

Staff Report

for the Board of Directors of December 14, 2016

TO: Board of Directors
FROM: Gary D. King, Engineering Manager
DATE: December 7, 2016
SUBJECT: Budget Amendment – Loma Rica Hydroelectric Facility

ENGINEERING

RECOMMENDATION:

Approve a Budget Amendment to carry over unused funds for the Loma Rica Hydroelectric Facility for use in the 2017 budget.

BACKGROUND:

Expenditure of the budgeted funds for the Loma Rica Hydroelectric Project (Project) was delayed in 2016. This delay was due to our consultant deciding that they no longer desired to participate in the project and decided not to sign the task order for that work. According to the consultant, this decision was due to the risks of designing the footings and structural components. The failure of the consultant to continue with the Project over these risks has caused significant delays in the procurement of the generator, turbine, and major electrical components for the facility.

At this time, staff is out to bid on services for the completion of this engineering work. We are expecting to have this consultant to the Board after the December meeting. These delays have caused us to be unable to commit these funds in the 2016 budget year.

We are requesting a budget amendment to carry these funds over into 2017. We expect to commit these funds in 2017.

BUDGETARY IMPACT:

These funds were budgeted and uncommitted in 2016 and if approved will be carried over into 2017.

GDK



**NEVADA IRRIGATION DISTRICT
BUDGET AMENDMENT REQUEST**

Request Number

Req. No 2016 - 24

Date: DEC. 7, 2016
 To: Remleh Scherzinger, General Manager
 From: Department Manager(s) Gary King

Initial JK

Budget Transfer: Enter Operating/Capital Expenditure or Revenue line items.

Department	Object / Account	Increase/(Decrease)
50112 Hydro Admin	52915 Proj Bud: Non-Programmatic	(\$713,716.00)

Budget Increase: Enter Operating/Capital Expenditure or Revenue line items.

Department	Object / Account	Increase/(Decrease)
50112 Hydro Admin	52915 Proj Bud: Non-Programmatic	\$713,716.00

Division Fund	Funding Account	Increase/(Decrease)

Explanation: Enter narrative explaining reason for amendment.

Monies to be carried over from 2016 to 2017, we are unable to purchase the hydroelectric unit this year, this will be carried over in EWO#6947

APPROVALS:

	<u>Date</u>	<u>Signature</u>	<u>AGM/FM Initials</u>	<u>Approved/Denied</u>
Level I:				
Level II:				
Level III:				