



FY23 GRU Budget Final Flow of Funds

Item #211206

May 12, 2022



**All budgeted operations and
maintenance activities
contribute to the delivery of
safe, reliable, economical, and
environmentally sensitive
services to our customers.**

Utilities System Revenue Bond Resolution

Section 505: Flow of Funds

- ***Revenues actually received by the City and deposited into the Revenue Fund shall be applied in the following manner and in the following order of priority:***
 - Such sums as are necessary to meet Operation and Maintenance expenses
 - Budgeted deposits to the Rate Stabilization Fund
 - Transfers to the Trustee to meet required Debt Service obligations
 - Required deposits to the Utility Plant Improvement Fund
 - Balance remaining may be used for any lawful purpose
 - Includes the General Fund Transfer

COMBINED FLOW OF FUNDS

	FY22 Final	FY23 Budget	Forecast			
			FY24	FY25	FY26	FY27
Revenues	337,500,287	335,156,741	337,816,904	345,105,451	350,614,899	355,618,902
O & M Expense	152,215,701	150,243,812	154,138,332	158,762,482	163,525,357	168,431,116
Net Revenues	185,284,586	184,912,929	183,678,572	186,342,969	187,089,542	187,187,786
Use of Net Revenues:						
Debt Service	98,567,831	99,750,432	101,705,778	107,301,792	111,431,195	115,526,551
Debt Defeasance	4,671,196	4,673,286	4,681,804	5,472,237	5,710,515	5,669,095
UPIF	45,762,559	46,206,211	45,007,990	43,285,940	41,664,832	39,709,140
General Fund Transfer	36,283,000	34,283,000	32,283,000	30,283,000	28,283,000	26,283,000
Total Use of Net Revenues	185,284,586	184,912,929	183,678,572	186,342,969	187,089,542	187,187,786
Net Revenue/(Deficit)	-	-	-	-	-	-

ELECTRIC SYSTEM FLOW OF FUNDS

	FY22 Final	FY23 Budget	Forecast			
			FY24	FY25	FY26	FY27
Revenues Net of Fuel	216,875,977	217,529,950	220,013,665	224,003,669	225,858,719	227,820,491
O & M Expense Net of Fuel	93,720,529	92,424,910	95,622,906	98,491,593	101,446,341	104,489,731
Net Revenues	123,155,448	125,105,040	124,390,759	125,512,076	124,412,378	123,330,760
Use of Net Revenues:						
Debt Service	71,284,412	71,730,632	71,807,736	73,980,796	74,838,308	76,246,515
Debt Defeasance	3,711,977	3,713,691	3,722,010	4,456,512	4,430,945	4,401,383
UPIF	24,770,690	27,349,341	27,851,237	27,366,592	26,736,549	25,577,886
General Fund Transfer	23,388,369	22,311,376	21,009,776	19,708,176	18,406,576	17,104,976
Total Use of Net Revenues	123,155,448	125,105,040	124,390,759	125,512,076	124,412,378	123,330,760
Net Revenue/(Deficit)	-	-	-	-	-	-

WATER SYSTEM FLOW OF FUNDS

	FY22 Final	FY23 Budget	Forecast			
			FY24	FY25	FY26	FY27
Revenues	38,911,725	36,858,595	37,714,063	39,241,924	40,052,666	39,460,793
O & M Expense	18,972,300	17,468,894	17,804,791	18,338,935	18,889,103	19,455,776
Net Revenues	19,939,425	19,389,701	19,909,272	20,902,989	21,163,563	20,005,017
Use of Net Revenues:						
Debt Service	8,427,667	8,652,787	9,867,486	11,453,058	12,268,602	11,649,064
Debt Defeasance	319,916	320,207	320,198	329,238	328,894	327,862
UPIF	6,765,625	6,371,313	5,912,194	5,547,299	5,228,673	4,926,697
General Fund Transfer	4,426,217	4,045,394	3,809,394	3,573,394	3,337,394	3,101,394
Total Use of Net Revenues	19,939,425	19,389,701	19,909,272	20,902,989	21,163,563	20,005,017
Net Revenue/(Deficit)	-	-	-	-	-	-

WASTEWATER SYSTEM FLOW OF FUNDS

	FY22 Final	FY23 Budget	Forecast			
			FY24	FY25	FY26	FY27
Revenues	49,128,516	47,720,645	47,874,354	49,369,795	52,225,711	51,677,762
O & M Expense	23,409,313	22,884,400	23,296,120	23,995,004	24,714,854	25,456,299
Net Revenues	25,719,203	24,836,245	24,578,234	25,374,791	27,510,857	26,221,463
Use of Net Revenues:						
Debt Service	11,695,566	12,007,752	12,703,577	14,278,386	16,844,224	16,111,784
Debt Defeasance	362,572	362,573	362,802	362,650	628,396	619,317
UPIF	8,314,263	7,625,160	6,953,495	6,457,795	6,044,677	5,779,202
General Fund Transfer	5,346,802	4,840,760	4,558,360	4,275,960	3,993,560	3,711,160
Total Use of Net Revenues	25,719,203	24,836,245	24,578,234	25,374,791	27,510,857	26,221,463
Net Revenue/(Deficit)	-	-	-	-	-	-

GAS SYSTEM FLOW OF FUNDS

	FY22 Final	FY23 Budget	Forecast			
			FY24	FY25	FY26	FY27
Revenues Net of Fuel	17,913,489	17,037,915	15,750,495	15,603,085	15,430,521	15,219,297
O & M Expense Net of Fuel	6,163,378	6,400,263	5,839,349	6,014,529	6,194,965	6,380,814
Net Revenues	11,750,111	10,637,652	9,911,146	9,588,556	9,235,556	8,838,483
Use of Net Revenues:						
Debt Service	5,024,427	5,139,711	5,153,159	5,262,216	5,237,036	5,120,525
Debt Defeasance	163,465	163,549	163,452	210,537	208,844	207,157
UPIF	4,762,422	3,503,680	2,870,623	2,498,691	2,279,364	2,107,289
General Fund Transfer	1,799,797	1,830,712	1,723,912	1,617,112	1,510,312	1,403,512
Total Use of Net Revenues	11,750,111	10,637,652	9,911,146	9,588,556	9,235,556	8,838,483
Net Revenue/(Deficit)	-	-	-	-	-	-

GRUCOM FLOW OF FUNDS

	FY22 Final	FY23 Budget	Forecast			
			FY24	FY25	FY26	FY27
Revenues	14,670,580	16,009,636	16,464,327	16,886,978	17,047,282	21,440,559
O & M Expense	9,950,181	11,065,345	11,575,166	11,922,421	12,280,094	12,648,496
Net Revenues	4,720,399	4,944,291	4,889,161	4,964,557	4,767,188	8,792,063
Use of Net Revenues:						
Debt Service	2,135,759	2,219,550	2,173,820	2,327,336	2,243,025	6,398,663
Debt Defeasance	113,266	113,266	113,342	113,300	113,436	113,376
UPIF	1,149,559	1,356,717	1,420,441	1,415,563	1,375,569	1,318,066
General Fund Transfer	1,321,815	1,254,758	1,181,558	1,108,358	1,035,158	961,958
Total Use of Net Revenues	4,720,399	4,944,291	4,889,161	4,964,557	4,767,188	8,792,063
Net Revenue/(Deficit)	-	-	-	-	-	-

GRUCOM FLOW OF FUNDS

			Forecast			
	FY22 Final	FY23 Budget	FY24	FY25	FY26	FY27
Revenues	14,670,580	12,465,526	12,527,870	12,695,814	13,134,985	13,816,020
O & M Expense	9,950,181	11,065,345	11,575,166	11,922,421	12,280,094	12,648,496
Net Revenues	4,720,399	1,400,181	952,704	773,393	854,891	1,167,524
Use of Net Revenues:						
Debt Service	2,135,759	2,219,550	2,173,820	2,327,336	2,243,025	6,398,663
Debt Defeasance	113,266	113,266	113,342	113,300	113,436	113,376
UPIF	1,149,559	1,356,717	1,420,441	1,415,563	1,375,569	1,318,066
General Fund Transfer	1,321,815	1,254,758	1,181,558	1,108,358	1,035,158	961,958
Total Use of Net Revenues	4,720,399	4,944,291	4,889,161	4,964,557	4,767,188	8,792,063
Net Revenue/(Deficit)	-	(3,544,110)	(3,936,457)	(4,191,164)	(3,912,297)	(7,624,539)
Intercompany Loan FY21 - FY22	(4,825,000)	-	-	-	-	-
Deficit	(4,825,000)	(8,369,110)	(12,305,567)	(16,496,731)	(20,409,028)	(28,033,567)

FY23 O & M Budget Process

- General Manager directed that irrespective of post pandemic inflationary factors FY23 O & M budgets would not exceed the FY23 levels submitted as part of the FY22 budget process
- Original budgets submitted for management review in February
 - Budgets were scrubbed and based on General Manager review and returned to departments for adjustments as necessary
- FY23 O & M budget 2.0% less than FY23 levels included in FY22 budget process (\$150,243,812 vs \$153,320,569)
 - 1.3% below final FY22 budget amount of \$152,215,701