FY 2027 AMENDMENT #1 BUDGET ORDINANCE (PWCORD2026-28)

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

That the Fayetteville Public Works Commission Budget Ordinance adopted June 10, 2026 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, 2026, and ending June 30, 2027, to meet the appropriations listed in Section 2.

	Listed As	Revision	Revised Amount
Schedule A: Electric Fund			
Electric Revenues	$ 235,840,800	$ -	$ 235,840,800
Operating and Other Revenues	17,934,000	-	17,934,000
BWGP Purchased Capacity Payment	2,500,000	-	2,500,000
Customer Contributions	10,500,000	-	10,500,000
Budgetary Appropriations	5,500,600	15,429,700	20,930,300
Total Estimated Electric Fund Revenues	**$ 272,275,400**	**$ 15,429,700**	**$ 287,705,100**
Schedule B: Water and Wastewater Fund			
Water Revenues	$ 75,687,700	$ -	$ 75,687,700
Wastewater Revenues	85,625,200	-	85,625,200
Operating and Other Revenues	17,996,300	-	17,996,300
Customer Contributions	2,362,500	-	2,362,500
Intergovernmental Revenue - Assessments	1,625,000	-	1,625,000
Budgetary Appropriations	9,618,600	-	9,618,600
Total Est Water and Wastewater Fund Revenues	**$ 192,915,300**	**$ -**	**$ 192,915,300**
Grand Total	**$ 465,190,700**	**$ 15,429,700**	**$ 480,620,400**

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, 2026, and ending June 30, 2027, according to the following schedules:

	Listed As	Revision	Revised Amount
Schedule A: Electric Fund			
Operating Expenditures	$ 197,140,800	$ 14,754,000	$ 211,894,800
Debt Service	9,014,900	-	9,014,900
Capital	39,437,000	-	39,437,000
Payment in Lieu of Taxes - City	12,686,400	-	12,686,400
Budgetary Appropriations	13,996,300	675,700	14,672,000
Total Estimated Electric Fund Expenditures	**$ 272,275,400**	**$ 15,429,700**	**$ 287,705,100**
Schedule B: Water and Wastewater Fund			
Operating Expenditures	$ 97,557,600	$ -	$ 97,557,600
Debt Service	36,086,600	-	36,086,600
Capital	34,252,000	-	34,252,000
Budgetary Appropriations	25,019,100	-	25,019,100
Total Est Water and Wastewater Fund Expenditures	**$ 192,915,300**	**$ -**	**$ 192,915,300**
Grand Total	**$ 465,190,700**	**$ 15,429,700**	**$ 480,620,400**

Adopted this 12th day of August, 2026.

ELECTRIC & W/WW FUNDS SUMMARY

DESCRIPTION	ADOPTED ORIGINAL BUDGET FY 2027	BUDGET AMD #1 FY 2027	PROPOSED AMENDED BUDGET FY 2027
ELECTRIC FUND:			
REVENUES	$256,274,800	$0	$256,274,800
CONTRIBUTIONS AND/OR GRANTS	10,500,000	0	10,500,000
APPR. FROM RATE STABILIZATION FUND	0	17,015,600	17,015,600
TRANSFER FROM REPS	955,000	0	955,000
TRANSFER FROM COAL ASH RESERVE	1,386,200	0	1,386,200
TRANSFER FROM BUDGET CARRYOVER RES	100,000	0	100,000
APPR. FROM ELECTRIC NET POSITION	3,059,400	(1,585,900)	1,473,500
TOTAL REVENUES ELECTRIC	**$272,275,400**	**$15,429,700**	**$287,705,100**
EXPENDITURES	$70,895,900	$0	$70,895,900
PURCHASED POWER & GENERATION	123,375,900	14,754,000	138,129,900
BOND INTEREST EXPENSE	6,444,700	0	6,444,700
BOND INTEREST AMORTIZATION	(354,900)	0	(354,900)
OTHER FINANCE COST	33,100	0	33,100
INTEREST - LEASES	125,700	0	125,700
PAYMENT IN LIEU OF TAXES - CITY	12,686,400	0	12,686,400
CAPITAL EXPENDITURES	39,437,000	0	39,437,000
BOND PRINCIPAL PAYMENTS	2,570,200	0	2,570,200
PRINCIPAL PAYMENT-LEASES	3,065,100	0	3,065,100
APPR. TO RATE STABILIZATION FUND	3,250,200	0	3,250,200
TRANSFER TO REPS RESERVE	2,380,800	0	2,380,800
TRANSFER TO ANNEX PH V RESERVE - CITY	5,365,300	0	5,365,300
TRANSFER TO COAL ASH RESERVE	0	675,700	675,700
TRANSFER TO ELECTRIC SUBSTATION REBUILD	3,000,000	0	3,000,000
TOTAL EXPENDITURES ELECTRIC	**$272,275,400**	**$15,429,700**	**$287,705,100**
WATER & WASTEWATER FUND:			
REVENUES	$179,309,200	$0	$179,309,200
CONTRIBUTIONS AND GRANTS	2,362,500	0	2,362,500
INTERGOV REVENUE	1,625,000	0	1,625,000
APPR. FROM ANNEX PH V RES. FUND	9,518,600	0	9,518,600
TRANSFER FROM BUDGET CARRYOVER RES	100,000	0	100,000
TOTAL REVENUES WATER & WASTEWATER	**$192,915,300**	**$0**	**$192,915,300**
EXPENDITURES	$94,411,000	$0	$94,411,000
BOND INTEREST EXPENSE	18,542,400	0	18,542,400
BOND INTEREST - AMORTIZATION	(1,761,200)	0	(1,761,200)
LOAN INTEREST EXPENSE	346,200	0	346,200
OTHER FINANCE COST	1,720,800	0	1,720,800
INTEREST - LEASES	99,900	0	99,900
CAPITAL EXPENDITURES	34,252,000	0	34,252,000
BOND PRINCIPAL PAYMENTS	13,444,800	0	13,444,800
LOAN PRINCIPAL PAYMENTS	3,753,200	0	3,753,200
PRINCIPAL PAYMENT-LEASES	3,087,100	0	3,087,100
APPR. TO RATE STABILIZATION FUND	250,000	0	250,000
APPR. TO ANNEXATION PHASE V RESERVE	2,479,200	0	2,479,200
TRANSFER TO ANNEXATION PHASE V RESERVE	2,000,000	0	2,000,000
TRANSFER TO NCDOT RESERVE	12,293,500	0	12,293,500
APPR. TO W/WW NET POSITION	7,996,400	0	7,996,400
TOTAL EXPEND. WATER & WASTEWATER	**$192,915,300**	**$0**	**$192,915,300**
TOTAL ELECTRIC & W/WW	**$465,190,700**	**$15,429,700**	**$480,620,400**

ELECTRIC FUND SUMMARY

DESCRIPTION	ADOPTED ORIGINAL BUDGET FY 2027	BUDGET AMD #1 FY 2027	PROPOSED AMENDED BUDGET FY 2027
ELECTRIC OPERATING REVENUE	$251,698,700	$0	$251,698,700
OTHER ELECTRIC REVENUE	4,576,100	0	4,576,100
TOTAL OPERATING & OTHER REVENUE	**$256,274,800**	**$0**	**$256,274,800**
CONTRIBUTIONS AND GRANTS	$10,500,000	$0	$10,500,000
APPR. FROM RATE STABILIZATION FUND	0	17,015,600	17,015,600
TRANSFER FROM REPS	955,000	0	955,000
TRANSFER FROM COAL ASH RESERVE	1,386,200	0	1,386,200
TRANSFER FROM BUDGET CARRYOVER RES	100,000	0	100,000
APPR. FROM ELECTRIC NET POSITION	3,059,400	(1,585,900)	1,473,500
TOTAL ELECTRIC REVENUE	**$272,275,400**	**$15,429,700**	**$287,705,100**
ELECTRIC DIVISION - DISTRIBUTION	$35,794,700	$0	$35,794,700
ELECT. DIV. - PURCHASED POWER & GEN.	123,375,900	14,754,000	138,129,900
MANAGEMENT DIVISION	3,240,650	0	3,240,650
COMM. & COMMUNITY RELATIONS DIVISION	1,525,400	0	1,525,400
LEGAL DIVISION	4,641,900	0	4,641,900
CUSTOMER CARE DIVISION	5,106,600	0	5,106,600
HUMAN RESOURCES DIVISION	1,509,300	0	1,509,300
INFORMATION TECHNOLOGY DIVISION	8,265,700	0	8,265,700
FINANCIAL DIVISION	3,263,450	0	3,263,450
GENERAL & ADMINISTRATION	14,610,800	0	14,610,800
DEPRECIATION EXPENSE	23,237,200	0	23,237,200
AMORTIZATION - LEASES	2,931,500	0	2,931,500
OVERHEAD CLEARING	(7,359,200)	0	(7,359,200)
BOND INTEREST EXPENSE	6,444,700	0	6,444,700
BOND INTEREST - AMORTIZATION	(354,900)	0	(354,900)
OTHER FINANCE COST	33,100	0	33,100
INTEREST - LEASES	125,700	0	125,700
PAYMENT IN LIEU OF TAXES - CITY	12,686,400	0	12,686,400
TOTAL OPERATING & OTHER EXPENSES	**$239,078,900**	**$14,754,000**	**$253,832,900**
NET OPERATING RESULTS	**$17,195,900**	**($14,754,000)**	**$2,441,900**
CAPITAL EXPENDITURES	$39,437,000	$0	$39,437,000
BOND PRINCIPAL PAYMENTS	2,570,200	0	2,570,200
PRINCIPAL PAYMENT - LEASES	3,065,100	0	3,065,100
DEPRECIATION/AMORTIZATION ADJUSTMENT	(25,872,100)	0	(25,872,100)
TOTAL SUPPLEMENTAL EXPENDITURES	**$19,200,200**	**$0**	**$19,200,200**
TOTAL EXPENSES & SUPPLEMENTAL EXP.	**$258,279,100**	**$14,754,000**	**$273,033,100**
APPR. TO RATE STABILIZATION FUND	$3,250,200	$0	$3,250,200
TRANSFER TO REPS RESERVE	2,380,800	0	2,380,800
TRANSFER TO ANNEX PHASE V RES - CITY	5,365,300	0	5,365,300
TRANSFER TO COAL ASH RESERVE	0	675,700	675,700
TRANSFER TO ELECTRIC SUBSTATION REBUILD	3,000,000	0	3,000,000
TOTAL BUDGETARY APPROPRIATIONS	**$13,996,300**	**$675,700**	**$14,672,000**
TOTAL ELECTRIC EXPENDITURES	**$272,275,400**	**$15,429,700**	**$287,705,100**

WATER & WASTEWATER FUND SUMMARY

DESCRIPTION	ADOPTED ORIGINAL BUDGET FY 2027	BUDGET AMD #1 FY 2027	PROPOSED AMENDED BUDGET FY 2027
WATER OPERATING REVENUE	$75,687,700	$0	$75,687,700
SANITARY SEWER OPERATING REVENUE	85,625,200	0	85,625,200
OTHER OPERATING REVENUE	12,979,600	0	12,979,600
OTHER WATER & SAN. SEWER REVENUE	5,016,700	0	5,016,700
TOTAL OPERATING & OTHER REVENUE	**$179,309,200**	**$0**	**$179,309,200**
CONTRIBUTIONS AND GRANTS	$2,362,500	$0	$2,362,500
REMITTANCES FROM CITY	1,625,000	0	1,625,000
APPR. FROM ANNEX PH V RES. FUND	9,518,600	0	9,518,600
TRANSFER FROM BUDGET CARRYOVER RES	100,000	0	100,000
TOTAL WATER & WASTEWATER REVENUE	**$192,915,300**	**$0**	**$192,915,300**
WATER RESOURCES DIVISION	$57,710,200	$0	$57,710,200
MANAGEMENT DIVISION	2,172,450	0	2,172,450
COMM. & COMMUNITY RELATIONS DIVISION	1,509,200	0	1,509,200
LEGAL DIVISION	5,299,700	0	5,299,700
CUSTOMER CARE DIVISION	4,794,500	0	4,794,500
HUMAN RESOURCES DIVISION	1,509,300	0	1,509,300
INFORMATION TECHNOLOGY DIVISION	8,265,700	0	8,265,700
FINANCIAL DIVISION	3,333,450	0	3,333,450
GENERAL & ADMINISTRATION	16,704,300	0	16,704,300
DEPRECIATION EXPENSE - WATER	14,979,600	0	14,979,600
DEPRECIATION EXPENSE - SEWER	17,093,900	0	17,093,900
AMORTIZATION-LEASES	2,947,300	0	2,947,300
OVERHEAD CLEARING	(8,303,000)	0	(8,303,000)
BOND INTEREST EXPENSE	18,542,400	0	18,542,400
BOND INTEREST - AMORTIZATION	(1,761,200)	0	(1,761,200)
LOAN INTEREST EXPENSE	346,200	0	346,200
OTHER FINANCE COST	1,720,800	0	1,720,800
INTEREST - LEASES	99,900	0	99,900
TOTAL OPERATING & OTHER EXPENSES	**$146,964,700**	**$0**	**$146,964,700**
NET OPERATING RESULTS	**$32,344,500**	**$0**	**$32,344,500**
CAPITAL EXPENDITURES	$34,252,000	$0	$34,252,000
BOND PRINCIPAL PAYMENTS	13,444,800	0	13,444,800
LOAN PRINCIPAL PAYMENTS	3,753,200	0	3,753,200
PRINCIPAL PAYMENT-LEASES	3,087,100	0	3,087,100
DEPRECIATION/AMORTIZATION ADJUSTMENT	(33,605,600)	0	(33,605,600)
TOTAL SUPPLEMENTAL EXPENDITURES	**$20,931,500**	**$0**	**$20,931,500**
TOTAL EXPENSES & SUPPLEMENTAL EXP.	**$167,896,200**	**$0**	**$167,896,200**
APPR. TO RATE STABILIZATION FUND	$250,000	$0	$250,000
APPR. TO ANNEXATION PHASE V RESERVE	2,479,200	0	2,479,200
TRANSFER TO ANNEXATION PHASE V RESERVE	2,000,000	0	2,000,000
TRANSFER TO NCDOT RESERVE	12,293,500	0	12,293,500
APPR. TO W/WW NET POSITION	7,996,400	0	7,996,400
TOTAL BUDGETARY APPROPRIATIONS	**$25,019,100**	**$0**	**$25,019,100**
TOTAL WATER & W/W EXPENDITURES	**$192,915,300**	**$0**	**$192,915,300**