

ATTACHMENT B

Utility Operating Funds and Equipment Pool Operations Summary December 31, 2021, Year-End Budget Review

	FINAL/ AMENDED 2021 BUDGET	2021 YEAR END RESULTS	PROJECTED VARIANCE \$ (A) %	VARIANCE EXPLANATION
Water Utility Operating Fund				
Operating Revenue				
Local System Revenue	-7,290,885	-7,463,384	-172,499 2%	Increased revenue from higher consumption from commercial customers during the year plus higher investment income received.
Regional System Revenue	-16,529	-18,963	-2,434 15%	
Subtotal Operating Revenue	-7,307,414	-7,482,346	-174,932 2%	
Operating Expenditures				
Local System Expenditures	3,269,879	3,170,360	-99,519 -3%	Budget savings resulting from several projects coming in under budget. Regional cost share lower than anticipated.
Regional System Expenditures	1,278,770	1,136,228	-142,542 -11%	
Subtotal Operating Expenditures	4,548,649	4,306,588	-242,061 -5%	
Transfer to Water Capital Reserve Fund ^(B)	-2,758,765	-3,175,759	-416,994	Surplus from water operations.
Sewer Utility Operating Fund				
Operating Revenue				
Local System Revenue	-5,448,994	-5,695,428	-246,434 5%	Increased revenue from higher consumption from commercial customers during the year plus higher investment income received. Higher disposal and surcharge fees received.
Regional System Revenue	-266,816	-379,342	-112,526 42%	
Subtotal Operating Revenue	-5,715,810	-6,074,770	-358,960 6%	
Operating Expenditures				
Local System Expenditures	2,937,257	2,933,354	-3,904 0%	Increase from investment revenue transferred to reserves partially offset of lower general administration costs for the sewer fund. Regional cost share lower than anticipated.
Regional System Expenditures	1,276,093	1,133,385	-142,708 -11%	
Subtotal Operating Expenditures	4,213,350	4,066,738	-146,612 -3%	
Transfer to Sewer Capital Reserve Fund ^(B)	-1,502,460	-2,008,032	-505,572	Surplus from sewer operations.
Drainage Utility Operating Fund				
Operating Revenue	-2,673,416	-3,010,586	-337,170 13%	Additional revenue to reimburse for Major Storm Event costs, see below. Major storm events account is substantially over budget due to the two major storm events of November 2021. We have an approved DFA application with the Province which should cover up to 80% of the excepted costs.
Operating Expenditures	1,862,921	2,126,436	263,515 14%	
Transfer to Drainage Capital Reserve Fund ^(B)	-810,495	-884,151	-73,656	Surplus from drainage operations.
Solid Waste Utility Operating Fund				
Operating Revenue	-6,420,082	-6,803,779	-383,697 6%	Higher revenue from Landfill operations and AMRD recycling revenue. Excess revenue transferred to Refuse reserve partially offset by increase in AMRD recycling costs.
Operating Expenditures	5,634,444	5,784,985	150,541 3%	
Transfer to Refuse Reserve Fund ^(B)	-785,638	-1,018,794	-233,156	Surplus from solid waste operations.
Equipment Pool Operations				
Operating Revenue	-3,899,777	-4,214,004	-314,226 8%	Higher revenue received from ICBC due to change to no fault plus higher use of vehicles due to "retired" units staying in the fleet due to COVID being used and collecting revenue. Higher operational costs of vehicles due to "retired" units staying in the fleet due to COVID being used partially offset by lower vehicle damaged.
Operating Expenditures	2,818,917	3,037,826	218,910 8%	
Transfer to Equipment Reserve ^(B)	-1,080,861	-1,176,177	-95,317	Surplus from fleet operations increases transfer to Equipment Reserve.

*2021 Year to Date Results includes expenditures posted up to April 11, 2022.

(A) Negative variance represents higher revenue in the revenue section and lower expenses in the expense section.

(B) Negative variance represents surplus, positive variance represents deficit.