

FY 2024 AMENDMENT #2 BUDGET ORDINANCE (PWCORD2023-30)

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

That the Fayetteville Public Works Commission Budget Ordinance adopted May 24, 2023 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, 2023, and ending June 30, 2024, to meet the appropriations listed in Section 2.

	Listed As	Revision	Revised Amount
<u>Schedule A: Electric Fund</u>			
Electric Revenues	\$ 214,335,300	\$ -	\$ 214,335,300
Operating and Other Revenues	16,357,600	-	16,357,600
BWGP Lease Payment	12,517,500	-	12,517,500
Customer Contributions	2,243,300	-	2,243,300
Intergovernmental Revenue	2,666,700	-	2,666,700
Budgetary Appropriations	42,267,300	1,885,300	44,152,600
Total Estimated Electric Fund Revenues	\$ 290,387,700	\$ 1,885,300	\$ 292,273,000
<u>Schedule B: Water and Wastewater Fund</u>			
Water Revenues	\$ 60,814,400	\$ -	\$ 60,814,400
Wastewater Revenues	69,070,600	-	69,070,600
Operating and Other Revenues	12,869,200	-	12,869,200
Customer Contributions	3,446,500	-	3,446,500
Intergovernmental Revenue - Assessments	890,000	-	890,000
Budgetary Appropriations	6,278,300	-	6,278,300
Total Est Water and Wastewater Fund Revenues	\$ 153,369,000	\$ -	\$ 153,369,000
Grand Total	\$ 443,756,700	\$ 1,885,300	\$ 445,642,000

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, 2023, and ending June 30, 2024, according to the following schedules:

	Listed As	Revision	Revised Amount
<u>Schedule A: Electric Fund</u>			
Operating Expenditures	\$ 232,863,000	\$ -	\$ 232,863,000
Debt Service	2,127,100	-	2,127,100
Capital	29,568,000	-	29,568,000
Payment in Lieu of Taxes - City	12,243,800	-	12,243,800
Budgetary Appropriations	13,585,800	1,885,300	15,471,100
Total Estimated Electric Fund Expenditures	\$ 290,387,700	\$ 1,885,300	\$ 292,273,000
<u>Schedule B: Water and Wastewater Fund</u>			
Operating Expenditures	\$ 85,968,300	\$ -	\$ 85,968,300
Debt Service	25,095,500	-	25,095,500
Capital	24,004,800	-	24,004,800
Budgetary Appropriations	18,300,400	-	18,300,400
Total Est Water and Wastewater Fund Expenditures	\$ 153,369,000	\$ -	\$ 153,369,000
Grand Total	\$ 443,756,700	\$ 1,885,300	\$ 445,642,000

Section 3. That appropriations herein authorized shall have the amount of outstanding purchase orders as of June 30, 2023, 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 26th day of July 2023.

ELECTRIC & WWW FUNDS SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2024	AMD #1 FY 2024	AMD #2 FY 2024	AMENDED BUDGET FY 2024
ELECTRIC FUND:				
REVENUES	\$243,210,400	\$0	\$0	\$243,210,400
CONTRIBUTIONS AND/OR GRANTS	2,243,300	0	0	2,243,300
INTERGOV REVENUE	2,666,700	0	0	2,666,700
APPR. FROM RATE STABILIZATION FUND	19,300,000	0	12,216,000	31,516,000
TRANSFER FROM REPS	1,380,500	0	0	1,380,500
TRANSFER FROM COAL ASH RESERVE	6,154,700	0	0	6,154,700
TRANSFER FROM BUDGET CARRYOVER	491,000	0	0	491,000
APPR. FROM ELECTRIC NET POSITION	0	14,941,100	(10,330,700)	4,610,400
TOTAL REVENUES ELECTRIC	\$275,446,600	\$14,941,100	\$1,885,300	\$292,273,000
EXPENDITURES				
EXPENDITURES	\$63,490,300	\$0	\$0	\$63,490,300
PURCHASED POWER & GENERATION	153,265,200	15,000,000	0	168,265,200
BOND INTEREST EXPENSE	972,600	0	0	972,600
BOND INTEREST AMORTIZATION	(169,500)	0	0	(169,500)
OTHER FINANCE COST	26,500	0	0	26,500
INTEREST - LEASES	47,700	0	0	47,700
PAYMENT IN LIEU OF TAXES - CITY	12,243,800	0	0	12,243,800
CAPITAL EXPENDITURES	29,568,000	0	0	29,568,000
DEBT RELATED PAYMENTS	1,154,500	0	0	1,154,500
PRINCIPAL PAYMENT-LEASES	1,202,800	0	0	1,202,800
APPR. TO RATE STABILIZATION FUND	250,000	0	0	250,000
TRANSFER TO REPS RESERVE	2,380,800	0	0	2,380,800
BWGP START COST RESERVE	160,000	0	0	160,000
TRANSFER TO ANNEXATION PH V RESERVE - CITY FUND PORTION	5,166,500	0	0	5,166,500
TRANSFER TO COAL ASH RESERVE	2,810,000	0	1,885,300	4,695,300
TRANSFER TO TRANS EQUIPMENT CPF	2,568,500	0	0	2,568,500
LEGAL RESERVE	250,000	0	0	250,000
APPR. TO ELECTRIC NET POSITION	58,900	(58,900)	0	0
TOTAL EXPENDITURES ELECTRIC	\$275,446,600	\$14,941,100	\$1,885,300	\$292,273,000
WATER & WASTEWATER FUND:				
REVENUES	\$142,754,200	\$0	\$0	\$142,754,200
CONTRIBUTIONS AND GRANTS	3,446,500	0	0	3,446,500
INTERGOV REVENUE	890,000	0	0	890,000
APPR. FROM ANNEX PH V RES. FUND	4,778,300	0	0	4,778,300
TRANSFER FROM BUDGET CARRYOVER RES	1,500,000	0	0	1,500,000
TOTAL REVENUES WATER & WASTEWATER	\$153,369,000	\$0	\$0	\$153,369,000
EXPENDITURES				
EXPENDITURES	\$85,333,600	\$0	\$0	\$85,333,600
BOND INTEREST EXPENSE	10,683,200	0	0	10,683,200
BOND INTEREST - AMORTIZATION	(1,072,600)	0	0	(1,072,600)
LOAN INTEREST EXPENSE	259,900	0	0	259,900
OTHER FINANCE COST	421,800	0	0	421,800
INTEREST - LEASES	47,700	0	0	47,700
CAPITAL EXPENDITURES	24,004,800	0	0	24,004,800
DEBT RELATED PAYMENTS	11,870,600	0	0	11,870,600
LOAN PRINCIPAL PAYMENTS	2,281,800	0	0	2,281,800
PRINCIPAL PAYMENT LEASES	1,237,800	0	0	1,237,800
APPR. TO RATE STABILIZATION FUND	250,000	0	0	250,000
APPR. TO ANNEXATION PHASE V RESERVE	2,268,800	0	0	2,268,800
TRANSFER TO ANNEXATION PHASE V RESERVE	1,600,000	0	0	1,600,000
TRANSFER TO NCDOT RESERVE	9,031,000	0	0	9,031,000
TRANSFER TO TRANS EQUIPMENT CPF	1,602,500	0	0	1,602,500
LEGAL RESERVE	250,000	0	0	250,000
TRANSFER TO DIRECTED GRANT PROJECT FUND	55,000	0	0	55,000

ELECTRIC & W/WW FUNDS SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2024	AMD #1 FY 2024	AMD #2 FY 2024	AMENDED BUDGET FY 2024
TRANSFER TO PARTICIPATION RESERVE	270,000	0	0	270,000
TRANSFER TO AIA GRANT PROJECT FUND	350,000	0	0	350,000
APPR. TO W/WW NET POSITION	2,623,100	0	0	2,623,100
TOTAL EXPEND. WATER & WASTEWATER	\$153,369,000	\$0	\$0	\$153,369,000
TOTAL ELECTRIC & W/WW	\$428,815,600	\$14,941,100	\$1,885,300	\$445,642,000

ELECTRIC FUND SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2024	AMD #1 FY 2024	AMD #2 FY 2024	AMENDED BUDGET FY 2024
ELECTRIC OPERATING REVENUE	\$240,639,600	\$0	\$0	\$240,639,600
OTHER ELECTRIC REVENUE	2,570,800	0	0	2,570,800
TOTAL OPERATING & OTHER REVENUE	\$243,210,400	\$0	\$0	\$243,210,400
CONTRIBUTIONS AND GRANTS	\$2,243,300	\$0	\$0	\$2,243,300
REMITTANCES FROM CITY	2,666,700	0	0	2,666,700
APPR. FROM RATE STABILIZATION FUND	19,300,000	0	12,216,000	31,516,000
TRANSFER FROM REPS	1,380,500	0	0	1,380,500
TRANSFER FROM COAL ASH RESERVE	6,154,700	0	0	6,154,700
TRANSFER FROM BUDGET CARRYOVER	491,000	0	0	491,000
APPR. FROM ELECTRIC NET POSITION	0	14,941,100	(10,330,700)	4,610,400
TOTAL ELECTRIC REVENUE	\$275,446,600	\$14,941,100	\$1,885,300	\$292,273,000
ELECTRIC DIVISION - DISTRIBUTION	\$30,821,100	\$0	\$0	\$30,821,100
ELECT. DIV. - PURCHASED POWER & GEN. MANAGEMENT DIVISION	153,265,200	15,000,000	0	168,265,200
COMM. & COMMUNITY RELATIONS DIVISION	4,143,700	0	0	4,143,700
LEGAL DIVISION	856,200	0	0	856,200
CUSTOMER CARE DIVISION	264,900	0	0	264,900
ADMINISTRATIVE DIVISION	5,809,200	0	0	5,809,200
FINANCIAL DIVISION	14,078,400	0	0	14,078,400
GENERAL & ADMINISTRATION	3,637,100	0	0	3,637,100
DEPRECIATION EXPENSE	10,615,500	0	0	10,615,500
AMORTIZATION-LEASES	20,462,200	0	0	20,462,200
OVERHEAD CLEARING	1,212,600	0	0	1,212,600
BOND INTEREST EXPENSE	(6,905,300)	0	0	(6,905,300)
BOND INTEREST - AMORTIZATION	972,600	0	0	972,600
OTHER FINANCE COST	(169,500)	0	0	(169,500)
INTEREST - LEASES	26,500	0	0	26,500
PAYMENT IN LIEU OF TAXES - CITY	47,700	0	0	47,700
TOTAL OPERATING & OTHER EXPENSES	\$251,381,900	\$15,000,000	\$0	\$266,381,900
NET OPERATING RESULTS	(\$8,171,500)	(\$15,000,000)	\$0	(\$23,171,500)
CAPITAL EXPENDITURES	\$29,568,000	\$0	\$0	\$29,568,000
DEBT RELATED PAYMENTS	1,154,500	0	0	1,154,500
PRINCIPAL PAYMENT-LEASES	1,202,800	0	0	1,202,800
DEPRECIATION/AMORTIZATION ADJUSTMENT	(21,505,300)	0	0	(21,505,300)
TOTAL SUPPLEMENTAL EXPENDITURES	\$10,420,000	\$0	\$0	\$10,420,000
TOTAL EXPENSES & SUPPLEMENTAL EXP.	\$261,801,900	\$15,000,000	\$0	\$276,801,900
APPR. TO RATE STABILIZATION FUND	\$250,000	\$0	\$0	\$250,000
TRANSFER TO REPS RESERVE	2,380,800	0	0	2,380,800
BWGP START COST RESERVE	160,000	0	0	160,000
TRANSFER TO ANNEXATION PHASE V RES - CITY FD PORTION	5,166,500	0	0	5,166,500
TRANSFER TO COAL ASH RESERVE	2,810,000	0	1,885,300	4,695,300
TRANSFER TO TRANS EQUIPMENT CPF	2,568,500	0	0	2,568,500
LEGAL RESERVE	250,000	0	0	250,000
APPR. TO ELECTRIC NET POSITION	58,900	(58,900)	0	0
TOTAL BUDGETARY APPROPRIATIONS	\$13,644,700	(\$58,900)	\$1,885,300	\$15,471,100
TOTAL ELECTRIC EXPENDITURES	\$275,446,600	\$14,941,100	\$1,885,300	\$292,273,000

WATER & WASTEWATER FUND SUMMARY

DESCRIPTION	ADOPTED	BUDGET	BUDGET	PROPOSED
	ORIGINAL BUDGET FY 2024	AMD #1 FY 2024	AMD #2 FY 2024	AMENDED BUDGET FY 2024
WATER OPERATING REVENUE	\$60,814,400	\$0	\$0	\$60,814,400
SANITARY SEWER OPERATING REVENUE	69,070,600	0	0	69,070,600
OTHER OPERATING REVENUE	11,398,400	0	0	11,398,400
OTHER WATER & SAN. SEWER REVENUE	1,470,800	0	0	1,470,800
TOTAL OPERATING & OTHER REVENUE	\$142,754,200	\$0	\$0	\$142,754,200
CONTRIBUTIONS AND GRANTS	\$3,446,500	\$0	\$0	\$3,446,500
REMITTANCES FROM CITY	890,000	0	0	890,000
APPR. FROM ANNEX PH V RES. FUND	4,778,300	0	0	4,778,300
TRANSFER FROM BUDGET CARRYOVER RES	1,500,000	0	0	1,500,000
TOTAL WATER & WASTEWATER REVENUE	\$153,369,000	\$0	\$0	\$153,369,000
WATER RESOURCES DIVISION	\$52,156,800	\$0	\$0	\$52,156,800
MANAGEMENT DIVISION	2,897,300	0	0	2,897,300
COMM. & COMMUNITY RELATIONS DIVISION	849,600	0	0	849,600
LEGAL DIVISION	264,900	0	0	264,900
CUSTOMER CARE DIVISION	5,346,200	0	0	5,346,200
ADMINISTRATIVE DIVISION	15,168,900	0	0	15,168,900
FINANCIAL DIVISION	3,572,100	0	0	3,572,100
GENERAL & ADMINISTRATION	11,954,200	0	0	11,954,200
DEPRECIATION EXPENSE - WATER	13,643,000	0	0	13,643,000
DEPRECIATION EXPENSE - SEWER	17,278,700	0	0	17,278,700
AMORTIZATION-LEASES	1,242,100	0	0	1,242,100
OVERHEAD CLEARING	(7,949,000)	0	0	(7,949,000)
BOND INTEREST EXPENSE	10,683,200	0	0	10,683,200
BOND INTEREST - AMORTIZATION	(1,072,600)	0	0	(1,072,600)
LOAN INTEREST EXPENSE	259,900	0	0	259,900
OTHER FINANCE COST	421,800	0	0	421,800
INTEREST - LEASES	47,700	0	0	47,700
TOTAL OPERATING & OTHER EXPENSES	\$126,764,800	\$0	\$0	\$126,764,800
NET OPERATING RESULTS	\$15,989,400	\$0	\$0	\$15,989,400
CAPITAL EXPENDITURES	\$24,004,800	\$0	\$0	\$24,004,800
DEBT RELATED PAYMENTS	11,870,600	0	0	11,870,600
LOAN PRINCIPAL PAYMENTS	2,281,800	0	0	2,281,800
DEPRECIATION/AMORTIZATION ADJUSTMENT	(31,091,200)	0	0	(31,091,200)
TOTAL SUPPLEMENTAL EXPENDITURES	\$8,303,800	\$0	\$0	\$8,303,800
TOTAL EXPENSES & SUPPLEMENTAL EXP.	\$135,068,600	\$0	\$0	\$135,068,600
APPR. TO RATE STABILIZATION FUND	\$250,000	\$0	\$0	\$250,000
APPR. TO ANNEXATION PHASE V RESERVE	2,268,800	0	0	2,268,800
TRANSFER TO ANNEXATION PHASE V RESERVE	1,600,000	0	0	1,600,000
TRANSFER TO NCDOT RESERVE	9,031,000	0	0	9,031,000
TRANSFER TO TRANS EQUIPMENT RES	1,602,500	0	0	1,602,500
LEGAL RESERVE	250,000	0	0	250,000
TRANSFER TO DIRECTED GRANT PROJECT FUND	55,000	0	0	55,000
TRANSFER TO PARTICIPATION RESERVE	270,000	0	0	270,000
TRANSFER TO AIA GRANT PROJECT FUND	350,000	0	0	350,000
APPR. TO W/WW NET POSITION	2,623,100	0	0	2,623,100
TOTAL BUDGETARY APPROPRIATIONS	\$18,300,400	\$0	\$0	\$18,300,400
TOTAL WATER & W/W EXPENDITURES	\$153,369,000	\$0	\$0	\$153,369,000