



FY 2023-24 Utility Fund Budget Overview

Presented by Summer Fleming, Interim Director of Finance

July 20, 2023



Major Assumptions

- 4.9% Increase to Combined Utility Operating Expenses
- Includes COLA and Merit Increases
- Includes a change in wastewater utility rates and structure
- Adjusts for contractual and fuel increases

Current Utility Rates (effective 10/1/22)



Residential Water Tiered Volume Charges		Commercial Water Tiered Volume Charges	
Gallons	Cost per 1,000 gallons	Gallons	Cost per 1,000 gallons
0 to 6,000	Base Service Charge	0 to 6,000	Base Service Charge
6,001 to 12,500	\$3.81	6,001 to 50,000	\$3.25
12,501 to 25,000	\$4.76	50,001 to 100,000	\$4.87
25,001 to 50,000	\$7.14	100,001 to 150,000	\$7.31
50,001 to 75,000	\$10.72	Over 150,000	\$10.97
75,001 to 100,000	\$16.07		
Over 100,000	\$24.11		

Water Base Service Charge \$26.48-\$94.42
depending on meter size

Surface Water Fee: \$15.02

TCEQ Fee: \$0.20

Debt Service Fee: \$7.43

Capital Reserve Fee: \$6.72

Wastewater Base Service Charge: \$40.86

TCEQ Fee: \$0.05

Debt Service Fee: \$2.29

Capital Reserve Fee: \$4.12

Proposed Utility Rates



Residential Water Tiered Volume Charges

Gallons	Cost per 1,000 gallons
0 to 6,000	Base Service Charge
6,001 to 12,500	\$3.81
12,501 to 25,000	\$4.76
25,001 to 50,000	\$7.14
50,001 to 75,000	\$10.72
75,001 to 100,000	\$16.07
Over 100,000	\$24.11

Commercial Water Tiered Volume Charges

Gallons	Cost per 1,000 gallons
0 to 6,000	Base Service Charge
6,001 to 50,000	\$3.25
50,001 to 100,000	\$4.87
100,001 to 150,000	\$7.31
Over 150,000	\$10.97

Water Base Service Charge \$26.48-\$94.42
depending on meter size

Surface Water Fees: \$15.23

TCEQ Fee: \$0.19

Debt Service Fee: \$7.33

Capital Reserve Fee: \$7.36

Wastewater Base Service Charge: \$28.94

Wastewater Volumetric Rate: \$6.00 per 1,000 gal

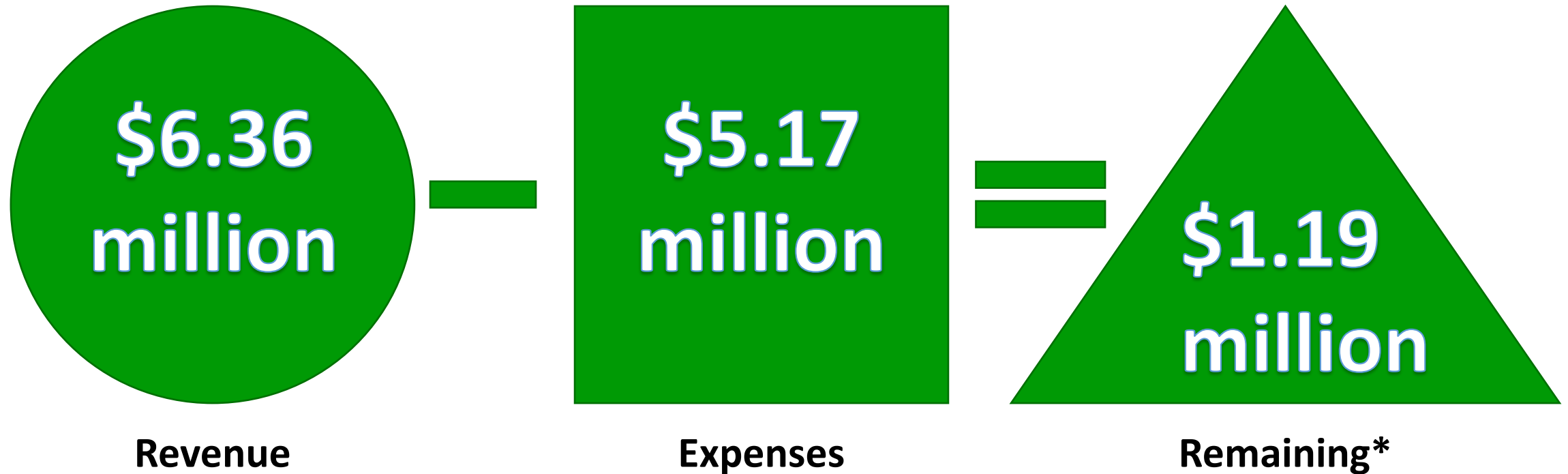
TCEQ Fee: \$0.05

Debt Service Fee: \$2.26

Capital Reserve Fee: \$4.51

Utility Fund Operating Budget - Draft

(before Transfers, Capital and Depreciation)



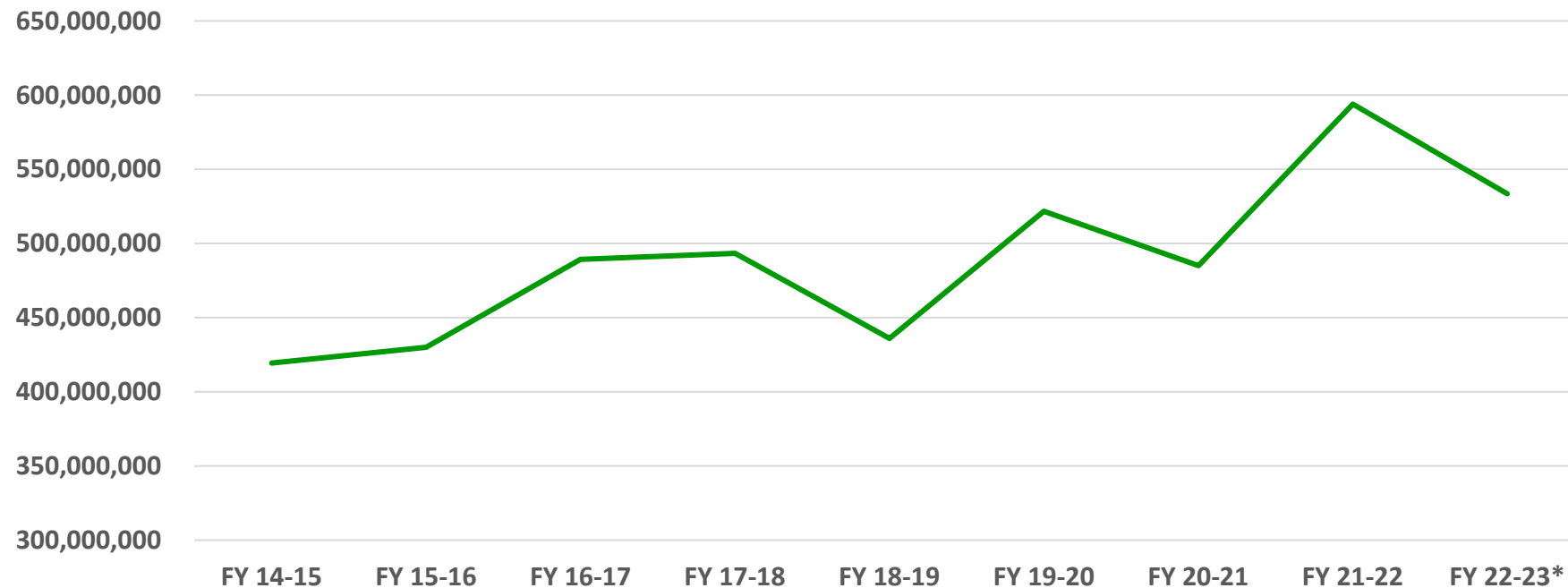
Utility Fund

Operating Revenue and Expenses



Category	Water Fund	Wastewater Fund	Total
Revenue	\$4,219,544	\$2,143,652	\$6,363,196
Expenses			
Personnel	1,015,456	998,451	2,013,907
Supplies, Maintenance, and Ops	2,434,359	539,032	2,973,391
Services	117,142	67,592	184,734
Total Expenses	3,566,957	1,605,075	5,172,032
Operating Income	\$652,587	\$538,577	\$1,191,164

Total Billed Water Consumption (gallons)



* Amount includes actual consumption through June 30, 2023, plus projected consumption for July through September 2023.

Utility Combined Net Position



Category	Projected 9/30/2023	FY2023-24 Change	Projected 9/30/2023
Net Investment in Capital Assets	\$11,136,066	\$331,325	\$11,467,391
Unrestricted Net Position			
Water Capital Fund	\$1,038,186	\$333,949	\$1,372,135
Wastewater Capital Fund	\$1,221,445	\$139,915	\$1,361,360
Equipment Replacement Fund	\$567,594	(\$121,701)	\$445,893
Operating Reserve	\$2,936,779	(\$289,256)	\$2,647,523
Debt Service Reserve	\$336,514	1,743	\$338,257
Total Unrestricted Net Position	\$6,100,518	\$64,650	\$6,165,168
Total Net Position	\$17,236,584	\$395,975	\$17,632,559



Projected Available Capital Reserves

	Projected Fund Balance 9.30.23	FY 2024 Budgeted Revenue	Available Resources
Water Capital Fund 22			
Contribution in Aid (Elevated Storage Tank)	366,063		366,063
Elmo Davis Upgrades	64,642		64,642
Plant 5 Expansion	214,499		214,499
Unallocated Impact Fees	-	50,000	50,000
Unallocated Capital	196,942	283,949	480,891
Unallocated from Operations	196,040		196,040
Ending Fund Balance	1,038,186	333,949	1,372,135

Available for impact fee eligible projects.

Available for any capital project.

	Projected Fund Balance 9.30.23	FY 2024 Budgeted Revenue	Available Resources
Wastewater Capital Fund 25			
WWTP Expansion	895,238		895,238
Unallocated Impact Fees	-	32,000	32,000
Unallocated Capital	323,217	107,915	431,132
Unallocated from Operations	2,990		2,990
Ending Fund Balance	1,221,445	139,915	1,361,360

Available for impact fee eligible projects.

Available for any capital project.



Questions?