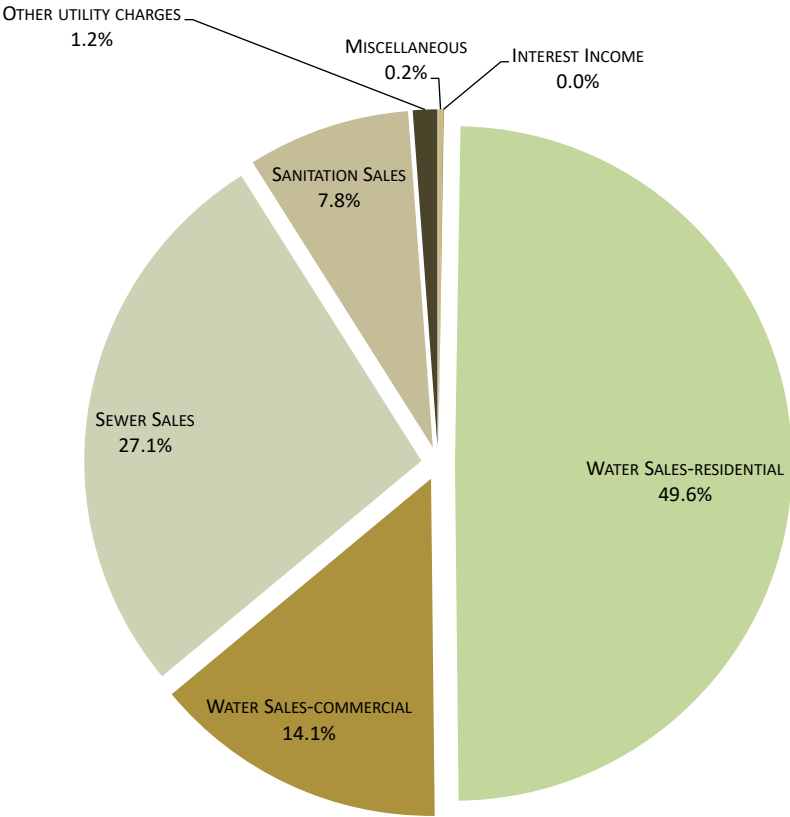




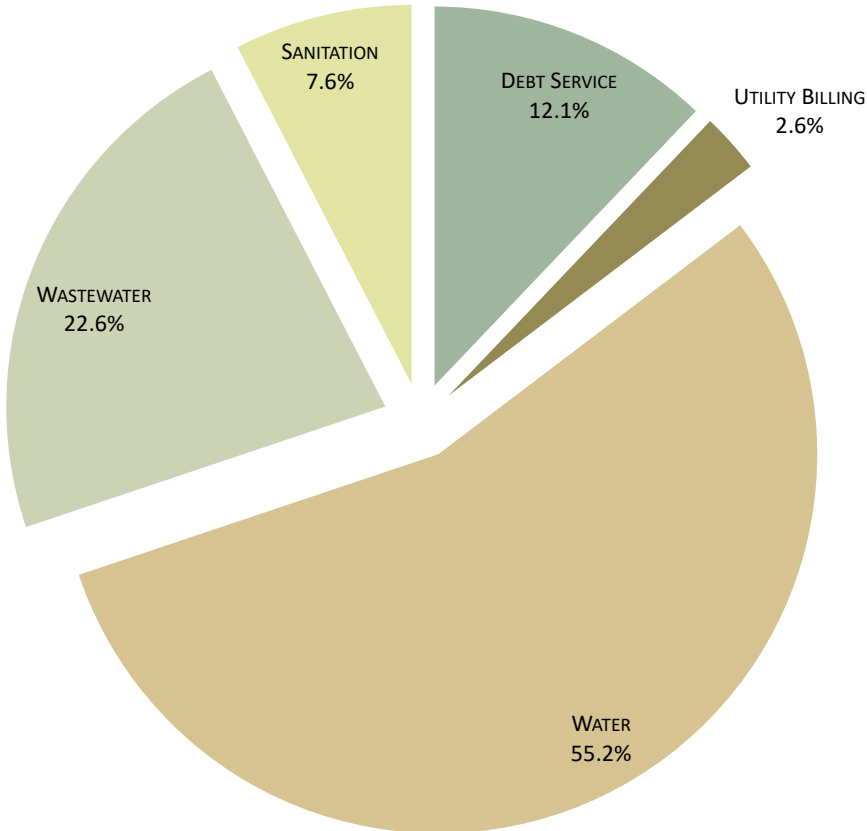
UTILITY FUND EXPENDITURES

CITY OF SOUTHLAKE
ADOPTED BUDGET 2023

WHERE THE MONEY COMES FROM (UTILITY FUND)



WHERE THE MONEY GOES (UTILITY FUND)



UTILITY FUND

	2021 Actual	2022 Adopted	2022 Amended	\$ Increase/ (Decrease) Adopted	% Increase/ -Decrease	2023 Proposed	\$ Increase/ (Decrease) Adopted	% Increase/ -Decrease
REVENUES								
Miscellaneous	\$59,248	\$84,500	\$73,000	(\$11,500)	0.0%	\$74,500	(\$10,000)	0.0%
Interest Income	12,434	47,500	15,000	(32,500)	-68.4%	15,000	(32,500)	-68.4%
Water Sales-residential	15,637,778	16,378,300	17,087,900	709,600	4.3%	16,923,900	545,600	3.3%
Water Sales-commercial	4,508,776	4,804,100	4,874,050	69,950	1.5%	4,827,200	23,100	0.5%
Sewer Sales	8,970,659	8,410,000	9,090,300	680,300	8.1%	9,240,000	830,000	9.9%
Sanitation Sales	2,495,739	2,483,000	2,556,500	73,500	3.0%	2,663,800	180,800	7.3%
Other utility charges	<u>323,851</u>	<u>400,800</u>	<u>324,000</u>	<u>(76,800)</u>	-19.2%	<u>400,800</u>	<u>0</u>	0.0%
Total Revenues	\$32,008,485	\$32,608,200	\$34,020,750	\$1,412,550	4.3%	\$34,145,200	\$1,537,000	4.7%
EXPENSES								
Debt Service	4,186,761	3,329,147	3,329,147	0	0.0%	3,322,878	(6,269)	-0.2%
Utility Billing	512,340	641,218	658,069	16,851	2.6%	702,298	61,080	9.5%
Water	11,453,195	14,335,272	14,502,261	166,989	1.2%	15,139,616	804,344	5.6%
Wastewater	5,615,256	6,251,541	6,221,485	(30,056)	-0.5%	6,190,399	(61,142)	-1.0%
Sanitation	<u>1,916,443</u>	<u>1,977,600</u>	<u>1,981,000</u>	<u>3,400</u>	0.2%	<u>2,082,000</u>	<u>104,400</u>	5.3%
Total Expenses	\$23,683,995	\$26,534,778	\$26,691,962	\$157,184	0.6%	\$27,437,191	\$902,413	3.4%
Net Revenues	<u>\$8,324,490</u>	<u>\$6,073,422</u>	<u>\$7,328,788</u>	<u>\$1,255,366</u>		<u>\$6,708,009</u>	<u>\$634,587</u>	
Transfers In	\$0	\$0	\$0			\$0		
Transfers Out	<u>(1,284,122)</u>	<u>(9,432,328)</u>	<u>(17,488,830)</u>	<u>8,056,502</u>		<u>(11,120,808)</u>		
Total Other Sources (Uses)	<u>(\$1,284,122)</u>	<u>(\$9,432,328)</u>	<u>(\$17,488,830)</u>			<u>(\$11,120,808)</u>		
Beginning working capital	\$19,472,901	\$26,513,269	\$26,513,269			\$16,353,227		
Ending fund balance	<u>\$26,513,269</u>	<u>\$23,154,363</u>	<u>\$16,353,227</u>			<u>\$11,940,428</u>		
No. of days working capital	409	319	224			159		

FY 2023 HIGHLIGHTS:

- The Utility Fund revenues are projected at \$34,145,200 for an increase of \$1,537,000. This is a 4.7% increase when compared with the FY 2022 Adopted Budget.
- Personnel: The Utility Fund includes resources needed to manage and operate the City’s utility system. This fund will cover its portion of employee pay adjustments and the increases in benefit costs as described in the General Fund portion of the Transmittal Letter.
- Other expenditures: Funding has been requested for equipment and facility improvements including the LTE water meter transponder replacement contract services (\$300,500), a replacement wastewater line condition camera (\$110,000), Lead and Copper Rule Revisions (LCRR) Program (\$100,000), enterprise asset management software (\$136,500), which is half funded by the Technology Infrastructure & Security Fund, and funding for commercial driver license training (\$20,000).
- The FY 2023 Adopted Utility Fund budget provides 159 days of working capital. This exceeds the City’s fund balance policy for the Utility Fund, which states that the “...goal shall be to maintain a fund balance of 60 days of working capital in the Utility Fund...with the optimum goal of 90 days of working capital.”

