



TO: Chairman and Board Members
FROM: Mark Foree, General Manager
Jeff Tissier, Chief Financial Officer
DATE: May 11, 2011
SUBJECT: **Discussion and request for adoption of Resolution #175: A Resolution to adopt the Final Budget for Fiscal Year 2011-2012 and the 2012-2016-Five Year Capital Improvement Plan**

Recommendation

TMWA Board approve the final budget for the fiscal year ending June 30, 2012 and direct staff to file the budget and related 2012-2016 Capital Improvement Plan with the State of Nevada Department of Taxation as required by statute.

Executive Summary

TMWA has prepared the final budget for consideration and approval by the TMWA Board. A tentative budget report was presented at the April 2011 board meeting and a comparison of the proposed final budget to the tentative budget is displayed in the accompanying attachments which is the full suite of documents to be filed with the State of Nevada Department of Taxation. The proposed final budget incorporates some changes from the tentative budget. These changes are focused on reductions in various operating expenses.

When compared to the tentative budget the final budget reflects a net decrease in operating expenses of \$0.7 million. The tentative budget projected \$37.1 million in operating expenses while the proposed final budget projects \$36.4 million. This difference is the result of changes in wages, salaries and related benefits due to the finalization of the Voluntary Separation Program (VSP). These categories of expenses were reduced by another \$0.6 million. In the course of reducing the total wages, salaries and benefits a final adjustment (reduction) was made for the contribution to the Truckee River Fund (TRF) for \$0.1 million. The TRF is being funded at 1.5% of combined operating expenses and annual debt service, the maximum allowable amount.



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DEPARTMENT OF TAXATION

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Truckee Meadows Water Authority _____ herewith submits the Final budget for the
fiscal year ending June 30, 2012

This budget contains 1 funds, including Debt Service, requiring property tax revenues totaling \$ 0

The property tax rates computed herein are based on preliminary data. If the final state computed revenue limitation permits,
the tax rate will be increased by an amount not to exceed 0 If the final computation requires, the tax rate will be
lowered.

This budget contains 0 governmental fund types with estimated expenditures of \$ 0 and
1 proprietary funds with estimated expenses of \$ 81,959,719

Copies of this budget have been filed for public record and inspection in the offices enumerated in NRS 354.596 (Local
Government Budget and Finance Act).

CERTIFICATION

APPROVED BY THE GOVERNING BOARD

I Jeffrey P Tissier
(Printed Name)
CFO
(Title)

certify that all applicable funds and financial
operations of this Local Government are
listed herein

Signed _____

Dated: _____

SCHEDULED PUBLIC HEARING:

Date and Time 5/19/2011; 9:30 AM

Publication Date 9-May-11

Place: City of Sparks Council Chambers, Legislative Building, 745 Fourth Street, Sparks, Nevada

TRUCKEE MEADOWS WATER AUTHORITY
2011/2012 FINAL BUDGET

BUDGET MESSAGE

The 2011/2012 Final Budget for the Truckee Meadows Water Authority includes total estimated current resources of \$78,702,284. As in prior years, expenditures have been determined based upon available information. Appropriations do not exceed available resources within the fund. Projected ending cash balances are estimated at a level that is reasonable based on available information.

Also included in this submittal is the Final Budget for the Truckee Meadows Water Authority Post-Retirement Medical Plan and Trust as required by NRS 287.017.

TRUCKEE MEADOWS WATER AUTHORITY
2011/2012 FINAL BUDGET

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FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION

	ACTUAL PRIOR YEAR ENDING 06/30/10	ESTIMATED CURRENT YEAR ENDING 06/30/11	BUDGET YEAR ENDING 06/30/12
General Government			
Judicial			
Public Safety			
Public Works			
Sanitation			
Health			
Welfare			
Culture and Recreation			
Community Support			
TOTAL GENERAL GOVERNMENT			
Utilities	170.5	170.5	155
Hospitals			
Transit Systems			
Airports			
Other			
TOTAL			

POPULATION (AS OF JULY 1)			
SOURCE OF POPULATION ESTIMATE*			
Assessed Valuation (Secured and Unsecured Only)			
Net Proceeds of Mines			
TOTAL ASSESSED VALUE			
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds			
Debt Service Funds			
Enterprise Fund			
Other			
TOTAL TAX RATE			

* Use the population certified by the state in March each year. Small districts may use a number developed per the instructions (page 6) or the best information available.

Truckee Meadows Water Authority
 (Local Government)

SCHEDULE S-2 - STATISTICAL DATA

PROPRIETARY FUND	(1)	(2)	(3) BUDGET YEAR ENDING 06/30/12	
	ACTUAL PRIOR YEAR ENDING 6/30/2010	ESTIMATED CURRENT YEAR ENDING 6/30/2011	TENTATIVE APPROVED	FINAL APPROVED
OPERATING REVENUE				
Charges for Water Sales	71,220,707	73,292,907	71,559,242	71,559,242
Hydro electric sales	2,577,660	2,487,495	2,743,860	2,743,860
Other Operating sales	1,869,481	2,024,738	1,611,000	1,611,000
Total Operating Revenue	75,667,848	77,805,140	75,914,102	75,914,102
OPERATING EXPENSE				
Wages and Salaries	11,180,101	11,921,928	11,744,784	11,428,236
Employee Benefits	4,378,347	5,225,668	5,546,748	5,303,088
Services and Supplies	20,839,709	19,709,890	19,846,073	19,738,513
Depreciation/Amortization	21,990,618	22,765,656	23,062,248	23,062,248
Total Operating Expense	58,388,775	59,623,142	60,199,853	59,532,085
Operating Income or (Loss)	17,279,073	18,181,998	15,714,249	16,382,017
NONOPERATING REVENUES				
Grants	861,091			
Investment Earnings	2,149,629	2,385,391	2,333,835	2,332,830
Other non-operating revenues	327,659			
Gain on disposal of assets	8,848			
Water meter retrofit program	248,618	59,328	72,984	72,984
Developer facility fees	437,933	162,264	123,780	123,780
Developer infrastructure contributions	4,088,095	1,200,000	132,132	132,132
Developer will serve contributions	133,305	132,888	57,348	57,348
Developer contributions - other	184,791	90,600	69,108	69,108
Contributions from others	748,583			
Total Nonoperating Revenues	9,188,552	4,030,471	2,789,187	2,788,182
NONOPERATING EXPENSES				
Interest Expense	21,663,342	21,407,131	20,197,703	20,197,703
Refunding Amortization	1,969,200	2,218,632	2,377,303	2,377,303
OIP (net)	-624,027	-1,053,618	-1,064,748	-1,064,748
Capitalized Interest	-717,257	0	0	0
Other non-operating expenses	699,042	1,350,000		
bond/note issue expenses	626,476	938,568	917,376	917,376
Total Nonoperating Expenses	23,616,776	24,860,713	22,427,634	22,427,634
Net Income before Operating Transfers				
Operating Transfers (Schedule T)				
In				
Out				
Net Operating Transfers				
NET INCOME	2,850,849	-2,648,244	-3,924,198	-3,257,435

Truckee Meadows Water authority
 (Local Government)

SCHEDULE F-1 REVENUES, EXPENSES AND NET INCOME

FUND _____

PROPRIETARY FUND	(1)	(2)	(3) (4) BUDGET YEAR ENDING 06/30/12	
	ACTUAL PRIOR YEAR ENDING 6/30/2010	ESTIMATED CURRENT YEAR ENDING 6/30/2011	TENTATIVE APPROVED	FINAL APPROVED
A. CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers	75,099,153	77,805,140	75,914,102	75,914,102
Cash paid to employees	(15,713,658)	(17,147,596)	(17,566,532)	(17,006,324)
Cash paid to suppliers	(20,691,171)	(19,709,890)	(19,846,073)	(19,738,513)
a. Net cash provided by (or used for) operating activities	38,694,324	40,947,654	38,501,497	39,169,265
B. CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Grants	-	-	-	-
Non-operating expenses	(699,042)	(500,000)	(850,000)	(850,000)
b. Net cash provided by (or used for) noncapital financing activities	(699,042)	(500,000)	(850,000)	(850,000)
C. CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of assets	(24,666,618)	(21,798,000)	(20,298,000)	(20,298,000)
Proceeds from Refunding Bonds	31,815,676	11,435,000		
Proceeds transferred to refunding escrow	(31,726,088)		(9,290,000)	(9,290,000)
Interest paid on financing	(22,220,174)	(21,346,323)	(21,149,350)	(21,149,350)
Principal paid on financing	(9,538,902)	(10,143,958)	(10,665,698)	(10,665,698)
Proceeds from capital asset disposals	9,706			
Proceeds from Capital Debt Issuance	2,359,945	5,000,000	3,500,000	3,500,000
Contributions for water meter retrofit program	248,618	59,328	72,984	72,984
Contributions from developrs-will-serve sales	133,305	132,888	57,348	57,348
Contributions from developrs other	184,791	90,600	69,108	69,108
Contributions from developrs facility charges	437,933	162,264	123,780	123,780
Contributions from other governments				
Bond/note issuance costs	(753,828)	(647,699)	(646,656)	(646,656)
Capital grant	335,506	271,000		
c. Net cash provided by (or used for) capital and related financing activities	(53,380,130)	(36,784,900)	(58,226,484)	(58,226,484)
D. CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest received	2,604,620	2,666,975	2,593,148	2,592,034
d. Net cash provided by (or used in) investing activities	2,604,620	2,666,975	2,593,148	2,592,034
NET INCREASE (DECREASE) in cash and cash equivalents (a+b+c+d)	(12,780,228)	6,329,729	(17,981,839)	(17,315,185)
CASH AND CASH EQUIVALENTS AT JULY 1, 20xx	136,065,644	123,285,416	129,615,145	129,615,145
CASH AND CASH EQUIVALENTS AT JUNE 30, 20xx	123,285,416	129,615,145	111,633,306	112,299,960

_ Truckee Meadows Water authority
 (Local Government)

SCHEDULE F-2 STATEMENT OF CASH FLOWS

FUND _____

ALL EXISTING OR PROPOSED
GENERAL OBLIGATION BONDS, REVENUE BONDS,
MEDIUM-TERM FINANCING, CAPITAL LEASES AND
SPECIAL ASSESSMENT BONDS

- * - Type
- 1 - General Obligation Bonds
- 2 - G.O. Revenue Supported Bonds
- 3 - G.O. Special Assessment Bonds
- 4 - Revenue Bonds
- 5 - Medium-Term Financing

- 6 - Medium-Term Financing - Lease Purchase
- 7 - Capital Leases
- 8 - Special Assessment Bonds
- 9 - Mortgages
- 10 - Other (Specify Type)
- 11 - Proposed (Specify Type)

(1) NAME OF BOND OR LOAN List and Subtotal By Fund	(2) *	(3) TERM	(4) ORIGINAL AMOUNT OF ISSUE	(5) ISSUE DATE	(6) FINAL PAYMENT DATE	(7) INTEREST RATE	(8) BEGINNING OUTSTANDING BALANCE 7/1/2011	(9) REQUIREMENTS FOR FISCAL YEAR ENDING 06/30/12		(11) (9)+(10) TOTAL
								(9) INTEREST PAYABLE	(10) PRINCIPAL PAYABLE	
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Bond Series 2001-A	4		\$ 448,810,000	6/11/01	7/1/2016	4.65%-5.5%	\$ 20,235,000	\$ 595,509	\$ 8,810,000	\$ 9,405,509
Truckee Meadows Water Authority-Water Revenue State Drinking Water Revolving Fund 2005	4		\$ 4,669,565	5/18/05	1/1/2025	3.21%	\$ 3,772,931	\$ 119,381	\$ 217,311	\$ 336,692
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Bond Series 2005-A	4		\$ 40,000,000	12/1/2005	7/1/2036	4.25%-5.0%	\$ 37,180,000	\$ 1,724,938	\$ 765,000	\$ 2,489,938
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Refunding Bond Series 2006	4		\$ 150,745,000	5/3/2006	7/1/2034	3.75%-4.875%	\$ 149,815,000	\$ 7,058,125	\$ 330,000	\$ 7,388,125
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Refunding Bond Series 2007	4		\$ 218,975,000	2/8/2007	7/1/2030	4.0%-5.0%	\$ 216,605,000	\$ 9,553,213	\$ 420,000	\$ 9,973,213
Truckee Meadows Water Authority-Water Revenue State Drinking Water Revolving Fund ARRA 2009	4		\$ 2,309,945	8/14/2009	TBD	0.00%	\$ 2,132,257	\$ -	\$ 123,387	\$ 123,387
Truckee Meadows Water Authority-Water Revenue State Drinking Water Revolving Fund 2010	4		\$ 4,500,000	2/11/2010	TBD	3.25%		\$ 203,125	\$ -	\$ 203,125
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Refunding Bond Series 2010	4		\$ 28,240,000	2/17/2010	7/1/2015	5.00%	\$ 28,240,000	\$ 1,412,000	\$ -	\$ 1,412,000
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Commercial Paper Notes Series 2006 A & B		< 1 year	\$ 43,000,000	A-8/15/2006 B-12/6/2006	< 1 year	0.63%	\$ 43,000,000	\$ 270,515	\$ -	\$ 270,515
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Commercial Paper Notes Series 2008 A	10-Notes	< 1 year	\$ 25,000,000	2/15/2008	< 1 year	0.63%	\$ 25,000,000	\$ 154,580	\$ -	\$ 154,580
Truckee Meadows Water Authority-Water Revenue (Tax-exempt) Commercial Paper Notes Series 2012		< 1 year	\$ 9,290,000	2/15/2008	< 1 year	0.63%	\$ 9,290,000	\$ 57,965	\$ -	\$ 57,965
TOTAL ALL DEBT SERVICE							\$ 535,270,188	\$ 21,149,350	\$ 10,665,698	\$ 31,815,048

FOR SUBMITTAL TO
THE STATE OF NEVADA
DEPARTMENT OF TAXATION

May 19, 2011

BUDGET

FINAL
Calendar Year, 2011

TRUCKEE MEADOWS WATER AUTHORITY
POST RETIREMENT MEDICAL PLAN & TRUST



STATE OF NEVADA
DEPARTMENT OF TAXATION
Web Site: <http://tax.state.nv.us>

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Nevada Department of Taxation
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Carson City, NV 89706-7921

TMWA Post Retirement Medical Plan & Trust _____ herewith submits the Final budget for the calendar year ending December 31, 2011.

This budget contains 1 funds, including Debt Service, requiring property tax revenues totaling \$ 0

The property tax rates computed herein are based on preliminary data. If the final state computed revenue limitation permits, the tax rate will be increased by an amount not to exceed 0. If the final computation requires, the tax rate will be lowered.

This budget contains 0 governmental fund types with estimated expenditures of \$ 0 and 1 proprietary funds with estimated expenses of \$ _____

Copies of this budget have been filed for public record and inspection in the offices enumerated in NRS 354.596 (Local Government Budget and Finance Act).

CERTIFICATION

APPROVED BY THE GOVERNING BOARD

I Jeffrey P Tissier
(Printed Name)
Chairman of the Board of Trustees
(Title)

certify that all applicable funds and financial operations of this Local Government are listed herein

Signed _____

Dated: _____

Retiree's by Function

	ACTUAL PRIOR YEAR 12/31/2009	ESTIMATED CURRENT YEAR 12/30/2010	BUDGET YEAR 12/31/2011
General Government			
Judicial			
Public Safety			
Public Works			
Sanitation			
Health			
Welfare			
Culture and Recreation			
Community Support			
TOTAL GENERAL GOVERNMENT			
Utilities	5	6	18
Hospitals			
Transit Systems			
Airports			
Other			
TOTAL			

POPULATION (AS OF JULY 1)			
SOURCE OF POPULATION ESTIMATE*			
Assessed Valuation (Secured and Unsecured Only)			
Net Proceeds of Mines			
TOTAL ASSESSED VALUE			
TAX RATE			
General Fund			
Special Revenue Funds			
Capital Projects Funds			
Debt Service Funds			
Enterprise Fund			
Other			
TOTAL TAX RATE			

* Use the population certified by the state in March each year. Small districts may use a number developed per the instructions (page 6) or the best information available.

TMWA Post Retirement Medical Plan and Trust
 (Local Government)

SCHEDULE S-2 - STATISTICAL DATA

