

**BRUNSWICK REGIONAL WATER & SEWER H2GO
BUDGET WORKSHOP MEETING
WEDNESDAY APRIL 6, 2022**

OFFICIAL MINUTES

CALL TO ORDER:

Chairman Ronnie Jenkins called the meeting, located at H2GO, to order at 10 a.m.; a quorum was present. The assembly was led in the Pledge of Allegiance.

MEMBERS PRESENT:

Present from the Board of Commissioners were members Ronnie Jenkins, Chairman, Barry Laub, Vice Chairman, Rodney McCoy, Secretary, Bill Beer and Steve Hosmer, present from H2GO was Bob Walker, Executive Director, Russ Lane, Assistant Executive Director, Scott Hook, Finance Officer, Ken Brown, Assistant Finance Officer, and Deana Greiner, Clerk to the Board. Also present was attorney Steve Coble.

EXECUTIVE SESSION TO CONSULT WITH LEGAL COUNSEL, PURSUANT TO NCGS 143-318.11(a)(3)

Commissioner Laub made the motion for the board to enter into executive session to consult with legal counsel, pursuant to NCGS 143-318.11(a)(3) ; a vote was called and the motion passed unanimously.

Commissioner Hosmer made the motion for the board to re-enter open session; a vote was called and the motion carried unanimously.

It was said there was nothing to report out of executive session.

BUDGET WORKSHOP:

Mr. Hook pointed out some key dates for the board; he said at the April Board meeting that the board needed to set the Public Hearing for the FY 2023 Budget to be during the May Board meeting. Mr. Hook stated the FY 2023 Budget is to be approved during the June Board meeting. Mr. Hook went through his budget power point; which is hereby incorporated and made a part of these minutes as Exhibit A; he pointed out several key line items for each department on the proposed FY2023 Budget; which is hereby incorporated and made a part of these minutes as Exhibit B.

Mr. Hook pointed out the Capital Outlay in the Administration budget; he said this was for the proposed building expansion project; he pointed out the line items for taxes and explained that those items will be recorded differently from now on. Mr. Hook pointed out the Meter and MXU line items for the Work Order budget; he said we are finally getting to a point where we have inventory on hand. Mr. Hook pointed out the Capital Outlay in the Locators budget; he said there has been a request for another GPR and wire tracer unit. Mr. Hook pointed out the Software line item; he said we are working on getting a new asset management program that will assist in mapping all our infrastructure. Mr. Hook pointed out the Capital Outlay in the Water

Distribution budget; he said there were a couple of line expansions and maintenance scheduled for the Water Tower. Mr. Hook pointed out the Lab Fees and said there would be more water testing required this year; he pointed out the Potable Water line item and said this is what we pay the county for water. Mr. Hook explained that as the RO Plant comes online that this item should decrease. Mr. Hook pointed out the Capital Outlay item in the RO Plant Budget; he said this was for our share of the Gregory Poole Road improvements; he said because he has no previous history that many of the line items were based on the engineer's calculations. It was said some items could be more or less depending on how the RO Plant runs. Mr. Hook pointed out the Capital Outlay item for the Sewer Collection Budget; he said they were planning to rehab a couple of lift stations. Mr. Hook pointed out the Waste Water Treatment line item; he said this is what we pay to the County. Mr. Hook pointed out the Grinder Pump line item; he explained that we front the cost for grinder pumps and the builders reimburse us. Mr. Hook stated that as far as the Waste Water Treatment Plant budget that he eliminated the pump and haul item and he moved the safety line item to the Administration budget.


Mr. Hook explained that he was proposing that we give out employees a \$3 an hour COLA raise this year; he said that even though gas prices fluctuate the cost of groceries and other items are not coming down. Mr. Hook explained that he also was proposing up to a 3% merit raise; and he was proposing adding a 75% insurance premium benefit for the employee spouse and or dependents. Mr. Hook explained that he has researched neighboring entities; he said our neighbors are doing very similar raises this year. It was said that the County was already offering higher pay than what we pay our employees in similar fields of work. It was said that our employees are our best assets and they are a huge investment; it was said we need to stay competitive so that we can keep our employees.

There was mention with the growing of our company that we may want to look at hiring a professional human resource officer; one with background and education in human resources and could handle coordinating training and what not. There was a brief discussion on our current staff member who handles Human Resources. Mr. Hook explained that she was close to retirement and that putting her through training would not be efficient knowing she was soon retiring. Mr. Hook said if we hired another Human Resource Officer that there are other areas the current employee would fit into easily. It was said that staff was looking into adding new positions such as these; it was said that one of our main problems right now was finding the office space.

The meeting ended with discussion on the need to change the May meeting to another date. The board decided that May 11, 2022 would be ok if the Town Hall was available.

ADJOURNMENT:

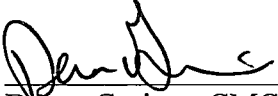
Commissioner Beer made the motion to adjourn the meeting at 12:15 p.m.; a vote was called and the motion carried unanimously.



Ronnie Jenkins, Chairman



Rodney McCoy, Secretary



Deana Greiner, CMC
Deputy Clerk to the Board

4/19/22

Date of Approval

FY 2023 BUDGET MEETING

April 6, 2022 – Budget Workshop
April 19, 2022 – Set Budget Public Hearing
May 10, 2022 – Public Hearing
June 21, 2022 – FY23 Budget Ordinance

Budget Message FY 2023

- **Goal of the fiscal year 2023 budget is to maintain a balanced budget that will provide the proper level of appropriations in order to operate and sustain a successful District.**
- **Expenses:** are divided into seven departments: Administration, Work Order, Asset Protection, Water Distribution, RO WTP, Wastewater Collections, and Wastewater Treatment.
- **Revenue:** Currently the District's rates are covering the cost of operations and providing for partial depreciation repayment coverage. System Development Fee's are being transferred to the District's capital improvement fund to be used for future capital needs or debt associate with past projects. These fees are not; nor can they be used for operating expenditures.

Current District Customers

- ▣ Water Service Locations – 15,800
- ▣ Sewer Service Locations – 16,673
- ▣ Irrigation Service Locations – 6,132

- ▣ FY 2022 added locations as of 3/31/2022
 - Water – 826
 - Sewer – 835
 - Irrigation – 294

(Multi Units 315-100-214)

Operating Cash on Hand

Operating Fund 50

Cash Balance as of June 30, 2021: \$9,696,407 Unreserved Fund Balance: \$8,907,960

Current Balance as of March 31, 2022: \$9,365,156 Unreserved Fund Balance: \$8,467,719

LGC Recommends Unreserved fund Balance of 8% of operating budget

H2GO Net Operating Budget FY 2023 = \$14,216,866 x 8% = \$1,257,350

Because H2GO operates in the Hurricane landfall area, I have always recommended that H2GO maintains at least 25% Unreserved Fund Balance with an upper threshold of 40%. That would equal between \$3,554,216- \$5,686,746 currently.

Estimated Ending Unreserved Fund Balance June 30, 2022: \$2,167,719

June 30, 2023: \$2,250,000

June 30, 2024: \$3,000,000

June 30, 2025: \$4,000,000

FY 2023 Rate Change Discussion

Recommendation:

Staff will get pricing from vendor closer to May Public Hearing date with updated cost for reimbursable items. (Meters, boxes ect)

FY 2023 Budget Revenues

Capital Revenue: Budgeted New Connections

1. 1175 Water Connections
2. 1175 Sewer Connections
3. 400 Irrigation Connections

FY 2023 Expenditure Summary

▣ Major Items:

- Debt payment increases by \$1 million
- Lift Station Upgrades
- Salary and Benefit adjustments
- Building Addition – Office Space - \$1.5 million
- Water Tower Maintenance

Salary and Benefit Request

- Recommend \$3 hourly raise for the COLA adjustment (Data suggest average household is spending \$375 to \$433 more on same items as a year ago)
- 3% merit average recommended
- Add 75% percent employer contribution for Spouse, Family, and Child insurances coverages.
(Recruitment and Retention goal)

Exhibit B

Source Code	Revenues	FY 2022 Budget	FY 2022 as of 3/31/2022	FY2022 Projected	FY 2023 Budget
30101	Water Base Fee	2,636,040	2,036,130	2,714,839	2,783,124
30102	Water Use Charge	2,931,000	2,073,138	2,900,000	3,000,000
30108	Sewer Base Fee	3,383,100	2,618,349	3,491,132	3,555,300
30109	Sewer Use Charges	4,272,049	3,272,997	4,600,000	4,700,000
30110	Admin Fees	75,000	46,110	65,000	75,000
30112	Tank Fee	4,500	3,830	5,107	5,100
30113	Irrigation Availability	924,528	735,358	980,477	980,467
30114	Irrigation Usage	1,636,600	1,012,822	1,585,000	1,600,000
30212	Meter Purchases	390,000	502,305	669,740	629,250
30300	Interest Earned	20,000	17,471	23,294	150,000
30401	Sales Tax Refund	201,000	0	0	0
30501	Return Check Fees	1,000	1,900	2,533	2,500
30502	Reconnection Fees	4,000	35	47	0
30503	Late Penalties	0	0	0	0
30504	Service Charges	7,500	4,435	5,913	5,000
30505	Cross Connection Fines	4,000	11,490	15,319	2,000
30601	Miscellaneous Income	90,000	102,172	136,229	100,000
30604	Contract Billings	0	0	0	16,500
30608	Construction Reimbursement		3,811	5,082	0
30640	Grinder Pump Fee	645,000	671,425	895,233	1,150,000
30645	Irrigation Impact-Fees		11,180	14,907	0
30650	Sewer Capital Recovery Fee		5,600	5,600	0
30613	Transfer in from FUND 60	1,363,556	3,144,704	3,144,704	1,000,000
	Transfer from FUND 20 - Water	1,781,148		0	2,406,760
48200	Bad Debt	(10,000)	(272)	(15,000)	(15,000)
	Sub Total - Operating Revenue	20,360,021	16,274,988	21,245,157	22,146,001
30620	Water Impact Fees	129,000	120,820	161,093	150,500
30630	Sewer Impace Fees	0	(600)	(800)	0
30660	Water Capital Recovery Fee	90,000	94,380	125,840	105,000
30665	Water System Development Fee	2,720,000	3,670,485	4,710,920	3,200,000
30666	Irrigation System Development	580,000	629,240	838,987	928,000
30670	Sewer System Development Fee	4,420,000	4,892,878	6,340,777	5,200,000
30618	Compass Pointe Sewer Impact	450,000	423,000	564,000	525,000
30619	Compass Pointe Sewer Recovery	150,000	141,000	188,000	175,000
	Sub Total - Capital Revenue	8,539,000	9,971,203	12,928,817	10,283,500
	Fund Balance	299,752			
	Total Revenue	29,198,773	26,246,191	34,173,975	32,429,501

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source	ADMINISTRATION - 7110	FY 2022	FY 2022 as	FY2022	FY 2023
Code		Budget	of 3/31/2022	Projected	Budget
40101	Office Supplies	50,000	18,204	21,605	24,150
40103	Postage	80,000	54,910	73,213	75,000
40106	Advertising	15,000	27,560	36,747	20,000
40107	Office Equipment	30,000	27,289	36,386	38,080
40201	Salaries	1,149,409	759,020	1,012,026	1,392,218
40202	Salaries - overtime	10,000	5,067	6,756	7,553
40203	Board Per Diem	40,900	26,508	35,344	40,900
40204	FICA Expenses	91,824	61,893	82,524	110,211
40205	401 K Employer Contribution	57,470	35,530	47,374	69,611
40206	Emp. Health Insurance	201,600	98,817	131,756	516,013
40207	Employee Retirement	131,593	90,169	120,225	158,874
40208	Unemployment Insurance	3,500	1,529	2,039	2,369
40210	Workers Compensation	3,200	3,146	4,194	4,796
40301	Insurance Premium	105,000	96,652	100,000	115,000
40302	Bank Service Charges	175,000	171,323	228,430	225,000
40303	Dues/Subscriptions	4,000	2,842	3,789	4,333
40304	Election Expense	17,500	18,946	18,946	0
40305	Administrative Misc.	30,000	35,673	47,564	53,489
40401	North Carolina State Sales Taxes	120,000	76,131	101,508	0
40402	Brunswick County Sales Taxes	75,000	31,027	41,369	0
40403	New Hanover County Sales Taxes	5,000	1,100	1,466	0
40406	Mecklenburg County Taxes	1,000	0	0	0
40501	Legal Fees	125,000	176,017	234,689	150,000
40503	Engineering	150,000	205,560	274,080	308,190
40504	Accounting	20,000	0	20,000	20,000
40509	Outsource Billing Service Fee	88,500	66,731	88,975	101,745
40701	Electricity	11,500	10,508	14,011	14,784
40702	Telephone	17,500	16,689	22,252	20,000
40801	Debt Service - Principle	2,739,081	2,576,052	2,739,081	3,825,876
40802	Debt Service - Interest	2,717,520	2,704,087	2,717,520	2,603,259
40902	Vehicle Fuel	9,500	7,423	9,898	13,100
40904	Vehicle Maint/Repairs	5,000	10,457	13,943	15,833
41001	Software & Support	205,000	229,204	250,000	105,000
41002	Computer Equipment	30,000	16,965	22,619	25,866
41003	Hardware Maintenance	12,000	5,516	7,355	7,728
41101	Equipment Rental	1,000	0	0	0
41102	Small Tools & Equipment	1,000	32	43	100
41103	Uniform Rentals	5,200	7,679	10,239	6,360
41108	Permits & License	1,000	721	962	1,100
41109	Miscellaneous Supplies	10,000	4,274	5,698	6,516
41112	Fines & Penalties	5,000	213	284	5,000
41120	Contracted Services	63,000	6,925	9,233	5,000
41202	Building Maintenance	52,500	32,545	43,393	52,340
41301	Travel and Training	15,000	7,983	10,645	11,639
41305	Safety	0	0	0	30,000
41403	Capital Outlay	50,000	26,750	35,667	1,500,000
41601	Contingency	0	0	0	120,831
48110	Transfer to Capital Reserves	8,539,000	9,423,983	12,928,817	10,283,500
	TOTALS:	17,270,297	17,177,650	21,612,665	22,091,364

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source	WORK ORDER-7115	FY 2022	FY 2022 as	FY2022	FY 2023
Code		Budget	of 3/31/2022	Projected	Budget
40201	Salaries	152,454	112,874	150,499	190,406
40202	Salaries - overtime	6,500	5,358	7,144	9,032
40204	FICA Expenses	11,777	8,794	11,725	15,257
40205	401 K Employer Contribution	7,623	3,848	5,131	9,520
40206	Emp. Health Insurance	50,400	28,532	38,042	46,670
40207	Employee Retirement	17,474	13,434	17,912	22,636
40208	Unemployment Insurance	874	356	474	526
40210	Workers Compensation	3,100	2,542	3,389	3,876
40702	Telephone	4,500	3,798	5,064	4,813
40902	Vehicle Fuel	9,500	8,574	11,432	15,131
40904	Vehicle Repairs	10,500	8,526	11,368	13,000
41002	Computer Equipment	2,500	0	0	7,500
41102	Small Tools & Equipment	5,000	1,653	2,204	6,000
41103	Uniform Rental	5,200	4,149	5,532	6,360
41108	Permits & License	500	0	0	250
41109	Miscellaneous Supplies	50,000	6,656	8,875	10,126
41127	MXU	75,000	48,899	210,000	256,000
41128	Meters	610,000	705,269	725,000	50,000
41301	Travel & Training	3,000	85	113	1,500
	TOTALS:	1,025,902	963,347	1,213,905	668,604

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source	LOCATORS-7120	FY 2022	FY 2022 as	FY2022	FY 2023
Code		Budget	of 3/31/2022	Projected	Budget
40201	Salaries	191,087	166,755	222,340	225,392
40202	Salaries - overtime	6,500	3,026	4,034	4,977
40204	FICA Expenses	14,733	10,749	14,332	17,623
40205	401 K Employer Contribution	9,554	7,112	9,483	11,270
40206	Emp. Health Insurance	50,400	30,788	41,051	46,670
40207	Employee Retirement	21,859	16,569	22,092	26,147
40208	Unemployment Insurance	874	306	408	526
40210	Workers Compensation	3,840	3,148	4,197	4,800
40303	Dues & Subscriptions	0	30	40	0
40702	Telephone	4,500	3,267	4,357	4,675
40902	Vehicle Fuel	7,000	6,461	8,615	11,402
40904	Vehicle Repairs	3,000	3,492	4,656	5,324
41001	Software & Support	0	0	0	27,000
41102	Small Tools & Equipment	2,500	869	1,159	1,325
41103	Uniform Rental	5,200	4,891	6,522	6,360
41108	Permits & License	500	130	173	250
41109	Miscellaneous Supplies	12,000	13,136	17,515	20,029
41120	Contract Services	12,600	4,380	5,840	6,678
41301	Travel & Training	3,000	85	113	2,000
41403	Capital Outlay	0	0	0	35,000
	TOTALS:	349,147	275,196	366,928	457,448

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source	WATER DISTRIBUTION-7130	FY 2022	FY 2022 as	FY2022	FY 2023
Code		Budget	of 3/31/2022	Projected	Budget
40201	Salaries	463,072	381,580	508,773	520,875
40202	Salaries - overtime	17,500	13,955	18,606	21,664
40204	FICA Expenses	36,764	32,362	43,149	41,504
40205	401 K Employer Contribution	23,154	17,739	23,652	26,044
40206	Emp. Health Insurance	100,800	58,067	77,422	93,339
40207	Employee Retirement	54,545	45,545	60,727	61,578
40208	Unemployment Insurance	1,600	776	1,035	1,053
40210	Workers Compensation	7,600	7,599	10,132	11,587
40303	Dues and Subscriptions	1,000	50	66	0
40601	Potable Water	3,837,500	2,227,740	3,837,500	650,000
40701	Electricity	50,000	29,815	39,753	42,566
40702	Telephone	4,000	3,818	5,090	5,079
40902	Vehicle Fuel	22,000	17,964	23,952	31,701
40904	Vehicle Repairs	17,500	8,475	11,300	11,663
41102	Small Tools & Equipment	12,000	1,376	1,835	12,099
41103	Uniform Rental	9,100	6,870	9,160	12,720
41107	Lab Fees and Testing	41,000	27,079	36,105	60,000
41108	Permits & License	7,500	3,345	4,460	5,100
41109	Miscellaneous Supplies	5,000	10,525	14,033	16,047
41120	Contract Services	14,000	699	932	6,066
41123	Line Maintenance	150,000	80,455	107,274	122,527
41301	Travel & Training	7,500	632	843	8,000
41403	Capital Outlay	175,000	7,300	175,000	180,000
	TOTALS:	5,058,135	2,983,766	5,010,802	1,941,213

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source Code	RO WTP - 7131	FY 2022 Budget	FY 2022 as of 3/31/2022	FY2022 Projected	FY 2023 Budget
40101	Office Supplies	0	0	0	1,000
40107	Office Equipment	0	0	0	600
40201	Salaries	187,250	131,899	175,866	311,770
40202	Salaries - overtime	10,500	10,236	13,648	15,612
40204	FICA Expenses	14,554	10,870	14,494	25,045
40205	401 K Employer Contribution	9,363	3,248	4,331	15,588
40206	Emp. Health Insurance	44,100	17,604	23,472	58,337
40207	Employee Retirement	21,593	14,167	18,890	37,158
40208	Unemployment Insurance	800	427	569	658
40210	Workers Compensation	3,805	3,120	4,160	4,757
40303	Dues and Subscriptions	0	0	0	4,621
40701	Electricity	33,831	1,386	1,848	503,167
40702	Telephone	4,160	987	1,316	6,581
40703	Other Utilities (Water & Sewer)	0	0	0	1,800
40902	Vehicle Fuel	5,000	1,537	2,049	21,487
40904	Vehicle Repairs	2,500	610	813	4,343
41102	Small Tools & Equipment	1,000	40	53	1,000
41103	Uniform Rental	4,550	2,274	3,032	7,950
41104	RO Maintenance Supplless -676 C	0	0	0	7,001
41105	Anode Plate replacement -NaClO	3,000	2,825	3,767	7,500
41106	Membrane Replacement Reserve	0	0	0	30,240
41107	Lab Fees, Permits, Testing	5,000	0	0	35,006
41108	Permits & License	1,600	110	147	1,960
41109	Miscellaneous Supplies	1,315	97	129	3,501
41120	Contract Services	1,005	0	0	5,601
41123	Line Maintenance	1,000	64	85	35,006
41124	Treatment Materials	5,000	1,739	2,319	237,244
41202	Building Maintenance	500	0	0	0
41301	Travel & Training	3,200	3,154	4,205	3,361
41311	SCADA System maintenance	5,631	0	0	7,001
41403	Capital Outlay	35,871	0	0	132,001
	TOTALS:	406,128	206,394	275,192	1,526,896

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source Code	SEWER COLLECTIONS - 7140	FY 2022 Budget	FY 2022 as of 3/31/2022	FY2022 Projected	FY 2023 Budget
40201	Salaries	652,643	486,957	649,276	755,152
40202	Salaries - overtime	35,000	31,464	41,951	48,637
40204	FICA Expenses	52,222	37,141	49,521	61,490
40205	401 K Employer Contribution	32,632	20,971	27,961	37,758
40206	Emp. Health Insurance	151,200	90,519	120,691	140,009
40207	Employee Retirement	77,480	59,469	79,291	91,230
40208	Unemployment Insurance	2,650	1,174	1,565	1,579
40210	Workers Compensation	13,653	13,644	18,192	20,804
40303	Dues & Subscriptions	1,500	986	1,315	1,503
40611	Waste Water Treatment	1,766,600	1,017,106	1,606,000	1,606,000
40701	Electricity	210,000	210,325	280,434	287,480
40702	Telephone	6,500	5,803	7,738	6,860
40902	Vehicle Fuel	31,000	37,277	49,703	59,755
40904	Vehicle Repairs	44,000	51,442	68,589	76,708
41102	Small Tools & Equipment	9,000	5,029	6,705	10,033
41103	Uniform Rental	15,600	15,417	20,555	19,080
41107	Lab Fees & Testing	0	220	293	335
41108	Permits & Licenses	1,500	440	587	1,000
41109	Miscellaneous Supplies	6,000	3,549	4,732	5,411
41120	Contract Services	12,000	3,046	4,061	54,644
41123	Line Maintenance	200,000	294,666	392,888	400,000
41125	Grinder Pump Repairs	600,000	426,398	831,000	1,050,000
41203	Cooking Oil Recycling	5,000	0	0	5,000
41301	Travel and Training	9,000	931	1,241	10,000
41311	SCADA System	55,000	19,699	55,000	55,000
41403	Capital Outlay	30,000	0	30,000	365,000
	TOTALS:	4,020,180	2,833,671	4,349,291	5,170,467

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source Code	WWTP - 7141	FY 2022 Budget	FY 2022 as of 3/31/2022	FY2022 Projected	FY 2023 Budget
40201	Salaries	187,250	109,915	146,553	161,240
40202	Salaries - overtime	15,000	13,091	17,455	19,592
40204	FICA Expenses	15,090	9,586	12,781	13,834
40205	401 K Employer Contribution	9,363	5,259	7,012	8,062
40206	Emp. Health Insurance	44,100	19,973	26,630	23,335
40207	Employee Retirement	22,388	16,642	22,190	20,524
40208	Unemployment Insurance	800	193	257	263
40210	Workers Compensation	3,945	3,317	4,423	5,058
40701	Electricity	85,500	49,753	66,338	75,000
40702	Telephone	3,000	1,544	2,058	2,124
40902	Vehicle Fuel	15,500	8,406	11,208	14,835
40904	Vehicle Repairs	2,500	1,365	1,820	2,082
41102	Small Tools & Equipment	2,500	996	1,328	1,000
41103	Uniform Rental	4,550	2,590	3,453	3,180
41105	Maintenance & Repair Supplies	2,000	1,039	1,386	1,585
41107	Lab Fees, Permits, Testing	17,500	11,090	14,787	14,180
41108	Permits & License	1,500	1,218	1,623	1,856
41109	Miscellaneous Supplies	5,000	4,422	5,897	6,743
41120	Contract Services	395,000	401,605	430,000	56,000
41123	Line Maintenance	75,000	63,619	84,825	96,640
41124	Treatment Materials	44,000	27,355	36,473	29,100
41202	Building Maintenance	7,500	8,162	10,882	12,276
41301	Travel & Training	8,000	3,195	4,260	5,000
41305	Safety	20,000	23,158	30,877	0
41403	Capital Outlay	79,998	11,875	79,998	0
	TOTALS:	1,066,984	799,368	1,024,515	573,508

Exhibit B

DEPARTMENTAL EXPENDITURES					
Source Code	ALL DEPARTMENTS CONSOLIDATED	FY 2022 Budget	FY 2022 as of 3/31/2022	FY2022 Projected	FY 2023 Budget
40101	Office Supplies	50,000	16,204	21,605	25,150
40103	Postage	80,000	54,910	73,213	75,000
40106	Advertising	15,000	27,560	36,747	20,000
40107	Office Equipment	30,000	27,289	36,386	38,680
40201	Salaries	2,983,165	2,148,999	2,865,331	3,557,053
40202	Salaries - overtime	101,000	82,196	109,594	127,067
40203	Board Per Diem	40,900	26,508	35,344	40,900
40204	FICA Expenses	236,964	171,395	228,526	284,964
40205	401 K Employer Contribution	149,159	93,708	124,945	177,853
40206	Employer Health Insurance	642,600	344,299	459,065	924,373
40207	Employee Retirement	346,932	255,995	341,327	418,148
40208	Unemployment Insurance	11,098	4,761	6,348	6,975
40210	Workers Compensation	39,143	36,517	48,589	55,678
40301	Insurance Premium	105,000	96,652	100,000	115,000
40302	Bank Service Charges	175,000	171,323	228,430	225,000
40303	Dues/Subscriptions	6,500	3,907	5,210	10,457
40304	Election Expense	17,500	18,946	18,946	0
40305	Administrative Misc.	30,000	35,673	47,564	53,489
40401	North Carolina State Sales Taxes	120,000	76,131	101,508	0
40402	Brunswick County Sales Taxes	75,000	31,027	41,369	0
40403	New Hanover County Sales Taxes	5,000	1,100	1,466	0
40406	Mecklenburg County Taxes	1,000	0	0	0
40501	Legal Fees	125,000	176,017	234,689	150,000
40503	Engineering	150,000	205,560	274,080	308,190
40504	Accounting	20,000	0	20,000	20,000
40509	Outsource Billing Service Fee	88,500	66,731	88,975	101,746
40601	Potable Water	3,837,500	2,227,740	3,837,500	650,000
40611	Waste Water Treatment	1,766,600	1,017,106	1,606,000	1,606,000
40701	Electricity	390,831	301,787	402,383	922,997
40702	Telephone	44,160	35,906	47,875	50,132
40703	Other Utilities (Water & Sewer)	0	0	0	1,800
40801	Debt Service - Principle	2,739,081	2,576,052	2,739,081	3,825,876
40802	Debt Service - Interest	2,717,520	2,704,087	2,717,520	2,603,259
40902	Vehicle Fuel	99,500	87,642	116,856	167,411
40904	Vehicle Maint/Repairs	85,000	84,367	112,490	128,953
41001	Software & Support	205,000	229,204	250,000	132,000
41002	Computer Equipment	32,500	16,965	22,619	33,366
41003	Hardware Maintenance	12,000	5,516	7,355	7,728
41101	Equipment Rental	1,000	0	0	0
41102	Small Tools & Equipment	33,000	9,995	13,327	31,557
41103	Uniform Rentals	49,400	43,870	58,493	62,010
41104	RO Maintenance Supplies -676 Car	0	0	0	7,001
41105	Anode Plate replacement -NaClO ge	5,000	3,864	5,153	9,085
41106	Membrane Replacement Reserve (1	0	0	0	30,240
41107	Lab Fees and Testing	63,500	38,389	51,185	109,521
41108	Permits & License	14,100	5,964	7,952	11,516
41109	Miscellaneous Supplies	89,315	42,660	56,879	68,373
41112	Fines & Penalties	5,000	213	284	5,000
41120	Contracted Services	497,605	416,655	450,066	133,989
41123	Line Maintenance	426,000	438,804	585,072	654,173
41124	Treatment Chemicals	49,000	29,094	38,792	266,344
41125	Grinder Pump Repairs	600,000	426,398	831,000	1,050,000
41127	MXU	75,000	48,899	210,000	256,000
41128	Meters	610,000	705,269	725,000	50,000
41202	Building Maintenance	60,500	40,707	54,275	64,616
41203	Cooking Oil Recycling	5,000	0	0	5,000
41301	Travel and Training	48,700	16,066	21,421	41,500
41305	Safety	20,000	23,158	30,877	30,000
41311	SCADA System Maintenance	60,631	19,699	65,000	62,001
41403	Capital Outlay	370,869	45,925	320,665	2,212,001
41601	Contingency	0	0	0	120,831
48110	Transfer to Capital Reserves	8,539,000	9,423,983	12,928,817	10,283,500
TOTALS:		29,196,773	25,239,391	33,853,297	32,429,501