



ERIE COUNTY WATER AUTHORITY
INTEROFFICE MEMORANDUM
 November 16, 2022

To: Commissioners Schad, LaGree and Iannello
 From: Joyce Tomaka, Chief Financial Officer
 Subject: October 2022 Financial Report

Operating Revenue For the Month of: October, 2022

Actual operating revenue of \$7,896,000 was higher than the budgeted operating revenue of \$7,592,000 by \$304,000 or 4%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,961,000	\$3,762,000	\$199,000
Commercial	837,000	805,000	32,000
Industrial	233,000	215,000	18,000
Public Authorities	270,000	255,000	15,000
Public Fire Protection	323,000	323,000	0
Private Fire Protection	56,000	55,000	1,000
Sales to Other Districts	373,000	404,000	(31,000)
Infrastructure Inv. Charge	1,683,000	1,672,000	11,000
Other Water Revenues	160,000	101,000	59,000
TOTAL	\$7,896,000	\$7,592,000	\$304,000

Operating Revenue Year-to-Date: October 31, 2022

Total actual year-to-date operating revenue of \$75,982,000 was higher than the budgeted operating revenue of \$74,989,000, by \$992,000 or 1.3%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$37,873,000	\$37,616,000	\$257,000
Commercial	8,112,000	7,808,000	304,000
Industrial	2,110,000	1,980,000	130,000
Public Authorities	2,324,000	2,358,000	(34,000)
Public Fire Protection	3,244,000	3,233,000	11,000
Private Fire Protection	575,000	551,000	24,000
Sales to Other Districts	4,049,000	4,017,000	32,000
Infrastructure Inv. Charge	16,483,000	16,373,000	110,000
Other Water Revenues	1,212,000	1,053,000	159,000
TOTAL	\$75,982,000	\$74,989,000	\$993,000

Operating & Maintenance Expense For the Month of: October, 2022

Actual operating & maintenance expenses of \$4,063,000, were lower than the budgeted operating & maintenance expenses of \$5,009,000 by \$946,000 or 18.9%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,412,000	\$1,646,000	\$234,000
Fringe Benefits	751,000	863,000	\$112,000
Overtime	242,000	210,000	(\$32,000)
Chemicals Purchased	153,000	114,000	(\$39,000)
Power Purchased	471,000	344,000	(\$127,000)
Materials and Supplies	219,000	302,000	\$83,000
Other Public Utilities	58,000	60,000	\$2,000
Insurance and Damages	251,000	249,000	(\$2,000)
Special Services	22,000	31,000	\$9,000
Payments to Contractors*	285,000	450,000	\$165,000
Payments to Cont.-Repairs	106,000	143,000	\$37,000
Payments to Cont.-Restoration	(151,000)	200,000	\$351,000
* Does not include Repairs or Restoration			

Operating & Maintenance Expense Year-to-Date: October 31, 2022

Total actual year-to-date operating & maintenance expenses of \$45,713,000 were lower than the budgeted operating & maintenance expenses of \$50,194,000 by \$4,481,000 or 8.9%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$14,409,000	\$17,103,000	\$2,694,000
Fringe Benefits	\$7,667,000	\$8,878,000	\$1,211,000
Overtime	2,215,000	2,196,000	(\$19,000)
Chemicals Purchased	1,419,000	1,220,000	(\$199,000)
Power Purchased	4,595,000	3,570,000	(\$1,025,000)
Materials and Supplies	2,114,000	2,322,000	\$208,000
Other Public Utilities	803,000	716,000	(\$87,000)
Insurance and Damages	2,446,000	2,486,000	\$40,000
Special Services	238,000	345,000	\$107,000
Payments to Contractors*	3,145,000	4,190,000	\$1,045,000
Payments to Cont.-Repairs	1,378,000	1,424,000	\$46,000
Payments to Cont.-Restoration	2,454,000	2,110,000	(\$344,000)
* Does not include Repairs or Restoration			

Investment Income:

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of October	\$105,000	\$6,000	\$99,000
YTD through October 31	\$301,000	\$62,000	\$239,000

Net Income/(Loss)*:

Comparison to Last Year	2022	2021	Increase/(Decrease)
Month of October	\$3,201,000	\$1,751,000	\$1,450,000
YTD through October 31	\$18,595,000	\$11,311,000	\$7,284,000

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of October	\$3,201,000	\$2,023,000	\$1,178,000
YTD through October 31	\$18,595,000	\$15,086,000	\$3,509,000

*Income is shown on a GAAP basis – taking into account OPEB expense and other non-cash items

Summary of Non-Cash Charges Year-to-Date:

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$14,225,000	\$13,866,000	(\$359,000)
Amortization	(205,000)	(326,000)	121,000
Administrative Credits	(3,135,000)	(5,322,000)	2,187,000
OPEB Expense	2,083,000	2,083,000	\$0
TOTAL	\$12,968,000	\$10,301,000	\$1,949,000

Attached is a chart comparing actual operating revenue, investment income and operating expenses compared to budget on a monthly basis.

