



Nine Mile Creek Discovery Point
12800 Gerard Drive

Eden Prairie, MN 55346

(952) 835-2078

www.ninemilecreek.org

MEMO

TO: Nine Mile Creek Watershed District Board of Managers
FROM: Randy Anhorn
DATE: August 27, 2019
RE: 2020 Draft Budget

Attached is the final revised budget following discussion from our August 1, 2019 budget workshop and August 21, 2019 Regular meeting.

The revised draft budget for 2020 (attached) is \$4,709,000. This represents roughly a 14.3% increase in the budget compared to the amended 2019 budget (\$4,119,673). While the draft budget in 2020 represents a modest increase, the proposed levy of \$2,720,000 is relatively flat (0.2% increase) over that of 2019. The difference between the proposed budget and levied amounts (\$1,989,000) are made up using reserve funds that have been assigned and unassigned in the past for specific projects and programs and have yet to be spent or assigned

As discussed at the budget workshop, although the 2020 levy results in a very slight increase over 2019, due to an increase in the total market value within District boundaries, the actual levy impact on taxpayers will decrease. The estimated annual impacts for various home values are as follows:

| | 2018 | 2019 | 2020 |
|--------------------------------|-------------|-------------|-------------|
| NMCWD levy on a \$260,000 home | \$ 37.82 | \$ 36.34 | \$ 33.98 |
| NMCWD levy on a \$360,000 home | \$ 52.37 | \$ 50.32 | \$ 47.05 |
| NMCWD levy on a \$500,000 home | \$ 72.74 | \$ 69.89 | \$ 65.35 |
| NMCWD levy on a \$860,000 home | \$125.11 | \$ 120.20 | \$ 112.40 |

Action

Staff recommends the adoption of the presented 2020 budget and levy resolutions.

2020 Budget

| FY 2020 Budget - Draft | | | | | | | |
|--|-------------|----------------|--|------------------|-------------|--------------------|----------------------|
| Budget Item | New Account | FY 2019 Budget | Plan Implementation Fund - Levy Amount | Capital Projects | Grant Funds | 2020 Reserve Funds | Proposed 2020 Budget |
| Administration | | | | | | | |
| Board | 5100 | | | | | | |
| Advisory Committees (CAC and TAC) | 5101 | \$ 2,000.00 | | | | | \$ 8,000.00 |
| Annual Audit | 5102 | \$ 14,500.00 | | | | | \$ 14,500.00 |
| Dues/Conferences/Membership Fees | 5103 | \$ 16,000.00 | | | | | \$ 16,000.00 |
| Insurance | 5104 | \$ 14,000.00 | | | | | \$ 14,000.00 |
| Per Diems and Payroll tax | 5105 | \$ 10,000.00 | | | | | \$ 10,000.00 |
| Manager Expenses | 5106 | \$ 3,000.00 | | | | | \$ 3,000.00 |
| Staff | 5200 | | | | | | |
| Employee Salaries and Benefits | 5201 | \$ 525,000.00 | | | | | \$ 525,000.00 |
| Employee Expenses | 5206 | \$ 8,000.00 | | | | | \$ 6,000.00 |
| Staff Training/Professional Development | 5207 | \$ 10,000.00 | | | | | \$ 12,000.00 |
| Education Assistance | 5208 | \$ 6,000.00 | | | | | \$ 6,000.00 |
| Office | 5300 | | | | | | |
| Office Supplies & Expenses | 5301 | \$ 15,000.00 | | | | | \$ 15,000.00 |
| Office Utilities | 5302 | \$ 18,000.00 | | | | | \$ 18,000.00 |
| Office Networking Managed Services | 5303 | \$ 15,000.00 | | | | | \$ 15,000.00 |
| Office Equipment Maintenance | 5304 | \$ 5,000.00 | | | | | \$ 8,000.00 |
| Office Furniture/Equipment | 5305 | \$ 50,000.00 | | | | | \$ 30,000.00 |
| Official Minutes | 5306 | \$ 4,500.00 | | | | | \$ 4,500.00 |
| Operating Expenses | 5307 | \$ 24,000.00 | | | | | \$ 29,000.00 |
| Discovery Point Maintenance (building and landscaping) | 5308 | \$ 25,000.00 | | | | | \$ 30,000.00 |
| Professional Services | 5400 | | | | | | |
| Auditor/Accounting | 5410 | | | | | | |
| General/Monthly Accounting | 5411 | \$ 29,000.00 | | | | | \$ 29,000.00 |
| Payroll Processing Fees | 5412 | \$ 2,000.00 | | | | | \$ 2,000.00 |
| Engineering | 5420 | | | | | | |
| Administration | 5421 | \$ 80,000.00 | | | | | \$ 80,000.00 |
| Legal | 5430 | | | | | | |
| General Legal Advice | 5431 | \$ 45,000.00 | | | | | \$ 45,000.00 |
| Policies/Bylaws | 5432 | \$ 5,000.00 | | | | | \$ 5,000.00 |
| Other | 5440 | | | | | | |

2020 Budget

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|---|-------------|----------------------|--|------------------|-------------|----------------------|----------------------|
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| Other Consultant | 5441 | \$ 45,000.00 | | | | | \$ 10,000.00 |
| | | | | | | \$ 122,000.00 | |
| Total-Administration | | \$ 971,000.00 | \$ 813,000.00 | | | \$ 122,000.00 | \$ 935,000.00 |
| Programs | | | | | | | |
| Data Collection, Assessment and Management | 6100 | | | | | | |
| Lake Level Monitoring | 6101 | \$ 25,000.00 | | | | | \$ 25,000.00 |
| Groundwater Level Monitoring | 6102 | \$ 6,000.00 | | | | | \$ 6,000.00 |
| Precipitation Monitoring | 6104 | \$ 5,000.00 | | | | | \$ 5,000.00 |
| WOMP Stations | 6105 | \$ 115,000.00 | | | | | \$ 115,000.00 |
| Lake Water Quality and Stream Monitoring | 6106 | \$ 125,000.00 | | | | | \$ 132,000.00 |
| Targeted Monitoring | 6107 | \$ 45,000.00 | | | | | \$ 45,000.00 |
| Regional SW Volume Reduction Study | 6108 | \$ 5,000.00 | | | | | \$ 5,000.00 |
| Modeling and Atlas 14 Flood Planning/Management | 6109 | \$ 70,000.00 | | | | | \$ 40,000.00 |
| TMDL & UAA Studies | 6110 | \$ 91,673.00 | | | | | \$ 5,000.00 |
| Special Studies | 6111 | \$ 30,000.00 | | | | | \$ 50,000.00 |
| Monitoring Equipment | 6112 | \$ - | | | | | \$ 10,000.00 |
| Education and Outreach | 6200 | | | | | | |
| Public Involvement /Education | 6210 | | | | | | |
| Education and Outreach Programs | 6211 | \$ 34,500.00 | | | | | \$ 30,500.00 |
| Volunteer Programs | 6213 | \$ 27,000.00 | | | | | \$ 25,500.00 |
| Communications & Education Materials | 6230 | | | | | | |
| Communication and Marketing Materials | 6231 | \$ 86,000.00 | | | | | \$ 25,000.00 |
| Website & Web-Based Programs | 6237 | \$ 15,000.00 | | | | | \$ 25,000.00 |
| Grant Program & Grant Match | 6300 | | | | | | |
| Cost Share Grant Program | 6301 | \$ 200,000.00 | | | | \$ 75,000.00 | \$ 200,000.00 |
| Research Collaborative Grant Funding | #REF! | \$ 25,000.00 | | | | | \$ 25,000.00 |
| Regulatory Controls and Permitting | 6400 | | | | | | |
| Permit Application Review/Tracking | 6401 | \$ 100,000.00 | | | | | \$ 100,000.00 |
| Inspections | 6402 | \$ 30,000.00 | | | | | \$ 10,000.00 |
| Wetland Conservation Act | 6403 | \$ 35,000.00 | | | | | \$ 35,000.00 |
| Rules | 6404 | \$ - | | | | | \$ 10,000.00 |
| Technical Assistance | 6500 | | | | | | |
| Residents | 6501 | \$ 5,000.00 | | | | | \$ 5,000.00 |
| Cities | 6502 | \$ 5,000.00 | | | | | \$ 5,000.00 |

2020 Budget

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|--|----------------|------------------------|--|------------------------|----------------|------------------------|------------------------|
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| Professional Project and Plan Review | 6503 | \$ 10,000.00 | | | | | \$ 10,000.00 |
| Water Management Plan | 6600 | | | | | | |
| Water Management Plan Workplan Implementation | 6603 | \$ - | | | | | 30,000.00 |
| | | | | | | \$ 272,000.00 | |
| Total-Programs | | \$ 1,090,173.00 | \$ 627,000.00 | | | \$ 347,000.00 | \$ 974,000.00 |
| Capital Projects | | | | | | | |
| Normandale Lake | 7105 | \$ 500,000.00 | | \$ - | | \$ 150,000.00 | \$ 150,000.00 |
| Lake Cornelia | 7110 | \$ 500,000.00 | | \$ 500,000.00 | | \$ 330,000.00 | \$ 830,000.00 |
| Lake Edina | 7111 | \$ - | | \$ 500,000.00 | | | \$ 500,000.00 |
| Project Repair/Maintenance | 7115 | \$ 100,000.00 | | | | \$ 100,000.00 | \$ 100,000.00 |
| Discovery Point Landscape Restoration | 7120 | \$ 20,000.00 | | | | \$ 10,000.00 | \$ 10,000.00 |
| Discovery Point Construction/Renovations | 7125 | \$ - | | | | | |
| Regional Flood Study projects | 7126 | \$ 500,000.00 | | | | 500,000.00 | \$ 500,000.00 |
| Southeast Anderson Lake | 7130 | \$ - | | \$ 200,000.00 | | | \$ 200,000.00 |
| Stormwater Facilities Fund Project | 7500 | \$ 210,000.00 | | | | \$ 210,000.00 | \$ 210,000.00 |
| Watershed-Based Funding Grant Projects | 7601 | \$ - | | | | | |
| Non-Profit Planning Grant Stormwater BMP Project | 7602 | \$ 125,000.00 | | \$ 80,000.00 | | \$ 220,000.00 | \$ 300,000.00 |
| | | | | | | | |
| | | | | | | | |
| Total-Capital Projects | | \$ 2,055,000.00 | | \$ 1,280,000.00 | \$ - | \$ 1,520,000.00 | \$ 2,800,000.00 |
| | | | | | | | |
| Total | | | \$ 1,440,000.00 | \$ 1,280,000.00 | | \$ 1,989,000.00 | \$ 4,709,000.00 |
| | | | | | | | |
| Total Levy | | | | | | | \$ 2,720,000.00 |
| | | | | | | | |
| Total Budget | | | | | | | \$ 4,709,000.00 |
| Total by Fund | | | | | | | |
| Budget Total | | | Plan Implementation Levy | Grant Funds | Reserve Funds | | |
| 2020 Total Budget | \$4,709,000.00 | | \$2,720,000.00 | | \$1,989,000.00 | | |
| 2019 Total Budget | \$4,119,673.00 | | \$2,714,500.00 | | \$1,405,173.00 | | |

14.31

% Budget increase

0.20

% Levy Increase