



Public Hearing

METROPOLITAN WATER DISTRICT OF SALT LAKE & SANDY
MAY 15, 2023



Overview of Presentation

- Overview of financial plan and budget for the 2024 fiscal year
- Questions and comments





MWDSLS Budget for Fiscal Year 2024

- Staff preparation began in December 2022 for the FY 2024 Budget
- Board committee involvement
 - Engineering Committee
 - Management Advisory Committee
 - Finance Committee
- Tentative budget was adopted April 17, 2023
- Final budget adoption anticipated June 12, 2023 (pending truth in taxation hearing in August 2023)

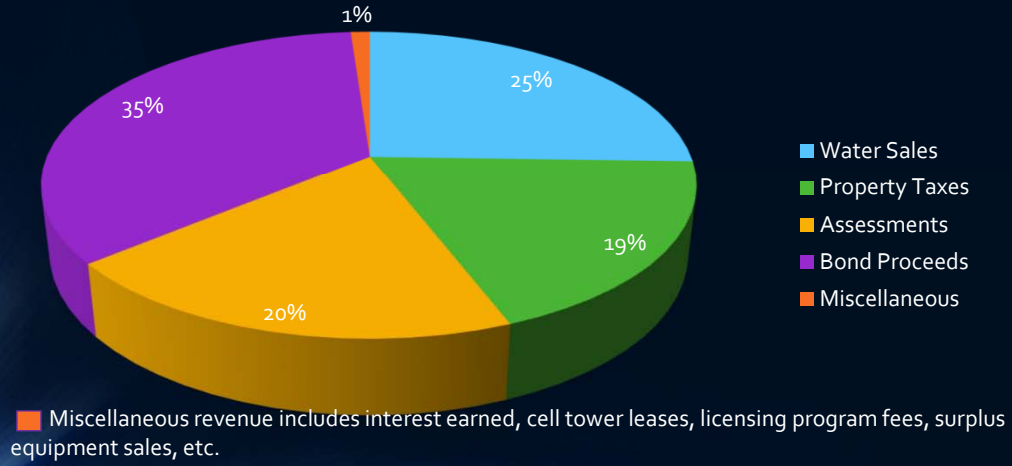


Sources of Funds – Tentative Budget FY24

	Fiscal Year 2023 Budget	Fiscal Year 2024 Tentative Budget	% Change
Water Sales			
• Member Cities	\$23,087,338	\$23,779,958	3.0%
• Others	\$ 1,308,436	\$1,333,278	1.9%
Property Taxes	\$11,704,391	\$18,422,265	57.4%
Assessments	\$12,908,943	\$19,506,120	51.1%
• Metro Water Project			
• Salt Lake City Assessment for 3100 AF of ULS supply			
• Salt Lake City Assessment for SLAR-CC Project			
• Sandy City Assessment for Ontario Drain Tunnel			
Miscellaneous	\$ 619,504	\$1,105,537	78.5%
Bond Proceeds	\$ 0	\$34,450,000	NA
Total Sources of Funds	\$49,628,612	\$98,597,158	50.3%



Sources of Funds – Tentative Budget FY24



FY2024 Water Sales

MEMBER CITY

- 3% rate increase proposed for member cities
- Projected water rate increases are anticipated to be 3% annually through FY2027

NON-MEMBER ENTITY

- 3% rate increase proposed for non-member entity water sales
- Water sales to non-member entities on a surplus basis to help offset member city costs



Uses of Funds

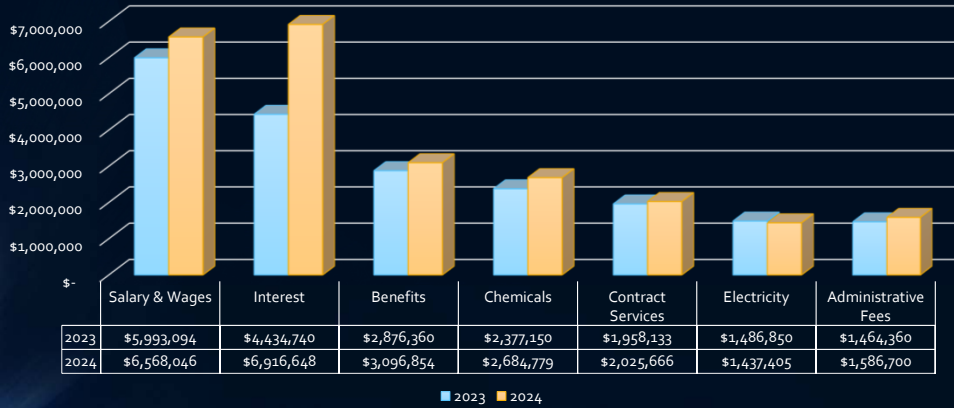
	Fiscal Year 2023 Budget	Fiscal Year 2024 Tentative Budget	% Change
Operations & Maintenance	\$25,105,034	\$26,976,167	7.45%
<ul style="list-style-type: none"> • Provo River Water Users Association O&M • Non-Routine O&M 			
Capital Projects	\$10,190,066	\$34,777,874	241.29%
<ul style="list-style-type: none"> • Capacity Improvement Projects • District Non-Capacity Improvement Projects • SLAR-CC Project (Capacity & Non-Capacity) • JA System & 150th South Pipeline • Central Utah Project Capital • Provo River Water Users Association Capital 			
Debt	\$15,589,740	\$19,308,448	23.85%
Net Funds to Reserves	\$(1,256,229)	\$17,534,669	
Total Uses of Funds	\$49,628,611	\$98,597,158	98.67%

Operations and Maintenance expenses

- Increased chemical costs
 - Primarily due to per unit price increases
- Increased employee costs
 - Includes the addition of one full-time equivalent (FTE) to I&E and IT, each, and a decrease of 1 FTE from Operations. Net increase of 1 FTE
 - Includes 7.0% COLA/Merit salary increase
- Increased administrative fees
 - 8.33% increase for OMR&R costs from CUWCD



Key O&M Components



District Non-Capacity Improvement Projects	Amount	Completion Date
SLAR-CC Project	\$ 12,885,900	Multi-year project to be completed 6/30/2025
SLAR-CC Easement Procurement	\$400,000	Multi-year project to be completed 6/30/2025
LCC Replacement and Intake modifications	\$ 200,000	Multi-year project to be completed 6/30/2026
POMWTP PC/S Hardware Replacement	\$ 250,000	Multi-year project to be completed 6/30/2024
Fleet Replacement Program (2 pickup trucks, mower, articulating lift)	\$200,000	6/30/2024
Little Dell Dam Improvements	\$ 400,000	6/30/2024
Repair and Replace	\$ 670,500	6/30/2024
Total:	\$15,006,400	



Capacity Improvement Project

Managed Aquifer Recharge Design and Construction	FY 2023 and prior	Remaining (FY 2024+)	Total Project
District portion	\$2,618,902	\$3,365,038	\$5,983,940
Matching Grant	\$1,843,006	\$1,156,994	\$3,000,000
Total:	\$4,461,908		\$8,983,940

The District's 2021 Managed Aquifer Recharge Implementation Plan includes a six-phase approach to storing up to 8,790 ac-ft of water annually in the ground.



Capacity Improvement Project

SLAR-CC Design and Construction	FY 2024 Amount	Remaining (FY 2025+)	Total Project
District portion	\$6,575,500	\$13,151,000	\$19,726,500

The Capacity portion of the SLAR-CC project is the additional 35 mgd of SLC capacity from the LCC into the SLAR.



Questions or comments

MAY 15, 2023