



OVERVIEW: Water Works

**Finance & Personnel Committee
October 19, 2009**

Budget Expenditures

	2009 ADOPTED BUDGET	2010 PROPOSED BUDGET	DIFFERENCE (amount, %)
FTEs – O&M	329.92	355.43	+25.50 (8%)
FTEs - Other	11.89	12.65	+.76 (6%)
Salaries & Wages	\$19,443,871	\$19,620,166	\$176,295 (1%)
Fringe Benefits	\$7,679,504	\$8,764,638	\$1,085,134 (14%)
Operating Expenditures	\$36,692,000	\$41,512,000	\$4,820,000 (13%)
Equipment	\$1,898,100	\$3,488,000	\$1,589,900 (84%)
Special Funds	\$5,295,000	\$9,418,000	\$4,123,000 (78%)
TOTAL	\$71,008,475	\$82,802,804	\$11,794,329 (17%)

2010 Water Works Expenditures

- \$1,038,000 Pension contribution
- \$3.0 million Transfer of Surplus Earnings to General Fund
- \$3.7 million Automatic Meter Reader replacement project
- \$563,000 for billing system upgrade
- Significant increases in budget for treatment chemicals
- Salaries adjusted to reflect 4 day furlough, no steps, and recent wage agreements
- Addition of 4 distribution laborers to accommodate increased paving program

Budget Revenues

	2009 ADOPTED BUDGET	2010 PROPOSED BUDGET	DIFFERENCE (amount, %)
Operating	\$68,212,700	\$83,000,000	\$14,787,300 (22%)
Non-Operating	\$9,837,000	\$7,462,000	-\$2,375,000 (-24%)
Developer financed capital	\$400,000	\$400,000	\$0
Withdrawal from Retained Earnings	\$19,654,775	\$11,970,804	-\$7,683,971(-39%)
TOTAL	\$98,104,475	\$102,832,804	\$4,728,329 (5%)

- Operating revenues reflect rate increases approved by the Council in summer, 2009 but which have not yet been approved by PSC. Revenue estimate is conservative based on timing of PSC approval.
- Non-Operating revenues reflect experience
- The Withdrawal from Retained Warnings will likely be less than budgeted due to lead time to complete capital projects and expend funds.

Capital

	2009 ADOPTED BUDGET	2010 PROPOSED BUDGET	DIFFERENCE (amount, %)
Water Mains	\$16,780,000	\$15,400,000	-\$1,380,000 (-8%)
Linwood Improvements	\$1,300,000	\$350,000	-\$950,000 (-73%)
Howard Improvements	\$950,000	\$130,000	-\$820,000 (-86%)
Pump Facilities	\$3,440,000	\$3,600,000	+\$160,000 (5%)
Storage Facilities	\$3,826,000	\$100,000	-\$3,726,000 (-97%)
Meter Shop	\$300,000	\$0	-\$300,000 (-100%)
Back-up Power Generation	\$500,000	\$450,000	-\$50,000 (-10%)
TOTAL	\$26,696,000	\$20,030,000	-\$7,066,000 (-26%)