

## FY 2020-21 WASTEWATER FUND BUDGET

2nd Draft for Council Review



	FY 2017-18 Actuals	FY 2018-19 Actuals	FY 2019-20 BUDGET	FY 2019-20 Estimated Results	FY 2020-21 Draft Budget	
<b>REVENUES</b>						
Sewer Service Fees	\$ 7,967,757	\$ 8,779,252	\$ 9,851,375	\$ 9,743,722	\$ 10,833,000	11.2%
Interest	\$ -	\$ 118,335	\$ 75,000	\$ 86,907	\$ 38,500	-55.7%
Sewer Permits/ Application Fees	\$ 15,993	\$ 20,892	\$ 11,250	\$ 12,636	\$ 16,000	26.6%
Cost Recovery	\$ 11,312	\$ -	\$ -	\$ 6,236	\$ 6,300	1.0%
Sewer Connection/ Standby Fees	\$ 63,126	\$ 2,773	\$ -	\$ -	\$ -	
Transfer In	\$ (3,855,106)	\$ 221,047	\$ -	\$ -	\$ -	
Miscellaneous Revenues	\$ -	\$ 10,465	\$ -	\$ 1,780	\$ -	
<b>Total Revenue</b>	<b>\$ 4,203,082</b>	<b>\$ 9,152,764</b>	<b>\$ 9,937,625</b>	<b>\$ 9,851,281</b>	<b>\$ 10,893,800</b>	<b>10.6%</b>
<b>Expenses</b>						
<b>Personnel</b>						
Salaries	\$ 205,802	\$ 667,531	\$ 1,208,132	\$ 1,038,441	\$ 1,106,592	-8.4%
Health Insurance	\$ 27,771	\$ 77,053	\$ 248,100	\$ 105,238	\$ 152,199	-38.7%
Workers Comp/Disability/Other Compensation	\$ 8,794	\$ 39,603	\$ 97,702	\$ 86,696	\$ 99,236	1.6%
Retirement	\$ 42,202	\$ 124,612	\$ 236,073	\$ 175,797	\$ 238,165	0.9%
Other Personnel Costs	\$ 3,141	\$ 32,197	\$ 104,212	\$ 39,396	\$ 67,161	-35.6%
<b>Total Personnel Services</b>	<b>\$ 287,710</b>	<b>\$ 940,996</b>	<b>\$ 1,894,219</b>	<b>\$ 1,445,568</b>	<b>\$ 1,663,353</b>	<b>-12.2%</b>
<b>Operating</b>						
Contractual Services	\$ 1,493,716	\$ 1,376,890	\$ 1,147,140	\$ 1,129,352	\$ 1,062,563	-7.4%
Utilities	\$ 666,975	\$ 770,280	\$ 819,450	\$ 764,774	\$ 819,653	0.0%
Admin Overhead	\$ 600,000	\$ 612,000	\$ 650,000	\$ 650,000	\$ 650,000	0.0%
License Permits and Fees	\$ 99,600	\$ 71,726	\$ 62,474	\$ 111,945	\$ 263,018	321.0%
Special Dept Supplies	\$ 292,219	\$ 276,232	\$ 316,000	\$ 290,341	\$ 374,000	18.4%
Other Operating Costs	\$ 142,147	\$ 370,965	\$ 939,084	\$ 876,836	\$ 914,785	-2.6%
<b>Total Operating Costs</b>	<b>\$ 3,294,657</b>	<b>\$ 3,478,093</b>	<b>\$ 3,934,148</b>	<b>\$ 3,823,248</b>	<b>\$ 4,084,019</b>	<b>3.8%</b>
<b>Capital Costs</b>						
Debt Service Payment	\$ -	\$ -	\$ 3,738,688	\$ 3,738,688	\$ 4,791,787	28.2%
Wastewater Equipment			\$ 198,637	\$ 218,189	\$ 153,638	
Capital Projects			\$ 795,000	\$ 795,000	\$ 201,000	
<b>Total Expenses</b>	<b>\$ 3,582,367</b>	<b>\$ 4,419,089</b>	<b>\$ 10,560,692</b>	<b>\$ 10,020,693</b>	<b>\$ 10,893,797</b>	<b>3.2%</b>
<b>Operating Surplus/(Deficit)</b>	<b>\$ 620,715</b>	<b>\$ 4,733,675</b>	<b>\$ (623,067)</b>	<b>\$ (169,412)</b>	<b>\$ 3</b>	

The Wastewater operating fund is a relatively new operation to the City as it was contracted out in the past. Capital costs and repairs have been significant and the true costs of operating the system are still being determined. The budget and actual for FY 2020 provides that \$1 million of debt service was paid using development impact fees (DIF). This process will be followed again for FY 2021, with the transfer for debt service payments reduced to the amount of \$180,000. Without this transfer the fund would have a deficit of approximately (\$180K). The City plans to re-evaluate rates and will have a better understanding of operating costs by the end of FY 2021. This will allow the development of a plan to move away from using DIF to support debt payments, which is not sustainable in the long term.