



# City of Grand Island

Tuesday, July 12, 2022

Study Session

## Item C2

### Utilities Department FY23 Budget Presentation (Electric and Water)

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## 2022-23 BUDGET OVERVIEW

Electric Department – Fund 520

Water Department – Fund 525

## Budget Guidelines

- Conservative (low) revenue forecast
  - Weather dependent
  - Ensure debt service coverage
- Conservative (high) operating costs
  - Generation fuel/purchased power
  - Allow potential production capacity
- Maintain adequate cash reserves
- Manage controllable operating expenses and capital expenditures

## Cash Reserve Guidelines

- Cash Reserve Considerations
  - Working Capital
  - Replacement Power
  - Asset Replacement
  - Capital Improvement Reserve
  - Debt Service Reserve
  
- Electric Fund - \$37,138,121
- Water Fund - \$3,508,684

## Capital Improvement Budgets

- Electric and Water Master Plans recently completed
  
- 5 and 20 Year System Requirements
  - Technical Evaluation
  - No Financial Evaluation
  
- Recommendations included in 5 year capital improvement budget forecasts

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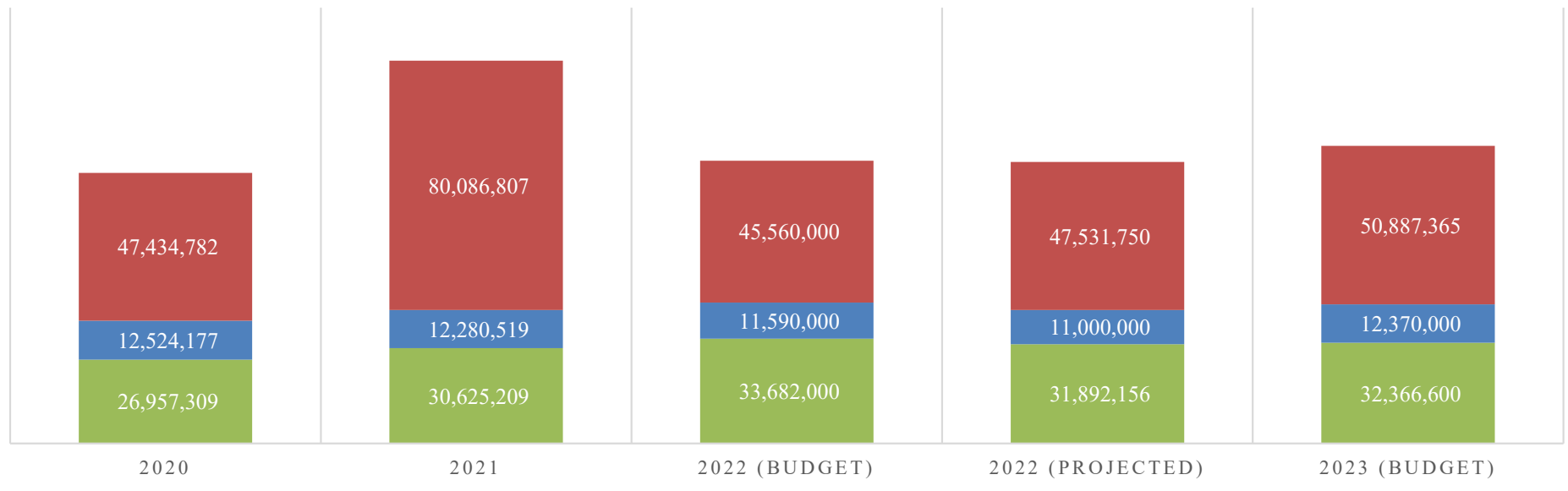
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**ELECTRIC DEPARTMENT  
FUND 520**

**ELECTRIC DEPARTMENT - FUND 520**

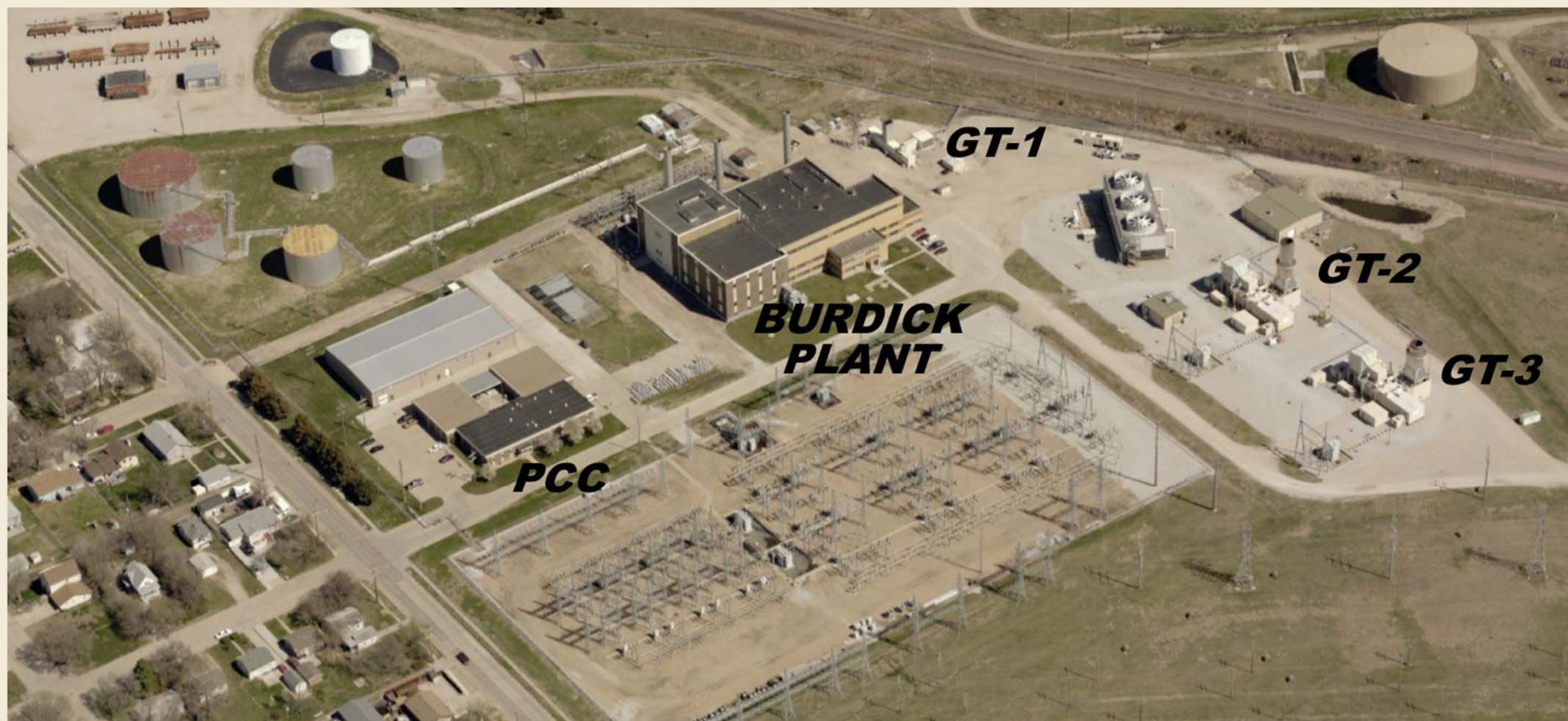
■ Admin and Operating   ■ Capital Expenditures   ■ Fuel, purchase power, debt service



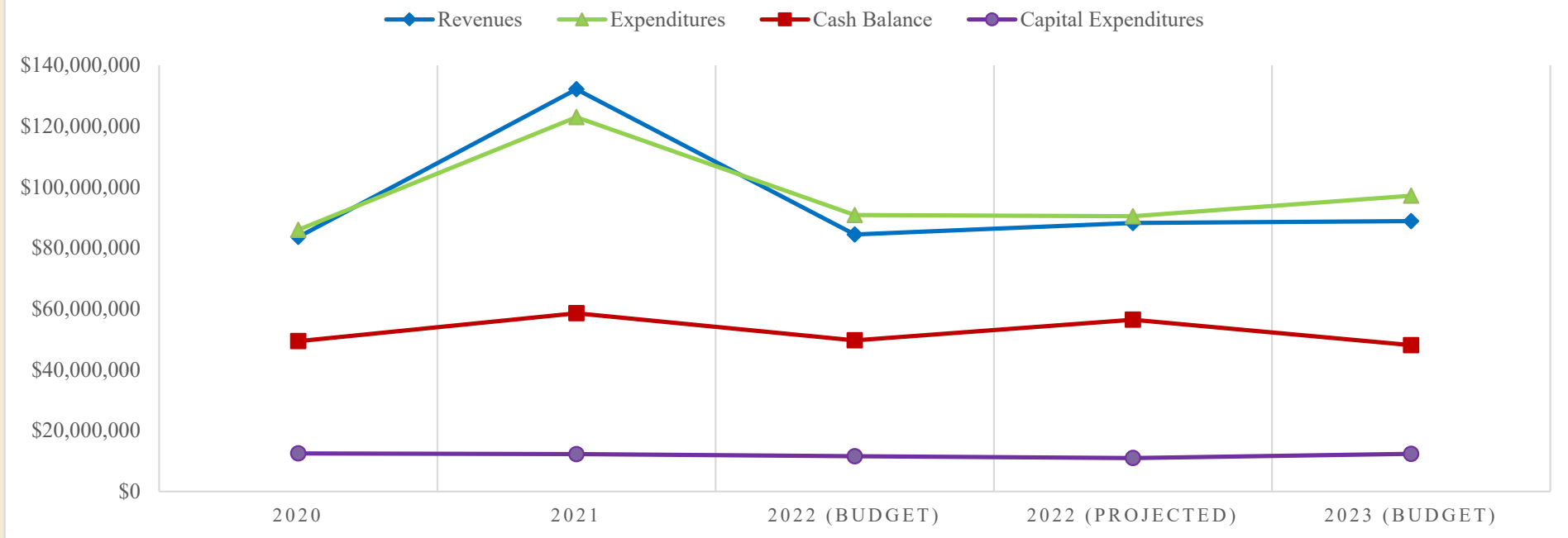
## Electric Capital Improvements

- Total Capital Budget - \$12,370,000
  - Transmission and Substation Upgrades - \$1,350,000
  - Bond payments - \$3,805,000
  - Distribution improvements - \$6,515,000
  - Power plant maintenance/improvements - \$50,000





**ELECTRIC DEPARTMENT - FUND 520**



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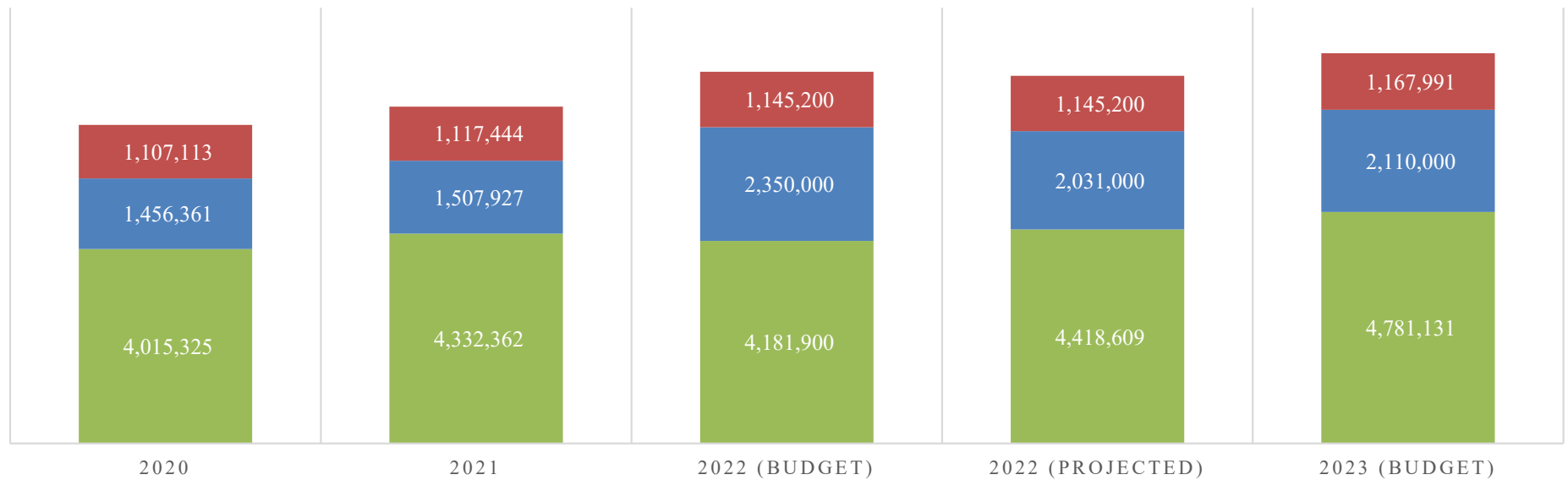
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**WATER DEPARTMENT  
FUND 525**

**WATER DEPARTMENT - FUND 525**

■ Admin and Operating   ■ Capital Expenditures   ■ Uranium Removal Operation Expense



## Water Capital Improvements

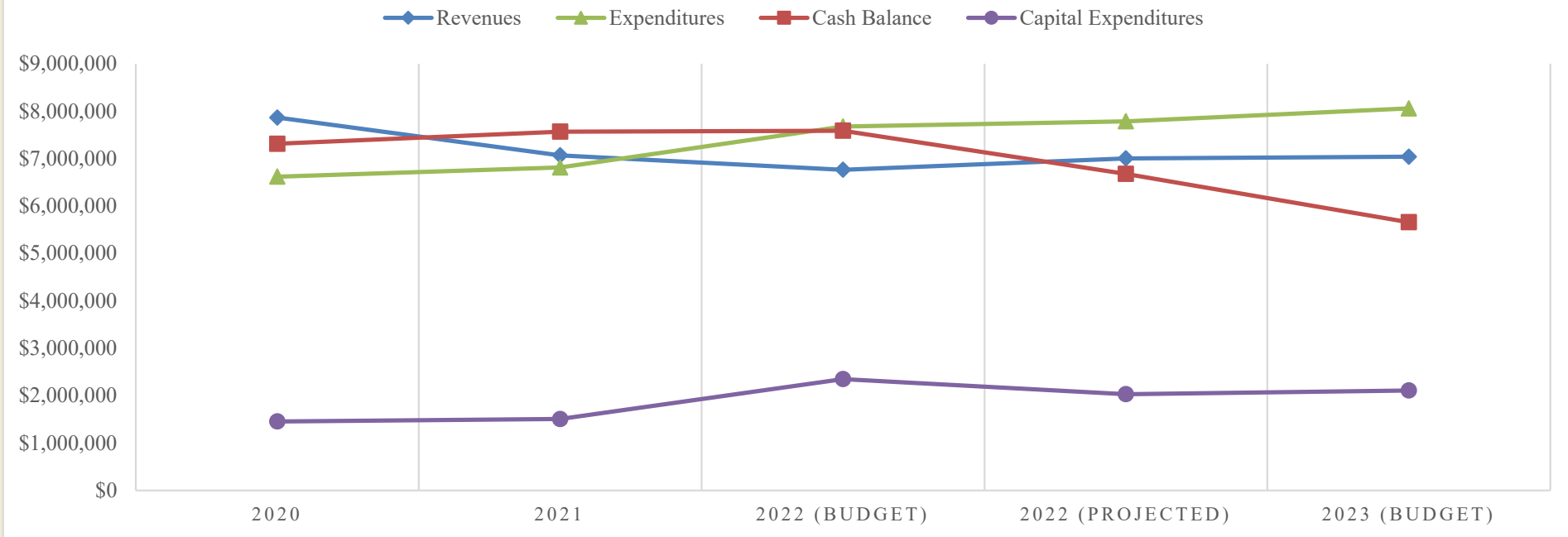
- Total Capital Budget - \$2,110,000

  - Bond payments - \$345,000

  - Distribution improvements- \$1,090,000

  - Production improvements - \$500,000

**WATER DEPARTMENT - FUND 525**



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Questions?