



# Delegated Budget Authority

May 20, 2024  
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*No action requested*

# Why We Are Here

- Background – Resolution 09-13433
- Why do we need revisions
- Proposed changes
- Next steps

# Background

- Resolution 09-13433 outlines the processes, procedures and delegation of authority to PUD Management staff for capital and operations and maintenance budgets and budget revisions.
- Provides accountability, transparency and operational efficiency within the PUD.

# Background Process

- Board approves an annual budget each year
- Resolution 09-13433 currently delegates limited budget authority for revisions up to \$500,000 needed during the year
  - Capital Projects = Total project budget
  - Capital System = Annual system budgets
  - PUD = annual operating budget



# Background Process

- Staff monitors budgets through commitments and reporting
- Board receives quarterly reporting on delegated budget revisions at all levels of delegation



# Why Do We Need Updates

- Budgetary controls and processes are working efficiently, but resolution language and delegation dollars are outdated:
  - Role for who maintains capital list has changed
  - Organization changes and titles not reflected in the current resolution
  - Last delegation dollar amount change - July 2003 - Resolution 03-12406
  - Project costs for labor and materials increased significantly in last 4 years
  - Needs alignment with strategic shifts for decision making at lower levels

# Proposed Resolution Changes

- Current Authority Levels

- \$0-\$50k Director and Business Advisor
- >\$50k-\$150k Executive Manager
- >\$150k-\$500k General Manager
- >\$500k Board of Commissioners

- Proposed Authority Levels

- \$0-\$1M *General Manager Memo designated authority*

GM re-delegation as an example

- \$0-\$200k Director and Business Advisor
- \$200k-\$500k Managing Director
- \$500k-\$1M Chief Officers

- \$0-\$3M General Manager
- >\$3M Board of Commissioners

# Proposed Resolution Changes

- General Manager limited delegated authority streamlines organizational changes efficiently
- Aligns with bid delegated authority of \$3M in Procurement and Contracting Resolution 17-14215





# Next Steps

- Staff to incorporate Board feedback in amended resolution
- Present resolution to Board for consideration of approval on June 3rd



# Strategic Vision, Business, and Budget Planning

## Financial Topics Timeline

- ✓ Board Delegated Authority May 20<sup>th</sup>
- Public Power Benefit Funding June 3<sup>rd</sup>
- Business Line Financial Policies July 1<sup>st</sup>
- Rate Planning July 15<sup>th</sup>