



**Resource Management
Agency
COUNTY OF TULARE
AGENDA ITEM**

BOARD OF SUPERVISORS

KUYLER CROCKER
District One
PETE VANDER POEL
District Two
AMY SHUKLIAN
District Three
EDDIE VALERO
District Four
DENNIS TOWNSEND
District Five

AGENDA DATE: February 5, 2019 – REVISED

Public Hearing Required	Yes	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>
Scheduled Public Hearing w/Clerk	Yes	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>
Published Notice Required	Yes	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>
Advertised Published Notice	Yes	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>
Meet & Confer Required	Yes	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>
Electronic file(s) has been sent	Yes	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Budget Transfer (Aud 308) attached	Yes	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Personnel Resolution attached	Yes	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>
Agreements are attached and signature line for Chairman is marked with tab(s)/flag(s)	Yes	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
CONTACT PERSON: Celeste Perez PHONE: 559-624-7010				

SUBJECT: Approval of an adjustment to the FY 2019 Cross Valley Canal Budget

REQUEST(S):
That the Board of Supervisors:

1. Approve an increase in the FY 2019 Cross Valley Canal budget to account for an increase in Central Valley Project water deliveries; and
2. Approve the necessary budget adjustments, per the attached AUD 308 (4/5ths vote required).

SUMMARY:
On November 10, 1975, the County of Tulare entered into a “Contract between the United States, State of California and the County of Tulare, providing for water service from the Central Valley Project (CVP).” The contract has been extended several times through a series of interim agreements. The most recent interim agreement was Interim Renewal Contract Number 14-06-200-8293A-IR17 approved by the Board on February 6, 2018 (Tulare County Agreement Number 28476).

The purpose of these agreements is to allow the County to receive CVP water, in its role as Cross Valley Canal (CVC) Contractor, on behalf of County subcontractors. The County is intended to be a pass-through agency for these subcontractors. All costs and expenses associated with this water service are to be paid by the subcontractors based on their individual agreements with the County.

The contract entitles the County’s CVC subcontractors to a maximum water allocation of 5,308 acre feet annually. Since 2013, a combination of low precipitation and various environmental or political concerns have caused the CVC’s water allocation

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to be zero. In years where water allocation is zero, the CVC subcontractors still pay for maintenance costs, standby charges and legal and engineering consulting costs. The current FY 2019 CVC budget accounts for a zero water allocation year. At the beginning of June 2018, the CVC was allocated 50% of its maximum water allocation.

Recently, County staff was informed that select CVC contractors would like to receive their 2018 water allocation. As a result, Resource Management Agency (RMA) personnel would like to increase budgeted CVC expenses (\$525,000 increase) and revenues (\$525,000 increase) for FY2019 to account for the increase in CVP water deliveries. RMA policy has been to collect prepayments from CVC subcontractors for all future expenses to prevent County subsidization. RMA personnel recently invoiced CVC subcontractors for \$503,000 in prepayments. The remaining \$22,000 increase is for contingencies.

FISCAL IMPACT/FINANCING:

No Net County Cost.

All expenses for operations and administration of the CVC contract incurred by the County are reimbursed through the billing of those costs to the subcontractors.

LINKAGE TO THE COUNTY OF TULARE STRATEGIC BUSINESS PLAN:

Economic well-being. The approval of this agreement will promote economic development opportunities in the County.

ADMINISTRATIVE SIGN-OFF:



Sherman Dix, CPA
Assistant Director Fiscal Services



Reed Schenke, P.E.
Director

cc: County Administrative Office

Attachment(s) Attachment A – AUD 308

**BEFORE THE BOARD OF SUPERVISORS
COUNTY OF TULARE, STATE OF CALIFORNIA**

IN THE MATTER OF APPROVAL OF AN) Resolution No. _____
ADJUSTMENT TO THE FY 2019 CROSS)
VALLEY CANAL BUDGET)

UPON MOTION OF SUPERVISOR _____, SECONDED BY
SUPERVISOR _____, THE FOLLOWING WAS ADOPTED BY THE
BOARD OF SUPERVISORS, AT AN OFFICIAL MEETING HELD FEBRUARY 5, 2019,
BY THE FOLLOWING VOTE:

AYES:
NOES:
ABSTAIN:
ABSENT:

ATTEST: JASON T. BRITT
COUNTY ADMINISTRATIVE OFFICER/
CLERK, BOARD OF SUPERVISORS

BY: _____
Deputy Clerk

* * * * *

1. Approved an increase in the FY 2019 Cross Valley Canal budget to account for an increase in Central Valley Project water deliveries; and
2. Approved the necessary budget adjustments, per the attached AUD 308 (4/5ths vote required).

Attachment "A"

AUD 308

County of Tulare — Auditor Controller
Budget Adjustment Form

1:35 PM

01/22/19			8/19	2019
Date		Document ID Number	Accounting Period	Budget Fiscal Year
RMA			Sherman Dix	624-7000
Agency Name			Contact Person	Phone
			Extension	

Action** A,C,D	Fund	Dept	Appr #				LEVEL 1 Finish Here	Current Amount	Revised Amount	Inc / Dec Amt
C	001	230	230OTH					100,000	625,000	525,000
										-
										-
										-
										-
										-
										-
										-
										-
										-
Appropriations Total							<i>Need Not Equal Zero</i>	100,000	625,000	525,000

Action** A,C,D	Fund	Dept	Appr #	Unit	Object	Rev	LEVEL 2 Start Here	Current Amt	Revised Amount	Inc / Dec Amt
C	001	230	230OTH	2200	7407			100,000	625,000	525,000
C	001	230		2200		5531		140,348	665,348	(525,000)
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
										-
Line Total							<i>Must Equal Zero</i>	\$ 240,348	\$ 1,290,348	\$ -

Reason for Adjustment (To Avoid Correspondence, State Reason in Detail)

Budget adjustment to the FY2019 Cross Valley Canal budget to account for an increase in CVP water deliveries.



 Affected Dept Head Signature

 Other Affected Dept Head Signature

Checked By: _____
 County Executive Office Action: No. _____ Date: _____
 Approved Disapproved

By: _____
 Board of Supervisors Action: No. _____ Date: _____

Entered By: _____
 Date: _____
 Distribution: 1: BOS/CAO/Auditor

**** Action Codes: A=Add, C=Change, D=Deactivate**
 * Whenever a 93XX account budget is adjusted, a corresponding 94XX account budget must be adjusted in the billing agency, **except for ISFs**
 * Whenever a 95XX account budget is adjusted, a corresponding 96XX account budget must be adjusted in the billing agency, and vice versa
 * Whenever a 97XX account budget is adjusted, a corresponding 98XX account budget must be adjusted in the billing agency, and vice versa