

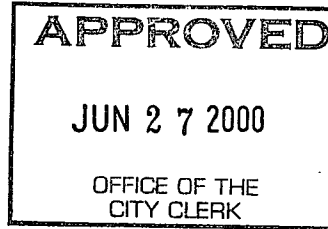


Metropolitan Water Planning

1.14

June 14, 2000

City Council
Sacramento, CA



Sacramento City-County
Office of Metropolitan
Water Planning

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Suite 260
Sacramento, CA 95814

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Honorable Members in Session:

**SUBJECT: CITY-COUNTY OFFICE OF METROPOLITAN WATER PLANNING -
APPROVAL OF THE FY 2000-01 BUDGET**

LOCATION AND COUNCIL DISTRICT:

City / County

RECOMMENDATION:

Staff recommends the approval of the attached resolution, which approves the FY 2000-01 budget for the City-County Office of Metropolitan Water Planning (CCOMWP).

CONTACT PERSON:

Susan Davidson, Senior Administrative Officer, 264-1997

FOR COUNCIL MEETING OF: JUNE 27, 2000

SUMMARY:

The FY 2000-01 proposed baseline-operating budget of \$773,700 for the Water Forum Successor Effort (WFSE), as administered by the CCOMWP, is 48% lower than the FY 1999-00 budget of \$1,497,069. In addition to administering the WFSE budget, the CCOMWP is also responsible for administering a \$375,000 Habitat Management Element (HME) budget. The HME budget is completely offset by specific revenue sources. These two budgets result in a total proposed budget of \$1,148,700 for the CCOMWP in FY 2000-01.

BACKGROUND:

In the Fall of 1991 the City Council and Board of Supervisors authorized the establishment of an independent City-County Office of Metropolitan Water Planning (CCOMWP), and approved the Interagency Agreement among the City, County and County Water Agency for the new CCOMWP.

The CCOMWP is responsible for staffing, administering, and coordinating the **Water Forum**. Until January 1, 1998 the CCOMWP was financially supported on a 50/50 split by the City's Water Fund and the County's Water Agency (Zone 13).

On January 1, 1998, the **Water Forum** entered a transition period between the end of Stakeholders' negotiations and Stakeholder Boards' approval and signing of the Water Forum Agreement. During this transition period a number of local government entities (including the City of Sacramento) agreed to cost-share the tasks that needed to be completed before Stakeholder Boards signed and started implementing the Water Forum Agreement.

The Water Forum Agreement, signed in late 1999 through early 2000, included a mechanism for a Water Forum Successor Effort (WFSE) to ensure actual implementation of the Agreement over the next three decades. The WFSE will be administered under the auspices of the CCOMWP. The WFSE will continue the interest-based collaborative process successfully used to develop the Water Forum Agreement.

FINANCIAL CONSIDERATIONS:

Water Forum Successor Effort

Funding will be cost-shared by the signatory water purveyors and is based upon the number of water customer connections served by each entity. Exceptions to this are the Sacramento Municipal Utility District (SMUD) and the El Dorado County Water Agency (EDCWA) which will make negotiated annual contributions.

Cost-sharing partners for the proposed \$773,700 FY 2000-01 baseline budget include: the County of Sacramento (encompassing the pro rata share of all the water districts in the unincorporated area and City of Citrus Heights) - (\$353,748); the cities of Folsom (\$20,254), Roseville (\$48,606), and Sacramento (\$247,117); the Placer County Water Agency (\$19,313); the San Juan Water District, in Placer County (\$11,368); the Sacramento Municipal Utility District (\$10,612); and the El Dorado County Water Agency (\$7,182).

The EDCWA, on behalf of the El Dorado Irrigation District and the Georgetown Divide Public Utility District, has also agreed to reimburse the WFSE for expenses (\$55,500) related to outreach efforts to assist with future conversion of their procedural agreements into Purveyor Specific Agreements. As soon as these purveyors have completed their outreach efforts and negotiated their Purveyor Specific Agreements with the WFSE, they will contribute to the WFSE on the same basis as the other purveyors.

When the Water Forum Agreement was originally negotiated in June 1997, it was anticipated that the necessary work tasks of the Water Forum Successor Effort would require three professional FTE employees or contractors and one secretary. However, since that time, many of the tasks have either expanded or been moved forward from the original timeline. On June 1, 2000 the Water Forum Stakeholders (including the cost-sharing partners) agreed to the need of four professional FTE employees or contractors and one secretary. As described in Section IV, STAFFING ARRANGEMENTS, of the Interagency Agreement for the CCOMWP, City positions assigned to the CCOMWP are included in the City's Utility Department and are paid for by the cost-sharing partners based upon the pro-rata share identified above.

The City of Sacramento cost-share amount (\$247,117) for the WFSE budget is included as part of the Department of Utilities proposed FY 2000-01 budget and is supported by the Water Fund. Reimbursement agreements with the cost-sharing partners will be executed prior to the end of the 2000-01 FY.

The major expenditures projected for the FY 2000-01 WFSE budget are:

- \$ 34,000 for legal services;
- \$112,320 for technical consultant services;
- \$118,033 for other professional services;
- \$190,134 for other services and supplies;
- \$298,713 for staff salaries and benefits;

Habitat Management Element of the Water Forum Agreement

One of the obligations in the Water Forum Agreement is the need to fund a portion of the HME project and studies. The City of Sacramento and the Sacramento County Water Agency (SCWA) committed to annually fund \$375,000 to the HME when they signed the Water Forum Agreement. The City's portion (\$125,000) is included as a part of the Department of Utilities operating budget and is supported by the Water Fund. The County's portion (\$250,000) is included as a part of the SCWA's Zone 13 budget. Although the \$375,000 is reflected in the proposed FY 2000-01 CCOMWP budget, it will be expended by the CCOMWP on behalf of the City and SCWA for HME efforts and will not be apportioned to any other cost-sharing partners.

As a part of the **Water Forum's** Lower American River (LAR) Habitat Management Element, the CCOMWP, in partnership with SAFCA and others, applied to CALFED in May 1999 for a grant for the development of a River Corridor Management Plan for the LAR consistent with water management and flood control plans. On January 26, 2000, staff was notified by CALFED that funding had been approved in the amount of \$250,000.

Staff is currently working with CALFED to develop specific contract language, financing

guidelines, and administrative procedures for this grant. Since staff anticipates the negotiations between CALFED and the City will continue past June 30, 2000, these grant funds are not included in the proposed FY 2000-01 operating budget. When the contract is complete, staff will return to Council with a request to accept the grant and modify both the HME revenue and expenditure budgets for FY 2000-01 by the grant funding amount.

In May 2000, the CCOMWP, in partnership with SAFCA and others, applied for another CALFED grant for continued support in the development of a river corridor management plan for the LAR. Notification regarding award of this grant is not expected until late 2000 or early 2001. If successful, staff will return to Council with a request to accept this grant as well and modify the FY 2000-01 HME expenditure and revenue budgets.

The HME funds are being used to implement the tasks negotiated by the Water Forum Stakeholder organizations and identified in the Water Forum Agreement. Since it was recognized that the WFSE will not by itself have sufficient funding to implement all the actions necessary to fully preserve the Lower American River (LAR) ecosystem, the HME is being undertaken as a part of a coordinated Multi-Agency Habitat Management Program under the umbrella of the LAR Task Force. The group responsible for implementing the HME task is the Fisheries and In-stream Habitat Group (FISH Group).

Their primary charge is to develop, by consensus, a fisheries and aquatic habitat management and restoration plan for the LAR (known as the "FISH" Plan). The FISH Plan will serve at least two purposes. It will be one of three elements of the River Corridor Management Plan that the LAR Task Force is developing and it will also serve as implementation of the HME of the Water Forum Agreement. The work plan for the first year tasks of the FISH group includes development of: Bibliography of LAR fisheries and aquatic habitat references; Baseline Report on the health of the LAR; FISH Plan; Early Implementation Projects; and a State of the River Report.

The major expenditures projected for the FY 2000-01 HME budget are:

- \$ 31,667 for participation in the American River Operations Group and updated LAR Flow Standard;
- \$ 35,000 for HME recreation contribution to update of LAR Parkway Plan;
- \$296,667 for FISH Group facilitation and project management;

ENVIRONMENTAL CONSIDERATIONS:

This report recommends no action that would constitute a project under the California Environmental Quality Act (CEQA).

POLICY CONSIDERATIONS:

The CCOMWP's FY 2000-01 proposed budget complies with policy direction provided by the City Council and the Board of Supervisors in forming the CCOMWP, approving the Work Plan and supporting the efforts of the **Water Forum**.

ESBD CONSIDERATIONS:

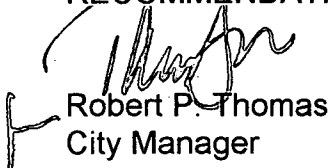
Since no goods or services are being purchased, Emerging and Small Business Development efforts are not applicable.

Respectfully submitted,



JONAS MINTON
Executive Director

RECOMMENDATION APPROVED:



Robert P. Thomas
City Manager

RESOLUTION NO. 2000-385

ADOPTED BY THE SACRAMENTO CITY COUNCIL

ON DATE OF _____



RESOLUTION APPROVING THE FY 2000-01 OPERATING BUDGET FOR THE CITY - COUNTY OFFICE OF METROPOLITAN WATER PLANNING

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SACRAMENTO:

1. That the June 14, 2000 staff report identifying the FY 2000-01 budget for the City-County Office of Metropolitan Water Planning is hereby approved.
2. That in order to establish a FY 2000-01 budget for the City-County Office of Metropolitan Water Planning for the Water Forum Successor Effort (WFSE), the following budgets are established as shown:
 - a. The FY 2000-01 revenue budget for the City-County Office of Metropolitan Water Planning Fund for the WFSE is hereby established as follows:

513-880-8810-3717	\$247,117
513-880-8810-3598	353,748
513-880-8810-3599	172,835
	\$773,700
	\$773,700

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____

b. The FY 2000-01 expenditure budget for the City-County Office of Metropolitan Water Planning for the WFSE is hereby established as follows (513-880-8810- ____):

OBJECT CODE	AMOUNT
4101	\$ 297,963
4190	750
4201	11,000
4202	5,488
4206	742
4209	1,033
4211	620
4213	32,059
4231	47,892
4233	4,362
4241	0
4251	34,000
4252	112,320
4254	36,293
4258	138,533
4261	1,500
4262	12,500
4263	1,500
4264	1,662
4270	1,000
4271	400
4272	1,265
4276	5,400
4288	2,000
4411	6,695
4462	3,878
4520	11,845
4831	1,000
TOTAL	<u>\$773,700</u>

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____

3. That in order to establish a FY 2000-01 budget for the City-County Office of Metropolitan Water Planning for the Habitat Management Element (HME), the following budgets are established as shown:

a. The FY 2000-01 revenue budget for the City-County Office of Metropolitan Water Planning Fund for the HME is hereby established as follows:

Object code 3717	\$125,000
Object code 3598	250,000
	<u>\$375,000</u>

b. The FY 2000-01 expenditure budget for the City-County Office of Metropolitan Water Planning for the HME is hereby established as follows:

OBJECT CODE	AMOUNT
4258	\$287,000
4261	100
4262	600
4384	86,000
4411	1,000
4462	300
TOTAL	<u>\$375,000</u>

MAYOR

ATTEST:

CITY CLERK

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____

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