



CITY OF POOLER, GEORGIA

2022 Proposed City Budget

December 06, 2021

CITY OF POOLER, GEORGIA

2022 Proposed Budget

Table of Contents

	<u>PAGE</u>
2022 Budget Priorities and Issues.....	1
General Fund Proposed Budget Summary.....	2
General Fund Revenue.....	3
General Fund Expenditures:	
General Government.....	4
Municipal Court.....	5
Public Safety.....	6
Public Works.....	7
Health and Welfare.....	8
Recreation and Parks.....	9
Housing and Development.....	10
Debt Service.....	11
Other Financing Sources.....	12
Tree Fund Proposed Budget.....	13
Lodging Tax Fund Proposed Budget.....	14
SPLOST Fund Proposed Budget.....	15
Water and Sewer Fund Proposed Budget Summary.....	16
Water and Sewer Fund Proposed Budget Detail.....	17

Priorities

- ✓ Meeting demands presented by continued growth and the COVID-19 pandemic
- ✓ Continuing to fund infrastructure projects throughout the City (i.e., roads, drainage, WWTP)
- ✓ Successful negotiation of the local option sales tax (LOST) certificate of distribution

Issues

General

- Inflation
- Fuel costs
- Supply chain delays

Personnel and employee benefits

- Medical insurance benefits increased approximately 29.4% or \$516,400 increasing annual benefit expenditures to \$2,274,700. Group insurance expense represents 5.9% of total annual expenditures.
- The recommended annual contribution for the City’s retirement plan for 2022 is expected to increase from \$1,819,389 to \$2,183,280. The new contribution represents 16.3% of the 2022 budgeted payroll of covered employees, versus 15.0% for 2021. It is estimated that the recommended contribution will increase \$355,260 or 19.4%. The retirement plan contribution represents 5.6% of total annual expenditures.

Capital asset additions and replacements

- Approximately \$3.25 million invested in capital asset additions and replacements.

Assumptions

1. Annual growth in local option sales tax (LOST) revenue is estimated to be 3.3% resulting in approximately \$8.2 million. LOST is currently 19.9% ahead of 2020 and 16.4% ahead of 2019.
2. A 5.70% increase in the gross tax digest attributable to new growth.
3. The City’s current millage rate is 4.597 mills, and the 2022 general fund budget is balanced using 4.478 mills.

CITY OF POOLER, GEORGIA

General Fund 2022 Budget Summary

	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	<u>% Inc (Dec) Over Prior Year Budget</u>
Revenues					
Taxes	\$18,820,993	\$21,518,555	\$22,310,500	\$ 791,945	
Licenses and permits	1,125,391	867,500	922,750	55,250	
Intergovernmental	1,846,585	430,000	405,000	(25,000)	
Charges for services	2,531,374	2,573,100	3,098,860	525,760	
Fines and forfeitures	771,366	850,000	900,000	50,000	
Interest	104,389	10,000	10,000	-	
Contributions and donations	10,644	1,515,000	15,000	(1,500,000)	
Miscellaneous	42,865	63,130	68,390	5,260	
Total revenues	<u>25,253,607</u>	<u>27,827,285</u>	<u>27,730,500</u>	<u>(96,785)</u>	-0.35%
Expenditures					
General government	3,426,535	3,762,280	3,976,020	213,740	
Judicial	363,108	422,070	422,100	30	
Public safety	11,065,764	14,025,755	15,602,300	1,576,545	
Public works	6,465,739	7,396,400	6,335,855	(1,060,545)	
Health and welfare	153,359	169,590	158,660	(10,930)	
Recreation and parks	1,623,601	1,901,425	2,130,765	229,340	
Housing and development	823,895	917,015	1,034,550	117,535	
Debt service	338,800	315,550	295,250	(20,300)	
Total expenditures	<u>24,260,801</u>	<u>28,910,085</u>	<u>29,955,500</u>	<u>1,045,415</u>	3.62%
Excess (deficiency) of revenues over (under) expenditures	<u>992,806</u>	<u>(1,082,800)</u>	<u>(2,225,000)</u>	<u>(1,142,200)</u>	
Other financing sources (uses)					
Interfund transfers in	610,596	925,000	950,000	25,000	
Damaged property recoveries	58,223	18,800	-	(18,800)	
Sale of surplus equipment	40,085	139,000	-	(139,000)	
General long-term debt issued	13,857	-	1,275,000	1,275,000	
Total other financing sources (uses)	<u>722,761</u>	<u>1,082,800</u>	<u>2,225,000</u>	<u>1,142,200</u>	105.49%
Net change in fund balance	<u>\$ 1,715,567</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

CITY OF POOLER, GEORGIA

General Fund Revenue

Account Description	2020 Actual	Amended 2021 Budget	Proposed 2022 Budget	\$ Inc (Dec) Over Prior Year Budget	
Taxes					
General property taxes	\$ 8,915,610	\$ 10,781,465	\$ 11,077,500	\$ 296,035	
General sales and use taxes	7,044,554	7,939,090	8,270,000	330,910	
Selective sales and use taxes	869,132	900,000	985,000	85,000	
Business taxes	1,978,344	1,890,000	1,966,000	76,000	
Penalties and interest	13,353	8,000	12,000	4,000	
Total tax revenue	18,820,993	21,518,555	22,310,500	791,945	3.68%
Licenses and permits					
Business licenses	217,033	170,000	176,000	6,000	
Other business license fees	11,837	25,000	26,000	1,000	
Zoning and land use permits	60,649	85,000	60,000	(25,000)	
Regulatory fees	835,872	587,500	660,750	73,250	
Total licenses and permits	1,125,391	867,500	922,750	55,250	6.37%
Intergovernmental revenue					
Federal government grants	1,399,834	35,000	-	(35,000)	
State government grants	286,758	245,000	245,000	-	
Local grants	159,993	150,000	160,000	10,000	
Total intergovernmental revenue	1,846,585	430,000	405,000	(25,000)	-5.81%
Charges for services					
General government	174,036	200,000	701,360	501,360	
Public safety	50,615	68,100	65,000	(3,100)	
Streets and public improvements	97,300	-	-	-	
Sanitation	2,041,063	2,015,000	2,040,000	25,000	
Recreation	168,360	290,000	292,500	2,500	
Total charges for services	2,531,374	2,573,100	3,098,860	525,760	20.43%
Fines and forfeitures					
Court revenues	771,366	850,000	900,000	50,000	
Total fines and forfeitures	771,366	850,000	900,000	50,000	5.88%
Investment income					
Interest income	104,389	10,000	10,000	-	
Total investment income	104,389	10,000	10,000	-	0.00%
Contributions and donations					
Contributions and donations	10,644	1,515,000	15,000	(1,500,000)	
Total contributions and donations	10,644	1,515,000	15,000	(1,500,000)	-99.01%
Miscellaneous revenue					
Rents and royalties	24,638	60,000	67,920	7,920	
Other miscellaneous revenue	18,227	3,130	470	(2,660)	
Total miscellaneous revenue	42,865	63,130	68,390	5,260	8.33%
Total general fund revenue	\$ 25,253,607	\$ 27,827,285	\$ 27,730,500	\$ (96,785)	-0.35%

CITY OF POOLER, GEORGIA

General Government

Account Description	2020 Actual	Amended 2021 Budget	Proposed 2022 Budget	\$ Inc (Dec) Over Prior Year Budget	
1000 - General government					
51 - Personnel services and benefits	\$ 1,712,545	\$ 1,877,295	\$ 2,069,700		
52 - Purchased services	1,211,854	1,306,685	1,535,560		
53 - Supplies	306,191	210,590	311,760		
54 - Capital outlay	195,945	367,710	59,000		
Total general government	<u>\$ 3,426,535</u>	<u>\$ 3,762,280</u>	<u>\$ 3,976,020</u>	\$ 213,740	5.68%
1000 - General government					
1110 - City council	\$ 111,565	\$ 125,090	\$ 127,300		
1130 - City clerk	128,960	165,125	139,740		
1320 - City manager	499,548	511,885	519,170		
1510 - Financial administration	787,898	866,820	886,710		
1530 - Legal administration	168,040	175,500	200,500		
1535 - Information technology	229,724	351,255	654,485		
1540 - Human resources	329,902	449,310	476,865		
1555 - Risk management	301,163	387,250	365,000		
1565 - General government buildings	759,255	675,045	558,820		
1595 - General administrative fees	110,480	55,000	47,430		
	<u>\$ 3,426,535</u>	<u>\$ 3,762,280</u>	<u>\$ 3,976,020</u>		

CAPITAL OUTLAY:

1. Tyler Smart Meter Portal software (to reduce billing adjustments)
2. New Physical Windows servers

CITY OF POOLER, GEORGIA

Municipal Court

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>
2650 - Municipal Court				
51 - Personnel services and benefits	\$ 197,901	\$ 196,080	\$ 208,600	
52 - Purchased services	161,142	190,580	211,000	
53 - Supplies	4,065	5,400	2,500	
Total Municipal Court	<u>\$ 363,108</u>	<u>\$ 422,070</u>	<u>\$ 422,100</u>	\$ 30 0.01%

NOTES:

CITY OF POOLER, GEORGIA

Public Safety

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	
3000 - Public Safety					
51 - Personnel services and benefits	\$ 8,869,265	\$ 10,183,290	\$ 11,430,980		
52 - Purchased services	628,919	946,655	956,570		
53 - Supplies	948,134	1,221,810	1,360,750		
54 - Capital outlay	619,446	1,674,000	1,854,000		
Total Public Safety	<u>\$ 11,065,764</u>	<u>\$ 14,025,755</u>	<u>\$ 15,602,300</u>	\$ 1,576,545	11.24%
3000 - Public Safety					
3200 - Police Department	\$ 6,193,612	\$ 6,575,420	\$ 7,254,465		
3500 - Fire Department	4,872,152	7,450,335	8,347,835		
	<u>\$ 11,065,764</u>	<u>\$ 14,025,755</u>	<u>\$ 15,602,300</u>		

PERSONNEL AND BENEFITS:

1. Fire department's 2021 recruiting class will be fulltime for 12 months in 2022

CAPITAL OUTLAY:

Police department:

1. (4) Patrol SUV with uplift and new camera system
2. F-150 Crew Cab with uplift
3. CAN-AM SxS Crew Cab

Fire department:

1. (3) Jaws of life rescue tool sets
2. F-150 Responder with uplift
3. F-250 Extended Cab 4x4 with uplift
4. Fire truck (\$1,275,000)

CITY OF POOLER, GEORGIA

Public Works

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>
4000 - Public Works				
51 - Personnel services and benefits	\$ 1,167,537	\$ 1,481,970	\$ 1,974,445	
52 - Purchased services	3,003,004	2,979,220	2,692,790	
53 - Supplies	1,003,765	1,134,350	1,057,620	
54 - Capital outlay	1,291,433	1,800,860	611,000	
Total Public Works	<u>\$ 6,465,739</u>	<u>\$ 7,396,400</u>	<u>\$ 6,335,855</u>	\$ (1,060,545) -14.34%
4000 - Public Works				
4100 - Public Works Administration	\$ -	\$ -	\$ 755,750	
4200 - Roads and streets	2,958,157	3,175,050	2,072,935	
4250 - Storm drainage	1,285,997	1,186,740	874,005	
4251 - Canal maintenance	-	423,215	346,815	
4500 - Solid waste and recycling	1,724,166	1,697,800	1,712,730	
4900 - Fleet maintenance	497,419	913,595	573,620	
	<u>\$ 6,465,739</u>	<u>\$ 7,396,400</u>	<u>\$ 6,335,855</u>	

GENERAL:

1. Moved public works administration from water and sewer, administrative costs to be billed to the water and sewer fund (see increase in charges for services).

PERSONNEL AND BENEFITS:

1. Roads and streets budget includes 1 new hire
2. Storm drainage budget includes 1 new hire

CAPITAL OUTLAY:

1. 4100: F-150 Regular Cab
2. 4200: Thermal striping of Pooler Parkway and other road paving projects
3. 4200: 20 Foot Skid Steer trailer
4. 4251: Sangrena Canal improvements
5. 4900: Office/Parts room construction
6. 4900: Pole barn for equipment storage

Approved 2021 capital projects carrying over into 2022

1. Pooler Parkway and SH Morgan
2. Pooler Parkway and Park Avenue
3. Fleet maintenance shop

CITY OF POOLER, GEORGIA

Health and Welfare

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>
5520 - Senior Citizens				
51 - Personnel services and benefits	\$ 79,172	\$ 91,840	\$ 91,420	
52 - Purchased services	25,259	43,500	37,890	
53 - Supplies	16,134	34,250	29,350	
54 - Capital outlay	32,794	-	-	
Total Senior Citizens	<u>\$ 153,359</u>	<u>\$ 169,590</u>	<u>\$ 158,660</u>	\$ (10,930) -6.44%

NOTES:

CITY OF POOLER, GEORGIA

Recreation and Parks

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	
6000 - Recreation and Parks					
51 - Personnel services and benefits	\$ 1,033,287	\$ 1,139,510	\$ 1,246,465		
52 - Purchased services	204,475	303,415	249,550		
53 - Supplies	322,349	431,900	416,550		
54 - Capital outlay	63,490	26,600	218,200		
Total Recreation and Parks	<u>\$ 1,623,601</u>	<u>\$ 1,901,425</u>	<u>\$ 2,130,765</u>	\$ 229,340	12.06%
 6000 - Recreation and Parks					
6100 - Recreation	\$ 1,504,120	\$ 1,755,875	\$ 1,242,720		
6220 - Parks	119,481	145,550	888,045		
	<u>\$ 1,623,601</u>	<u>\$ 1,901,425</u>	<u>\$ 2,130,765</u>		

CAPITAL OUTLAY:

1. 6100: F-150 Crew Cab
2. 6100: Monument sign for Memorial Park
3. 6220: F-250 Crew Cab
4. 6220: 5-Gang Reel mower
5. 6220: John Deere 5090 tractor

CITY OF POOLER, GEORGIA

Housing and Development

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	
7000 - Housing and Development					
51 - Personnel services and benefits	\$ 610,553	\$ 610,770	\$ 744,185		
52 - Purchased services	142,212	288,845	267,705		
53 - Supplies	13,909	17,400	22,660		
54 - Capital outlay	57,221	-	-		
Total Housing and Development	<u>\$ 823,895</u>	<u>\$ 917,015</u>	<u>\$ 1,034,550</u>	\$ 117,535	12.82%
7000 - Housing and Development					
7200 - Inspections	\$ 497,968	\$ 319,305	\$ 328,560		
7410 - Planning and Zoning	325,927	468,420	570,265		
7420 - Code Enforcement	-	129,290	135,725		
	<u>\$ 823,895</u>	<u>\$ 917,015</u>	<u>\$ 1,034,550</u>		

PERSONNEL AND BENEFITS:

1. Planning and zoning budget includes 1 new hire

CITY OF POOLER, GEORGIA

Debt Service Expenditures

<u>Account Description</u>	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	
8000 - Debt Service					
58 - Debt Service	<u>\$ 338,800</u>	<u>\$ 315,550</u>	<u>\$ 295,250</u>	<u>\$ (20,300)</u>	-6.43%

<u>Debt Obligation</u>	<u>Start Date</u>	<u>End Date</u>	<u>Interest Rate</u>	<u>Balance 12/31/21</u>
Fire station project	Feb-12	Dec-26	3.26%	\$ 221,371
2013 Pierce impel triple combination	Mar-14	Mar-23	3.28%	97,258
2009 Pierce arrow xt 100' platform	Mar-15	Mar-23	3.28%	167,485
Fire breathing apparatus and tanks	Apr-17	Apr-27	3.08%	168,616
Playground equipment	Apr-17	Apr-22	3.90%	7,912
(4) Explorers + transit van	Jul-17	Jul-22	2.78%	36,116
				<u>\$ 698,758</u>

CITY OF POOLER, GEORGIA

Other Financing Sources (Uses)

ACCOUNT DESCRIPTION	2020 Actual	Amended 2021 Budget	Proposed 2022 Budget	Inc (Dec) Over Prior Year Budget	
Other financing sources					
Interfund transfers in	\$ 610,596	\$ 925,000	\$ 950,000	\$ 25,000	
Reimbursements for damaged property	58,223	18,800	-	(18,800)	
Proceeds of capital asset dispositions	40,085	139,000	-	(139,000)	
General long-term debt issued	13,857	-	1,275,000	1,275,000	
Other financing uses					
Interfund transfers out	-	-	-	-	
Total other financing sources	\$ 722,761	\$ 1,082,800	\$ 2,225,000	\$ 1,142,200	105.49%

NOTES:

1. Transfer in from Hotel / Motel Tax fund
2. Capital lease proceeds to purchase fire truck

CITY OF POOLER, GEORGIA

Tree Fund 2022 Budget

	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	<u>% Inc (Dec) Over Prior Year Budget</u>
Revenues					
Private contributions and donations	\$ -	\$ -	\$ -	\$ -	
Interest income	-	-	-	-	
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Expenditures					
Parks	-	141,120	350,000	208,880	
Total expenditures	<u>-</u>	<u>141,120</u>	<u>350,000</u>	<u>208,880</u>	148.02%
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(141,120)</u>	<u>(350,000)</u>	<u>(208,880)</u>	
Other financing sources (uses)					
Interfund transfers in	-	437,852	-	(437,852)	
Total other financing sources (uses)	<u>-</u>	<u>437,852</u>	<u>-</u>	<u>(437,852)</u>	
Net change in fund balance	<u>\$ -</u>	<u>\$ 296,732</u>	<u>\$ (350,000)</u>	<u>\$ (646,732)</u>	

NOTES:

1. Enlarge pond, enhance landscaping and add parking lot at Memorial Park

CITY OF POOLER, GEORGIA
 Lodging Tax Fund 2022 Budget

	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	<u>% Inc (Dec) Over Prior Year Budget</u>
Revenues					
Lodging tax	\$ 1,221,193	\$ 1,850,000	\$ 1,900,000	\$ 50,000	
Total revenues	<u>1,221,193</u>	<u>1,850,000</u>	<u>1,900,000</u>	<u>50,000</u>	2.70%
Expenditures					
Tourism	610,596	925,000	950,000	25,000	
Total expenditures	<u>610,596</u>	<u>925,000</u>	<u>950,000</u>	<u>25,000</u>	2.70%
Excess (deficiency) of revenues over (under) expenditures	<u>610,597</u>	<u>925,000</u>	<u>950,000</u>	<u>25,000</u>	
Other financing sources (uses)					
Interfund transfers out	(610,597)	(925,000)	(950,000)	(25,000)	
Total other financing sources (uses)	<u>(610,597)</u>	<u>(925,000)</u>	<u>(950,000)</u>	<u>(25,000)</u>	
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

NOTES:

CITY OF POOLER, GEORGIA

SPLOST Fund 2022 Budget

	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	<u>% Inc (Dec) Over Prior Year Budget</u>
Revenue					
SPLOST	\$ 4,087,590	\$ 6,000,000	\$ 6,200,000	\$ 200,000	
Interest income	11,491	10,000	2,000	(8,000)	
Total revenue	<u>4,099,081</u>	<u>6,010,000</u>	<u>6,202,000</u>	<u>192,000</u>	3.19%
Expenditures					
Public safety	-	1,621,140	1,166,170	(454,970)	
Roads and streets	504,811	948,415	774,400	(174,015)	
Storm drainage	388,340	2,833,935	648,770	(2,185,165)	
Recreation	980,075	-	156,960	156,960	
Debt service	2,219,125	1,496,690	1,499,530	2,840	
Total expenditures	<u>4,092,351</u>	<u>6,900,180</u>	<u>4,245,830</u>	<u>(2,654,350)</u>	-38.47%
Change in fund balance	<u>\$ 6,730</u>	<u>\$ (890,180)</u>	<u>\$ 1,956,170</u>	<u>\$ 2,846,350</u>	

NOTES:

1. New referendum (SPLOST VII) runs October 1, 2020 through September 30, 2026; estimated proceeds are \$25,644,300,
2. The SPLOST fund reports project length budgets,
3. Debt service payments are for the municipal complex,
4. Debt service on the municipal building to be funded by the SPLOST fund in 2021 and 2022. Beginning in 2023 the debt service will flip to the general fund. The loan matures in 2030.
5. Other current projects are:
 - Jimmy Deloach fire station
 - Quacco Road widening
 - Pipemakers canal improvements
 - Tennis complex

CITY OF POOLER, GEORGIA

Water and Sewer Fund 2022 Budget Summary

	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	<u>% Inc (Dec) Over Prior Year Budget</u>
Operating revenues					
Charges for services	\$ 9,404,014	\$ 8,582,460	\$ 9,219,048		
Total operating revenues	<u>9,404,014</u>	<u>8,582,460</u>	<u>9,219,048</u>	\$ 636,588	7.42%
Operating expenses					
Sewer and WWTP	5,068,391	4,523,850	4,825,654		
Water	3,927,155	3,705,060	4,014,354		
Total operating expenses	<u>8,995,546</u>	<u>8,228,910</u>	<u>8,840,008</u>	611,098	7.43%
Operating income	<u>408,468</u>	<u>353,550</u>	<u>379,040</u>		
Non-operating revenue (expense)					
Interest income	108,274	15,000	15,000		
Interest expense	(228,357)	(368,550)	(394,040)		
Total Non-operating revenue (expense)	<u>(120,083)</u>	<u>(353,550)</u>	<u>(379,040)</u>	(25,490)	7.21%
Income before capital contributions	<u>288,385</u>	<u>-</u>	<u>-</u>		
Capital contributions					
Tap fees	628,270	250,000	250,000		
Capital cost recovery fees	1,973,276	986,000	905,900		
Total capital contributions	<u>2,601,546</u>	<u>1,236,000</u>	<u>1,155,900</u>	(80,100)	-6.48%
Net change in net position	<u>\$ 2,889,931</u>	<u>\$ 1,236,000</u>	<u>\$ 1,155,900</u>		

CITY OF POOLER, GEORGIA

Water and Sewer Fund 2022 Budget Detail

	<u>2020 Actual</u>	<u>Amended 2021 Budget</u>	<u>Proposed 2022 Budget</u>	<u>\$ Inc (Dec) Over Prior Year Budget</u>	
Operating revenues					
Charges for services:					
Water charges	\$ 4,077,716	\$ 3,918,000	\$ 4,052,500	\$ 134,500	
Sewer charges	5,164,692	4,562,460	5,074,548	512,088	
Miscellaneous charges	161,606	102,000	92,000	(10,000)	
Total operating revenue	<u>9,404,014</u>	<u>8,582,460</u>	<u>9,219,048</u>	<u>636,588</u>	7.42%
Operating expenses					
4300 - Sewer and WWTP					
52 - Purchased services	2,321,579	1,508,600	1,412,994	(95,606)	
53 - Supplies	1,314,610	1,485,250	1,631,980	146,730	
56 - Depreciation	1,432,202	1,530,000	1,530,000	-	
Total sewer and WWTP	<u>5,068,391</u>	<u>4,523,850</u>	<u>4,825,654</u>	<u>301,804</u>	6.67%
4400 - Water operations					
51 - Personnel services and benefits	971,593	978,680	800,820	(177,860)	
52 - Purchased services	629,035	578,105	667,929	89,824	
53 - Supplies	1,903,459	1,747,275	1,893,925	146,650	
56 - Depreciation	423,068	401,000	401,000	-	
Total water operations	<u>3,927,155</u>	<u>3,705,060</u>	<u>4,014,354</u>	<u>309,294</u>	8.35%
Total operating expenses	<u>8,995,546</u>	<u>8,228,910</u>	<u>8,840,008</u>	<u>611,098</u>	7.43%
Operating income	<u>408,468</u>	<u>353,550</u>	<u>379,040</u>	<u>25,490</u>	
Non-operating revenue (expense)					
Interest income	108,274	15,000	15,000	-	
Interest expense	(228,357)	(368,550)	(394,040)	(25,490)	
Total Non-operating revenue (expense)	<u>(120,083)</u>	<u>(353,550)</u>	<u>(379,040)</u>	<u>(25,490)</u>	7.21%
Income before capital contributions	<u>288,385</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Capital contributions					
Tap fees	628,270	250,000	250,000	-	
Capital cost recovery fees	1,973,276	986,000	905,900	(80,100)	
Total capital contributions	<u>2,601,546</u>	<u>1,236,000</u>	<u>1,155,900</u>	<u>(80,100)</u>	-6.48%
Net change in net position	<u>\$ 2,889,931</u>	<u>\$ 1,236,000</u>	<u>\$ 1,155,900</u>	<u>\$ (80,100)</u>	

NOTES:

1. Completion date for wastewater treatment plant expansion is May 1, 2023
2. East Highway 80 12" water main replacement
3. Parsons/Gray/Rothwell water main replacement
4. Well #2 abandonment