

**MONTEREY COUNTY WATER RESOURCES AGENCY
BOARD OF DIRECTORS
FINANCE COMMITTEE
COMMITTEE MEMBERS**

Mark Gonzalez
Glen Dupree

Mike LeBarre
John Baillie

TIME: 10:00 a.m.
DATE: Friday, October 5, 2018
PLACE: Monterey County Government Center
1441 Schilling Place, Saffron Room, 1st Floor
Salinas, CA 93901

AGENDA

1. **Call to Order**
2. **Public Comment**
(Limited to three (3) minutes per speaker on matters within the jurisdiction of the Agency not listed on this agenda. The public will have the opportunity to ask questions and make statements on agenda items as the Committee considers them.)
3. **Consider approving the Minutes of the Finance Committee meeting on September 7, 2018**
The Committee will consider approval of the Minutes of the above-mentioned meeting.
4. **Consider receiving Final Year-end Financials for Fiscal Year 2017-18**
Erica Leal, Accountant III will provide the report.
5. **Consider receiving the August 2018 Financials for all Agency Funds.**
Erica Leal, Accountant III, will provide the report.
7. **Receive an update on the New Source Water Report for the Castroville Seawater Intrusion Project.**
Shaunna Murray, Associate Water Resources Engineer, will provide the update.
8. **Receive an update on the Federal Energy Regulatory Commission requirements for Nacimiento Dam Operations.**
Brent Buche, Deputy General Manager, will provide the update.
9. **Set next meeting date and discuss future agenda items**
The Committee will discuss and determine details for its next meeting.
10. **Adjournment**

**MONTEREY COUNTY WATER RESOURCES AGENCY
BOARD OF DIRECTORS
FINANCE COMMITTEE
COMMITTEE MEMBERS**

Mark Gonzalez
Glen Dupree

Mike LeBarre
John Baillie

TIME: 10:00 a.m.
DATE: Wednesday, September 7, 2018
PLACE: Monterey County Government Center
1441 Schilling Place, Saffron Room, 1st Floor
Salinas, CA 93901

MINUTES

1. Call Meeting to Order @ 10:06 a.m.

Members Present: Directors Gonzalez, LeBarre, Dupree and Baillie
Members Absent: None
Members Left Early: Director Mike LeBarre (departed the meeting at 10:20 a.m.)

A quorum was established.

2. Public Comment: None

3. Consider approving the Minutes of the Finance Committee meeting held on June 1, 2018.

Committee Action: On Motion and Second by Directors Baillie and Dupree respectively, the Committee approved the Minutes of the Finance Committee meeting held on June 1, 2018.

4. Consider receiving the June 2018 Financials for all Agency Funds.

Erica Leal, Accountant III, presented the June 2018 Financials for all Agency Funds.

Committee Action: On Motion and Second by Directors Baillie and LeBarre respectively, the Committee received the June 2018 Financials for all Agency Funds.

5. Consider receiving the Fourth Quarter Financial Status Report through June 30, 2018.

Erica Leal, Accountant III, provided the report.

Committee Action: On Motion and Second by Directors LeBarre and Baillie respectively, the Committee received the Fourth Quarter Financial Status

Report through June 30, 2018.

6. Consider receiving the Summary of Professional Services Agreements.

Erica Leal, Accountant III, provided the summary.

Committee Action: On Motion and Second by Directors Baillie and Dupree respectively, the Committee received the Summary of Professional Services Agreements.

7. Consider receiving the Summary of Credit Card Purchases in excess of \$500.

Erica Leal, Accountant III, provided the summary.

Committee Action: On Motion and Second by Directors Dupree and Baillie respectively, the Committee received the Summary of Credit Card Purchases in excess of \$500.

8. Set next meeting date and discuss future agenda items.

The next meeting date is scheduled for October 5, 2018 at 10:00 a.m.

9. The meeting adjourned at 10:33 a.m.

Submitted by: Alice Henault

**MONTEREY COUNTY
WATER RESOURCES AGENCY
FY 2017-2018 FINANCIAL STATUS REPORT - YEAR END**

For Month Ending: June 30, 2018
% Monthly Time Elapsed: 100.00%

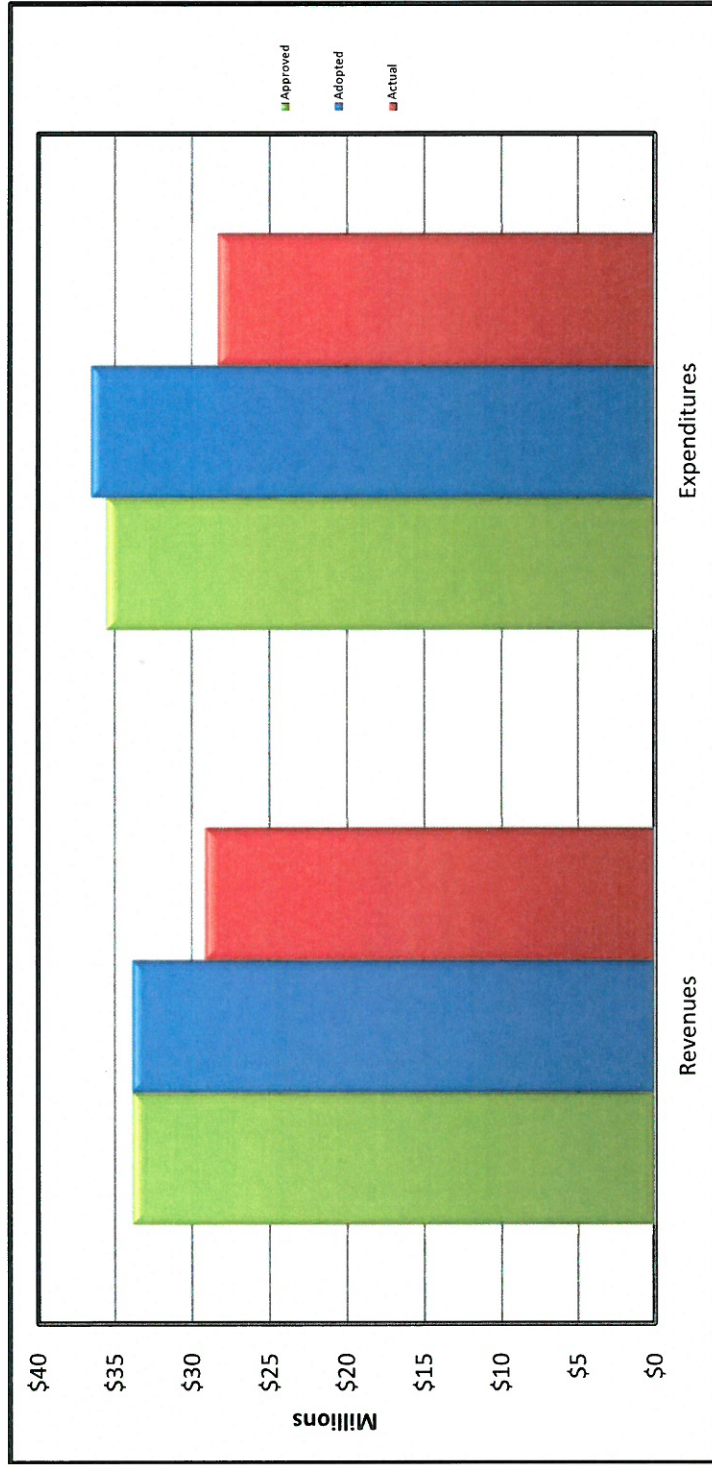
Fund	Zone	Fund Name	Updated 09.24.2018				APPROVED BUDGET				ADOPTED BUDGET				YEAR-TO-DATE				Estimated Actual Ending Fund Balance
			Actual Beginning Fund Balance	Approved Budget Expenditures	Approved Budget Revenue	Estimated Ending Fund Balance	Actual Beginning Fund Balance	Approved Budget Expenditures	Approved Budget Revenue	Estimated Ending Fund Balance	Actual Beginning Fund Balance	Adopted Budget Expenditures	Adopted Budget Revenue	Estimated Ending Fund Balance	YTD Actual Expenditures	Percent Budget Expended	YTD Actual Revenue	Percent Budget Received	
111	ADMIN	Administration	12,462	-	-	12,462	466,708	429,012	181,469	12,462	466,708	429,012	181,469	(253)	n/a	(3,344)	n/a	9,371	
112	1	Pajaro Levee	219,165	466,708	429,012	181,469	884,567	755,253	128,826	181,469	884,567	755,253	96,826	314,468	67.4%	521,878	121.6%	426,576	
113	CW	Countywide	258,140	884,567	755,253	128,826	281,468	508,043	621,624	258,140	916,567	755,253	96,826	830,172	90.8%	780,158	103.3%	208,126	
114	2	Naci Non-O&M	395,049	281,468	508,043	621,624	790,716	676,469	377,367	395,049	281,468	508,043	621,624	280,085	99.5%	290,477	57.2%	405,441	
115	2A	SA Non-O&M	491,614	790,716	676,469	377,367	3,619,764	3,054,910	650,281	491,614	790,716	676,469	377,367	745,088	94.2%	716,194	105.9%	462,711	
116	2C	Dam Ops	1,215,135	3,619,764	3,054,910	650,281	-	-	106,631	1,215,135	3,619,764	3,054,910	650,281	3,697,719	99.4%	3,349,532	109.9%	866,948	
116	2C	Camp	106,631	-	-	106,631	-	-	106,631	106,631	-	-	106,631	-	0.0%	-	0.0%	106,631	
116	2C	2C Admin	953,867	682,489	359,516	630,894	1,182,489	359,516	130,894	953,867	1,182,489	359,516	130,894	841,110	71.1%	417,972	116.3%	530,729	
117	3	Lwr Salinas Rvr	119,346	45,209	35,858	109,995	45,209	35,858	109,995	119,346	45,209	35,858	109,995	475	1.1%	23,350	65.1%	142,221	
118	5	Merritt Lake	48,855	56,374	41,279	33,760	56,374	41,279	33,760	48,855	56,374	41,279	33,760	12,436	22.1%	26,664	64.6%	63,082	
119	6	CSJP Trns & Mtr Cons	486,661	3,603,285	3,400,386	283,762	3,603,285	3,400,386	283,762	486,661	3,603,285	3,400,386	283,762	3,289,610	91.3%	3,303,152	97.1%	500,203	
120	7	No. County	33,402	1,595	4,796	36,563	1,595	4,796	36,563	33,402	1,595	4,796	36,563	64	4.0%	5,127	107.6%	38,465	
121	8	Soledad Storm Drain	107,474	176,119	72,855	4,210	176,119	72,855	4,210	107,474	176,119	72,855	4,210	83,905	47.6%	153,717	211.0%	177,287	
122	9	Reclamation Ditch	736,953	1,620,619	1,410,227	526,561	1,620,619	1,410,227	526,561	736,953	1,620,619	1,410,227	526,561	1,095,873	66.8%	1,277,495	90.6%	916,575	
123	11	Monterey/Carmel Vly	186,042	36,928	58,780	207,994	36,928	58,780	207,994	186,042	36,928	58,780	207,994	28,301	61.8%	20,100	34.2%	177,841	
124	12	San Lorenzo Creek	69,956	52,621	39,449	56,784	52,621	39,449	47,784	69,956	52,621	39,449	47,784	16,862	27.4%	36,699	93.0%	89,793	
125	14	Arroyo Seco	1,577	1,694	1,805	1,688	1,694	1,805	1,688	1,577	1,694	1,805	1,688	19	1.1%	805	44.6%	2,363	
126	15	Carnation Subdivision	70,958	27,925	5,649	48,682	27,925	5,649	48,682	70,958	27,925	5,649	48,682	78	0.3%	14,070	249.1%	84,950	
127	17	Moro Cojo Slough	408,450	390,044	110,935	129,341	390,044	110,935	129,341	408,450	390,044	110,935	129,341	45,822	11.7%	97,540	87.9%	460,168	
128	2	Storm Drain	191,221	25,902	21,376	186,695	25,902	21,376	186,695	191,221	25,902	21,376	186,695	9,488	36.6%	18,973	88.6%	200,705	
128	GS	Gonzales Slough	7,453	7,274	4,388	4,567	7,274	4,388	4,567	7,453	7,274	4,388	4,567	5,744	79.0%	6,417	146.2%	8,125	
130	HY	Naci Hydro Ops	601,291	1,064,167	1,118,484	655,608	1,064,167	1,118,484	655,608	601,291	1,064,167	1,118,484	655,608	535,222	50.3%	1,156,564	103.4%	1,222,653	
131	2Y	CSJP O&M	2,695,171	2,849,763	2,873,621	2,679,029	2,849,763	2,873,621	2,679,029	2,695,171	2,849,763	2,873,621	2,679,029	2,277,267	77.2%	2,539,488	88.4%	2,917,391	
132	2Z	SVRP	777,097	4,465,535	4,373,345	684,907	4,465,535	4,373,345	684,907	777,097	4,465,535	4,373,345	684,907	4,430,935	99.2%	4,476,982	102.4%	823,143	
133	SRDF	SRDF Revenue Fund	3,873,228	2,141,563	2,141,563	3,873,228	2,141,563	2,141,563	3,873,228	3,873,228	2,141,563	2,141,563	3,873,228	2,140,662	100.0%	2,186,836	102.6%	3,929,502	
134	SRDF	SRDF Operations	3,840,240	1,539,046	1,573,763	3,874,957	1,539,046	1,573,763	3,874,957	3,840,240	1,539,046	1,573,763	3,874,957	1,193,996	66.3%	1,483,558	94.3%	4,129,802	
303		CSJP Debt Svc	786,958	1,811,901	1,865,000	840,057	1,811,901	1,865,000	840,057	786,958	1,811,901	1,865,000	840,057	1,781,094	97.2%	1,744,808	99.6%	770,672	
313		SWMP Debt Service	(634,579)	2,103,774	2,103,774	(634,579)	2,103,774	2,103,774	(634,579)	(634,579)	2,103,774	2,103,774	(634,579)	2,103,774	100.0%	2,116,519	100.6%	(621,834)	
425		MRWP Construction	14,105	-	-	14,105	-	-	14,105	14,105	-	-	14,105	-	0.0%	188	0.0%	14,293	
426		INTERLAKE TUNNEL	(599,455)	6,811,000	6,811,000	(599,455)	6,811,000	6,811,000	(599,455)	(599,455)	6,811,000	6,811,000	(599,455)	2,611,707	38.3%	2,418,765	35.5%	(792,397)	
TOTAL			17,434,467	35,567,950	33,851,496	15,728,013	36,537,950	33,851,496	14,748,013	17,434,467	36,537,950	33,851,496	14,748,013	28,531,724	77.6%	29,190,794	86.2%	18,273,536	

**Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END**

For Month Ending: June 30, 2018

Budget Variance Analysis

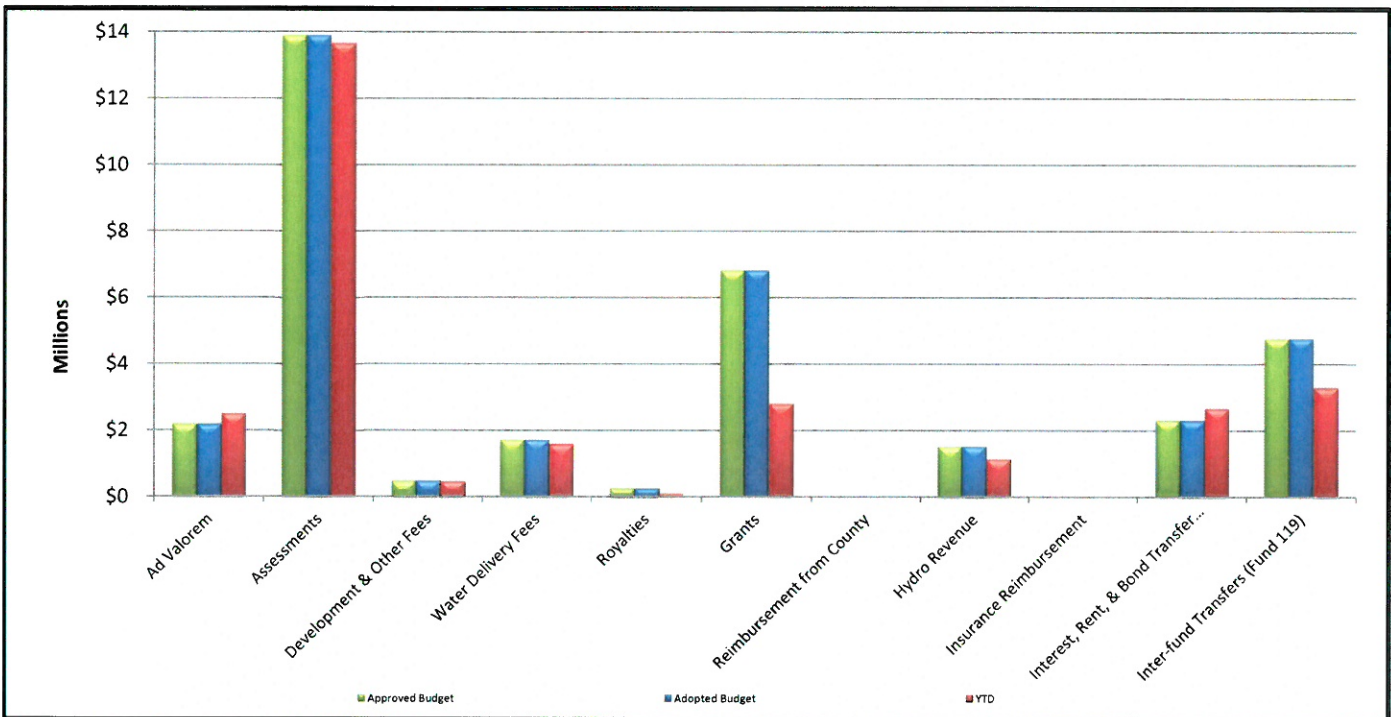
Category	Approved	Adopted	YTD
	Budget	Budget	Actual
Beginning Available Fund Balance	17,434,467	17,434,467	17,434,467
Revenues	33,851,496	33,851,496	29,190,794
Expenditures	35,557,950	36,537,950	28,351,724
Ending Available Fund Balance	15,728,013	14,748,013	18,273,536



**Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END**

Revenue Variance

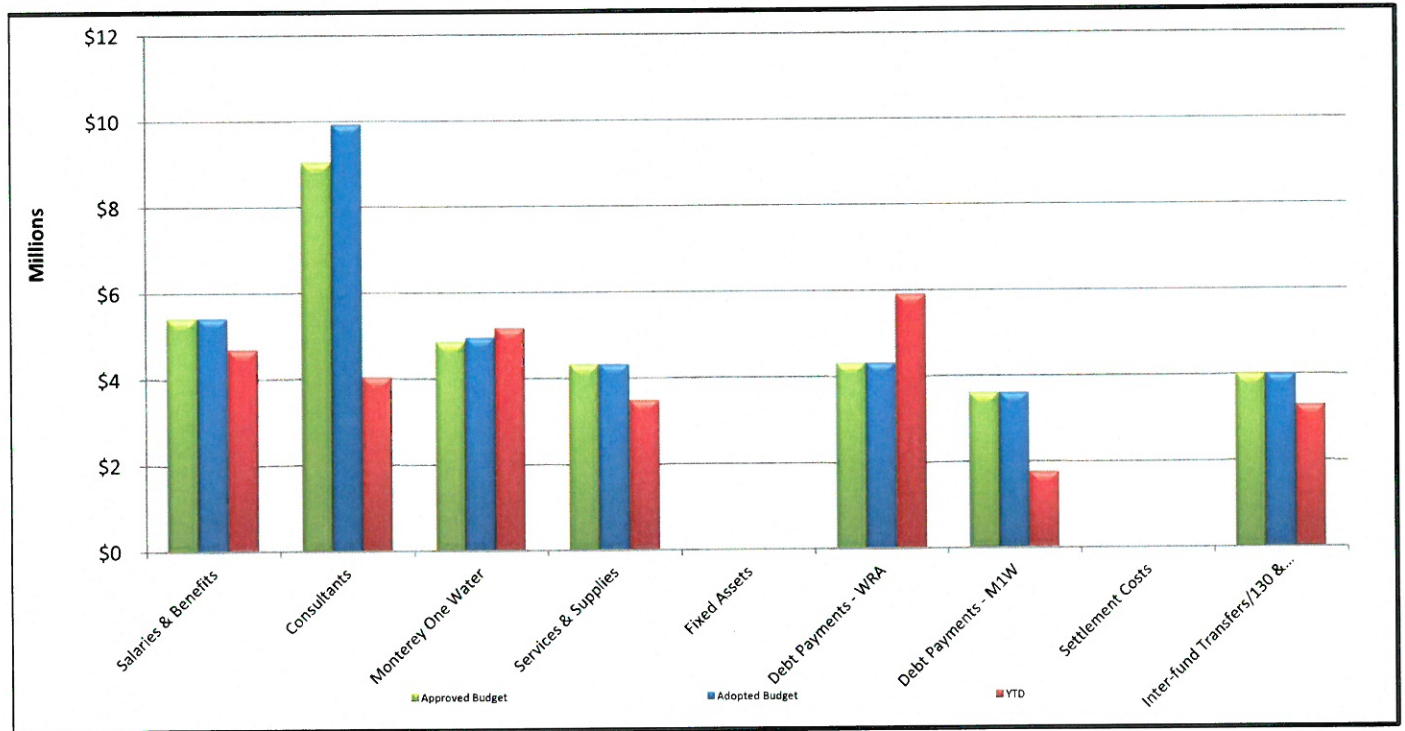
Revenue Variance by Source						
	Approved Budget	% of Approved	Adopted Budget	% of Adopted	YTD	% of Total YTD
Ad Valorem	2,161,379	6.38%	2,161,379	6.38%	2,482,532	8.50%
Assessments	13,884,028	41.01%	13,884,028	41.01%	13,649,573	46.76%
Development & Other Fees	471,946	1.39%	471,946	1.39%	459,008	1.57%
Water Delivery Fees	1,705,688	5.04%	1,705,688	5.04%	1,566,438	5.37%
Royalties	250,000	0.74%	250,000	0.74%	104,491	0.36%
Grants	6,811,000	20.12%	6,811,000	20.12%	2,796,546	9.58%
Reimbursement from County	-	0.00%	-	0.00%	-	0.00%
Hydro Revenue	1,522,484	4.50%	1,522,484	4.50%	1,142,902	3.92%
Insurance Reimbursement	-	0.00%	-	0.00%	-	0.00%
Interest, Rent, & Bond Transfer Revenue (Fund 119)	2,294,971	6.78%	2,294,971	6.78%	2,654,510	9.09%
Inter-fund Transfers (Fund 119)	4,750,000	14.03%	4,750,000	14.03%	3,289,000	11.27%
M1W Contract Fund Reimbursement	-	0.00%	-	0.00%	1,045,794	3.58%
TOTAL	33,851,496		33,851,496		29,190,794	



Expenditure Variance

**Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END**

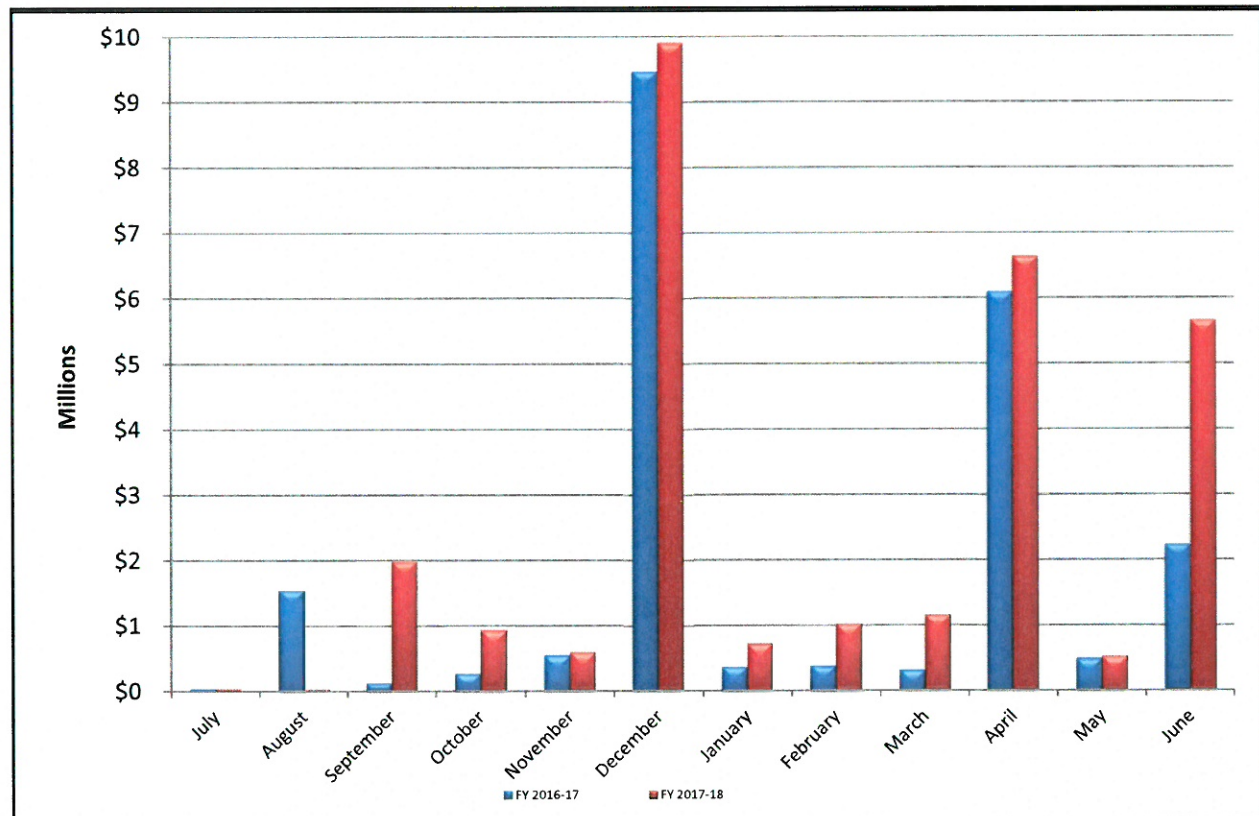
Expenditure Variance by Type						
	Approved Budget	% of Approved	Adopted Budget	% of Adopted	YTD	% of Total YTD
Salaries & Benefits	5,424,251	15.25%	5,424,251	14.85%	4,698,518	16.57%
Consultants	9,036,852	25.41%	9,916,852	27.14%	4,040,173	14.25%
Monterey One Water	4,852,567	13.65%	4,952,567	13.55%	5,169,512	18.23%
Services & Supplies	4,324,535	12.16%	4,324,535	11.84%	3,490,182	12.31%
Fixed Assets	-	0.00%	-	0.00%	-	0.00%
Debt Payments - WRA	4,313,960	12.13%	4,313,960	11.81%	5,909,790	20.84%
Debt Payments - M1W	3,600,785	10.13%	3,600,785	9.85%	1,754,549	6.19%
Settlement Costs	-	0.00%	-	0.00%	-	0.00%
Inter-fund Transfers/130 & 119	4,005,000	11.26%	4,005,000	10.96%	3,289,000	11.60%
TOTAL	35,557,950		36,537,950		28,351,724	



Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END

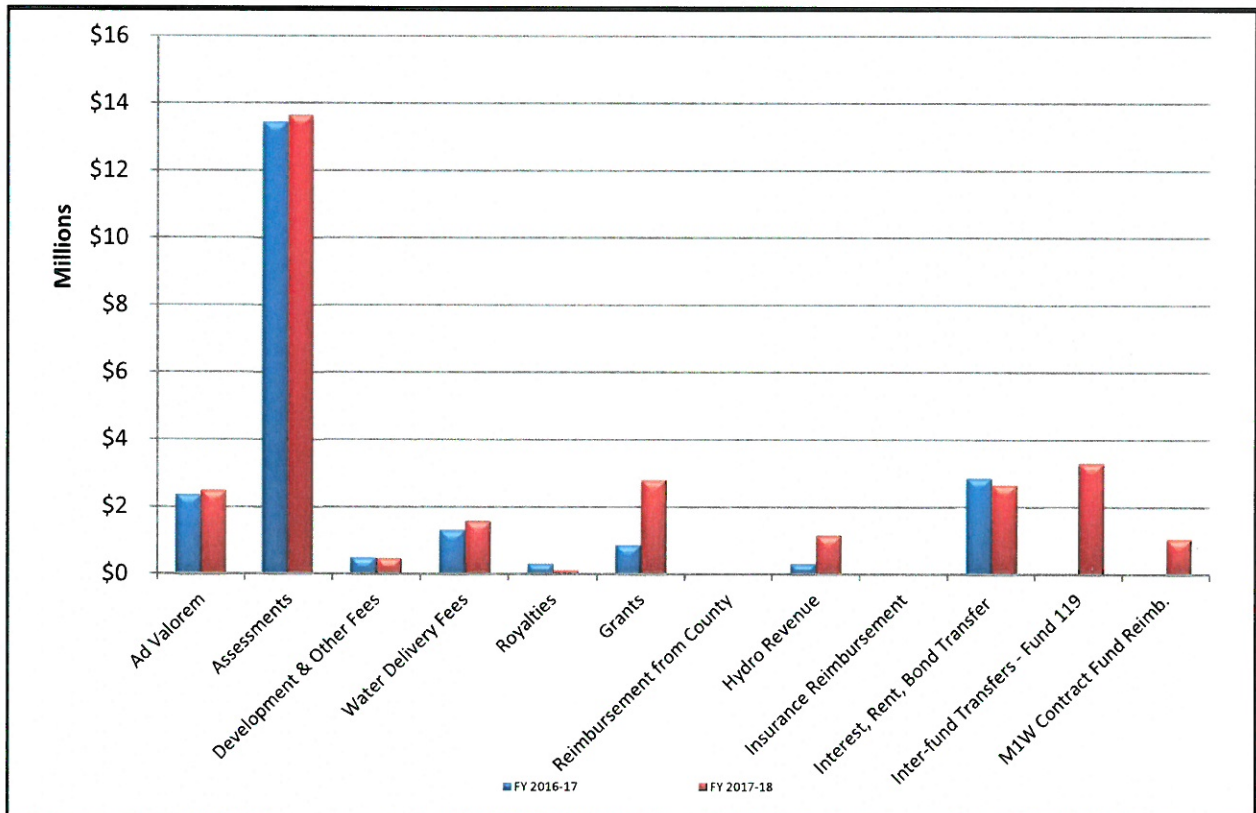
YTD Actual Revenues

Month By Month Revenues				
	FY 2016-17	% Received	FY 2017-18	% Received
July	37,745	0.17%	37,062	0.12%
August	1,542,146	7.10%	40,025	0.23%
September	125,553	7.67%	1,980,935	6.08%
October	268,009	8.87%	924,747	8.70%
November	545,688	11.32%	593,904	10.46%
December	9,470,143	53.89%	9,899,927	39.70%
January	372,716	55.57%	722,791	41.84%
February	387,328	57.31%	1,023,390	44.86%
March	308,913	58.70%	1,157,981	48.28%
April	6,092,324	86.09%	6,633,321	67.88%
May	485,252	88.27%	520,487	69.41%
June	2,227,626	98.28%	5,656,224	86.12%
YTD Actual	21,863,445		29,190,794	
Adopted Budget	22,245,736		33,851,496	



Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END
YTD Revenues by Source

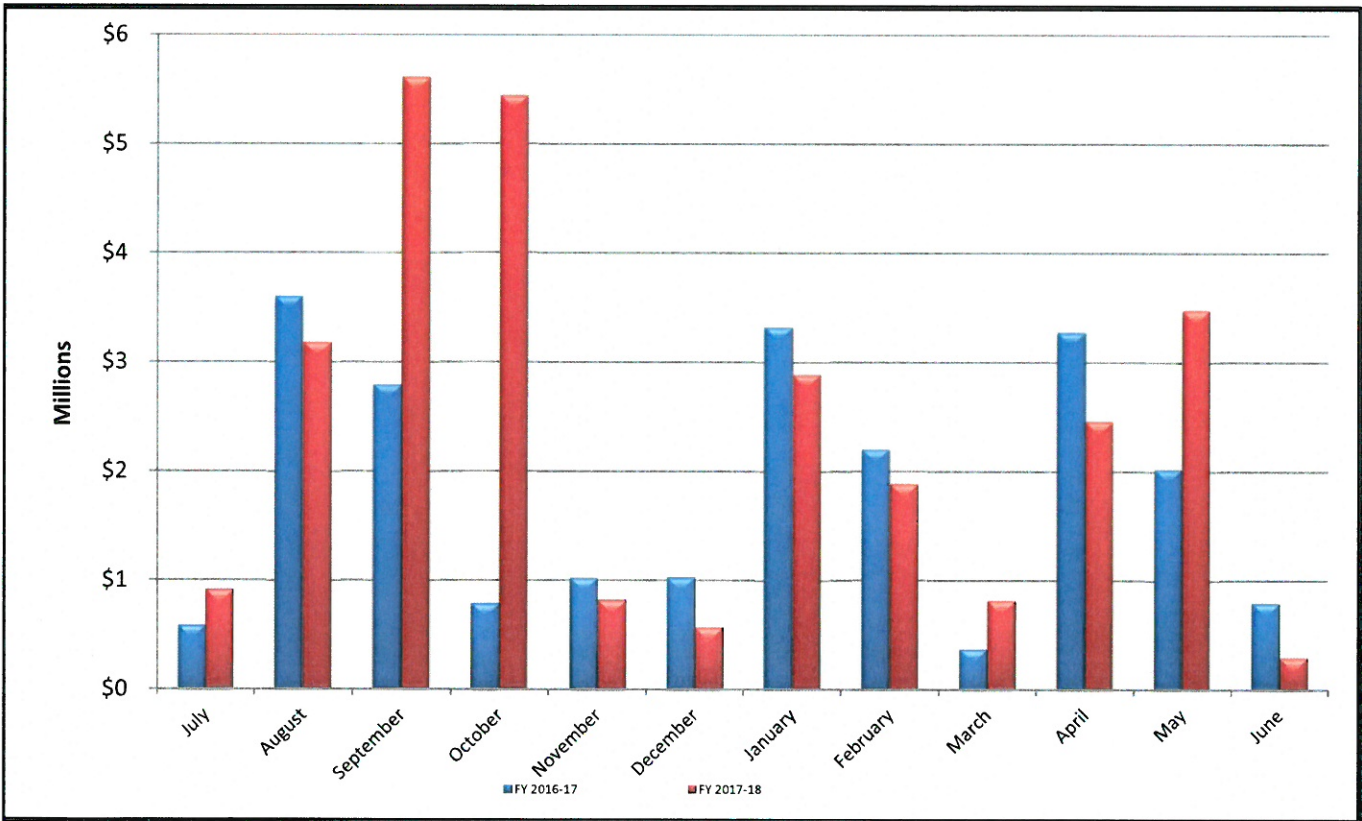
FY 2017-18 YEAR END (with previous FY as comparison)		
	FY 2016-17	FY 2017-18
Ad Valorem	2,358,225	2,482,532
Assessments	13,435,030	13,649,573
Development & Other Fees	473,245	459,008
Water Delivery Fees	1,301,706	1,566,438
Royalties	295,095	104,491
Grants	859,155	2,796,546
Reimbursement from County	-	-
Hydro Revenue	297,866	1,142,902
Insurance Reimbursement	1,194	-
Interest, Rent, Bond Transfer	2,841,927	2,654,510
Inter-fund Transfers - Fund 119	-	3,289,000
M1W Contract Fund Reimb.	-	1,045,794
YTD Totals	21,863,445	29,190,794



Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END

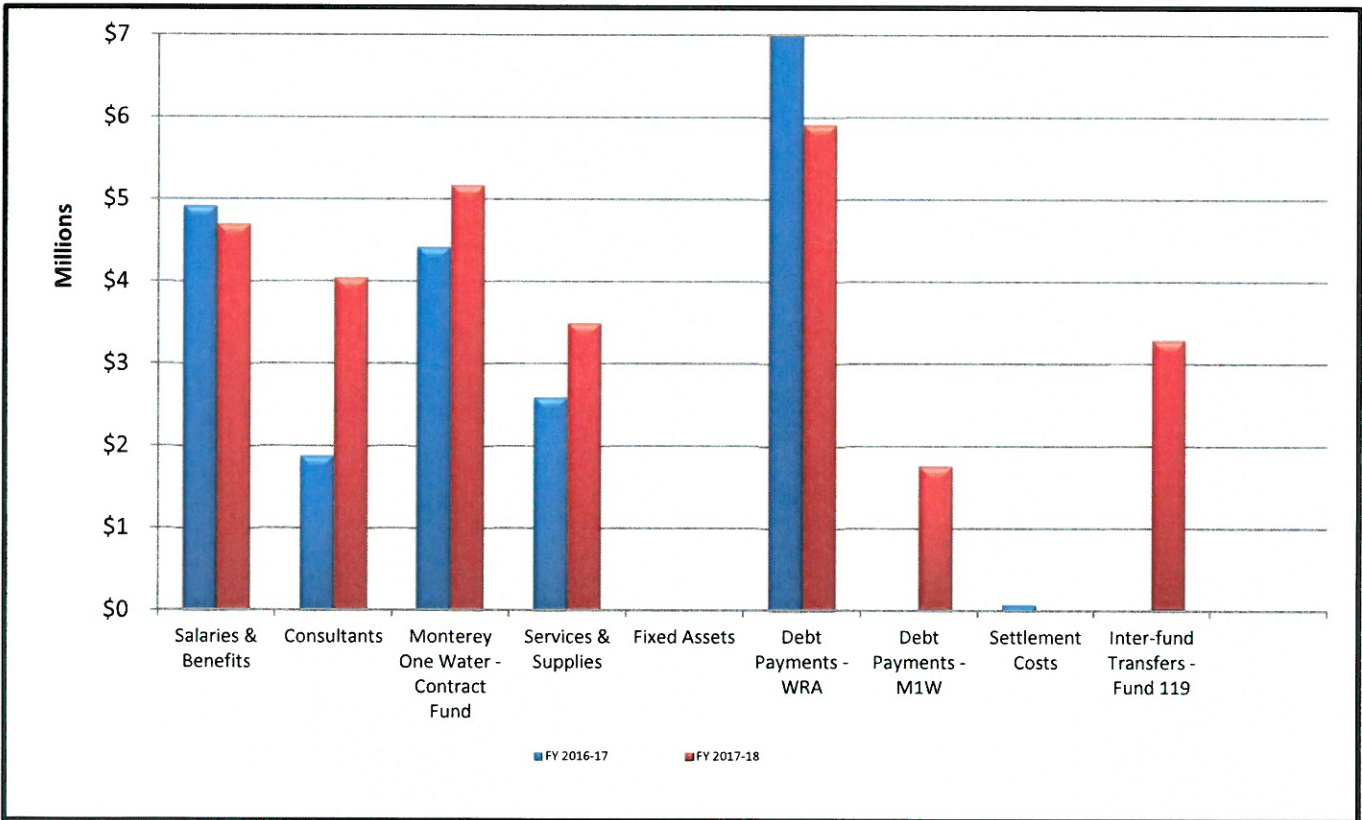
YTD Actual Expenditures

Month By Month Expenditures				
	FY 2016-17	% Expended	FY 2017-18	% Expended
July	583,202	2.40%	912,831	15.36%
August	3,601,414	17.21%	3,179,370	26.56%
September	2,790,200	28.69%	5,611,021	15.36%
October	783,372	31.91%	5,438,689	30.24%
November	1,018,942	36.10%	821,502	32.49%
December	1,024,702	40.32%	570,053	34.05%
January	3,318,295	53.97%	2,887,064	41.95%
February	2,194,702	62.99%	1,878,246	47.09%
March	376,363	64.54%	819,784	49.34%
April	3,271,566	78.00%	2,456,916	56.06%
May	2,019,669	86.31%	3,478,243	65.58%
June	792,194	89.56%	298,006	66.40%
YTD Actual	21,774,622		28,351,724	
Adopted Budget	24,311,929		36,537,950	



Monterey County
Water Resources Agency
FY 2017-2018 Financial Status Report - YEAR END
YTD Expenditures by Type

FY 217-18 YEAR END (with previous FY as comparison)		
	FY 2016-17	FY 2017-18
Salaries & Benefits	4,916,831	4,698,518
Consultants	1,872,554	4,040,173
Monterey One Water - Contract Fund	4,416,246	5,169,512
Services & Supplies	2,587,406	3,490,182
Fixed Assets	-	-
Debt Payments - WRA	7,914,963	5,909,790
Debt Payments - M1W	-	1,754,549
Settlement Costs	66,621	-
Inter-fund Transfers - Fund 119	-	3,289,000
YTD Totals	21,774,622	28,351,724



**MONTEREY COUNTY
WATER RESOURCES AGENCY
FY 2018-2019 FINANCIAL STATUS REPORT**

For Month Ending: August 31, 2018
% Monthly Time Elapsed: 16.67%

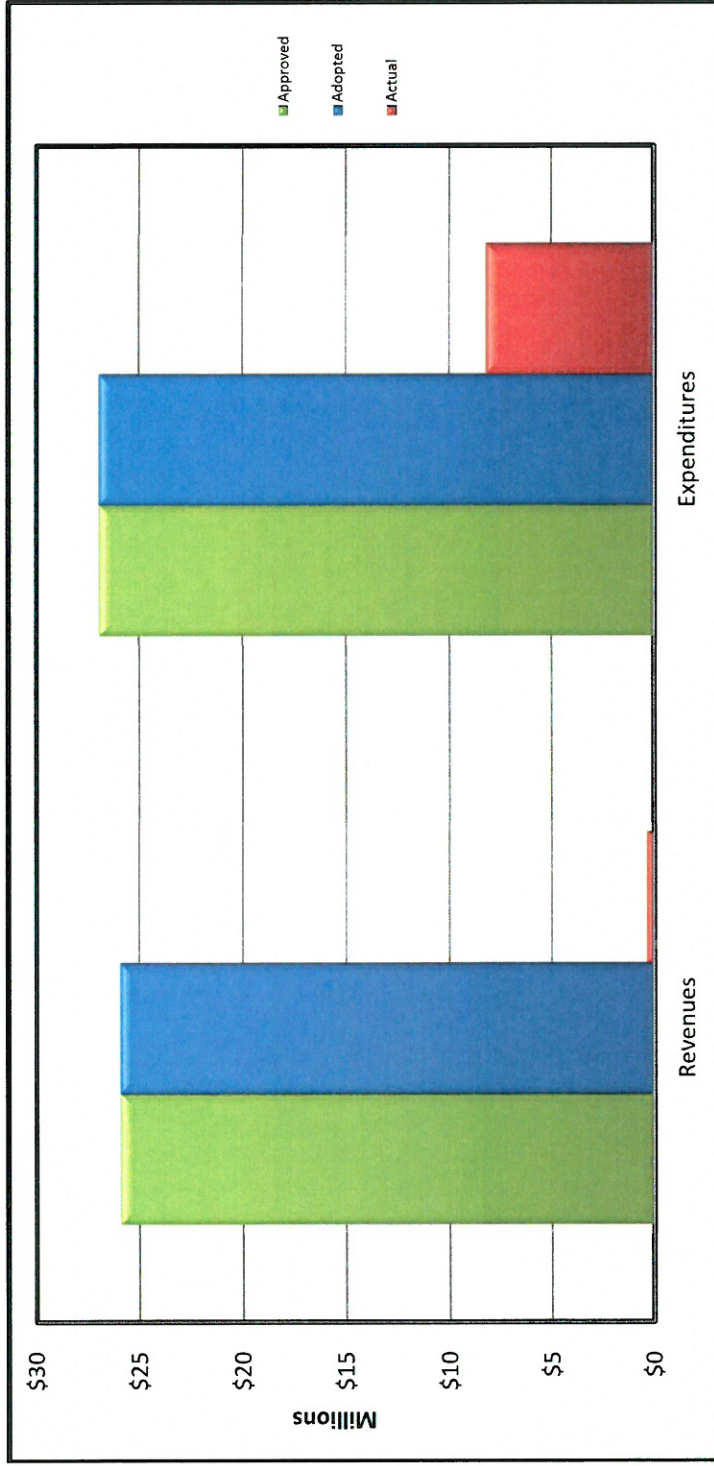
Fund	Unit	Fund Name	APPROVED BUDGET				ADOPTED BUDGET				YEAR-TO-DATE			
			Estimated Beginning Fund Balance	Approved Budget Expenditures	Approved Budget Revenue	Estimated Ending Fund Balance	Estimated Beginning Fund Balance	Adopted Budget Expenditures	Adopted Budget Revenue	Estimated Ending Fund Balance	YTD Actual Expenditures	Percent Budget Expended	YTD Actual Revenue	Percent Budget Received
111	8267	WRA Administration Fund	1,803,504	3,354,889	1,518,555	1,803,504	1,803,504	1,518,555	1,803,504	608,455.90	18.1%	88,157.30	5.8%	3,119,540
112	8484	Pajaro Levee	452,969	411,197	437,590	452,969	452,969	437,590	452,969	42,342.93	10.3%	0.00	0.0%	384,233
116	8485	Dam Operations	1,648,390	4,743,533	4,887,615	1,648,390	1,648,390	4,887,615	1,648,390	467,067.60	9.8%	177,052.00	3.6%	1,214,283
121	8486	Soledad Storm Drain	184,233	67,366	74,312	184,233	184,233	74,312	184,233	3,419.67	5.1%	0.00	0.0%	173,867
122	8487	Reclamation Ditch	979,779	1,377,228	1,438,432	979,779	979,779	1,438,432	979,779	241,194.60	17.5%	0.00	0.0%	677,381
124	8488	San Lorenzo Creek	95,005	35,025	40,237	95,005	95,005	40,237	95,005	8,146.88	23.3%	0.00	0.0%	81,646
127	8489	Moro Cojo Slough	468,443	107,367	115,642	468,443	468,443	115,642	468,443	6,724.09	6.3%	0.00	0.0%	453,444
130	8490	Hydro-Electric Operations	1,247,958	569,695	595,000	1,247,958	1,247,958	595,000	1,247,958	87,692.79	15.4%	84,686.82	14.2%	1,219,647
131	8491	CSIP Operations	3,543,182	5,203,675	4,649,341	3,543,182	3,543,182	4,649,341	3,543,182	882,707.14	17.0%	0.00	0.0%	3,214,809
132	8492	SVRP Operations	1,079,870	4,200,300	4,351,984	1,079,870	1,079,870	4,351,984	1,079,870	1,353,498.00	32.2%	0.00	0.0%	(425,312)
134	8493	SRDF Operations	3,649,829	1,496,043	1,016,070	3,649,829	3,649,829	1,016,070	3,649,829	630,061.56	42.1%	0.00	0.0%	3,499,740
313	8494	Debt Services	338,211	1,723,220	1,723,220	338,211	338,211	1,723,220	338,211	1,202,701.05	69.8%	2,507.14	0.1%	(661,983)
426	8495	Interlake Tunnel Project	1,951,877	3,655,794	5,063,794	1,951,877	1,951,877	5,063,794	1,951,877	2,675,101.60	73.2%	0.00	0.0%	(2,131,225)
TOTAL			\$18,476,791	\$26,945,332	\$25,911,792	\$17,443,251	\$18,476,791	\$26,945,332	\$25,911,792	\$ 8,209,114	30.5%	\$ 352,403	1.4%	\$ 10,620,080

**Monterey County
Water Resources Agency
FY 2018-2019 FINANCIAL STATUS REPORT**

For Month Ending: August 31, 2018

Budget Variance Analysis

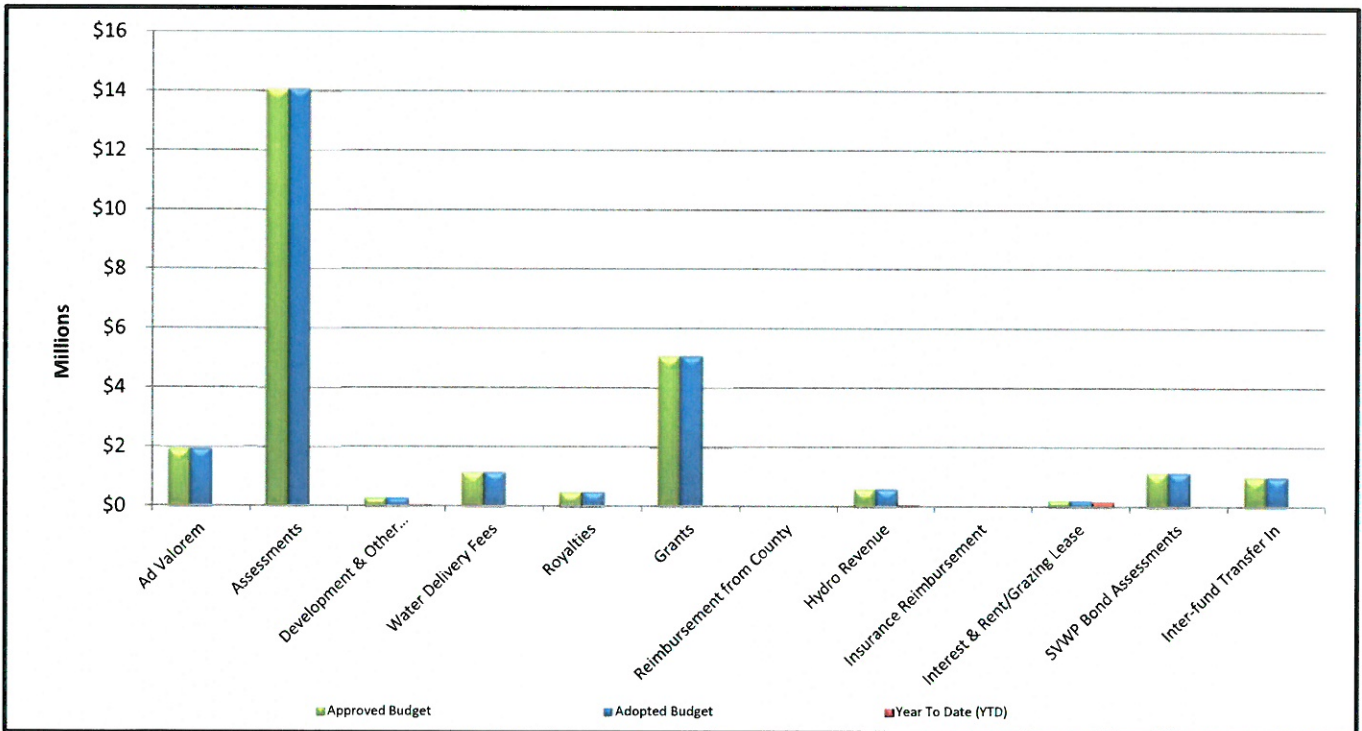
Category	Approved	Adopted	YTD
	Budget	Budget	Actual
Beginning Available Fund Balance	18,476,791	18,476,791	18,476,791
Revenues	25,911,792	25,911,792	352,403
Expenditures	26,945,332	26,945,332	8,209,114
Ending Available Fund Balance	17,443,251	17,443,251	10,620,080



**MONTEREY COUNTY
WATER RESOURCES AGENCY
FY 2018-2019 FINANCIAL STATUS REPORT**

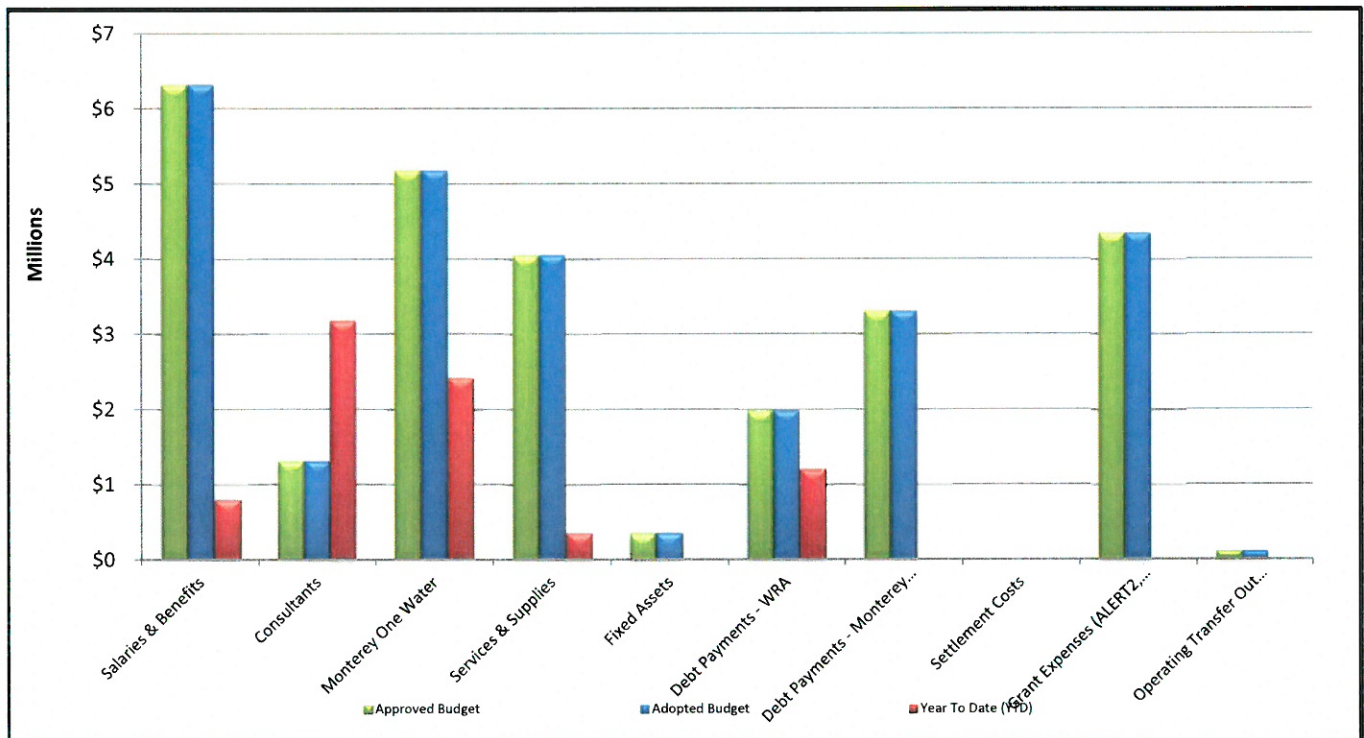
Revenue Variance

Revenue Variance by Source						
	Approved Budget	% of Approved	Adopted Budget	% of Adopted	Year To Date (YTD)	% of YTD vs. Adopted
Ad Valorem	1,944,944	7.51%	1,944,944	7.51%	-	0.00%
Assessments	14,072,520	54.31%	14,072,520	54.31%	-	0.00%
Development & Other License/Permits	270,261	1.04%	270,261	1.04%	82,126	0.32%
Water Delivery Fees	1,134,564	4.38%	1,134,564	4.38%	-	0.00%
Royalties	500,000	1.93%	500,000	1.93%	-	0.00%
Grants	5,060,500	19.53%	5,060,500	19.53%	-	0.00%
Reimbursement from County	-	0.00%	-	0.00%	-	0.00%
Hydro Revenue	594,000	2.29%	594,000	2.29%	84,687	0.33%
Insurance Reimbursement	-	0.00%	-	0.00%	-	0.00%
Interest & Rent/Grazing Lease	206,130	0.80%	206,130	0.80%	185,590	0.72%
SVWP Bond Assessments	1,132,080	4.37%	1,132,080	4.37%	-	0.00%
Inter-fund Transfer In	996,794	3.85%	996,794	3.85%	-	0.00%
M1W Contract Fund Reimbursement	-	0.00%	-	0.00%	-	0.00%
TOTAL:	25,911,792	100.00%	25,911,792	100.00%	352,403	1.36%



**MONTEREY COUNTY
WATER RESOURCES AGENCY
FY 2018-2019 FINANCIAL STATUS REPORT
Expenditure Variance**

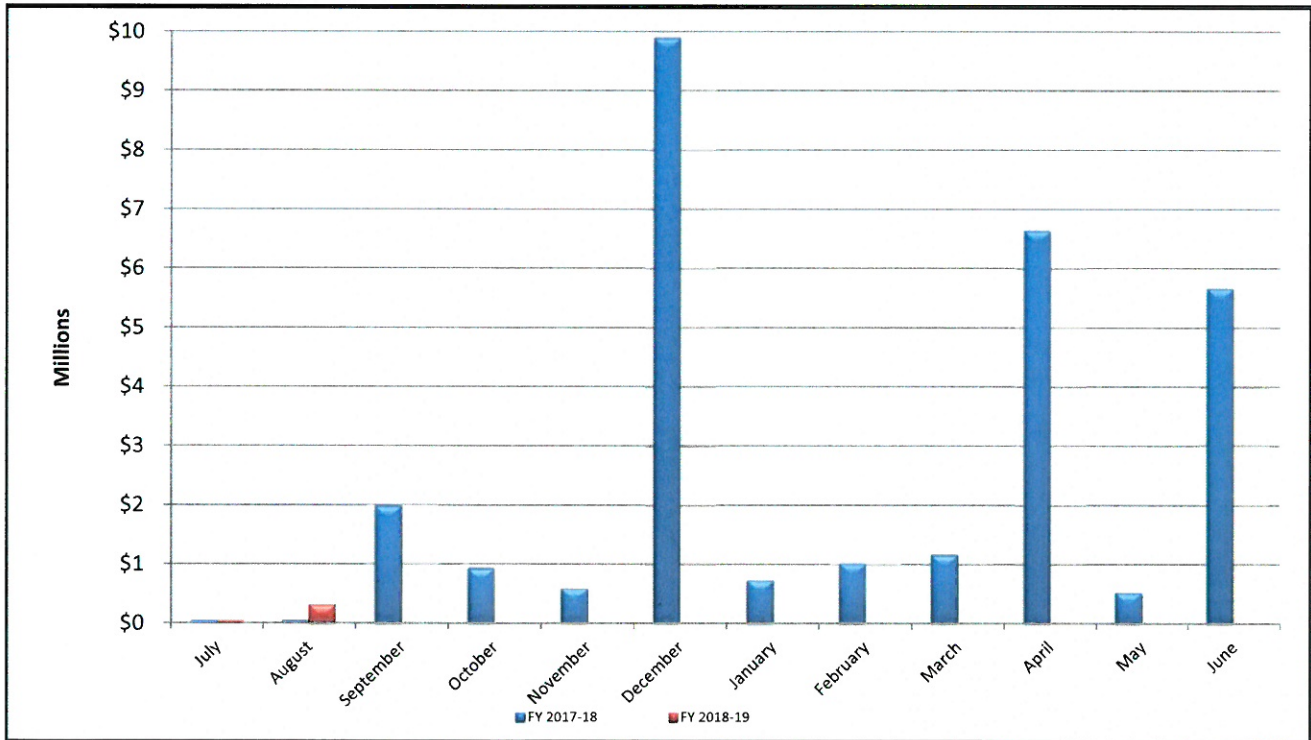
Expenditure Variance by Type						
	Approved Budget	% of Approved	Adopted Budget	% of Adopted	Year To Date (YTD)	% of YTD vs. Adopted
Salaries & Benefits	6,320,112	23.46%	6,320,112	23.46%	798,505	2.96%
Consultants	1,307,721	4.85%	1,307,721	4.85%	3,171,560	11.77%
Monterey One Water	5,172,060	19.19%	5,172,060	19.19%	2,412,828	8.95%
Services & Supplies	4,050,408	15.03%	4,050,408	15.03%	361,304	1.34%
Fixed Assets	356,000	1.32%	356,000	1.32%	-	0.00%
Debt Payments - WRA	1,984,336	7.36%	1,984,336	7.36%	1,202,701	4.46%
Debt Payments - Monterey One Water	3,305,626	12.27%	3,305,626	12.27%	-	0.00%
Settlement Costs	-	0.00%	-	0.00%	-	0.00%
Grant Expenses (ALERT2, CCCG, & ILT)	4,344,070	16.12%	4,344,070	16.12%	-	0.00%
Operating Transfer Out (116 CAMP)	105,000	0.39%	105,000	0.39%	-	0.00%
County Clearing Account (COWCAP, Fleet, Mail, & ITD)	-	0.00%	-	0.00%	262,215	0.97%
TOTAL:	26,945,332	100.00%	26,945,332	100.00%	8,209,114	30.47%



**Monterey County
Water Resources Agency
FY 2018-2019 FINANCIAL STATUS REPORT**

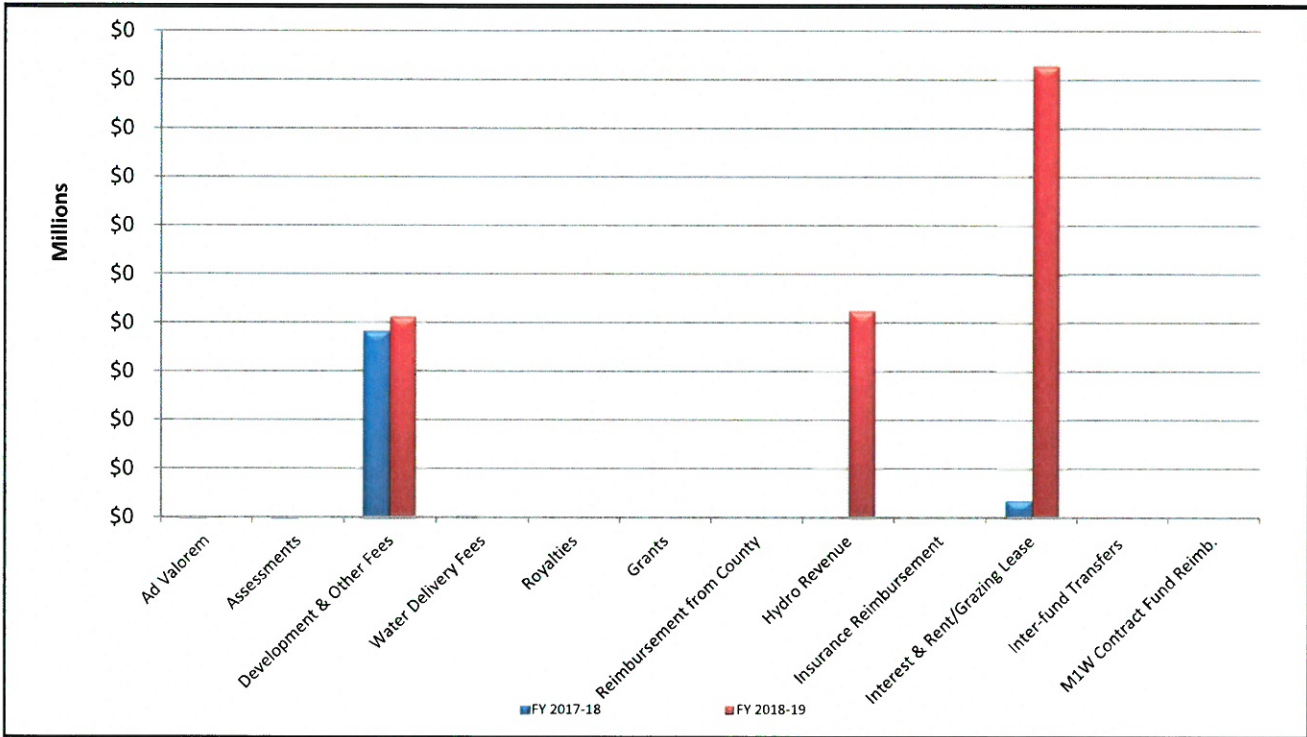
YTD Actual Revenues

Month By Month Revenues				
	FY 2017-18	% Received	FY 2018-19	% Received
July	37,062	0.11%	34,781	0.13%
August	40,025	0.23%	317,623	1.36%
September	1,980,935	6.08%	-	
October	924,747	8.81%	-	
November	593,904	10.57%	-	
December	9,899,927	39.81%	-	
January	722,791	41.95%	-	
February	1,023,390	44.97%	-	
March	1,157,981	48.39%	-	
April	6,633,321	67.99%	-	
May	520,487	69.52%	-	
June	5,656,224	86.23%	-	
YEAR TO DATE ACTUAL:	29,190,794		352,403	
ADOPTED BUDGET:	33,851,496		25,911,792	



Monterey County
Water Resources Agency
FY 2018-2019 FINANCIAL STATUS REPORT
YTD Revenues by Source

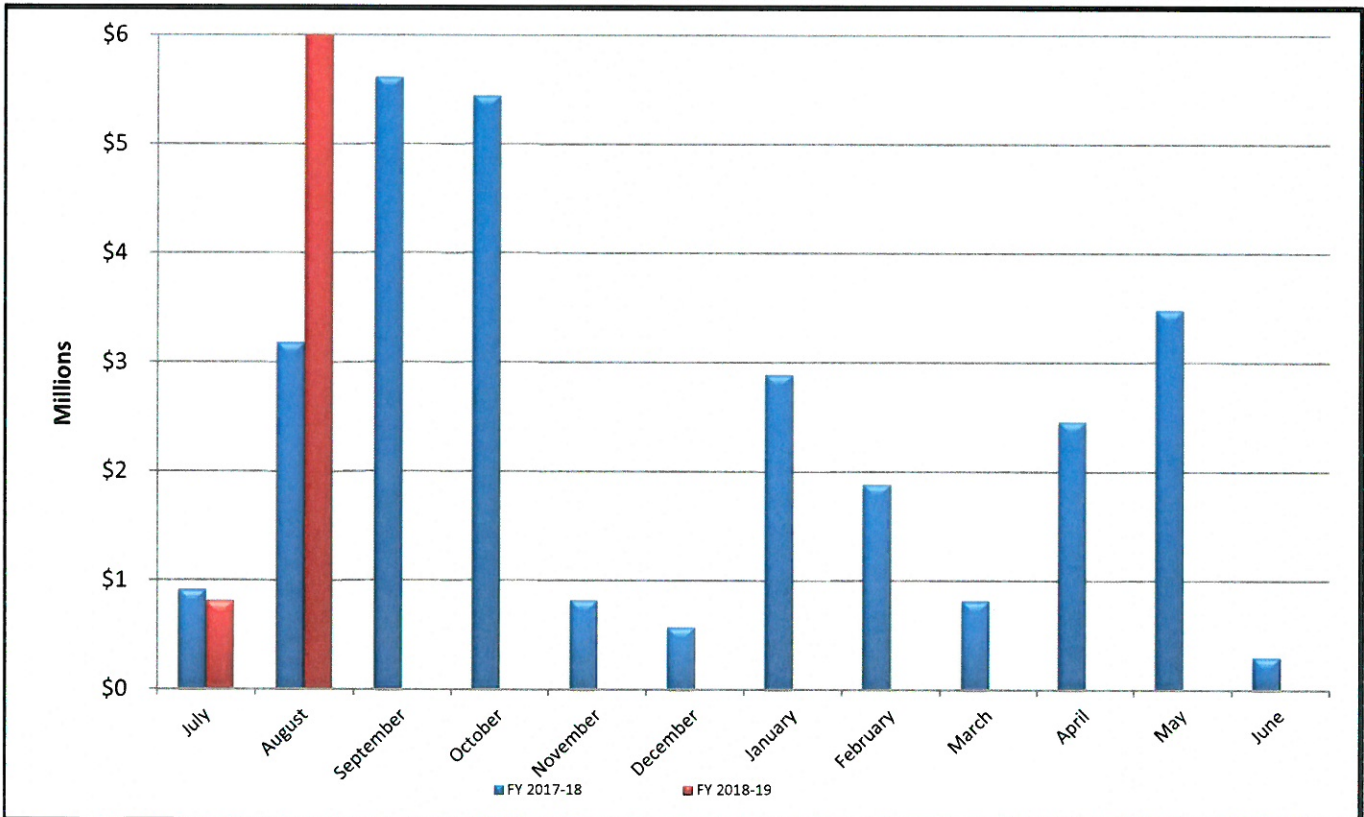
AUGUST 2018 (with previous FY as comparison)		
	FY 2017-18	FY 2018-19
Ad Valorem	(2,979)	-
Assessments	(4,243)	-
Development & Other Fees	76,330	82,126
Water Delivery Fees	978	-
Royalties	-	-
Grants	-	-
Reimbursement from County	-	-
Hydro Revenue	-	84,687
Insurance Reimbursement	-	-
Interest & Rent/Grazing Lease	7,001	185,590
Inter-fund Transfers	-	-
M1W Contract Fund Reimb.	-	-
YEAR TO DATE TOTAL:	77,087	352,403



Monterey County
Water Resources Agency
FY 2018-2019 FINANCIAL STATUS REPORT

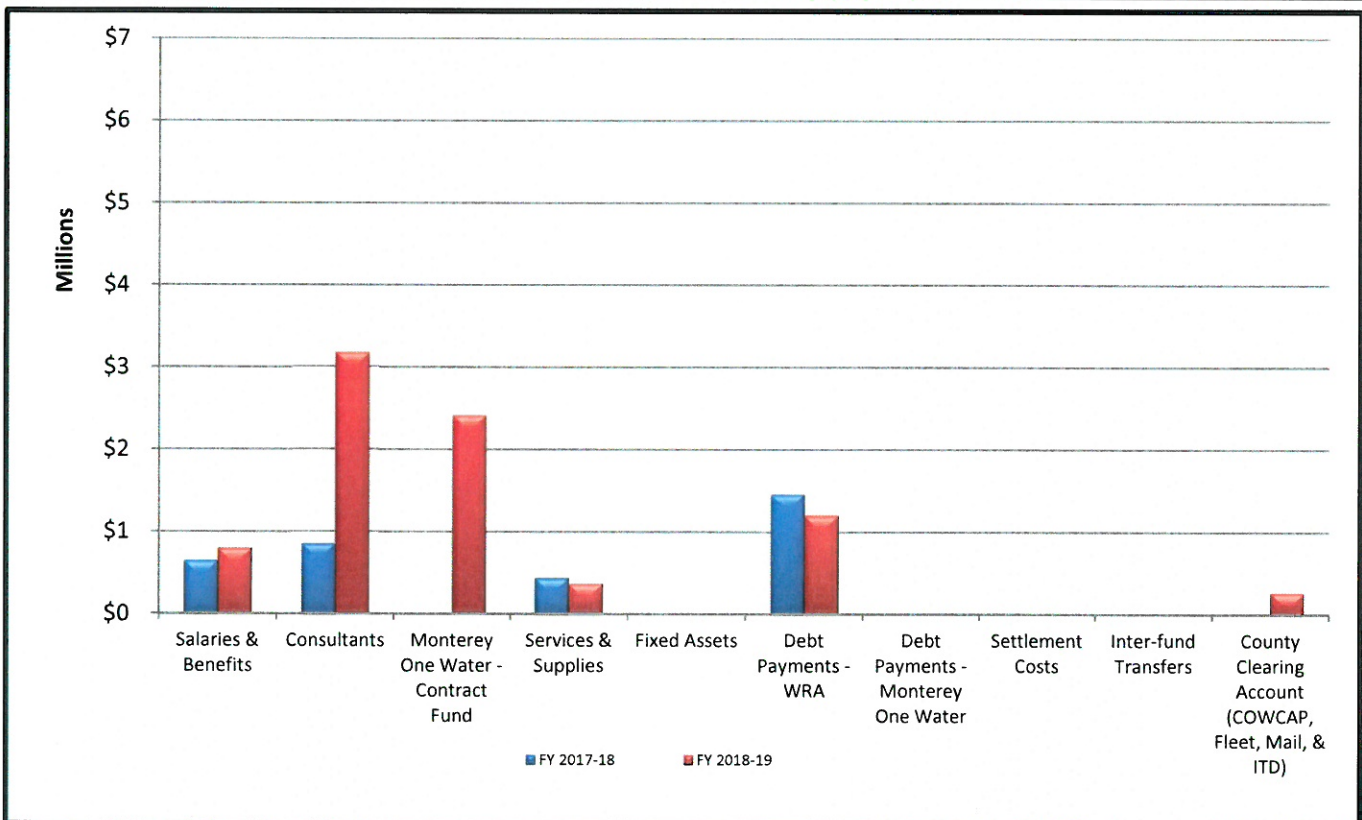
YTD Actual Expenditures

Month By Month Expenditures				
	FY 2017-18	% Expended	FY 2018-19	% Expended
July	912,831	2.50%	810,106	3.01%
August	3,179,370	11.20%	7,399,008	30.47%
September	5,611,021	26.56%	-	
October	5,438,689	41.44%	-	
November	821,502	43.69%	-	
December	570,053	45.25%	-	
January	2,887,064	53.15%	-	
February	1,878,246	58.29%	-	
March	819,784	60.54%	-	
April	2,456,916	67.26%	-	
May	3,478,243	76.78%	-	
June	298,006	77.60%	-	
YEAR TO DATE ACTUAL:	28,351,724		8,209,114	
ADOPTED BUDGET:	36,537,950		26,945,332	



Monterey County
Water Resources Agency
FY 2018-2019 FINANCIAL STATUS REPORT
YTD Expenditures by Type

AUGUST 2018 (with previous FY as comparison)		
	FY 2017-18	FY 2018-19
Salaries & Benefits	643,380	798,505
Consultants	849,841	3,171,560
Monterey One Water - Contract Fund	-	2,412,828
Services & Supplies	428,414	361,304
Fixed Assets	-	-
Debt Payments - WRA	1,462,023	1,202,701
Debt Payments - Monterey One Water	-	-
Settlement Costs	-	-
Inter-fund Transfers	-	-
County Clearing Account (COWCAP, Fleet, Mail, & ITD)	-	262,215
YEAR TO DATE TOTAL:	3,383,659	8,209,114



Receive an Update on the New Source Water Report for the Castroville Seawater Intrusion Project.

RECOMMENDATION:

It is recommended that the Monterey County Water Resources Agency Finance Committee:

Receive an update on the New Source Water Report for the Castroville Seawater Intrusion Project.

SUMMARY/DISCUSSION:

The Monterey County Water Resources Agency (MCWRA) and Monterey One Water (M1W), formerly known as Monterey Regional Water Pollution Control Agency (MRWPCA), entered into an Amended and Restated Water Recycling Agreement (Restated Agreement), which included consideration of the financing, design, construction, operation, maintenance, and replacement of New Source Water Facilities to provide approximately 4,381 acre-feet per year (AFY) of additional recycled water to MCWRA for use in the existing Castroville Seawater Intrusion Project (CSIP), a coastal irrigation project . In addition, M1W would be provided approximately 4,320 AFY of new source water to supplement the Pure Water Monterey Groundwater Replenishment Project which has been developed to provide drinking water.

MCWRA currently obtains water from three sources: recycled wastewater from the Salinas Valley Reclamation Project (SVRP) (which has included industrial wastewater since 2015), surface water from the Salinas River Diversion Facility (SRDF), and water from CSIP supplemental groundwater wells. The objective of obtaining new source waters is to reduce the use of water from CSIP groundwater wells (“supplemental wells”).

In 2017, MCWRA and M1W contracted with Raftelis Financial Consultants, Inc. (Raftelis) to conduct a New Source Waters Study (Study). The purpose of the Study, and the report, is to provide a cost analysis for the operation, maintenance, and capital costs for New Source Water Facilities to determine specific rates and charges for final consideration. Through discussions with MCWRA and M1W the new source waters evaluated in this Study were narrowed to Blanco Drain and Reclamation Ditch, including existing source waters of treated wastewater, supplemental wells and Industrial Wastewater (IWW). The Salinas Pond Water Return Facilities will be considered independently and are discussed at the end of the report.

The report includes capital, operations, maintenance, and repair and replacement costs associated with developing New Source Water Facilities and provides incremental costs for CSIP operations under four different scenarios developed by MCWRA and M1W based on climate conditions and water rights for each water supply.

The major objectives of the Study include the following:

1. Identify currently estimated operational costs of existing water sources.
2. Review how historical demand has been accommodated by available source waters, including treated recycled water, Salinas River Diversion Facility (SRDF) surface water, and groundwater from supplemental wells.

3. Determine the operational costs of new source waters.
4. Review and confirm capital costs of new source waters.
5. Calculate the marginal cost of new source waters above existing customers (growers) charges (Utility Charges).
6. Evaluate various water supply blend scenarios to meet demand during a year with low rainfall (dry year), average rainfall (normal year), high rainfall (wet year), and low rainfall (dry year) with separate water rights compared to the historical baseline (base case).
7. Derive the change in utility rates for each scenario while identifying the change in groundwater pumping to pursue the future sustainability goal of the basin.
8. Determine appropriate funding levels for both capital costs and operational costs associated with New Source Waters, which may require different funding mechanisms based on type of improvements and benefits conferred.

The Study and associated New Source Waters Report is the first step towards developing an Engineer's report and assessment process. Those future phases will be developed further in the near future.

OTHER AGENCY INVOLVEMENT:

Monterey One Water

Prepared by: Shaunna Murray, Associate Water Resources Engineer, 831-755-4860