

**CITY OF KITCHENER
WATER 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	50,582,000	24,453,000	26,650,237	2,197,237	9.0%	4,457,000	Current and projected surplus due to warmer weather thereby causing increased volume of water sold.
Other Revenue	471,977	186,535	187,277	742	0.4%	43,000	
REVENUE	51,053,977	24,639,535	26,837,514	2,197,979	8.9%	4,500,000	
Water Purchases	24,960,000	12,226,000	13,433,901	(1,207,901)	-9.9%	(2,326,000)	Current and projected deficit is due to increased volume of water purchased, consistent with increased volume of sales.
Operating Expense	11,711,942	5,302,170	5,282,529	19,641	0.4%	78,000	
Transfer to Capital	15,232,000	7,616,000	7,614,615	1,385	0.0%	3,000	
EXPENSE	51,903,942	25,144,170	26,331,045	(1,186,875)	-4.7%	(2,245,000)	
Net Revenue (Expense)*	(849,965)	(504,635)	506,469	1,011,104	200.4%	2,255,000	

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