

**ORANGE COUNTY WATER UTILITIES SYSTEM
STATEMENTS OF NET POSITION
APRIL 30 AND MARCH 31, 2016**

	APRIL	MARCH
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>		
Current assets:		
Cash and investments	\$ 51,204,176	\$ 49,093,176
Accrued interest receivable	163,257	163,257
Accounts receivable, net	17,795,067	16,983,432
Due from other governmental agencies	10,940,060	11,080,938
Inventories and prepaid costs	19,085,949	19,500,112
Total current assets	99,188,509	96,820,915
Restricted assets:		
Cash and investments	10,097,324	10,083,722
Noncurrent assets:		
Capital assets:		
Land	103,396,499	103,345,427
Construction in progress	218,727,732	215,139,050
Buildings and improvements	1,891,014,802	1,885,770,233
Machinery and equipment	95,986,965	96,004,702
Intangible assets	70,821,318	70,820,993
Less accumulated depreciation and amortization	(1,107,662,114)	(1,101,710,447)
Total capital assets	1,272,285,202	1,269,369,958
Total noncurrent and restricted assets	1,282,382,526	1,279,453,680
Total assets	1,381,571,035	1,376,274,595
Deferred outflows of resources:		
Related to pensions	7,794,037	7,794,037
Total assets and deferred outflows of resources	\$ 1,389,365,072	\$ 1,384,068,632
<u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 20,542,910	\$ 19,201,794
Due to other governmental agencies	648,202	636,584
Net pension liability	430,543	430,543
Total current liabilities	21,621,655	20,268,921
Liabilities payable from restricted assets:		
Accrued interest payable on loans	145,556	99,770
Customer deposits	8,847,833	8,866,871
Total liabilities payable from restricted assets	8,993,389	8,966,641
Noncurrent liabilities:		
Compensated absences payable	1,719,337	1,719,337
Loans payable	58,627,542	54,779,177
Net pension liability	22,788,393	22,788,393
Total noncurrent liabilities	83,135,272	79,286,907
Total liabilities	113,750,316	108,522,469
Deferred inflows of resources:		
Related to pensions	7,606,830	7,606,830
Total liabilities and deferred inflows of resources	121,357,146	116,129,299
<u>NET POSITION</u>		
Net investment in capital assets	1,213,657,660	1,214,590,781
Restricted for debt service	1,103,935	1,117,081
Unrestricted	53,246,331	52,231,471
Total net position	1,268,007,926	1,267,939,333
Total liabilities and net position	\$ 1,389,365,072	\$ 1,384,068,632

Note: Pursuant to the the implementation of GASB Statement No. 68 and GASB Statement No. 71, Deferred outflows, Pension liability, Deferred inflows, and Net position have been updated from that previously presented to reflect the System's proportionate share of the Fiscal Year 2015, Florida Retirement System Pension Plans.

**ORANGE COUNTY WATER UTILITIES SYSTEM
CASH AND INVESTMENTS DETAIL
APRIL 30 AND MARCH 31, 2016**

	<u>APRIL</u>	<u>MARCH</u>
Current:		
Revenue	\$ -	\$ -
Operation and maintenance	1,932,344	1,933,563
Reserve revenue	6,932,587	1,613,087
Water connection fees	1,818,181	2,696,583
Wastewater connection fees	12,296,476	11,606,791
Petty cash	1,600	1,600
Operation and maintenance reserve	20,128,425	23,141,856
Renewal and replacement	<u>8,094,563</u>	<u>8,099,696</u>
Total current cash and investments	<u>51,204,176</u>	<u>49,093,176</u>
Restricted:		
Loan debt service	489,175	456,052
Loan repayment reserve	760,316	760,799
Customer deposits	<u>8,847,833</u>	<u>8,866,871</u>
Total restricted cash and investments	<u>10,097,324</u>	<u>10,083,722</u>
Total cash and investments	<u>\$ 61,301,500</u>	<u>\$ 59,176,898</u>

**ORANGE COUNTY WATER UTILITIES SYSTEM
STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET POSITION
FOR THE MONTH ENDED APRIL 30, 2016**

	<u>APRIL</u>	<u>FISCAL YEAR TO DATE</u>
Operating revenues:		
Water service	\$ 3,932,637	\$ 26,635,563
Wastewater service	9,631,690	66,358,211
Reclaimed water service	534,415	3,597,228
Miscellaneous	550,051	2,208,514
	<u>14,648,793</u>	<u>98,799,516</u>
Operating and maintenance expenses:		
Personal services	4,260,591	27,361,610
Contractual services	2,947,342	16,638,447
Materials and supplies	539,270	2,914,948
Utilities	1,177,551	6,895,073
Repairs and maintenance	1,317,130	8,479,902
Other administrative expenses	483,105	5,536,200
	<u>10,724,989</u>	<u>67,826,180</u>
Operating income before depreciation	3,923,804	30,973,336
Depreciation and amortization	<u>5,951,667</u>	<u>41,887,654</u>
Operating loss	<u>(2,027,863)</u>	<u>(10,914,318)</u>
Nonoperating revenues (expenses):		
Interest revenue	17,929	314,433
Interest expense and fiscal charges	(76,464)	(443,721)
Loss on the disposal of assets	-	(230,274)
	<u>(58,535)</u>	<u>(359,562)</u>
Loss before contributions and transfers	(2,086,398)	(11,273,880)
Capital contributions	2,154,991	35,758,025
Transfers out	<u>-</u>	<u>(3,700,000)</u>
Change in net position	68,593	20,784,145
Total net position, beginning of period	<u>1,267,939,333</u>	<u>1,247,223,781</u>
Total net position, end of period	<u>\$ 1,268,007,926</u>	<u>\$ 1,268,007,926</u>

See accompanying notes to financial statements

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING REVENUE DETAIL
FOR THE MONTH ENDED APRIL 30, 2016**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Water service:						
Residential	\$ 1,908,566	\$ 1,967,514	\$ 13,359,962	\$ 13,441,229	\$ 22,902,786	59%
Commercial	1,121,386	1,191,449	7,849,702	8,006,652	13,456,628	59%
Conservation surcharge	860,798	773,674	6,025,586	5,187,682	10,329,573	50%
Total water service	<u>3,890,750</u>	<u>3,932,637</u>	<u>27,235,250</u>	<u>26,635,563</u>	<u>46,688,987</u>	57%
Wastewater service:						
Residential	4,826,980	4,945,363	33,788,860	33,994,007	57,923,764	59%
Commercial	4,154,897	4,468,408	29,084,279	30,399,478	49,858,768	61%
Environmental surcharge	206,772	146,177	1,447,404	1,472,488	2,481,260	59%
Industrial	2,262	7,907	15,834	94,957	27,146	350%
Septic and portable	21,925	54,928	153,475	311,261	263,100	118%
Capacity maintenance fees	12,490	8,907	87,430	86,020	149,874	57%
Total wastewater service	<u>9,225,326</u>	<u>9,631,690</u>	<u>64,577,282</u>	<u>66,358,211</u>	<u>110,703,912</u>	60%
Reclaimed water service:						
Reclaimed service	403,900	522,620	2,827,300	3,516,942	4,846,803	73%
Reclaimed water-cooling tower	19,781	11,795	138,467	80,286	237,373	34%
Total reclaimed water service	<u>423,681</u>	<u>534,415</u>	<u>2,965,767</u>	<u>3,597,228</u>	<u>5,084,176</u>	71%
Miscellaneous:						
Initiate account service	43,153	44,752	302,071	279,360	517,841	54%
Turn off/on service	26,699	28,402	186,893	214,739	320,388	67%
Lien fee charges	430	600	3,010	3,120	5,165	60%
Meter removal/testing	4,025	4,276	28,175	30,185	48,303	62%
Meter/line damage	13,259	1,200	92,813	22,075	159,112	14%
NSF charges	4,033	3,652	28,231	30,539	48,395	63%
Plans and specifications	73,163	37,420	512,141	421,015	877,961	48%
Charges to other funds	1,116	1,395	7,812	7,922	13,393	59%
Developer reimb of plan review	19,216	26,145	134,512	142,041	230,591	62%
Miscellaneous	109,157	402,209	764,099	1,057,518	1,309,878	81%
Total miscellaneous	<u>294,251</u>	<u>550,051</u>	<u>2,059,757</u>	<u>2,208,514</u>	<u>3,531,027</u>	63%
Total operating revenues	<u>\$ 13,834,008</u>	<u>\$ 14,648,793</u>	<u>\$ 96,838,056</u>	<u>\$ 98,799,516</u>	<u>\$ 166,008,102</u>	60%

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING AND MAINTENANCE EXPENSES DETAIL
FOR THE MONTH ENDED APRIL 30, 2016**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Personal services:						
Salaries	\$ 3,102,312	\$ 2,984,555	\$ 21,716,184	\$ 20,817,832	\$ 37,227,745	56%
Fringe benefits	1,083,470	1,276,036	7,584,290	6,543,778	13,001,635	50%
Total personal services	4,185,782	4,260,591	29,300,474	27,361,610	50,229,380	54%
Contractual services:						
Research and studies	87,861	331,801	615,027	626,222	1,054,337	59%
Legal services	11,036	1,458	77,252	55,341	132,435	42%
Indirect costs	514,586	514,586	3,602,102	3,602,104	6,175,035	58%
Purchased water	50,727	4,960	355,089	79,997	608,726	13%
Effluent disposal	159,874	150,160	1,119,118	1,146,388	1,918,490	60%
Comptroller fees	131,227	131,142	918,589	919,019	1,574,727	58%
Officer fees	1,232	50	8,624	3,632	14,783	25%
Payments to other governments	183,272	235,349	1,282,904	1,088,847	2,199,259	50%
Janitorial	36,213	30,587	253,491	207,387	434,554	48%
Employment agency	103,848	40,099	726,936	613,882	1,246,173	49%
Training	15,241	3,360	106,687	16,008	182,890	9%
Paving	158,978	62,700	1,112,846	661,091	1,907,733	35%
Software licensing/support fee	169,995	145,105	1,189,965	867,307	2,039,936	43%
Other professional fees	113,482	97,252	794,374	334,003	1,361,784	25%
Contractual services	1,383,872	1,198,733	9,687,104	6,417,219	16,606,467	39%
Total contractual services	3,121,444	2,947,342	21,850,108	16,638,447	37,457,329	44%
Materials and supplies:						
Graphic reproduction services	4,181	59	29,267	8,400	50,169	17%
Office supplies	12,673	10,545	88,711	46,866	152,073	31%
Event/meal reimbursement	434	125	3,038	500	5,210	10%
Software <\$1000	11,569	911	80,983	39,600	138,826	29%
Computer equipment <\$500	11,556	16,602	80,892	84,200	138,677	61%
Equipment <\$1000	19,974	36,845	139,818	132,172	239,690	55%
Tools	9,691	11,474	67,837	67,341	116,286	58%
Medical	149	-	1,043	190	1,790	11%
Liquid oxygen	12,184	5,470	85,288	61,229	146,212	42%
Chemical and pesticides	13	-	91	-	150	0%
Solar salt	12,231	9,661	85,617	86,985	146,775	59%
Chlorine	102,814	76,403	719,698	621,791	1,233,772	50%
Fluoride	15,173	-	106,211	54,583	182,070	30%
Polymer	56,126	41,455	392,882	300,134	673,508	45%
Sealing chemicals	208	923	1,456	923	2,500	37%
Corrosion control	52,770	139,731	369,390	328,618	633,242	52%
Carbon dioxide	33,775	16,341	236,425	190,547	405,296	47%
Sodium hydroxide	46,158	15,804	323,106	163,360	553,894	29%
Miscellaneous chemicals	35,736	36,157	250,152	119,982	428,834	28%
Material for construction	24,145	-	169,015	181,680	289,743	63%
Clothing	15,072	8,520	105,504	77,425	180,862	43%
Gas-oil-lube-brfl-ant	17,194	3,931	120,358	28,602	206,330	14%
Miscellaneous expenses	52,214	108,313	365,498	319,820	626,568	51%
Total materials & supplies	546,040	539,270	3,822,280	2,914,948	6,552,477	44%

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING AND MAINTENANCE EXPENSES DETAIL, (continued)
FOR THE MONTH ENDED APRIL 30, 2016**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Utilities:						
Communications	\$ 60,668	\$ 62,675	\$ 424,676	\$ 365,551	\$ 728,019	50%
Water	7,483	8,413	52,381	54,157	89,793	60%
Solid waste tipping fees	3,500	4,293	24,500	21,199	42,000	50%
Garbage disposal	48,896	31,845	342,272	250,602	586,748	43%
Gas	12,897	2,911	90,279	58,246	154,764	38%
Electric	<u>1,049,587</u>	<u>1,067,414</u>	<u>7,347,109</u>	<u>6,145,318</u>	<u>12,595,046</u>	49%
Total utilities	<u>1,183,031</u>	<u>1,177,551</u>	<u>8,281,217</u>	<u>6,895,073</u>	<u>14,196,370</u>	49%
Repairs and maintenance:						
Building and grounds	433,528	591,061	3,034,696	3,027,322	5,202,333	58%
Equipment	620,472	421,699	4,343,304	3,164,516	7,445,658	43%
Vehicle maintenance	387,519	288,585	2,712,633	1,980,174	4,650,225	43%
Services	42	741	294	741	500	148%
Mains	24,124	11,814	168,868	180,032	289,491	62%
Water meters	2,150	-	15,050	-	25,800	0%
Fire lines	2,988	-	20,916	88,608	35,855	247%
Meter installations	42	-	294	935	500	187%
Valves	4,541	3,230	31,787	37,574	54,486	69%
Utility relocations	<u>42</u>	<u>-</u>	<u>294</u>	<u>-</u>	<u>500</u>	0%
Total repairs & maintenance	<u>1,475,448</u>	<u>1,317,130</u>	<u>10,328,136</u>	<u>8,479,902</u>	<u>17,705,348</u>	48%
Other administrative:						
Local travel	2,436	1,266	17,052	8,495	29,236	29%
Out of county travel	1,956	867	13,692	6,030	23,477	26%
Postage and messenger services	58,597	710	410,179	449,649	703,163	64%
Moving expenses	92	-	644	-	1,100	0%
Toll charges	17,930	20,142	125,510	96,763	215,154	45%
Rental of equipment	35,383	48,193	247,681	431,748	424,594	102%
Dues and memberships	13,231	539	92,617	102,454	158,773	65%
Subscriptions	2,456	888	17,192	6,406	29,476	22%
Training fees	11,078	2,405	77,546	27,983	132,941	21%
License and certification	1,731	-	12,117	1,468	20,774	7%
Advertising	440	700	3,080	2,235	5,280	42%
Promotional	9,021	4,265	63,147	4,654	108,250	4%
Educational assistance	2,499	-	17,493	3,516	29,989	12%
Scholarships, awards	581	-	4,067	-	6,975	0%
Bad debt expense	40,039	(10,379)	280,273	(30,746)	480,462	-6%
Bank charges	63,792	75,111	446,544	387,529	765,500	51%
Self insurance	284,894	284,895	1,994,258	1,994,260	3,418,731	58%
Refunds of prior year revenue	25,000	11,150	175,000	202,303	300,000	67%
Operating permits	11,654	-	81,578	-	139,849	0%
Accrued expenses	<u>-</u>	<u>42,353</u>	<u>-</u>	<u>1,841,453</u>	<u>-</u>	0%
Total other administrative	<u>582,810</u>	<u>483,105</u>	<u>4,079,670</u>	<u>5,536,200</u>	<u>6,993,724</u>	79%
Total O&M expenses	<u>\$ 11,094,555</u>	<u>\$ 10,724,989</u>	<u>\$ 77,661,885</u>	<u>\$ 67,826,180</u>	<u>\$ 133,134,628</u>	51%

**ORANGE COUNTY WATER UTILITIES SYSTEM
NON-OPERATING REVENUE AND EXPENSE DETAIL
FOR THE MONTH ENDED APRIL 30, 2016**

	<u>APRIL BUDGET</u>	<u>APRIL ACTUAL</u>	<u>FISCAL YTD BUDGET</u>	<u>FISCAL YTD ACTUAL</u>	<u>ANNUAL BUDGET</u>	<u>FISCAL YTD (STD 58%)</u>
Interest revenue:						
Net revenue	\$ 42,172	\$ 17,679	\$ 295,204	\$ 302,878	\$ 506,065	60%
Connection fees	-	1,476	-	17,400	-	0%
Less: Customer deposits expense	-	(1,226)	-	(5,845)	-	0%
Total interest revenue	<u>42,172</u>	<u>17,929</u>	<u>295,204</u>	<u>314,433</u>	<u>506,065</u>	62%
Interest expense:						
Revolving loans	(269,270)	(76,464)	(1,884,890)	(443,721)	(3,231,243)	14%
Capital lease	(73)	-	(511)	-	(871)	0%
Debt service fees	(17,500)	-	(122,500)	-	(210,000)	0%
Total interest expense	<u>(286,843)</u>	<u>(76,464)</u>	<u>(2,007,901)</u>	<u>(443,721)</u>	<u>(3,442,114)</u>	13%
Loss on disposal of assets:						
Loss on disposal of fixed assets	-	-	-	(1,325)	-	(1)
Loss on abandoned projects	-	-	-	(228,949)	-	(1)
Total loss on disposal of assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>(230,274)</u>	<u>-</u>	0%
Total non-operating revenues (expenses)	<u>\$ (244,671)</u>	<u>\$ (58,535)</u>	<u>\$ (1,712,697)</u>	<u>\$ (359,562)</u>	<u>\$ (2,936,049)</u>	12%

(1) These are noncash items, and therefore not included in adopted budget.

**ORANGE COUNTY WATER UTILITIES SYSTEM
CAPITAL CONTRIBUTIONS DETAIL
FOR THE MONTH ENDED APRIL 30, 2016**

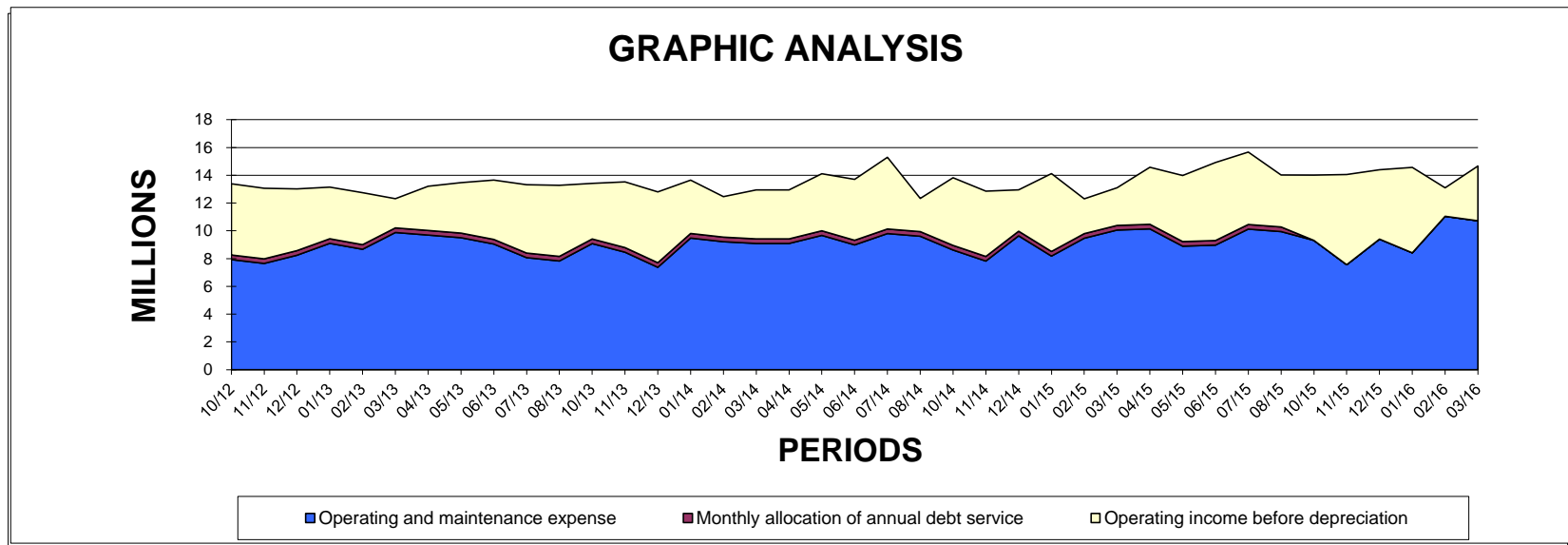
	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
CONNECTION FEES COLLECTED:						
Water connection fees:						
Residential/Commercial	\$ 661,745	\$ 649,864	\$ 4,632,215	\$ 7,614,410	\$ 7,940,944	96%
Irrigation	35,638	52,650	249,466	355,260	427,659	83%
Total water connection fees	<u>697,383</u>	<u>702,514</u>	<u>4,881,681</u>	<u>7,969,670</u>	<u>8,368,603</u>	95%
Wastewater connection fees:						
Residential/Commercial	<u>1,333,472</u>	<u>1,412,295</u>	<u>9,334,304</u>	<u>16,876,192</u>	<u>16,001,665</u>	105%
Less reductions:						
Refunds of prior year collections	(83,333)	(1,260)	(583,331)	(11,603)	(1,000,000)	1%
Donations	(1,250)	-	(8,750)	-	(15,000)	0%
Total reductions	<u>(84,583)</u>	<u>(1,260)</u>	<u>(592,081)</u>	<u>(11,603)</u>	<u>(1,015,000)</u>	1%
Net connection fees	<u>1,946,272</u>	<u>2,113,549</u>	<u>13,623,904</u>	<u>24,834,259</u>	<u>23,355,268</u>	106%
DONATED SYSTEMS:						
Donated easements	-	-	-	4,258,200	-	0%
Developer fixed assets	-	-	-	6,457,278	-	0%
Developer reimbursements	-	35,342	-	149,116	-	0%
Line extensions	-	6,100	-	59,172	-	0%
Total donated systems	<u>-</u>	<u>41,442</u>	<u>-</u>	<u>10,923,766</u>	<u>-</u>	0%
Total capital contributions	<u>\$ 1,946,272</u>	<u>\$ 2,154,991</u>	<u>\$ 13,623,904</u>	<u>\$ 35,758,025</u>	<u>\$ 23,355,268</u>	153%

**ORANGE COUNTY WATER UTILITIES SYSTEM
OTHER DISBURSEMENTS DETAIL
FOR THE MONTH ENDED APRIL 30, 2016**

	<u>APRIL BUDGET</u>	<u>APRIL ACTUAL</u>	<u>FISCAL YTD BUDGET</u>	<u>FISCAL YTD ACTUAL</u>	<u>ANNUAL BUDGET</u>	<u>FISCAL YTD (STD 58%)</u>
Capital outlay:						
Land	\$ 40,381	\$ 47,646	\$ 282,667	\$ 1,578,280	\$ 484,577	326%
Buildings	161,234	39,953	1,128,638	115,489	1,934,812	6%
Structures	15,690,278	8,597,427	109,831,946	44,426,521	188,283,341	24%
Equipment	<u>726,199</u>	<u>383,607</u>	<u>5,083,393</u>	<u>1,142,101</u>	<u>8,714,387</u>	13%
Total capital outlay	16,618,092	9,068,633	116,326,644	47,262,391	199,417,117	24%
Capital lease principal						
Debt service principal	<u>201,041</u>	<u>191,566</u>	<u>1,407,287</u>	<u>1,120,265</u>	<u>2,412,491</u>	46%
Total other disbursements	<u>\$ 16,819,133</u>	<u>\$ 9,260,199</u>	<u>\$ 117,733,931</u>	<u>\$ 48,382,656</u>	<u>\$ 201,829,608</u>	24%

**ORANGE COUNTY WATER UTILITIES SYSTEM
ANALYTICAL DATA
FISCAL YEAR 2016**

	<u>Year to Date</u>	<u>October</u>	<u>November</u>	<u>December</u>	<u>January</u>	<u>February</u>	<u>March</u>	<u>April</u>	<u>May</u>	<u>June</u>	<u>July</u>	<u>August</u>
Operating Ratios												
Overall	0.69	0.67	0.56	0.66	0.58	0.85	0.78	0.73				
Water	0.92	0.98	0.76	0.88	0.73	1.04	1.07	1.00				
Wastewater	0.55	0.51	0.44	0.53	0.49	0.70	0.62	0.59				



**ORANGE COUNTY WATER UTILITIES SYSTEM
NOTES TO FINANCIAL STATEMENTS
FOR THE MONTH ENDED APRIL 30, 2016**

Pursuant to Section 37-304 of Orange County Ordinance No. 92-10, water and wastewater capacity has been sold net of \$10.5 million in affordable multi-family housing discounts, since inception of the program. Pursuant to Orange County ordinance No. 94-21, the County also offers a discount on water & wastewater connection fees for each residential lot that receives service from a Reclaimed Water Distribution System. Since inception of this program water & wastewater capacity has been sold net of \$9 million.