

**CITY OF KITCHENER
SANITARY SEWER UTILITY
VARIANCE STATEMENT
for the six months ended June 30, 2023**

| | 2023 Approved Budget | 2023 Budget as at June | 2023 Actual as at June | 2023 Variance as at June | 2023 % Variance as at June | 2023 Projected Year End Surplus/(Deficit) | Comments |
|-------------------------------|-------------------------------------|---------------------------------------|---------------------------------------|---|---|--|---|
| Core Revenue | 62,464,000 | 30,201,000 | 33,122,799 | 2,921,799 | 9.7% | 5,503,000 | Current and projected surplus due to increased water sales, consistent with the Water utility. |
| Other Revenue | 1,408,278 | 718,416 | 758,960 | 40,544 | 5.6% | 85,000 | |
| REVENUE | 63,872,278 | 30,919,416 | 33,881,759 | 2,962,343 | 9.6% | 5,588,000 | |
| Sanitary Processing | 35,164,200 | 18,493,270 | 17,820,013 | 673,257 | 3.6% | (23,000) | Current surplus is due to a drier spring/early summer than anticipated. Current deficit due to timing of pumping station repair costs. Projected year end surplus due to resource gaps resulting in decreased preventative maintenance. |
| Operating Expense | 9,614,560 | 4,384,189 | 4,513,734 | (129,545) | -3.0% | 246,000 | |
| Transfer to Capital | 22,546,000 | 11,273,000 | 11,271,846 | 1,154 | 0.0% | 2,000 | |
| EXPENSE | 67,324,760 | 34,150,459 | 33,605,593 | 544,866 | 1.6% | 225,000 | |
| Net Revenue (Expense)* | (3,452,482) | (3,231,043) | 276,166 | 3,507,209 | 108.5% | 5,813,000 | |

*Net Revenue (Expense) amount will be transferred to the stabilization reserve at the end of the year.