



Making a difference...together

REPORT TO MAGIC LAKE ESTATES WATER AND SEWER LOCAL SERVICES COMMITTEE

SUBJECT REVENUE AND EXPENDITURE STATEMENT AS AT JUNE 30, 2011

BACKGROUND

The attached statement provides a high level summary of the revenues and expenditures of the Magic Lake Estates Water and Sewer Services, for both operating and capital as at June 30, 2011 and the projected forecast up to the end of the year.

COMMENTS

MAGIC LAKE ESTATES WATER SERVICE

a) Revenue

User charge revenue is on target. Parcel tax revenue for the year will be received in August.

b) Operating Expenditures

Operating expenditures are below target and a surplus of \$63,862 is forecast for the 2011 year. Forecast costs are lower than budget for vehicles, travel, other operating costs and debt servicing (due to lower than estimated interest rate on borrowing to date for the upgrade project). The forecast surplus is based partly on the assumption that the \$50,472 contingency will not be required.

c) Capital Expenditures

The status of the 2011 Capital Plan is as follows:

Project	Status	Budget	Expense to Jun 30	Percent Complete
Upgrade Project*	<ul style="list-style-type: none"> • Comprehensive Review by AECOM behind schedule – final report expected August. • Tender for major treatment process equipment package closes August 3, 2011 • Buck Lake dam spillway design pending acceptance by MOE 	\$8,012,500	\$298,073	4%

*Multi-year project. Capital Plan estimated 2011 expense is \$1,816,000 (23% of total).

MAGIC LAKE ESTATES SEWER SERVICE

a) Revenue

User charge revenue is on target. Parcel tax revenue for the year will be received in August.

Magic Lake Water and Sewer Local Services Committee
Re: Revenue and Expenditure Statements as at June 30, 2011
Page 2

b) Operating Expenditures

Operating expenditures are below target and a surplus of \$49,361 is forecast for the 2011 year. Forecast costs are lower than budget for operating labour, vehicles, travel and other operating costs. The forecast surplus is based partly on the assumption that the \$37,361 contingency will not be required.

c) Capital Expenditures

The status of the 2011 Capital Plan is as follows:

Project	Status	Budget	Expense to Jun 30	Percent Complete
Asset Condition Evaluation, Engineering Study	<ul style="list-style-type: none">• Stantec Inc. awarded contract to complete the study• Approx. 50% complete as at July 29	\$50,000	\$0*	15%

*No invoices entered as at June 30; \$6,139 invoiced and entered as at July 29.

RECOMMENDATION

That the Magic Lake Estates Water and Sewer Local Services Committee receive this report.



Tim Tanton, MPA, PEng
Senior Manager, Infrastructure Engineering



Rajat Sharma
Senior Manager, Financial Services



J.A. (Jack) Hull, MBA, PEng
General Manager, Integrated Water Services
Concurrence

CS/TT:ls
Attachments: 2

CAPITAL REGIONAL DISTRICT
 QUARTERLY SUMMARY OF REVENUE AND EXPENDITURE
 MAGIC LAKE ESTATES WATER SERVICE
 FOR THE 2ND QUARTER ENDING JUNE 30, 2011

	JUNE YTD ACTUAL	2011 FORECAST	2011 ANNUAL BUDGET
REVENUE			
Sale of Water			
User Charge	(125,063)	(249,750)	(249,750)
Parcel tax requisition		(569,466)	(569,466)
Other income	(10,388)	(24,111)	(24,111)
Prior year surplus c/f	(241,201)	(241,201)	(241,201)
	<u>(376,652)</u>	<u>(1,084,528)</u>	<u>(1,084,528)</u>
EXPENDITURE			
Contract for services	189	189	
Operating labour	85,033	221,262	221,262
Administration and engineering	24,115	59,500	59,500
Other labour	1,250	2,500	2,500
Vehicles	6,562	16,000	21,130
Water quality oversight	864	1,728	1,728
Travel expenses	830	3,000	7,799
Rentals and Leases		900	900
Licences, surveys, fees	250	980	980
Utilities	5,224	12,100	9,500
Other operating costs	3,497	15,450	21,450
Corp services, insurance, legal	13,278	22,950	22,950
Water testing	4,782	17,500	17,500
Equipment repair materials	7,666	33,910	33,910
Electricity	8,405	22,100	20,100
Other Supplies	904	700	700
Chemical Supplies	2,432	5,000	5,000
Operating supplies	2,002	10,550	10,550
Land Rental	#N/A	#N/A	#N/A
*Operating Projects (actuals only)	#N/A	#N/A	#N/A
Contingency			50,472
Debt Servicing	52,375	75,142	77,392
MFA Debt Reserve	2,500	2,640	2,640
Transfer to Capital Fund		352,000	352,000
Transfer to Capital Reserve Fund		144,565	144,565
Prior year deficit c/f			
	<u>222,157</u>	<u>1,020,666</u>	<u>1,084,528</u>
(SURPLUS)/DEFICIT	<u>(154,495)</u>	<u>(63,862)</u>	<u>0</u>

Note * actual in operating projects use separate accounts that are budgeted in another line.

CAPITAL REGIONAL DISTRICT
 QUARTERLY SUMMARY OF REVENUE AND EXPENDITURE
 MAGIC LAKE ESTATES SEWER SERVICE
 FOR THE 2ND QUARTER ENDING JUNE 30, 2011

	JUNE YTD ACTUAL	2011 FORECAST	2011 ANNUAL BUDGET
REVENUE			
Sale - Sewer Use	#N/A	#N/A	#N/A
User Charge	(83,912)	(167,824)	(167,824)
Parcel tax requisition		(272,220)	(272,220)
Other income	(1,282)	(22,929)	(22,929)
Prior year surplus c/f			
	<u>(85,194)</u>	<u>(462,973)</u>	<u>(462,973)</u>
EXPENDITURE			
Contract for services	9,206	20,700	20,700
Operating labour	71,090	165,581	172,581
Administration and engineering	12,283	29,830	29,830
Other labour	1,250	2,500	2,500
Vehicles	5,943	12,286	16,286
Travel expenses	341	3,398	5,398
Rentals and Leases		350	350
Licences, surveys, fees	144	1,200	1,200
Utilities	5,651	14,500	14,500
Other operating costs	227	8,000	14,000
Disposal Costs	10,119	24,000	24,000
Corp services, insurance, legal	10,364	16,270	16,270
Water testing			
Equipment repair materials	5,677	10,880	8,380
Electricity	5,612	17,000	17,000
Other Supplies		150	150
Chemical Supplies	6,751	7,857	4,857
Operating supplies	5,683	10,410	8,910
Land Rental		50	50
Marine Monitoring/Lab	3,215	24,310	24,310
*Operating Projects (actuals only for mm)	618		
Contingency			37,361
Debt Servicing	8,522	10,570	10,570
MFA Debt Reserve		280	280
Transfer to Capital Fund		33,490	33,490
Transfer to Capital Reserve Fund			
	<u>162,697</u>	<u>413,612</u>	<u>462,973</u>
(SURPLUS)/DEFICIT	<u>77,503</u>	<u>(49,361)</u>	<u>(0)</u>

Note * actual in operating projects use separate accounts that are budgeted in another line.