

**CITY OF PAPIILLION
MAYOR AND CITY COUNCIL REPORT
FEBRUARY 7, 2023 AGENDA**

Subject:	Type:	Submitted By:
Approval of First Amendment to the Sarpy County and Cities Wastewater Agency's FY2022-2023 Budget	Resolution No. R23-0023	Phil Green, Deputy City Administrator

SYNOPSIS

Approval of Resolution No. R23-0023 would approve the First Amendment to the Sarpy County and Cities Wastewater Agency's ("Agency") FY2022-2023 Budget. The Agency Board approved the First Amendment to the FY2022-2023 Budget on January 25, 2023.

The Agency's fiscal year is July 1 through June 30 of each year, with the FY2022-2023 Budget beginning on July 1, 2022, and ending on June 30, 2023.

The Papillion City Council approved the initial Agency FY2022-2023 budget on May 17, 2022, in resolution R22-0071. The budget amendment will become effective once the governing board of each Agency member approves it.

FISCAL IMPACT

Zero impact to the City of Papillion. This amendment reflects the additional expenses incurred by the Agency because of inflation and faster than expected installation. Additional revenue will come from drawing down the current NDEE loan and \$7 million in ARPA funds from Sarpy County.

RECOMMENDATION

Approval.

BACKGROUND

On September 19, 2017, the Papillion City Council approved Resolution R17-0171, a resolution that approved an Interlocal Agreement creating the Agency and approved the City of Papillion's participation in it. The Agency consists of Sarpy County and the Cities of Papillion, Bellevue, Gretna, La Vista, and Springfield. The Agency Board consists of one representative from each of the six participating members.

ATTACHMENTS:

1. Resolution R23-0023
2. Exhibit A: SCCWA First Amendment to the FY2022-2023 Budget

RESOLUTION NO. R23-0023

**RESOLUTION APPROVING THE FIRST AMENDMENT TO SARPY COUNTY AND CITIES
WASTEWATER AGENCY FY2022-2023 BUDGET**

WHEREAS, the City of Papillion is a party to an interlocal agreement (as amended, the “Formation Interlocal”) entered into pursuant to the Interlocal Cooperation Act, set out at Neb. Rev. Stat. § 13-801 et seq. (the “Act”), by and between Sarpy County and the Cities of Papillion, Bellevue, Springfield, La Vista and Gretna (the “Members”), which formed the interlocal agency called the Sarpy County and Cities Wastewater Agency (the “Agency”); and,

WHEREAS, pursuant to Section IX of the Formation Interlocal, the Agency Board is required to approve an itemized annual budget which shall be presented to and subject to approval of the individual governing body of each Member; and,

WHEREAS, pursuant to Agency Resolution No. 2022-014, the Agency Board previously approved the Sarpy County and Cities Wastewater Agency FY2022-2023 Budget (the “FY2022-2023 Budget”), and the City of Papillion subsequently approved the FY2022-2023 Budget; and,

WHEREAS, pursuant to Agency Resolution No. 2023-001, the Agency Board approved the Amendment #1 to the FY2022-2023 Budget (the “Amended FY2022-2023 Budget”), a copy of which is attached hereto as **Exhibit A**; and,

WHEREAS, the Governing Body of the City of Papillion deems it appropriate and advisable to approve the proposed Amended FY2022-2023 Budget which has been approved by the Agency Board and is attached to this Resolution as **Exhibit A**.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and the City Council of the City of Papillion that the proposed Amended FY2022-2023 Budget is hereby approved.

PASSED AND APPROVED this 7th day of February 2023.

CITY OF PAPILLION

David P. Black, Mayor

ATTEST:

Nicole Brown, City Clerk
(SEAL)

Exhibit A

First Amendment to the FY2022-2023 Budget

SARPY COUNTY & CITIES WASTEWATER AGENCY
FY 2023 PROPOSED BUDGET AMENDMENT #1
07/01/2022 to 06/30/2023

	FY2022 Budget Amendment #1	Adopted FY 2023 Budget	Actual FY 2023 Jul-Nov	Proposed FY 2023 Amendment #1
10000 Money Market				
10010 Operation and Maintenance		\$ 1,424,075	\$ 1,424,075	\$ 1,424,075
10020 Loan Payment		\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
10030 County Repayment		\$ -	\$ -	\$ -
10040 Surplus		\$ 4,171,519	\$ 4,171,519	\$ 4,171,519
Total 10000 Money Market	\$ 6,457,866	\$ 7,095,594	\$ 7,095,594	\$ 7,095,594
REVENUES:				
25000 CWSRF Planning Loan	\$ 1,944,599	\$ -	\$ -	\$ -
25010 CWSRF Construction Loan	\$ 9,035,000	\$ 44,138,500	\$ 6,694,026	\$ 55,013,500
25020 Additional Construction Loan or Grant	\$ -	\$ -	\$ -	\$ -
26000 Member PILOT Contributions	\$ 321,900	\$ 150,000	\$ -	\$ 589,659
40005 Gemini Customer Contribution Funds Used	\$ 4,930,000	\$ 5,970,000	\$ 2,238,770	\$ 5,970,000
40100 Connection Fees	\$ 5,500,000	\$ 25,000	\$ -	\$ 2,055,000
40200 User Rate Charges	\$ -	\$ -	\$ -	\$ -
40300 Misc. Revenue	\$ -	\$ -	\$ -	\$ -
40310 Federal Earmark	\$ -	\$ 3,400,000	\$ -	\$ 3,400,000
40320 Sarpy County ARPA Funds	\$ -	\$ -	\$ -	\$ 7,000,000
40400 Bellevue Expanded Force Main Payment	\$ -	\$ 2,000,000	\$ -	\$ 3,650,000
45001 Interest	\$ 192,000	\$ 150,000	\$ 47,705	\$ 150,000
TOTAL REVENUES:	\$ 21,923,499	\$ 55,833,500	\$ 8,980,501	\$ 77,828,159
TOTAL RESOURCES AVAILABLE:	\$ 28,381,365	\$ 62,929,094	\$ 16,076,095	\$ 84,923,753
EXPENDITURES:				
Reimbursement to Sarpy County for Reimbursable Contributions	\$ -	\$ -	\$ -	\$ -
Principal Repayment to NDEE for Planning Loan	\$ 250,000	\$ 500,000	\$ -	\$ 500,000
60001 Financial Advisor Fees	\$ 200,000	\$ 100,000	\$ 36,377	\$ 200,000
60005 Consulting Fees				
60005.01 Steven Jensen Consulting	\$ 48,000	\$ 30,000	\$ 2,663	\$ 30,000
60005.02 Christine Myers Consulting	\$ 12,000	\$ 12,000	\$ 3,850	\$ 12,000
60005.40 Midwest ROW Consulting	\$ 100,000	\$ 442,000	\$ -	\$ 442,000
Total 60005 Consulting Fees	\$ 160,000	\$ 484,000	\$ 6,513	\$ 484,000
60006 Engineering Fees				
60006.01 Misc. Engineering Fees	\$ 45,000	\$ 20,000	\$ 2,105	\$ 20,000
60006.02 Phase 1A Engineering Fees	\$ 2,400,000	\$ 80,000	\$ 130,620	\$ 150,000
60006.03 Task Order 3 Engineering Fees	\$ 120,000	\$ 31,000	\$ 20,820	\$ 31,000
60006.04 Industrial Sewer System Engineering Fees	\$ 120,000	\$ -	\$ -	\$ -
Total 60006 Engineering Fees	\$ 2,685,000	\$ 131,000	\$ 153,545	\$ 201,000
60007 Agency Loan Admin Fees	\$ 24,190	\$ 24,000	\$ -	\$ 49,000
60010 Legal & Professional Services				
60020 Printing & Legal Notices	\$ 2,400	\$ 2,000	\$ 49	\$ 2,000
60030 Insurance	\$ 50,000	\$ 28,500	\$ 25,016	\$ 28,500
60040 Bookkeeping, Payroll & Financial Statements	\$ 16,300	\$ 17,000	\$ 3,581	\$ 60,000
60050 Audit Fees	\$ 19,250	\$ 18,000	\$ 7,000	\$ 18,000
60060 Legal Services	\$ 550,000	\$ 550,000	\$ 110,496	\$ 550,000
60070 Other Professional Services	\$ -	\$ -	\$ 73,663	\$ 115,500
60080 Rate Study Services	\$ -	\$ 70,000	\$ -	\$ 70,000
Total 60010 Legal & Professional Services	\$ 637,950	\$ 685,500	\$ 219,805	\$ 844,000
60100 USSWS Project Costs				
60110 Right-of-Way, Easements, and Land Acquisitions	\$ 1,100,000	\$ 1,700,000	\$ 297,825	\$ 1,700,000
60120 Springfield Creek Interceptor Sewer (SCI)	\$ 5,970,000	\$ 4,600,000	\$ 3,031,062	\$ 6,200,000
60130 Industrial Sewer System (ISS)	\$ 4,350,000	\$ 5,900,000	\$ 2,133,315	\$ 5,700,000
60140 Lift Stations (LS)	\$ -	\$ 7,000,000	\$ 51,481	\$ 8,930,000
60143 Force Main, Segments 1-4 (FM)	\$ -	\$ 23,000,000	\$ 5,711,037	\$ 43,360,000
60146 Zwiebel Creek Subbasin 3 Interceptor Sewer (ZC3)	\$ -	\$ 7,000,000	\$ 564,890	\$ 5,350,000
60150 SCI Bid Phase Services	\$ 40,000	\$ -	\$ -	\$ -
60160 ISS Bid Phase Services	\$ 40,000	\$ -	\$ -	\$ -
60170 SCI Construction Phase Services	\$ 420,000	\$ 415,500	\$ 178,523	\$ 415,500
60175 HDR LS, FM & ZC3 Phase 1A Construction Phase Services	\$ -	\$ 1,600,000	\$ 180,116	\$ 1,600,000

SARPY COUNTY & CITIES WASTEWATER AGENCY
FY 2023 PROPOSED BUDGET AMENDMENT #1
07/01/2022 to 06/30/2023

	FY2022 Budget Amendment #1	Adopted FY 2023 Budget	Actual FY 2023 Jul-Nov	Proposed FY 2023 Amendment #1
60180 ISS Construction Phase Services	\$ 420,000	\$ 366,000	\$ 140,268	\$ 366,000
60185 LS, FM & ZC3 Phase 1A Construction Testing; Surveying	\$ -	\$ 250,000	\$ -	\$ 315,000
Total 60100 USSWS Project Costs	\$ 12,340,000	\$ 51,831,500	\$ 12,288,517	\$ 73,936,500
62000 USSWS Operations & Maintenance				
62010 ISS/Basin Electrical O&M	\$ -	\$ 500	\$ -	\$ 500
62020 ISS/Basin Grounds O&M	\$ 1,150	\$ 2,500	\$ -	\$ 2,500
62030 ISS Line O&M	\$ -	\$ 500	\$ -	\$ 500
62040 ISS/Basin Manhole/Structure O&M	\$ -	\$ 500	\$ -	\$ 500
62050 ISS/Basin Misc. O&M	\$ -	\$ 500	\$ -	\$ 500
62060 ISS/Basin Permit Compliance	\$ -	\$ 500	\$ -	\$ 500
62070 ISS/Basin Sampling & Testing	\$ -	\$ 1,200	\$ -	\$ 1,200
62080 ISS/Basin Software	\$ -	\$ 1,500	\$ -	\$ 1,500
62090 ISS/Basin Supply Power	\$ -	\$ 1,200	\$ -	\$ 1,200
62100 ISS/Basin Wireless/Internet	\$ -	\$ 1,200	\$ -	\$ 1,200
62310 USSWS Electrical O&M	\$ -	\$ -	\$ -	\$ -
62320 USSWS Grounds O&M	\$ 1,150	\$ 2,500	\$ -	\$ 2,500
62330 USSWS Line O&M	\$ -	\$ -	\$ -	\$ -
62340 USSWS Manhole O&M	\$ -	\$ -	\$ -	\$ -
62350 USSWS Misc. O&M	\$ -	\$ 500	\$ -	\$ 500
62360 USSWS Permit Compliance	\$ -	\$ 500	\$ -	\$ 500
62370 USSWS Sampling & Testing	\$ -	\$ 500	\$ -	\$ 500
62380 USSWS SCADA System	\$ -	\$ -	\$ -	\$ -
62390 USSWS Supply Power	\$ -	\$ 600	\$ -	\$ 600
62400 USSWS Wireless/Internet	\$ -	\$ 600	\$ -	\$ 600
62500 USSWS One-Call Locates	\$ -	\$ -	\$ -	\$ -
62510 ISS One-Call Locates	\$ -	\$ 300	\$ -	\$ 300
62540 Misc. Shipping	\$ 100	\$ 100	\$ -	\$ 100
62550 Contracted Services	\$ -	\$ 1,000	\$ -	\$ 1,000
62950 O&M Contingency Funds	\$ -	\$ 10,000	\$ -	\$ 10,000
Total 62000 USSWS Operations & Maintenance	\$ 2,400	\$ 26,700	\$ -	\$ 26,700
63000 Vehicles & O&M Equipment				
63001 Vehicles	\$ 32,200	\$ 60,300	\$ 42,172	\$ 60,300
63003 Large Equipment (+\$5,000)	\$ 7,000	\$ 6,000	\$ 5,850	\$ 6,000
63006 Small Equipment (-\$5,000)	\$ 2,400	\$ 3,500	\$ 2,582	\$ 3,500
63008 Equipment/Tool Rental	\$ 1,200	\$ 3,000	\$ -	\$ 3,000
63010 Vehicle Fuel	\$ 2,400	\$ 9,000	\$ 844	\$ 9,000
63020 Equipment Fuel	\$ -	\$ 1,000	\$ -	\$ 1,000
63040 Vehicle Repairs & Maintenance	\$ -	\$ 4,000	\$ 284	\$ 4,000
63050 Equipment Repairs & Maintenance	\$ -	\$ -	\$ -	\$ -
63070 Safety / PPE	\$ 1,200	\$ 2,000	\$ 637	\$ 2,000
63090 Insurance: Commercial Automobile	\$ -	\$ 3,500	\$ 4,329	\$ 3,500
63950 Equipment Contingency Funds	\$ -	\$ 10,000	\$ -	\$ 10,000
Total 63000 Vehicles & O&M Equipment	\$ 46,400	\$ 102,300	\$ 56,698	\$ 102,300
64000 Office Equipment & Supplies				
64005 Office Supplies	\$ 300	\$ 300	\$ 198	\$ 300
64010 Office Tools, Equipment & Maintenance	\$ 2,400	\$ 600	\$ -	\$ 600
64020 Computers, Printers & Furniture	\$ 10,000	\$ 6,000	\$ 2,250	\$ 6,000
64030 Software / SAS	\$ 12,000	\$ 17,000	\$ 2,986	\$ 17,000
64035 SCIS IT Services	\$ 5,000	\$ 12,000	\$ 1,405	\$ 12,000
64040 Insurance: Electronic Data Processing	\$ -	\$ 250	\$ 100	\$ 250
64050 Office Rental	\$ 8,360	\$ 9,000	\$ 18,000	\$ 18,000
64060 Postage & Shipping	\$ 180	\$ 90	\$ 62	\$ 90
Total 64000 Office Equipment & Supplies	\$ 38,240	\$ 45,240	\$ 25,001	\$ 54,240
65000 Personnel & Benefits				
65010 Salaries, Full Time	\$ 100,000	\$ 226,000	\$ 42,462	\$ 226,000
65012 Phone Allowance	\$ -	\$ 2,400	\$ 300	\$ 2,400
65020 Payroll Taxes	\$ 7,560	\$ 18,080	\$ 3,083	\$ 18,080
65030 Deferred Compensation	\$ 10,000	\$ 27,500	\$ 1,218	\$ 27,500
65040 Health Insurance	\$ 27,600	\$ 50,000	\$ 7,262	\$ 50,000
65045 Post-Employment Health Insurance Plan	\$ -	\$ 2,845	\$ 1,404	\$ 2,845

SARPY COUNTY & CITIES WASTEWATER AGENCY
FY 2023 PROPOSED BUDGET AMENDMENT #1
07/01/2022 to 06/30/2023

	FY2022 Budget Amendment #1	Adopted FY 2023 Budget	Actual FY 2023 Jul-Nov	Proposed FY 2023 Amendment #1
65050 Dental Insurance	\$ 1,440	\$ 1,800	\$ 284	\$ 1,800
65060 Life Insurance	\$ 600	\$ 110	\$ 15	\$ 110
65070 Disability Insurance	\$ 1,500	\$ 800	\$ -	\$ 800
65080 Unemployment / Benefit Payout	\$ 300	\$ 1,000	\$ -	\$ 1,000
65090 Workers Compensation Insurance	\$ 4,000	\$ 12,500	\$ 4,805	\$ 12,500
65100 Uniform Allowance	\$ 1,500	\$ 2,500	\$ -	\$ 2,500
65110 Licenses / Certifications	\$ 1,800	\$ 1,500	\$ -	\$ 1,500
65120 Books / Periodicals	\$ 400	\$ 500	\$ -	\$ 500
65130 Organizational Dues	\$ 1,200	\$ 1,800	\$ 635	\$ 1,800
65140 Professional Dev. / Conferences	\$ 1,200	\$ 2,000	\$ 1,520	\$ 2,000
65150 Travel & Lodging	\$ 1,200	\$ 2,000	\$ 207	\$ 2,000
65160 Recruitment & Onboarding	\$ 3,000	\$ 1,000	\$ -	\$ 1,000
65170 Personnel Contingency Funds	\$ 30,000	\$ 20,000	\$ (164)	\$ 10,000
65300 Reimbursement to Agency Members for Secretary & Treasurer	\$ -	\$ 24,000	\$ -	\$ -
Total 65000 Personnel & Benefits	\$ 193,300	\$ 398,335	\$ 63,031	\$ 364,335
TOTAL EXPENDITURES:	\$ 16,577,480	\$ 54,328,575	\$ 12,849,487	\$ 76,762,075
NET REVENUES - EXPENDITURES:	\$ 5,346,019	\$ 1,504,925	\$ (3,868,986)	\$ 1,066,084
ENDING MONEY MARKET BALANCE:	\$ 11,803,885	\$ 8,600,519	\$ 3,226,608	\$ 8,161,678

FY 2023 Budget Amendment #1 Adopted by Agency Governing Body: 1/25/2023

FY 2023 Budget Amendment #1 Adopted by Sarpy County Governing Body: _____

FY 2023 Budget Amendment #1 Adopted by Bellevue Governing Body: _____

FY 2023 Budget Amendment #1 Adopted by Gretna Governing Body: _____

FY 2023 Budget Amendment #1 Adopted by La Vista Governing Body: _____

FY 2023 Budget Amendment #1 Adopted by Papillion Governing Body: _____

FY 2023 Budget Amendment #1 Adopted by Springfield Governing Body: _____

FY 2023 Agency Budget Amendment #1 Effective Date: _____

*Budget becomes effective upon approval by the governing bodies of all participating entities.