



# **GRP Review Committee Meeting**

**February 21, 2023**

# Item 1

## Call to Order

# Item 2

## Public Comments

# Item 3

## Approval of Minutes

# Item 4

## GRP Division Updates

**Item 5**  
**Presentation and Review of the GRP**  
**Division's Fiscal Year 2024 Budget**  
**Considerations and Process**



# Fiscal Year 2024 GRP Budget Considerations

GRP Review Committee Meeting: February 21, 2023

# Public Meetings for FY24 GRP Budget

<b>Date</b>	<b>Audience</b>	<b>FY 2023 GRP Budget Activity</b>
<i>January 24</i>	<i>Review Committee</i>	<i>Budget Process, Demands, and Guidelines</i>
<b>February 21</b>	<b>Review Committee</b>	<b>Receive Recommendations for FY24 Budget Considerations</b>
March 20	Review Committee	10-Year Project Plan Presentation
March 23	SJRA Board	10-Year Project Plan Presentation
April 24	Review Committee	FY24 Draft Budget & Rate Presentation
April 27	SJRA Board	FY24 Draft Budget & Rate Presentation
May 22	Review Committee	Review Committee Vote on FY24 Budget and Rate
May 25	SJRA Board	Vote on FY24 GRP Rate Order
August 24	SJRA Board	Vote on Proposed FY24 GRP Operating Budget

*Dates are subject to change.*



# Fiscal Year 2023 Budget

**Total demand**  
54.54 MGD

**Annual average SWTP Production**  
13 MGD

Surface  
Water  
Recipients

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City of Conroe

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City of Oak Ridge North

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MSEC

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MUD 99

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SJRA Woodlands

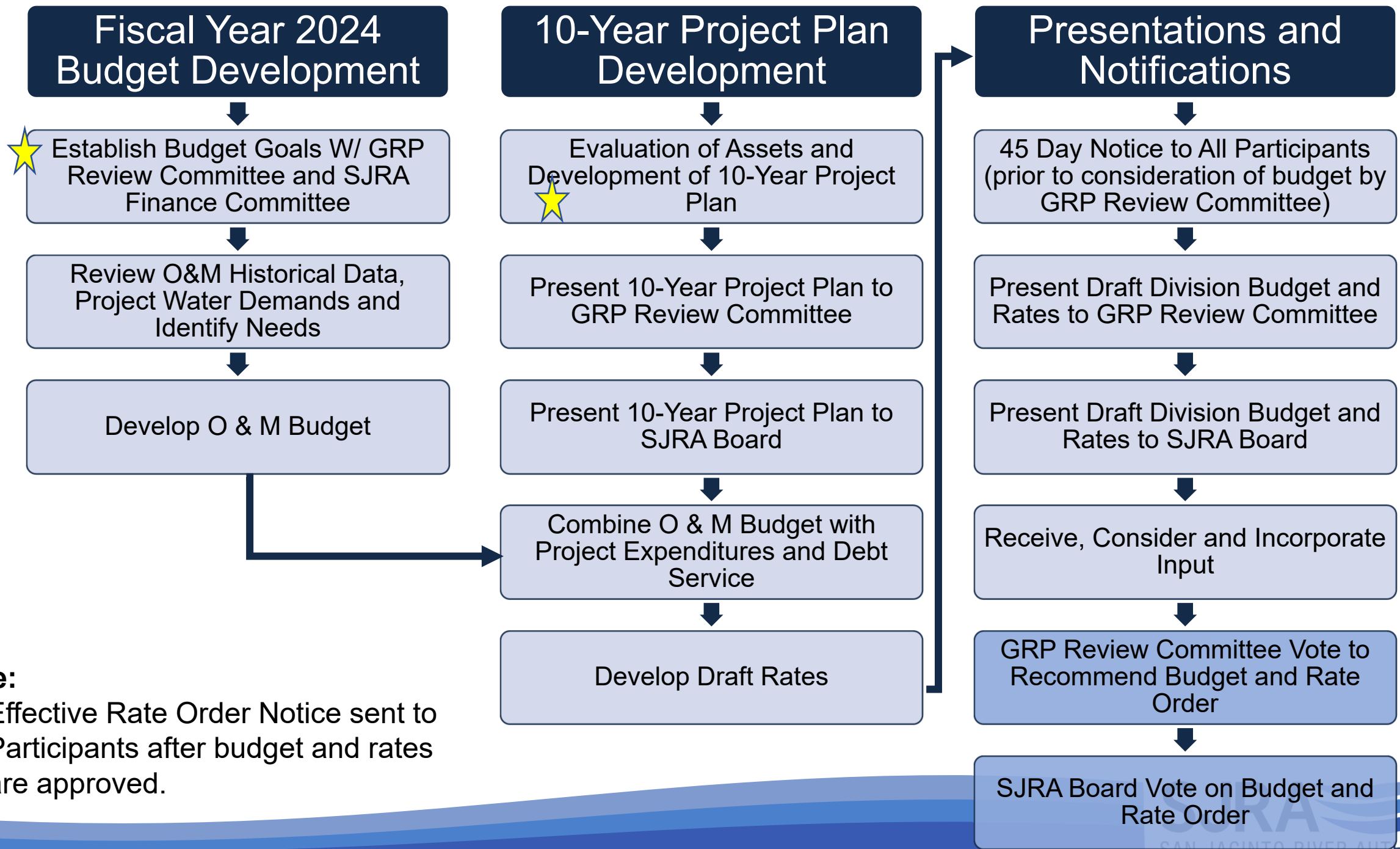
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SMCMUD

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Rayford Road MUD

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**Note:**

- Effective Rate Order Notice sent to Participants after budget and rates are approved.

# Fiscal Year 2024 Projected Demand

Fiscal Year (Sept – Aug)		
Calculation	Gallons	MGD
2-Year Average	22,947,979,132	62.19
3-Year Average	22,354,204,598	60.56
4-Year Average	21,613,165,610	58.53
5-Year Average	21,093,179,500	57.10

## GRP's recommendation

**FY 2024 Budgeted  
Demand  
54.54 MGD**

Projected demands represent the aggregate historical groundwater and surface water demands for all 149 GRP Participants.

# Cost Increase Per 3 MGD

	<b>13 MGD</b>	<b>Difference (+)</b> <b>16 MGD</b>	<b>Difference (+)</b> <b>19 MGD</b>
<b>GAC</b>	\$2,923,044	\$730,761	\$1,461,522
<b>Chemicals</b>	\$2,578,400	\$594,900	\$1,190,300
<b>Utilities</b>	\$1,727,180	\$398,580	\$797,160
<b>Raw Water</b>	\$3,636,512	\$466,422	\$932,859
<b>Total</b>	<b>\$10,865,136</b>	<b>\$2,190,663</b>	<b>\$4,381,841</b>

- Chemical assumptions - 8% increase over FY24 budgeted numbers
- Utilities assumptions – 10% increase over current actuals for FY24
- Reservation & Supply Use – Increased by \$0.35 for FY24
- If we produce more than 19.14 MGD – we will be paying for the City of Houston reservation of the lake, this fee is higher

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## GRP's recommendation

**FY 2024 Budgeted  
Demand  
54.54 MGD**

Projected demands represent the aggregate historical groundwater and surface water demands for all 149 GRP Participants.

# GRP Review Committee Recommendations

1. Recommend a projected demand to be used in preparing the GRP Division's Fiscal Year 2024 Operating Budget.
  - GRP Staff recommendation: Use the 4 fiscal year average from FY2023 (54.54 MGD)
2. Confirmation of base annual average surface water production for Fiscal Year 2024.
  - GRP Staff recommendation: 13 MGD Annual Average, with varying blend ratios

**Item 6**  
**Receive Recommendations for Fiscal Year**  
**2023 Budget Amendment**

# Budget Amendment Summary

	Previously Budgeted	Proposed Adjustment	Proposed Amended FY23 Budget	Funding source
R&R Fund	\$1,400,000	\$3,200,000	\$4,600,000	Operating Fund
Emergency Reserve	\$ 700,000	\$1,300,000	\$2,000,000	Operating Fund
Process Water Basins	\$ 600,000	\$1,900,000	\$2,500,000	Bond/ Operating Fund
Total	\$2,700,000	\$6,400,000	\$9,100,000	



**Item 7**  
**Lone Star Groundwater Conservation**  
**District Update**

**Item 8**  
**GRP items for consideration by the**  
**SJRA Board of Directors on February 23, 2023**

# Item 9

## Attorney's Update

**Item 10**  
**Future GRP Review Committee Meeting**  
**Agenda Items**

# **Item 11**

## **Future Meeting Schedule**

**March 20, 2023**

# Item 12 Adjourn