



ERIE COUNTY WATER AUTHORITY

INTEROFFICE MEMORANDUM

August 11, 2021

To: Commissioners Schad, LaGree, and Iannello

From: Joyce A. Tomaka, Comptroller

Subject: July 2021 Financial Report

Operating Revenue For the Month of: July, 2021

Actual operating revenue of \$7,695,000 was higher than the budgeted operating revenue of \$7,598,000 by \$97,000 or 1.3%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$4,009,000	\$3,926,000	\$83,000
Commercial	781,000	805,000	(24,000)
Industrial	193,000	202,000	(9,000)
Public Authorities	230,000	221,000	9,000
Public Fire Protection	322,000	314,000	8,000
Private Fire Protection	55,000	52,000	3,000
Sales to Other Districts	390,000	429,000	(39,000)
Infrastructure Inv. Charge	1,566,000	1,544,000	22,000
Other Water Revenues	149,000	105,000	44,000
TOTAL	\$7,695,000	\$7,598,000	\$97,000

Operating Revenue Year-to-Date: July 31, 2021

Total actual year-to-date operating revenue through July 31 of \$48,097,000 was lower than the budgeted operating revenue of \$48,191,000, by (\$94,000) or (.2%)

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$24,053,000	\$24,045,000	\$8,000
Commercial	4,702,000	4,862,000	(160,000)
Industrial	1,245,000	1,260,000	(15,000)
Public Authorities	1,377,000	1,482,000	(105,000)
Public Fire Protection	2,257,000	2,206,000	51,000
Private Fire Protection	387,000	377,000	10,000
Sales to Other Districts	2,527,000	2,617,000	(90,000)
Infrastructure Inv. Charge	10,734,000	10,574,000	160,000
Other Water Revenues	815,000	768,000	47,000
TOTAL	\$48,097,000	\$48,191,000	(\$94,000)

Operating & Maintenance Expense For the Month of: July, 2021

Actual operating & maintenance expenses of \$3,668,000, were lower than the budgeted operating & maintenance expenses of \$4,591,000 by \$923,000 or 20.1%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,422,000	\$1,658,000	\$236,000
Fringe Benefits	708,000	817,000	\$109,000
Overtime	226,000	227,000	\$1,000
Chemicals Purchased	102,000	132,000	\$30,000
Power Purchased	491,000	453,000	(\$38,000)
Materials and Supplies	297,000	206,000	(\$91,000)
Other Public Utilities	57,000	57,000	\$0
Insurance and Damages	232,000	251,000	\$19,000
Special Services	8,000	22,000	\$14,000
Payments to Contractors*	262,000	535,000	\$273,000
Payments to Cont.-Repairs	30,000	140,000	\$110,000
Payments to Cont.-Restoration	(74,000)	234,000	\$308,000
Administrative Credits	(432,000)	(574,000)	142,000

Operating & Maintenance Expense Year-to-Date: July 31, 2021

Total actual year-to-date operating & maintenance expenses through July 31 of \$27,039,000 were lower than the budgeted operating & maintenance expenses of \$31,585,000 by \$4,546,000 or 14.4%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$9,521,000	\$11,377,000	\$1,856,000
Fringe Benefits	\$4,753,000	\$5,605,000	\$852,000
Overtime	1,448,000	1,469,000	\$21,000
Chemicals Purchased	682,000	779,000	\$97,000
Power Purchased	2,101,000	2,413,000	\$312,000
Materials and Supplies	1,226,000	1,383,000	\$157,000
Other Public Utilities	463,000	497,000	\$34,000
Insurance and Damages	1,610,000	1,754,000	\$144,000
Special Services	169,000	197,000	\$28,000
Payments to Contractors*	2,074,000	2,989,000	\$915,000
Payments to Cont.-Repairs	925,000	981,000	\$56,000
Payments to Cont.-Restoration	1,451,000	1,578,000	\$127,000
Administrative Credits	(1,513,000)	(2,203,000)	690,000
* Does not include Repairs or Restoration			

Investment Income:

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of July	\$7,000	\$4,000	\$3,000
YTD through July 31	\$57,000	\$29,000	\$28,000

Net Income/(Loss)*:

Comparison to Last Year	2021	2020	Increase/(Decrease)
Month of July	\$1,746,000	\$1,364,000	\$382,000
YTD through July 31	\$4,960,000	\$8,267,000	(\$3,307,000)

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of July	\$1,746,000	\$1,409,000	\$337,000
YTD through July 31	\$4,960,000	\$5,345,000	(\$385,000)

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

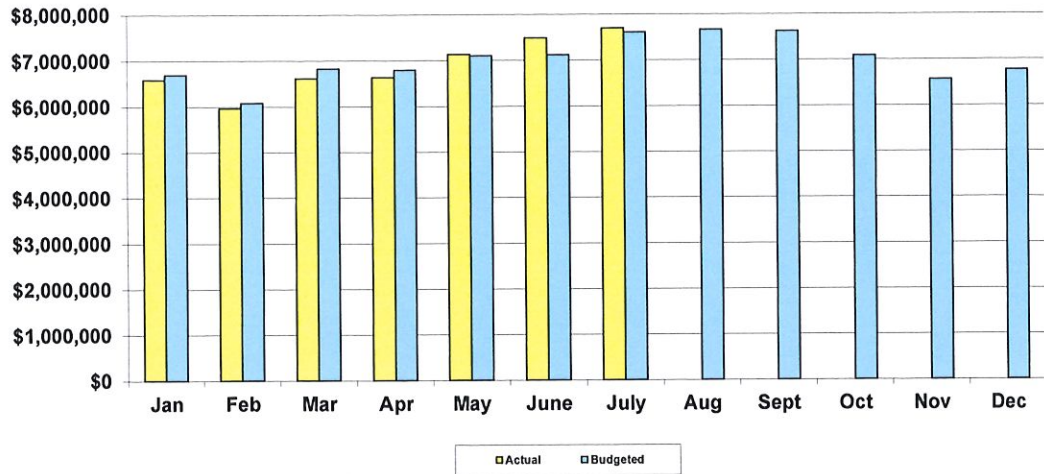
Summary of Non-Cash Charges Year-to-Date:

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$8,446,000	\$8,265,000	(\$181,000)
Amortization	(144,000)	(228,000)	84,000
OPEB Expense	2,068,000	2,332,000	\$264,000
TOTAL	\$10,370,000	\$10,369,000	\$167,000

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

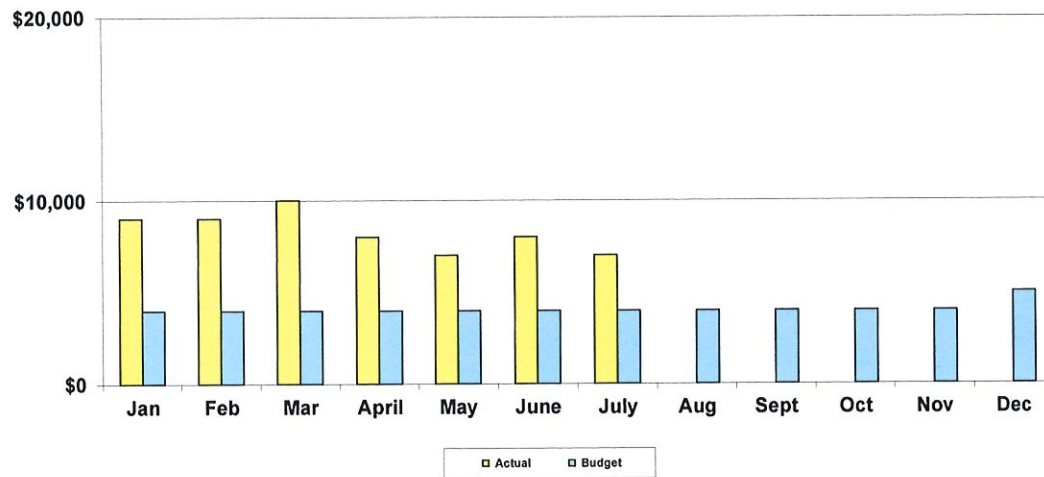
cc: K. Prendergast

2021 Operating Revenue Actual to Budget



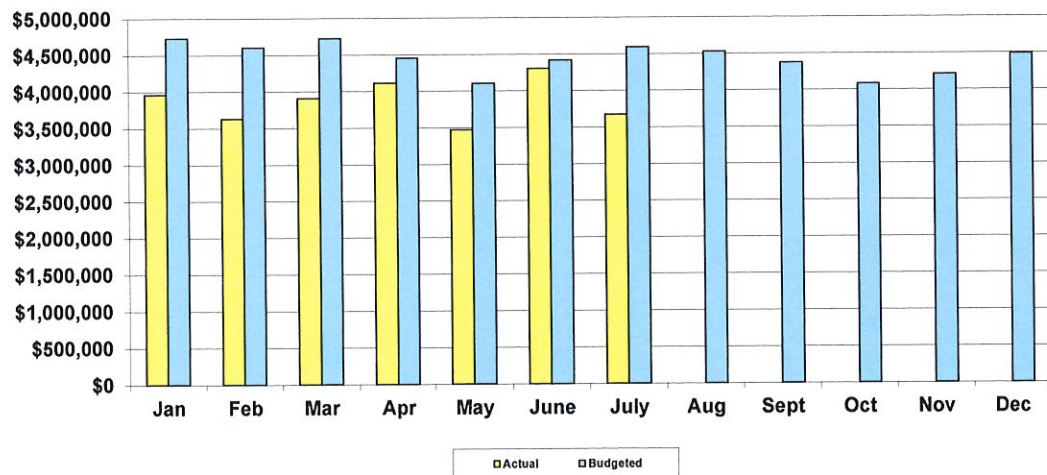
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$6,587,000	\$5,962,000	\$6,609,000	\$6,629,000	\$7,131,000	\$7,485,000	\$7,695,000	\$0	\$0	\$0	\$0	\$0
Budgeted	\$6,684,000	\$6,077,000	\$6,822,000	\$6,793,000	\$7,101,000	\$7,114,000	\$7,598,000	\$7,658,000	\$7,622,000	\$7,087,000	\$6,565,000	\$6,766,000

2021 Investment Income Actual to Budget



	Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$9,000	\$9,000	\$10,000	\$8,000	\$7,000	\$8,000	\$7,000	\$0	\$0	\$0	\$0	\$0
Budget	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$5,000

2021 Operating Expense Actual to Budget



	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$3,957,000	\$3,626,000	\$3,906,000	\$4,109,000	\$3,471,000	\$4,302,000	\$3,668,000	\$0	\$0	\$0	\$0	\$0
Budgeted	\$4,726,000	\$4,600,000	\$4,723,000	\$4,449,000	\$4,103,000	\$4,414,000	\$4,591,000	\$4,523,000	\$4,372,000	\$4,078,000	\$4,206,000	\$4,485,000