

User Rate

Water Operations

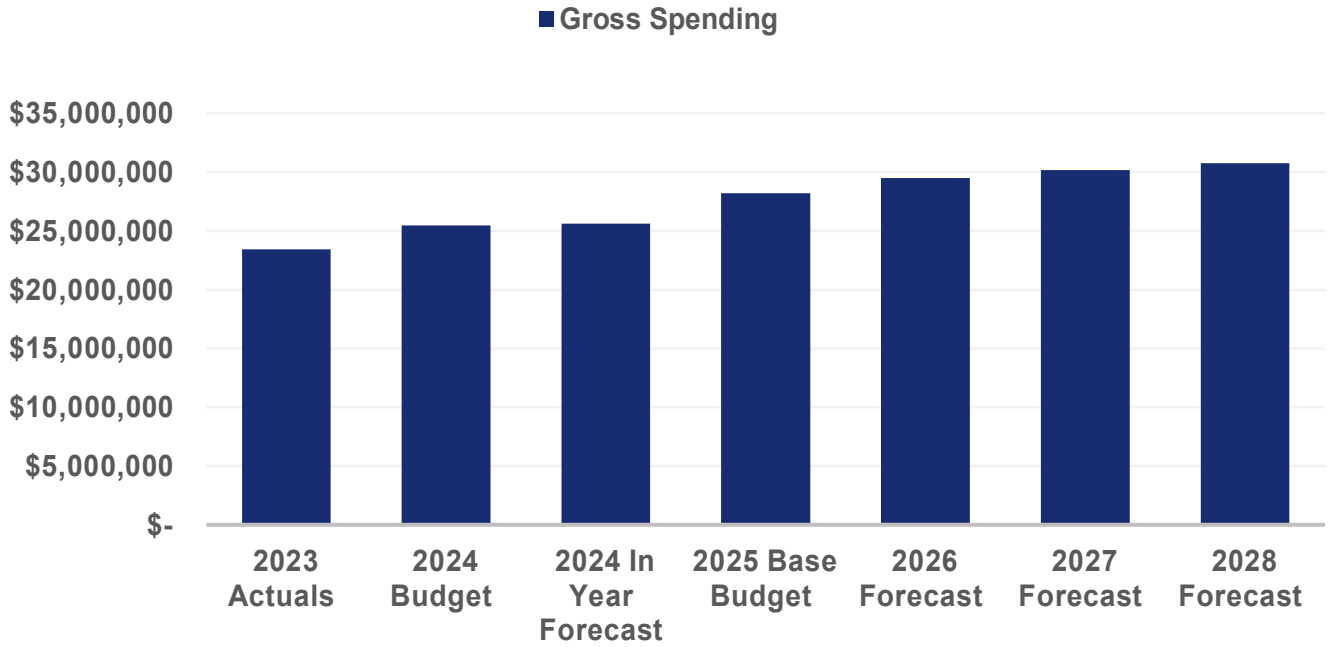
Wastewater Operations

Parking Operations



WATER OPERATIONS

Water Operations Forecast



Base Budget Change Report - Water Operations

000's	2023 Actuals	2024 Budget	In Year Forecast	2025 Base Budget	Change in Base Budget	
Expenses						
Salaries & Benefits	\$ 8,181	\$ 9,342	\$ 9,358	\$ 9,621	\$ 279	2.99%
Recovery from Capital	\$ (176)	\$ (358)	\$ (358)	\$ (381)	\$ (23)	6.52%
Materials & Supplies	\$ 3,820	\$ 3,701	\$ 3,720	\$ 3,845	\$ 145	3.91%
Equipment & Capital Purchases	\$ 579	\$ 602	\$ 1,318	\$ 1,236	\$ 633	105.14%
Services	\$ 2,193	\$ 2,603	\$ 2,704	\$ 2,806	\$ 203	7.81%
Rents & Other Expenses	\$ 307	\$ 398	\$ 385	\$ 281	\$ (117)	-29.42%
Grant Expenses & Transfers	\$ 8,544	\$ 9,172	\$ 8,486	\$ 10,822	\$ 1,650	17.99%
Expenses Total	\$ 23,449	\$ 25,460	\$ 25,613	\$ 28,229	\$ 2,770	10.88%
Revenues						
User Fees, Service Charges, & Rentals	\$ 32,331	\$ 33,999	\$ 33,964	\$ 36,486	\$ 2,487	7.31%
Fines & Penalties	\$ 134	\$ 80	\$ 80	\$ 80	\$ -	0.00%
Grant Revenues & Contributions	\$ 13	\$ -	\$ -	\$ -	\$ -	0.00%
Interdepartmental Transfers	\$ (8,224)	\$ (8,620)	\$ (8,431)	\$ (8,337)	\$ 283	-3.28%
Revenue Total	\$ 24,253	\$ 25,460	\$ 25,613	\$ 28,229	\$ 2,770	10.88%
Net Operating Expense/(Revenue)	\$ (805)	\$ -	\$ -	\$ -	\$ -	0.00%
Base Transfer to Water Capital Reserve					\$ 10,477	
Impact of New Investments					\$ (41)	
Requested Transfer to Water Capital Reserve					\$ 10,436	

Comments Salaries and Benefits

The cost of labor is expected to increase by \$279 thousand for 2025. The increase provides for cost-of-living provisions and estimated increases for benefit rates.

Materials & Supplies and Equipment & Capital Purchases

Water Operations sells water meter packages so there is a related increase of \$450 thousand in the cost of the water meter packages. The increase in costs is offset by a corresponding \$450 thousand increase in revenues from the sale of these packages. Also included is the cost to replace a back pulse pump (\$90 thousand) and reservoir valve replacements (\$45 thousand).

Services

There has been an increase in consultants for a SCADA Vulnerability Study (\$50 thousand) and contract services for the Harvie Booster Generator Exhaust Silencer Replacement (\$70 thousand). Repairs and maintenance have also increased for building roof replacements (\$30 thousand).

Grant Expenses & Transfers

Water Operations is fully funded from Water User Fees. Any surplus user fee revenues are transferred to the Water Capital Reserve to offset future downward variances. The contribution to the Water Capital Reserve will be increased by \$1.6 million for 2025.

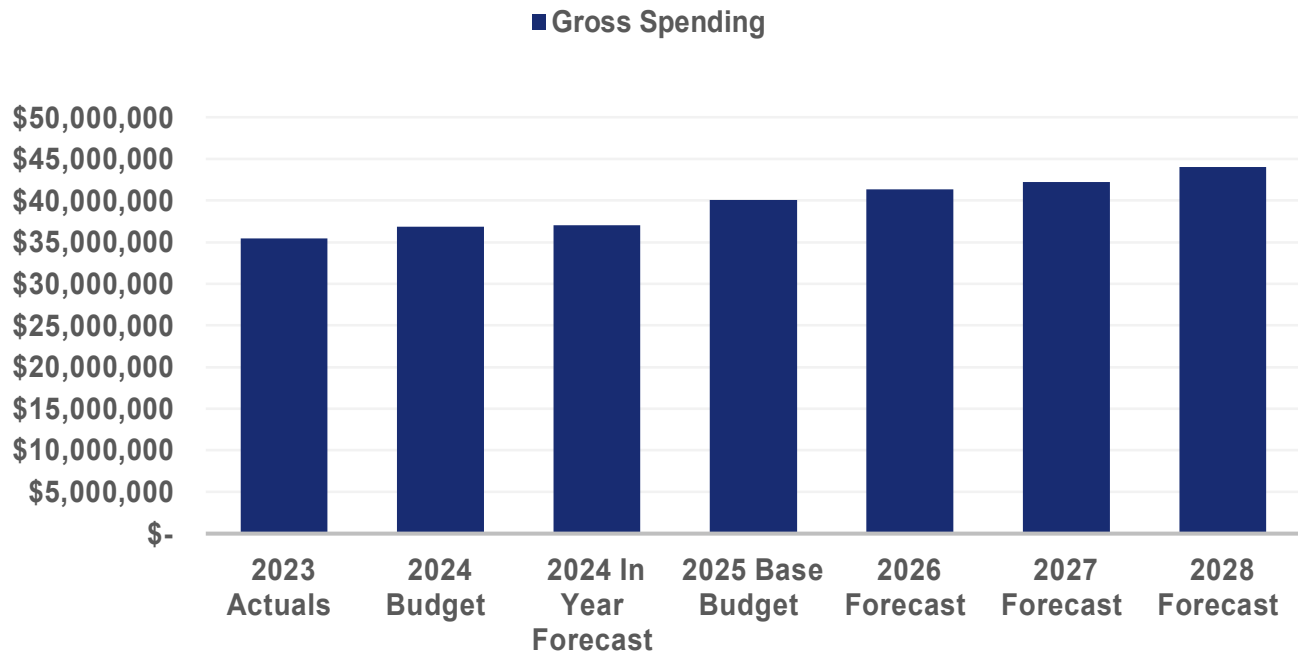
User Fees

Water rate revenue is expected to increase by \$1.9 million in 2025 based on consumption and flow patterns as well as the recommended increases for the fixed charge and volume rate charge outlined in the recent water and wastewater system financial plan. Also included is the \$450 thousand increase in revenues from the sale of water meter packages noted above.

WASTEWATER OPERATIONS

Financial Overview

Wastewater Operations Forecast



Base Budget Change Report - Wastewater Operations

000's	2023 Actuals	2024 Budget	In Year Forecast	2025 Base Budget	Change in Base Budget	
Expenses						
Salaries & Benefits	\$ 5,904	\$ 6,657	\$ 6,657	\$ 6,834	\$ 177	2.66%
Recovery from Capital	\$ (139)	\$ (250)	\$ (250)	\$ (257)	\$ (7)	2.84%
Materials & Supplies	\$ 4,886	\$ 4,773	\$ 4,774	\$ 4,775	\$ 2	0.04%
Equipment & Capital Purchases	\$ 155	\$ 54	\$ 54	\$ 55	\$ 1	1.81%
Services	\$ 5,375	\$ 5,062	\$ 5,058	\$ 5,145	\$ 83	1.64%
Rents & Other Expenses	\$ 628	\$ 411	\$ 411	\$ 380	\$ (31)	-7.53%
Grant Expenses & Transfers	\$ 18,659	\$ 20,167	\$ 20,322	\$ 23,157	\$ 2,991	14.83%
Expenses Total	\$ 35,468	\$ 36,874	\$ 37,026	\$ 40,090	\$ 3,216	8.72%
Revenues						
User Fees, Service Charges, & Rentals	\$ 41,950	\$ 43,615	\$ 43,615	\$ 46,841	\$ 3,226	7.40%
Fines & Penalties	\$ 134	\$ 80	\$ 80	\$ 80	\$ -	0.00%
Grant Revenues & Contributions	\$ 15	\$ -	\$ -	\$ -	\$ -	0.00%
Interdepartmental Transfers	\$ (6,211)	\$ (6,821)	\$ (6,669)	\$ (6,832)	\$ (11)	0.16%
Revenue Total	\$ 35,888	\$ 36,874	\$ 37,026	\$ 40,090	\$ 3,216	8.72%
Net Operating Expense/(Revenue)	\$ (421)	\$ -	\$ -	\$ (0)	\$ (0)	0.00%
Base Transfer to Wastewater Capital Reserve					\$ 22,942	
Impact of New Investments					\$ (14)	
Requested Transfer to Wastewater Capital Reserve					\$ 22,929	

Comments Salaries and Benefits

The cost of labor is expected to increase by \$177 thousand for 2025. The increase provides for cost-of-living provisions and estimated increases for benefit rates.

Grant Expenses & Transfers

After considering proposed new investment and service recommendations, the contribution to the wastewater capital reserve will be increased by \$3.0 million. The increase will contribute to the sustainability of the City's wastewater infrastructure while keeping rate increases in line with historical norms.

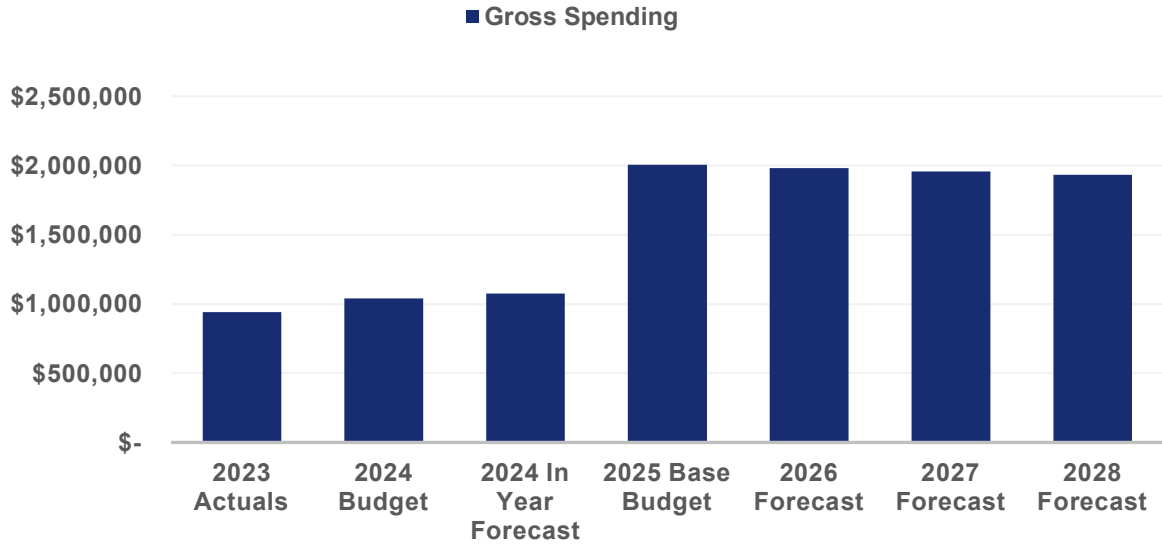
User Fees

Wastewater rate revenue is expected to increase by \$3.1 million in 2025 based on consumption and flow patterns as well as the recommended increases for the fixed charge and volume rate charge outlined in the 2023 water and wastewater system financial plan.

PARKING OPERATIONS

Financial Overview

Parking Operations Forecast



**As the last debt payment for the parkade will be made in 2024, the increase gross expenditures in 2025 are attributed to an annual contribution to the parking reserve of an average of \$678K per year.*

Base Budget Change Report - Parking Operations

000's	2023 Actuals	2024 Budget	In Year Forecast	2025 Base Budget	Change in Base Budget	
Expenses						
Salaries & Benefits	\$ 592	\$ 572	\$ 493	\$ 600	\$ 28	4.94%
Recovery from Capital	\$ (90)	\$ -	\$ -	\$ -	\$ -	0.00%
Materials & Supplies	\$ 58	\$ 59	\$ 59	\$ 56	\$ (3)	-4.97%
Equipment & Capital Purchases	\$ 63	\$ 25	\$ -	\$ 25	\$ -	0.00%
Services	\$ 222	\$ 331	\$ 283	\$ 288	\$ (44)	-13.14%
Rents & Other Expenses	\$ 98	\$ 52	\$ 52	\$ 54	\$ 2	3.98%
Grant Expenses & Transfers	\$ -	\$ -	\$ 187	\$ 983	\$ 983	0.00%
Expenses Total	\$ 942	\$ 1,039	\$ 1,074	\$ 2,006	\$ 967	93.06%
Revenues						
User Fees, Service Charges, & Rentals	\$ 1,933	\$ 1,750	\$ 2,049	\$ 2,022	\$ 272	15.53%
Licenses & Permits	\$ 510	\$ 353	\$ 377	\$ 368	\$ 15	4.25%
Grant Revenues & Contributions	\$ 683	\$ 328	\$ 40	\$ 40	\$ (288)	-87.79%
Interdepartmental Transfers	\$ (1,398)	\$ (1,391)	\$ (1,391)	\$ (423)	\$ 968	-69.58%
Revenue Total	\$ 1,728	\$ 1,039	\$ 1,074	\$ 2,006	\$ 967	93.06%
Net Operating Expense/(Revenue)	\$ (786)	\$ -	\$ -	\$ (0)	\$ (0)	0.00%
Base Transfer to Parking Capital Reserve					\$ 983	
Impact of New Investments					\$ -	
Requested Transfer to Parking Capital Reserve					\$ 983	

Comments Services

Reduction in the consultant budget as it will not be required for 2025.

User Fees, Service Charges, & Rentals

Increase in parking meter revenue to align with increased revenue in downtown and waterfront YTD 2024 and projected increases for 2025.

Grant Revenues & Contributions

Contribution from the parking reserve is not required in 2025 due to the increase in parking revenues and completion of debenture payment on Collier Street Parkade.

Interdepartmental Transfers

Removal of the Collier Parkade debenture expenditure budget, as it is now complete.