



INTEGRATED RESOURCE PLANNING ADVISORY COMMITTEE 2020 MEETING SUMMARY

August 26, 2020, 11:00 a.m.

*Colorado River Conference Rooms, Southern Nevada Water Authority
100 City Parkway, 7th Floor, Las Vegas, Nevada*

IRPAC members present:	Ken Evans	Peter Guzman (via phone)
	Carol Jefferies (via phone)	Andy Maggi (via phone)
	Paul Moradkhan (via phone)	Bob Murnane
	Jonas Peterson (via phone)	Phil Ralston
	John Restrepo (via phone)	Virginia Valentine

IRPAC members absent:	Tom Morley
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Staff present:	John Entsminger	Dave Johnson
	Doa Ross	Katie Horn
	Jordan Bunker	

Others present:	Terry Murphy, Facilitator
	Guy Hobbs, Financial Consultant

PUBLIC COMMENT

Ed Uehling prepared information for the advisory committee, which is attached to these minutes. He expressed concerns about the increase of water rates and charges and the amount of SNWA's financial debt.

SUMMARY OF ACTIVITIES

The Southern Nevada Water Authority's (SNWA) Integrated Resource Planning Advisory Committee 2020 (IRPAC 2020) met on Wednesday, August 26, 2020. The meeting began at 11:00 a.m.

#1 Approve agenda and minutes from the August 19, 2020 meeting.

Ken Evans motioned to approve the agenda and minutes from the August 19th meeting. The agenda and minutes were approved.

#2 Review committee requested materials.

John Entsminger, SNWA General Manager, reminded the committee where they left off from the August 19 meeting and reviewed the 6-year phase-in approach, which would be implemented in January 2022. He presented 21 sample customer bills, which were requested by the committee at the prior meeting, and noted that these bills had been provided to committee members in advance for their review. These sample bills included both residential and commercial properties and the impact to those customer bills if implemented in 2022, compared to implementation in 2021. The committee members expressed appreciation for the sample bill modeling as it substantiated the group meeting together again and provided them information needed for their constituents. Ken Evans asked if the 2022 implementation still included the conservation-related recommendations as approved by the committee pre-pandemic. Mr. Entsminger confirmed that all other recommendations are still included as previously approved. After

reviewing the sample customer bills, he reviewed the impacts to Connection Charge, Commodity Charge and Infrastructure Charge.

#3 Review committee recommendations and approve changes as appropriate.

Mr. Entsminger reviewed the funding recommendations with updated language citing the 2022 implementation option. Phil Ralston motioned to approve the new funding recommendations. The new recommendations were unanimously approved by all members present and on the phone.

Mr. Entsminger reviewed the next steps which include the following:

Sept. 8, 2020	<i>Begin Business Impact Statement public comment process</i>
Sept. 17, 2020	<i>SNWA Board meeting – consider recommendations report</i>
Oct. 15, 2020	<i>SNWA Board meeting - consider BIS and MCCP</i>
Nov. 19, 2020	<i>SNWA Board meeting – Public Hearing on rates</i>
2021	<i>Public Outreach</i>
January 1, 2022	<i>Recommended rate adjustments take effect</i>

Mr. Evans expressed appreciation for the consideration of the SNWA working with diverse companies and organizations and pledged his support in outreach efforts. Bob Murnane expressed appreciation for the additional analysis related to Connection Charges. Paul Moradkhan asked about the timeline of the business impact statement. Katie Horn, Management Services Manager, stated that the notification for the business impact statement would be sent to trades and businesses in early September and the public comment period would last into early October.

Mr. Entsminger stated that SNWA staff will assist the IRPAC members with outreach opportunities. He also thanked the committee for their participation and continued service to the community.

Ms. Murphy asked for public comment. Following public comment, she closed the meeting.

PUBLIC COMMENT

Ed Uehling stated that the approved recommendations are a waste of community resources. He expressed concern about the credibility of the business impact statement. He also mentioned that the sample customer model did not include churches or places of worship.

ADJOURNMENT

The meeting was adjourned at 11:23 a.m.

Public comment provided by Ed Uehling at August 26, 2020 IRPAC meeting

Southern Nevada Water Authority
Operating and Capital Budget
General Manager's Information Report
Fiscal Year Ending June 30, 2021

SNWA's fiscal years 2018-19, 2019-20 and 2020-21.



Budget Summary
(\$ in millions)

	Actual 2018-19	Budget 2019-20	Budget 2020-21	Budget-to-Budget Variance	
				\$	%
Sources					
Wholesale Delivery Charge	\$ 133.3	\$ 148.5	\$ 142.0	\$ (6.5)	-4%
Infrastructure Charge	162.9	163.4	166.9	3.5	2%
Commodity Charge	69.6	71.8	66.8	(5.0)	-7%
Connection Charge	75.6	71.3	19.1	(52.2)	-73%
Reliability Surcharge	5.7	5.9	5.4	(0.4)	-7%
Sales Tax	68.0	67.6	44.7	(22.9)	-34%
Investment Income	31.0	8.8	7.2	(1.6)	-19%
Groundwater Management Fees	0.9	0.9	0.9	(0.0)	0%
LV Wash Program Fees	0.4	0.4	0.4	-	0%
Grant Proceeds	0.8	0.3	2.0	1.7	
Other Sources	8.2	5.5	6.8	1.3	24%
Subtotal	556.3	544.3	462.3	(82.0)	-15%
Debt Issuance Proceeds	-	-	-	-	
Total Sources	556.3	544.3	462.3	(82.0)	-15%
Uses					
Water Resource Investments	6.7	13.9	7.9	(6.0)	-43%
Energy	36.4	36.0	38.2	2.2	6%
Payroll & Related	82.5	88.5	97.5	9.0	10%
Operating Expenses	51.7	75.7	75.8	0.1	0%
Capital Expenditures	167.9	140.1	124.2	(15.9)	-11%
Debt Service	260.2	265.6	289.1	23.6	9%
Total Uses	605.3	619.8	632.8	13.0	2%
Total Net Surplus/(Deficit)	\$ (49.0)	\$ (75.5)	\$ (170.5)	\$ (95.0)	

combined \$300,000,000 loss
primarily attributable to projected impacts from the COVID-19 pandemic.

Sources.

The 2020-21 Budget Plan's total sources of funds are projected to be \$462.3 million, or a 15 percent decrease compared to the 2019-20 Adopted Budget Plan. The decrease is

The Wholesale Delivery Charge and Connection Charge are budgeted to decrease \$6.5 million and \$52.2 million respectively, as compared to the 2019-20 Adopted Budget