



BOARD OF DIRECTORS

Information Summary

May 21, 2009

Subject

AMWUA Fiscal Year 2009-10 Final Draft Budget

Summary

This budget request is being provided for your review and approval. It represents a 3% decrease from last year's approved budget.

Considerations

This represents the third and final presentation of the proposed AMWUA Fiscal Year 2009-10 budget. Below is a listing of significant information related to this budget. No changes have been made since your review at the April 2009 meeting.

Administration and Fringe Benefits

A total increase of 2% due to health insurance costs. A total salary and cost of living freeze has been proposed for all positions.

Professional Services

Increase of 1.26% attributable to financial audit contract.

Occupancy

Increase of 8% attributable to office space lease and common area maintenance escalations. AMWUA recently reassessed telephone requirements and renegotiated the telephone contract and effected a 28% annual decrease in telephone charges.

Travel/Training

A 46% decrease attributable to a restriction on out of town travel and the suspension of college tuition reimbursements.

Capital Outlay

Decrease of 87%. Fiscal Year 2008-09 budget included the computer replacement expenditure, AMWUA's largest capital asset requirement. The computer system typically lasts three to four years. The \$10,000 in this budget request represents the cost of the copy machine lease.

Office Supplies and Expenses

Decrease of 15% by instructing all employees to make every effort to conserve.

Water Conservation

Decrease of 13% based on reprioritization of projects.

Wastewater Assessments Allocation

The allocation percentages for the five SROG cities have been adjusted to reflect ownership in the 91st Avenue WWTP after the commissioning of the newly constructed UP01, which increases the total plant ownership from 179.25 to 204.50 mgd.

Prior Committee Action

The preliminary draft of this budget was presented to the AMWUA Management Board at the February 2009 meeting. A few minor changes were made to better reflect anticipated actual expenditures for FY 2009 and projected expenditures for FY 2010.

A second draft presentation of this budget was made to the AMWUA Management Board at the April 2009 meeting. No changes have been made since the April presentation.

At the May 2009 AMWUA Management Board meeting, the Board recommended that the AMWUA Board of Directors adopt the AMWUA Fiscal Year 2009-10 budget.

Recommendation

AMWUA staff recommends that the Board of Directors adopt the AMWUA Fiscal Year 2009-10 budget at the May Board meeting.

Attachment

Final Draft of the FY 2009-10 AMWUA Budget.