

FY 2023 AMENDMENT #8 BUDGET ORDINANCE (PWCORD2023-05)

BE IT ORDAINED BY THE COMMISSIONERS OF THE FAYETTEVILLE PUBLIC WORKS COMMISSION (PWC):

That the Fayetteville Public Works Commission Budget Ordinance adopted June 8, 2022 is hereby amended as follows:

Section 1. It is estimated that the following revenues and other financing sources will be available during the fiscal year beginning July 1, 2022, and ending June 30, 2023, to meet the appropriations listed in Section 2.

	Listed As	Revision	Revised Amount
<u>Schedule A: Electric Fund</u>			
Electric Revenues	\$ 202,737,000	\$ -	\$ 202,737,000
Operating and Other Revenues	15,157,800	2,543,600	17,701,400
BWGP Lease Payment	12,760,000	(506,200)	12,253,800
Customer Contributions	1,216,400	543,500	1,759,900
Budgetary Appropriations	45,314,900	7,650,100	52,965,000
Total Estimated Electric Fund Revenues	\$ 277,186,100	\$ 10,231,000	\$ 287,417,100

<u>Schedule B: Water and Wastewater Fund</u>			
Water Revenues	\$ 54,926,500	\$ 1,600,000	\$ 56,526,500
Wastewater Revenues	60,948,100	1,380,000	62,328,100
Operating and Other Revenues	8,033,500	751,700	8,785,200
Customer Contributions	5,537,000	1,329,400	6,866,400
Intergovernmental Revenue - Assessments	1,290,000	-	1,290,000
Budgetary Appropriations	11,769,300	(3,409,200)	8,360,100
Total Est Water and Wastewater Fund Revenues	\$ 142,504,400	\$ 1,651,900	\$ 144,156,300

Grand Total **\$ 419,690,500** **\$ 11,882,900** **\$ 431,573,400**

Section 2. The following amounts are hereby appropriated for the operations of the Fayetteville Public Works Commission and its activities for the fiscal year beginning July 1, 2022, and ending June 30, 2023, according to the following schedules:

	Listed As	Revision	Revised Amount
<u>Schedule A: Electric Fund</u>			
Operating Expenditures	\$ 214,905,900	\$ 10,000,000	\$ 224,905,900
Debt Service	2,916,400	231,000	3,147,400
Capital	25,186,800	(724,300)	24,462,500
Payment in Lieu of Taxes - City	12,405,800	-	12,405,800
Budgetary Appropriations	21,771,200	724,300	22,495,500
Total Estimated Electric Fund Expenditures	\$ 277,186,100	\$ 10,231,000	\$ 287,417,100

<u>Schedule B: Water and Wastewater Fund</u>			
Operating Expenditures	\$ 78,944,700	\$ -	\$ 78,944,700
Debt Service	29,556,600	(1,576,700)	27,979,900
Capital	21,220,600	(991,600)	20,229,000
Budgetary Appropriations	12,782,500	4,220,200	17,002,700
Total Est Water and Wastewater Fund Expenditures	\$ 142,504,400	\$ 1,651,900	\$ 144,156,300

Grand Total **\$ 419,690,500** **\$ 11,882,900** **\$ 431,573,400**

Section 3. That appropriations herein authorized shall have the amount of outstanding purchase orders as of June 30, 2022, added to each appropriation as it appears in order to account for the payment against the fiscal year in which it is paid

Adopted this 14th day of June, 2023.

ELECTRIC & W/WW FUNDS SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2023	AMD #1-7 FY 2023	AMD #8 FY 2023	AMENDED BUDGET FY 2023
ELECTRIC FUND:				
REVENUES	\$229,829,800	(\$508,400)	\$2,037,400	\$231,358,800
CONTRIBUTIONS AND/OR GRANTS	1,216,400	0	543,500	1,759,900
REMITTANCES FROM CITY	0	1,333,400	0	1,333,400
APPR. FROM RATE STABILIZATION FUND	5,000,000	9,053,600	(255,000)	13,798,600
TRANS FROM DOT E RAEFORD RD CPF	0	123,200	0	123,200
TRANSFER FROM REPS	1,867,300	464,500	185,600	2,517,400
TRANSFER FROM COAL ASH RESERVE	7,175,700	0	374,600	7,550,300
TRANSFER FROM BUDGET CARRYOVER	216,500	111,400	0	327,900
TRANSFER FROM CAPITALIZED INTEREST FUND	130,000	0	0	130,000
APPR. FROM ELECTRIC NET POSITION	13,021,900	8,150,800	7,344,900	28,517,600
TOTAL REVENUES ELECTRIC	\$258,457,600	\$18,728,500	\$10,231,000	\$287,417,100
EXPENDITURES				
EXPENDITURES	\$57,339,300	\$979,200	\$0	\$58,318,500
PURCHASED POWER & GENERATION	147,998,300	8,695,200	10,000,000	166,693,500
BOND INTEREST EXPENSE	1,030,600	0	0	1,030,600
BOND INTEREST AMORTIZATION	(172,600)	0	0	(172,600)
OTHER FINANCE COST	24,100	0	0	24,100
INTEREST - LEASES	50,300	(7,900)	0	42,400
PAYMENT IN LIEU OF TAXES - CITY	12,405,800	0	0	12,405,800
CAPITAL EXPENDITURES	21,242,400	3,944,400	(724,300)	24,462,500
DEBT RELATED PAYMENTS	1,162,700	0	0	1,162,700
PRINCIPAL PAYMENT-LEASES	0	723,100	231,000	954,100
APPR. TO RATE STABILIZATION FUND	1,319,000	5,355,200	0	6,674,200
TRANSFER TO REPS RESERVE	2,275,900	0	0	2,275,900
BWGP START COST RESERVE	60,000	637,300	0	697,300
TRANSFER TO BUDGET CARRYOVER RESERVE	0	0	724,300	724,300
TRANSFER TO ANNEXATION PH V RESERVE - CITY FUND PORTION	5,487,800	0	0	5,487,800
TRANSFER TO COAL ASH RESERVE	3,573,000	854,700	0	4,427,700
TRANSFER TO ELECTRIC SUBSTATION REBUILD	3,000,000	(3,000,000)	0	0
TRANSFER TO TRANS EQUIPMENT CPF	1,411,000	317,600	0	1,728,600
LEGAL RESERVE	250,000	229,700	0	479,700
APPR. TO ELECTRIC NET POSITION	0	0	0	0
TOTAL EXPENDITURES ELECTRIC	\$258,457,600	\$18,728,500	\$10,231,000	\$287,417,100
WATER & WASTEWATER FUND:				
REVENUES	\$123,908,100	\$0	\$3,731,700	\$127,639,800
CONTRIBUTIONS AND GRANTS	5,537,000	0	1,329,400	6,866,400
REMITTANCES FROM CITY	1,290,000	0	0	1,290,000
APPR. FROM ANNEX PH V RES. FUND	4,940,400	0	0	4,940,400
TRANSFER FROM CAPITALIZED INTEREST FUND	1,311,600	0	0	1,311,600
TRANSFER FROM BUDGET CARRYOVER RES	2,102,500	(78,900)	0	2,023,600
TRANSFER FROM WATER CAPITAL RESERVE	0	84,500	0	84,500
APPR. FROM W/WW NET POSITION	0	3,409,200	(3,409,200)	0
TOTAL REVENUES WATER & WASTEWATER	\$139,089,600	\$3,414,800	\$1,651,900	\$144,156,300
EXPENDITURES				
EXPENDITURES	\$79,534,500	\$370,800	\$0	\$79,905,300
BOND INTEREST EXPENSE	11,319,400	0	0	11,319,400
BOND INTEREST - AMORTIZATION	(1,034,700)	0	0	(1,034,700)
LOAN INTEREST EXPENSE	462,500	0	(185,500)	277,000
OTHER FINANCE COST	31,700	0	0	31,700
INTEREST - LEASES	50,300	(7,900)	0	42,400
CAPITAL EXPENDITURES	19,208,000	2,012,600	(991,600)	20,229,000
DEBT RELATED PAYMENTS	13,147,600	0	0	13,147,600
LOAN PRINCIPAL PAYMENTS	3,904,000	0	(1,622,200)	2,281,800
PRINCIPAL PAYMENT LEASES	0	723,100	231,000	954,100

ELECTRIC & W/WW FUNDS SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2023	AMD #1-7 FY 2023	AMD #8 FY 2023	AMENDED BUDGET FY 2023
APPR. TO RATE STABILIZATION FUND	250,000	0	0	250,000
APPR. TO ANNEXATION PHASE V RESERVE	2,202,700	0	0	2,202,700
TRANSFER TO DIRECTED GRANT PROJECT FUND	0	200,000	0	200,000
TRANSFER TO PARTICIPATION RESERVE	0	0	146,300	146,300
TRANSFER TO ANNEXATION PHASE V RESERVE	2,100,000	0	0	2,100,000
TRANSFER TO NCDOT RESERVE	5,472,300	0	307,700	5,780,000
TRANSFER TO TRANS EQUIPMENT CPF	1,835,000	278,200	0	2,113,200
BUDGET CARRYOVER RESERVE	0	0	991,600	991,600
LEGAL RESERVE	250,000	194,300	0	444,300
APPR. TO W/WW NET POSITION	356,300	(356,300)	2,774,600	2,774,600
TOTAL EXPEND. WATER & WASTEWATER	\$139,089,600	\$3,414,800	\$1,651,900	\$144,156,300
TOTAL ELECTRIC & W/WW	\$397,547,200	\$22,143,300	\$11,882,900	\$431,573,400

ELECTRIC FUND SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2023	AMD #1-7 FY 2023	AMD #8 FY 2023	AMENDED BUDGET FY 2023
ELECTRIC OPERATING REVENUE	\$228,507,800	(\$508,400)	\$1,368,400	\$229,367,800
OTHER ELECTRIC REVENUE	1,322,000	0	669,000	1,991,000
TOTAL OPERATING & OTHER REVENUE	\$229,829,800	(\$508,400)	\$2,037,400	\$231,358,800
CONTRIBUTIONS AND GRANTS	\$1,216,400	\$0	\$543,500	\$1,759,900
REMITTANCES FROM CITY	0	1,333,400	0	1,333,400
APPR. FROM RATE STABILIZATION FUND	5,000,000	9,053,600	(255,000)	13,798,600
TRANS FROM DOT E RAEFORD RD CPF	0	123,200	0	123,200
TRANSFER FROM REPS	1,867,300	464,500	185,600	2,517,400
TRANSFER FROM COAL ASH RESERVE	7,175,700	0	374,600	7,550,300
TRANSFER FROM BUDGET CARRYOVER	216,500	111,400	0	327,900
CAPITALIZED INTEREST	130,000	0	0	130,000
APPR. FROM ELECTRIC NET POSITION	13,021,900	8,150,800	7,344,900	28,517,600
TOTAL ELECTRIC REVENUE	\$258,457,600	\$18,728,500	\$10,231,000	\$287,417,100
ELECTRIC DIVISION - DISTRIBUTION	\$26,441,400	\$66,900	\$0	\$26,508,300
ELECT. DIV. - PURCHASED POWER & GEN.	147,998,300	8,695,200	10,000,000	166,693,500
MANAGEMENT DIVISION	4,016,000	0	0	4,016,000
COMM. & COMMUNITY RELATIONS DIVISION	752,900	0	0	752,900
LEGAL DIVISION	180,200	0	0	180,200
CUSTOMER CARE DIVISION	5,536,600	296,600	0	5,833,200
ADMINISTRATIVE DIVISION	14,170,600	582,000	0	14,752,600
FINANCIAL DIVISION	3,565,900	400	0	3,566,300
GENERAL & ADMINISTRATION	9,280,800	33,300	0	9,314,100
DEPRECIATION EXPENSE	20,152,400	0	0	20,152,400
OVERHEAD CLEARING	(6,777,700)	0	0	(6,777,700)
BOND INTEREST EXPENSE	1,030,600	0	0	1,030,600
BOND INTEREST - AMORTIZATION	(172,600)	0	0	(172,600)
OTHER FINANCE COST	24,100	0	0	24,100
INTEREST - LEASES	50,300	(7,900)	0	42,400
PAYMENT IN LIEU OF TAXES - CITY	12,405,800	0	0	12,405,800
TOTAL OPERATING & OTHER EXPENSES	\$238,655,600	\$9,666,500	\$10,000,000	\$258,322,100
NET OPERATING RESULTS	(\$8,825,800)	(\$10,174,900)	(\$7,962,600)	(\$26,963,300)
CAPITAL EXPENDITURES	\$21,242,400	\$3,944,400	(\$724,300)	\$24,462,500
DEBT RELATED PAYMENTS	1,162,700	0	0	1,162,700
PRINCIPAL PAYMENT-LEASES	0	723,100	231,000	954,100
DEPRECIATION/AMORTIZATION ADJUSTMENT	(19,979,800)	0	0	(19,979,800)
TOTAL SUPPLEMENTAL EXPENDITURES	\$2,425,300	\$4,667,500	(\$493,300)	\$6,599,500
TOTAL EXPENSES & SUPPLEMENTAL EXP.	\$241,080,900	\$14,334,000	\$9,506,700	\$264,921,600
APPR. TO RATE STABILIZATION FUND	\$1,319,000	\$5,355,200	\$0	\$6,674,200
TRANSFER TO REPS RESERVE	2,275,900	0	0	2,275,900
BWGP START COST RESERVE	60,000	637,300	0	697,300
TRANSFER TO BUDGET CARRYOVER RESERVE	0	0	724,300	724,300
TRANSFER TO ANNEXATION PHASE V RES - CITY FD PORTION	5,487,800	0	0	5,487,800
TRANSFER TO COAL ASH RESERVE	3,573,000	854,700	0	4,427,700
TRANSFER TO ELECTRIC SUBSTATION REBUILD	3,000,000	(3,000,000)	0	0
TRANSFER TO TRANS EQUIPMENT CPF	1,411,000	317,600	0	1,728,600
LEGAL RESERVE	250,000	229,700	0	479,700
APPR. TO ELECTRIC NET POSITION	0	0	0	0
TOTAL BUDGETARY APPROPRIATIONS	\$17,376,700	\$4,394,500	\$724,300	\$22,495,500
TOTAL ELECTRIC EXPENDITURES	\$258,457,600	\$18,728,500	\$10,231,000	\$287,417,100

WATER & WASTEWATER FUND SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2023	AMD #1-7 FY 2023	AMD #8 FY 2023	AMENDED BUDGET FY 2023
WATER OPERATING REVENUE	\$54,926,500	\$0	\$1,600,000	\$56,526,500
SANITARY SEWER OPERATING REVENUE	60,948,100	0	1,380,000	62,328,100
OTHER OPERATING REVENUE	7,391,900	0	307,700	7,699,600
OTHER WATER & SAN. SEWER REVENUE	641,600	0	444,000	1,085,600
TOTAL OPERATING & OTHER REVENUE	\$123,908,100	\$0	\$3,731,700	\$127,639,800
CONTRIBUTIONS AND GRANTS	\$5,537,000	\$0	\$1,329,400	\$6,866,400
REMITTANCES FROM CITY	1,290,000	0	0	1,290,000
APPR. FROM ANNEX PH V RES. FUND	4,940,400	0	0	4,940,400
TRANSFER FROM CAPITALIZED INTEREST FUND	1,311,600	0	0	1,311,600
TRANSFER FROM BUDGET CARRYOVER RES	2,102,500	(78,900)	0	2,023,600
TRANSFER FROM WATER CAPITAL RESERVE	0	84,500	0	84,500
APPR. FROM W/WW NET POSITION	0	3,409,200	(3,409,200)	0
TOTAL WATER & WASTEWATER REVENUE	\$139,089,600	\$3,414,800	\$1,651,900	\$144,156,300
WATER RESOURCES DIVISION	\$48,723,100	(\$200,000)	\$0	\$48,523,100
MANAGEMENT DIVISION	2,629,400	0	0	2,629,400
COMM. & COMMUNITY RELATIONS DIVISION	747,600	0	0	747,600
LEGAL DIVISION	180,200	0	0	180,200
CUSTOMER CARE DIVISION	4,698,200	21,700	0	4,719,900
ADMINISTRATIVE DIVISION	15,253,300	582,000	0	15,835,300
FINANCIAL DIVISION	3,528,300	400	0	3,528,700
GENERAL & ADMINISTRATION	10,953,000	(33,300)	0	10,919,700
DEPRECIATION EXPENSE - WATER	13,233,200	0	0	13,233,200
DEPRECIATION EXPENSE - SEWER	16,337,500	0	0	16,337,500
OVERHEAD CLEARING	(8,213,300)	0	0	(8,213,300)
BOND INTEREST EXPENSE	11,319,400	0	0	11,319,400
BOND INTEREST - AMORTIZATION	(1,034,700)	0	0	(1,034,700)
LOAN INTEREST EXPENSE	462,500	0	(185,500)	277,000
OTHER FINANCE COST	31,700	0	0	31,700
INTEREST - LEASES	50,300	(7,900)	0	42,400
TOTAL OPERATING & OTHER EXPENSES	\$118,899,700	\$362,900	(\$185,500)	\$119,077,100
NET OPERATING RESULTS	\$5,008,400	(\$362,900)	\$3,917,200	\$8,562,700
CAPITAL EXPENDITURES	\$19,208,000	\$2,012,600	(\$991,600)	\$20,229,000
DEBT RELATED PAYMENTS	13,147,600	0	0	13,147,600
LOAN PRINCIPAL PAYMENTS	3,904,000	0	(1,622,200)	2,281,800
PRINCIPAL PAYMENT-LEASES	0	723,100	231,000	954,100
DEPRECIATION/AMORTIZATION ADJUSTMENT	(28,536,000)	0	0	(28,536,000)
TOTAL SUPPLEMENTAL EXPENDITURES	\$7,723,600	\$2,735,700	(\$2,382,800)	\$8,076,500
TOTAL EXPENSES & SUPPLEMENTAL EXP.	\$126,623,300	\$3,098,600	(\$2,568,300)	\$127,153,600
APPR. TO RATE STABILIZATION FUND	\$250,000	\$0	\$0	\$250,000
APPR. TO ANNEXATION PHASE V RESERVE	2,202,700	0	0	2,202,700
TRANSFER TO ANNEXATION PHASE V RESERVE	2,100,000	0	0	2,100,000
TRANSFER TO DIRECTED GRANT PROJECT FUND	0	200,000	0	200,000
TRANSFER TO PARTICIPATION RESERVE	0	0	146,300	146,300
TRANSFER TO NCDOT RESERVE	5,472,300	0	307,700	5,780,000
TRANSFER TO TRANS EQUIPMENT CPF	1,835,000	278,200	0	2,113,200
TRANSFER TO BUDGET CARRYOVER RES	0	0	991,600	991,600
LEGAL RESERVE	250,000	194,300	0	444,300
APPR. TO W/WW NET POSITION	356,300	(356,300)	2,774,600	2,774,600
TOTAL BUDGETARY APPROPRIATIONS	\$12,466,300	\$316,200	\$4,220,200	\$17,002,700
TOTAL WATER & W/WW EXPENDITURES	\$139,089,600	\$3,414,800	\$1,651,900	\$144,156,300