

Board Meeting 06/27/16

May 2016 Financials



City Division

	May-2016				Month Variance to			COMMENTS
	Actual	Forecast	Budget	Prior Yr	Forecast	Budget	Prior Yr	
OPERATING REVENUES								
Charges for Service	2,358,598	2,715,000	2,795,591	1,877,216	(356,402)	(436,993)	481,381	Down to forecast and budget but better than PY
Rent	-	-	-	-	-	-	-	FC and Budget variance due to lower water revenues
Other Income	31,696	25,000	25,233	24,955	6,696	6,462	6,740	from residential and commercial segments along with
Total Operating Income	2,390,293	2,740,000	2,820,824	1,902,172	(349,707)	(430,531)	488,122	lower residential, commercial, and municipal
								signatory wastewater revenues
OPERATING EXPENSES								
Salaries, Wages, and Benefits	643,346	676,000	625,808	1,167,014	32,654	(17,538)	523,668	Down across the board against FC, Budget, and PY
General & Administrative	28,908	46,000	45,785	50,514	17,092	16,877	21,605	Spending against FC and budget is down due to
Utilities	153,200	175,000	175,398	195,923	21,800	22,198	42,723	lower utility costs, and lower spending on materials
Materials & Supplies	122,642	245,000	231,798	237,484	122,358	109,156	114,843	and supplies partially offset by higher spending on
Miscellaneous Services	189,741	129,000	128,828	420,342	(60,741)	(60,913)	230,601	outside services
Treatment & Transportation	-	-	-	-	-	-	-	
Depreciation & Amortization	450,000	450,000	450,000	441,114	-	-	(8,886)	
Total Operating Expenses	1,587,837	1,721,000	1,657,617	2,512,391	133,163	69,780	924,554	
OPERATING INCOME (LOSS)	802,457	1,019,000	1,163,207	(610,219)	(216,543)	(360,750)	1,412,676	Below FC and budget but better than PY with FC &
								Budget variance due to lower revenues despite lower
NONOPERATING REVENUES (EXPENSES)								spending
Tapping and Capital Recovery Fees	67,053	5,000	11,500	1,832	62,053	55,553	65,221	
Meter Sales	51,240	1,000	6,250	-	50,240	44,990	51,240	Better than FC, Budget, and PY
Inspection & Plan Reviews	738	2,000	1,417	-	(1,262)	(679)	738	Positively impacted by much higher tapping &
Other Income	2,000	2,000	2,250	200	-	(250)	1,800	connection fees compared to FC and Budget
Other Expense	2,942	-	1,667	2,700	2,942	1,275	242	Lower interest earning on lower volumes of investments
Interest Earnings	376	1,000	35,833	105,319	(624)	(35,457)	(104,942)	Interest expenses in line with FC and budget but
Interest Expense	(1,315,458)	(1,316,000)	(1,315,458)	(1,001,195)	542	-	(314,263)	higher than a year ago
Total Nonoperating Expenses	(1,191,108)	(1,305,000)	(1,256,541)	(891,144)	113,892	65,433	(299,964)	
INCREASE (DECREASE) IN NET POSITION								
BEFORE CAPITAL CONTRIBUTIONS	(388,651)	(286,000)	(93,334)	(1,501,363)	(102,651)	(295,318)	1,112,712	Down to FC and Budget due to lower revenues, but
								better than last year
CAPITAL CONTRIBUTIONS								Lower revenue effect partially offset by lower operation
Capital Grant	-	-	-	-	-	-	-	spending and higher tapping & connection fees along
Capital Assets Provided By Developers and Others	-	-	-	-	-	-	-	with higher meter fees
Total Capital Contributions	-	-	-	-	-	-	-	
INCREASE (DECREASE) IN NET POSITION	(388,651)	(286,000)	(93,334)	(1,501,363)	(102,651)	(295,318)	1,112,712	

Suburban Division

	May-2016				Month Variance to			COMMENTS
	Actual	Forecast	Budget	Prior Yr	Forecast	Budget	Prior Yr	
OPERATING REVENUES								
Charges for Service	2,171,835	1,151,000	1,151,276	2,227,526	1,020,835	1,020,559	(55,691)	Up to forecast and budget, about in line with PY
Rent	8,506	16,000	14,917	9,176	(7,494)	(6,411)	(670)	Better than FC and Budget due to higher residential
Other Income	23,992	50,000	50,799	2,467	(26,008)	(26,807)	21,525	water revenues and higher wastewater revenues from
Total Operating Income	2,204,333	1,217,000	1,216,992	2,239,169	987,333	987,341	(34,836)	WLI along with higher revenue from the WTP
OPERATING EXPENSES								
Salaries, Wages, and Benefits	209,851	215,000	183,985	253,643	5,149	(25,866)	43,793	Slightly unfavorable to FC and higher than Budget and
General & Administrative	14,483	19,000	19,530	17,766	4,517	5,047	3,283	PY
Utilities	51,068	64,000	64,259	63,632	12,932	13,191	12,564	FC variance due to higher treatment & Transportation
Materials & Supplies	97,508	150,000	96,067	122,986	52,492	(1,441)	25,478	costs
Miscellaneous Services	731,688	750,000	666,383	588,607	18,312	(65,305)	(143,081)	Spent more than budget on outside services
Treatment & Transportation	581,721	435,000	450,321	231,880	(146,721)	(131,400)	(349,841)	
Depreciation & Amortization	572,918	573,000	572,926	591,210	82	8	18,292	
Total Operating Expenses	2,259,237	2,206,000	2,053,471	1,869,725	(53,237)	(205,766)	(389,512)	
OPERATING INCOME (LOSS)	(54,904)	(989,000)	(836,479)	369,444	934,096	781,574	(424,348)	Better than FC and Budget on higher revenues, lower
								than last year on higher spending
NONOPERATING REVENUES (EXPENSES)								
Tapping and Capital Recovery Fees	1,348,980	70,000	112,415	182,763	1,278,980	1,236,565	1,166,217	Higher than FC, Budget, and PY
Meter Sales	75,000	32,000	6,250	7,882	43,000	68,750	67,118	Favorable FC and Budget variance due to higher
Inspection & Plan Reviews	96,000	25,000	8,000	15,623	71,000	88,000	80,377	Tapping/CRF Fees, Higher meter sales, and higher
Other Income	5,500	1,000	458	2,390	4,500	5,042	3,110	inspection and plan review revenues
Other Expense	(1,070)	(1,000)	(583)	(35,756)	(70)	(487)	34,686	Interest earnings down on lower invested balances
Interest Earnings	5,270	20,000	3,152	2,582	(14,730)	2,118	2,688	Interest expenses lower than FC, Budget, and PY
Interest Expense	(104,860)	(105,000)	(139,076)	(117,493)	140	34,216	12,633	
Total Nonoperating Expenses	1,424,820	42,000	(9,383)	57,992	1,382,820	1,434,203	1,366,828	
INCREASE (DECREASE) IN NET POSITION								
BEFORE CAPITAL CONTRIBUTIONS	1,369,916	(947,000)	(845,862)	427,436	2,316,916	2,215,777	942,480	Much better than FC and Budget, better than PY
CAPITAL CONTRIBUTIONS								
Capital Grant	-	-	-	-	-	-	-	
Capital Assets Provided By Developers and Others	-	-	-	-	-	-	-	
Total Capital Contributions	-	-	-	-	-	-	-	
INCREASE (DECREASE) IN NET POSITION	1,369,916	(947,000)	(845,862)	427,436	2,316,916	2,215,777	942,480	

May Summary

	CITY				SUBURBAN				TOTAL			
	Actual	Forecast	Budget	Prior Yr	Actual	Forecast	Budget	Prior Yr	Actual	Forecast	Budget	Prior Yr
OPERATING REVENUES												
Charges for Service	2,358,598	2,715,000	2,795,591	1,877,216	2,171,835	1,151,000	1,151,276	2,227,526	4,530,433	3,866,000	3,946,867	4,104,742
Rent	-	-	-	-	8,506	16,000	14,917	9,176	8,506	16,000	14,917	9,176
Other Income	31,696	25,000	25,233	24,955	23,992	50,000	50,799	2,467	55,688	75,000	76,033	27,422
Total Operating Income	<u>2,390,293</u>	<u>2,740,000</u>	<u>2,820,824</u>	<u>1,902,172</u>	<u>2,204,333</u>	<u>1,217,000</u>	<u>1,216,992</u>	<u>2,239,169</u>	<u>4,594,626</u>	<u>3,957,000</u>	<u>4,037,817</u>	<u>4,141,340</u>
OPERATING EXPENSES												
Salaries, Wages, and Benefits	643,346	676,000	625,808	1,167,014	209,851	215,000	183,985	253,643	853,196	891,000	809,793	1,420,657
General & Administrative	28,908	46,000	45,785	50,514	14,483	19,000	19,530	17,766	43,391	65,000	65,315	68,280
Utilities	153,200	175,000	175,398	195,923	51,068	64,000	64,259	63,632	204,268	239,000	239,657	259,555
Materials & Supplies	122,642	245,000	231,798	237,484	97,508	150,000	96,067	122,986	220,150	395,000	327,865	360,471
Miscellaneous Services	189,741	129,000	128,828	420,342	731,688	750,000	666,383	588,607	921,429	879,000	795,211	1,008,949
Treatment & Transportation	-	-	-	-	581,721	435,000	450,321	231,880	581,721	435,000	450,321	231,880
Depreciation & Amortization	450,000	450,000	450,000	441,114	572,918	573,000	572,926	591,210	1,022,918	1,023,000	1,022,926	1,032,324
Total Operating Expenses	<u>1,587,837</u>	<u>1,721,000</u>	<u>1,657,617</u>	<u>2,512,391</u>	<u>2,259,237</u>	<u>2,206,000</u>	<u>2,053,471</u>	<u>1,869,725</u>	<u>3,847,074</u>	<u>3,927,000</u>	<u>3,711,088</u>	<u>4,382,116</u>
OPERATING INCOME (LOSS)	<u>802,457</u>	<u>1,019,000</u>	<u>1,163,207</u>	<u>(610,219)</u>	<u>(54,904)</u>	<u>(989,000)</u>	<u>(836,479)</u>	<u>369,444</u>	<u>747,552</u>	<u>30,000</u>	<u>326,729</u>	<u>(240,775)</u>
NONOPERATING REVENUES (EXPENSES)												
Tapping and Capital Recovery Fees	67,053	5,000	11,500	1,832	1,348,980	70,000	112,415	182,763	1,416,033	75,000	123,915	184,595
Meter Sales	51,240	1,000	6,250	-	75,000	32,000	6,250	7,882	126,240	33,000	12,500	7,882
Inspection & Plan Reviews	738	2,000	1,417	-	96,000	25,000	8,000	15,623	96,738	27,000	9,417	15,623
Other Income	2,000	2,000	2,250	200	5,500	1,000	458	2,390	7,500	3,000	2,708	2,590
Other Expense	2,942	-	1,667	2,700	(1,070)	(1,000)	(583)	(35,756)	1,872	(1,000)	1,084	(33,056)
Interest Earnings	376	1,000	35,833	105,319	5,270	20,000	3,152	2,582	5,646	21,000	38,985	107,901
Interest Expense	(1,315,458)	(1,316,000)	(1,315,458)	(1,001,195)	(104,860)	(105,000)	(139,076)	(117,493)	(1,420,318)	(1,421,000)	(1,454,534)	(1,118,688)
Total Nonoperating Expenses	<u>(1,191,108)</u>	<u>(1,305,000)</u>	<u>(1,256,541)</u>	<u>(891,144)</u>	<u>1,424,820</u>	<u>42,000</u>	<u>(9,383)</u>	<u>57,992</u>	<u>233,712</u>	<u>(1,263,000)</u>	<u>(1,265,924)</u>	<u>(833,152)</u>
INCREASE (DECREASE) IN NET POSITION												
BEFORE CAPITAL CONTRIBUTIONS	<u>(388,651)</u>	<u>(286,000)</u>	<u>(93,334)</u>	<u>(1,501,363)</u>	<u>1,369,916</u>	<u>(947,000)</u>	<u>(845,862)</u>	<u>427,436</u>	<u>981,264</u>	<u>(1,233,000)</u>	<u>(939,196)</u>	<u>(1,073,928)</u>
CAPITAL CONTRIBUTIONS												
Capital Grant	-	-	-	-	-	-	-	-	-	-	-	-
Capital Assets Provided By Developers and Others	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
INCREASE (DECREASE) IN NET POSITION	<u>(388,651)</u>	<u>(286,000)</u>	<u>(93,334)</u>	<u>(1,501,363)</u>	<u>1,369,916</u>	<u>(947,000)</u>	<u>(845,862)</u>	<u>427,436</u>	<u>981,264</u>	<u>(1,233,000)</u>	<u>(939,196)</u>	<u>(1,073,928)</u>

May Cash Flows

	CITY				SUBURBAN				TOTAL			
	Actual	Forecast	Budget	Prior Year	Actual	Forecast	Budget	Prior Year	Actual	Forecast	Budget	Prior Year
Increase (Decrease) in Net position	(388,651)	(286,000)	(93,334)	(1,501,363)	1,369,916	(947,000)	(845,862)	427,436	981,264	(1,233,000)	(939,196)	(1,073,928)
Depreciation (non-cash)	450,000	450,000	450,000	441,114	572,918	573,000	572,926	591,210	1,022,918	1,023,000	1,022,926	1,032,324
Cash generated by Operations	61,349	164,000	356,666	(1,060,249)	1,942,834	(374,000)	(272,936)	1,018,646	2,004,182	(210,000)	83,730	(41,604)
Capex spending	(666,881)	(1,391,425)	(1,391,425)	(143,022)	(196,356)	(998,023)	(998,023)	(305,862)	(863,237)	(2,389,448)	(2,389,448)	(448,884)
Capex Funding Applied	666,881	1,391,425	1,391,425	143,022	196,356	998,023	998,023	305,862	863,237	2,389,448	2,389,448	448,884
Principal Payments	-	-	-	-	(225,472)	(152,405)	(152,405)	(212,566)	(225,472)	(152,405)	(152,405)	(212,566)
Annual Payment	-	-	-	-	-	-	-	-	-	-	-	-
NET CASH FLOWS	<u>61,349</u>	<u>164,000</u>	<u>356,666</u>	<u>(1,060,249)</u>	<u>1,717,362</u>	<u>(526,405)</u>	<u>(425,341)</u>	<u>806,080</u>	<u>1,778,710</u>	<u>(362,405)</u>	<u>(68,675)</u>	<u>(254,170)</u>

May YTD Summary

	CITY			SUBURBAN			TOTAL		
	Actual	Budget	Prior Yr	Actual	Budget	Prior Yr	Actual	Budget	Prior Yr
OPERATING REVENUES				-	-	-			
Charges for Service	12,398,141	12,758,453	10,999,962	10,800,145	9,409,050	10,401,974	23,198,286	22,167,503	21,401,937
Rent	-	-	-	42,951	74,585	58,538	42,951	74,585	58,538
Other Income	<u>125,122</u>	<u>126,165</u>	<u>113,582</u>	<u>71,975</u>	<u>253,995</u>	<u>69,987</u>	<u>197,098</u>	<u>380,160</u>	<u>183,569</u>
Total Operating Income	<u>12,523,263</u>	<u>12,884,618</u>	<u>11,113,545</u>	<u>10,915,072</u>	<u>9,737,630</u>	<u>10,530,499</u>	<u>23,438,335</u>	<u>22,622,248</u>	<u>21,644,044</u>
				-	-	-			
OPERATING EXPENSES				-	-	-			
Salaries, Wages, and Benefits	3,570,903	3,441,944	3,869,105	1,134,730	1,011,916	1,025,176	4,705,633	4,453,860	4,894,281
General & Administrative	250,648	228,925	247,492	107,711	97,650	98,166	358,358	326,575	345,658
Utilities	804,539	876,990	799,461	295,915	321,295	293,225	1,100,454	1,198,285	1,092,685
Materials & Supplies	724,509	1,058,121	842,717	418,898	727,099	555,702	1,143,406	1,785,220	1,398,419
Miscellaneous Services	802,747	644,140	1,136,919	3,839,207	3,331,915	2,755,850	4,641,954	3,976,055	3,892,769
Treatment & Transportation	-	-	-	2,429,594	2,221,983	2,179,573	2,429,594	2,221,983	2,179,573
Depreciation & Amortization	<u>2,250,000</u>	<u>2,250,000</u>	<u>2,205,570</u>	<u>2,864,590</u>	<u>2,864,630</u>	<u>2,956,050</u>	<u>5,114,590</u>	<u>5,114,630</u>	<u>5,161,620</u>
Total Operating Expenses	<u>8,403,346</u>	<u>8,500,120</u>	<u>9,101,264</u>	<u>11,090,645</u>	<u>10,576,488</u>	<u>9,863,741</u>	<u>19,493,991</u>	<u>19,076,608</u>	<u>18,965,005</u>
				-	-	-			
OPERATING INCOME (LOSS)	<u>4,119,917</u>	<u>4,384,498</u>	<u>2,012,281</u>	<u>(175,573)</u>	<u>(838,858)</u>	<u>666,758</u>	<u>3,944,345</u>	<u>3,545,640</u>	<u>2,679,038</u>
				-	-	-			
NONOPERATING REVENUES (EXPENSES)				-	-	-			
Tapping and Capital Recovery Fees	68,199	57,500	131,001	1,954,039	562,075	779,450	2,022,238	619,575	910,451
Meter Sales	51,927	31,250	107,058	135,338	31,250	39,715	187,265	62,500	146,773
Inspection & Plan Reviews	3,046	7,085	6,684	126,413	40,000	90,677	129,459	47,085	97,360
Other Income	13,410	11,250	13,200	25,645	2,290	14,276	39,055	13,540	27,476
Other Expense	15,902	8,335	15,960	(4,370)	(2,915)	(37,772)	11,532	5,420	(21,812)
Interest Earnings	1,815	179,165	286,783	43,567	15,760	13,538	45,381	194,925	300,321
Interest Expense	<u>(6,577,290)</u>	<u>(6,577,290)</u>	<u>(5,005,975)</u>	<u>(522,203)</u>	<u>(695,380)</u>	<u>(588,104)</u>	<u>(7,099,493)</u>	<u>(7,272,670)</u>	<u>(5,594,079)</u>
Total Nonoperating Expenses	<u>(6,422,992)</u>	<u>(6,282,705)</u>	<u>(4,445,289)</u>	<u>1,758,428</u>	<u>(46,920)</u>	<u>311,781</u>	<u>(4,664,564)</u>	<u>(6,329,625)</u>	<u>(4,133,509)</u>
	-	-	-	-	-	-			
INCREASE (DECREASE) IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	<u>(2,303,074)</u>	<u>(1,898,207)</u>	<u>(2,433,009)</u>	<u>1,582,855</u>	<u>(885,778)</u>	<u>978,539</u>	<u>(720,219)</u>	<u>(2,783,985)</u>	<u>(1,454,470)</u>
				-	-	-			
CAPITAL CONTRIBUTIONS				-	-	-			
Capital Grant	-	-	-	-	-	-	-	-	-
Capital Assets Provided By Developers and Others	-	-	-	-	-	-	-	-	-
Total Capital Contributions	-	-	-	-	-	-	-	-	-
				-	-	-			
INCREASE (DECREASE) IN NET POSITION	<u>(2,303,074)</u>	<u>(1,898,207)</u>	<u>(2,433,009)</u>	<u>1,582,855</u>	<u>(885,778)</u>	<u>978,539</u>	<u>(720,219)</u>	<u>(2,783,985)</u>	<u>(1,454,470)</u>

May YTD Cash Flows

	CITY			SUBURBAN			TOTAL		
	Actual	Budget	Prior Yr	Actual	Budget	Prior Yr	Actual	Budget	Prior Yr
Increase (Decrease) in Net position	(2,303,074)	(1,898,207)	(2,433,009)	1,582,855	(885,778)	978,539	(720,219)	(2,783,985)	(1,454,470)
Depreciation (non-cash)	<u>2,250,000</u>	<u>2,250,000</u>	<u>2,205,570</u>	<u>2,864,590</u>	<u>2,864,630</u>	<u>2,956,050</u>	<u>5,114,590</u>	<u>5,114,630</u>	<u>5,161,620</u>
Cash generated by Operations	(53,074)	351,793	(227,439)	4,447,445	1,978,852	3,934,589	4,394,371	2,330,645	3,707,150
Capex spending	(3,227,787)	(6,957,125)	(2,055,566)	(1,007,318)	(4,990,115)	(815,591)	(4,235,105)	(11,947,240)	(2,871,156)
Capex Funding Applied	3,227,787	6,957,125	2,055,566	1,007,318	4,990,115	815,591	4,235,105	11,947,240	2,871,156
Principal Payments	-	-	-	(1,114,876)	(762,025)	(1,050,423)	(1,114,876)	(762,025)	(1,050,423)
Annual Payment	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>
NET CASH FLOWS	<u>(303,074)</u>	<u>101,793</u>	<u>(227,439)</u>	<u>3,332,569</u>	<u>1,216,827</u>	<u>2,884,166</u>	<u>3,029,495</u>	<u>1,318,620</u>	<u>2,656,727</u>



Questions?