

# Agenda Item 3.1

# Draft Annual Budget for 2023

Reservoir Committee Meeting

October 21, 2022



# Background Info

- Amendment 3 WP – Jan 1, 2022 through Dec 31, 2024
- To be reviewed annually with an emphasis on:
  - Changes to Goals and Objective
  - Expense and Revenue Budget Adjustments & Approval
  - Cash Call Recommendations
- Cash call schedule provided in Work Plan
  - April 2022, \$100/AF
  - January 2023, “up to” \$140/AF
  - January 2024, “up to” \$160/AF

# Key Takeaways

1. Recommendation for 2023 cash call is \$100/AF
2. 2023 budget reflects shifting of Geotech field activities dependent on land access as well as delays in permitting and the Water Right
3. Overall Amendment 3 Work Plan is not significantly changing and continues to be achievable within the total planned expenditures and revenues.

# **DRAFT** 2023 Budget Estimate - Revenue

<b>Revised Revenue* by Source</b>	<b>Original Work Plan</b>	<b>Revised 2023 Budget</b>
Undesignated Carryover from Amendment 2	--	\$7.3M
Designated for Options Agreements	--	\$1.0M
State (Prop 1 [WSIP])	--	\$8.8M
Federal (WIIN Act)	\$20.0M	\$18.6M
Reservoir Committee Cash Call	\$23.5M	\$15.6M
AB Dues**	\$0.5M	\$0.5M
<b>Total 2023 Revenue Estimate (DRAFT)</b>	<b>\$44.0</b>	<b>\$51.8M</b>

\* Revenue includes 2023 revenue along with unspent funds from previous periods

\*\* AB Membership Dues to be revisited in November 2022

# DRAFT 2023 Budget Estimate - Expense

Revised Expense Budget by Subject Area	Original Work Plan	Revised 2023 Budget
Communications	\$0.5M	\$0.6M
Engineering	\$30.5M	\$36.4M
External Affairs	\$0.3M	\$0.3M
General Project Activities	\$0.5M	\$0.7M
Permitting	\$4.7M	\$11.5M
Planning	\$1.2M	\$3.4M
Program Ops	\$7.4M	\$10.3M
Real Estate	\$0.9M	\$2.8M
<b>Total</b>	<b>\$46.1M</b>	<b>\$65.9M</b>

# Amendment 3 Work Plan – Status Update

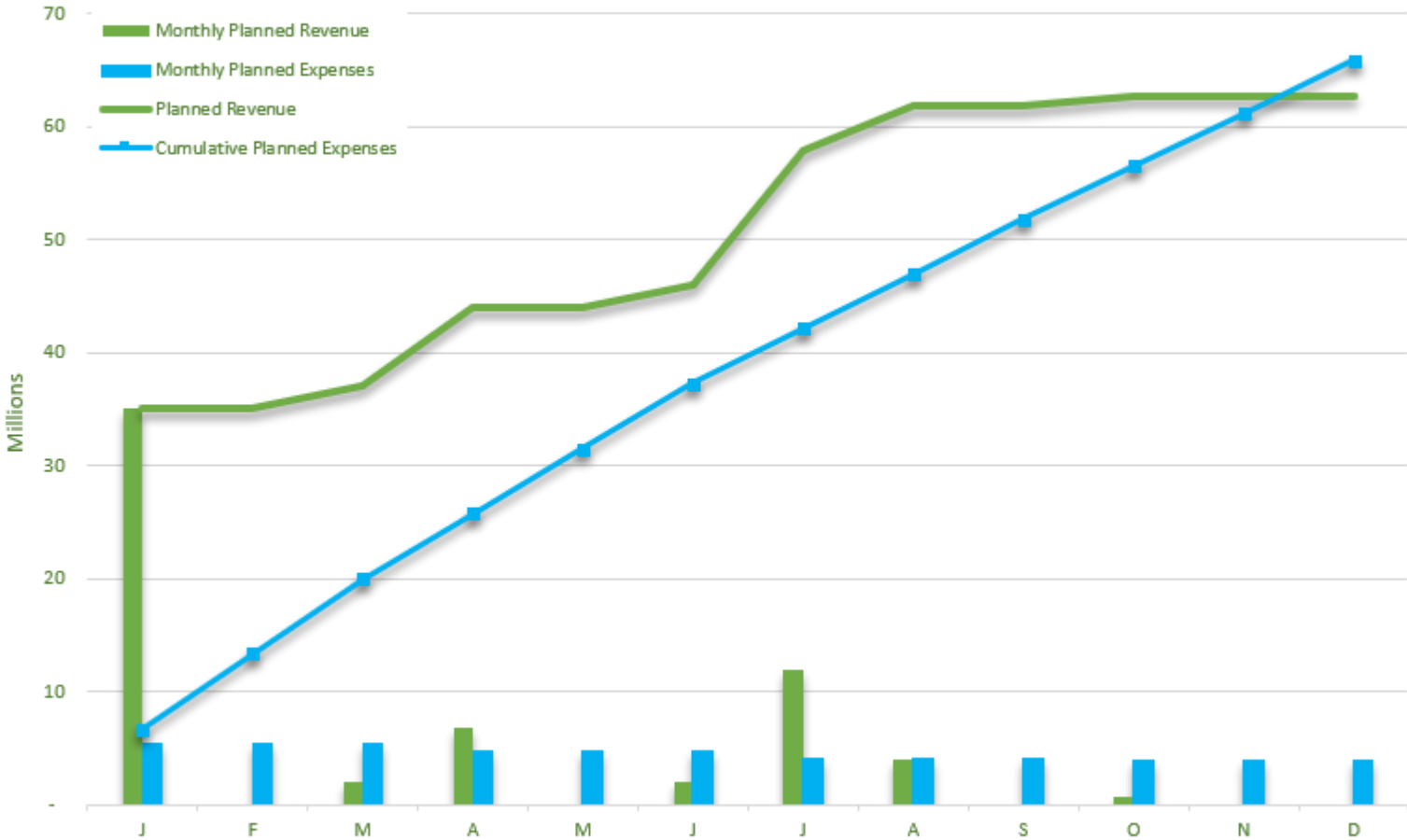
<b>Work Plan Summary</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>Total</b>
Expense	\$42.2M	\$46.1M	\$31.3M	<b>\$119.6M</b>
Revenue	\$51.6M	\$44.0M	\$47.3M	<b>\$142.9M</b>

<b>Work Plan Check-in Status</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>Total</b>
Expense	\$28.3M	\$65.9M	\$31.8M	<b>\$126.0M</b>
Revenue	\$39.0M	\$51.8M	\$64.5M	<b>\$155.3M</b>

Note: For this exercise Revenue may include funds from previous periods

# 2023 Cash Flow Curve

2023 Cash Flow Curve



**Questions?**





# 2023 Cash Flow Curve

2023 Cash Flow Curve

