Financial and Organizational Outlook

BACWA Annual Meeting
January 11, 2019
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 19**
  * Dues increased 2% over FY 18
  * Clean Bay Collaborative fees remained flat
  * Nutrient Surcharge remain the same as in FY 18 ($800k)
    * 2/3 funding by Principals
    * 1/3 funding by Associates/Affiliates based on TN
BACWA Funding Outlook (con’t)

• FY 20
  • Draft budget in March, proposed dues and CBC similar to FY 19
  • Nutrient Surcharge to increase to $1.7M to cover science funding required by the 2\textsuperscript{nd} Nutrient Watershed Permit.
    • $2.2M total funding required by Permit but $500k covered by reserves
    • All members will pay surcharges based on total nitrogen

• FY 20 – 24
  • Nutrient Surcharge to stay flat for the remainder of the term of the 2\textsuperscript{nd} Watershed Permit
  • Both Principal and Associate/Affiliate Nutrient Surcharge will be based on rolling 3 yr. avg. of TN discharge
  • All members have been provided the spreadsheet showing their individual Nutrient Surcharge
Organizational Outlook

- For FY 19 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, FWQC, etc.) to address other issues
Summary

• BACWA continues to count all of the Bay Area POTWs as it 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 (e.g. more use of teleconferencing for meetings)