

RESOLUTION NO. 2022-57

OF THE BOARD OF DIRECTORS OF THE NEVADA IRRIGATION DISTRICT

2022 BUDGET AMENDMENT

WHEREAS, the Nevada Irrigation District (District) budget for the 2022 fiscal year reflects resources to meet the essential needs of the District and the District's customers; and

WHEREAS, the Board of Directors adopted the 2022 Annual Budget on December 15, 2021; and

WHEREAS the budget amendment is necessary to adjust the operational budgets to account for unforeseen expenditures, capital projects that were initiated in 2021 and continue into 2022, and to adjust fund balances to reflect more accurate beginning year fund balance projections.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE NEVADA IRRIGATION DISTRICT AS FOLLOWS:

SECTION 1. The budget amendment only includes funds that were amended, funds not shown as amended are as adopted in the 2022 Annual Budget.

SECTION 2. Fund 10 amendments include:

- **a.** Transfer to Fund 70 in the amount of \$281,600.
- **b.** Projected reserves of \$21,037,417.

SECTION 3. Fund 15 amendments include:

- a. The addition of the following capital projects that were originally in the 2021 Annual Budget to the 2022 Annual Budget: Alta Sierra Tank (52952-6971) in the amount of \$1,557,775; Santini Siphon (52952-1098) in the amount of \$21,567; North Auburn Water Treatment Plant High Lift Pumps (52952-2376) in the amount \$9,600; Loma Rica Drive District Financed Water Line Extension (52952-2181) in the amount of \$39,213, and the Farm Canal Encasement (52952-2591) in the amount of \$65,000.
- **b.** Projected reserves of \$20,306845.

SECTION 4. Fund 30 amendments include:

- **a.** Transfer of \$22,000 to Fund 70.
- **b.** Projected reserves of \$772

SECTION 5. Fund 50 amendments include:

Resolution No. 2022-57 – 2022 Budget Amendment Page 2

- **a.** A reduction of \$580,000 in revenue associated with the delay in acquisition of the Deer Creek Powerhouse.
- **b.** The transfer of \$77,000 to Fund 30.
- **c.** The transfer of \$136,400 to Fund 70.
- **d.** Projected reserves of \$11,221,870.

SECTION 6. Fund 55 amendments include:

- a. The addition of the following capital projects that were originally in the 2021 Annual Budget to the 2022 Annual Budget: SFPH Fire Detection Upgrade (2552) in the amount of \$30,000; CNPH Fire Detection Upgrade (2553) in the amount of \$30,000, CSPH Fire Detection Upgrade (2554) in the amount of \$30,000, DF #2 Powerhouse Standby Generator (2483) in the amount of \$20,000, and Fall Creek Flume Improvements (2404) in the amount of \$180,000,
- b. The following capital projects that were included in the 2022 budget will have their budget decreased as noted: BS Canal Lining at Boxcar (2600) decreased by \$300,000, DF #2 Fire Suppression Upgrade (2240) decreased by \$125,000, and Rucker Spill Gate (2339) decreased by \$125,000.
- c. Projected reserves of \$50,260,000.

SECTION 7. Fund 70 amendments include:

- a. The reduction of \$1,251,000 in revenue and \$1,353,303 in expenditures associated with the delay of the English Meadow WCB Grant Restoration Project (2592).
- b. Increased operational expenditures of \$445,000.

SECTION 8. The Board of Directors hereby finds that the proposed amendments (as in the shown in the attached spreadsheets) are in the District's best interest and to the benefit of the District's rate and tax payers, and will be effective for the January 1, 2022 Annual Budget.

* * * * *

PASSED AND ADOPTED by the Board of Directors of the Nevada Irrigation District at a regular meeting held on the 26th day of October 2022, by the following vote:

AYES: NOES: ABSENT: ABSTAINS: Directors: Heck, Peters, Johansen, Hull, Bierwagen

Directors: None Directors: None Directors: None

President of the Board of Direct

Attest:

Secretary to the Board of Directors

| | Fund 10 Water Operations Budget Amendments | | | | | | | | | | | | |
|--|--|------------|----------------------|------------|-------------|---------------|---------------|-----------------------|----------------|----------------|------------------|--|--|
| | Beginning Balance | | Beginning Balance | | | | | | | | | | |
| | 1 100 22 | Reserve | Minus | Bauanua | Tuesday In | Tatal Inflama | Fundanditumon | Tronofor Out | Total Outflows | FYE Unassigned | FYE Fund Balance | Commente | |
| | 1-Jan-22 | Target | Reserves | Revenue | Transfer-In | Total Inflows | Expenditures | Transfer Out | Total Outflows | Fund Balance | With Reserves | Comments | |
| Approved Budget | 50,419,022 | 23,500,707 | 26,918,315 | 47,620,100 | 1,139,835 | 48,759,935 | 29,698,190 | 36,661,224 | 66,359,414 | 9,318,836 | 32,819,543 | | |
| Amended Beginning | | | | | | | | | | | | Major adjustment in Beginning Balance due to removal of Centennial | |
| Balance Squirrel Creek (4/13/2022) | | 23,500,707 | 16,342,789 | 47,620,100 | 1,139,835 | 48,759,935 | 29,698,190 | 36,661,224 800,000 | 66,359,414 | -1,256,690 | 22,244,017 | Project from Construction in Progress. Approved by Resolution, Transfer to Fund 15 | |
| English Meadow (4/27/2022) | | | | | | | | 125,000 | | | | Approved by Resolution, Transfer to Fund 70 | |
| Transfer to Fund 70 |) | | | | | | | 281,600 | | | | Transfer to fund 70 for increased cost allocation. | |
| Amended Totals | 39,843,496 | 23,500,707 | 16,342,789 | 47,620,100 | 1,139,835 | 48,759,935 | 29,698,190 | 37,867,824 | 67,566,014 | -2,463,290 | 21,037,417 | Reserve reduction of \$2,463,290 from approved 2022 Budget. | |
| Previously Approved By Board | | | | | | | | | | | | | |
| Proposed Revision | | | | | | | | | | | | | |

| | Beginning Balance | Beginning Balance | | | | | | | | |
|------------------------------------|----------------------|----------------------|---------|-------------|---------------|--------------|--------------|----------------|--------------------------------|---------------------------------|
| | 1-Jan-22 | Minus Reserves | Revenue | Transfer-In | Total Inflows | Expenditures | Transfer Out | Total Outflows | FYE Unassigned Fund Balance | FYE Fund Balan With Reserves |
| Approved Budget | 0 | 0 | 0 | 28,858,000 | 28,858,000 | 6,858,000 | o | 6,858,000 | 22,000,000 | 22,000,000 |
| Improvement/Replacement Reserve | | | | 22,000,000 | | | | | | |
| Annual CIP Expenditures | | | | 6,858,00 | | | | | | |
| Squirrel Creek (4/13/2022) | | | | 800,000 | | 800,000 | | | | |
| Alta Sierra Tank (52952-6971) | | | | | | 1,557,775 | | | | |
| Santini Siphon (52952-1098) | | | | | | 21,567 | | | | |
| North Auburn WTP (52952-2376) | | | | | | 9,600 | | | | |
| Loma Rica DFWLE (52952-2181) | | | | | | 39,213 | | | | |
| FARM CANAL ENCASEMENT (2591) | | | | | | 65,000 | | | | |
| Amended Totals | 0 | 0 | 0 | 29,658,000 | 29,658,000 | 9,351,155 | 0 | 9,351,155 | -1,693,155 | 20,306,845 |
| | | | | | | | | | | |
| Previously Approved By Board | | | | | | | | | | |
| Proposed Revision | | | | | | | | | | |

| ance | Comments |
|------|--|
| /es | Comments |
| 0 | |
| | Board Approved Reserve Levels in 2022. |
| | |
| | Previously Approved Transfer In |
| | from Fund 10 |
| | 2021 Rollover |
| | Capital Reserve Reduction of \$1.7 |
| 5 | М. |
| | |
| | |
| | |
| | |

| | | | | | | Fund 3 | 30 Recreation | | | | | |
|---|----------------------------------|-------------------|-------------------------------------|-----------|-------------|---------------|----------------------|--------------|----------------|--------------------------------|-----------------------------------|--|
| | Beginning Balance 1-Jan-22 | Reserve Target | Beginning Balance Minus Reserves | Revenue | Transfer-In | Total Inflows | Expenditures | Transfer Out | Total Outflows | FYE Unassigned Fund Balance | FYE Fund Balance With Reserves | Comments |
| Approved Budget | 999,990 | 610,640 | 389,350 | 2,207,208 | 167,577 | 2,374,785 | 2,342,561 | 989,572 | 3,332,133 | -567,998 | 42,642 | |
| Amended Beginning Balance | 903,120 | 610,640 | 292,480 | 2,207,208 | 167,577 | 2,374,785 | 2,342,561 | 989,572 | 3,332,133 | -664,868 | | Adjusted FYB Balance due to year end adjustments and accruals. |
| USFS Collection Agreement (5/11/2022) | | | | | 348,870 | | 348,870 | | | | | Board Approved Transfer From Fund 50 |
| Proposed Transfer In From Fund 50 | | | | | 77,000 | | | | | | | Proposed Transfer From Fund 50 to cover negative fund balance |
| Proposed Transfer To Fund 70 | | | | | | | | 22,000 | | | | |
| Amended Totals | 903,120 | 610,640 | 292,480 | 2,207,208 | 593,447 | 2,800,655 | 2,691,431 | 1,011,572 | 3,703,003 | -609,868 | 772 | Reduction in reserves of \$609,868 |
| Previously Approved By Board Proposed Revision | | | | | | | | | | | | |

| | Fund 50 Hydroelectric Operations | | | | | | | | | | | | |
|---|----------------------------------|-------------------|--|------------|-----------------|---------------|--------------|--------------|-------------------|-----------------------------------|--------------------------------------|---|--|
| | Beginning Balance 1-Jan-22 | Reserve Target | Beginning Balance Minus Reserves | Revenue | Transfer- In | Total Inflows | Expenditures | Transfer Out | Total Outflows | FYE Unassigned Fund Balance | FYE Fund Balance With Reserves | Comments | |
| Approved Budget | 64,617,198 | 11,221,870 | 53,395,328 | 24,833,811 | 0 | 24,833,811 | 12,486,586 | 59,982,153 | 72,468,739 | 5,760,400 | 16,982,270 | | |
| Amended Beginning Balance | 62,658,210 | 11,221,870 | 51,436,340 | 24,833,811 | 0 | 24,833,811 | 12,486,586 | 59,982,153 | 72,468,739 | 3,801,412 | 15,023,282 | Adjustment Due to YE Accruals and Adjustments. | |
| English Meadow (4/27/2022) | | | | | | | | 125,000 | | | | Board Approved Transfer to Fund 70. | |
| USFS Collection Agreement (5/11/2022) | | | | | | | | 348,870 | | | | Board Approved Transfer to Fund 30. | |
| SYC acquisition (3/9/2022) | | | | 580,000 | | | 1,162,435 | 180,000 | | | | Board Approved. Includes transfer to Fund 55. | |
| Reduce Revenue Associated with Deer Creek PH | | | | -580,000 | | | | | | | | Delay on acquisition of asset. | |
| Proposed Transfer to Fund 30 | | | | | | | | 77,000 | | | | Transfer needed to address projected Fund 30 negative balance at year-end. | |
| Proposed Transfer to Fund 70 | | | | | | | | 136,400 | | | | Increase cost allocation associated with proposed amendment. | |
| New Totals | 62,658,210 | 11,221,870 | 51,436,340 | 24,833,811 | 0 | 24,833,811 | 13,649,021 | 60,849,423 | 74,498,444 | 1,771,707 | 12,993,577 | | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| Previously Approved By Board | | | | | | | | | | | | | |
| Proposed Revision | | | | | | | | | | | | <u> </u> | |

| | Fund 55 Hydroelectric Operations | | | | | | | | | | | | |
|---|----------------------------------|--------------------|----------------------|---------|-------------|---------------|--------------|----------------|-------------------|---------------------------------------|--------------------------------------|--|--|
| | Beginning Balance | Reserve Balance | Beginning Balance | Revenue | Transfer-In | Total Inflows | Expenditures | Tranfer Out | Total Outflows | FYE Unassgine d Fund Balance | FYE Fund Balance With Reserves | Comments | |
| | 4.1 | | Minus | | | | | | | | | | |
| Approved Budget | 1-Jan-23 0 | 0 | Reserves 0 | 0 | 54,625,000 | 54,625,000 | 4,625,000 | 0 | 4,625,000 | 0 | | Comments New fund, no beginning year fund balance. | |
| | 0 | 0 | 0 | U | | 54,025,000 | 4,025,000 | 0 | 4,025,000 | 0 | 50,000,000 | New fund, no beginning year fund balance. | |
| Capital Funding | | | | | 4,625,000 | | | | | | | | |
| Capital Reserve FERC Reserve | | | | | 15,000,000 | | | | | | | | |
| | 0 | 0 | 0 | 0 | 35,000,000 | F4 C25 000 | 4,625,000 | 0 | 4 625 000 | 0 | 50,000,000 | New found and hereing in a second build below as | |
| Amended Beginning Balance | U | 0 | 0 | 0 | 54,625,000 | 54,625,000 | 1 1 | 0 | 4,625,000 | 0 | | New fund, no beginning year fund balance. | |
| SYC aqcuistion (3/9/2022) | | | | | 180,000 | 180,000 | 180,000 | | | | | Approved by Board | |
| SFPH Fire Detection Upgrade (2552) | | | | | | | 30,000 | | | | | 2021 Rollover | |
| CNPH Fire Detection Upgrade (2553) | | | | | | | 30,000 | | | | | 2021 Rollover | |
| CSPH Fire Deterction Upgrade (2554) | | | | | | | 30,000 | | | | | 2021 Rollover | |
| Fall Creek Flume Improvements (2404) | | | | | | | 180,000 | | | | | 2021 Rollover of design expenditures for project and increase in material costs. | |
| BS Canal Lining at Boxcar (2600) | | | | | | | -300,000 | | | | | Reduction of fund request, work will be done in future year. | |
| DF #2 Fire Suppression Upgade (2240) | | | | | | | -125,000 | | | | | Reduction of funds requested work will be done in a future year. | |
| Rucker Spill Gate (2339) | | | | | | | -125,000 | | | | | Reduction due to delay in construction, waiting on FERC approval. | |
| DF #2 PH Standby Generator (2483) | | | | | | | 20,000 | | | | | 2021 Rollover | |
| New totals | 0 | 0 | 0 | 0 | 54,805,000 | 180,000 | 4,545,000 | 0 | 4,545,000 | 260,000 | 50,260,000 | | |

Previously Approved By Board Proposed Revision

| | | | | | | Fund 70 Int | ernal Service | s | | | | |
|---|----------------------|--------------------|----------------------|------------|--------------------------|-------------------|-------------------|-----------------|----------------------|---------------------------------------|--------------------------------------|-----------|
| | Beginning Balance | | Beginning Balance | Revenue | Transfer-In | Total Inflows | Expenditur es | Transfer Out | Total Outflows | FYE Unassigne d Fund Balance | FYE Fund Balance With Reserves | F |
| | 1-Jan-22 | Reserve Balance | Minus Reserves | | | | | | | | | |
| Approved Budget | 0 | 0 | 0 | 0 | 12,192,537 | 12,192,537 | 12,192,537 | 0 | 12,192,537 | 0 | 0 | |
| English Meadow (4/27/2022) | | | | 1,251,000 | 250,000 | | 1,353,303 | 0 | 1,353,303 | | | 4 |
| English Meadow | | | | -1,251,000 | | | -1,353,303 | | | | | F |
| 70118- 52502 IT Equipment | | | | | | | | | | | | |
| Maintenance | | | | | | | 370,000 | | | | | F |
| Tyler ERP | | | | | | | 130,000 | | | | | 1 |
| Central Square Upgrade | | | | | | | 75,000 | | | | | ſ |
| ESRI for CMMS | | | | | | | 45,000 | | | | | (|
| Sedaru | | | | | | | 120,000 | | | | | \$ |
| 70118-52603 IT Consultant Fees | | | | | | | 75,000 | | | | | |
| 70118-52904 IT Equipment Purchases | | | | | | | 50,000 | | | | | |
| 70119-51128 Safety Training & Meals | | | | | | | 15,000 | | | | | (|
| 70135 52603 Accounting Consulting Fees | | | | | | | 100,000 | | | | | , |
| 70195-51187 Shop Equipment Maint | | | | | | | 80,000 | | | | | (|
| Transfer In From Fund 10 * | | | | | 281,600 | | | | | | | |
| Transfer In From Fund 30 * | | | | | 22,000 | | | | | | | 1 |
| Transfer In From Fund 50 * | | _ | | | 136,400 | | | | | _ | | 4 |
| New Totals | 0 | 0 | 0 | 0 | 12,882,537 | | 12,882,537 | | 12,882,537 | 0 | 0 | T, |
| Previously Approved By Board | | | d Fund 70 Trans | - | * Transfer In amounts ca | alculated based o | on cost allocatio | n of the addit | ional \$440,000 requ | uired for propos | ed amendment. | Ļ |
| Proposed Revision | | Transfer In | Amount | % of Costs | | | | | | | | Ļ |
| | | Fund 10 | 281,600.00 | 64% | | | | | | | | Ļ |
| | | Fund 30 | 22,000.00 | 5% | | | | | | | | Ļ |
| | | Fund 50 | 136,400.00 | 31% | | | | | | | | Ļ |
| | | Total | 440,000.00 | | | | | | | | | 1 |

Comments

Approved by Board Resolution

Project Delayed Due to Permitting, Removing Revenue and Expenditures from 2022. Leaving Transfer in for 2023.

Proposed increase in expenditures.

Tyler annual fee. Required per contract.

Pentamation Upgrade (Central Square)

GIS for CMMS

Sedaru license fee and service.

Increased consultant support for IT related to Pentamation Upgrade, security breach, and staff supplementation.

Servers, computers.

Increase safety and training expenses. District wide. Consultant training.

Accounting Consulting.

District wide equipment maintenance.

Fund should zero out each year.