

Governing Body Name: Tualatin Valley Water District**Contact: Paul Matthews****Ph: (503) 848-3000****Email: Paul.Matthews@tvwd.org****FINANCIAL SUMMARY - RESOURCES**

TOTAL OF ALL FUNDS	Actual Amount Biennium 2017-19	Revised Budget This Biennium 2019-21	Proposed Budget Next Biennium 2021-23
Beginning Fund Balance/Net Working Capital	209,944,383	132,950,815	93,893,898
Fees, Licenses, Permits, Fines, Assessments & Other Service Charges	133,180,525	149,248,486	158,826,968
Federal, State and All Other Grants, Gifts, Allocations and Donations	0	0	0
Revenue from Bonds and Other Debt	0	25,000,000	226,500,000
Interfund Transfers / Internal Service Reimbursements	172,476,060	293,208,559	696,985,290
All Other Resources Except Current Year Property Taxes	64,461,246	251,443,936	483,532,909
Current Year Property Taxes Estimated to be Received	0	0	0
Total Resources	580,062,214	851,851,796	1,659,739,065

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

Personnel Services	34,688,179	43,536,651	42,330,036
Materials and Services	34,951,713	44,391,964	51,686,496
Capital Outlay	106,686,147	404,589,611	839,112,006
Debt Service	0	0	0
Interfund Transfers	163,505,599	283,013,943	686,262,670
Contingencies	0	15,209,000	20,353,650
Special Payments	336,823	21,446,000	1,625,000
Unappropriated Ending Balance and Reserved for Future Expenditure	239,893,753	39,664,627	18,369,207
Total Requirements	580,062,214	851,851,796	1,659,739,065

FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM *

Name of Organizational Unit or Program FTE for that unit or program			
Administrative Services Department	4,619,778	7,318,327	8,382,511
FTE	9	9	9
Customer Service Department	9,468,139	11,619,808	11,612,132
FTE	33	37	36
Engineering & Operations Department	20,778,778	25,024,595	27,038,499
FTE	60	59	61
Finance Department	7,473,185	7,113,877	8,545,344
FTE	14	14	14
Water Supply Program	2,971,415	4,870,901	4,084,042
FTE	13	15	12
Information Technology Services Department	4,535,010	5,567,941	6,491,370
FTE	10	10	10
Water Purchases (General Fund)	20,212,227	24,364,600	24,522,925
FTE	0	0	0
Capital Improvements Fund	29,866,781	179,522,721	379,582,670
FTE	0	0	0
Willamette Water Supply Program Fund	79,959,232	0	0
FTE	0	0	0
Capital Reserve Fund	207,483,416	207,101,734	377,164,545
FTE	0	0	0
Bond Construction Fund	0	0	0
FTE	0	0	0
Debt Proceeds Fund	0	25,000,000	226,500,000
FTE	0	0	0
Revenue Bond Debt Service Fund	0	0	0
FTE	0	0	0
Customer Emergency Assistance	38,061	45,805	531,035
FTE	0	0	0
Willamette River Water Coalition Fund	115,474	188,948	129,995
FTE	0	0	0
Willamette Intake Facilities Fund	2,518,332	7,976,440	7,697,656
FTE	0	0	0
Willamette Water Supply System Fund	0	219,184,019	454,868,055
FTE	0	0	0
Non-Departmental / Non-Program	185,547,665	126,979,683	122,588,287
FTE	0	0	0
Total Requirements	575,587,491	851,879,400	1,659,739,065
Total FTE	139	144	142

STATEMENT OF CHANGES IN ACTIVITIES and SOURCES OF FINANCING *

Total Proposed 2021-23 Budget General Fund operating budget expenditures increase 5.0% for the two-year period. The Personnel Services budget decreased by 2.8%, while the budget for Materials and Services increased by 13.1%.

Total capital outlay expenditures increase 207.4%, driven by the timing and scope of the District's participation in the Willamette River Water Supply Program (WWSP) and serving as manager agency for both the Willamette Water Supply System (WWSS) and Willamette Intake Facilities (WIF) joint ventures. Proposed In-District capital improvements plan (CIP) expenditures continue to be planned for reservoir, pump station, and pipeline construction and upgrades. No debt service is included in the Proposed 2021-23 Budget. In 2019, the District secured a Water Infrastructure Finance and Innovation Act loan through the US Environmental Protection Agency, and is planning to draw \$265 million during the 2021-23 Biennium to finance its investment in the WWSS.

Transfers to other funds, although not an expenditure category, represents the second largest appropriation item in the Proposed 2021-23 Budget at \$686.3 million. The District uses a Capital Reserve Fund to hold substantially all current and future District reserves. This fund supports the in-District CIP and the District's share of the WWSS and WIF. Transfers to the Capital Reserve Fund are initiated through the General Fund and the Debt Proceeds Fund, and during the biennium transfers out from the fund will support the District's capital project expenditures. General Fund operating contingency is budgeted at \$20 million and contingencies of \$11,650, \$107,000, and \$235,000 are proposed for the Willamette River Water Coalition, the WIF, and the WWSS Funds respectively. Contingency can only be accessed through approval by resolution by the District Board of Commissioners. Special payments decreased by 92.4% in the Proposed 2021-23 Budget. The District budgeted \$20 million in the 2019-21 Budget to establish a PERS side account, which resulted in a reduction of future pension obligations.

Total Proposed 2021-23 Budget resources, including transfers, debt proceeds, reserves and fund balance increase 94.8%. Primary revenues to support operating, WWSS, WIF and in-District CIP expenditures include water rates and service fees, contributed capital from WWSS and WIF partners, contract reimbursements for services provided to other entities, and meter and services installation fees paid by customers/developers. Water services charges and fees increase 6.4% based on projected rates and fees for services, projected water demand, and customer growth. System development charges are projected to decrease 16.2% based on development trends. WWSS and WIF partners pay their portion of water supply project expenditures. The Proposed 2021-23 Budget includes \$462.6 million in contributed capital and reimbursements by WWSS/WIF partners.

PROPERTY TAX LEVIES

	Rate or Amount Imposed	Rate or Amount Imposed	Rate or Amount Approved
Permanent Rate Levy (rate limit _____ per \$1,000)	0	0	0
Local Option Levy	0	0	0
Levy For General Obligation Bonds	0	0	0

STATEMENT OF INDEBTEDNESS

LONG TERM DEBT	Estimated Debt Outstanding on July 1.	Estimated Debt Authorized, But Not Incurred on July 1
General Obligation Bonds	\$0	\$0
Other Bonds	\$0	\$0
Other Borrowings	\$0	\$0
Total	\$0	\$0

* If more space is needed to complete any section of this form, insert lines (rows) on this sheet or add sheets. You may delete unused lines.