



# ERIE COUNTY WATER AUTHORITY

## INTEROFFICE MEMORANDUM

July 14, 2021

To: Commissioners Schad, LaGree, and Iannello

From: Joyce A. Tomaka, Comptroller

Subject: June 2021 Financial Report

### Operating Revenue For the Month of: June, 2021

Actual operating revenue of \$7,485,000 was higher than the budgeted operating revenue of \$7,114,000 by \$371,000 or 5.2%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,775,000	\$3,532,000	\$243,000
Commercial	763,000	750,000	13,000
Industrial	205,000	192,000	13,000
Public Authorities	224,000	237,000	(13,000)
Public Fire Protection	324,000	311,000	13,000
Private Fire Protection	55,000	57,000	(2,000)
Sales to Other Districts	476,000	424,000	52,000
Infrastructure Inv. Charge	1,525,000	1,502,000	23,000
Other Water Revenues	138,000	109,000	29,000
<b>TOTAL</b>	<b>\$7,485,000</b>	<b>\$7,114,000</b>	<b>\$371,000</b>

### Operating Revenue Year-to-Date: June 30, 2021

Total actual year-to-date operating revenue through June 30 of \$40,403,000 was lower than the budgeted operating revenue of \$40,593,000, by (\$190,000) or (.5%)

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$20,045,000	\$20,120,000	(\$75,000)
Commercial	3,922,000	4,057,000	(135,000)
Industrial	1,052,000	1,058,000	(6,000)
Public Authorities	1,148,000	1,261,000	(113,000)
Public Fire Protection	1,935,000	1,891,000	44,000
Private Fire Protection	332,000	325,000	7,000
Sales to Other Districts	2,137,000	2,188,000	(51,000)
Infrastructure Inv. Charge	9,169,000	9,030,000	139,000
Other Water Revenues	663,000	663,000	0
<b>TOTAL</b>	<b>\$40,403,000</b>	<b>\$40,593,000</b>	<b>(\$190,000)</b>

**Operating & Maintenance Expense For the Month of: June, 2021**

Actual operating & maintenance expenses of \$4,302,000, were lower than the budgeted operating & maintenance expenses of \$4,414,000 by \$112,000 or 2.5%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,394,000	\$1,657,000	\$263,000
Fringe Benefits	695,000	817,000	\$122,000
Overtime	189,000	168,000	(\$21,000)
Chemicals Purchased	126,000	108,000	(\$18,000)
Power Purchased	387,000	381,000	(\$6,000)
Materials and Supplies	237,000	236,000	(\$1,000)
Other Public Utilities	43,000	58,000	\$15,000
Insurance and Damages	220,000	251,000	\$31,000
Special Services	37,000	27,000	(\$10,000)
Payments to Contractors*	374,000	507,000	\$133,000
Payments to Cont.-Repairs	63,000	84,000	\$21,000
Payments to Cont.-Restoration	487,000	198,000	(\$289,000)
Administrative Credits	(240,000)	(480,000)	240,000
* Does not include Repairs or Restoration			

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

Total actual year-to-date operating & maintenance expenses through June 30 of \$23,371,000 were lower than the budgeted operating & maintenance expenses of \$26,994,000 by \$3,623,000 or 13.4%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$8,098,000	\$9,719,000	\$1,621,000
Fringe Benefits	\$4,045,000	\$4,788,000	\$743,000
Overtime	1,222,000	1,242,000	\$20,000
Chemicals Purchased	580,000	647,000	\$67,000
Power Purchased	1,610,000	1,960,000	\$350,000
Materials and Supplies	929,000	1,177,000	\$248,000
Other Public Utilities	406,000	439,000	\$33,000
Insurance and Damages	1,378,000	1,504,000	\$126,000
Special Services	161,000	175,000	\$14,000
Payments to Contractors*	1,811,000	2,453,000	\$642,000
Payments to Cont.-Repairs	895,000	841,000	(\$54,000)
Payments to Cont.-Restoration	1,526,000	1,344,000	(\$182,000)
Administrative Credits	(1,081,000)	(1,628,000)	547,000
* Does not include Repairs or Restoration			

**Investment Income:**

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of June	\$8,000	\$4,000	\$4,000
YTD through June 30	\$50,000	\$25,000	\$25,000

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

Comparison to Last Year	2021	2020	Increase/(Decrease)
Month of June	\$864,000	\$1,471,000	(\$607,000)
YTD through June 30	\$3,213,000	\$6,903,000	(\$3,690,000)

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of June	\$864,000	\$1,088,000	(\$224,000)
YTD through June 30	\$3,213,000	\$3,936,000	(\$723,000)

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

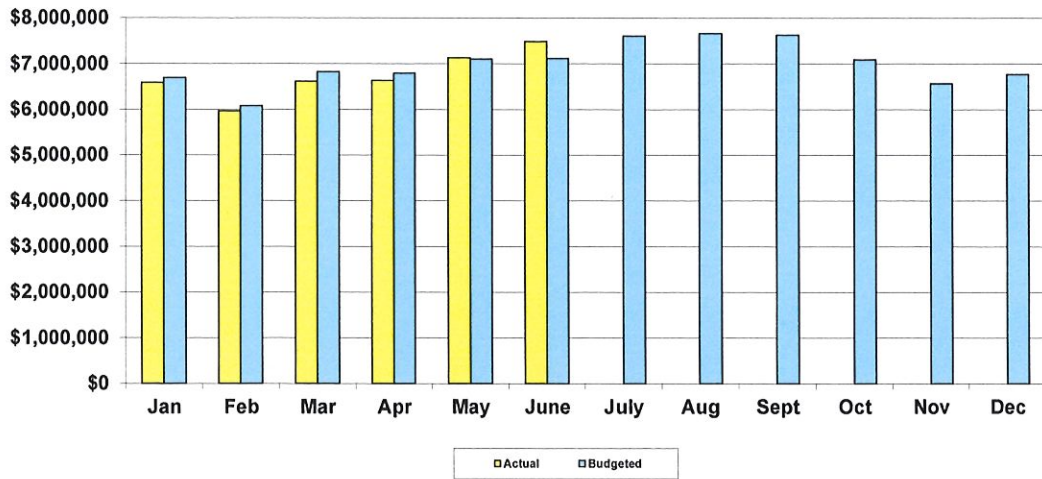
**Summary of Non-Cash Charges Year-to-Date:**

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$7,239,000	\$7,085,000	(\$154,000)
Amortization	(123,000)	(195,000)	72,000
OPEB Expense	1,772,000	1,999,000	\$227,000
<b>TOTAL</b>	<b>\$8,888,000</b>	<b>\$8,889,000</b>	<b>\$145,000</b>

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

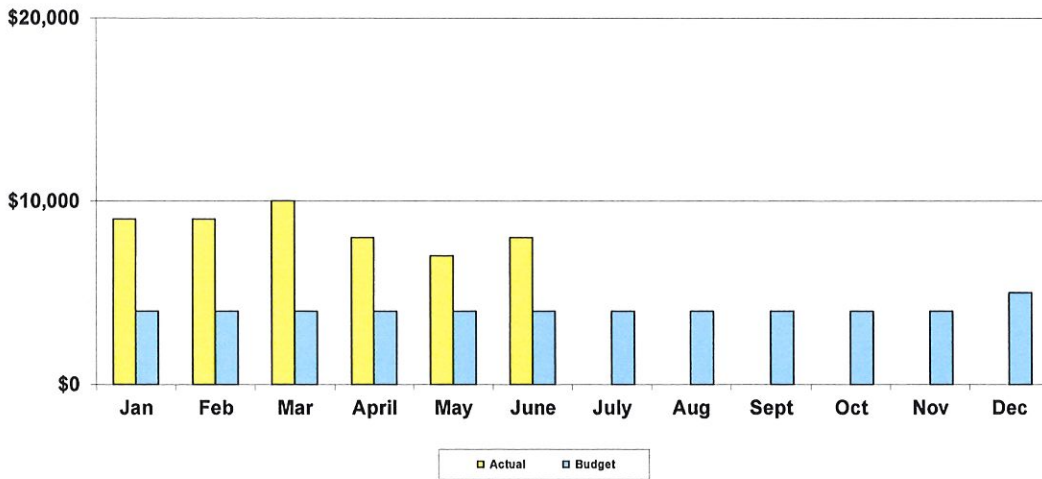
cc: K. Prendergast

**2021 Operating Revenue  
Actual to Budget**



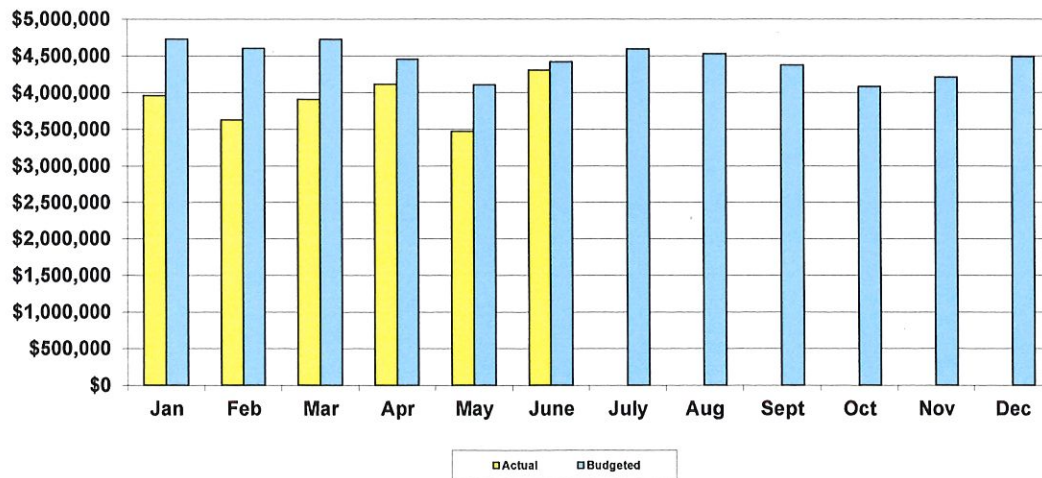
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$6,587,000	\$5,962,000	\$6,609,000	\$6,629,000	\$7,131,000	\$7,485,000	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$6,684,000	\$6,077,000	\$6,822,000	\$6,793,000	\$7,101,000	\$7,114,000	\$7,598,000	\$7,658,000	\$7,622,000	\$7,087,000	\$6,565,000	\$6,766,000

**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	\$0	\$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	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$4,726,000	\$4,600,000	\$4,723,000	\$4,449,000	\$4,103,000	\$4,414,000	\$4,588,000	\$4,523,000	\$4,372,000	\$4,078,000	\$4,206,000	\$4,485,000