

RESOLUTION NO. R-17-03

**APPROVING ANTELOPE VALLEY WATERMASTER
BUDGET AND ADMINISTRATIVE ASSESSMENT FOR FISCAL YEAR 2017**

WHEREAS, the Antelope Valley Watermaster, formed by the Antelope Valley Groundwater Cases Final Judgment (Judgment) Santa Clara Case No. 1-05-CV-049053 signed December 23, 2015; and

WHEREAS, said Judgment provides for the Formation of a Watermaster to administer the judgment; and

WHEREAS, said Judgment provides for the Formulation and Adoption of a Budget and Administrative Assessment for the Antelope Valley Watermaster and;

NOW, THEREFORE, BE IT RESOLVED, that the Representatives of the Antelope Valley Watermaster hereby approve:

1. 2017 Budget in the amount of \$462,442 per attached Exhibit "A."
2. 2017 Administration Assessment of \$5.00 per acre foot of production right and \$1.00 per acre foot of the 2016 actual production above the production right.
3. Approval of the 2017 Budget and Annual Administrative Assessment is not precedent setting.

I certify that this is a true copy of Resolution No. R-17-03 as passed by the Board of Directors of the Antelope Valley Watermaster at its meeting held June 28 2017, in Palmdale, California.

Date:

July 25, 2017

ATTEST:

Patricia Rose
Patricia Rose – Interim Secretary


Robert Parris, Chairman

Exhibit "A"
ANTELOPE VALLEY WATERMASTER
DRAFT ADMINISTRATIVE BUDGET CY 2017 (Revised 6/27/17)

	Fixed Acre Ft. (Production Right)	Variable Acre Ft. (Estimated)	BUDGETED 2016 (\$1/AC. FT.)	ACTUAL 2016 (\$1/AC. FT.)	PROPOSED 2017 (\$5/AC. FT.) - Fixed (\$1/AC. FT.) - Var.	ESTIMATED 2018 (\$5/AC. FT.)	ESTIMATED 2019 (\$5/AC. FT.)
REVENUE (ADMINISTRATIVE ASSESSMENTS PER SECTION 9.1)							
1000 Non-Overlying Production Rights (Exhibit 3)	12,345	19,183	\$ 12,345	\$ 12,345	\$ 80,908	\$ 157,640	\$ 157,640
1100 Overlying Production Rights (Exhibit 4)	58,322	30,000	58,322	54,962	321,611	441,611	441,611
1300 Small Pumps	3,806	0	Deferred	Deferred	Deferred	Deferred	Deferred
1500 State of California	207	0	207	-	1,035	1,035	1,035
1600 City of Lancaster	500	0	500	500	2,500	2,500	2,500
1700 Federal (Estimated Actual of Production Right)	1,600	0	Deferred	Deferred	8,000	8,000	8,000
1800 Unused Federal Reserved Water Right	-	6,000	Deferred	Deferred	6,000	30,000	30,000
1900 Imported Water Return Flows	-	27,000	Deferred	Deferred	27,000	135,000	135,000
2016 Budget Carryover					\$ 17,980		
Total Production (Acre Ft.)	76,780	82,183	\$ 71,374	\$ 67,807	\$ 465,024	\$ 775,786	\$ 775,786
Total Revenue	-	-	\$ 71,374	\$ 67,807	\$ 465,024	\$ 775,786	\$ 775,786

	BUDGETED 2016 (\$1/AC. FT.)	ACTUAL 2016 (\$1/AC. FT.)	PROPOSED 2017 (\$5/AC. FT.) - Fixed (\$1/AC. FT.) - Var.	ESTIMATED 2018 (\$5/AC. FT.)	ESTIMATED 2019 (\$5/AC. FT.)
ADMINISTRATIVE EXPENSES					
2000 Contracted Administrative Expenses					
AVEK Interim Administrative Staff	24,000	10,954	20,000	20,000	50,000
PWD Interim Administrative Staff	5,000	4,529	7,500	7,500	50,000
Independent Administrator Contract		* 4471			
Legal Services (AVEK Reimbursement)		* 4632			
Engineering Services (AVEK Reimbursement)					
Annual Financial Audit			3,000		
2100 Postage and Printing					
Postage and P.O. Box Rental	1,000	48	250	500	500
Outside Printing and Supplies	1,000	52	250	500	500
2200 Information and Document Management					
Glotrans Document Management	3,600	2,000	14,400	14,400	14,400
Computer Software	100	28	500	500	500
2300 Insurance Expenses					
D&O Coverage	3,000	5,783	6,000	6,000	6,000
2400 Watermaster Legal Services					
Legal Services - Board and Administrative Functions	-	-	20,000	100,000	100,000
2500 Watermaster Engineer					
Watermaster Engineer Contract	-	-	348,521	289,648	252,538
USGS Contract - Water Level Monitoring	-	-	20,000	65,000	65,000
2600 Watermaster Special Contract Services					
Watermaster Engineer Recruitment Contract	30,000	30,000	-	-	-
2700 Watermaster Administrative Stabilization Fund (5% of Expenses)					
Total Administrative Expenses	67,700	53,394	462,442	552,875	513,910

* = Expenses made by AVEK, not approved by Watermaster Board (not included in "Total Administrative Expenses")

**ANTELOPE VALLEY WATERMASTER
DRAFT ADMINISTRATIVE BUDGET CY 2016**

REVENUE (ADMINISTRATIVE ASSESSMENTS PER SECTION 9.1)

1000	Non-Overlying Production Rights (Exhibit 3)	Parties and Production Rights Listed in Exhibit 3 of the Judgment
1100	Overlying Production Rights (Exhibit 4)	Parties and Production Rights Listed in Exhibit 4 of the Judgment
1300	Small Pumpers	Parties and Production Rights under Section 5.1.3 of the Judgment
1500	State of California	Parties and Production Rights under Section 5.1.5 of the Judgment
1600	City of Lancaster	Party and Production Right under Section 5.1.7 of the Judgment
1700	Federal (Estimated)	Estimated Production under Section 5.1.4 of the Judgment
1800	Unused Federal Reserved Water Right (Estimated)	Estimated Production under Section 5.1.4 of the Judgment
1900	Imported Water Return Flows (Estimated)	Parties Right to Produce Imported Water Return Flows under Section 5.2 of the Judgment

ADMINISTRATIVE EXPENSES

2000	Contracted Administrative Expenses	Cost associated with reimbursement to AVEK for interim administrative services
	AVEK Interim Administrative Staff	Cost associated with reimbursement to PWD for interim administrative services
	PWD Interim Administrative Staff	
2100	Postage and Printing	Cost of mailing meeting notices, agendas, and assessment invoices
	Postage	Printing jobs done by outside printers. Also includes paper for agendas, invoices, etc.
	Outside Printing and Supplies	
2200	Information and Document Management	Cost of contract with Glotrans to provide web-based repository of all case documents
	Glotrans Document Management	Cost to develop and maintain dedicated public website to post Watermaster related information
	Website Development and Maintenance	Cost associated with billing and financial information
	Computer Software	
2300	Insurance Expenses	Insurance policy for Antelope Valley Watermaster Directors and Officers (D&O) coverage
	D&O Coverage	
2400	Watermaster Legal Services	Cost associated with legal representation at Board meetings and agenda review
	Legal Services - Board and Administrative Functions	
2500	Dues and Subscriptions	Membership costs: Association of California Water Agencies, and Groundwater Agencies
	Membership Dues	
2600	Conferences and Seminars	Registration fees for training, educational conferences, seminars, etc.
	Conference - Registration Fees	
2700	Advisory Committee Expenses	Cost associated with assisting Advisory Committee meetings and material
	Contracted Administrative Expenses	
2800	Watermaster Engineer	Cost associated with Watermaster Engineer contract
	Watermaster Engineer Contract	
2900	Watermaster Special Contract Services	Cost associated with recruitment of Watermaster legal representation
	Watermaster Legal Recruitment	Cost associated with recruitment of Watermaster Engineer
	Watermaster Engineer Recruitment Contract	Cost associated with third-party performing groundwater level monitoring
	Water Level Monitoring	