

FISCAL REPORT: MONTHLY SUMMARY HIGHLIGHTS – OCTOBER 2022

I. BUDGET SUMMARY VS. ACTUAL (see attached report for details)

YEAR TO DATE (YTD) BUDGET & ACTUAL EXPENSES SUMMARY – AS OF OCTOBER 2022

	<u>BUDGET</u>	<u>vs</u>	<u>EXPENSED/ DISBURSED</u>
· Operating Expenses	\$10,212,344		\$7,087,708
· Debt Principal Payment	\$4,706,718		\$4,001,956
· Capital Projects	<u>\$14,300,892</u>		<u>\$578,533</u>
TOTAL	<u>\$29,219,954</u>		<u>\$11,668,197</u>

REVENUES: VARIANCE = “ACTUAL” LESS “BUDGET” - POSITIVE INDICATES HIGHER PERFORMANCE THAN EXPECTED & NEGATIVE IS VICE VERSA.

- Total Revenue as of October 2022 was 52% below projection.
 - Water sales of \$10.6 million (M) was \$470 K or 5% higher than projected.
 - Other Water Revenues - Revenues from Fire hydrants and other misc. receipts of \$866.9 K were 11% above projected
 - Capital Contributions: Contributions from Federal & State Grants – \$245,543k – were 8.8 M below projection
 - Investment Income & Net Increase in FV of Investments \$164.2K was above projection.
 - Miscellaneous Revenues - \$2,111 K.

OPERATING EXPENSES: VARIANCE = BUDGET LESS ACTUAL

EXPENSES: POSITIVE VARIANCE INDICATES LOWER ACTUAL EXPENSES VS. BUDGET. **REVISED YTD BUDGET COLUMNS INCLUDE PO ROLLOVER FROM FY ENDING 2021.**

- YTD Operating Expenses before depreciation and amortization were \$4,854,180. Total spending was \$5.07M lower than budget.
 - Employee Related Expenses –\$3.16M with a 25% positive variance.
 - Contracts & Services – \$1.4K with a 54% positive variance.
 - Professional Services, Other Services – Billing, Communication, Insurance and Repairs and Maintenance for non-water systems are the main items contributing to the 54% positive variance.
 - Fuel & Utilities – \$1.1K with a .23% positive variance.
 - Bulk Water Purchase –\$307.5K with a 52% positive variance.
 - Office & Operating Supplies – \$223K with 5% positive variance.
 - Training, Travel & Meeting Expenses – \$30.7K or 71% positive variance.
 - Debt Service – Interest Expense - \$845.7K.
 - Depreciation & Amortization (non-cash expenses) is \$2.3M.

NET OPERATING INCOME:

- Net Operating Income before depreciation and amortization - \$4.9M.
- Net Operating Income after depreciation & amortization was \$2.3M which is .03 below projection.

NON-OPERATING PROCEEDS & DISBURSEMENTS

- SRF Loan Proceeds – None.
- FRC – Facility Reserve Charge –\$943.4K.
- YTD Debt Principal Payment is \$4.01M.

CAPITAL PROJECTS BUDGET: YTD DISBURSEMENTS = \$990,418.21

- Capital Projects: Water Utility Fund - \$578,533
- Capital Projects: FRC Fund – None
- Capital Projects: BAB Fund - \$0
- Capital Projects: SRF Loan Fund - None

II. COMPARATIVE CHARTS:**METERED CONSUMPTION:**

- October 2022, monthly metered consumption of 344.6 million gallons (mg) increased by 39.9 mg as compared from the same month of FY 2021.
- Year to Date (YTD) metered consumption as of 10/31/22 was 1,483.5 mg with a YTD cumulative increase of 17.9 mg as compared from the same month of FY 2021.

III. STATEMENT OF NET POSITION (BALANCE SHEET): TO BE RECEIVED FOR THE RECORD.

Statement of Net Position as of June 30, 2022 (unadjusted).

IV. OTHER FISCAL ONGOING ACTIVITIES/INITIATIVES:

- Annual Fiscal Audit – On going and slightly behind schedule due to implementation of GASB 87
- MS Great Plains (GP) Technical issues. Fiscal is working with IT to trouble shoot the problem.
- Meter Issues – DOW was updated and anticipate receiving meter inventory in the next couple of weeks.
- Fiscal Year end closing as of 6/30/22 waiting for year-end adjustments by Auditors

MY/



Department of Water, County of Kauai
 Monthly Budget Summary vs. Actual
 SUMMARY
 10/31/2022

TO BE RECEIVED FOR THE RECORD - November 17, 2022

	Oct-22				FY 2023			
	Original Budget	Revised Budget	Actual	Variance	Revised YTD Budget	YTD Actual	*Variance	Variance %
I. OPERATING BUDGET								
Revenue								
Water Sales	\$2,548,205.00	\$2,548,205.00	\$2,463,077.23	(\$85,127.77)	\$10,192,820.00	\$10,663,163.13	\$470,343.13	5.0%
Other Water Revenue Total	195,970.00	195,970.00	288,454.47	\$92,484.47	783,880.00	866,857.78	\$82,977.78	11.0%
Capital Contributions Total	2,265,432.00	2,265,432.00	42,970.16	(\$2,222,461.84)	9,061,728.00	245,543.76	(\$8,816,184.24)	(97.0%)
Investment Income Total	25,000.00	25,000.00	0.00	(\$25,000.00)	100,000.00	164,212.62	\$64,212.62	64.0%
Miscellaneous Revenues Total	292.00	292.00	156.01	(\$135.99)	1,168.00	2,111.10	\$943.10	81.0%
Grand Total	5,035,316.00	5,035,316.00	2,794,657.87	(2,240,658.13)	20,141,264.00	11,941,888.39	(8,199,375.61)	(41.0%)
Expenses								
Employee-Related Expenses								
Salaries and Wages (includes Leaves & CTO)	631,092.00	631,092.00	407,107.00	(223,985.00)	2,524,368.00	1,598,918.00	(925,450.00)	(37.0%)
Temporary Assignment	5,042.00	5,042.00	4,827.00	(215.00)	20,168.00	20,491.00	323.00	2.0%
Overtime	42,784.00	42,784.00	44,135.00	1,351.00	171,136.00	200,487.00	29,351.00	17.0%
Standby	16,250.00	16,250.00	18,127.00	1,877.00	65,000.00	66,751.00	1,751.00	3.0%
FICA	51,563.00	51,563.00	39,406.00	(12,157.00)	206,252.00	159,858.00	(46,394.00)	(22.0%)
Retirement Contribution	159,768.00	159,768.00	123,821.00	(35,947.00)	639,072.00	479,846.00	(159,226.00)	(25.0%)
Life & Health Insurance	55,770.00	55,770.00	49,907.00	(5,863.00)	223,080.00	188,351.00	(34,729.00)	(16.0%)
Post Employment Benefits (OPEB)	88,168.00	88,168.00	113,991.00	25,823.00	352,672.00	448,806.00	96,134.00	27.0%
Total Employee-Related Expenses	1,050,437.00	1,050,437.00	801,321.00	(249,116.00)	4,201,748.00	3,163,508.00	(1,038,240.00)	(25.0%)
Contracts & Services								
Professional Services-General	362,758.00	362,758.00	153,027.00	(209,731.00)	1,451,032.00	258,363.00	(1,192,669.00)	(82.0%)
Professional Services-Accounting & Auditing	10,000.00	10,000.00	40000	30,000.00	40,000.00	40000	0.00	0.0%
Other Services-General	6,434.00	6,434.00	4,993.00	(1,441.00)	25,736.00	20,391.00	(5,345.00)	(21.0%)
Other Services-Billing Costs	19,483.00	19,483.00	22550	3,067.00	77,932.00	35,455.00	(42,477.00)	(55.0%)
Public Relations-General	7,579.00	7,579.00	10,010.00	2,431.00	30,316.00	30,205.00	(111.00)	(0.0%)
Procurement Advertising	417.00	417.00	0	(417.00)	1,668.00	0	(1,668.00)	(100.0%)
Communication Services	7,319.00	7,319.00	6,268.00	(1,051.00)	29,276.00	28,527.00	(749.00)	(3.0%)
Freight and Postage	667.00	667.00	65.00	(602.00)	2,668.00	2,561.00	(107.00)	(4.0%)
Rentals and Leases	12,801.00	12,801.00	1,583.00	(11,218.00)	51,204.00	11,371.00	(39,833.00)	(78.0%)
Insurance	10,833.00	10,833.00	0	(10,833.00)	43,332.00	0	(43,332.00)	(100.0%)
County Service Charge	183,470.00	183,470.00	184,609.00	1,139.00	733,880.00	738,434.00	4,554.00	1.0%
Repairs and Maintenance-Water System	30,000.00	30,000.00	112,866.00	82,866.00	120,000.00	122,104.00	2,104.00	2.0%
Repairs and Maint-Non Water System	111,208.00	111,208.00	35,350.00	(75,858.00)	444,832.00	124,869.00	(319,963.00)	(72.0%)
Total Contracts & Services	762,969.00	762,969.00	571,321.00	(191,648.00) #	3,051,876.00	1,412,280.00	(1,639,596.00)	(54.0%)
Utility Services								
Fuel	262,291.00	262,291.00	262,934.00	643.00	1,049,164.00	1,052,307.00	3,143.00	0.0%
Total Fuel & Utilities	276,874.00	276,874.00	275,114.00	(1,760.00)	1,107,496.00	1,104,854.00	(2,642.00)	-0.239%
Bulk Water Purchase								
Bulk Water Purchase	159,849.00	159,849.00	153,049.00	(6,800.00)	639,396.00	460,583.00	(178,813.00)	(28.0%)
Total Bulk Water Purchase	159,849.00	159,849.00	153,478.00	(6,371.00)	639,396.00	307,534.00	(331,862.00)	(52.0%)
Office & Operating Supplies								
Office Supplies	2,417.00	2,417.00	908.00	(1,509.00)	9,668.00	3,861.00	(5,807.00)	(60.0%)
Operating Supplies	53,533.00	53,533.00	75,110.00	21,577.00	214,132.00	216,925.00	2,793.00	1.0%



Monthly Budget Summary vs. Actual

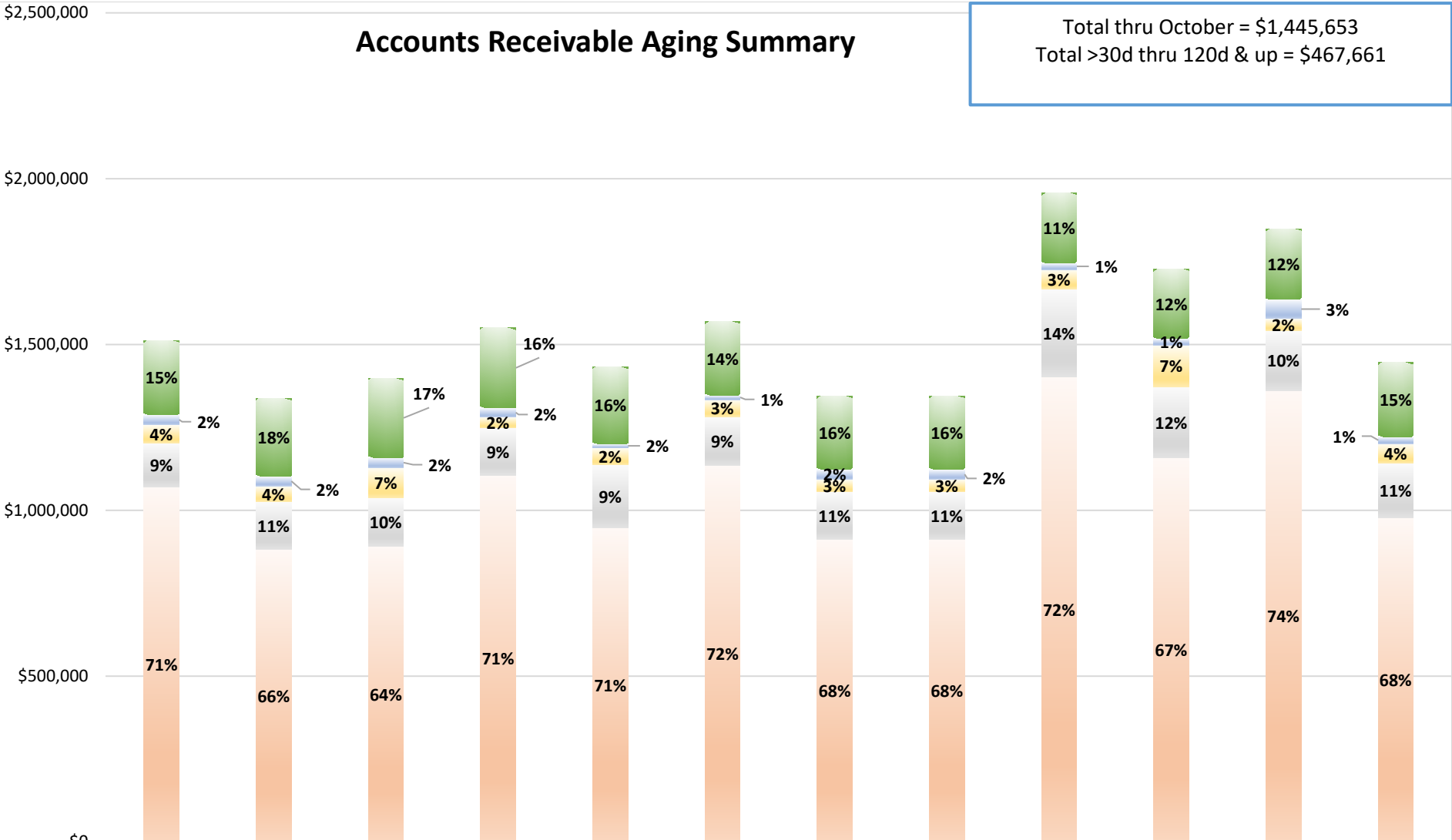
SUMMARY

10/31/2022

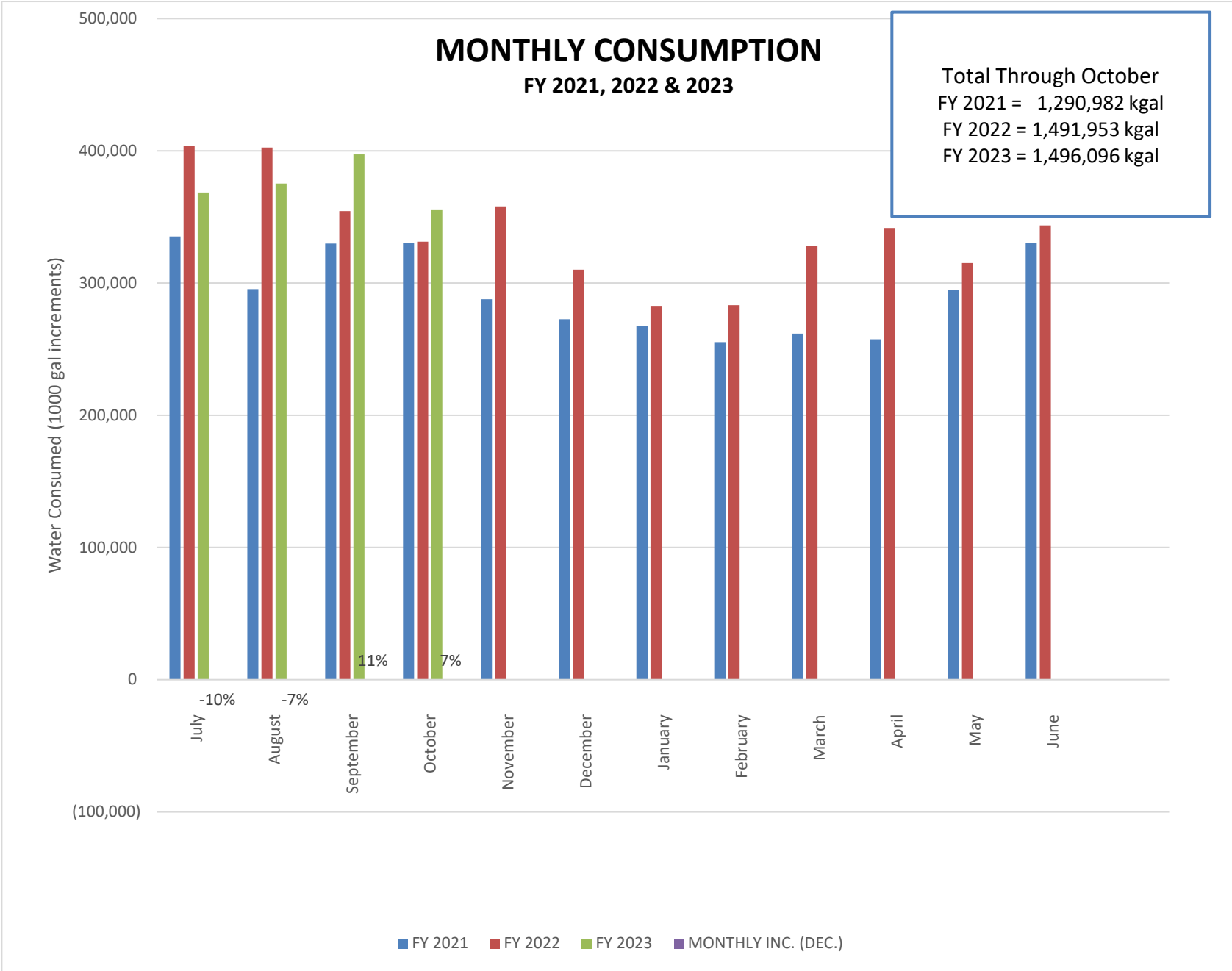
Books, Subscriptions and Dues	2,500.00	2,500.00	10.00	(2,490.00)	10,000.00	2,309.00	(7,691.00)	(77.%)
Books, Subscriptions and Dues - Board	50.00	50.00	0.00	(50.00)	200.00	0.00	(200.00)	(100.%)
Total Office & Operating Supplies	58,500.00	58,500.00	76,028.00	17,528.00	234,000.00	223,095.00	(10,905.00)	(5.%)
Training, Travel & Meeting Expenses								
Training and Development	7,426.00	7,426.00	1,110.00	(6,316.00)	29,704.00	8,791.00	(20,913.00)	(70.%)
Travel and Per Diem	13,593.00	13,593.00	2,843.00	(10,750.00)	54,372.00	13,901.00	(40,471.00)	(74.%)
Travel and Per Diem - Board	1,104.00	1,104.00	0.00	(1,104.00)	4,416.00	1,846.00	(2,570.00)	(58.%)
Meeting Expense	3,514.00	3,514.00	2,456.00	(1,058.00)	14,056.00	6,037.00	(8,019.00)	(57.%)
Meeting Expense - Board	542.00	542.00	104.00	(438.00)	2,168.00	162.00	(2,006.00)	(93.%)
Total Training, Travel & Meeting Expenses	26,179.00	26,179.00	6,513.00	(19,666.00)	104,716.00	30,737.00	(73,979.00)	(71.%)
Debt Service								
Interest Expense	218,278.00	218,278.00	211,215.00	(7,063.00)	873,112.00	845,700.00	(27,412.00)	(3.%)
Total Interest Expense	218,278.00	218,278.00	211,215.00	(7,063.00)	873,112.00	845,700.00	(27,412.00)	(0.03)
Total Operating Expenses	2,553,086.00	2,553,086.00	2,094,990.00	(458,096.00)	10,212,344.00	7,087,708.00	(3,124,636.00)	(31.%)
Net Operating Income (Loss) Before Depreciation & Amortization	\$2,482,230.00	\$2,482,230.00	\$699,667.87	(\$1,782,562.13)	\$9,928,920.00	\$4,854,180.39	(\$5,074,739.61)	(\$0.10)
Depreciation & Amortization								
Depreciation	599,173.00	599,173.00	563,147.00	(36,026.00)	2,396,692.00	2,251,328.00	(145,364.00)	(6.%)
Amortization	19,655.00	19,655.00	14,093.00	(5,562.00)	78,620.00	45,672.00	(32,948.00)	(42.%)
Total Depreciation & Amortization	618,828.00	618,828.00	577,240.00	(41,588.00)	2,475,312.00	2,297,000.00	(178,312.00)	(7.%)
Net Operating Income (Loss)	1,863,402.00	1,863,402.00	122,427.87	(1,740,974.13)	7,453,608.00	2,557,180.39	(4,896,427.61)	(0.03)
Non Operating Proceeds								
FRC-Facility Reserve Charge	66,667.00	66,667.00	315,052.99	248,385.99	266,668.00	943,375.57	676,707.57	254.%
Total Non Operating Proceeds	66,667.00	66,667.00	315,052.99	248,385.99	266,668.00	943,375.57	676,707.57	254.%
Transfers Out(In) to Other Funds								
Debt Principal Payment	413,456.92	413,456.92	0.00	(413,456.92)	4,706,718.00	4,001,956.00	(704,762.00)	(15.%)
Net Proceeds (Expenditures)	1,516,612.08	1,516,612.08	437,480.86	(1,079,131.22)	3,013,558.00	(501,400.04)	(3,514,958.04)	(117.%)
II. CAPITAL BUDGET								
Capital Projects (See Attached for Details)	3,300,243.00	3,300,243.00	302,302.35	(2,997,940.65)	14,300,892.00	578,533.32	(13,722,358.68)	(96.%)

Accounts Receivable Aging Summary

Total thru October = \$1,445,653
 Total >30d thru 120d & up = \$467,661

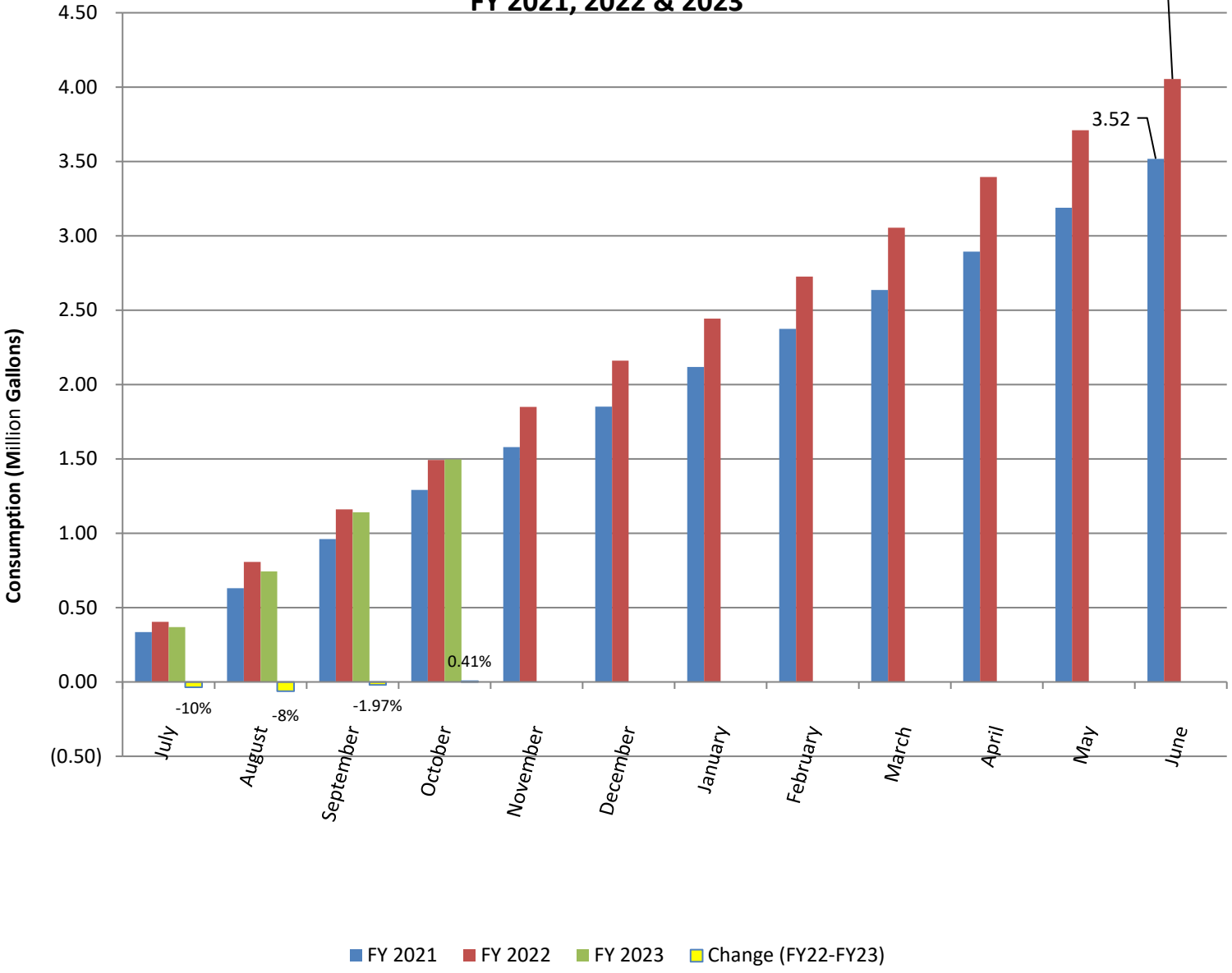


	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22
121 days and over	\$224,064	\$235,516	\$238,389	\$241,358	\$232,210	\$220,795	\$221,053	\$221,053	\$211,003	\$211,010	\$213,346	\$223,428
91-120 days	\$30,065	\$29,192	\$31,305	\$27,490	\$12,167	\$14,142	\$30,088	\$30,088	\$20,731	\$19,444	\$58,019	\$21,463
61-90 days	\$55,620	\$47,341	\$90,933	\$33,108	\$51,517	\$51,435	\$38,119	\$38,119	\$57,214	\$125,977	\$35,358	\$59,044
31-60 days	\$132,167	\$144,413	\$145,059	\$142,017	\$190,304	\$147,763	\$143,026	\$143,026	\$266,490	\$214,131	\$180,799	\$163,726
0-30 days	\$1,070,638	\$881,641	\$892,283	\$1,106,268	\$946,677	\$1,134,531	\$912,477	\$912,477	\$1,401,627	\$1,158,032	\$1,361,650	\$977,992

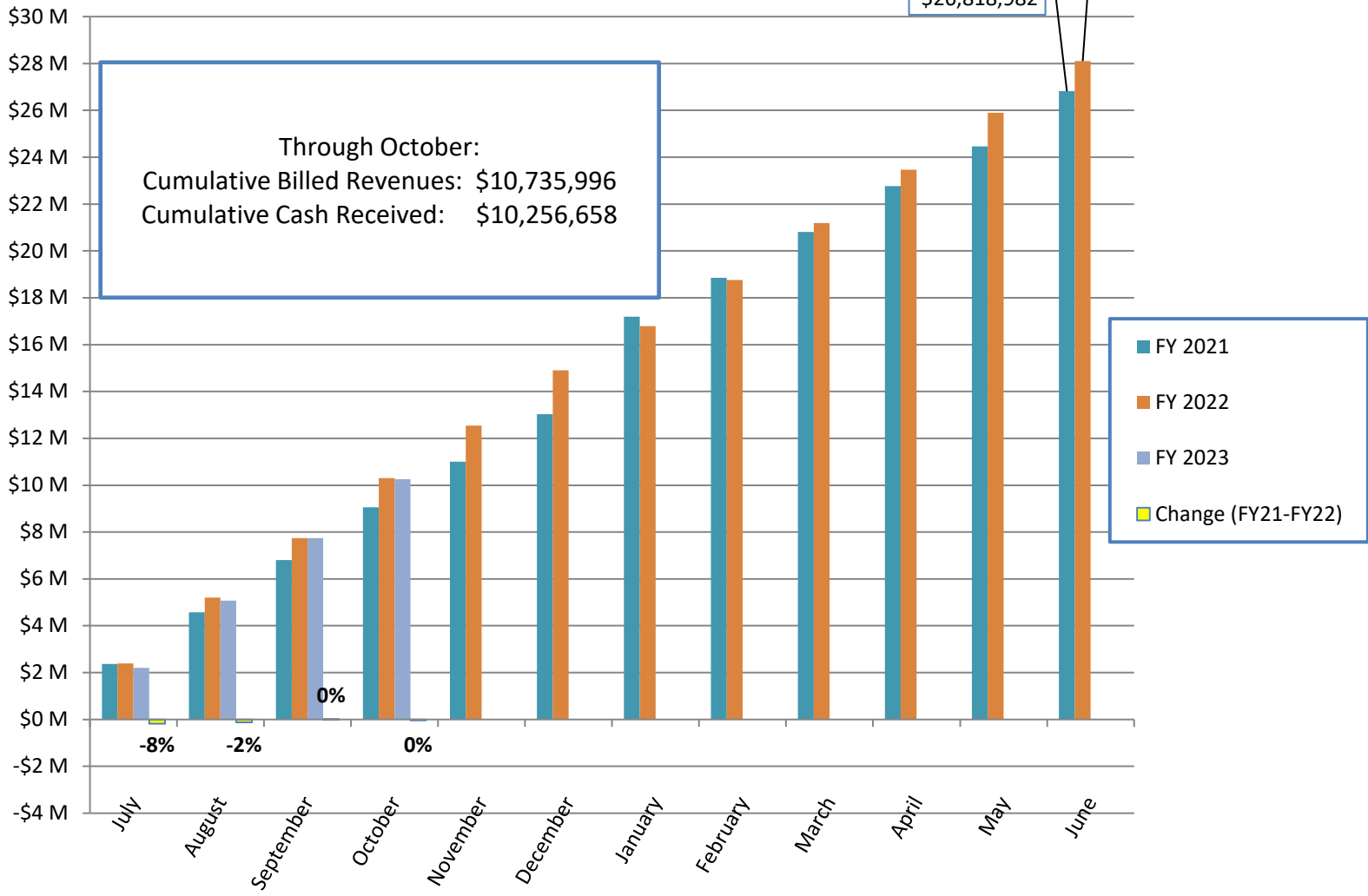


YTD CUMULATIVE WATER CONSUMPTION

FY 2021, 2022 & 2023



WU CUMULATIVE CASH RECEIPTS FY 2021, 2022 & 2023



Note: July '19-'20 receipts included a \$2.29 million state appropriation grant for the Hanapēpē

CUMULATIVE BILLED REVENUES

FY 2021, 2022 & 2023

