

**ORANGE COUNTY WATER UTILITIES SYSTEM
STATEMENTS OF NET POSITION
DECEMBER 31 AND NOVEMBER 30, 2016**

| | DECEMBER | NOVEMBER |
|---|------------------|------------------|
| <u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u> | | |
| Current assets: | | |
| Cash and investments (1) | \$ 102,071,459 | \$ 99,619,241 |
| Accrued interest receivable | 242,853 | 242,853 |
| Accounts receivable, net | 22,472,645 | 19,045,404 |
| Due from other governmental agencies | 16,188,179 | 15,841,830 |
| Inventories and prepaid costs | 17,995,273 | 15,847,587 |
| Total current assets | 158,970,409 | 150,596,915 |
| Restricted assets: | | |
| Cash and investments (1) | 58,213,383 | 61,443,866 |
| Capital assets: | | |
| Land | 102,363,655 | 102,361,116 |
| Construction in progress | 150,159,636 | 142,819,217 |
| Buildings and improvements | 2,039,105,151 | 2,039,105,152 |
| Machinery and equipment | 98,980,706 | 98,888,310 |
| Intangible assets | 76,704,515 | 76,704,515 |
| Less accumulated depreciation and amortization | (1,157,845,031) | (1,151,476,698) |
| Total capital assets | 1,309,468,632 | 1,308,401,612 |
| Total noncurrent and restricted assets | 1,367,682,015 | 1,369,845,478 |
| Total assets | 1,526,652,424 | 1,520,442,393 |
| Deferred outflows of resources: | | |
| Related to pensions | 12,466,757 | 12,466,757 |
| Total assets and deferred outflows of resources | \$ 1,539,119,181 | \$ 1,532,909,150 |
| <u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u> | | |
| Current liabilities: | | |
| Accounts payable and accrued liabilities | \$ 22,659,614 | \$ 23,725,523 |
| Due to other governmental agencies | 501,418 | 452,379 |
| Net pension liability | 390,296 | 390,296 |
| Total current liabilities | 23,551,328 | 24,568,198 |
| Liabilities payable from restricted assets: | | |
| Accrued interest payable on bonds and loans | 1,039,897 | 723,496 |
| Customer deposits | 9,541,019 | 9,383,946 |
| Total liabilities payable from restricted assets | 10,580,916 | 10,107,442 |
| Noncurrent liabilities: | | |
| Compensated absences payable | 1,378,011 | 1,378,011 |
| Loans payable | 75,431,408 | 75,085,059 |
| Revenue bonds payable (net of unamortized costs) | 93,922,404 | 94,007,249 |
| Net pension liability | 35,383,798 | 35,383,798 |
| Total noncurrent liabilities | 206,115,621 | 205,854,117 |
| Total liabilities | 240,247,865 | 240,529,757 |
| Deferred inflows of resources: | | |
| Related to pensions | 632,180 | 632,180 |
| Total liabilities and deferred inflows of resources | 240,880,045 | 241,161,937 |
| <u>NET POSITION</u> | | |
| Net investment in capital assets | 1,140,114,820 | 1,139,309,304 |
| Restricted for debt service | 47,632,467 | 7,593,022 |
| Unrestricted | 110,491,849 | 144,844,887 |
| Total net position | 1,298,239,136 | 1,291,747,213 |
| Total liabilities and net position | \$ 1,539,119,181 | \$ 1,532,909,150 |

Note: Since GASB Statement No. 68 and GASB Statement No. 71, pension related costs are not booked until year end, 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 2016, Florida Retirement System Pension Plans.

(1) Certain assets have been reclassified from current to restricted from that previously reported.

**ORANGE COUNTY WATER UTILITIES SYSTEM
CASH AND INVESTMENTS DETAIL
DECEMBER 31 AND NOVEMBER 30, 2016**

| | <u>DECEMBER</u> | <u>NOVEMBER</u> |
|---------------------------------------|-----------------------|-----------------------|
| Current: | | |
| Revenue | \$ - | \$ - |
| Operation and maintenance | - | 102 |
| Reserve revenue | 63,019,199 | 65,525,892 |
| Water connection fees | 8,927,576 | 7,394,071 |
| Wastewater connection fees | 30,123,084 | 26,697,576 |
| Petty cash | 1,600 | 1,600 |
| | <u>102,071,459</u> | <u>99,619,241</u> |
| Total current cash and investments | <u>102,071,459</u> | <u>99,619,241</u> |
| | | |
| Restricted: | | |
| Operation and maintenance reserve (2) | 24,605,240 | 24,615,482 |
| Renewal and replacement (2) | 8,001,185 | 8,007,723 |
| Bond reserve (1) | 6,184,426 | 6,184,398 |
| Bond interest | 726,501 | 484,316 |
| Loan debt service | 1,154,272 | 886,931 |
| Loan repayment reserve | 760,253 | 760,873 |
| Series 2016 account (2) | 7,240,487 | 11,120,197 |
| Customer deposits | 9,541,019 | 9,383,946 |
| | <u>58,213,383</u> | <u>61,443,866</u> |
| Total restricted cash and investments | <u>58,213,383</u> | <u>61,443,866</u> |
| Total cash and investments | <u>\$ 160,284,842</u> | <u>\$ 161,063,107</u> |

Note: (1) The Bond Reserve requirement is prescribed in the bond covenants as the maximum annual debt service for all bonds outstanding, \$6,173,644. The amount reflected in this statement represents the current market value of this account.

(2) Certain assets have been reclassified from current to restricted from that previously reported.

**ORANGE COUNTY WATER UTILITIES SYSTEM
STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET POSITION
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | <u>DECEMBER</u> | <u>FISCAL YEAR TO DATE</u> |
|--|------------------|--------------------------------|
| Operating revenues: | | |
| Water service | \$ 4,548,477 | \$ 12,625,676 |
| Wastewater service | 10,272,767 | 29,557,982 |
| Reclaimed water service | 799,463 | 2,040,417 |
| Miscellaneous | 518,472 | 1,404,713 |
| | <hr/> | <hr/> |
| Total operating revenues | 16,139,179 | 45,628,788 |
| Operating and maintenance expenses: | | |
| Personal services | 4,360,013 | 12,513,930 |
| Contractual services | 2,202,525 | 5,210,051 |
| Materials and supplies | 369,081 | 871,216 |
| Utilities | 585,173 | 2,689,645 |
| Repairs and maintenance | 939,383 | 2,351,197 |
| Other administrative expenses | 472,504 | 3,401,705 |
| | <hr/> | <hr/> |
| Total operating and maintenance expenses | 8,928,679 | 27,037,744 |
| Operating income before depreciation | 7,210,500 | 18,591,044 |
| Depreciation and amortization | 6,368,333 | 19,105,000 |
| | <hr/> | <hr/> |
| Operating gain (loss) | 842,167 | (513,956) |
| Nonoperating revenues (expenses): | | |
| Interest revenue | 21,135 | 248,167 |
| Interest expense and fiscal charges | (231,889) | (695,330) |
| | <hr/> | <hr/> |
| Total net nonoperating revenues (expenses) | (210,754) | (447,163) |
| Gain (loss) before contributions and transfers | 631,413 | (961,119) |
| Capital contributions | 5,860,510 | 10,880,595 |
| Transfers out | - | (8,200,000) |
| | <hr/> | <hr/> |
| Change in net position | 6,491,923 | 1,719,476 |
| Total net position, beginning of period | 1,291,747,213 | 1,296,519,660 |
| | <hr/> | <hr/> |
| Total net position, end of period | \$ 1,298,239,136 | \$ 1,298,239,136 |
| | <hr/> | <hr/> |

See accompanying notes to financial statements

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING REVENUE DETAIL
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | DECEMBER BUDGET | DECEMBER ACTUAL | FISCAL YTD BUDGET | FISCAL YTD ACTUAL | ANNUAL BUDGET | FISCAL YTD (STD 25%) |
|---------------------------------|----------------------|----------------------|-------------------------|-------------------------|-----------------------|----------------------------|
| Water service: | | | | | | |
| Residential | \$ 1,991,599 | \$ 2,091,331 | \$ 5,974,797 | \$ 6,045,844 | \$ 23,899,193 | 25% |
| Commercial | 1,251,177 | 1,340,407 | 3,753,531 | 3,711,903 | 15,014,120 | 25% |
| Conservation surcharge | 888,092 | 1,116,739 | 2,664,276 | 2,867,929 | 10,657,107 | 27% |
| Total water service | <u>4,130,868</u> | <u>4,548,477</u> | <u>12,392,604</u> | <u>12,625,676</u> | <u>49,570,420</u> | 25% |
| Wastewater service: | | | | | | |
| Residential | 5,045,574 | 5,311,190 | 15,136,722 | 15,226,724 | 60,546,889 | 25% |
| Commercial | 4,677,267 | 4,717,623 | 14,031,801 | 13,611,482 | 56,127,207 | 24% |
| Environmental surcharge | 230,664 | 185,696 | 691,992 | 525,398 | 2,767,962 | 19% |
| Industrial | 3,991 | 6,617 | 11,973 | 22,970 | 47,886 | 48% |
| Septic and portable | 58,069 | 50,690 | 174,207 | 139,191 | 696,827 | 20% |
| Capacity maintenance fees | 13,262 | 951 | 39,786 | 32,217 | 159,148 | 20% |
| Total wastewater service | <u>10,028,827</u> | <u>10,272,767</u> | <u>30,086,481</u> | <u>29,557,982</u> | <u>120,345,919</u> | 25% |
| Reclaimed water service: | | | | | | |
| Reclaimed service | 572,330 | 786,827 | 1,716,990 | 1,989,748 | 6,867,957 | 29% |
| Reclaimed water-cooling tower | 20,371 | 12,636 | 61,113 | 50,669 | 244,448 | 21% |
| Total reclaimed water service | <u>592,701</u> | <u>799,463</u> | <u>1,778,103</u> | <u>2,040,417</u> | <u>7,112,405</u> | 29% |
| Miscellaneous: | | | | | | |
| Initiate account service | 43,397 | 42,000 | 130,191 | 119,650 | 520,763 | 23% |
| Turn off/on service | 22,276 | 29,145 | 66,828 | 103,977 | 267,311 | 39% |
| Lien fee charges | 371 | 280 | 1,113 | 280 | 4,448 | 6% |
| Meter removal/testing | 4,335 | 3,847 | 13,005 | 13,151 | 52,015 | 25% |
| Meter/line damage | 2,082 | 97,729 | 6,246 | 152,789 | 24,988 | 611% |
| NSF charges | 3,849 | 5,544 | 11,547 | 3,413 | 46,185 | 7% |
| Plans and specifications | 75,667 | 52,748 | 227,001 | 207,567 | 908,008 | 23% |
| Charges to other funds | 881 | 1,342 | 2,643 | 2,751 | 10,567 | 26% |
| Developer reimb of plan review | 24,987 | 24,327 | 74,961 | 110,274 | 299,840 | 37% |
| Miscellaneous | 119,116 | 261,510 | 357,348 | 690,861 | 1,429,387 | 48% |
| Total miscellaneous | <u>296,961</u> | <u>518,472</u> | <u>890,883</u> | <u>1,404,713</u> | <u>3,563,512</u> | 39% |
| Total operating revenues | <u>\$ 15,049,357</u> | <u>\$ 16,139,179</u> | <u>\$ 45,148,071</u> | <u>\$ 45,628,788</u> | <u>\$ 180,592,256</u> | 25% |

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING AND MAINTENANCE EXPENSES DETAIL
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | DECEMBER BUDGET | DECEMBER ACTUAL | FISCAL YTD BUDGET | FISCAL YTD ACTUAL | ANNUAL BUDGET | FISCAL YTD (STD 25%) |
|---------------------------------------|--------------------|--------------------|-------------------------|-------------------------|-------------------|----------------------------|
| Personal services: | | | | | | |
| Salaries | \$ 3,177,556 | \$ 3,529,666 | \$ 9,532,668 | \$ 10,157,442 | \$ 38,130,677 | 27% |
| Fringe benefits | 1,163,136 | 830,347 | 3,489,408 | 2,356,488 | 13,957,630 | 17% |
| Total personal services | 4,340,692 | 4,360,013 | 13,022,076 | 12,513,930 | 52,088,307 | 24% |
| Contractual services: | | | | | | |
| Research and studies | 80,248 | 3,000 | 240,744 | 5,800 | 962,975 | 1% |
| Legal services | 19,579 | 6,064 | 58,737 | 14,810 | 234,953 | 6% |
| Indirect costs | 483,753 | 483,753 | 1,451,259 | 1,451,260 | 5,805,040 | 25% |
| Purchased water | 44,789 | 116,488 | 134,367 | 116,387 | 537,464 | 22% |
| Effluent disposal | 167,989 | 79,685 | 503,967 | 398,881 | 2,015,865 | 20% |
| Comptroller fees | 143,937 | 143,852 | 431,811 | 431,557 | 1,727,240 | 25% |
| Officer fees | 1,231 | 380 | 3,693 | 800 | 14,774 | 5% |
| Payments to other governments | 197,527 | 115,626 | 592,581 | 410,766 | 2,370,319 | 17% |
| Janitorial | 37,579 | 33,097 | 112,737 | 65,897 | 450,946 | 15% |
| Employment agency | 111,761 | 56,607 | 335,283 | 141,130 | 1,341,133 | 11% |
| Training | 16,956 | 8,400 | 50,868 | 8,400 | 203,466 | 4% |
| Paving | 161,715 | 33,384 | 485,145 | 98,656 | 1,940,575 | 5% |
| Software licensing/support fee | 154,551 | 452,272 | 463,653 | 612,770 | 1,854,610 | 33% |
| Other professional fees | 182,473 | 112,196 | 547,419 | 116,683 | 2,189,673 | 5% |
| Contractual services | 1,740,326 | 557,721 | 5,220,978 | 1,336,254 | 20,883,913 | 6% |
| Total contractual services | 3,544,414 | 2,202,525 | 10,633,242 | 5,210,051 | 42,532,946 | 12% |
| Materials and supplies: | | | | | | |
| Graphic reproduction services | 4,056 | - | 12,168 | - | 48,669 | 0% |
| Office supplies | 12,987 | 19,112 | 38,961 | 19,112 | 155,844 | 12% |
| Event/meal reimbursement | 443 | 1,322 | 1,329 | 1,322 | 5,310 | 25% |
| Software <\$1000 | 12,462 | 2,525 | 37,386 | 10,763 | 149,547 | 7% |
| Computer equipment <\$500 | 7,330 | 7,480 | 21,990 | 7,480 | 87,960 | 9% |
| Equipment <\$1000 | 22,287 | 6,940 | 66,861 | 35,715 | 267,443 | 13% |
| Tools | 7,198 | 1,736 | 21,594 | 7,262 | 86,380 | 8% |
| Medical | 153 | - | 459 | - | 1,840 | 0% |
| Liquid oxygen | 14,996 | - | 44,988 | - | 179,954 | 0% |
| Chemical and pesticides | 8 | - | 24 | - | 100 | 0% |
| Solar salt | 15,050 | 10,146 | 45,150 | 37,228 | 180,600 | 21% |
| Chlorine | 108,505 | 97,079 | 325,515 | 241,555 | 1,302,060 | 19% |
| Fluoride | 15,058 | 6,195 | 45,174 | 19,064 | 180,700 | 11% |
| Alum | 931 | - | 2,793 | - | 11,167 | 0% |
| Polymer | 58,325 | 41,658 | 174,975 | 119,596 | 699,900 | 17% |
| Sealing chemicals | 208 | - | 624 | - | 2,500 | 0% |
| Corrosion control | 55,432 | 49,765 | 166,296 | 115,380 | 665,180 | 17% |
| Carbon dioxide | 45,670 | 8,024 | 137,010 | 8,024 | 548,036 | 1% |
| Sodium hydroxide | 42,277 | 31,322 | 126,831 | 47,060 | 507,323 | 9% |
| Supplemental carbon | 26,163 | - | 78,489 | - | 313,956 | 0% |
| Miscellaneous chemicals | 29,416 | 20,125 | 88,248 | 32,596 | 352,996 | 9% |
| Material for construction | 25,968 | - | 77,904 | - | 311,613 | 0% |
| Clothing | 14,790 | 9,633 | 44,370 | 26,749 | 177,478 | 15% |
| Gas-oil-lube-brfl-ant | 14,495 | 11,167 | 43,485 | 61,136 | 173,936 | 35% |
| Miscellaneous expenses | 56,837 | 44,852 | 170,511 | 81,174 | 682,043 | 12% |
| Total materials & supplies | 591,045 | 369,081 | 1,773,135 | 871,216 | 7,092,535 | 12% |

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING AND MAINTENANCE EXPENSES DETAIL, (continued)
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | DECEMBER BUDGET | DECEMBER ACTUAL | FISCAL YTD BUDGET | FISCAL YTD ACTUAL | ANNUAL BUDGET | FISCAL YTD (STD 25%) |
|--|----------------------|---------------------|-------------------------|-------------------------|-----------------------|----------------------------|
| Utilities: | | | | | | |
| Communications | \$ 65,148 | \$ 45,834 | \$ 195,444 | \$ 141,642 | \$ 781,774 | 18% |
| Water | 9,468 | 3,513 | 28,404 | 18,078 | 113,613 | 16% |
| Solid waste tipping fees | 41,115 | 22,382 | 123,345 | 61,136 | 493,384 | 12% |
| Garbage disposal | 8,891 | 828 | 26,673 | 1,906 | 106,696 | 2% |
| Gas | 14,021 | 4,430 | 42,063 | 25,154 | 168,254 | 15% |
| Electric | 1,073,396 | 508,186 | 3,220,188 | 2,441,729 | 12,880,752 | 19% |
| Total utilities | 1,212,039 | 585,173 | 3,636,117 | 2,689,645 | 14,544,473 | 18% |
| Repairs and maintenance: | | | | | | |
| Building and grounds | 479,237 | 331,481 | 1,437,711 | 824,296 | 5,750,842 | 14% |
| Roadway Systems | 100 | - | 300 | - | 1,200 | 0% |
| Equipment | 621,836 | 355,465 | 1,865,508 | 828,838 | 7,462,029 | 11% |
| Vehicle maintenance | 373,977 | 247,879 | 1,121,931 | 685,550 | 4,487,728 | 15% |
| Services | 42 | - | 126 | - | 500 | 0% |
| Mains | 14,758 | 4,558 | 44,274 | 11,689 | 177,101 | 7% |
| Water meters | 3,070 | - | 9,210 | - | 36,845 | 0% |
| Fire lines | 17,940 | - | 53,820 | 824 | 215,281 | 0% |
| Meter installations | 42 | - | 126 | - | 500 | 0% |
| Valves | 5,652 | - | 16,956 | - | 67,821 | 0% |
| Utility relocations | 42 | - | 126 | - | 500 | 0% |
| Total repairs & maintenance | 1,516,696 | 939,383 | 4,550,088 | 2,351,197 | 18,200,347 | 13% |
| Other administrative: | | | | | | |
| Local travel | 2,229 | 1,492 | 6,687 | 3,536 | 26,748 | 13% |
| Out of county travel | 2,387 | 763 | 7,161 | 1,446 | 28,645 | 5% |
| Postage and messenger services | 64,808 | 26,140 | 194,424 | 242,766 | 777,693 | 31% |
| Toll charges | 18,892 | 8,827 | 56,676 | 25,708 | 226,698 | 11% |
| Rental of equipment | 46,777 | 22,947 | 140,331 | 39,683 | 561,319 | 7% |
| Dues and memberships | 13,896 | 4,527 | 41,688 | 121,965 | 166,746 | 73% |
| Subscriptions | 3,973 | 4,102 | 11,919 | 4,102 | 47,678 | 9% |
| Training fees | 11,002 | 8,347 | 33,006 | 8,347 | 132,019 | 6% |
| License and certification | 3,205 | 994 | 9,615 | 2,955 | 38,456 | 8% |
| Advertising | 723 | - | 2,169 | - | 8,680 | 0% |
| Promotional | 9,304 | 6,463 | 27,912 | 6,463 | 111,647 | 6% |
| Educational assistance | 3,146 | 690 | 9,438 | 690 | 37,750 | 2% |
| Scholarships, awards | 628 | - | 1,884 | - | 7,540 | 0% |
| Bad debt expense | 40,135 | 32,276 | 120,405 | 114,406 | 481,619 | 24% |
| Bank charges | 81,206 | 88,526 | 243,618 | 103,328 | 974,476 | 11% |
| Self insurance | 245,254 | 245,253 | 735,762 | 735,761 | 2,943,046 | 25% |
| Refunds of prior year revenue | 25,000 | 2,540 | 75,000 | 122,526 | 300,000 | 41% |
| Operating permits | 11,654 | - | 34,962 | - | 139,849 | 0% |
| Accrued expenses | - | 18,617 | - | 1,868,023 | - | 0% |
| Total other administrative | 584,219 | 472,504 | 1,752,657 | 3,401,705 | 7,010,609 | 49% |
| Total O&M expenses | \$ 11,789,105 | \$ 8,928,679 | \$ 35,367,315 | \$ 27,037,744 | \$ 141,469,217 | 19% |

**ORANGE COUNTY WATER UTILITIES SYSTEM
NON-OPERATING REVENUE AND EXPENSE DETAIL
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | DECEMBER BUDGET | DECEMBER ACTUAL | FISCAL YTD BUDGET | FISCAL YTD ACTUAL | ANNUAL BUDGET | FISCAL YTD (STD 25%) |
|--|---------------------|---------------------|-------------------------|-------------------------|-----------------------|----------------------------|
| Interest revenue: | | | | | | |
| Net revenue | \$ 92,472 | \$ 18,775 | \$ 277,416 | \$ 217,313 | \$ 1,109,666 | 20% |
| Connection fees | - | 3,877 | - | 37,866 | - | 0% |
| Bond reserve | - | 29 | - | (2,457) | - | 0% |
| Less: Customer deposits expense | - | (1,546) | - | (4,555) | - | 0% |
| Total interest revenue | 92,472 | 21,135 | 277,416 | 248,167 | 1,109,666 | 22% |
| Interest expense: | | | | | | |
| Bonds and revolving loans | (503,086) | (316,400) | (1,509,258) | (949,202) | (6,037,026) | 16% |
| Capital lease | (62) | (334) | (186) | (663) | (740) | 90% |
| Debt service fees | (37,500) | - | (112,500) | - | (450,000) | 0% |
| Amortization of bond premium | - | 84,845 | - | 254,535 | - | (1) |
| Total interest expense | (540,648) | (231,889) | (1,621,944) | (695,330) | (6,487,766) | 11% |
| Total non-operating revenues (expenses) | \$ (448,176) | \$ (210,754) | \$ (1,344,528) | \$ (447,163) | \$ (5,378,100) | 8% |

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

**ORANGE COUNTY WATER UTILITIES SYSTEM
CAPITAL CONTRIBUTIONS DETAIL
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | <u>DECEMBER BUDGET</u> | <u>DECEMBER ACTUAL</u> | <u>FISCAL YTD BUDGET</u> | <u>FISCAL YTD ACTUAL</u> | <u>ANNUAL BUDGET</u> | <u>FISCAL YTD (STD 25%)</u> |
|-----------------------------------|----------------------------|----------------------------|----------------------------------|----------------------------------|--------------------------|-------------------------------------|
| CONNECTION FEES COLLECTED: | | | | | | |
| Water connection fees: | | | | | | |
| Residential/Commercial | \$ 547,594 | \$ 1,867,469 | \$ 1,642,782 | \$ 3,354,373 | \$ 6,571,129 | 51% |
| Irrigation | <u>28,207</u> | <u>47,885</u> | <u>84,621</u> | <u>123,405</u> | <u>338,486</u> | 36% |
| Total water connection fees | <u>575,801</u> | <u>1,915,354</u> | <u>1,727,403</u> | <u>3,477,778</u> | <u>6,909,615</u> | 50% |
| Wastewater connection fees: | | | | | | |
| Residential/Commercial | <u>1,206,025</u> | <u>3,921,569</u> | <u>3,618,075</u> | <u>7,349,978</u> | <u>14,472,301</u> | 51% |
| Total wastewater connection fees | <u>1,206,025</u> | <u>3,921,569</u> | <u>3,618,075</u> | <u>7,349,978</u> | <u>14,472,301</u> | 51% |
| Less reductions: | | | | | | |
| Refunds of prior year collections | <u>(83,333)</u> | <u>-</u> | <u>(249,999)</u> | <u>(3,669)</u> | <u>(1,000,000)</u> | 0% |
| Total reductions | <u>(83,333)</u> | <u>-</u> | <u>(249,999)</u> | <u>(3,669)</u> | <u>(1,000,000)</u> | 0% |
| Net connection fees | <u>1,698,493</u> | <u>5,836,923</u> | <u>5,095,479</u> | <u>10,824,087</u> | <u>20,381,916</u> | 53% |
| DONATED SYSTEMS: | | | | | | |
| Developer fixed assets | - | 17,422 | - | 43,555 | - | 0% |
| Developer reimbursements | - | - | - | 408 | - | 0% |
| Line extensions | <u>-</u> | <u>6,165</u> | <u>-</u> | <u>12,545</u> | <u>-</u> | 0% |
| Total donated systems | <u>-</u> | <u>23,587</u> | <u>-</u> | <u>56,508</u> | <u>-</u> | 0% |
| Total capital contributions | <u>\$ 1,698,493</u> | <u>\$ 5,860,510</u> | <u>\$ 5,095,479</u> | <u>\$ 10,880,595</u> | <u>\$ 20,381,916</u> | 53% |

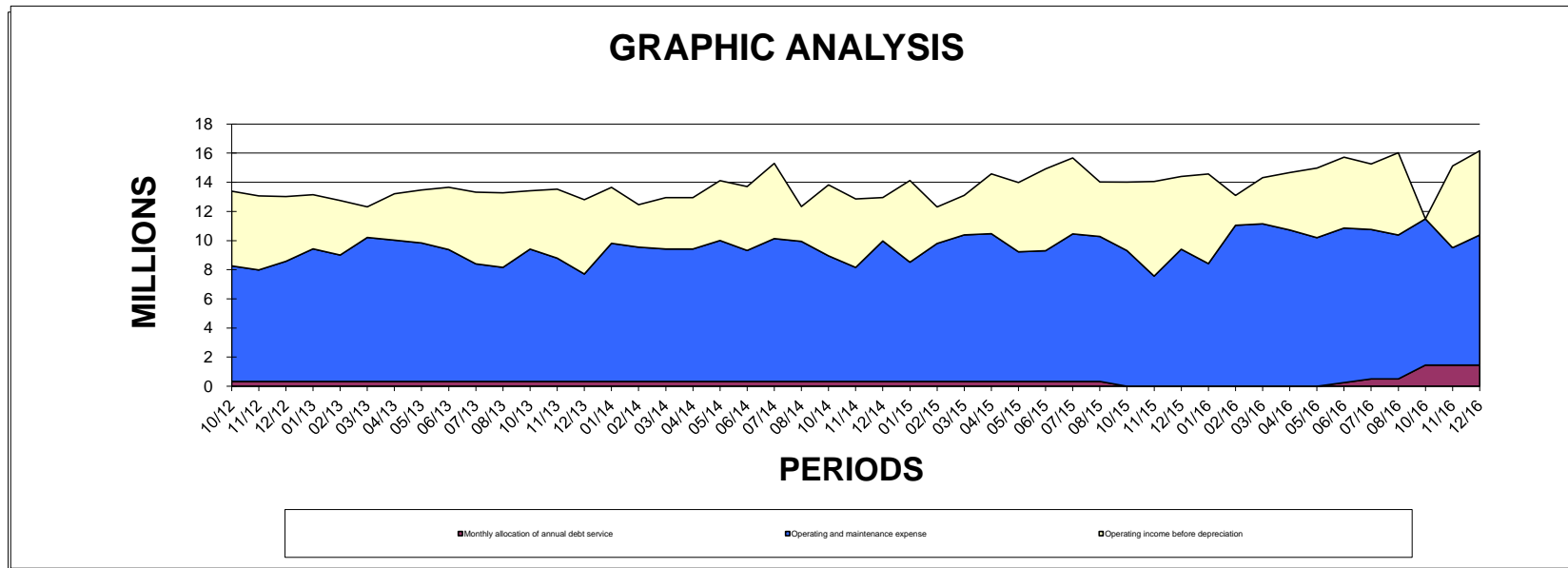
**ORANGE COUNTY WATER UTILITIES SYSTEM
OTHER DISBURSEMENTS DETAIL
FOR THE MONTH ENDED DECEMBER 31, 2016**

| | DECEMBER BUDGET | DECEMBER ACTUAL | FISCAL YTD BUDGET | FISCAL YTD ACTUAL | ANNUAL BUDGET | FISCAL YTD (STD 25%) |
|---------------------------|----------------------|---------------------|-------------------------|-------------------------|-----------------------|----------------------------|
| Capital outlay: | | | | | | |
| Land | \$ 37,763 | \$ 2,539 | \$ 113,289 | \$ 180,993 | \$ 453,161 | 40% |
| Buildings | 165,711 | - | 497,133 | - | 1,988,536 | 0% |
| Structures | 15,599,463 | 7,340,418 | 46,798,389 | 10,544,903 | 187,193,558 | 6% |
| Equipment | 774,976 | 92,396 | 2,324,928 | 300,246 | 9,299,707 | 3% |
| Total capital outlay | 16,577,913 | 7,435,353 | 49,733,739 | 11,026,142 | 198,934,962 | 6% |
| Debt service principal | 178,568 | 193,787 | 535,704 | 581,361 | 2,142,811 | 27% |
| Total other disbursements | <u>\$ 16,756,481</u> | <u>\$ 7,629,140</u> | <u>\$ 50,269,443</u> | <u>\$ 11,607,503</u> | <u>\$ 201,077,773</u> | 6% |

**ORANGE COUNTY WATER UTILITIES SYSTEM
ANALYTICAL DATA
FISCAL YEAR 2017**

| | <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 | 0.59 | 0.69 | 0.54 | 0.55 | | | | | | | | |
| Water | 0.80 | 1.00 | 0.69 | 0.74 | | | | | | | | |
| Wastewater | 0.47 | 0.53 | 0.44 | 0.44 | | | | | | | | |
| Bond Coverage Ratios* | 25.59 | 18.44 | 28.62 | 29.78 | | | | | | | | |

*Net operating income (excluding connection fees) divided by the annual debt service payments. The bond resolution requires coverage of 1.10.



**ORANGE COUNTY WATER UTILITIES SYSTEM
NOTES TO FINANCIAL STATEMENTS
FOR THE MONTH ENDED DECEMBER 31, 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 \$9.6 million.