



Financial and Organizational Outlook

BACWA ANNUAL MEETING

JANUARY 19, 2018

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)
 - ▶ Annual BACWA invoices sent to members in July of each year

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 18**

- ▶ Dues increased 2% over FY 17
- ▶ Clean Bay Collaborative fees remained flat
- ▶ Nutrient Surcharge remain the same as in FY 17 (\$800k)
 - ▶ 2/3 funding by Principals
 - ▶ 1/3 funding by Associates/Affiliates based on TN

BACWA Funding Outlook (con't)

▶ **FY 19**

- ▶ Draft budget in March, proposed dues and CBC similar to FY 18
- ▶ Nutrient Surcharge projected to remain flat at \$800k
- ▶ Voluntary increase in science funding of \$200k will be absorbed by BACWA, similar to FY 18

▶ **FY 20 – 24**

- ▶ Higher Nutrient Surcharge to fund acceleration of the underfunded NMS science program
- ▶ Both Principal and Associate/Affiliate Nutrient Surcharge will be based on rolling 3 yr. TN discharge
- ▶ All members have been provided the spreadsheet showing their individual Nutrient Surcharge

Organizational Outlook



- ▶ For FY 18 all 46 POTWs in 9 County Bay Area are BACWA members
- ▶ BACWA members active in representing POTW interests in several regional and state-wide initiatives and issues
- ▶ 9 active Committees with succession plans in place
- ▶ BACWA continues its primary focus on Bay Area issues and relies on collaboration with other organizations (CASA, NACWA, CWEA, WEF, etc.) to address other issues

Summary

- ▶ BACWA continues to count all of the Bay Area POTWs as its members
- ▶ Remains in a sound financial position
- ▶ 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
- ▶ BACWA is exploring how it can enhance communication and ease of participation in activities on the part of its members.