Amended Budget

• Does not change total obligations previously approved by the Board

• Reflects recommended changes to approach in budgeting several types of expenditures
  – Capital projects
  – Depreciation
  – Transfers

• Goals
  – Ensure appropriations cover all Board approved expenditures
  – Reflect total commitment for capital projects
Capital Projects Budgets

• Amended budget reflects full current SARA commitment approved by the Board in the budget appropriation
  – In prior adopted budget, appropriation reflected only the amount anticipated to be spent in this year
    • Under represents the full SARA commitment
    • Requires budget amendment by the Board if project moves faster and more expenditures occur
  – This amended budget is a one-time change that increases the budget
    • Future years’ budgets will continue this approach
    • Less impact in future years
Changes in Amended Budget

• Fund encumbrances carried forward from FY 2013/14
  ▪ Board approved expenditures – authorized but not paid in FY 2013/14

• Changed method for budgeting transfers (money moved between SARA funds)
  ▪ Prior adopted budget showed net transfers (for revenues and expenditures) – transfers were recognized in the budget but not appropriated
  ▪ Amended budget shows transfers in as revenue to the fund and transfers out as part of the expenditure appropriation
Changes in Amended Budget cont.

• Changed approach to budgeting/accounting for depreciation – only impacted utility funds – remove from budget
  ▪ Will be addressed in year-end accounting
  ▪ Example of depreciation and transfers impact – SARA Wastewater Systems Fund

<table>
<thead>
<tr>
<th></th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total expenditures anticipated in budget</td>
<td>$8,794,777</td>
</tr>
<tr>
<td>Depreciation</td>
<td>$1,740,555</td>
</tr>
<tr>
<td>Transfers out</td>
<td>$1,850,775</td>
</tr>
<tr>
<td>Actual appropriation in Board Action</td>
<td>$5,203,447</td>
</tr>
</tbody>
</table>

▪ Under prior adopted budget, only $5,203,447 could be spent in this fund, not the full $8,794,777
Changes in Amended Budget cont.

- Recognized additional property tax revenue of $306,277 generated by $.0175 tax rate adopted by Board
  - Identified uses:
    - $65,000 for new aquatic biologist position
    - $162,565 for enhanced GIS imagery project
  - Staff will bring recommendations to the Board in November for use of the remaining $78,712 as well as any additional General Fund carry forward fund balance that may be available for programs/projects
Changes in Adopted Budget cont.

- Amended budget addresses issues that have arisen since the budget was adopted as well as some issues that were not included in the adopted budget
  - Four additional funds budgeted
  - Additional funding for SARA staff costs on the Bexar County Westside Creeks capital improvement project
  - Recently awarded grants
  - $350,000 for the Mission Reach project (fund 11 – SARCIP – City of San Antonio) approved by Board in May
  - Changes in appropriations to reflect what is currently needed to fund projects/programs
  - Other minor adjustments
### Amended Budget Summary

<table>
<thead>
<tr>
<th>FY 2014-15 Adopted Budget Expenditures</th>
<th>$95,722,554</th>
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</thead>
<tbody>
<tr>
<td>Depreciation</td>
<td>$2,845,304</td>
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<tr>
<td>Transfers Out</td>
<td>$6,963,099</td>
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<tr>
<td>Encumbrances</td>
<td>$13,874,046</td>
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<tr>
<td>Other</td>
<td>$155,716</td>
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<tr>
<td>Total Changes</td>
<td>$23,838,165</td>
</tr>
</tbody>
</table>

| FY 2014-15 Amended Budget Expenditures | $119,560,719|