



2023 NEW Water Budget Review

September 28, 2022

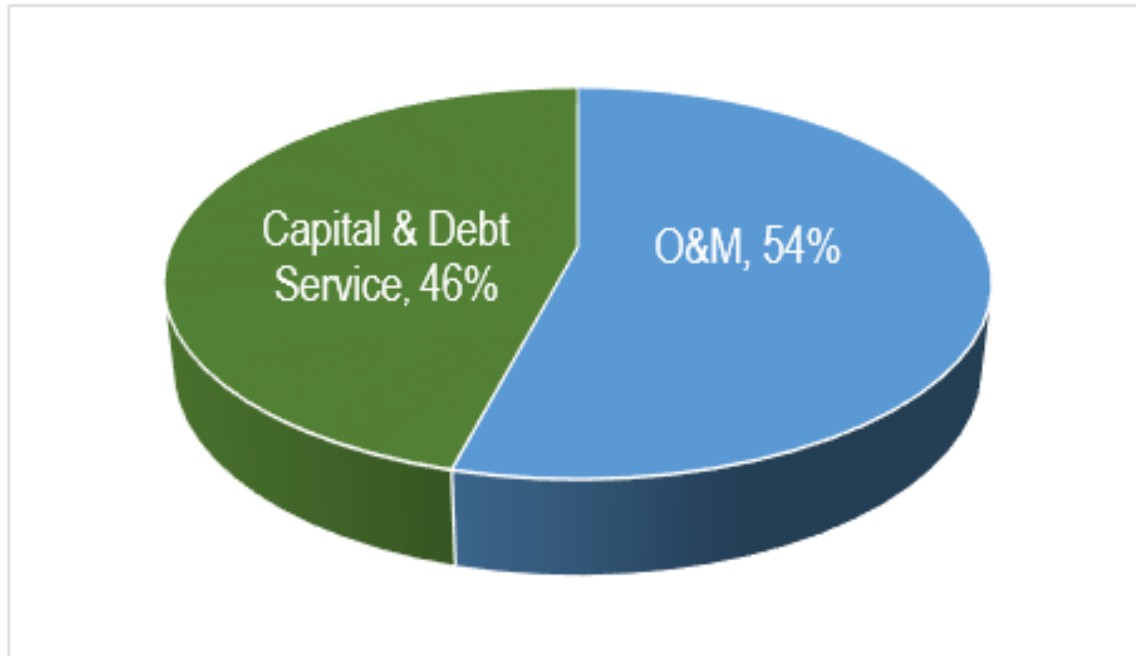


Changes to 2023 Budget from August 24 Presentation

- Net decreases in O&M expenses of (\$50K)
 - Deferred West Tower Drive/Bayview Siphon Study
 - Added Strategic Plan Update
- Net increase in Annual Capital of \$200k
 - Removed Low-Level Mercury Analyzer
 - Increased budget for GBF Service Water & Plant Effluent Improvements

2023 Proposed Expenses

Budget Category	2022 Budget	2023 Budget	% Change
Operations & Maintenance (O&M)	\$ 24,271,546	\$ 26,432,956	8.9%
Debt Service and Annual Capital	\$ 21,113,452	\$ 22,435,949	6.3%
Total Expenses	\$ 45,384,997	\$ 48,868,905	7.7%



2023 Revenue

Budget Categories	2022 Budget	2023 Budget	% Change
Municipal User Fees	\$ 39,149,604	\$ 41,009,117	4.7%
Mill User Fees and Direct Charges	\$ 2,332,609	\$ 2,969,957	27.3%
Mill Capital Charges	\$ 2,138,332	\$ 2,250,144	5.2%
General Reserve Interest	\$ 19,619	\$ 29,126	48.5%
Other Revenues	\$ 1,374,110	\$ 1,199,018	-12.7%
Subtotal Revenue/Charges/Fees	\$ 45,014,274	\$ 47,457,362	5.4%
ICR and Debt Reserve Transfers	\$ 1,440,343	\$ 1,440,669	0.0%
Contribution to Capital Reserve	\$ (1,069,619)	\$ (29,126)	-97.3%
Total Revenues	\$ 45,384,997	\$ 48,868,905	7.7%

Municipal Rate Comparison

Parameter	2022 Budget	2023 Budget	% Change
Volume (1,000 gals)	\$ 0.87645	\$ 0.88189	0.6%
Biochemical Oxygen Demand (lbs)	\$ 0.53922	\$ 0.56407	4.6%
Suspended Solids (lbs)	\$ 0.64839	\$ 0.70993	9.5%
Phosphorus (lbs)	\$ 2.94038	\$ 3.21837	9.5%
Total Kjeldahl Nitrogen (lbs)	\$ 0.73742	\$ 0.75039	1.8%

Note: Rates shown above are for comparison only and include allocation of:

Fixed Charge	\$ 13,792,777	\$ 14,583,367	5.7%
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Parameter rates billed to customers do not include fixed charge; that is billed separately.



2023 Budget Summary

- 7.7% increase in total expenses over 2022 budget
- O&M expenses increase by 8.9%
- Capital expenses increase by 6.3%
- Offset some interceptor debt service using ICR reserve and some Common to All using Debt Service Reserve

Next Steps

- Budget update on *October 26*
- Customer meeting(s)
- Budget hearing and adoption on *December 8*
- Customer notification