component**

- Annual Groundwater Usage Contribution is \$3.11/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 \$3.11 /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 \$3.11/acre-foot and paid out of SCWA Zone 13 funds

**ATTACHMENT B (Page 2 of 2)**

**Groundwater Usage Component 2016 Pumping Data**

Water Purveyors	Pumping Amount (acre-contribution)	Exclusion (acre-contribution)	Net Pumping (acre-contribution)	Rate (\$/acre-foot)	Contribution
Commercial/Industrial Self Supplied	0	0	0	3.11	\$ -
Public Agencies/Self Supplied	0	0	0	3.11	\$ -
FRCD/Eik Grove Water District	4,237	0	4,237	3.11	\$ 13,176
Omochumne-Hartnell Water District	0	0	0	3.11	\$ -
Rancho Murieta CSD	0	0	0	3.11	\$ -
California-American Water Co.	17,169	0	17,169	3.11	\$ 53,396
Golden State Water Company	5,594	0	5,594	3.11	\$ 17,396
County of Sacramento/ SCWA	21,211	0	21,211	3.11	\$ 65,965
City of Sacramento	1,000	0	1,000	3.11	\$ 3,110
<b>Ag and Conservation Land Owners</b>					
	12% of estimated pumping (See Note 1)				
Agricultural Interests	125,550	0	125,550	3.11	\$ 46,855
Conservation Land Owners	0	0	0	3.11	\$ -
<b>Agriculture-Residential</b>					
	12% of estimated pumping (See Note 1)				
Agriculture-Residential	20,300	0	20,300	3.11	\$ 7,576
Note 1. A 12% % reduction is applied to Ag and Ag-Res pumping to account the average crop evapotranspiration and runoff losses					<b>Total \$ 207,475</b>

**Water Service Connection Component 2016 Water Service Connection Data**

Water Purveyors	Number of Connections	Minimum Number of Connections	Number of Connections Exceeding Minimum	Rate (\$/connection)	Contribution
Commercial/Industrial Self Supplied	-	6,000	-	0.67	\$ -
Public Agencies/Self Supplied	-	6,000	-	0.67	\$ -
City of Folsom	19,434	6,000	13,434	0.67	\$ 17,001
City of Sacramento	57,052	6,000	51,052	0.67	\$ 42,205
FRCD/Eik Grove Water District	12,159	6,000	6,159	0.67	\$ 12,127
Omochumne-Hartnell Water District	-	6,000	-	0.67	\$ -
Rancho Murieta CSD	1,800	6,000	-	0.67	\$ 8,000
California-American Water Co.	31,350	6,000	25,350	0.67	\$ 24,985
Golden State Water Company	14,839	6,000	8,839	0.67	\$ 13,922
County of Sacramento/ SCWA	49,792	6,000	43,792	0.67	\$ 37,341
<b>Total \$</b>					<b>155,579</b>