

Amendment 6 to Council Bill No. 25-2020

**BY: Chairperson at the request
of the County Executive**

**Legislative Day No. 8
Date: May 27, 2020**

Amendment No. 6

(Regarding the Water and Sewer Special Benefit Charges Fund, this amendment transfers funding in the amount of \$5,000,000 to the Water and Sewer Operating Fund.)

1 In the operating budget, attached to the Bill as prefiled:

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3 On pages 133, 165 and 167 make the revisions shown in the attached revised pages 133, 165 and

4 167.

Proprietary Funds

Water and Sewer Operating Fund

Description

This fund covers the operation of the County water and sewer systems. Water and sewer operations are further detailed in the Department of Public Works operating budget under the Bureau of Utilities. The money to fund the water and sewer services comes primarily from user charges. This fund is self-sustaining and does not depend upon general tax dollars.

	FY 2019 Actual	FY 2020 Estimated	FY 2021 Budget
Revenues:			
Water Use Charge	24,700,858	24,900,000	25,149,000
Sewer Use Charge	31,258,634	31,400,000	31,714,000
Fire Protection Charge	1,496,447	1,500,000	1,520,000
Industrial Waste Surcharge	2,010,866	1,800,000	2,020,000
Water and Sewer Penalty	869,321	850,000	850,000
Special Charges	1,160,653	700,000	700,000
Water Connections	252,616	50,000	50,000
Sewer Connections	72,000	50,000	50,000
W&S Capital Project Pro-Rata	110,000	110,000	110,000
Water Reclamation	267,616	300,000	350,000
Interest on Investments	1,280,290	700,000	400,000
Other Revenues	326,479	550,000	550,000
Total Revenues	63,805,780	62,910,000	63,463,000
Expenses:			
Personnel Costs	14,468,336	14,432,477	16,297,073
Utilities	2,284,393	3,613,500	3,966,000
Contract Services	3,389,228	6,395,208	7,316,525
Sludge Hauling	2,572,380	3,600,000	2,500,000
Supplies/Inventory	2,941,854	3,465,395	3,715,850
Treatment Chemicals	139,210	999,450	1,295,000
Chargebacks for Services	3,440,104	3,440,420	3,940,338
Purchased Water	30,403,169	33,413,083	36,720,978
Outside Sewerage Services	5,460,094	7,402,000	8,224,224
Other Expenses	2,318,710	108,800	95,000
Total Expenses	67,417,478	76,870,333	84,070,988
Other Financing Sources/(Uses):			
Appropriation from Fund Balance	0	18,932,223	26,561,054
			<u>21,561,054</u>
<u>TRANSFER FROM FUND 7012</u>	<u>0</u>	<u>0</u>	<u>5,000,000</u>
General Fund Chargeback	(4,766,602)	(4,971,890)	(5,953,066)
Total Other Financing Sources/(Uses)	(4,766,602)	13,960,333	20,607,988
Net Assets:			
Beginning Net Assets	53,802,250	45,423,950	26,491,727
Net Change from Current Year Operations	(8,378,300)	0	0
Less Appropriation from Fund Balance	0	(18,932,223)	(26,561,054)
			<u>(21,561,054)</u>
Net Assets - Ending	45,423,950	26,491,727	(69,327) 4,930,673

Proprietary Funds

Fund 7012000000

Water and Sewer Special Benefits Charges and Capital Projects Fund

Description

This fund collects monies to finance water and sewer projects, including debt service.

	FY 2019 Actual	FY 2020 Estimated	FY 2021 Budget
Revenues:			
Water & Sewer Ad Valorem	35,349,018	36,659,000	37,722,000
Water Front Foot Benefit Charges	172,584	173,700	170,000
Sewer Front Foot Benefit Charges	951,273	803,000	800,000
Water In Aid of Construction Charges	608,760	600,000	600,000
Sewer In Aid of Construction Charges	595,080	600,000	600,000
Interest on Investments	3,998,342	3,100,000	1,400,000
Amortization of Premium	4,373,981	500,000	500,000
Penalty and Interest	65,033	50,000	50,000
Other Revenue	193,340	200,000	200,000
Total Revenues	46,307,411	42,685,700	42,042,000
Expenses:			
Capital Projects	9,927,443	11,000,000	12,000,000
Bond Interest Payments	12,005,547	12,334,000	14,612,000
State Loan Interest Payments	514,606	472,000	396,000
Bond Sale Expense	892,622	800,000	800,000
Depreciation Expense	22,828,240	23,300,000	23,300,000
Other	738,379	1,020,000	1,020,000
Total Expenses	46,906,837	48,926,000	52,128,000
Other Financing Sources/(Uses):			
Capital Contributions	9,961,197	7,200,000	3,000,000
Other Reimbursements	113,877	0	0
<u>TRANSFER TO WATER & SEWER OPERATING</u>	<u>0</u>	<u>0</u>	<u>(5,000,000)</u>
Appropriation from Fund Balance	0	0	7,086,000 12,086,000
Net Gain/(Loss) on Disposal of Fixed Assets	3,383,270	0	0
Total Other Financing Sources/(Uses)	13,458,344	7,200,000	10,086,000
Net Assets:			
Beginning Net Assets	524,885,573	537,744,491	538,704,191
Net Change from Current Year Operations	12,858,918	959,700	0
<u>LESS APPROPRIATION FROM FUND BALANCE</u>	<u>0</u>	<u>0</u>	<u>(12,086,000)</u>
Net Assets - Ending	537,744,491	538,704,191	538,704,191 526,618,191
Less: Investment in Fixed Assets	(411,703,431)	(411,703,431)	(411,703,431)
Less: Restricted Net Assets	(21,263,966)	(21,263,966)	(21,263,966)
Unrestricted Net Assets (Water/ & Sewer Use Only)	104,777,094	105,736,794	105,736,794 93,650,794