

# 2022 Budget Amendment

April 13, 2023

Madison Metropolitan Sewerage District





# Agenda

Goal: 2022 Amendment

1. Three Distinctions
2. Key Improvement Area
3. Two Previous Questions
4. (Gather Additional Questions)

# Distinctions



# Budget and Accounting are Different

Budget	Accounting
Resources & Control	Reporting
Meet Program Goals	Ensure Compliance Accurately Represent Finances
Future	Past



# Operating and Capital are Different

Operating	Capital
Stable Spending	Large & Variable Spending
Annual Limits	Per-Project Limits
Small Reserves	Large Reserves





# Expenditure Authority and Money are Different

Expenditure  
Authority

“You may  
spend \$50  
during the fair”

Money



# Key Improvement Area





# Expenditure Monitoring & Control

“How much expenditure authority will I have left at year end?”

Spent

Committed

Planning

*Accrual Accounting  
& Software*

*Budget Software*





# Previous Questions



# Why Amend? and Why Now?

- Strict reading of Commission policy
- Legal advice:
  - Statutes not a clear guide
  - Amend 2022 to be cautious
  - Next time: do during year





# Budgeting for Labor Costs

Positions   x   Wages   x   Benefits



*Annual Operating Budget*

*Capital Projects*

*A*  
*B*  
*C*  
*D*  
*E*  
*...*



# 2022 Expenditure Authority Needed

Item	Amount
<b>Cash Impact Offset by Lower Capital Budget Spending:</b>	
Operating budget salary originally forecast to come from capital projects	\$(1,568,800)
<b>Cash Impact Not Offset:</b>	
Operations and maintenance large expenditure increases or deferrals from 2021	(2,274,400)
Other savings or deferrals to 2023	2,698,200
<i>Subtotal</i>	<i>423,900</i>
Net expenditure authority needed	<b>\$(1,445,000)</b>





# Additional Questions?

