

**ORANGE COUNTY WATER UTILITIES SYSTEM  
STATEMENTS OF NET POSITION  
AUGUST 31 AND JULY 31, 2019**

	<b>AUGUST</b>	<b>JULY</b>
<b><u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u></b>		
Current assets:		
Cash and investments	\$ 103,392,090	\$ 107,012,884
Accrued interest receivable	524,334	524,334
Accounts receivable, net	21,146,544	21,269,368
Due from other governmental agencies	5,270,523	5,012,108
Inventories and prepaid costs	7,735,467	8,681,145
Total current assets	138,068,958	142,499,839
Restricted assets:		
Cash and investments	61,013,394	61,602,646
Capital assets:		
Land	103,070,087	103,046,025
Construction in progress	334,360,940	322,408,012
Buildings and improvements	2,200,180,367	2,191,628,927
Machinery and equipment	99,959,595	99,815,626
Intangible assets	127,691,894	127,691,499
Less accumulated depreciation and amortization	(1,345,436,106)	(1,340,261,690)
Total capital assets	1,519,826,777	1,504,328,399
Total noncurrent and restricted assets	1,580,840,171	1,565,931,045
Total assets	1,718,909,129	1,708,430,884
Deferred outflows of resources:		
Related to pensions and OPEB	15,887,628	15,887,628
Total assets and deferred outflows of resources	\$ 1,734,796,757	\$ 1,724,318,512
<b><u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u></b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 23,768,553	\$ 23,285,175
Due to other governmental agencies	514,882	539,293
Net pension liability	322,654	322,654
Total current liabilities	24,606,089	24,147,122
Liabilities payable from restricted assets:		
Accrued interest payable on bonds and loans	1,275,285	1,548,343
Revenue bonds payable (net of unamortized costs)	3,430,000	3,430,000
Customer deposits	10,962,046	10,879,932
Total liabilities payable from restricted assets	15,667,331	15,858,275
Noncurrent liabilities:		
Compensated absences payable	1,540,394	1,540,394
Loans payable	98,548,692	98,290,277
Revenue bonds payable (net of unamortized costs)	84,638,188	84,711,594
Net pension and OPEB liability	43,144,585	43,144,585
Total noncurrent liabilities	227,871,859	227,686,850
Total liabilities	268,145,279	267,692,247
Deferred inflows of resources:		
Related to pensions and OPEB	4,002,361	4,002,361
Total liabilities and deferred inflows of resources	272,147,640	271,694,608
<b><u>NET POSITION</u></b>		
Net investment in capital assets	1,333,209,897	1,317,896,528
Restricted for debt service	48,776,063	49,174,371
Unrestricted	80,663,157	85,553,005
Total net position	1,462,649,117	1,452,623,904
Total liabilities and net position	\$ 1,734,796,757	\$ 1,724,318,512

**ORANGE COUNTY WATER UTILITIES SYSTEM  
CASH AND INVESTMENTS DETAIL  
AUGUST 31 AND JULY 31, 2019**

	<u>AUGUST</u>	<u>JULY</u>
Current:		
Reserve revenue	\$ 47,175,221	\$ 52,700,797
Water connection fees	27,530,013	26,378,428
Wastewater connection fees	28,681,756	27,928,559
Petty cash	<u>5,100</u>	<u>5,100</u>
Total current cash and investments	<u>103,392,090</u>	<u>107,012,884</u>
Restricted:		
Operation and maintenance reserve	28,456,691	28,489,365
Renewal and replacement	8,012,846	8,022,064
Bond reserve (1)	6,392,907	6,392,817
Bond principal	3,450,760	2,873,852
Bond interest	1,377,662	918,962
Loan debt service	1,599,121	3,263,417
Loan repayment reserve	761,361	762,237
Customer deposits	<u>10,962,046</u>	<u>10,879,932</u>
Total restricted cash and investments	<u>61,013,394</u>	<u>61,602,646</u>
Total cash and investments	<u><u>\$ 164,405,484</u></u>	<u><u>\$ 168,615,530</u></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.

**ORANGE COUNTY WATER UTILITIES SYSTEM  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGE IN NET POSITION  
FOR THE MONTH ENDED AUGUST 31, 2019**

	<u>AUGUST</u>	<u>FISCAL YEAR TO DATE</u>
Operating revenues:		
Water service	\$ 4,615,028	\$ 51,089,901
Wastewater service	11,391,098	124,309,652
Reclaimed water service	858,556	9,293,820
Miscellaneous	682,720	7,028,469
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Total operating revenues	17,547,402	191,721,842
Operating and maintenance expenses:		
Personal services	4,594,473	50,435,728
Contractual services	3,857,570	30,788,444
Materials and supplies	821,484	6,596,289
Utilities	1,493,083	13,239,917
Repairs and maintenance	2,669,786	19,231,405
Other administrative expenses	541,178	8,457,627
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Total operating and maintenance expenses	13,977,574	128,749,410
Operating income before depreciation	3,569,828	62,972,432
Depreciation and amortization	5,870,158	64,550,411
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Operating loss	(2,300,330)	(1,577,979)
Nonoperating revenues (expenses):		
Interest revenue	238,857	3,516,684
Interest expense and fiscal charges	(305,779)	(3,392,361)
Loss on disposal of assets	(52,207)	(215,817)
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Total net nonoperating expenses	(119,129)	(91,494)
Loss before contributions and transfers	(2,419,459)	(1,669,473)
Capital contributions	12,444,672	78,241,986
Transfers out	-	(8,900,000)
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Change in net position	10,025,213	67,672,513
Total net position, beginning of period	1,452,623,904	1,394,976,604
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Total net position, end of period	\$ 1,462,649,117	\$ 1,462,649,117
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See accompanying notes to financial statements

**ORANGE COUNTY WATER UTILITIES SYSTEM  
OPERATING REVENUE DETAIL  
FOR THE MONTH ENDED AUGUST 31, 2019**

	AUGUST BUDGET	AUGUST ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 92%)
<b>Water service:</b>						
Residential	\$ 2,232,982	\$ 2,231,624	\$ 24,562,802	\$ 24,877,562	\$ 26,795,779	93%
Commercial	1,399,494	1,529,819	15,394,434	15,839,326	16,793,930	94%
Conservation surcharge	1,007,319	853,585	11,080,509	10,373,013	12,087,826	86%
Total water service	<u>4,639,795</u>	<u>4,615,028</u>	<u>51,037,745</u>	<u>51,089,901</u>	<u>55,677,535</u>	92%
<b>Wastewater service:</b>						
Residential	5,617,464	5,714,025	61,792,104	63,045,649	67,409,567	94%
Commercial	5,046,569	5,526,770	55,512,259	57,696,854	60,558,832	95%
Environmental surcharge	213,867	69,693	2,352,537	2,720,993	2,566,401	106%
Industrial	7,306	6	80,366	86,025	87,667	98%
Septic and portable	55,917	61,091	615,087	627,540	671,007	94%
Capacity maintenance fees	9,442	19,513	103,862	132,591	113,304	117%
Total wastewater service	<u>10,950,565</u>	<u>11,391,098</u>	<u>120,456,215</u>	<u>124,309,652</u>	<u>131,406,778</u>	95%
<b>Reclaimed water service:</b>						
Reclaimed service	820,620	827,300	9,026,820	9,033,137	9,847,435	92%
Reclaimed water-cooling tower	20,424	31,256	224,664	260,683	245,089	106%
Total reclaimed water service	<u>841,044</u>	<u>858,556</u>	<u>9,251,484</u>	<u>9,293,820</u>	<u>10,092,524</u>	92%
<b>Miscellaneous:</b>						
Initiate account service	44,592	53,696	490,512	491,576	535,105	92%
Turn off/on service	32,894	40,782	361,834	354,588	394,731	90%
Lien fee charges	469	300	5,159	3,940	5,630	70%
Meter removal/testing	4,196	3,397	46,156	36,844	50,347	73%
Meter/line damage	19,934	1,260	219,274	33,523	239,211	14%
NSF charges	4,008	5,556	44,088	61,485	48,091	128%
Plans and specifications	75,006	106,174	825,066	892,381	900,076	99%
Charges to other funds	1,388	1,411	15,268	11,079	16,653	67%
Developer reimb of plan review	45,388	31,405	499,268	557,726	544,653	102%
Cross Connection Control Program	226,259	221,602	2,488,849	2,383,707	2,715,113	88%
Miscellaneous	135,922	217,137	1,495,142	2,201,620	1,631,058	135%
Total miscellaneous	<u>590,056</u>	<u>682,720</u>	<u>6,490,616</u>	<u>7,028,469</u>	<u>7,080,668</u>	99%
Total operating revenues	<u>\$ 17,021,460</u>	<u>\$ 17,547,402</u>	<u>\$ 187,236,060</u>	<u>\$ 191,721,842</u>	<u>\$ 204,257,505</u>	94%

**ORANGE COUNTY WATER UTILITIES SYSTEM  
OPERATING AND MAINTENANCE EXPENSES DETAIL  
FOR THE MONTH ENDED AUGUST 31, 2019**

	AUGUST BUDGET	AUGUST ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 92%)
<b>Personal services:</b>						
Salaries	\$ 3,467,351	\$ 3,529,309	\$ 38,140,861	\$ 37,466,741	\$ 41,608,212	90%
Fringe benefits	1,359,355	1,065,164	14,952,905	12,968,987	16,312,262	80%
<b>Total personal services</b>	<b>4,826,706</b>	<b>4,594,473</b>	<b>53,093,766</b>	<b>50,435,728</b>	<b>57,920,474</b>	<b>87%</b>
<b>Contractual services:</b>						
Research and studies	90,103	84,267	991,133	395,245	1,081,233	37%
Legal services	11,582	1,963	127,402	7,345	138,978	5%
Indirect costs	620,092	620,091	6,821,012	6,821,007	7,441,099	92%
Purchased water	91,800	323,929	1,009,800	1,139,244	1,101,594	103%
Effluent disposal	264,173	161,109	2,905,903	2,124,777	3,170,072	67%
Comptroller fees	155,727	155,727	1,712,997	1,713,444	1,868,724	92%
Officer fees	761	350	8,371	5,361	9,130	59%
Payments to other governments	317,204	466,097	3,489,244	2,924,817	3,806,447	77%
Janitorial	42,885	39,887	471,735	301,591	514,615	59%
Employment agency	112,435	120,584	1,236,785	948,742	1,349,220	70%
Training	26,418	15,040	290,598	83,141	317,010	26%
Paving	140,821	194,385	1,549,031	1,794,498	1,689,852	106%
Software licensing/support fee	199,016	28,913	2,189,176	1,459,002	2,388,194	61%
Other professional fees	221,173	120,068	2,432,903	859,002	2,654,078	32%
Contractual services	1,829,036	1,525,160	20,119,396	10,211,228	21,948,435	47%
<b>Total contractual services</b>	<b>4,123,226</b>	<b>3,857,570</b>	<b>45,355,486</b>	<b>30,788,444</b>	<b>49,478,681</b>	<b>62%</b>
<b>Materials and supplies:</b>						
Graphic reproduction services	5,194	479	57,134	26,744	62,331	43%
Office supplies	13,517	11,641	148,687	116,892	162,201	72%
Event/meal reimbursement	309	-	3,399	1,559	3,710	42%
Software <\$1000	4,544	8	49,984	38,092	54,527	70%
Computer equipment <\$500	5,895	2,189	64,845	69,921	70,734	99%
Equipment <\$1000	26,678	12,010	293,458	188,209	320,131	59%
Tools	10,014	9,709	110,154	168,996	120,169	141%
Medical	133	-	1,463	-	1,600	0%
Liquid oxygen	16,834	9,681	185,174	75,296	202,004	37%
Chemical and pesticides	8	-	88	-	100	0%
Solar salt	23,336	-	256,696	189,179	280,027	68%
Chlorine	159,775	118,838	1,757,525	1,392,796	1,917,300	73%
Fluoride	15,480	6,289	170,280	61,219	185,760	33%
Alum	4,961	6,281	54,571	45,043	59,528	76%
Polymer	88,663	205,112	975,293	821,652	1,063,954	77%
Sealing chemicals	208	-	2,288	-	2,500	0%
Corrosion control	60,315	81,893	663,465	535,887	723,779	74%
Carbon dioxide	49,205	51,042	541,255	577,134	590,460	98%
Sodium hydroxide	42,271	41,234	464,981	426,956	507,248	84%
Supplemental carbon	33,409	84,752	367,499	522,634	400,907	130%
Miscellaneous chemicals	31,579	29,033	347,369	203,428	378,944	54%
Material for construction	28,957	15,200	318,527	204,893	347,483	59%
Clothing	20,417	16,133	224,587	185,555	244,998	76%
Gas-oil-lube-brfl-ant	30,490	5,195	335,390	140,584	365,885	38%
Miscellaneous expenses	74,729	114,765	822,019	603,620	896,746	67%
<b>Total materials &amp; supplies</b>	<b>746,921</b>	<b>821,484</b>	<b>8,216,131</b>	<b>6,596,289</b>	<b>8,963,026</b>	<b>74%</b>

**ORANGE COUNTY WATER UTILITIES SYSTEM  
OPERATING AND MAINTENANCE EXPENSES DETAIL, (continued)  
FOR THE MONTH ENDED AUGUST 31, 2019**

	AUGUST BUDGET	AUGUST ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 92%)
<b>Utilities:</b>						
Communications	\$ 69,232	\$ 64,851	\$ 761,552	\$ 609,046	\$ 830,784	73%
Water	9,878	8,551	108,658	84,886	118,536	72%
Solid waste tipping fees	41,398	43,605	455,378	221,577	496,780	45%
Garbage disposal	5,664	7,679	62,304	36,310	67,968	53%
Gas	14,678	4,351	161,458	88,873	176,132	50%
Electric	1,110,033	1,364,046	12,210,363	12,199,225	13,320,399	92%
<b>Total utilities</b>	<b>1,250,883</b>	<b>1,493,083</b>	<b>13,759,713</b>	<b>13,239,917</b>	<b>15,010,599</b>	<b>88%</b>
<b>Repairs and maintenance:</b>						
Building and grounds	636,829	670,181	7,005,119	6,193,373	7,641,948	81%
Equipment	762,713	689,887	8,389,843	6,833,150	9,152,554	75%
Vehicle maintenance	366,721	366,785	4,033,931	3,220,261	4,400,656	73%
Services	101,710	198,354	1,118,810	660,798	1,220,515	54%
Mains	75,973	744,579	835,703	2,164,464	911,671	237%
Water meters	13,497	-	148,467	31,279	161,965	19%
Fire lines	30,269	-	332,959	113,074	363,230	31%
Meter installations	42	-	462	-	500	0%
Valves	95,978	-	1,055,758	15,006	1,151,730	1%
Utility relocations	42	-	462	-	500	0%
<b>Total repairs &amp; maintenance</b>	<b>2,083,774</b>	<b>2,669,786</b>	<b>22,921,514</b>	<b>19,231,405</b>	<b>25,005,269</b>	<b>77%</b>
<b>Other administrative:</b>						
Local travel	2,371	1,688	26,081	15,700	28,456	55%
Out of county travel	3,365	3,905	37,015	28,700	40,375	71%
Postage and messenger services	71,820	5,234	790,020	562,128	861,845	65%
Toll charges	19,128	25,780	210,408	198,503	229,532	86%
Rental of equipment	83,831	78,902	922,141	612,811	1,005,969	61%
Dues and memberships	13,872	1,671	152,592	74,051	166,462	44%
Subscriptions	2,306	1,515	25,366	14,176	27,672	51%
Training fees	13,484	12,232	148,324	123,556	161,808	76%
License and certification	3,540	2,275	38,940	19,614	42,474	46%
Advertising	1,327	-	14,597	2,880	15,920	18%
Promotional	9,803	2,274	107,833	55,012	117,635	47%
Educational assistance	2,875	1,237	31,625	11,938	34,500	35%
Scholarships, awards	638	-	7,018	530	7,655	7%
Improvements to non-county assets	34,934	19,491	384,274	348,496	419,209	83%
Bad debt expense	41,817	23,309	459,987	201,967	501,800	40%
Bank charges	92,319	109,443	1,015,509	993,395	1,107,822	90%
Self insurance	257,647	272,186	2,834,117	2,819,580	3,091,758	91%
Refunds of prior year revenue	25,000	-	275,000	124,848	300,000	42%
Operating permits	11,654	-	128,194	-	139,849	0%
Accrued expenses	-	(19,964)	-	2,249,742	-	0%
<b>Total other administrative</b>	<b>691,731</b>	<b>541,178</b>	<b>7,609,041</b>	<b>8,457,627</b>	<b>8,300,741</b>	<b>102%</b>
<b>Total O&amp;M expenses</b>	<b>\$ 13,723,241</b>	<b>\$ 13,977,574</b>	<b>\$ 150,955,651</b>	<b>\$ 128,749,410</b>	<b>\$ 164,678,790</b>	<b>78%</b>

**ORANGE COUNTY WATER UTILITIES SYSTEM  
NON-OPERATING REVENUE AND EXPENSE DETAIL  
FOR THE MONTH ENDED AUGUST 31, 2019**

	AUGUST BUDGET	AUGUST ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 92%)
<b>Interest revenue:</b>						
Net revenue	\$ 171,741	\$ 188,313	\$ 1,889,151	\$ 2,841,880	\$ 2,060,889	138%
Connection fees	-	71,827	-	811,575	-	0%
Bond reserve	-	90	-	74,941	-	0%
Less: Customer deposits expense	-	(21,373)	-	(211,712)	-	0%
<b>Total interest revenue</b>	<b>171,741</b>	<b>238,857</b>	<b>1,889,151</b>	<b>3,516,684</b>	<b>2,060,889</b>	<b>171%</b>
<b>Interest expense:</b>						
Bonds and revolving loans	(424,121)	(379,079)	(4,665,331)	(4,197,194)	(5,089,453)	82%
Capital lease	(128)	(106)	(1,408)	(1,128)	(1,541)	73%
Debt service fees	(77,874)	-	(856,614)	(1,500)	(934,487)	0%
Amortization of bond premium	-	73,406	-	807,461	-	(1)
<b>Total interest expense</b>	<b>(502,123)</b>	<b>(305,779)</b>	<b>(5,523,353)</b>	<b>(3,392,361)</b>	<b>(6,025,481)</b>	<b>56%</b>
<b>Gain (loss) on disposal of assets:</b>						
Proceeds from sale	-	2,374	-	34,982	-	0%
Gain on disposal of fixed assets	-	56,061	-	417,239	-	(1)
Loss on abandoned projects	-	(110,642)	-	(668,038)	-	(1)
<b>Total loss on disposal of assets</b>	<b>-</b>	<b>(52,207)</b>	<b>-</b>	<b>(215,817)</b>	<b>-</b>	<b>(1)</b>
<b>Total non-operating revenues (expenses)</b>	<b>\$ (330,382)</b>	<b>\$ (119,129)</b>	<b>\$ (3,634,202)</b>	<b>\$ (91,494)</b>	<b>\$ (3,964,592)</b>	<b>2%</b>

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

**ORANGE COUNTY WATER UTILITIES SYSTEM  
CAPITAL CONTRIBUTIONS DETAIL  
FOR THE MONTH ENDED AUGUST 31, 2019**

	<u>AUGUST BUDGET</u>	<u>AUGUST ACTUAL</u>	<u>FISCAL YTD BUDGET</u>	<u>FISCAL YTD ACTUAL</u>	<u>ANNUAL BUDGET</u>	<u>FISCAL YTD (STD 92%)</u>
<b>CONNECTION FEES COLLECTED:</b>						
Water connection fees:						
Residential/Commercial	\$ 862,460	\$ 1,292,258	\$ 9,487,060	\$ 15,618,847	\$ 10,349,514	151%
Irrigation	49,789	28,548	547,679	437,063	597,468	73%
Total water connection fees	<u>912,249</u>	<u>1,320,806</u>	<u>10,034,739</u>	<u>16,055,910</u>	<u>10,946,982</u>	147%
Wastewater connection fees:						
Residential/Commercial	<u>1,524,177</u>	<u>2,403,718</u>	<u>16,765,947</u>	<u>33,197,999</u>	<u>18,290,123</u>	182%
Total wastewater connection fees	<u>1,524,177</u>	<u>2,403,718</u>	<u>16,765,947</u>	<u>33,197,999</u>	<u>18,290,123</u>	182%
Less reductions:						
Refunds of prior year collections	<u>(83,333)</u>	<u>(8,058)</u>	<u>(916,663)</u>	<u>(39,536)</u>	<u>(1,000,000)</u>	4%
Total reductions	<u>(83,333)</u>	<u>(8,058)</u>	<u>(916,663)</u>	<u>(39,536)</u>	<u>(1,000,000)</u>	4%
Net connection fees	<u>2,353,093</u>	<u>3,716,466</u>	<u>25,884,023</u>	<u>49,214,373</u>	<u>28,237,105</u>	174%
<b>DONATED SYSTEMS:</b>						
Donated easements	-	-	-	9,850,000	-	0%
Developer fixed assets	-	8,715,635	-	19,083,499	-	0%
Developer reimbursements	-	1,131	-	1,267	-	0%
Line extensions	<u>-</u>	<u>11,440</u>	<u>-</u>	<u>92,847</u>	<u>-</u>	0%
Total donated systems	<u>-</u>	<u>8,728,206</u>	<u>-</u>	<u>29,027,613</u>	<u>-</u>	0%
Total capital contributions	<u>\$ 2,353,093</u>	<u>\$ 12,444,672</u>	<u>\$ 25,884,023</u>	<u>\$ 78,241,986</u>	<u>\$ 28,237,105</u>	277%



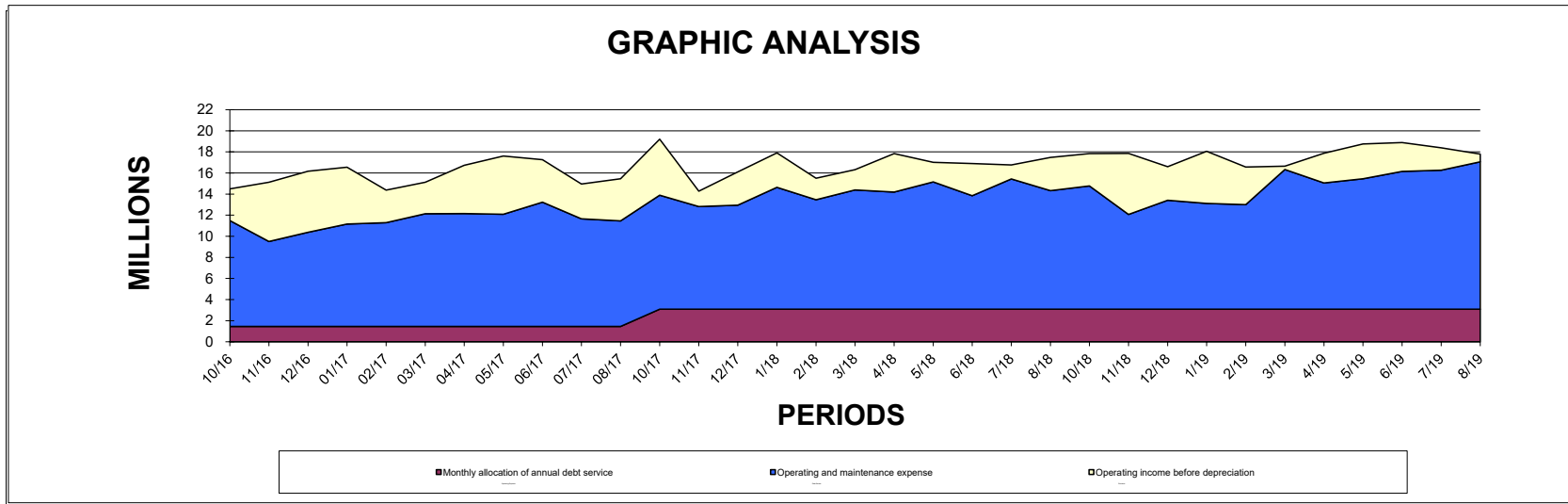
**ORANGE COUNTY WATER UTILITIES SYSTEM  
OTHER DISBURSEMENTS DETAIL  
FOR THE MONTH ENDED AUGUST 31, 2019**

	AUGUST BUDGET	AUGUST ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 92%)
Capital outlay:						
Land	\$ 46,025	\$ 15,913	\$ 506,275	\$ 107,498	\$ 552,297	19%
Buildings	179,514	-	1,974,654	181,271	2,154,169	8%
Structures	12,948,477	11,908,085	142,433,247	97,915,182	155,381,719	63%
Equipment	985,879	853,142	10,844,669	7,249,763	11,830,550	61%
Total capital outlay	14,159,895	12,777,140	155,758,845	105,453,714	169,918,735	62%
Debt service principal	758,552	760,535	8,344,072	8,342,085	9,102,619	92%
Total other disbursements	<u>\$ 14,918,447</u>	<u>\$ 13,537,675</u>	<u>\$ 164,102,917</u>	<u>\$ 113,795,799</u>	<u>\$ 179,021,354</u>	64%

**ORANGE COUNTY WATER UTILITIES SYSTEM  
ANALYTICAL DATA  
FISCAL YEAR 2019**

	<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	0.67	0.67	0.51	0.63	0.56	0.61	0.81	0.69	0.67	0.70	0.73	0.80
Water	0.86	0.90	0.78	0.86	0.73	0.71	1.10	0.97	0.73	0.87	0.93	0.94
Wastewater	0.55	0.55	0.40	0.48	0.47	0.53	0.64	0.53	0.60	0.59	0.60	0.69
Bond Coverage Ratios*	11.13	11.28	16.66	11.60	15.11	12.29	6.11	10.61	11.72	10.82	9.28	6.94

\*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 AUGUST 31, 2019**

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 \$13.0 million.