



ERIE COUNTY WATER AUTHORITY

INTEROFFICE MEMORANDUM

November 15, 2021

To: Commissioners Schad, LaGree, and Iannello

From: Joyce A. Tomaka, Comptroller

Subject: October 2021 Financial Report

Operating Revenue For the Month of: October, 2021

Actual operating revenue of \$7,210,000 was higher than the budgeted operating revenue of \$7,087,000 by \$124,000 or 1.7%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,576,000	\$3,499,000	\$77,000
Commercial	794,000	750,000	44,000
Industrial	208,000	200,000	8,000
Public Authorities	244,000	237,000	7,000
Public Fire Protection	322,000	318,000	4,000
Private Fire Protection	56,000	53,000	3,000
Sales to Other Districts	329,000	376,000	(47,000)
Infrastructure Inv. Charge	1,571,000	1,550,000	21,000
Other Water Revenues	110,000	104,000	6,000
TOTAL	\$7,210,000	\$7,087,000	\$123,000

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

Total actual year-to-date operating revenue through October 31st of \$70,979,000 is higher than the budgeted operating revenue of \$70,557,000, by \$422,000 or 0.6%

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$35,692,000	\$35,379,000	\$313,000
Commercial	7,248,000	7,344,000	(96,000)
Industrial	1,880,000	1,862,000	18,000
Public Authorities	2,093,000	2,217,000	(124,000)
Public Fire Protection	3,224,000	3,175,000	49,000
Private Fire Protection	554,000	535,000	19,000
Sales to Other Districts	3,713,000	3,778,000	(65,000)
Infrastructure Inv. Charge	15,406,000	15,176,000	230,000
Other Water Revenues	1,169,000	1,091,000	78,000
TOTAL	\$70,979,000	\$70,557,000	\$422,000

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

Actual operating & maintenance expenses of \$3,845,000, were lower than the budgeted operating & maintenance expenses of \$4,080,000 by \$235,000 or 5.6%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,360,000	\$1,583,000	\$223,000
Fringe Benefits	685,000	780,000	\$95,000
Overtime	183,000	196,000	\$13,000
Chemicals Purchased	94,000	107,000	\$13,000
Power Purchased	606,000	285,000	(\$321,000)
Materials and Supplies	144,000	283,000	\$139,000
Other Public Utilities	59,000	55,000	(\$4,000)
Insurance and Damages	279,000	251,000	(\$28,000)
Special Services	21,000	23,000	\$2,000
Payments to Contractors*	271,000	479,000	\$208,000
Payments to Cont.-Repairs	102,000	137,000	\$35,000
Payments to Cont.-Restoration	125,000	208,000	\$83,000
Administrative Credits	(400,000)	(690,000)	290,000
* Does not include Repairs or Restoration			

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

Total actual year-to-date operating & maintenance expenses through October 31st of \$38,771,000 were lower than the budgeted operating & maintenance expenses of \$44,565,000 by \$5,794,000 or 13%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$13,699,000	\$16,275,000	\$2,576,000
Fringe Benefits	\$6,864,000	\$8,019,000	\$1,155,000
Overtime	2,059,000	2,108,000	\$49,000
Chemicals Purchased	970,000	1,115,000	\$145,000
Power Purchased	3,295,000	3,427,000	\$132,000
Materials and Supplies	1,617,000	2,150,000	\$533,000
Other Public Utilities	619,000	671,000	\$52,000
Insurance and Damages	2,421,000	2,506,000	\$85,000
Special Services	230,000	264,000	\$34,000
Payments to Contractors*	2,947,000	4,344,000	\$1,397,000
Payments to Cont.-Repairs	1,248,000	1,415,000	\$167,000
Payments to Cont.-Restoration	2,456,000	2,194,000	(\$262,000)
Administrative Credits	(2,590,000)	(3,842,000)	1,252,000
* Does not include Repairs or Restoration			

Investment Income:

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of October	\$5,000	\$4,000	\$1,000
YTD through October 31	\$74,000	\$42,000	\$32,000

Net Income/(Loss)*:

Comparison to Last Year	2021	2020	Increase/(Decrease)
Month of October	\$1,751,000	\$2,467,000	(\$716,000)
YTD through October 31	\$11,311,000	\$15,434,000	(\$4,123,000)

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of October	\$1,751,000	\$1,393,000	\$358,000
YTD through October 31	\$11,311,000	\$9,892,000	\$1,419,000

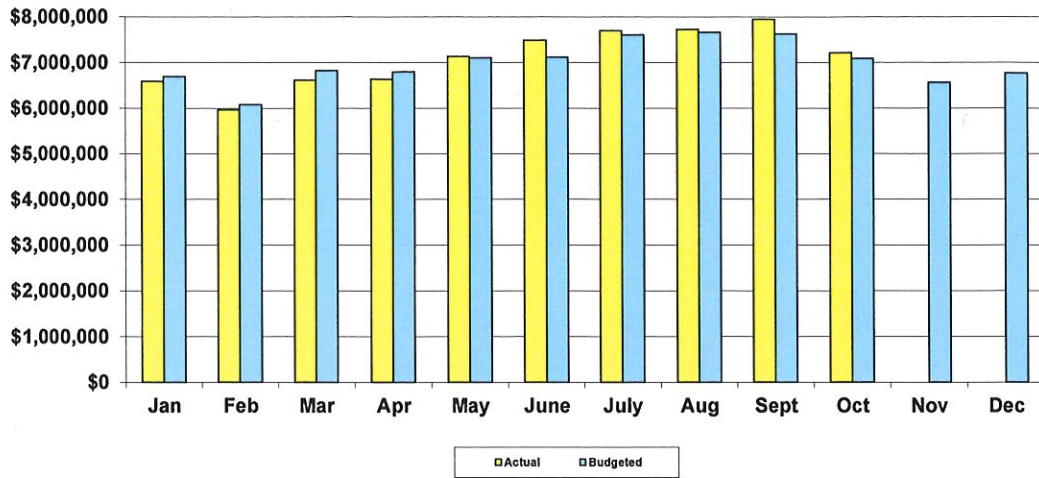
*Income is shown on a GAAP basis – considering OPEB expense and other non-cash items

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

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$12,063,000	\$11,808,000	(\$255,000)
Amortization	(205,000)	(326,000)	121,000
OPEB Expense	2,953,580	3,332,000	\$378,420
TOTAL	\$14,811,580	\$14,814,000	\$244,420

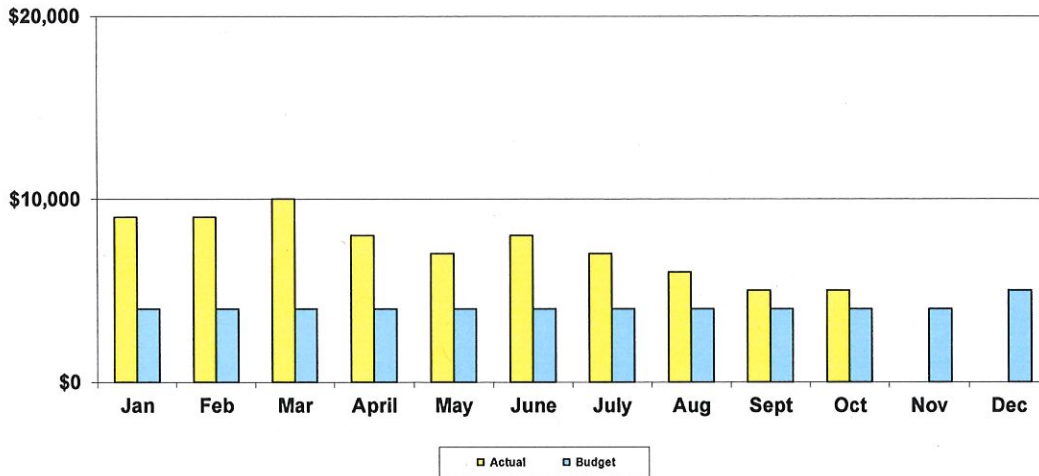
Attached is a chart comparing actual operating revenue, investment income and operating expenses compared to budget on a monthly basis.

**2021 Operating Revenue
Actual to Budget**



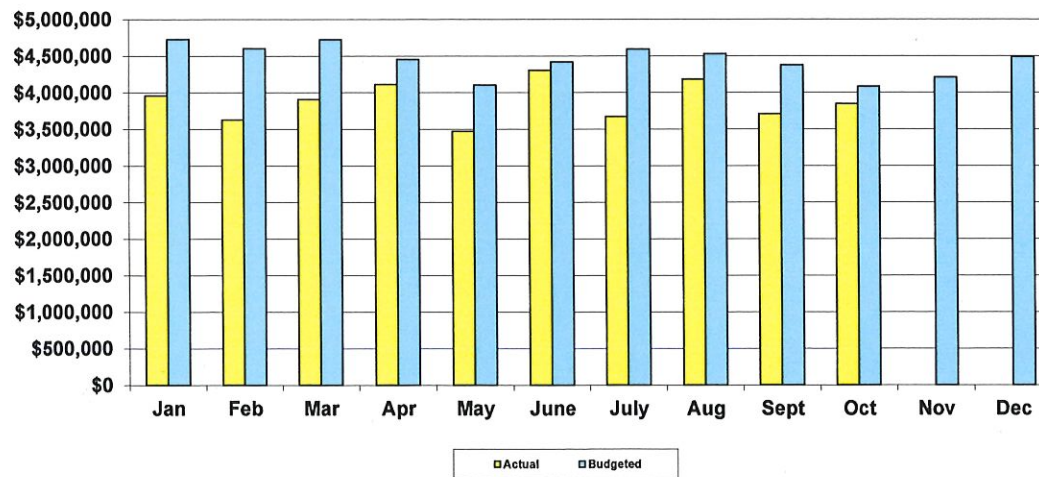
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$6,587,000	\$5,962,000	\$6,609,000	\$6,629,000	\$7,131,000	\$7,485,000	\$7,695,000	\$7,724,000	\$7,948,000	\$7,210,000	\$0	\$0
Budgeted	\$6,684,000	\$6,077,000	\$6,822,000	\$6,793,000	\$7,101,000	\$7,114,000	\$7,598,000	\$7,658,000	\$7,622,000	\$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	\$6,000	\$5,000	\$5,000	\$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	\$4,181,000	\$3,707,000	\$3,845,000	\$0	\$0
Budgeted	\$4,726,000	\$4,600,000	\$4,723,000	\$4,449,000	\$4,103,000	\$4,414,000	\$4,591,000	\$4,525,000	\$4,374,000	\$4,080,000	\$4,206,000	\$4,485,000