

FY 2023-2024 GSA Fee Draft Budget

Budget & Finance Committee

Agenda Item 4.b

March 2, 2023



Salinas Valley Basin
Groundwater Sustainability Agency

Work Plan Development

Staff, Finance Team, and M&A Staff focused on next set of evaluation needed, data gaps to address, compliance actions, and reviewed proposed PMAs with Subbasin Implementation Committees

Recognized all basins need immediate levels of activity: 2 are primarily domestic users and 4 are primarily agricultural users – selected PMAs reflective of need and work-flow for considering both feasibility and readiness

Must rely on partner agencies that own and operate water resource infrastructure and that will also do capital improvements as well as asset management of primary infrastructure

Duplicity of efforts is important to avoid as well as leveraging resources – this Work Plan and Budget accomplishes this



How the next 5-years will roll out...

GSP
Updates
DUE

2022

2023

2024

2025

2026

2027

- Basin wide groundwater conditions
- Basin wide monitoring networks
- Analysis of inter-subbasin flow in existing model runs
- Comparison to the current understanding of the hydrostratigraphy and subbasin connectivity as described in the GSPs.

- Updates based on feasibility analyses and new data
- Additional modeling work using newly collected data, newly developed models, and prioritized project concepts.
- Model simulations will examine project impacts, comparing recent conditions to conditions with a project where conditions include groundwater elevations, calculation of storage, inter-subbasin subsurface flow, interconnected surface water and others

Filling data gaps

Feasibility studies begin

Projects Update Report completed – multiple subbasins

Projects selection and financial plan – MAs continue

USGS SVIHM/SVOM published

Rerun models for water budgets, climate change scenarios

Inter - Basin Flows Analysis



Salinas Valley Basin
Groundwater Sustainability Agency

Tiered Fee Policy - Process

- Complete Work Plan for review EC, B&F, Board approves
- Draft Budget presented – comments gathered; Draft WP and Budget to Board March 9, 2023 – comments & direction
- Board adopts Work Plan – March 9, 2023
- Budget and Tiered Fee Cost Memo to Board April 13, 2023
- Budget adoption and Fee Study is initiated
- Stakeholder outreach

GSA Fee Funded Expenses – Authorized in SGMA

- GSP Preparation, adoption, amendment
- Investigations
- Inspections
- Compliance assistance
- Enforcement
- Program administration
- Prudent reserves



Work Plan and Budget Process

- Work Plan development included review of all PMAs – brought forward those items that felt were necessary this FY
- Addressing data gaps, conducting data processing and updating modeling all still very important for basin characterization
- Proposed subbasin PMAs brought to each SB Implementation Committees – no concerns
- Budget is conveyed according to GM Program costs and Operating Program costs –
- Budget aids in tiering analysis – Subbasin costs identified in budget – Tier Memo comes next
- New staff proposed to be added



2023-24 Appropriations Summary

Appropriations Summary	2022-23	2022-23	2022-23	2023-24
	Original	Revised	Actual	Proposed
	Budget	Budget	YTD	Budget
Agency Administration	<u>1,155,000</u>	<u>1,317,365</u>	<u>543,378</u>	<u>944,625</u>
Sustainable Groundwater Management Program:				
Current Year Groundwater Management Program	426,000	560,128	123,528	-
Data Expansion & Compliance	-	-	-	1,062,500
Interested Parties Outreach	-	-	-	437,500
Management Actions	-	-	-	1,342,700
Technical Service Contract Administration	<u>-</u>	<u>-</u>	<u>-</u>	<u>127,500</u>
Total Sustainable Groundwater Management Program	<u>426,000</u>	<u>560,128</u>	<u>123,528</u>	<u>2,970,200</u>
Reserves Funding	<u>120,000</u>	<u>-</u>	<u>-</u>	<u>220,000</u>
Total Appropriations	<u><u>1,701,000</u></u>	<u><u>1,877,492</u></u>	<u><u>666,907</u></u>	<u><u>4,134,825</u></u>

2023-24 Staffing Summary

Positions	Amount
Management Staff (3)	\$ 862,000
Clerks (4)	\$ 234,500
Finance (3)	<u>\$ 212,000</u>
Total	\$1,326,000
Allocate costs to Round 1 Grant	-284,875
Allocate costs to Groundwater Management Program	<u>-393,800</u>
Net Agency Administration Staffing Costs	\$ 647,325



2023-24 Management Staff

Position	Weekly Hours	Annual Hours	Bill Rate	Total Bill
General Mgr.	30	1,500	\$185	\$277,500
Deputy General Mgr.	35	1,750	\$167	\$292,250
Deputy General Mgr.	35	1,750	\$167	<u>\$292,250</u>
Total				\$862,000

Data Expansion & Compliance

Budget Item	Budget Amount
Expand Groundwater Extraction Monitoring	\$ 100,000
Incorporate New Data into HCMs	100,000
Modeling Preparation for 5-year updates	100,000
Agency Collaboration on Seawater Intrusion Model	50,000
Annual reports and Data Management	257,500
USGS Technical Services Agreement	85,000
USGS Cooperative Agreement Oversight	25,000
Groundwater Model Maintenance	95,000
Total	\$1,062,500



Interested Parties Outreach

Budget Item	Budget Amount
Dry Well Notification Program Implementation	\$ 50,000
Consultant Meeting Attendance & Preparation	95,000
Partner Agency Coordination	40,000
Technical Support Meetings & Stakeholder Engagement	215,000
GTAC Facilitation	37,500
Total	\$437,500



Management Actions \$1,342,700

Budget Item	Budget Amount
Stream Maintenance Program	\$350,000
Facilitation Services-Demand Management (Corral)	200,000
Planning & Modeling-Develop Sustainability (Eastside)	25,000
Planning & Modeling-Develop Sustainability (Langley)	25,000
Scoping for CSIP Expansion	35,000
Establish SMC TAC (Forebay)	25,000
Establish SMC TAC (Upper Valley)	25,000
Sustainability Strategy & Project Assistance	310,000
Technical Services/Review	102,500
Agency Share of Deep Aquifer Study	155,000
Development of Deep Aquifers Management Actions	40,000
Agriculture BMP Website	50,000

2023-24 Funding Sources

Funding Source	2022-23 Original Budget	2022-23 Revised Budget	2022-23 Actual YTD	2023-24 Proposed Budget
Funding Source:				
Current GSA Fee	1,701,000	1,364,800	927,885	1,364,800
Well Permitting Revenue	-	-	2,329	2,500
SGMA Round 1 Grant	-	-	-	535,000
Use of Fund Balance	-	512,692	-	-
Increase in GSA Fee	-	-	-	2,232,525
	<u>1,701,000</u>	<u>1,877,492</u>	<u>930,214</u>	<u>4,134,825</u>
Percentage Increase in GSA Fee				164%

Impact on Rates

Fee Basis	Current 2022-23	163.8% Increase	Increased Fee
Per Irrigated Acre	\$ 5.03	\$ 8.24	\$ 13.27
Per Connection	\$ 2.37	\$ 3.88	\$ 6.25
Total Revenue	\$ 1,364,800	\$ 2,235,025	\$ 3,599,825

Questions

- Answer Questions
- Provide Direction on Budget

