

Staff Fiscal Item 2



**ERIE COUNTY WATER AUTHORITY**  
 INTEROFFICE MEMORANDUM  
 April 10, 2023

To: Commissioners Schad, LaGree and Iannello  
 From: Jessica Brown, Comptroller  
 Subject: February 2023 Financial Report

**Operating Revenue For the Month of: February 2023**

Actual operating revenue of \$7,193,000 was higher than the budgeted operating revenue of \$6,914,000 by \$279,000 or 4.0%.

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,452,000	\$3,383,000	\$69,000
Commercial	719,000	654,000	65,000
Industrial	219,000	176,000	43,000
Public Authorities	222,000	182,000	40,000
Public Fire Protection	292,000	321,000	(29,000)
Private Fire Protection	58,000	56,000	2,000
Sales to Other Districts	380,000	341,000	39,000
Infrastructure Inv. Charge	1,719,000	1,692,000	27,000
Other Water Revenues	132,000	109,000	23,000
<b>TOTAL</b>	<b>\$7,193,000</b>	<b>\$6,914,000</b>	<b>\$279,000</b>

**Operating Revenue Year-to-Date: February 28, 2022**

Total actual year-to-date operating revenue through February 28 of \$15,104,000 was higher than the budgeted operating revenue of \$14,340,000 by \$764,000 or 5.3%.

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$7,263,000	\$6,972,000	\$291,000
Commercial	1,482,000	1,352,000	130,000
Industrial	454,000	371,000	83,000
Public Authorities	496,000	382,000	114,000
Public Fire Protection	626,000	649,000	(23,000)
Private Fire Protection	114,000	112,000	2,000
Sales to Other Districts	776,000	724,000	52,000
Infrastructure Inv. Charge	3,604,000	3,562,000	42,000
Other Water Revenues	289,000	216,000	73,000
<b>TOTAL</b>	<b>\$15,104,000</b>	<b>\$14,340,000</b>	<b>\$764,000</b>

### Operating & Maintenance Expense For the Month of: February 2023

Actual operating & maintenance expenses of \$4,059,000 were lower than the budgeted operating & maintenance expenses of \$5,532,000 by \$1,473,000 or 26.6%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,393,000	\$1,670,000	\$277,000
Fringe Benefits	720,000	852,000	\$132,000
Overtime	216,000	234,000	\$18,000
Chemicals Purchased	182,000	299,000	\$117,000
Power Purchased	(55,000)	494,000	\$549,000
Materials and Supplies	273,000	190,000	(\$83,000)
Other Public Utilities	104,000	126,000	\$22,000
Insurance and Damages	317,000	269,000	(\$48,000)
Special Services	23,000	40,000	\$17,000
Payments to Contractors*	263,000	366,000	\$103,000
Payments to Cont.-Repairs	195,000	298,000	\$103,000
Payments to Cont.-Restoration	87,000	288,000	\$201,000
* Does not include Repairs or Restoration			

### Operating & Maintenance Expense Year-to-Date: February 28, 2023

Total actual year-to-date operating & maintenance expenses through February 28 of \$8,844,000 were lower than the budgeted operating & maintenance expenses of \$11,208,000 by \$2,364,000 or 21.1%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$2,971,000	\$3,508,000	\$537,000
Fringe Benefits	\$1,521,000	\$1,789,000	\$268,000
Overtime	456,000	479,000	\$23,000
Chemicals Purchased	293,000	601,000	\$308,000
Power Purchased	724,000	1,043,000	\$319,000
Materials and Supplies	398,000	353,000	(\$45,000)
Other Public Utilities	169,000	225,000	\$56,000
Insurance and Damages	594,000	538,000	(\$56,000)
Special Services	37,000	71,000	\$34,000
Payments to Contractors*	553,000	678,000	\$125,000
Payments to Cont.-Repairs	314,000	475,000	\$161,000
Payments to Cont.-Restoration	102,000	574,000	\$472,000
* Does not include Repairs or Restoration			

**Investment Income:**

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of February	\$114,000	\$12,000	\$102,000
YTD through February 28	\$236,000	\$25,000	\$211,000

**Net Income/(Loss)\*:**

Comparison to Last Year	2023	2022	Increase/(Decrease)
Month of February	\$1,974,000	\$424,000	\$1,550,000
YTD through February 28	\$3,825,000	\$1,752,000	\$2,073,000

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of February	\$1,974,000	\$489,000	\$1,485,000
YTD through February 28	\$3,825,000	\$1,348,000	\$2,477,000

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

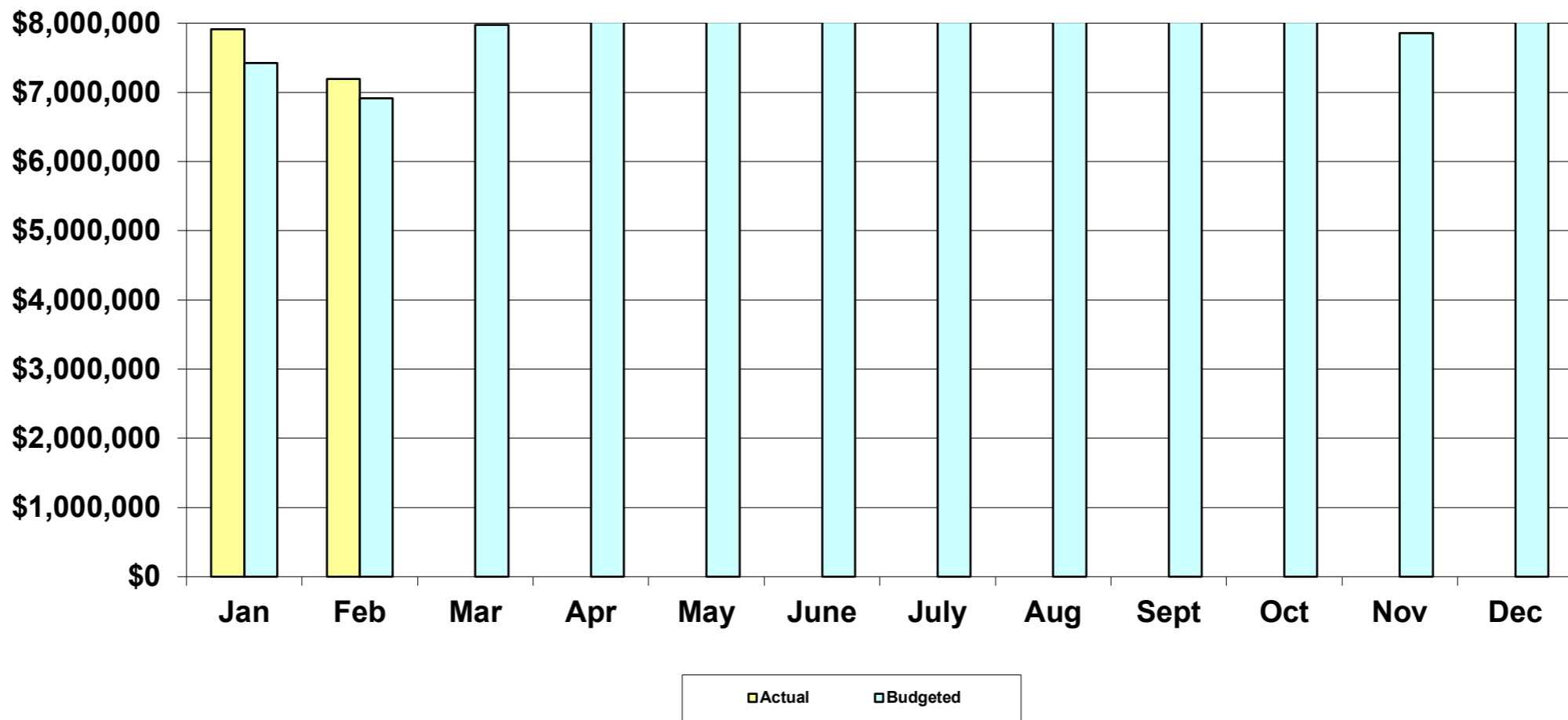
**Summary of Non-Cash Charges Year-to-Date:**

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$1,280,000	\$1,234,000	(\$46,000)
Amortization	(21,000)	(33,000)	(12,000)
Administrative Credits	(232,000)	(687,000)	(455,000)
OPEB Expense	208,000	275,000	67,000
<b>TOTAL</b>	<b>\$1,235,000</b>	<b>\$789,000</b>	<b>(\$446,000)</b>

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

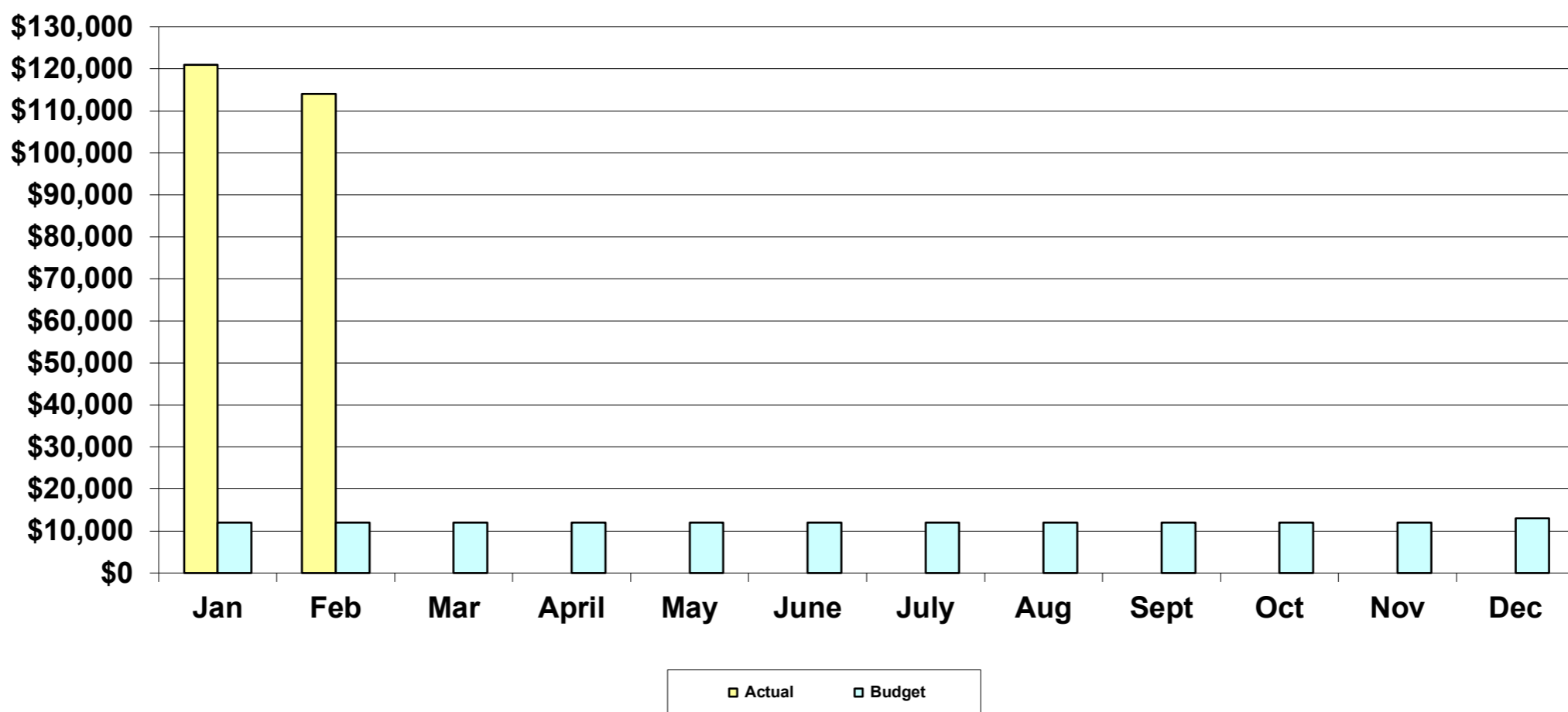
cc: J. Tomaka

**2023 Operating Revenue  
Actual to Budget**



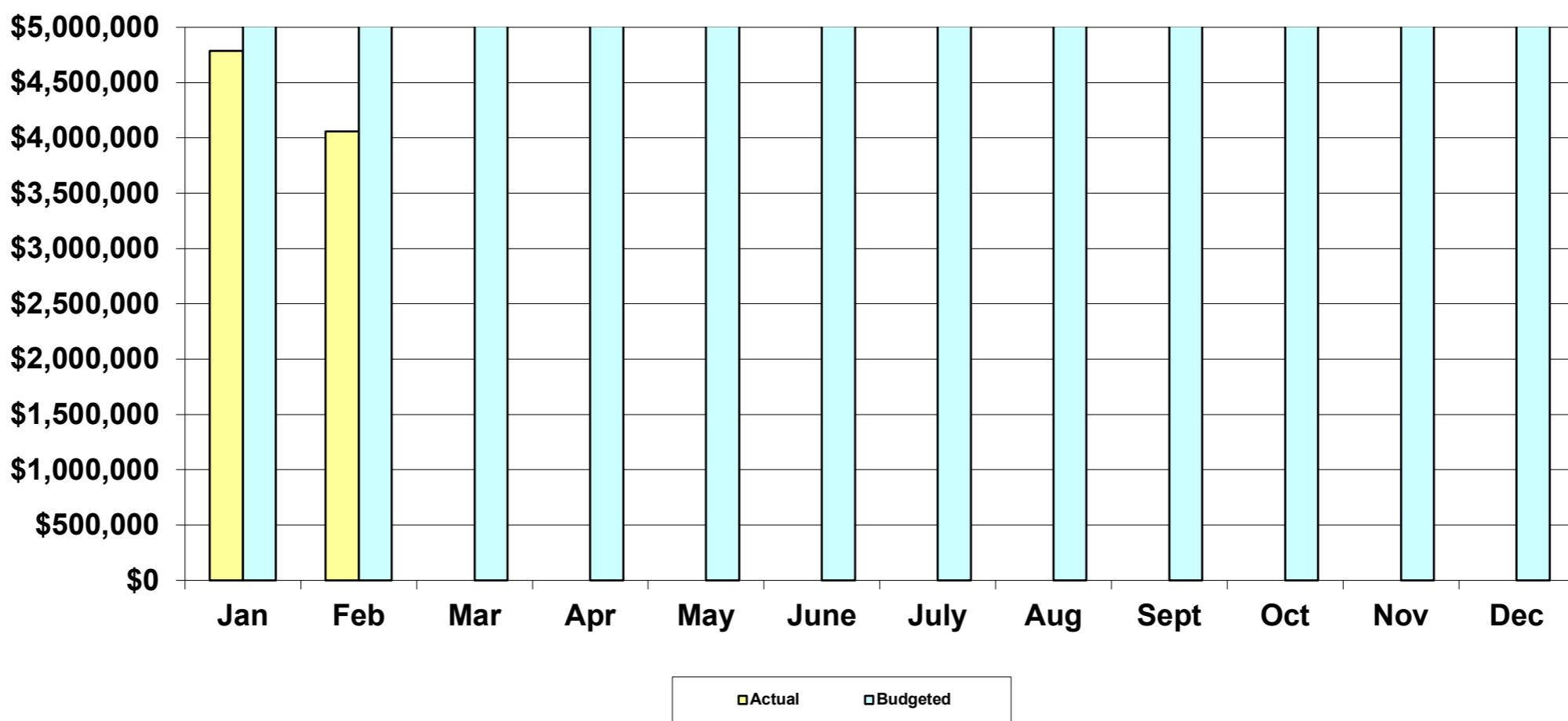
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$7,912,000	\$7,193,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$7,426,000	\$6,914,000	\$7,973,000	\$8,132,000	\$8,502,000	\$8,518,000	\$9,098,000	\$9,162,000	\$9,122,000	\$8,489,000	\$7,860,000	\$8,112,000

**2023 Investment Income  
Actual to Budget**



	Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$121,000	\$114,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budget	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$13,000

**2023 Operating Expense  
Actual to Budget**



	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$4,785,000	\$4,059,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$5,676,000	\$5,532,000	\$5,771,000	\$5,208,000	\$5,549,000	\$5,819,000	\$6,025,000	\$6,000,000	\$5,530,000	\$5,759,000	\$5,473,000	\$6,196,000