

CITY OF KITCHENER
WATER UTILITY
STATEMENT OF REVENUE AND EXPENSES AND STABILIZATION RESERVE FUND
for the nine months ended September 30, 2022
(with comparative figures for the nine months ended September 30, 2021)

	2022				2021
	ACTUAL	BUDGET	VARIANCE *	Note	ACTUAL
<u>REVENUE AND EXPENSE</u>					
Sale of Water	39,725,373	36,836,600	2,888,773	1	37,715,099
Water Supply	19,830,595	18,389,000	(1,441,595)	2	18,602,237
Gross Profit	19,894,778	18,447,600	1,447,178		19,112,862
Gross Profit Percentage	50%	50%			51%
<u>MISCELLANEOUS REVENUE</u>					
Other	331,193	307,702	23,491		306,470
	331,193	307,702	23,491		306,470
<u>EXPENSE</u>					
Administration	1,913,794	2,036,444	122,650	3	1,790,106
Water Maintenance	6,441,004	5,661,473	(779,531)	4	5,550,844
Transfer to capital fund	10,864,445	10,863,750	(695)		10,645,948
	19,219,243	18,561,667	(657,576)		17,986,898
Net Revenue (Expense)	1,006,728	193,635	813,093		1,432,434
<u>STABILIZATION RESERVE FUND</u>					
Opening Balance	7,425,111	7,425,111	-		7,538,584

VARIANCE EXPLANATION:

** Numbers in brackets are unfavourable variances*

- 1 Sales of water are higher than budget due to increased volumes sold to the end of September due to a dry spring/summer.
- 2 Water supply is higher than budget consistent with increased sales volumes.
- 3 Administration costs are lower than budget due to higher allocation of costs to capital than anticipated.
- 4 Water maintenance costs are higher than budget due to increased number of main breaks, as well as increased severity and cost of repair/restoration.