



February 10, 2021

Mr. Craig Johnson
City of Glendale
7070 W Northern Ave
Glendale, Arizona 85303

RE: ACTIONS OF THE SROG COMMITTEE

Dear Mr. Johnson:

This letter serves to inform you that at their February 10, 2021 meeting, the SROG Committee took the following actions:

Approved the proposed Fiscal Year 2021-22 Operations and Maintenance Budget base request of \$55,468,067, which includes a contribution of \$5,000,000 to the replacement fund and estimated expenditures of \$5,500,000 from that fund; to include the adoption of the recommended five-year CIP Replacement Fund schedule for Fiscal Years 2021-22 through 2025-2026; and that the Operating Fund Balance Reserve be increased by \$211,886, in order to maintain the required 12.5% of the Fiscal Year 2021-22 budget. This increase in the Operating Fund Balance Reserve will be billed to the SROG cities on their O&M billing for the month of July 2021.

Approved the SROG User Charge Rates for Fiscal Year 2021-22 as presented.

Approved the Fiscal Year 2021-22 Capital Improvement Projects Cash Flow Estimate for the 91st Avenue WWTP for \$45,311,000 as presented.

Accepted the SROG Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020, and Year-End Settlement, as presented for the same fiscal year.

If you have any questions regarding the above action, please do not hesitate to contact me.

Sincerely,

A handwritten signature in blue ink, appearing to read "Michelle Barclay", is written over a horizontal line.

Michelle Barclay
SROG Manager

Arizona Municipal Water Users Association