



ERIE COUNTY WATER AUTHORITY
INTEROFFICE MEMORANDUM
 January 9, 2023

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

Operating Revenue For the Month of: November, 2022

Actual operating revenue of \$7,029,000 was lower than the budgeted operating revenue of \$7,031,000 by **(\$2,000)**.

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,377,000	\$3,485,000	(\$108,000)
Commercial	725,000	694,000	31,000
Industrial	200,000	184,000	16,000
Public Authorities	255,000	254,000	1,000
Public Fire Protection	323,000	323,000	0
Private Fire Protection	56,000	56,000	0
Sales to Other Districts	344,000	314,000	30,000
Infrastructure Inv. Charge	1,629,000	1,619,000	10,000
Other Water Revenues	120,000	102,000	18,000
TOTAL	\$7,029,000	\$7,031,000	(\$2,000)

Operating Revenue Year-to-Date: November 30, 2022

Total actual year-to-date operating revenue of \$83,011,000 was higher than the budgeted operating revenue of \$82,020,000, by \$991,000 or 1.2%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$41,250,000	\$41,101,000	\$149,000
Commercial	8,837,000	8,502,000	335,000
Industrial	2,310,000	2,164,000	146,000
Public Authorities	2,578,000	2,612,000	(34,000)
Public Fire Protection	3,568,000	3,557,000	11,000
Private Fire Protection	631,000	608,000	23,000
Sales to Other Districts	4,393,000	4,331,000	62,000
Infrastructure Inv. Charge	18,112,000	17,991,000	121,000
Other Water Revenues	1,332,000	1,154,000	178,000
TOTAL	\$83,011,000	\$82,020,000	\$991,000

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

Actual operating & maintenance expenses of \$5,621,000, were higher than the budgeted operating & maintenance expenses of \$4,930,000 by **(\$691,000)** or **(14%)**. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,488,000	\$1,723,000	\$235,000
Fringe Benefits	801,000	904,000	\$103,000
Overtime	304,000	228,000	(\$76,000)
Chemicals Purchased	162,000	117,000	(\$45,000)
Power Purchased	1,337,000	273,000	(\$1,064,000)
Materials and Supplies	123,000	255,000	\$132,000
Other Public Utilities	85,000	69,000	(\$16,000)
Insurance and Damages	233,000	249,000	\$16,000
Special Services	23,000	30,000	\$7,000
Payments to Contractors*	289,000	415,000	\$126,000
Payments to Cont.-Repairs	179,000	102,000	(\$77,000)
Payments to Cont.-Restoration	311,000	190,000	(\$121,000)
* Does not include Repairs or Restoration			

Operating & Maintenance Expense Year-to-Date: November 30, 2022

Total actual year-to-date operating & maintenance expenses of \$51,334,000 were lower than the budgeted operating & maintenance expenses of \$55,124,000 by \$3,790,000 or 6.9%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$15,899,000	\$18,646,000	\$2,747,000
Fringe Benefits	\$8,468,000	\$9,782,000	\$1,314,000
Overtime	2,519,000	2,424,000	(\$95,000)
Chemicals Purchased	1,580,000	1,336,000	(\$244,000)
Power Purchased	5,932,000	3,843,000	(\$2,089,000)
Materials and Supplies	2,237,000	2,577,000	\$340,000
Other Public Utilities	888,000	785,000	(\$103,000)
Insurance and Damages	2,679,000	2,734,000	\$55,000
Special Services	261,000	375,000	\$114,000
Payments to Contractors*	3,434,000	4,604,000	\$1,170,000
Payments to Cont.-Repairs	1,557,000	1,527,000	(\$30,000)
Payments to Cont.-Restoration	2,765,000	2,300,000	(\$465,000)
* Does not include Repairs or Restoration			

Investment Income:

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of November	\$103,000	\$6,000	\$97,000
YTD through November 30	\$405,000	\$69,000	\$336,000

Net Income/(Loss)*:

Comparison to Last Year	2022	2021	Increase/(Decrease)
Month of November	\$299,000	\$970,000	(\$671,000)
YTD through November 30	\$18,894,000	\$12,281,000	\$6,613,000

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of November	\$299,000	\$1,287,000	(\$988,000)
YTD through November 30	\$18,894,000	\$16,374,000	\$2,520,000

*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	\$13,582,000	\$13,320,000	(\$262,000)
Amortization	(226,000)	(358,000)	132,000
Administrative Credits	(3,363,000)	(6,013,000)	2,650,000
OPEB Expense	2,292,000	2,291,000	(\$1,000)
TOTAL	\$12,285,000	\$9,240,000	\$2,519,000

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

