



ERIE COUNTY WATER AUTHORITY INTEROFFICE MEMORANDUM

June 12, 2023

To: Commissioners Schad, LaGree and Iannello

From: Jessica Brown, Comptroller

Subject: April 2023 Financial Report

Operating Revenue For the Month of: April 2023

Actual operating revenue of \$7,888,000 was lower than the budgeted operating revenue of \$8,132,000 by **(\$244,000)** or **(3.0%)**.

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$3,796,000	\$4,098,000	(\$302,000)
Commercial	815,000	851,000	(36,000)
Industrial	232,000	230,000	2,000
Public Authorities	237,000	240,000	(3,000)
Public Fire Protection	358,000	332,000	26,000
Private Fire Protection	56,000	56,000	0
Sales to Other Districts	460,000	419,000	41,000
Infrastructure Inv. Charge	1,824,000	1,814,000	10,000
Other Water Revenues	110,000	92,000	18,000
TOTAL	\$7,888,000	\$8,132,000	(\$244,000)

Operating Revenue Year-to-Date: April 30, 2023

Total actual year-to-date operating revenue through April of \$30,928,000 was higher than the budgeted operating revenue of \$30,445,000 by \$483,000 or 1.6%.

Category	Actual	Budget	Higher than Budget (Lower than Budget)
Residential	\$14,917,000	\$15,037,000	(\$120,000)
Commercial	3,100,000	2,978,000	122,000
Industrial	906,000	808,000	98,000
Public Authorities	985,000	878,000	107,000
Public Fire Protection	1,308,000	1,288,000	20,000
Private Fire Protection	228,000	225,000	3,000
Sales to Other Districts	1,660,000	1,560,000	100,000
Infrastructure Inv. Charge	7,317,000	7,254,000	63,000
Other Water Revenues	507,000	417,000	90,000
TOTAL	\$30,928,000	\$30,445,000	\$483,000

Operating & Maintenance Expense for the Month of: April 2023

Actual operating & maintenance expenses of \$4,274,000 were lower than the budgeted operating & maintenance expenses of \$5,208,000 by \$934,000 or 17.9%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$1,402,000	\$1,670,000	\$268,000
Fringe Benefits	731,000	852,000	121,000
Overtime	208,000	193,000	(15,000)
Chemicals Purchased	179,000	321,000	142,000
Power Purchased	260,000	451,000	191,000
Materials and Supplies	226,000	196,000	(30,000)
Other Public Utilities	57,000	121,000	64,000
Insurance and Damages	311,000	269,000	(42,000)
Special Services	23,000	32,000	9,000
Payments to Contractors*	233,000	410,000	177,000
Payments to Cont.-Repairs	62,000	99,000	37,000
Payments to Cont.-Restoration	160,000	196,000	36,000
* Does not include Repairs or Restoration			

Operating & Maintenance Expense Year-to-Date: April 30, 2023

Total actual year-to-date operating & maintenance expenses through April 2023 of \$17,773,000 were lower than the budgeted operating & maintenance expenses of \$22,186,000 by \$4,413,000 or 19.9%. Listed below is a summary of the major budget variance categories:

Category	Actual	Budget	Lower than Budget (Higher than Budget)
Salaries & Wages	\$5,944,000	\$7,101,000	\$1,157,000
Fringe Benefits	3,053,000	3,620,000	567,000
Overtime	852,000	864,000	12,000
Chemicals Purchased	668,000	1,225,000	557,000
Power Purchased	1,705,000	1,934,000	229,000
Materials and Supplies	787,000	797,000	10,000
Other Public Utilities	336,000	458,000	122,000
Insurance and Damages	1,139,000	1,076,000	(63,000)
Special Services	91,000	159,000	68,000
Payments to Contractors*	1,112,000	1,477,000	365,000
Payments to Cont.-Repairs	431,000	779,000	348,000
Payments to Cont.-Restoration	89,000	1,028,000	939,000
* Does not include Repairs or Restoration			

Investment Income:

	Actual	Budget	Higher than Budget (Lower than Budget)
Month of April	\$5,000	\$12,000	(\$7,000)
YTD through April 30	\$528,000	\$50,000	\$478,000

Net Income/(Loss)*:

Comparison to Last Year	2023	2022	Increase/(Decrease)
Month of April	\$2,329,000	\$1,636,000	\$693,000
YTD through April 30	\$8,095,000	\$5,368,000	\$2,727,000

Comparison to Budget	Actual	Budget	Higher than Budget (Lower than Budget)
Month of April	\$2,329,000	\$2,031,000	\$298,000
YTD through April 30	\$8,095,000	\$4,688,000	\$3,407,000

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

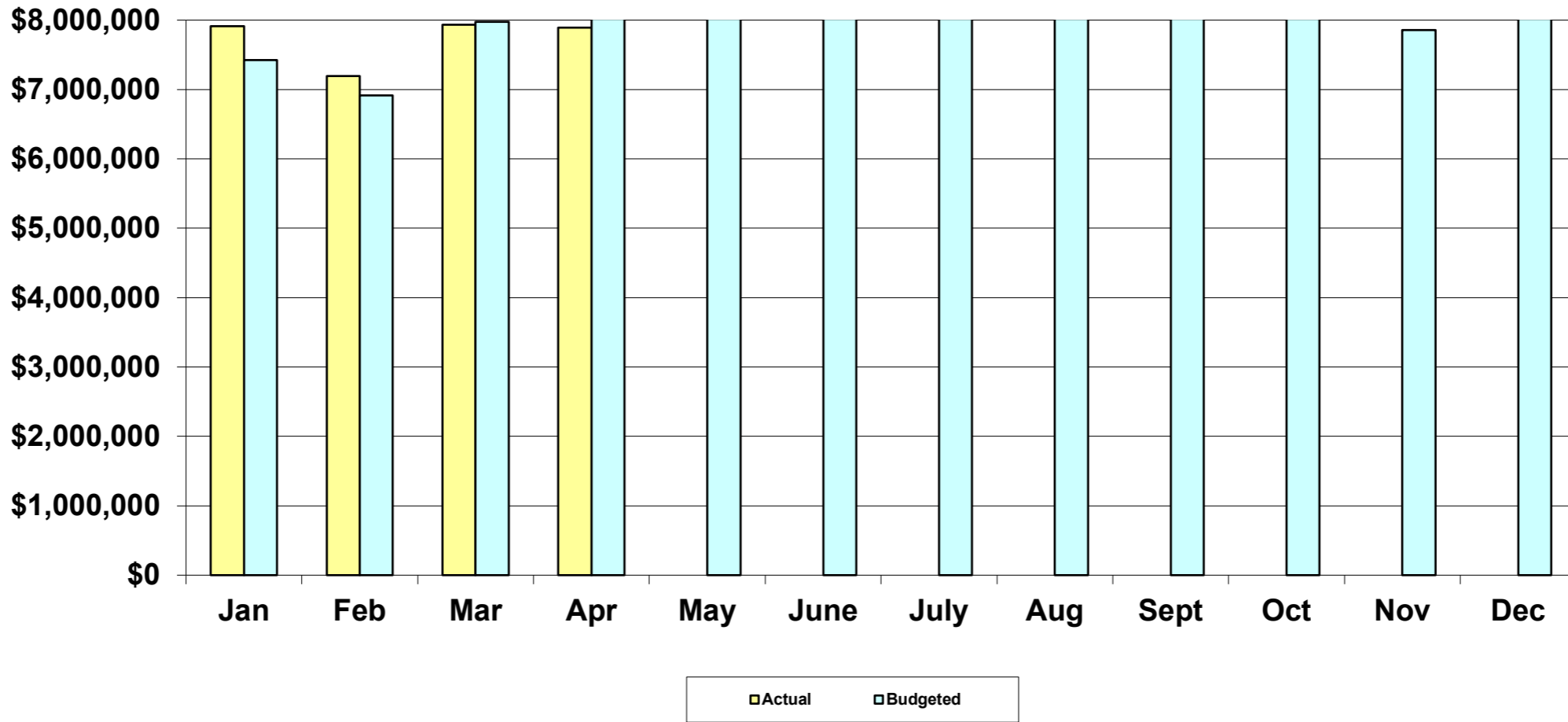
Summary of Non-Cash Charges Year-to-Date:

Non-Cash Charges	Actual	Budget	Lower than Budget (Higher than Budget)
Depreciation	\$1,281,000	\$1,234,000	(\$47,000)
Amortization	(21,000)	(33,000)	(12,000)
Administrative Credits	(289,000)	(687,000)	(398,000)
OPEB Expense	275,000	275,000	-
TOTAL	\$1,246,000	\$789,000	(\$457,000)

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

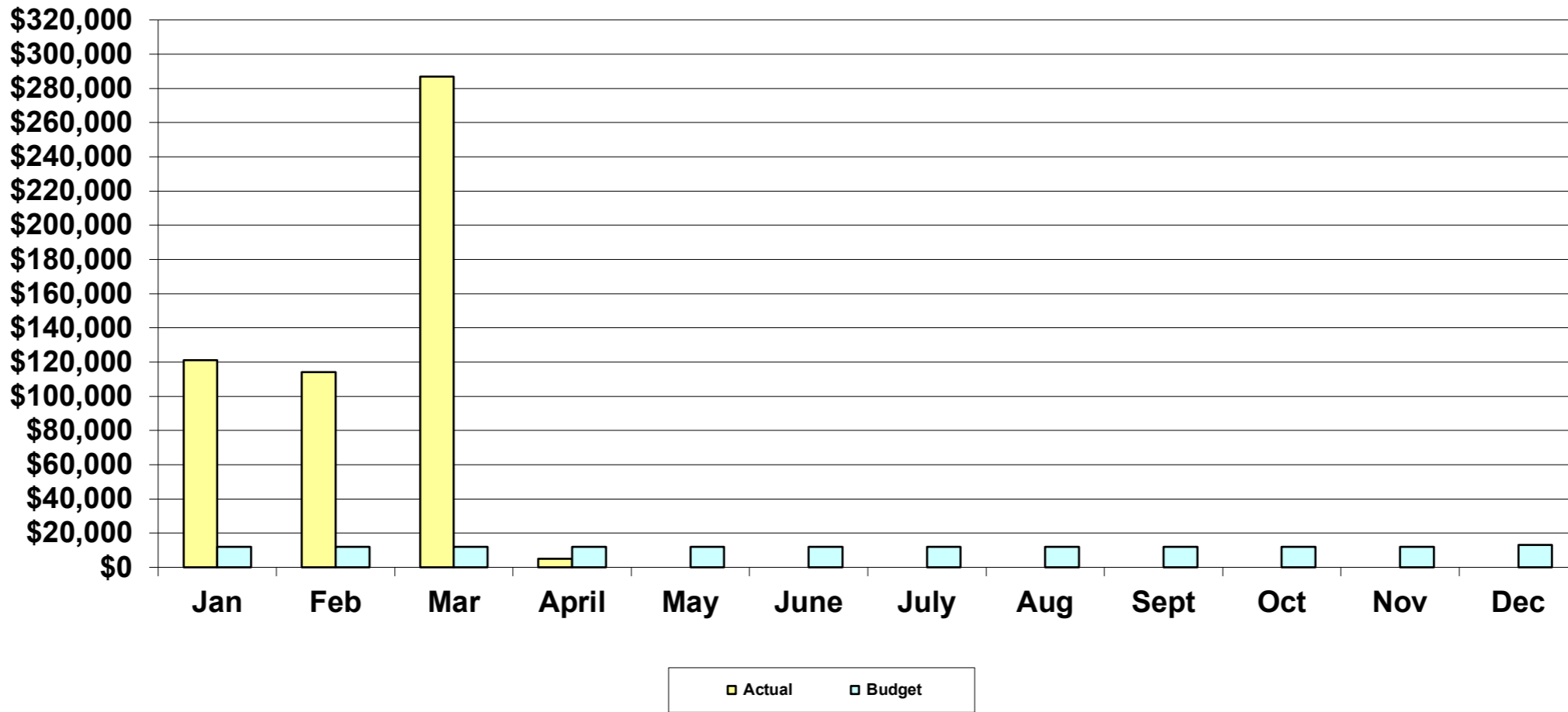
cc: J. Tomaka

**2023 Operating Revenue
Actual to Budget**



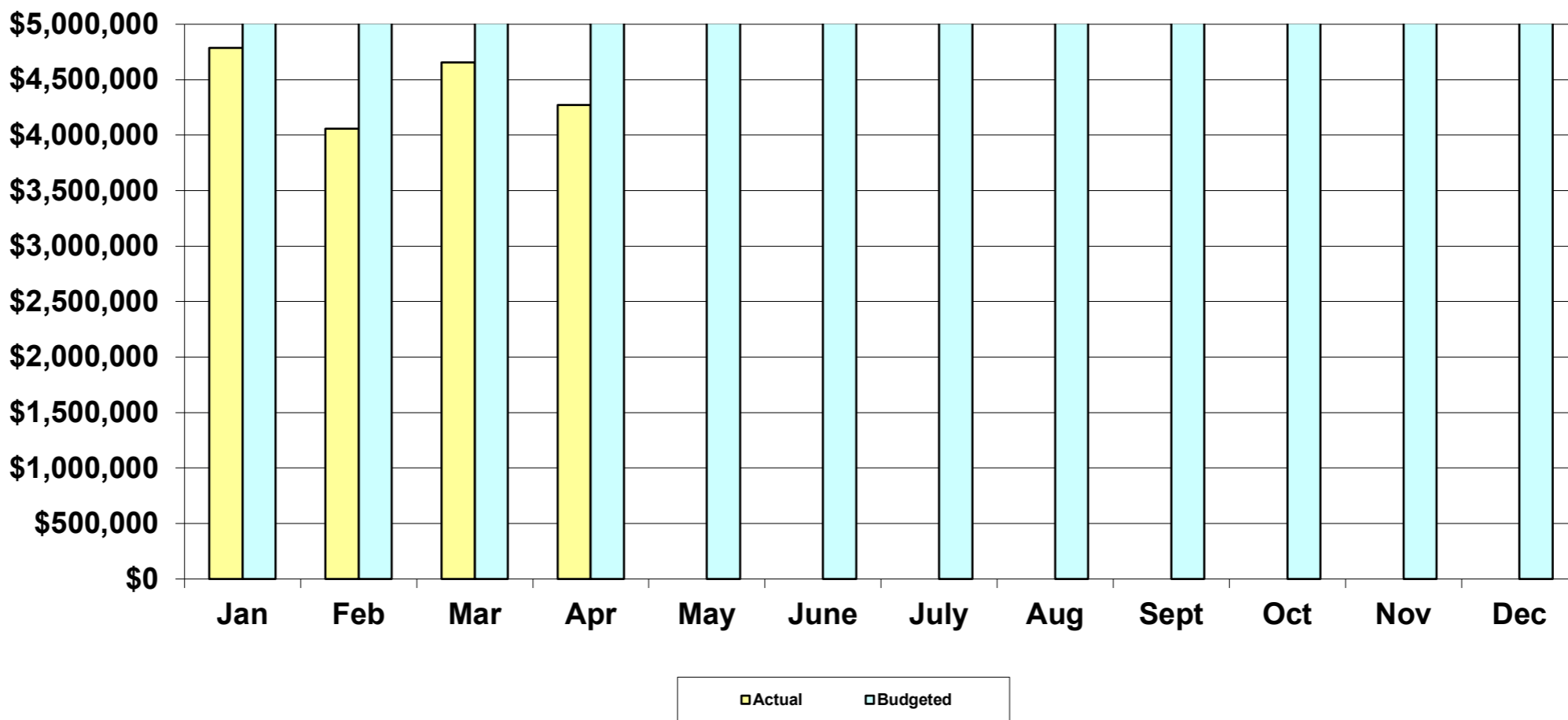
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$7,912,000	\$7,193,000	\$7,936,000	\$7,888,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$7,426,000	\$6,914,000	\$7,973,000	\$8,132,000	\$8,502,000	\$8,518,000	\$9,098,000	\$9,162,000	\$9,122,000	\$8,489,000	\$7,860,000	\$8,112,000

**2023 Investment Income
Actual to Budget**



	Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$121,000	\$114,000	\$287,000	\$5,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budget	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000	\$13,000

**2023 Operating Expense
Actual to Budget**



	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Actual	\$4,785,000	\$4,059,000	\$4,655,000	\$4,274,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Budgeted	\$5,676,000	\$5,532,000	\$5,771,000	\$5,208,000	\$5,549,000	\$5,819,000	\$6,025,000	\$6,000,000	\$5,530,000	\$5,759,000	\$5,473,000	\$6,196,000