

MEMORANDUM

DATE: June 12, 2012
MEETING OF: June 20, 2012
TO: Board of Directors
FROM: General Manager
RE: **DISCUSSION/ACTION ITEM 9C and D:** Conduct Public Hearing on, and Consider Adoption of Revised Preliminary Budget for FY 2012-2013

BACKGROUND

The Preliminary Budget for Fiscal Year 2012-2013 (FY 12-13) was reviewed by the Administrative Finance Committee on April 10, 2012 and adopted at our April 18, 2012 board meeting. The notice of tonight's public hearing on the budget was published May 8, 2012 in the Register Pajaronian, posted at our office and on our website.

Since the initial review and adoption of the Preliminary Budget, several modifications have been made due to new or changed information. These are summarized below:

Category	Preliminary	Updated	Difference
1 Election Fees	\$-0-	\$52,000	\$52,000
2. LAFCO fees	13,000	8,000	(5,000)
3. Grant Administration	110,000	100,000	(10,000)
4. Recycled Water Facility Operations & Maintenance	1,200,000	1,920,000	720,000
5. City of Watsonville Debt Service	1,300,000	1,000,000	(300,000)
		TOTAL	\$257,000 457,000

The expense for a field vehicle (\$30,000) was moved from Fund 10 (General Fund) to Fund 20 (Special Revenue Fund) since the expense is related to field and project operations. As shown on the Summary by Service (pages 2 and 3) these adjustments result in an excess of revenue of \$8,134 projected at year's end.

Copies of the Revised Preliminary Budget are available at tonight's meeting and on the Agency website.

FISCAL IMPACT

As the budget is a planning document, there is no direct fiscal impact.

STAFF RECOMMENDATION

That the Chair conducts the Public Hearing, considers board and public comment, and considers adoption as final the Revised Preliminary Budget for FY 2012-2013.

ATTACHMENT

- Revised Preliminary Budget for FY 2012-2013