



Financial and Organizational Outlook

BACWA ANNUAL MEETING

JANUARY 27, 2017

Financial Plan and Budget

- ▶ BACWA's 5 Year Financial Plan and FY Budget Updated each year.

- ▶ Process

- ▶ Review Plan and Budget with Finance Committee of the Board (Feb)
- ▶ Draft Plan and Budget to BACWA Board (Feb)
- ▶ Final Plan and Budget to BACWA Board (Mar)
- ▶ Approval of 5 Year Plan Update and FY Budget (Apr)

BACWA Revenues

- ▶ **Dues** – funds on-going operations (i.e. administration, committee activities, collaborations, legal, communications, staffing)
- ▶ **Clean Bay Collaborative (CBC)** – funds regulatory initiatives (i.e. TMDLs, watershed permits, special studies, etc.)
- ▶ **Nutrient Surcharge** – temporary charge to supplement the CBC due to the large annual expense of the Nutrient Watershed Permit
- ▶ **Wastewater Operator Training (WOT)** - pass-through, BACWA provides contract administration

BACWA Funding Outlook

▶ FY 17

- ▶ Dues increased 2% over FY 16
- ▶ Clean Bay Collaborative fees remained flat
- ▶ Nutrient Surcharge increased from \$600k in FY 16 to \$800k
 - ▶ 2/3 funding by Principals
 - ▶ 1/3 funding by Associates/Affiliates based on TN

▶ FY 18

- ▶ Draft budget in March, proposed dues and CBC similar to FY 17
- ▶ Nutrient Surcharge projected to remain flat at \$800k ,

Organizational Outlook

- ▶ For FY 17 all 46 POTWs in 9 County Bay Area are BACWA members
- ▶ AIR committee transitioned from subscriber based funding to a regular BACWA committee funded by member dues
- ▶ BACWA members active in representing POTW interests in several regional and state-wide initiatives and issues
- ▶ 9 active Committees with succession plans in place

Summary

- ▶ BACWA continues to count all of the Bay Area POTWs as its members
- ▶ Remains in a sound financial position
- ▶ With the transition of BAPPG and AIR to regular BACWA committees over the last few years, participation in all 9 committees is open and encouraged for all BACWA members
- ▶ Continues to budget for funding of regulatory requirements on behalf of all of its members
- ▶ As negotiations get underway on the 2nd Nutrient Watershed Permit, BACWA will keep its members informed of regulatory options and financial impacts