Changes in Asset Management Inventory Since 2017

- Portfolio Management implementation improved documentation of unfunded project inventory
- Updated unfunded asset management inventory used for 2021-2022 Budget process
- Includes projects previously deferred based on rate constraints
Changes in Asset Management Inventory continued

- Increased risk of failure based on aging assets
- Continued growth in the region placing additional pressure on existing assets
- Continual improvements to asset database including condition assessments/asset end of life
Asset Management Inventory Assumptions

Unfunded Priority Asset Management Inventory $700 M

Ongoing Priority Asset Management Funding - $80M/year + inflation

Asset Management Inventory that will Age/Fail into Priority
Asset Management Share of Proposed Sewer Rate

Projected Increase in 2020 Financial Plan
- CIP Program
- Asset Management in Current Program

2021 Proposed Financial Plan
- CIP Program
- Asset Management

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<tr>
<th>Asset Management Share</th>
<th>Proposed Sewer Rate</th>
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Next Steps on Asset Management

Near-term:

- April 2 - Engineering and Planning Subcommittee Meeting
  Detailed Briefing on current asset management assumptions for 2021 with preliminary project list

- April 2 - Rates and Finance Subcommittee Meeting
  Discussion of alternative sewer rate proposal with revised asset management assumptions for 2021

- April 22 - MWPAAC General Meeting
  Summary of asset management discussion from April 2nd
Long-term:

- Regularly scheduled briefings on asset management at Engineering and Planning Subcommittee in 2020

- Discuss rate implications of asset management investments and deferrals at Rates and Finance Subcommittee in 2020
Questions?

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