

2021 MUNICIPAL WATERWORKS INFORMATION

Municipality Name: Town of Kerrobert

Waterworks Financial Overview:

Revenue:	\$755,164
Expenses:	\$686,705
Debt Repayment:	\$483,269
Ratio:	.6592

Comparison of Waterworks Revenues to Expenditures plus Debt Repayment, expressed as a Ratio:

$$\frac{755,164}{1,169,974} = 0.645$$

For 2021, waterworks revenues covered 64.5% percent of the waterworks expenditures.

Please provide an explanation of the ratio if necessary:

Revenues do not include borrowed funds for capital projects or transfers from reserve.

The reason we do not fully cover utility operations as we are paying down debt from the Water Treatment plant upgrade and the Waste water Treatment facility built, that is non operational.

Revenues do not include capital grant income.

The ratio is lower than 2020 as there was higher debt repayment in 2021, due to decreased interest portions of payments.

Reserves:

2020 there was \$5,000 put into utility reserves.

2021 there was \$10,000 put into utility reserves.

The total amount in reserves is \$15,000 in a funded bank account. The annual reserve contribution will start to increase as the long term debt is retired, and annual budget needs are reduced with infrastructure upgrades.