

**SEWERAGE & WATER BOARD
OF NEW ORLEANS**

2007

ADOPTED OPERATING BUDGET

12/20/06

**Statement of Budgeted
Revenues and Expenses
By Funds For 2007**

	Water	Sewerage	Drainage	Enterprise Fund
Operations:				
Net Revenues from Charges	\$36,849,610	\$52,387,020	\$0	\$89,236,630
Additional Water Revenues Required				
Year	Revenue Increase	Months Effective		
2007	21%	9.0		
	5,803,814	0	0	5,803,814
Total Additional Revenue	5,803,814	0	0	5,803,814
Total Net Revenues from Charges	42,653,424	52,387,020		95,040,444
Tax Revenues	0	0	32,515,800	32,515,800
Interest and Other Income	1,654,800	1,078,100	981,500	3,714,400
6.40 Mill Tax Revenue Sharing	344,500	428,900	0	773,400
Total Operating Revenues	44,652,724	53,894,020	33,497,300	132,044,044
Less O & M Expenses	54,758,259	36,892,337	20,841,626	112,492,222
Less Depreciation	13,800,000 *	12,300,000 *	13,100,000 *	39,200,000 *
Net Operating Revenues (Loss)	(23,905,535)	4,701,683	(444,326)	(19,648,178)
Non-Operating Revenue\Expenses:				
Proceeds from Loans	8,672,361	5,663,582	3,362,752	17,698,695
Participation By Others	1,500,000	200,000	135,479,000	137,179,000
Participation by EPA	0	3,000,000	0	3,000,000
Net Balance from 2006*	0	1,000,000	35,000,000	36,000,000
Interest Expense on Bonds	(1,980,067)	(10,211,256)	(1,125,876)	(13,317,199)
Interest Expense Paid by GO Zone	1,980,067	9,035,108	1,125,876	12,141,051
Total Non-Operating Revenue\Expenses	10,172,361	8,687,434	173,841,752	192,701,547
Net Income (Loss)	(13,733,174)	13,389,117	173,397,426	173,053,369
Bonds Principal Payable	(1,820,000)	(9,130,000)	(1,070,000)	(12,020,000)
Bonds Prin. Payable Paid by GO Zone	1,820,000	9,130,000	1,070,000	12,020,000
Total Net Income (Loss) After Bonds Principal Payable	(13,733,174)	13,389,117	173,397,426	173,053,369
Depreciation	13,800,000 *	12,300,000 *	13,100,000 *	39,200,000 *
Net Income Allocated To Capital	\$66,826	\$25,689,117	\$186,497,426	\$212,253,369

* Estimated
06-Sep-07

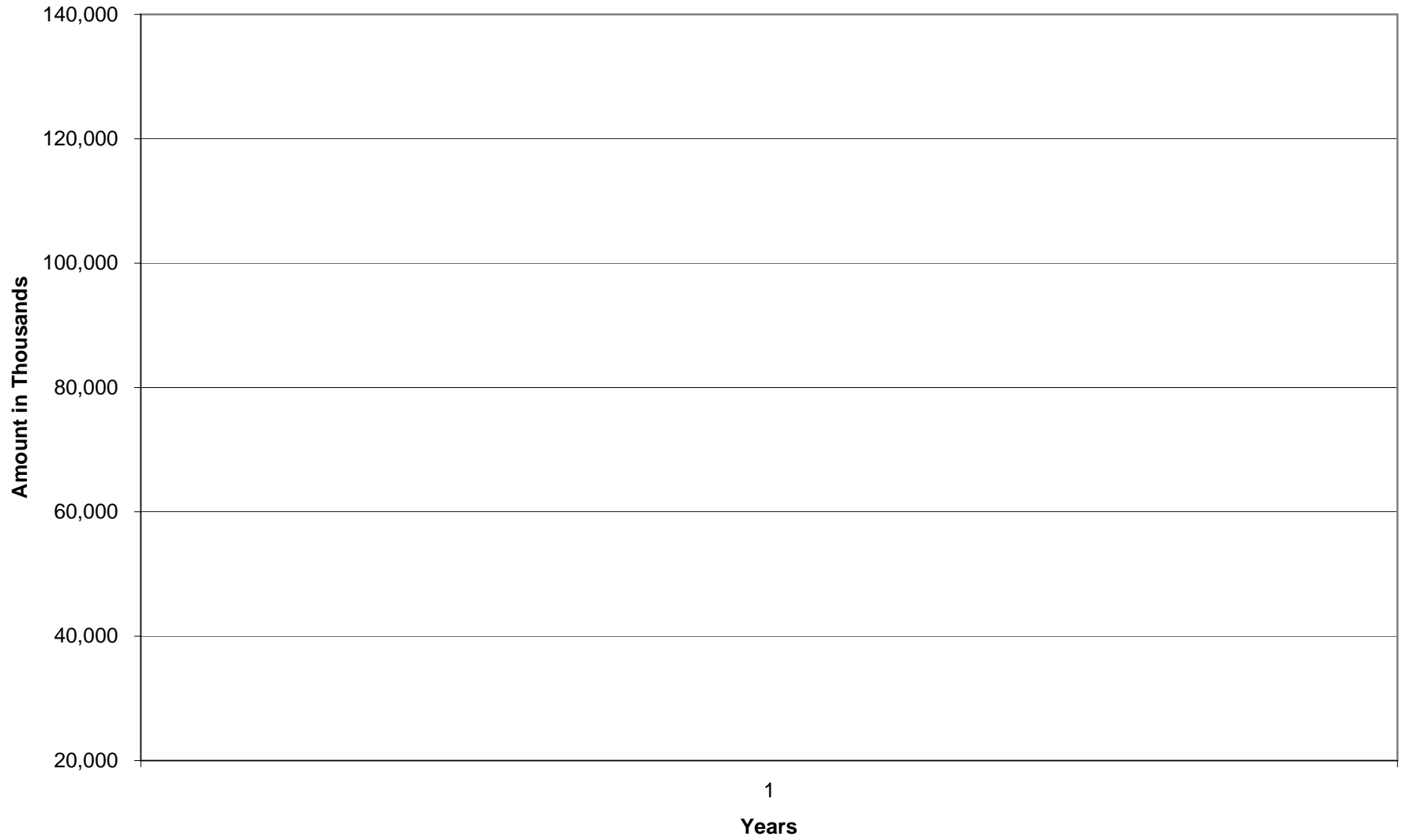
**Comparison of 2005 - 2007 Operating Budgets
By Department**

Department	2005 Adopted Budget	2006 Adopted Budget	2007 Recommended Budget
Executive Director	\$4,457,660	\$3,801,973	\$4,514,911
Gen Administrative	3,136,742	2,317,801	2,351,345
Management Services Director	206,567	94,438	53,508
Personnel	1,039,224	577,449	722,406
Finance	1,503,902	1,162,910	1,470,117
Information Systems	4,748,372	4,271,899	4,520,188
Revenue	6,640,583	4,659,643	6,691,692
Purchasing	641,317	564,482	645,650
Support Services	9,239,072	7,347,818	7,374,986
Misc. Expenses	(1,075,927)	(1,130,927)	(2,080,200)
General Supt.	674,730	368,101	399,082
Operations	44,733,611	37,477,196	42,310,301
Facility Maintenance	7,595,099	6,697,253	8,602,602
Networks	22,285,776	16,535,623	19,729,797
Engineering	3,432,431	3,003,907	2,571,358
Plumbing	959,845	779,009	814,041
Payroll Related	8,602,077	7,941,212	11,800,438
Grand Total	<u><u>\$118,821,081</u></u>	<u><u>\$96,469,787</u></u>	<u><u>\$112,492,222</u></u>

**COMPARISON OF 2006 & 2007 OPERATING BUDGETS
BY EXPENDITURE CATEGORY
(IN THOUSANDS)**

	2006 Adopted Budget	2007 Recommended Budget	Change	% Change
Personal Services	\$39,490,997	\$46,921,361	\$7,430,364	18.82
Services and Utilities	43,862,475	50,607,497	\$6,745,022	15.38
Materials and Supplies	6,074,399	8,954,114	\$2,879,715	47.41
Special Current Charges	6,616,071	5,543,998	(\$1,072,073)	(16.20)
Furniture and Equipment	425,845	465,252	\$39,407	9.25
TOTALS	\$96,469,787	\$112,492,222	\$16,022,435	16.61

Five Year Comparison of Operating Budgets



**2007 Recommended Operating Budget
By Expenditure Category**

Operating Divisions	Personal Services	Services & Utilities	Materials & Supplies	Special Current Charges	Furniture & Equipment	Division Total
Executive Director	\$3,642,363	\$2,801,415	\$104,068	\$260,000	\$58,410	\$6,866,256
Management Services	6,700,414	7,082,674	266,766	0	53,707	14,103,561
Support Services	3,773,181	2,112,620	1,435,195	0	53,990	7,374,986
Misc. Expenses	(4,989,600)	435,400	(924,000)	3,482,000	(84,000)	(2,080,200)
General Supt.	29,993,565	35,913,388	8,072,085	64,998	383,145	74,427,181
Payroll Related	7,801,438	2,262,000	0	1,737,000	0	11,800,438
Grand Total	\$46,921,361	\$50,607,497	\$8,954,114	\$5,543,998	\$465,252	\$112,492,222

**Sewerage and Water Board
2007 Recommended Operating Budget By Fund**

Code	Department	Water	Sewerage	Drainage	Total
<u>Executive Director's Office</u>					
0010	Executive Director	\$391,791	\$285,681	\$138,759	\$816,231
0020	Legal Department	1,071,822	781,537	379,604	2,232,963
0022	Customer Review Officer	7,500	7,500		15,000
0030	Community & Intergovernmental Relations	420,948	306,941	149,086	876,975
0040	Economically Disadvantaged Business Prog.	171,632	125,148	60,786	357,566
0050	Office of Equal Employment Opportunity	31,728	23,135	11,238	66,101
0055	Emergency Management	72,036	52,526	25,513	150,075
0060	Planning & Budget	154,513	112,666	54,723	321,902
0070	Environmental Compliance		400,121	197,075	597,196
<u>Administrative Services</u>					
0080	Administrative Services	321,938	234,746	114,020	670,704
0081	Risk Management	307,884	224,499	109,042	641,425
0082	Internal Audit	39,813	29,030	14,101	82,944
0083	Inventory Control	17,843	13,011	6,320	37,174
Total Executive Director		3,009,448	2,596,541	1,260,267	6,866,256
<u>Management Services</u>					
0100	Management Services Director	25,684	18,728	9,096	53,508
<u>Personnel Administration</u>					
0210	Personnel Operations	175,154	127,716	62,034	364,904
0220	Medical Operations	15,360	11,200	5,440	32,000
0230	Recruitment & Training	132,415	96,552	46,897	275,864
0240	Policies & Procedures	23,826	17,374	8,438	49,638
Total Personnel Administration		346,755	252,842	122,809	722,406
<u>Finance Administration</u>					
0300	Finance Administration	208,992	152,390	74,018	435,400
0320	Payroll	149,513	109,020	52,953	311,486
0340	Customer Accounting	78,587	78,588		157,175
0350	Accounting	271,706	198,120	96,230	566,056
Total Finance Administration		708,798	538,118	223,201	1,470,117
<u>Information Systems Administration</u>					
0405	Information Systems Administration	43,568	31,768	15,430	90,766
0450	Computer Center	2,073,078	1,511,620	734,215	4,318,913
0460	Records and Data Management	53,044	38,678	18,787	110,509
Total Information Systems Adm.		2,169,690	1,582,066	768,432	4,520,188

Code	Department	Water	Sewerage	Drainage	Total
<u>Revenue & Customer Services</u>					
0500	Revenue & Customer Service Admin.	129,959	129,960		259,919
0502	Revenue Administration - Mailroom	408,851	408,851		817,702
<u>Billing & Accounts</u>					
0506	Special Accounts	30,568	30,567		61,135
0510	Billings	15,427	15,428		30,855
0511	Billing Review & Commercial Accts	57,656	57,655		115,311
0512	Bill Adjustments	124,562	124,563		249,125
0519	Credits & Collections	133,656	133,656		267,312
<u>Customer Service</u>					
0520	Cashier	386,059	386,058		772,117
0530	Customer Service Administration	45,262	45,263		90,525
0531	Customer Service - Walk Ins	126,818	126,818		253,636
0532	Customer Service - Westbank Office	36,640	36,640		73,280
0533	Customer Service Telephone	200,105	200,106		400,211
0534	Customer Service-Mail Resolving	66,167	66,168		132,335
0535	Emergency Telephone Center	32,130	32,131		64,261
<u>Meter Service</u>					
0540	Meter Reading & Investigations	1,551,984	1,551,984		3,103,968
	Total Revenue & Customer Service Adm.	3,345,844	3,345,848		6,691,692
<u>Purchasing Administration</u>					
0700	Purchasing	149,935	109,328	53,102	312,365
0710	Printing	143,724	104,798	50,902	299,424
0720	Stationery	16,253	11,851	5,757	33,861
	Total Purchasing Administration	309,912	225,977	109,761	645,650
	Total Management Services	6,906,683	5,963,579	1,233,299	14,103,561
<u>Support Services</u>					
0800	Director of Support Services	107,245	78,200	37,983	223,428
<u>Department of Building & Grounds</u>					
0801	Administration Building - St. Charles	321,706	234,577	113,937	670,220
0805	Administration Building - Central Yd.	294,514	214,750	104,306	613,570
0811	Building Maintenance	243,440	177,509	86,219	507,168
0815	Grounds Maintenance			1,491,690	1,491,690
<u>Vehicle Maintenance</u>					
0830	Equipment Mtce. Information Systems	108,360	79,012	38,378	225,750
0840	Central Yard Garage	1,003,302	731,575	355,336	2,090,213
0841	Satellite Garage	320,352	233,590	113,459	667,401
<u>Support Activities</u>					
0850	Warehouse and Grounds	281,062	204,941	99,543	585,546
0852	Hauling	0	0	0	0
0853	Bulk Materials	105,000	129,000	66,000	300,000
	Total Support Services	2,784,981	2,083,154	2,506,851	7,374,986

Code	Department	Water	Sewerage	Drainage	Total
<u>Miscellaneous Expenditures</u>					
0901	Emergency and Contingency	500,000	500,000	500,000	1,500,000
0902	Water Service Assistance Program	25,000	25,000		50,000
0907	Sewer Rehab -" DPR Solutions"		100,000		100,000
0908	Re-engineering	200,000	200,000	100,000	500,000
0937	Professional Memberships and Dues	115,000			115,000
0944	Fleet Insurance	200,000	200,000	200,000	600,000
0960	General Insurance	630,000	490,000	280,000	1,400,000
0966	Drainage Damage Claims			300,000	300,000
0967	Water Damage Claims	900,000			900,000
0968	Sewerage Damage Claims		300,000		300,000
0981	Miscellaneous Professional Services	336,133	336,133	336,134	1,008,400
0996	Water O/H CP#820	(4,072,656)		0	(4,072,656)
0997	Drainage O/H CP#820	0	0	(1,505,112)	(1,505,112)
0998	Sewerage O/H CP#820	0	(3,275,832)		(3,275,832)
Total Miscellaneous Expenditures		(1,166,523)	(1,124,699)	211,022	(2,080,200)
<u>General Superintendent</u>					
1000	General Superintendent	191,559	139,679	67,844	399,082
<u>Operations</u>					
<u>Drainage Pumping</u>					
2100	Superintendent - Drainage Pumping		144,210	144,210	288,420
2200	Central Control	389,749	5,267	131,672	526,688
2300	Drainage Pumping Supervisor			273,779	273,779
2301	Unmanned DPS Maintenance			228,102	228,102
2302	DPS Maintenance - Employees			100,058	100,058
2310	Old City			1,241,798	1,241,798
2311	Station #1			100,050	100,050
2312	Station #2			6,700	6,700
2313	Station #3			7,925	7,925
2314	Station #4			20,300	20,300
2315	Station #5			15,300	15,300
2316	Station #6			193,350	193,350
2317	Station #7			60,550	60,550
2319	Station #19			130,250	130,250
2320	Algiers Drainage Operations			349,328	349,328
2321	Station #11			274,197	274,197
2330	Unmanned Drainage Stations			555,158	555,158
2331	Citrus #10			35,140	35,140
2332	Station #12			4,140	4,140
2333	Grant			21,440	21,440
2334	Jahncke #14			65,140	65,140
2335	Intra-Coastal #15			110,140	110,140
2336	St. Charles #16			42,140	42,140
2337	Elaine			3,140	3,140
2338	Maxent #18			16,000	16,000
2339	Dwyer			2,000	2,000
2340	Carrollton Frequency Changer			8,140	8,140
2341	AMID Drainage Pumping Station			20,000	20,000
2342	I-10 Underpass DPS			51,900	51,900
2343	Pritchard DPS			11,200	11,200
2347	Station D		255,510	596,190	851,700
2348	Underpass Station	0	0	91,200	91,200
Total Drainage Pumping		389,749	404,987	4,910,637	5,705,373

Code	Department	Water	Sewerage	Drainage	Total
<u>Sewerage Pumping</u>					
2400	Sewerage Pumping Supervisor		657,108		657,108
2401	Sewer PS Maintenance - Employees		192,811		192,811
2411	Station A		405,750		405,750
2412	Automatic Stations-Algiers		153,693		153,693
2413	Maintenance Sewer Stations-Algiers		120,905		120,905
2430	Automatic Stations		701,600		701,600
	Total Sewerage Pumping	0	2,231,867	0	2,231,867
3000	Chief of Operations	83,403	60,815	29,539	173,757
<u>Water Pumping and Power</u>					
3100	Superintendent	700,060	9,460	236,507	946,027
3102	Shift Employees N.O. River Intake	540,168			540,168
3103	Intake Maintenance/N.O. River Station	57,586			57,586
3111	Boiler Operations	8,715,743	117,780	2,944,508	11,778,031
3112	Boiler Room Maintenance Employees	228,350	3,086	77,146	308,582
3130	Pumping Operations	1,267,386			1,267,386
3131	Water Pumping Maintenance Personnel	104,150			104,150
3135	Steam Turbine Generators	364,588	4,927	123,171	492,686
3136	Gas Turbine Generators			178,480	178,480
3137	Maintenance Employees for Generators	211,195	2,854	71,349	285,398
3150	Station C	412,931	117,980	58,990	589,901
3151	Minor Maintenance Employees Station C	176,777	50,508	25,254	252,539
3152	Materials & Supplies-O&M Algiers Station	103,915	29,690	14,845	148,450
	Total Water Pumping & Power	12,882,849	336,285	3,730,250	16,949,384
<u>Purification</u>					
3200	Superintendent	220,333			220,333
3210	Laboratory	414,131			414,131
3220	Carrollton (Supervisor)	144,948			144,948
3221	Chemical House	423,221			423,221
3222	Dorr Unit	40,838			40,838
3223	Maintenance and Relief-MWP	274,259			274,259
3224	Chemicals (New Orleans)	3,792,000			3,792,000
3225	Reservoir Washing-Labor	103,545			103,545
3226	Sycamore Filters	474,672			474,672
3227	Mtce Employees/Sycamore Filters	228,755			228,755
3228	Mtce Employees/Claiborne Filters	117,954			117,954
3229	Claiborne Filters	120,767			120,767
3231	Water Tower	13,030			13,030
3240	Algiers (Supervisor)	185,758			185,758
3241	Maintenance & Relief-AWP	270,477			270,477
3242	Head House	294,966			294,966
3243	Filter #2	197,989			197,989
3244	Chemicals (Algiers)	455,000	0	0	455,000
	Total Purification	7,772,643	0	0	7,772,643
<u>Sewerage Treatment</u>					
3300	Superintendent Sewerage Treatment	0	9,477,277	0	9,477,277
	Total Operations	21,128,644	12,511,231	8,670,426	42,310,301

Code	Department	Water	Sewerage	Drainage	Total
<u>Facility Maintenance</u>					
4000	Chief of Facility Maintenance	68,671	50,072	24,321	143,064
4100	Electrical Maintenance Superintendent	333,373	259,290	148,167	740,830
4110	Outside System	103,188	80,257	45,861	229,306
4120	In Plant System	102,664	79,850	45,628	228,142
4130	Communications - Drainage/Sewerage	215,585	167,677	95,815	479,077
4260	Plant Maintenance	1,754,329	1,364,478	779,702	3,898,509
4270	Meter Repairs	144,839	144,839		289,678
4300	Mechanical Maintenance Superintendent	353,509	274,952	157,115	785,576
4310	Carrollton	279,142	217,110	124,063	620,315
4320	Field Crews	238,983	185,875	106,215	531,073
4330	Welding & Fabrication	295,664	229,961	131,407	657,032
Total Facility Maintenance		3,889,947	3,054,361	1,658,294	8,602,602
<u>Networks</u>					
6000	Chief of Networks	110,388	80,492	39,096	229,976
6001	Zone One	1,303,066	754,407	228,608	2,286,081
6002	Zone Two	181,364	105,000	31,818	318,182
6003	Zone Three	1,150,283	665,953	201,804	2,018,040
6004	Zone Four	1,200,128	694,811	210,549	2,105,488
6005	Zone Five	1,276,971	739,299	224,030	2,240,300
6006	Zone Six	1,127,751	652,908	197,851	1,978,510
6007	Zone Seven	1,154,204	668,223	202,492	2,024,919
6008	Sewer Contracts		700,000		700,000
6009	Water Contracts	1,550,000			1,550,000
6010	Field Service Center	59,675	43,513	21,135	124,323
6020	CASSWORKS Support	571	417	202	1,190
6400	Network's Operations A	56,727	41,364	20,091	118,182
6500	Network's Technical Services	264,289	192,711	93,602	550,602
6600	Network's Operations B	78,722	57,401	27,881	164,004
6611	Rigid Paving	1,635,000	1,308,000	327,000	3,270,000
6614	Barricade Unit	25,000	20,000	5,000	50,000
Total Networks		11,174,139	6,724,499	1,831,159	19,729,797
<u>Engineering</u>					
7000	Chief of Engineering	59,374	43,293	21,028	123,695
7100	Mechanical Engineering	154,020	112,306	54,548	320,874
7200	Electrical Engineering	173,211	126,300	61,346	360,857
7210	Cathodic Protection	15,360	11,200	5,440	32,000
7300	Construction & Inspection	153,018	111,575	54,194	318,787
7310	Engineering Field Inspection	241,180	175,860	85,418	502,458
7400	Network Engineering	223,647	163,076	79,209	465,932
7410	Field Engineering	18,159	13,241	6,431	37,831
7500	Civil Engineering	107,021	78,036	37,904	222,961
7800	Drainage Engineering	0	0	185,963	185,963
Total Engineering		1,144,990	834,887	591,481	2,571,358

Code	Department	Water	Sewerage	Drainage	Total
<u>Plumbing</u>					
8000	Plumbing	230,163	230,163	0	460,326
8100	House Connections	88,538	88,539	0	177,077
8200	Field/Account Review Unit	88,319	88,319	0	176,638
Total Plumbing		407,020	407,021	0	814,041
Total General Superintendent		37,936,299	23,671,678	12,819,204	74,427,181
<u>Payroll Related</u>					
9110	Pension Related Expenses	480,000	350,000	170,000	1,000,000
9300	Hospitalization - Board's Contribution	3,073,005	1,818,717	1,379,716	6,271,438
9500	LUTA (Unemployment Tax)	14,700	8,700	6,600	30,000
9550	Worker's Compensation	83,333	83,333	83,334	250,000
9960	Temporary Total Disability	609,333	609,334	609,333	1,828,000
9961	Permanent Partial Disability	182,334	182,333	182,333	547,000
9962	Permanent Total Disability	124,666	124,667	124,667	374,000
9999	Terminal Leave	720,000	525,000	255,000	1,500,000
Total Payroll Related Expense		5,287,371	3,702,084	2,810,983	11,800,438
Total 2007 Operating Budget		\$54,758,259	\$36,892,337	\$20,841,626	\$112,492,222
		48.68%	32.80%	18.53%	
		54,758,259	36,892,337	20,841,626	112,492,222
					-
		54,758,259	36,892,337	20,841,626	112,492,222

**Sewerage and Water Board of New Orleans
Statement of Total Outstanding Indebtedness
2007 - 2011**

Year	Drainage System Bonds 9.71 Mills		Water Revenue Bonds		Sewerage Revenue Bonds and Bans		Total Requirement		Total
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2007	\$1,070,000	\$1,125,876	\$1,820,000	\$1,980,067	\$9,130,000	\$9,035,108	\$12,020,000	\$12,141,051	\$24,161,051
2007 (BAN's Interest)	-	-	-	-	-	1,176,148	-	1,176,148	1,176,148
2008	1,125,000	1,069,776	1,920,000	1,917,130	9,590,000	8,564,975	12,635,000	11,551,881	24,186,881
2008 (BAN's Interest)	-	-	-	-	-	1,206,306	-	1,206,306	1,206,306
2009	1,185,000	1,010,589	2,020,000	1,848,852	10,065,000	8,093,396	13,270,000	10,952,837	24,222,837
2009 (BAN's Principal and Interest)	-	-	-	-	24,030,000	1,206,306	24,030,000	1,206,306	25,236,306
2010	1,235,000	947,739	2,115,000	1,771,267	10,575,000	7,628,040	13,925,000	10,347,046	24,272,046
2011	1,300,000	896,893	2,220,000	1,685,618	11,110,000	7,131,310	14,630,000	9,713,821	24,343,821
Total	\$5,915,000	\$5,050,873	\$10,095,000	\$9,202,934	\$74,500,000	\$44,041,589	\$90,510,000	\$58,295,396	\$148,805,396

As of 12/31/06 Debt Service Reserves were \$3,928,380 for Water Revenue Bonds and \$21,629,851 for Sewerage Service Revenue Bonds. There are no Debt Service Reserves for the 9.71 mills Drainage System Bonds.

Gulf Opportunity Zone is paying a total of \$77,465,246.95 in principal and interest for all bonds. The payments will be made through June 1, 2008.

Sewerage Bonds Anticipation Notes in the amount of \$27,618,760.35 are included in years 2007-2009.