



**ERIE COUNTY WATER AUTHORITY**  
**INTEROFFICE MEMORANDUM**  
 May 13, 2020

To: Commissioners Schad, Carney and LaGree  
 From: Joyce A. Tomaka, Comptroller  
 Subject: April 2020 Financial Report

**Operating Revenue For the Month of: April, 2020**

Actual operating revenue of \$5,956,000 was lower than the budgeted operating revenue of \$6,408,000 by **(\$452,000)** or **(7.05%)**

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,076,000	\$3,175,000	(\$99,000)
Commercial	374,000	652,000	(278,000)
Industrial	174,000	174,000	0
Public Authorities	171,000	195,000	(24,000)
Public Fire Protection	353,000	325,000	28,000
Sales to Other Utilities	315,000	332,000	(17,000)
Infrastructure Inv. Charge	1,411,000	1,404,000	7,000
Other Water Revenues	82,000	151,000	(69,000)
<b>TOTAL</b>	<b>\$5,956,000</b>	<b>\$6,408,000</b>	<b>(\$452,000)</b>

**Operating Revenue Year-to-Date: April 30, 2020**

Total actual year-to-date operating revenue through April 30 of \$24,426,000 was lower than the budgeted operating revenue of \$24,888,000, by **(\$462,000)** or **(1.86%)**

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$12,024,000	\$12,274,000	(\$250,000)
Commercial	2,178,000	2,411,000	(233,000)
Industrial	744,000	650,000	94,000
Public Authorities	730,000	736,000	(6,000)
Public Fire Protection	1,330,000	1,263,000	67,000
Sales to Other Utilities	1,194,000	1,291,000	(97,000)
Infrastructure Inv. Charge	5,708,000	5,613,000	95,000
Other Water Revenues	518,000	650,000	(132,000)
<b>TOTAL</b>	<b>\$24,426,000</b>	<b>\$24,888,000</b>	<b>(\$462,000)</b>

**Investment Income:**

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of April	\$49,000	\$75,000	(\$26,000)
YTD through April 30	\$252,000	\$300,000	(\$48,000)

**Operating & Maintenance Expense For the Month of: April, 2020**

Actual operating & maintenance expenses of \$3,804,000, were lower than the budgeted operating & maintenance expenses of \$4,281,000 by \$477,000 or 11.14%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries, Wages & Fringes	\$2,000,000	\$2,349,000	\$349,000
Emergency Credits	114,000	-	(\$114,000)
Overtime	129,000	165,000	\$36,000
COVID-19 Overtime	47,000	-	(\$47,000)
Chemicals Purchased	116,000	91,000	(\$25,000)
Power Purchased	280,000	288,000	\$8,000
Materials and Supplies	122,000	197,000	\$75,000
Other Public Utilities	58,000	76,000	\$18,000
Insurance and Damages	233,000	252,000	\$19,000
Special Services	19,000	24,000	\$5,000
Payments to Contractors	828,000	649,000	(\$179,000)
Administrative Credits	(158,000)	(182,000)	(\$24,000)
COVID-19 Related Expense	4,000	18,000	\$14,000

**Operating & Maintenance Expense Year-to-Date: April 30, 2020**

Total actual year-to-date operating & maintenance expenses through April 30 of \$14,037,000 were lower than the budgeted operating & maintenance expenses of \$17,753,000 by \$3,716,000 or 20.93%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries, Wages & Fringes	\$7,678,000	\$9,282,000	\$1,604,000
Emergency Credits	142,000	-	(\$142,000)
Overtime	657,000	832,000	\$175,000
COVID-19 Overtime	56,000	-	(\$56,000)
Chemicals Purchased	460,000	357,000	(\$103,000)
Power Purchased	838,000	1,304,000	\$466,000
Materials and Supplies	651,000	719,000	\$68,000
Other Public Utilities	261,000	300,000	\$39,000
Insurance and Damages	875,000	1,007,000	\$132,000
Special Services	139,000	129,000	(\$10,000)
Payments to Contractors	1,798,000	2,964,000	\$1,166,000
Administrative Credits	(691,000)	(528,000)	\$163,000
COVID-19 Related Expense	7,000	23,000	\$16,000

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

	2020	2019	Increase/(Decrease)
Month of April	\$490,000	\$1,066,000	(\$576,000)
YTD through April 30	\$4,183,000	\$3,544,000	\$639,000

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

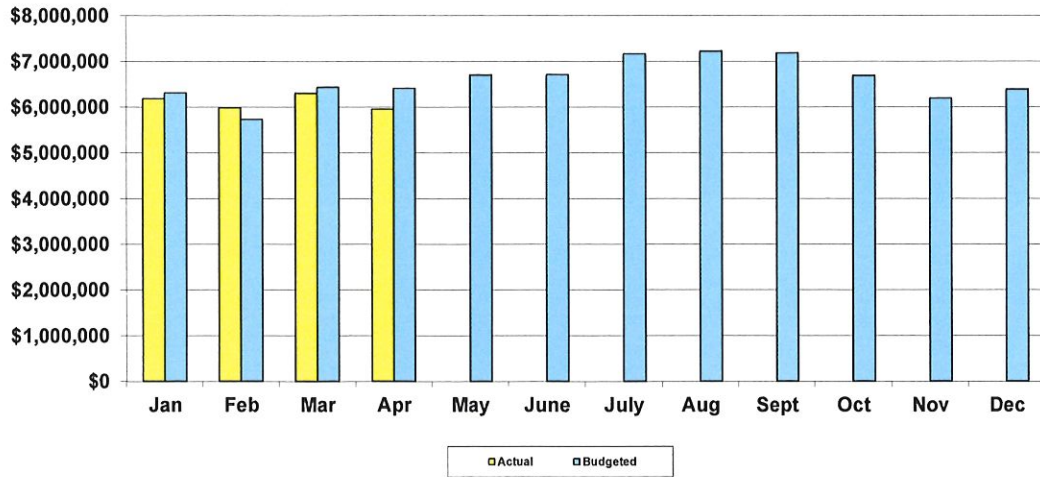
**Summary of Non-Cash Charges Year-to-Date:**

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$4,676,000	\$4,570,000	(\$106,000)
Amortization	(82,000)	(130,000)	(\$48,000)
OPEB Expense	1,388,000	1,557,000	\$169,000
<b>TOTAL</b>	<b>\$5,982,000</b>	<b>\$5,997,000</b>	<b>\$15,000</b>

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

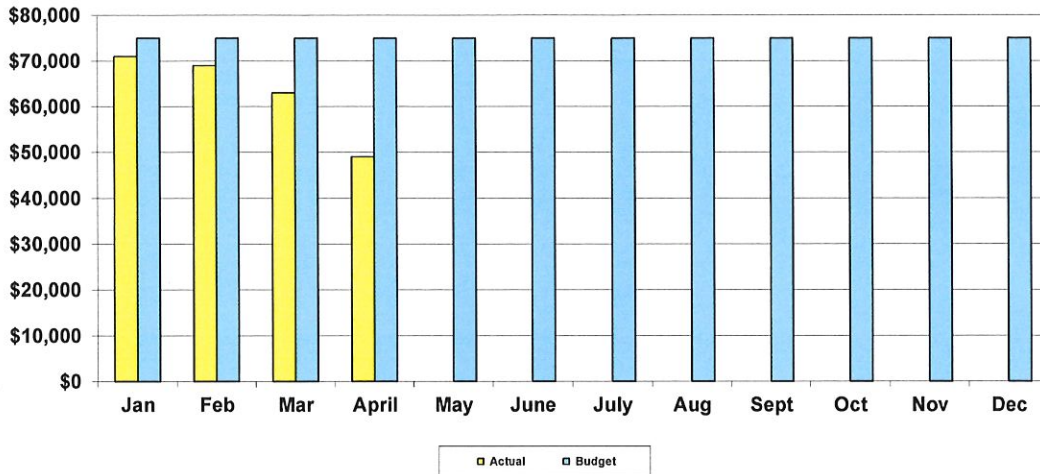
cc: K. Prendergast

**2020 Operating Revenue  
Actual to Budget**



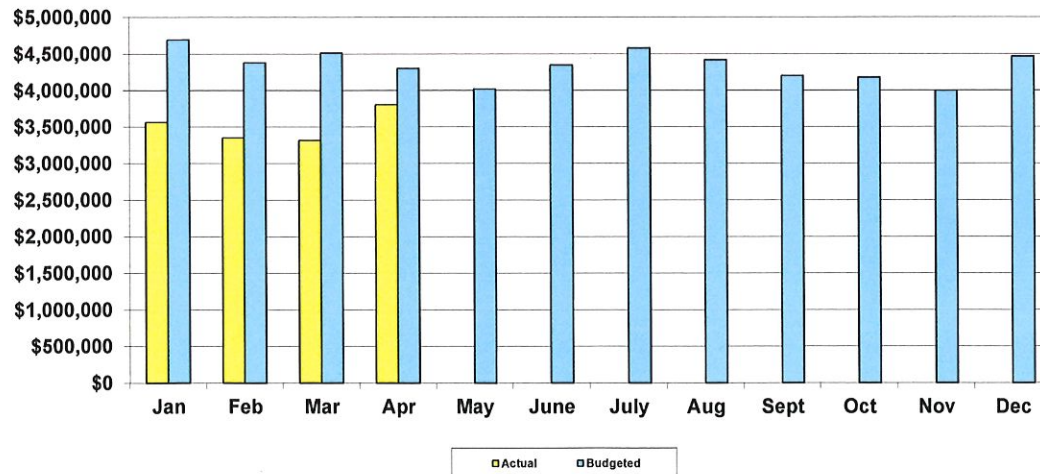
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$6,187,000	\$5,984,000	\$6,299,000	\$5,956,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$6,311,000	\$5,735,000	\$6,435,000	\$6,408,000	\$6,698,000	\$6,709,000	\$7,163,000	\$7,221,000	\$7,182,000	\$6,683,000	\$6,193,000	\$6,383,000

**2020 Investment Income  
Actual to Budget**



	Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$71,000	\$69,000	\$63,000	\$49,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budget	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000	\$75,000

**2020 Operating Expense  
Actual to Budget**



	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$3,566,000	\$3,351,000	\$3,316,000	\$3,804,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$4,696,000	\$4,379,000	\$4,513,000	\$4,302,000	\$4,019,000	\$4,347,000	\$4,580,000	\$4,418,000	\$4,203,000	\$4,177,000	\$3,996,000	\$4,465,000