

Date: February 3, 2020
Submitted by: Kevin Paterson, Environmental Services Manager
Service Name: Area A Septage
Service Purpose: To provide a septage disposal facility for the businesses and residents of the Elk Valley Subregion.
Participants: Electoral Area A.

Operational Items:

- This service continues to generate significant revenues with minimal operational and maintenance costs.

Capital Items:

- Groundwater Monitor Contractor recommends additional test well \$30,000.

CFO Comments:

- Estimate a negative tax of -\$450,000 again in 2020 to offset \$375,000 in taxation for Area A Flood and \$75,000 in other Area A taxation.
- Revenue estimate has been increased to \$400,000 to reflect actual revenues over last several years.
- Budget includes creating a new Environmental Remediation Reserve with initial transfer of \$125,000 in 2020 and annual transfers of \$25,000 each year after until reserve reaches \$225,000.
- Septage Reserve being drawn down each year to minimize taxation. Projected balance of \$254,269 in 2024.



**Area A Septage
Five Year Financial Plan
With Revenues and Expenditures
For the Twelve Months Ending Tuesday, December 31, 2019
2/3/2020**

Revenue

	2019 BUDGET	2019 ACTUAL	2020 BUDGET	2021 BUDGET	2022 BUDGET	2023 BUDGET	2024 BUDGET
Requisition	(\$450,000)	(\$450,000)	(\$450,000)	(\$450,000)	(\$450,000)	(\$450,000)	(\$450,000)
Fees & Charges	300,000	618,769	400,000	400,000	400,000	400,000	400,000
Prior Period Surplus	20,785	20,785	167,594				
Total Revenue	(129,215)	189,555	117,594	(50,000)	(50,000)	(50,000)	(50,000)

Expenditures

Salaries & Benefits	1,885	438	2,247	2,292	2,337	2,385	2,432
Operations & Maintenance	41,700	21,407	55,700	23,200	43,200	23,200	22,700
Shared Overhead	297	116	320	327	332	339	346
Total General	43,882	21,961	58,267	25,819	45,869	25,924	25,478
Total Expenditures	43,882	21,961	58,267	25,819	45,869	25,924	25,478
Revenue less Expenditures	(173,097)	167,594	59,327	(75,819)	(95,869)	(75,924)	(75,478)
Transfers to Reserves			(125,000)	(25,000)	(25,000)	(25,000)	(25,000)
Transfers from Reserves	173,097		65,673	100,819	120,869	100,924	100,478
Surplus (Deficit)		167,594					
Septage Reserve		743,032					