



# Business Item 2023-174 JT: 3Q Budget Amendment



Environment Committee: August 22, 2023

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Metropolitan Council Environmental Services

# Proposed Action

That the Metropolitan Council authorizes the amendment of the 2023 Unified Budget to add \$656K to the 2023 Authorized Capital Program (ACP) as indicated in Attachment #3 and modify the 2023 Operating Budget as indicated in Attachment A, Table B-1 to increase wastewater expenses by \$7.31M and increase wastewater revenues by \$7.5M

# Changes to the Authorized Capital Program (ACP)

## **\$656k Authorized Capital Program Increase**

- **Add \$656K for the Business Process and Systems Integration (BPSI) capital expenses that will occur in 2023.**

# Changes to Revenue

## \$7.5M Revenue Increase

- **Add \$4.75M to State Appropriation Revenues** for capital improvements in Newport (\$2.75M), and to develop a surface and groundwater comprehensive plan in White Bear Lake (\$2M).
- **Add \$2M to Industrial Waste Revenue** for a large customer who corrected monitoring issues that resulted in significantly higher strength charges.
- **Add \$750K to Investment Earnings** due to rising interest rates.

# Changes to Expense

## **\$7.31M Expense Increase**

- **Add \$7M to Chemicals and Utilities**, largely due to high inflation.
- **Add \$1M to Materials and Supplies**, largely due to high inflation.
- **Add \$150K to Contract Services** for White Bear Lake comprehensive plan spending.
- **Reduce \$837k in Interdivisional Charges**, largely due to BPSI moving to capital.

# Questions

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