

# Strategic Financial Plan

## 506 Sabine Creek Interceptor

### Key Drivers

#### Long-Term Capital

- 2026 – Sabine Creek Parallel Interceptor Sewer - Construction & Inspection - \$5.8M

#### Existing Debt

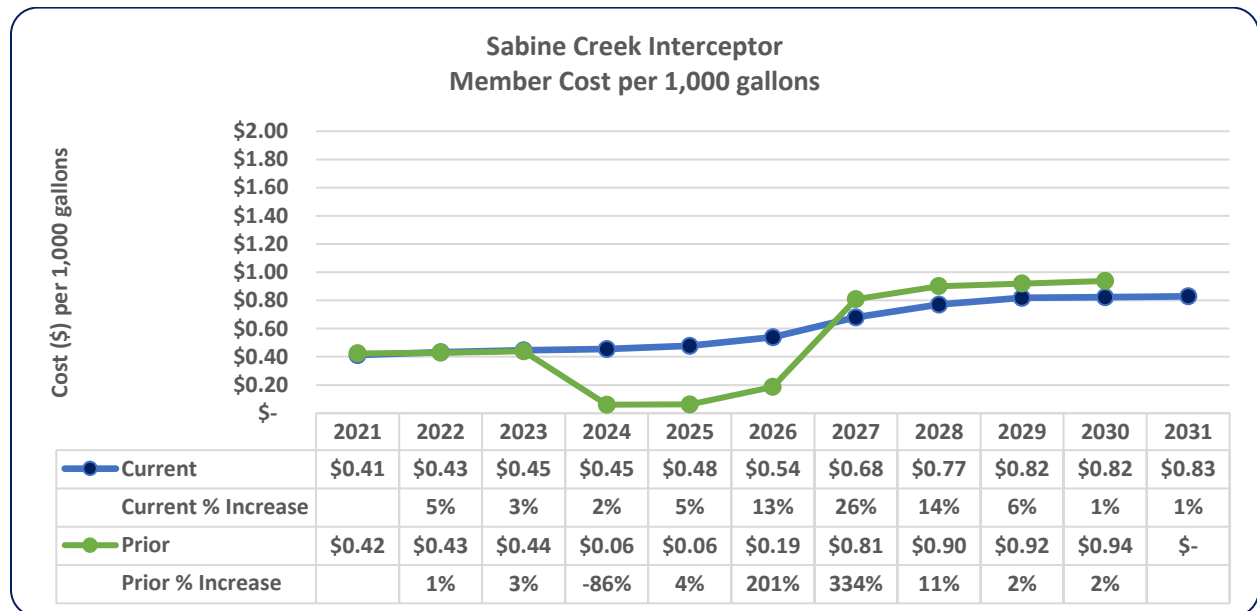
- 2023 – Existing Debt Paid Off
- Current SFP differs from Prior SFP as it assumes final year of Debt Service will be paid through reserves and not as a cost to the system

#### Preventative Maintenance Escrow

- 2021 - 2031 – Annual average transfer **to** Preventative Maintenance (PM) Escrow Fund of \$35,000 in order to fund future planned pipeline inspections
- Pipeline inspections are planned in 2024 (\$305,200)
  - Expenses are expected to be paid for via transfers **from** the PM Escrow Fund

#### Indirect Cost Allocation

- NTMWD historically budgeted for general management and administrative support functions (such as Finance, HR, Maintenance, Control Systems, Technical Services) in the Regional Water System Fund
- NTMWD is continuing its transition of these costs to the Support Services Fund and will be adjusting indirect cost allocations before completion of the FY 2022 Budgets
- Draft figures for Support Services included in this fund are estimates and subject to change



# Memorandum

