

**CITY OF KITCHENER
SANITARY SEWER 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
REVENUE AND EXPENSES					
Sewer Surcharge Revenue	49,757,738	46,407,000	3,350,738	1	47,193,337
Cost of Sewage Processing	23,416,369	25,485,817	2,069,448	2	22,972,451
Gross Profit	26,341,369	20,921,183	5,420,186		24,220,886
Gross Profit Percentage	53%	45%			51%
MISCELLANEOUS REVENUE					
Other Revenue	978,407	885,434	92,973		561,241
	978,407	885,434	92,973		561,241
EXPENSES					
Administration	1,942,527	1,914,297	(28,230)		1,929,578
Sanitary Sewer Maintenance	3,823,874	3,606,855	(217,019)	3	3,054,688
Sewage Rebates	887,163	851,000	(36,163)		632,475
Transfer to Capital Fund	14,628,759	14,627,250	(1,509)		13,932,570
	21,282,323	20,999,402	(282,921)		19,549,311
Net Revenue (Expense)	6,037,453	807,215	5,230,238		5,232,816

STABILIZATION RESERVE FUND

Opening Balance	9,270,109	9,270,109	-	9,348,702
-----------------	-----------	-----------	---	-----------

VARIANCE EXPLANATION:

** Numbers in brackets are unfavourable variances*

- 1 Sewer surcharge revenue is higher than budget due to increased water volumes, consistent with the water utility.
- 2 Cost of sewage processing is lower than budget, due to a drier spring/summer than anticipated.
- 3 Sanitary sewer maintenance costs are higher than budget due to unforeseen emergency repair costs for the Ottawa St trunk sanitary sewer.