



ERIE COUNTY WATER AUTHORITY

INTEROFFICE MEMORANDUM

October 18, 2021

To: Commissioners Schad, LaGree, and Iannello

From: Joyce A. Tomaka, Comptroller

Subject: September 2021 Financial Report

Operating Revenue For the Month of: September, 2021

Actual operating revenue of \$7,946,000 was higher than the budgeted operating revenue of \$7,621,000 by \$325,000 or 4.3%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$ 4,207,000	\$ 3,934,000	\$ 273,000
Commercial	873,000	864,000	9,000
Industrial	204,000	202,000	2,000
Public Authorities	243,000	253,000	(10,000)
Public Fire Protection	322,000	318,000	4,000
Private Fire Protection	56,000	52,000	4,000
Sales to Other Districts	390,000	382,000	8,000
Infrastructure Inv. Charge	1,526,000	1,502,000	24,000
Other Water Revenues	125,000	114,000	11,000
TOTAL	\$ 7,946,000	\$ 7,621,000	\$ 325,000

Operating Revenue Year-to-Date: September 30, 2021

Total actual year-to-date operating revenue through September 30th of \$63,768,000 is higher than the budgeted operating revenue of \$63,471,000, by \$297,000 or 0.5%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$ 32,115,000	\$ 31,881,000	\$ 234,000
Commercial	6,454,000	6,594,000	(140,000)
Industrial	1,672,000	1,662,000	10,000
Public Authorities	1,849,000	1,980,000	(131,000)
Public Fire Protection	2,902,000	2,857,000	45,000
Private Fire Protection	498,000	481,000	17,000
Sales to Other Districts	3,383,000	3,402,000	(19,000)
Infrastructure Inv. Charge	13,835,000	13,626,000	209,000
Other Water Revenues	1,060,000	988,000	72,000
TOTAL	\$ 63,768,000	\$ 63,471,000	\$ 297,000

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

Actual operating & maintenance expenses of \$3,707,000, were lower than the budgeted operating & maintenance expenses of \$4,374,000 by \$667,000 or 15.3%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$ 1,401,000	\$ 1,658,000	\$ 257,000
Fringe Benefits	707,000	817,000	110,000
Overtime	206,000	203,000	(3,000)
Chemicals Purchased	99,000	107,000	8,000
Power Purchased	192,000	305,000	113,000
Materials and Supplies	99,000	201,000	102,000
Other Public Utilities	46,000	59,000	13,000
Insurance and Damages	257,000	251,000	(6,000)
Special Services	27,000	21,000	(6,000)
Payments to Contractors*	299,000	430,000	131,000
Payments to Cont.-Repairs	127,000	149,000	22,000
Payments to Cont.-Restoration	395,000	203,000	(192,000)
Administrative Credits	(380,000)	(464,000)	84,000

Operating & Maintenance Expense Year-to-Date: September 30, 2021

Total actual year-to-date operating & maintenance expenses through September 30th of \$34,927,000 were lower than the budgeted operating & maintenance expenses of \$40,485,000 by \$5,558,000 or 13.7%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$ 12,339,000	\$ 14,693,000	\$ 2,354,000
Fringe Benefits	6,179,000	7,239,000	1,060,000
Overtime	1,876,000	1,911,000	35,000
Chemicals Purchased	876,000	1,008,000	132,000
Power Purchased	2,689,000	3,142,000	453,000
Materials and Supplies	1,472,000	1,867,000	395,000
Other Public Utilities	560,000	616,000	56,000
Insurance and Damages	2,142,000	2,256,000	114,000
Special Services	210,000	241,000	31,000
Payments to Contractors*	2,676,000	3,864,000	1,188,000
Payments to Cont.-Repairs	1,146,000	1,279,000	133,000
Payments to Cont.-Restoration	2,331,000	1,986,000	(345,000)
Administrative Credits	(2,190,000)	(3,151,000)	961,000
* Does not include Repairs or Restoration			

Investment Income:

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of September	\$ 5,000	\$ 4,000	\$ 1,000
YTD through September 30	\$ 68,000	\$ 37,000	\$ 31,000

Net Income/(Loss)*:

Comparison to Last Year	2021	2020	Increase/(Decrease)
Month of September	\$ 2,627,000	\$ 2,666,000	\$ (39,000)
YTD through September 30	\$ 9,560,000	\$ 12,967,000	\$ (3,407,000)

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of September	\$ 2,627,000	\$ 1,634,000	\$ 993,000
YTD through September 30	\$ 9,560,000	\$ 8,499,000	\$ 1,061,000

*Income is shown on a GAAP basis – considering 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	\$ 10,857,000	\$ 10,627,000	\$ (230,000)
Amortization	\$ (185,000)	\$ (293,000)	\$ 108,000
OPEB Expense	\$ 2,658,000	\$ 2,999,000	\$ 341,000
TOTAL	\$ 13,330,000	\$ 13,333,000	\$ 219,000

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

