

**REPORT TO THE REGIONAL WATER SUPPLY COMMISSION
MEETING OF WEDNESDAY, 21 SEPTEMBER 2011**

SUBJECT: REVENUE AND EXPENDITURE STATEMENT AS AT JULY 31, 2011

BACKGROUND:

The attached statement (Attachment 1) provides the high level summary of the revenues and expenditures of the Regional Water Supply system as at July 31, 2011 and the projected forecast up to the end of the year.

COMMENTS:

Revenues from water sales are not uniform through out the year due to seasonal variations in demand. Also, debt servicing expenditures are not uniform through out the year. Transfers to Water capital fund is expended at the end of the year when excess funds available for transfer are known. Water use is typically highest in the months of July-September and debt servicing expenditures are due mostly during the last quarter of the year.

a) Revenue

Current year's volume up to July 2011 is 13.4% (3,976,000 cu. metres) lower than the last 5 year average for the same time frame. The forecasted volume for the year is 6.1% lower than budgeted volume.

Budgeted volume for the year is 48,945,000 cubic metres, the projected volume is expected to be 45,952,000 cubic metres which is 2,993,000 cu. metres less.

b) Expenditures

The year to date operating expenditures are lower than budget due to timing. The net projected cash position for the year end is a deficit of \$1,212,000 million assuming the budgeted amount of \$2,045,736 is transferred to fund capital.

The annual bill for the average household for the wholesale portion of a water bill is projected to be \$122.47 compared to the budget amount of \$130.43.

RECOMMENDATION:

That the Regional Water Supply Commission receive the staff report for information.



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for 

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Note: In the event of a deficit the amount transferred to capital would be reduced.

CAPITAL REGIONAL DISTRICT
STATEMENT OF REVENUE AND EXPENDITURE
REGIONAL WATER SUPPLY
FOR THE SEVEN MONTHS ENDED JULY 31, 2011

	YTD			
	JULY YTD ACTUAL	SEASONAL BUDGET	DEC/31/2011 PROJECTION	ANNUAL BUDGET
REVENUE:				
Sale of water	\$ 14,196,062	\$ 15,728,144	\$ 25,503,522	\$ 27,164,408
Other income	9,964	13,708	65,797	77,600
Sale of Logs	-	-	-	-
Unaccounted Water	330,141	330,143	565,960	565,960
Prior years carried forward surplus	-	-	-	-
TOTAL	\$ 14,536,167	\$ 16,071,995	\$ 26,135,279	\$ 27,807,968
EXPENDITURE:				
Operating Expenditures	\$ 5,232,422	\$ 6,025,312	\$ 10,082,376	\$ 10,329,106
Finance - Debt	7,386,540	7,500,315	13,898,496	14,052,871
Transfer to Equipment Replacement Fund	194,922	194,924	334,155	334,155
Transfer To Water Capital Fund	-	-	2,045,736	2,045,736
Transfer To M.F.A. Debt Reserve fund	15,000	40,000	62,100	121,100
Agriculture Rate Subsidy	21,514	9,250	925,000	925,000
Prior Years carried forward Deficit	-	-	-	-
TOTAL	\$ 12,850,398	\$ 13,769,800	\$ 27,347,863	\$ 27,807,968
SURPLUS/(DEFICIT)	\$ 1,685,769	\$ 2,302,195	\$ (1,212,584)	\$ -