



Budgeted Revenue, Expenses, and Change in Net Position For the Fiscal Year Ended August 31, 2024





CHEROKEE COUNTY WATER AND SEWERAGE AUTHORITY
BUDGETED REVENUE, EXPENSES AND CHANGE IN NET POSITION
FOR THE YEAR ENDING AUGUST 31, 2024

	Budget Year Ending August 31, <u>2023</u>	Unaudited 10 Months Ended June 30, <u>2023</u>	Budget Year Ending August 31, <u>2024</u>
REVENUE			
Operating Revenue			
Metered water sales	\$ 34,000,000	\$ 28,431,255	\$ 37,500,000
Wastewater treatment sales	20,900,000	17,733,867	23,000,000
Street light fees	1,575,000	1,316,488	1,599,000
Water connection fees	2,519,000	3,367,500	3,770,000
Sewer tap fees	5,800,000	8,226,351	7,250,000
Transfer fees	197,000	144,200	170,000
Forfeited discounts and penalties	721,000	558,824	730,000
Customer repairs & service charges	<u>235,000</u>	<u>263,645</u>	<u>255,000</u>
Total Operating Revenue	<u>65,947,000</u>	<u>60,042,129</u>	<u>74,274,000</u>
Non-Operating Revenue			
Interest earnings			
Sinking Funds	38,000	29,053	165,000
Construction Fund	-	164,122	700,000
Revenue Fund	665,000	1,041,153	4,200,000
Amortization of Bond Premiums; net	1,577,187	1,325,610	1,858,330
Gain on sale of assets	-	16,593	-
Contributions from Customers	-	44,024	-
Miscellaneous	<u>275,000</u>	<u>323,007</u>	<u>375,000</u>
Total Non-Operating Revenue	<u>2,555,187</u>	<u>2,943,563</u>	<u>7,298,330</u>
TOTAL REVENUE	<u>\$ 68,502,187</u>	<u>\$ 62,985,692</u>	<u>\$ 81,572,330</u>
EXPENSES			
Operating Expenses			
Water Purchases and Production			
Purchased water	\$ 36,000	\$ 34,000	\$ 42,000
Water production:			
Salaries and wages	1,579,300	1,216,120	1,653,000
Payroll taxes	120,815	89,430	126,500
Group insurance	301,000	279,216	334,000
OPEB	12,989	10,824	12,421
Pension	189,620	158,017	189,893
Billing and accounting	22,000	15,534	22,000
Regulatory actions	-	-	-
Continuing education, memberships, dues ,contributions	43,500	33,038	45,000
Insurance - other than group	47,548	39,162	51,615
Lab fees and supplies	75,000	41,861	81,000
Miscellaneous	4,000	1,538	4,000
Office supplies	3,500	853	3,500
Operating supplies	425,000	345,801	518,000
Power	1,450,000	1,192,727	1,600,000
Professional fees	10,000	2,968	10,000
Repairs and maintenance - lines and meters	3,000	-	3,000
Repairs - other	15,500	11,757	18,000
Maintenance - other	481,000	417,229	869,600

See Accompanying Summary of Significant Budget Assumptions



CHEROKEE COUNTY WATER AND SEWERAGE AUTHORITY
BUDGETED REVENUE, EXPENSES AND CHANGE IN NET POSITION
FOR THE YEAR ENDING AUGUST 31, 2024

	Budget Year Ending August 31, <u>2023</u>	Unaudited 10 Months Ended June 30, <u>2023</u>	Budget Year Ending August 31, <u>2024</u>
Operating Expenses (continued)			
Water Purchases and Production			
<i>(continued)</i>			
Water production (continued):			
Postage	\$ 2,000	\$ 366	\$ 2,000
Small tools and equipment	4,600	4,345	5,700
Stream Monitoring	70,000	31,574	70,000
Telephone/Data Usage	47,500	34,034	50,000
Uniforms	7,000	6,047	7,500
Computer Equipment & Maintenance	28,000	13,782	14,000
Vehicle expense-Fuel	<u>23,000</u>	<u>16,935</u>	<u>25,000</u>
Operating Expenses Before Depreciation	5,001,872	3,997,156	5,757,729
Depreciation	<u>1,662,100</u>	<u>1,385,083</u>	<u>1,745,500</u>
	<u>6,663,972</u>	<u>5,382,239</u>	<u>7,503,229</u>
Wastewater Treatment			
Purchased wastewater treatment	\$ 879,000	\$ 744,477	\$ 925,000
Wastewater treatment:			
Salaries and wages	4,424,300	3,515,358	5,115,100
Payroll taxes	338,460	258,582	391,310
Group insurance	987,000	809,145	1,175,000
OPEB	50,332	41,943	45,028
Pension	734,778	612,315	688,363
Billing and accounting	22,000	15,534	22,000
Regulatory actions	20,000	5,063	20,000
Continuing education, memberships, dues, contributions	60,500	61,191	60,000
Insurance - other than group	184,250	151,664	187,100
Lab fees and supplies	97,000	72,202	106,000
Miscellaneous	10,000	4,501	10,000
Office supplies	14,500	6,315	11,000
Operating supplies	1,264,000	1,118,527	1,469,000
Postage	2,500	423	2,000
Power	1,945,000	1,631,548	2,240,000
Professional fees	25,000	11,502	25,000
Repairs and maintenance - lines and meters	20,000	-	20,000
Repairs - other	105,000	73,437	105,000
Maintenance - other	4,150,000	2,635,229	4,150,000
Small tools and equipment	12,500	6,843	13,200
Telephone/Data Usage	67,000	61,794	91,000
Uniforms	27,000	23,169	29,000
Computer Equipment & Maintenance	17,000	3,152	60,000
Vehicle expense-Fuel	<u>130,000</u>	<u>71,597</u>	<u>123,000</u>
Operating Expenses Before Depreciation	15,587,120	11,935,512	17,083,101
Depreciation	<u>3,651,800</u>	<u>3,043,167</u>	<u>3,860,000</u>
	<u>19,238,920</u>	<u>14,978,679</u>	<u>20,943,101</u>

See Accompanying Summary of Significant Budget Assumptions



CHEROKEE COUNTY WATER AND SEWERAGE AUTHORITY
BUDGETED REVENUE, EXPENSES AND CHANGE IN NET POSITION
FOR THE YEAR ENDING AUGUST 31, 2024

	Budget Year Ending August 31, <u>2023</u>	Unaudited 10 Months Ended June 30, <u>2023</u>	Budget Year Ending August 31, <u>2024</u>
Operating Expenses (<i>continued</i>)			
Distribution and Administration			
Salaries and wages	\$ 10,742,700	\$ 8,947,265	\$ 12,302,600
Payroll taxes	821,816	646,108	941,150
Group insurance	2,447,000	2,056,424	2,780,000
OPEB	114,464	95,387	120,336
Pension	1,671,029	1,392,524	1,839,592
Bad debts	100,000	(121)	100,000
Billing and accounting	440,000	372,803	463,000
Continuing education, memberships, dues, contributions	195,000	109,748	173,000
Contract services	849,000	699,537	863,000
Directors' fees and expenses	60,000	47,485	60,000
Insurance - other than group	419,025	356,400	500,015
Lab/environmental supplies	30,000	26,266	40,000
Legal and audit	95,000	95,023	125,000
Miscellaneous	35,000	27,296	42,000
Office supplies	43,000	24,388	69,000
Operating supplies	103,000	78,330	111,000
Postage	14,000	7,440	12,000
Power	242,000	214,531	275,000
Professional fees	544,000	185,548	450,000
Property taxes	24,000	16,698	24,000
Public Outreach	14,500	13,530	14,500
Repairs, maintenance, small line extensions - lines and meters	640,000	413,988	667,000
Maintenance - other	770,000	671,763	862,000
Repairs - other	415,000	386,864	473,000
Merchant & Service Fees	630,000	540,962	654,000
Small tools	97,000	70,695	130,000
Stream Monitoring	10,000	-	-
Telephone/Data Usage	185,000	142,245	190,000
Toilet Rebate/Smart Leak Detection Program	10,000	-	15,000
Uniforms	52,000	42,483	57,000
Computer Equipment & Maintenance	56,000	30,624	131,000
Vehicle expense-Fuel	585,000	372,683	553,000
Operating Expenses Before Depreciation and Capitalization of Salaries	22,454,534	18,084,914	25,037,193
Depreciation	9,336,000	7,780,000	9,623,000
Operating Expenses Before Capitalization of Salaries	31,790,534	25,864,914	34,660,193
Capitalization of salaries	(791,656)	-	(771,866)
	<u>30,998,878</u>	<u>25,864,914</u>	<u>33,888,327</u>
Street lights expense	1,240,000	1,019,900	1,255,000
Total Operating Expenses	<u>58,141,770</u>	<u>47,245,732</u>	<u>63,589,657</u>

See Accompanying Summary of Significant Budget Assumptions



CHEROKEE COUNTY WATER AND SEWERAGE AUTHORITY
BUDGETED REVENUE, EXPENSES AND CHANGE IN NET POSITION
FOR THE YEAR ENDING AUGUST 31, 2024

	Budget Year Ending August 31, <u>2023</u>	Unaudited 10 Months Ended June 30, <u>2023</u>	Budget Year Ending August 31, <u>2024</u>
Non-Operating Expenses:			
Interest	\$ 4,127,985	\$ 3,917,558	\$ 7,527,805
Amortization Expense - Deferred Amt. on Refunding	446,555	340,619	322,365
Cost of Issuance Expense	<u>-</u>	<u>1,131,099</u>	<u>-</u>
Total Non-Operating Expenses	<u>4,574,540</u>	<u>5,389,276</u>	<u>7,850,170</u>
 TOTAL EXPENSES	 <u>62,716,310</u>	 <u>52,635,008</u>	 <u>71,439,827</u>
 CHANGE IN NET POSITION	 <u>\$ 5,785,877</u>	 <u>\$ 10,350,685</u>	 <u>\$ 10,132,503</u>

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CHEROKEE COUNTY WATER AND SEWERAGE AUTHORITY
BUDGETED EARNINGS COVERAGE BASED UPON BUDGETED
REVENUE AND EXPENSE FOR THE YEAR ENDING AUGUST 31, 2024

	Budget Year Ending August 31, <u>2023</u>	Budget Year Ending August 31, <u>2024</u>
Operating Revenue	\$ 65,947,000	\$ 74,274,000
Less Operating Expenses	<u>58,141,770</u>	<u>63,589,657</u>
	7,805,230	10,684,343
Add:		
Interest earnings -		
Sinking Funds	38,000	165,000
Revenue Fund	665,000	4,200,000
Miscellaneous income	275,000	375,000
Gain on sale of assets	-	-
Contributions from Customers	-	-
Depreciation	<u>14,649,900</u>	<u>15,228,500</u>
Income Available For (Bond) Debt Service	<u>\$ 23,433,130</u>	<u>\$ 30,652,843</u>
Required Bond Debt Service	<u>\$ 12,958,963</u>	<u>\$ 16,617,805</u>
Earnings Coverage - Estimated	<u>1.81</u>	<u>1.84</u>
Earnings Coverage - Required	<u>1.20</u>	<u>1.20</u>
Income Available For (Bond) Debt Service	\$ 23,433,130	\$ 30,652,843
Less:		
Water connection fees	(2,519,000)	(3,770,000)
Sewer tap fees	<u>(5,800,000)</u>	<u>(7,250,000)</u>
Income Available For (Bond) Debt Service Less Tap-On Fees	<u>\$ 15,114,130</u>	<u>\$ 19,632,843</u>
Earnings Coverage - Estimated	<u>1.17</u>	<u>1.18</u>
Earnings Coverage - Required	<u>1.00</u>	<u>1.00</u>

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CHEROKEE COUNTY WATER AND SEWERAGE AUTHORITY
FUNDS AVAILABLE FOR CAPITAL EXPENDITURE
BASED UPON BUDGETED REVENUE AND EXPENSE
FOR THE YEAR ENDING AUGUST 31, 2024

	Budget Year Ending August 31, <u>2023</u>	Unaudited 10 Months Ended June 30, <u>2023</u>	Budget Year Ending August 31, <u>2024</u>
Operating Revenue	\$ 65,947,000	\$ 60,042,129	\$ 74,274,000
Less Operating Expenses	<u>58,141,770</u>	<u>47,245,732</u>	<u>63,589,657</u>
	7,805,230	12,796,398	10,684,343
Add:			
Depreciation	14,649,900	12,208,250	15,228,500
Interest earnings - Revenue Fund	665,000	1,041,153	4,200,000
Miscellaneous income	275,000	323,007	375,000
Gain on sale of assets	-	16,593	-
Contributions from Customers	-	44,024	-
Deduct:			
Sinking fund deposits	<u>(12,950,644)</u>	<u>(11,128,802)</u>	<u>(16,583,941)</u>
 Funds Available For Capital Expenditures From Current Year Operations	 <u>\$ 10,444,486</u>	 <u>\$ 15,300,623</u>	 <u>\$ 13,903,902</u>

See Accompanying Summary of Significant Budget Assumptions