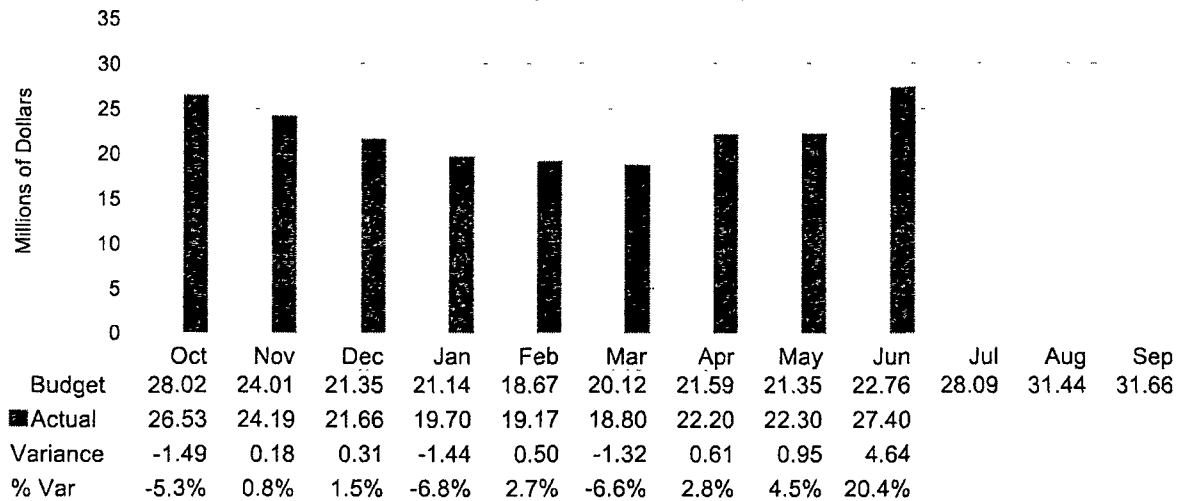
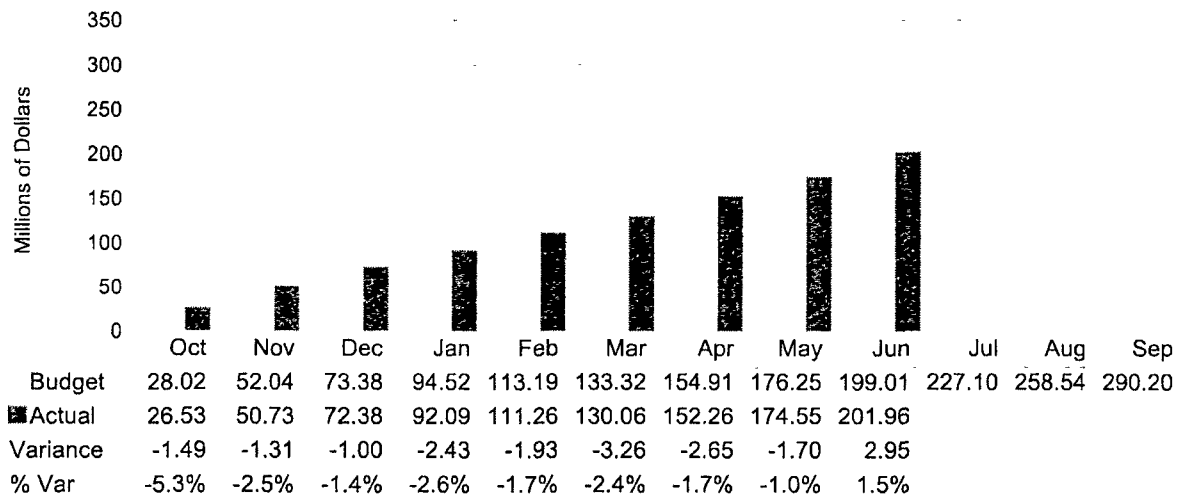


Water Service Revenue

Monthly Actuals v. Budget



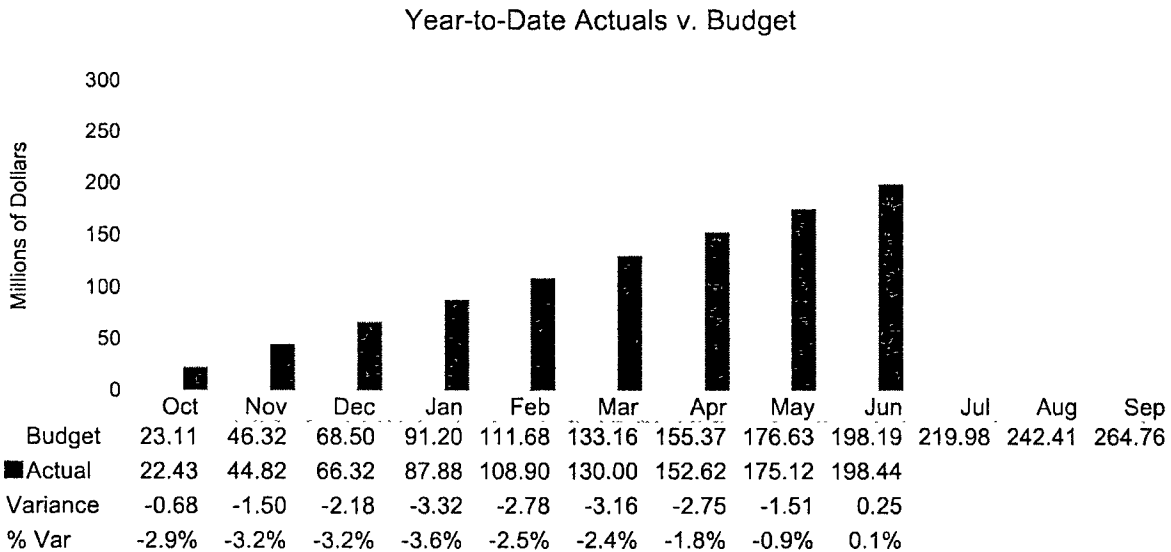
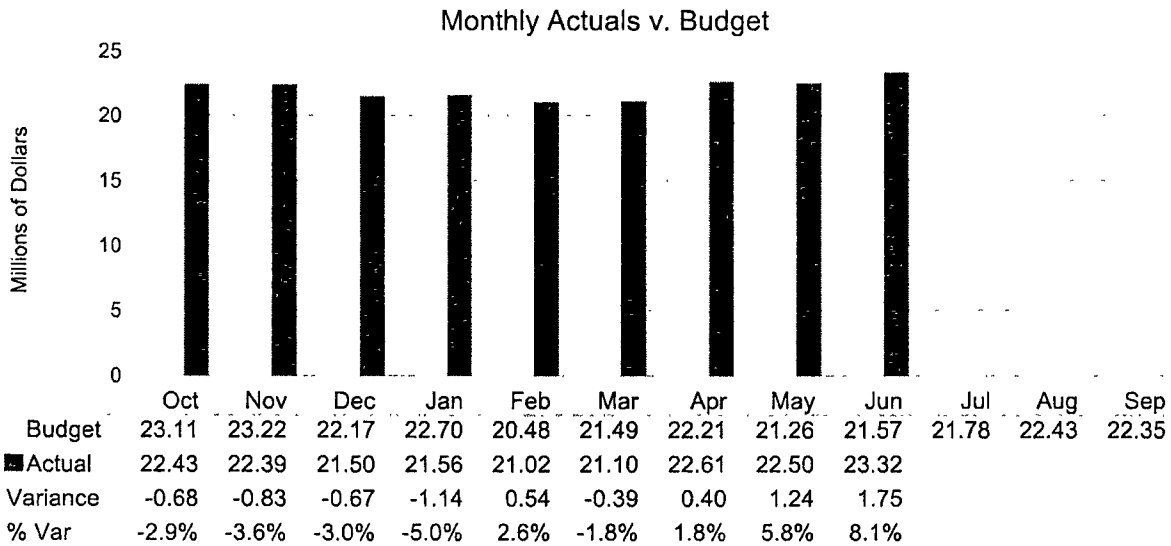
Year-to-Date Actuals v. Budget



Water service revenues for June 2018 totaled \$27.40 million. This is \$4.64 million, or 20.4%, more than the budget allotment for the month. For the fiscal year, water service revenues totaled \$201.96 million, which is \$2.95 million, or 1.5% more than the budget allotment.

June 2018's billed water consumption totaled 3.96 BG, 0.55 BG (16.0%) greater than projected for the month. Year-to-date, billed water consumption of 28.75 BG is 0.46 BG (1.6%) greater than projected.

Wastewater Service Revenue

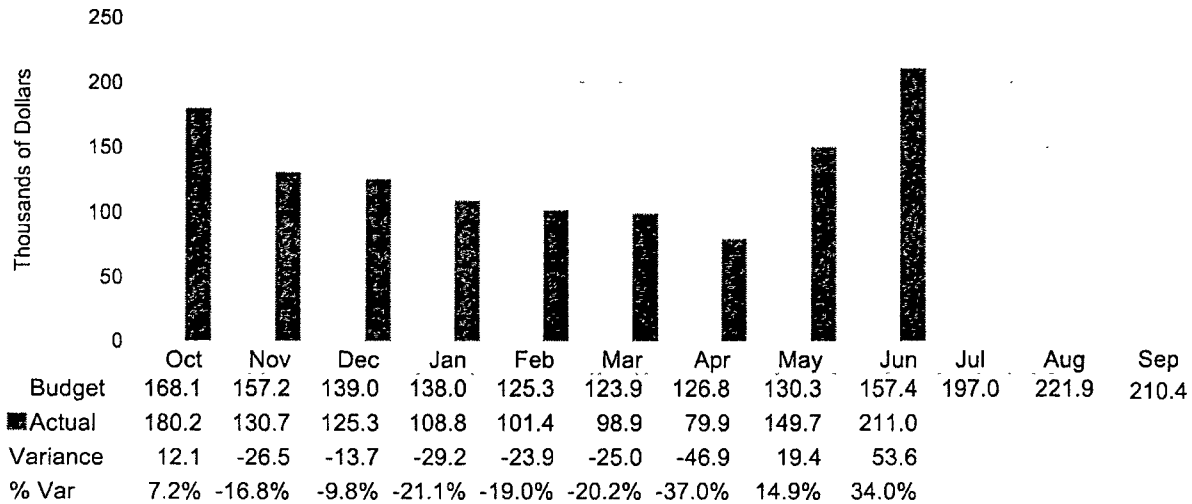


Wastewater service revenues for June 2018 totaled \$23.32 million. This is \$1.75 million, or 8.1% more than the budget allotment for the month. For the fiscal year, wastewater service revenues totaled \$198.44 million, which is \$0.25 million, or 0.1% more than the budget allotment.

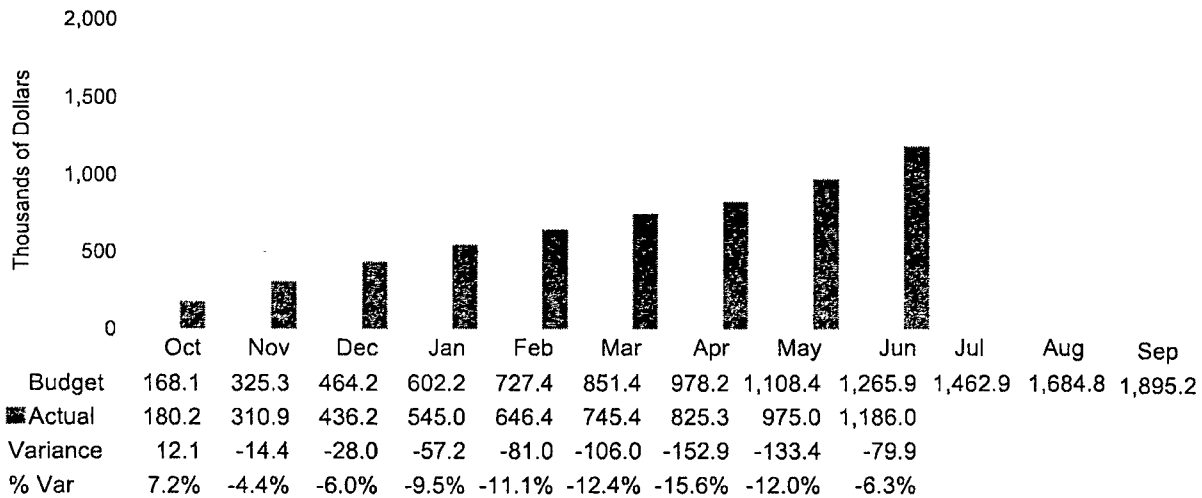
Wastewater bills are determined by each customer's actual water consumption for the month or wastewater winter average, whichever is lower, except for customers who have installed wastewater measuring devices.

Reclaimed Water Service Revenue

Monthly Actuals v. Budget

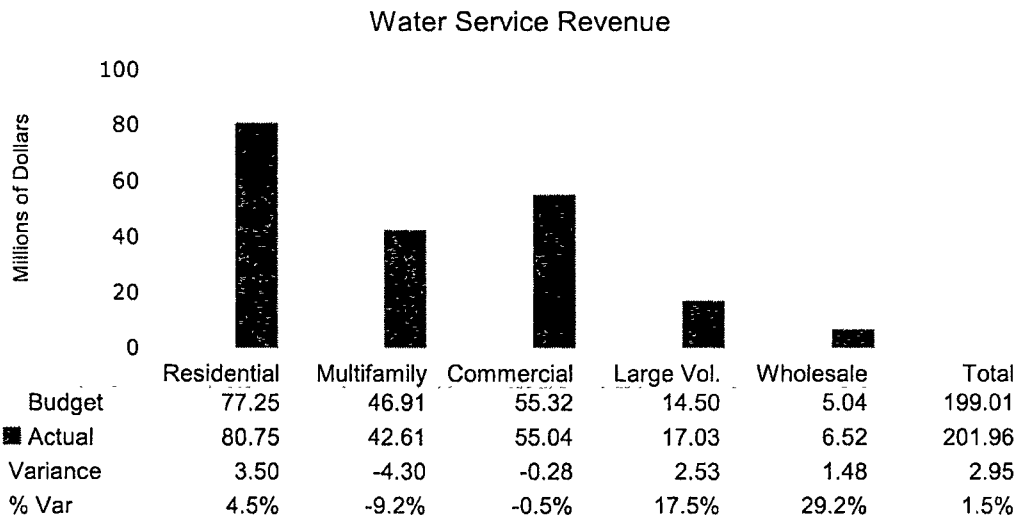


Year-to-Date Actuals v. Budget



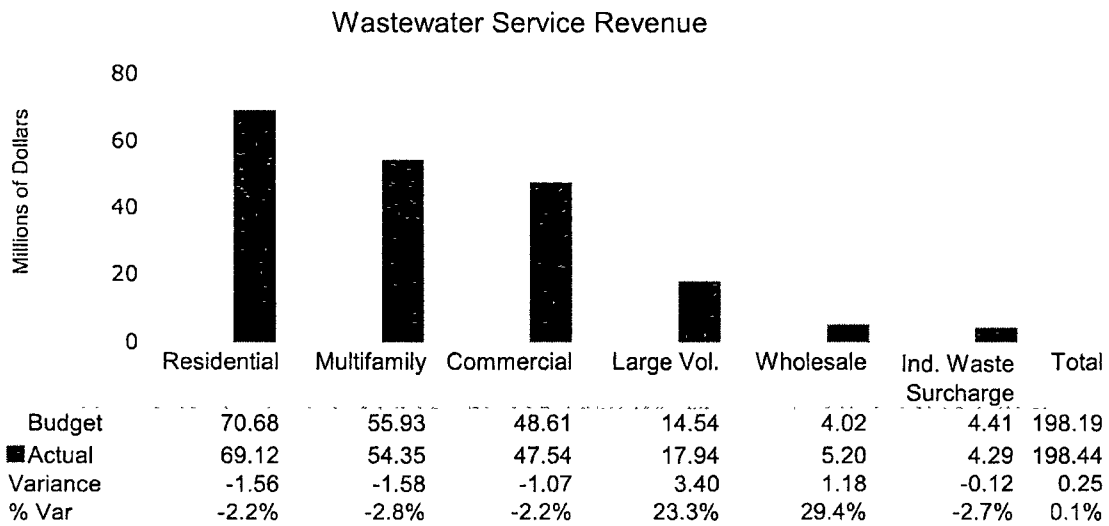
Reclaimed service revenues for June 2018 totaled \$211.0 thousand. This is \$54 thousand, or 34.0% more than the budget allotment for the month. For the fiscal year, reclaimed service revenues totaled \$1,186.0 thousand, which is \$79.9 thousand, or 6.3% less than the budget allotment.

Revenue by Customer Class Year-to-Date



The graph above compares the budgeted and actual water service revenues by customer class through June before any accounts receivable adjustments.

The Wholesale, Large Volume, and Residential customer classes were above projections by 29.2%, 17.5%, and 4.5% respectively, while Multifamily and Commercial classes were below projections. Overall, water revenues are \$2.95 million (1.5%) higher than projected.

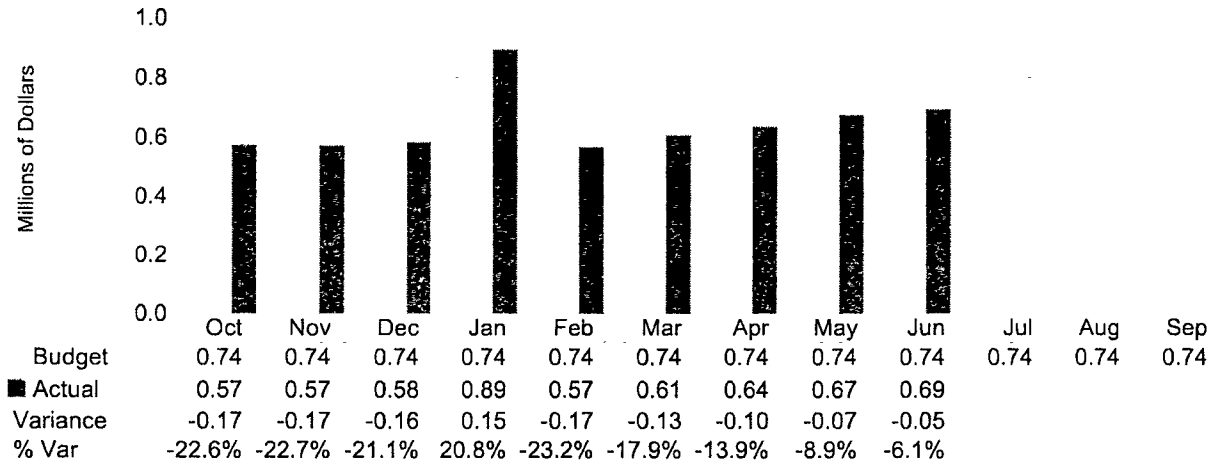


The graph above compares the budgeted and actual wastewater service revenues by customer class through June before any accounts receivable adjustments.

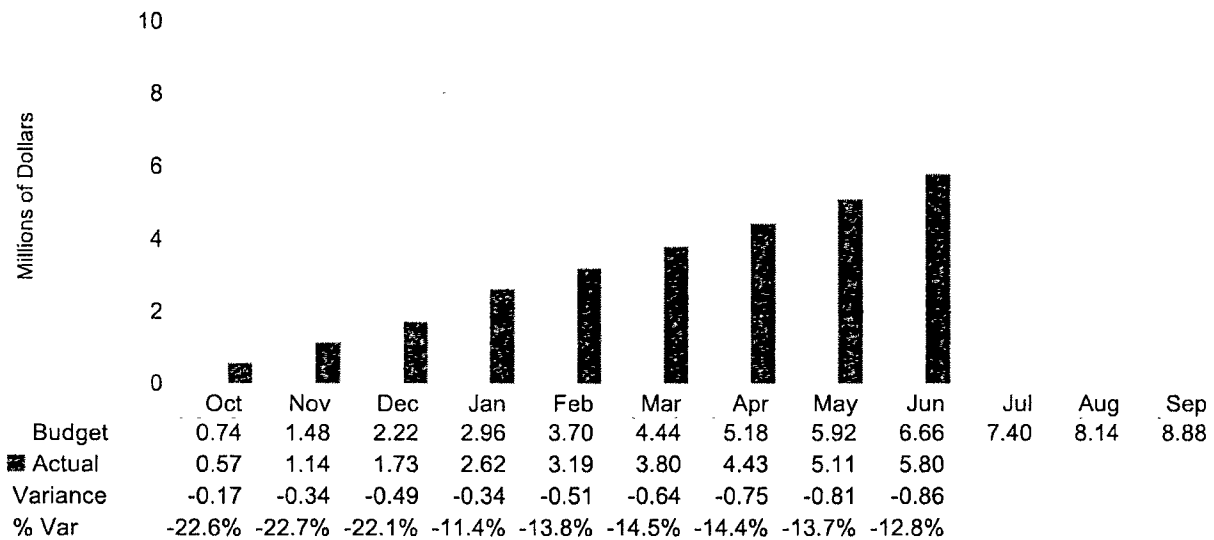
The Wholesale and Large Volume customer classes were above projections by 29.4% and 23.3%, respectively, while Residential, Multifamily, and Commercial classes were below projections. Overall, wastewater revenues were \$0.25 million (0.1%) higher than projected.

Miscellaneous Revenue

Monthly Actuals v. Budget



Year-to-Date Actuals v. Budget

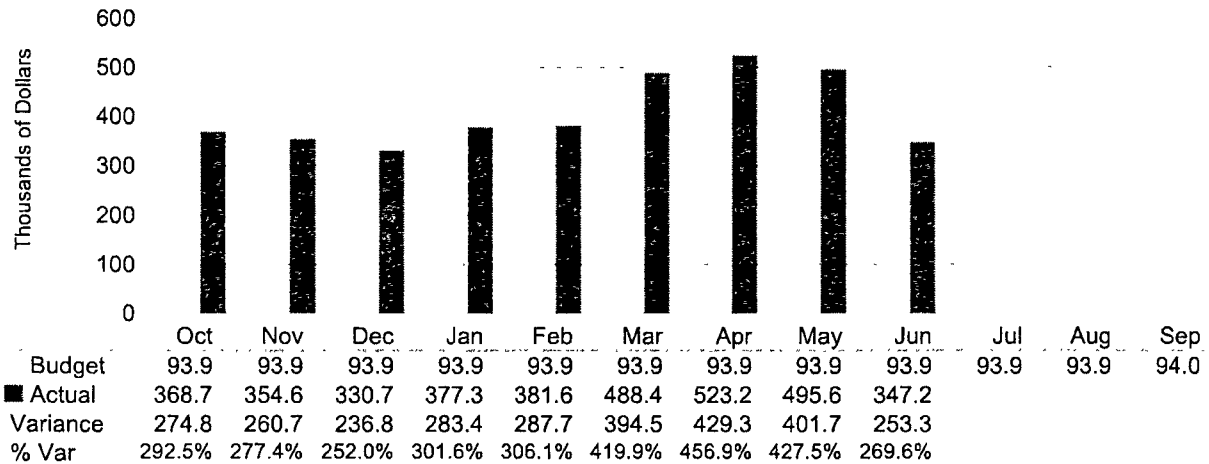


Miscellaneous revenues include revenue from sources other than water and wastewater services, such as late fees, fines and special billings. Miscellaneous revenues in June 2018 totaled \$0.69 million, \$0.05 million (6.1%), less than the budget allotment for the month.

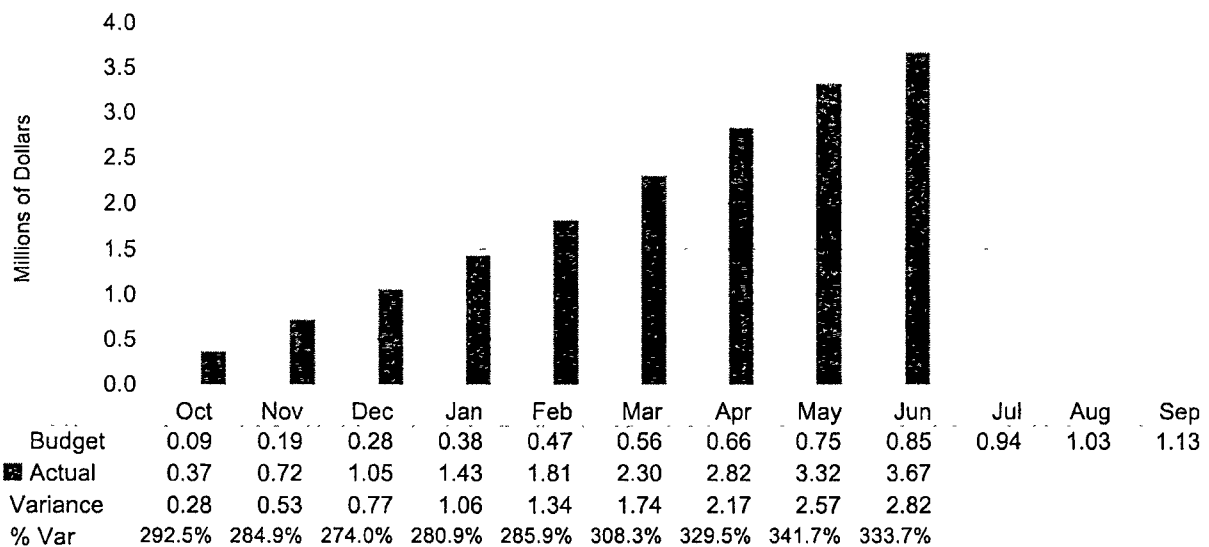
For the fiscal year, miscellaneous revenues totaled \$5.8 million, \$0.86 million (12.8%) less than the budget allotment.

Interest Income

Monthly Actuals v. Budget



Year-to-Date Actuals v. Budget



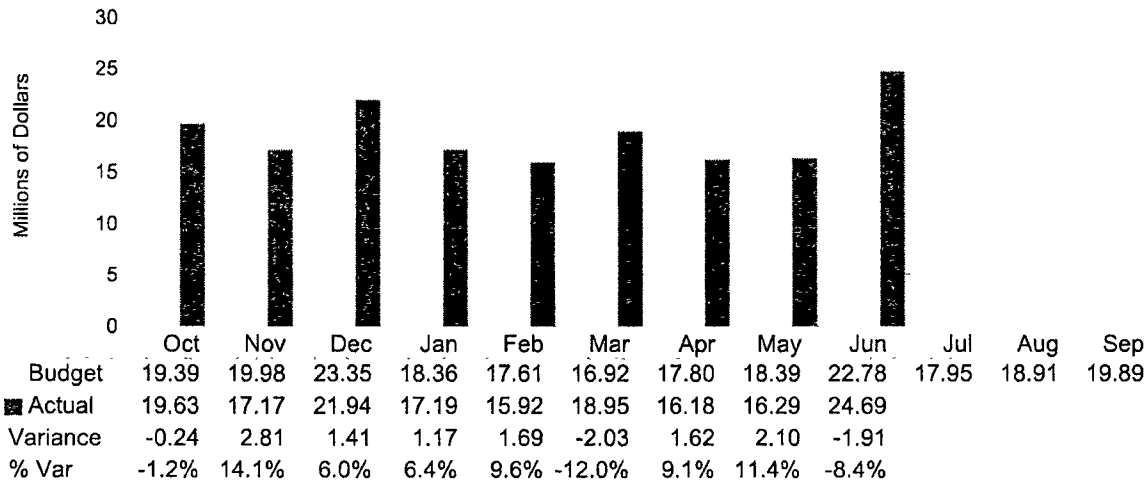
Interest income includes interest allocated from the City's Investment Pool, the Debt Service Fund, and the CIP funds. Combined interest income in June 2018 totaled \$347.2 thousand, \$253.3 thousand (269.6%), more than the budget allotment for the month. This is largely due to higher than projected interest rates and cash balances.

For the fiscal year, interest income totaled \$3.67 million, \$2.82 million (333.7%) more than the budget allotment.

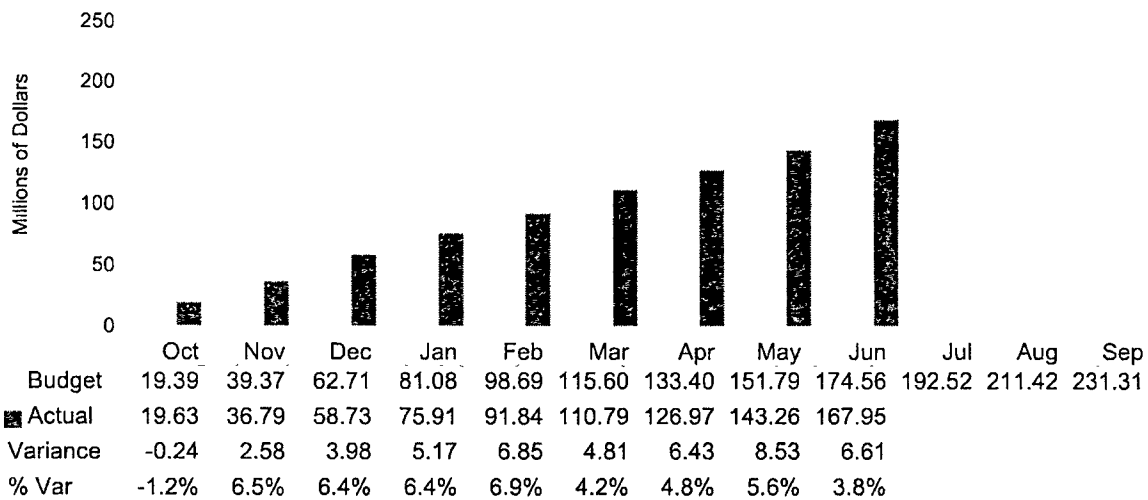
OPERATING REQUIREMENTS

Program Operating and Other Requirement Expenses

Monthly Budget vs. Actual



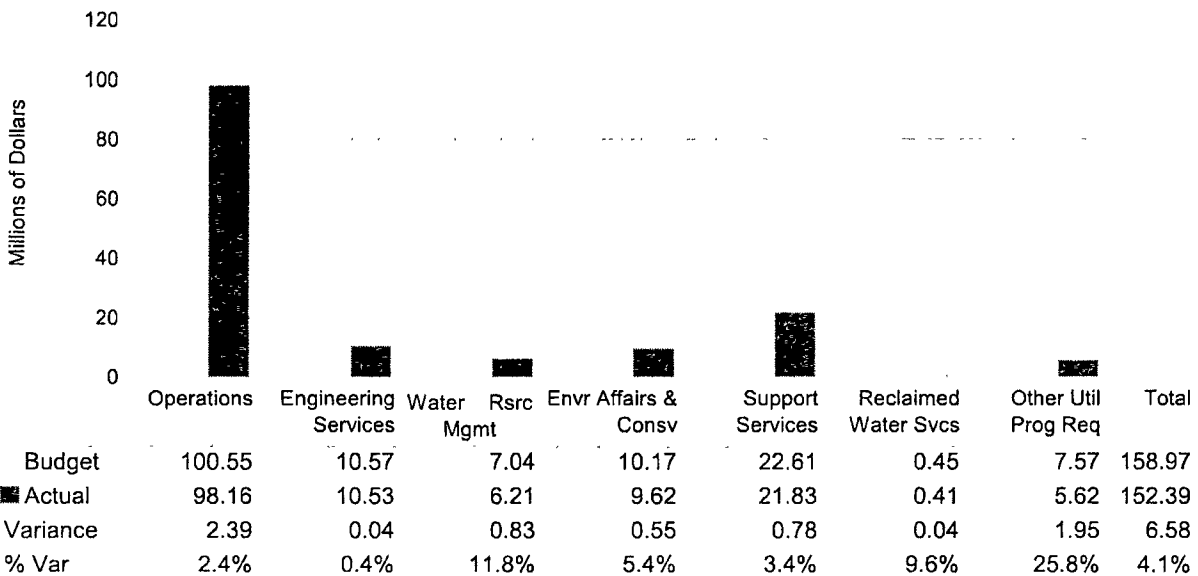
Year-to-Date Budget vs. Actual



Total Program Operating and Other Requirements for the fiscal year through June 2018 were \$87.98 million for Water, \$79.55 million for Wastewater, and \$0.42 million for Reclaimed. The combined Program Operating and Other Requirements of \$167.95 million were \$6.61 million, or 3.8% below the budget allotment.

Operating Program Expenditures Year-to-Date

Expenditures by Operating Program

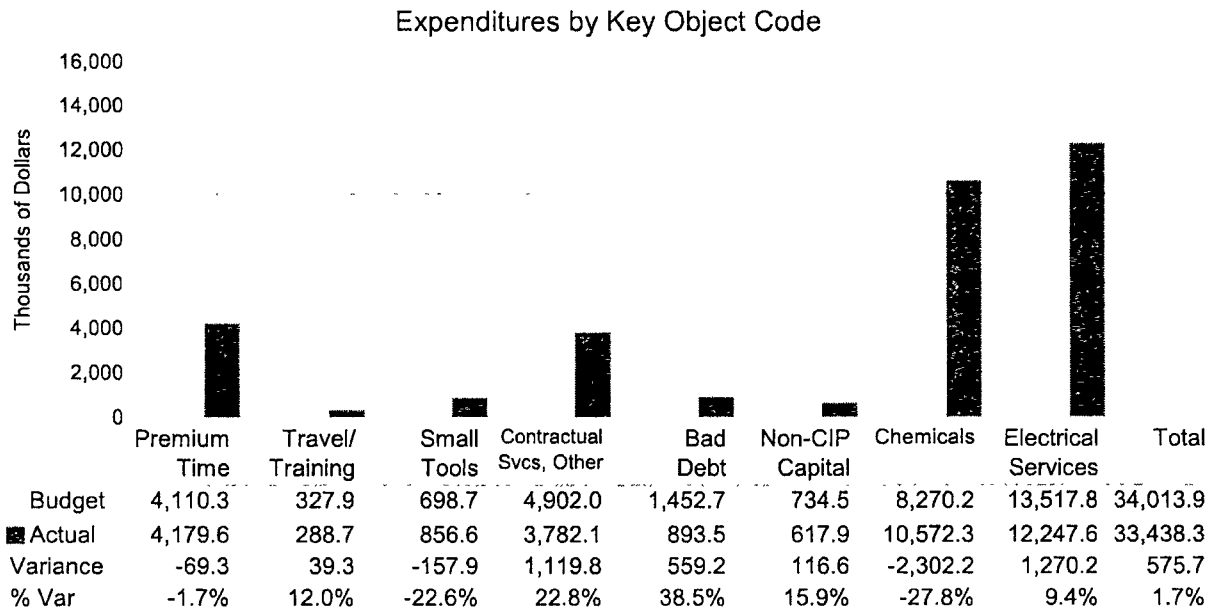


Total Operating Program Requirements as of June 30, 2018 were \$78.19 million for Water, \$73.77 million for Wastewater, and \$0.43 million for Reclaimed Water. The combined Program Operating Requirements of \$152.39 million were \$6.58 million (4.1%) below allotment.

Water Resources Management was \$0.83 million or 11.8% below allotment mainly due to the lower than estimated spending on interdepartmental charges and vacant positions.

Other Utility Program Requirements was \$1.95 million or 25.8% below allotment mainly due to lower than estimated spending on other contractual services and legal services.

Key Object Code Expenditures Year-to-Date



Small Tools were \$157.9 thousand or 22.6% above allotment due to higher than estimated spending in the Lift Stations and Remote Facilities, Water Treatment, Wildland Conservation, and Wastewater Treatment Divisions.

Other Contractual Services were \$1.12 million or 22.8% below allotment due to lower than estimated spending in Special Support.

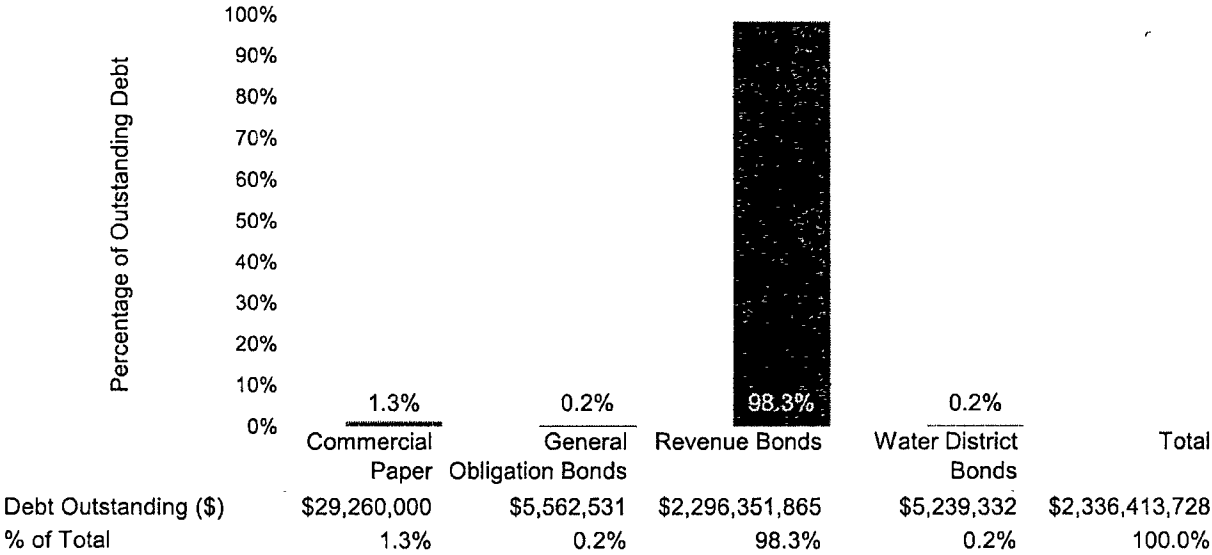
Non-CIP Capital was \$116.6 thousand or 15.9% below allotment due to lower than anticipated expenses.

Chemicals were \$2.3 million or 27.8% above allotment due to higher than estimated spending in the Wastewater Treatment, Water Treatment, and Collection System Engineering Divisions. Some of these costs are being recaptured through the Industrial Waste Surcharge.

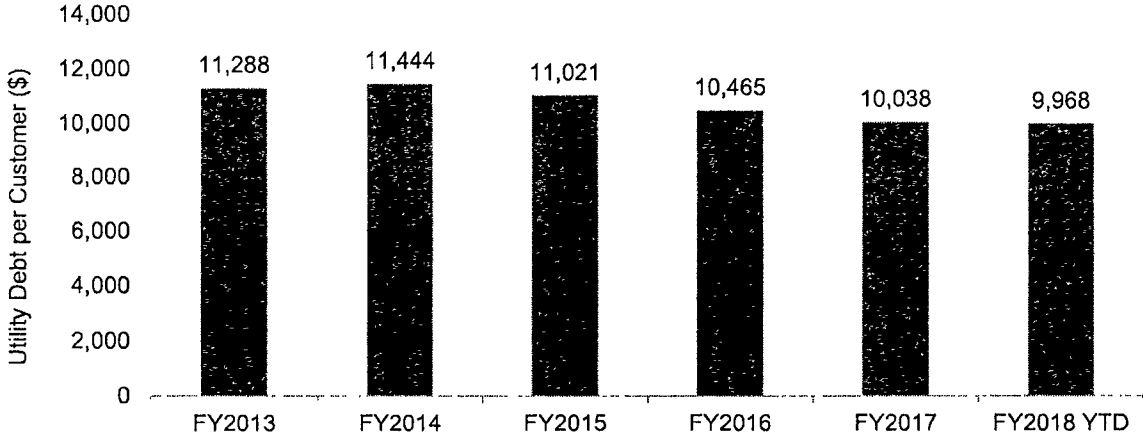
DEBT OUTSTANDING & DEBT SERVICE

Outstanding Utility Debt

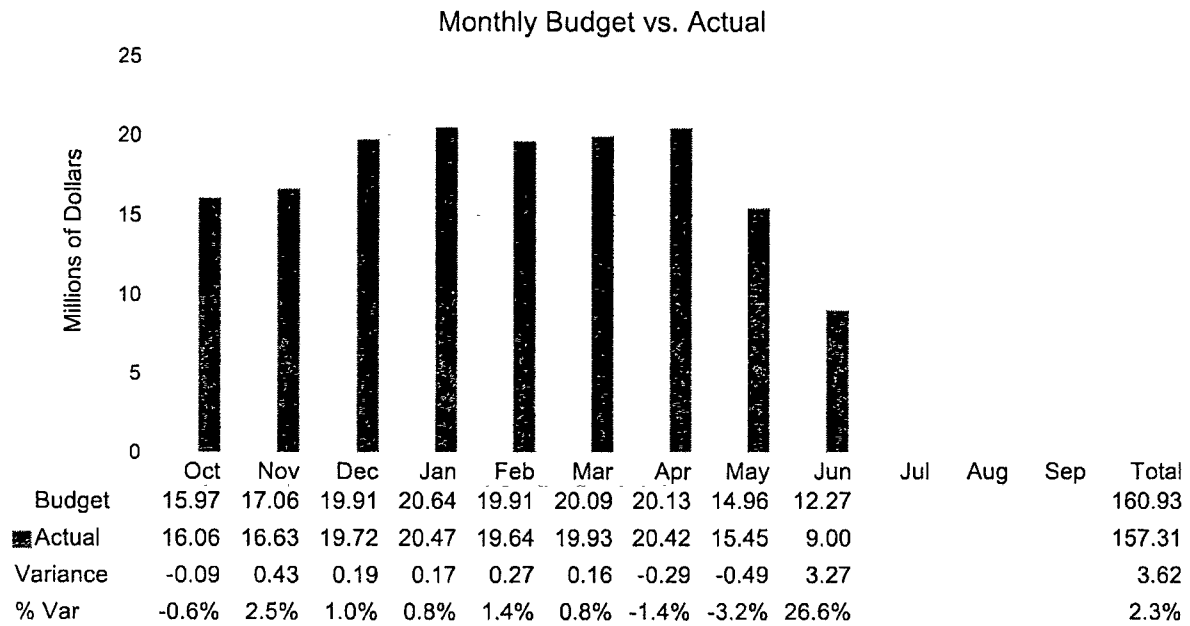
Debt Outstanding by Type



Utility Debt per Customer by Fiscal Year

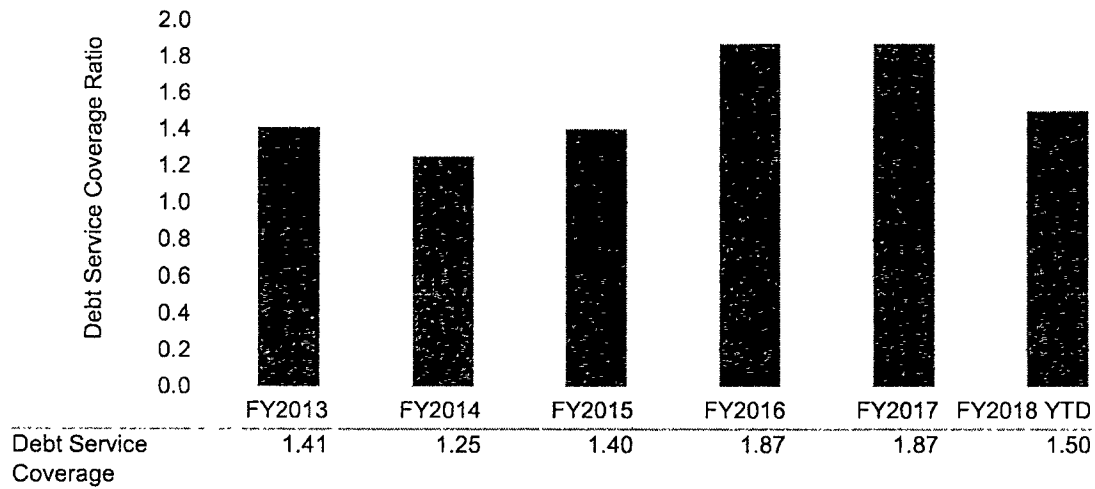


Combined Debt Service by Month



Combined debt service requirements include requirements for revenue bonds, commercial paper, general obligation bonds, and water district bonds. Actual combined debt service for the month of June 2018 was \$9 million, \$3.27 million less than projected for the month. Combined debt service for the fiscal year was \$157.31, \$3.62 million less than projected, primarily related to the Debt Defeasance activities.

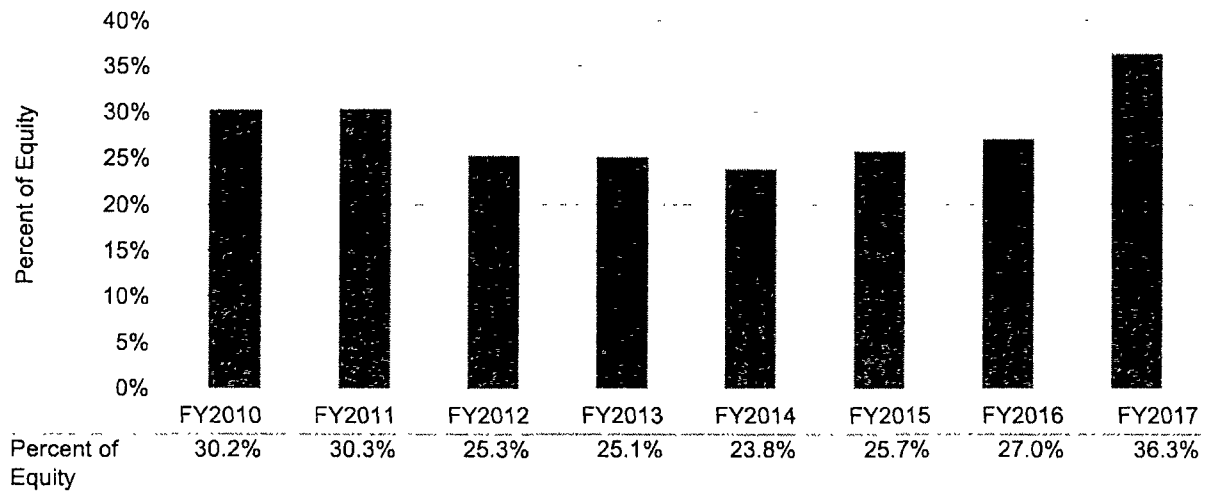
Debt Service Coverage



The Debt Service Coverage graph above indicates how much revenue, after deducting operating costs, could go towards paying long-term debt service. The utility's bond covenants require debt service coverage of 1.25 times long-term debt service requirements. City of Austin financial policies target minimum debt service coverage of 1.5 times.

The ratios reflected for FY12-13 through FY16-17 are audited, as reflected in the City's Comprehensive Annual Financial Report (CAFR).

Percent of Equity in Utility Systems

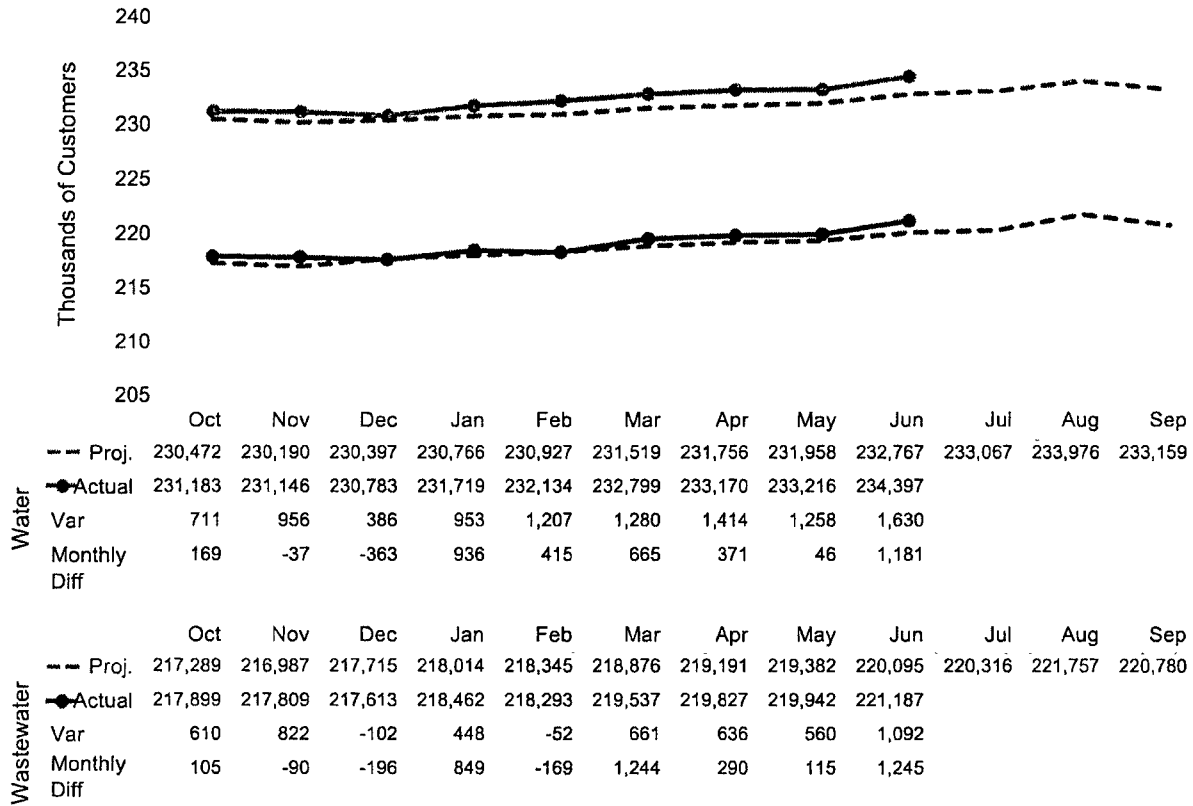


The Percent of Equity in Utility Systems is computed by dividing the combined utility system equity by the combined utility system costs, net of depreciation. The Percent of Equity is calculated based upon the audited financials from the Controller's Office.

CUSTOMER DEMAND CHARACTERISTICS

Number of Customers

Monthly Actual vs. Projections

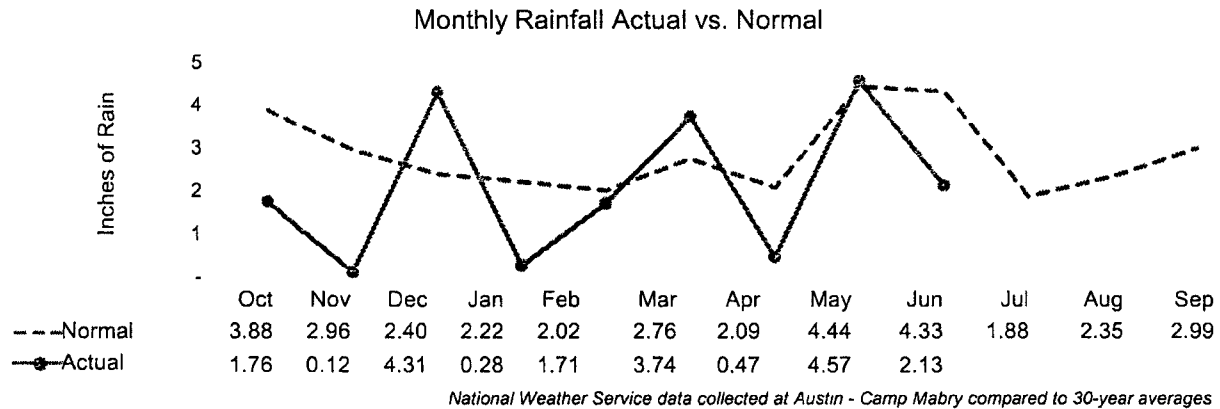


As of June 30, 2018, there were 234,397 water customers. This was 1,630 greater than projected for this date, 1,181 more customers than last month, and 4,127 more than this time last year.

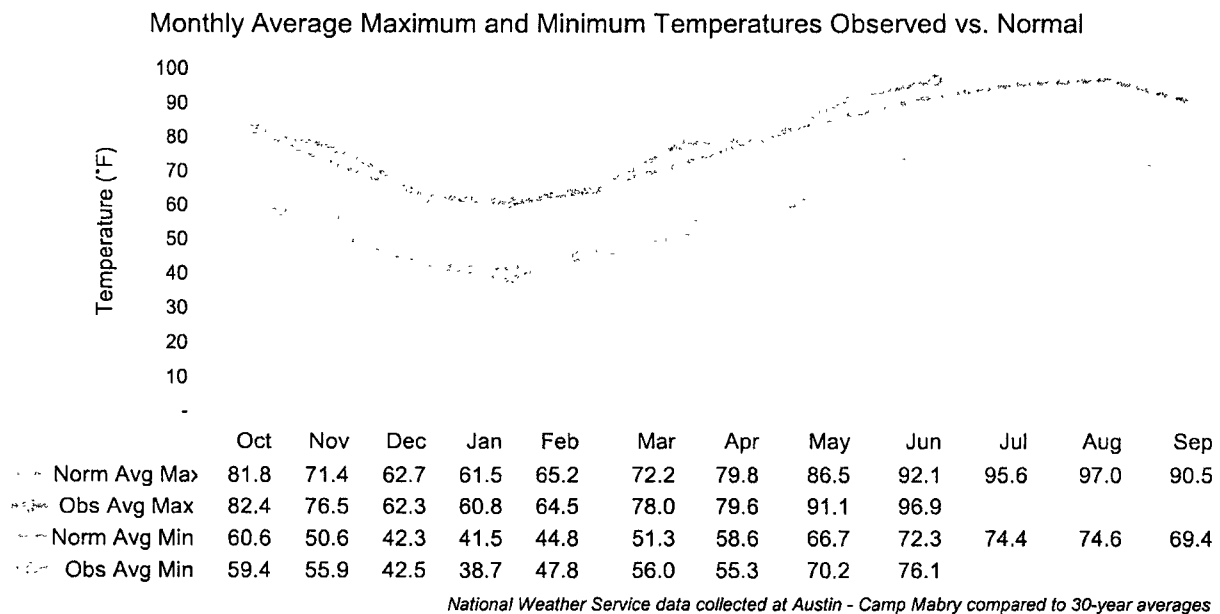
As of June 30, 2018, there were 221,187 wastewater customers. This was 1,092 greater than projected for this date, 1,245 more customers than last month, and 3,875 more than this time last year.

The projected number of customers for fiscal year 2017-18 was determined in April 2017 using a historical monthly growth rate in accounts. Monthly negative or positive trend fluctuations are due to factors such as housing starts, the rental home market, unanticipated utility system acquisitions, and other factors.

Rainfall and Average Temperatures by Month



In June, 2.13 inches of rain fell, 2.20 inches below normal for the month. For the fiscal year to date, rainfall has totaled 19.09 inches, 29.6% less than the normal amount of 27.10. inches. Generally, as rainfall increases significantly, water pumpage decreases and wastewater influent increases due to inflow and infiltration. Conversely, as rainfall decreases significantly, water pumpage increases and wastewater influent decreases.

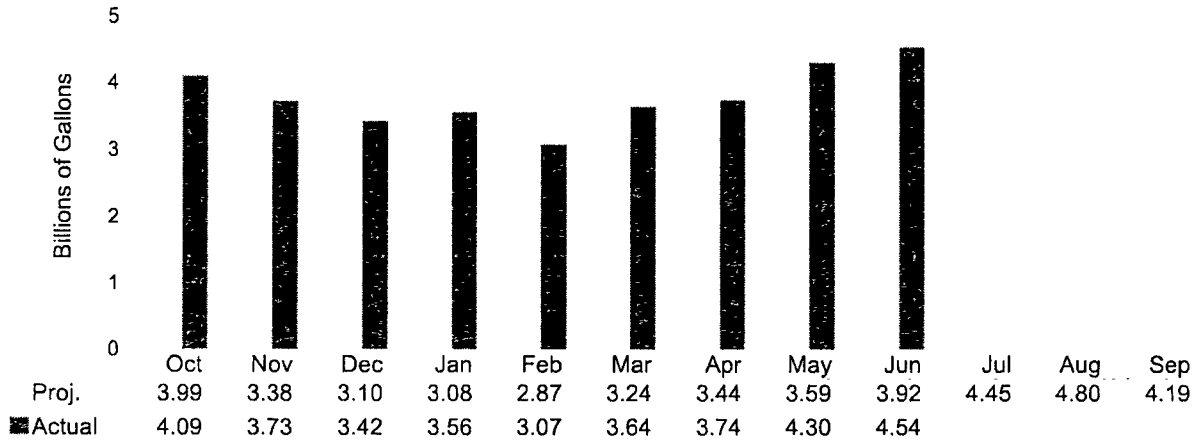


June's average high temperature was above normal levels by 4.8 degrees and the average low was above normal levels by 3.8 degrees. Over the fiscal year, temperatures have been warmer than historical averages.

The Highland Lakes' two water storage reservoirs, Travis and Buchanan, are at a combined 76% of capacity.

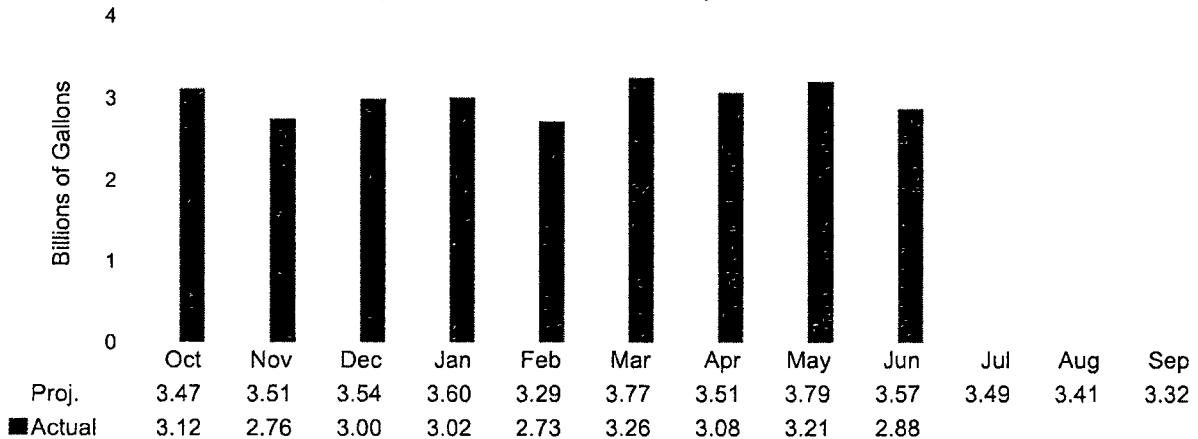
Water Pumpage and Wastewater Influent Flow by Month

Monthly Water Pumpage Projected vs. Actual



Pumpage during June 2018 averaged 151.30 MGD for a total of 4.54 BG for the month. This compares to a daily average of 124.92 MGD for this fiscal year, and a daily average of 137.71 MGD for fiscal year 2016-17.

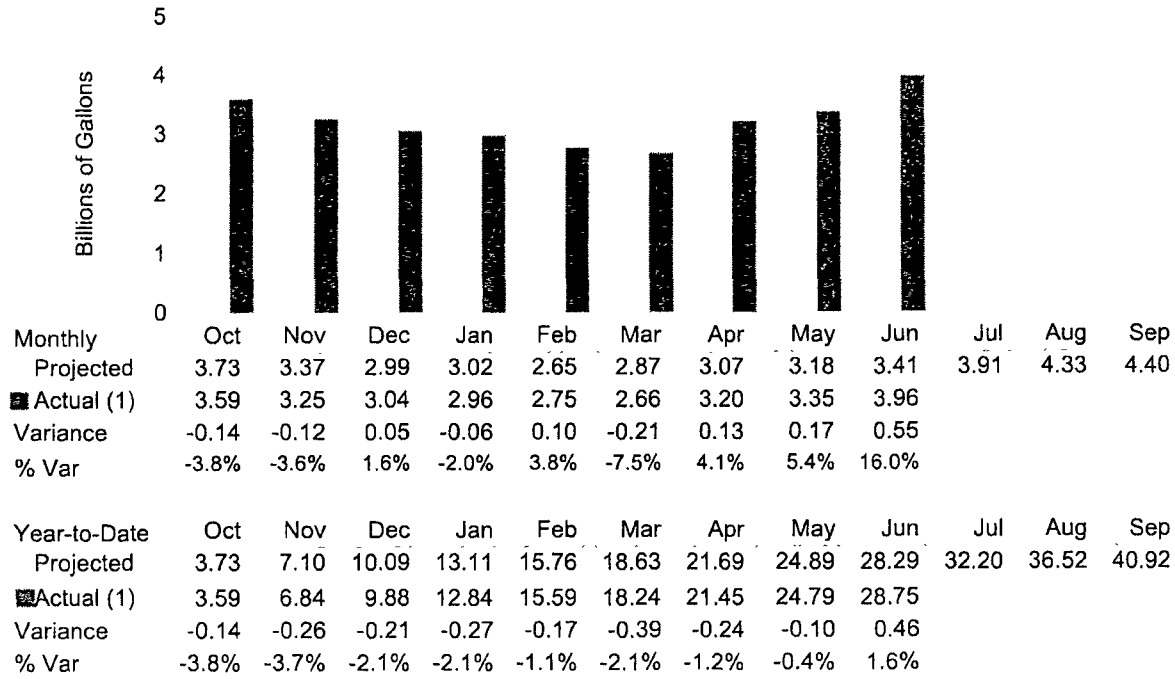
Monthly Wastewater Influent Projected vs. Actual



Influent during June 2018 averaged 96.02 MGD for a total of 2.88 BG for the month. This compares to a daily average of 99.07 MGD for this fiscal year and an average of 93.32 MGD for fiscal year 2016-17.

Billed Water Consumption

Monthly Billed Consumption Projected vs. Actual

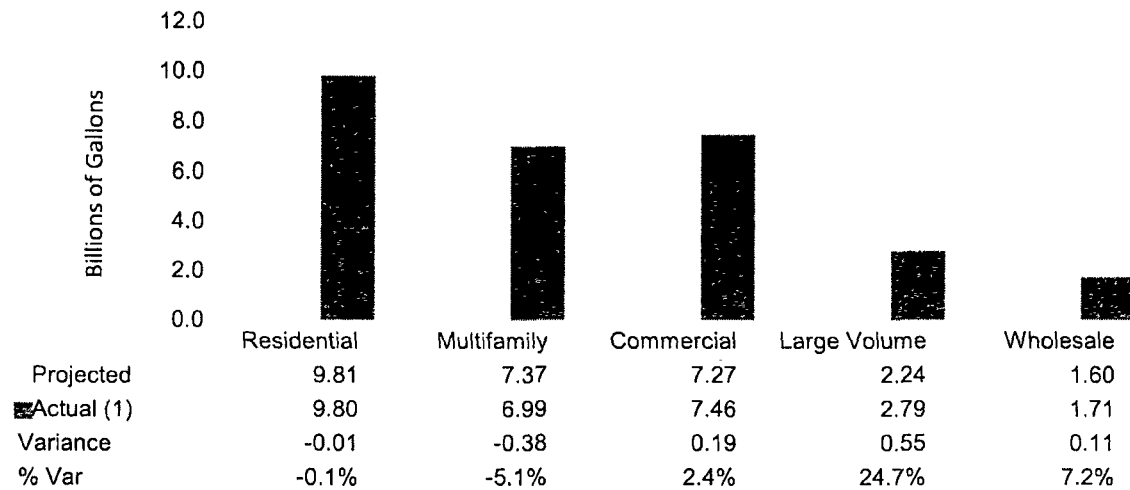


June 2018's billed water consumption totaled 3.96 BG, 0.55 BG (16.0%) greater than projected for the month. Year-to-date, billed water consumption of 28.75 BG is 0.46 BG (1.6%) greater than projected.

(1) Please note that a restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

Billed Water Consumption (continued)

Year-to-Date Billed Consumption by Customer Class Projected vs. Actual

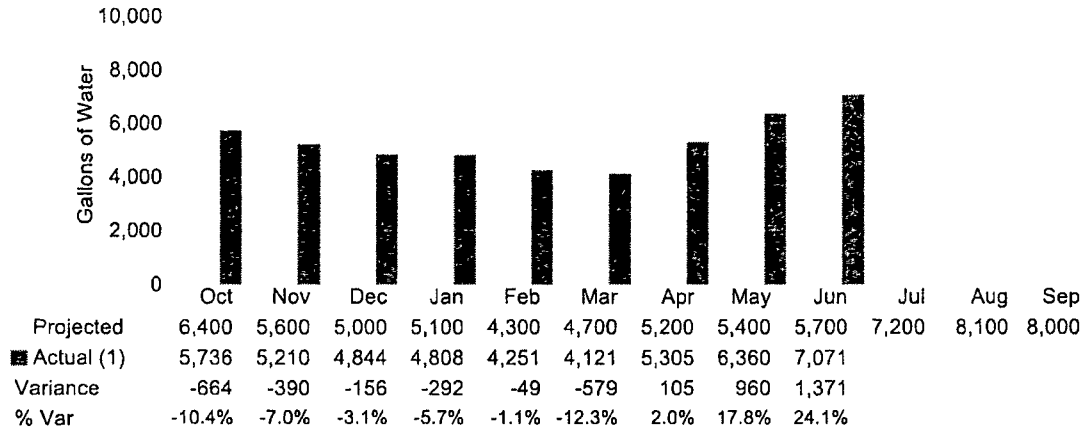


Billed water consumption is above projections by 1.6% with the Large Volume, Wholesale, and Commercial classes driving the variance at 24.7%, 7.2%, and 2.4%, respectively. The remaining classes are below projections, with the greatest negative variance in the Multifamily class at 5.1%.

(1) Please note that a restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

Billed Water Consumption (continued)

Monthly Average Residential Billed Consumption Projected vs. Actual

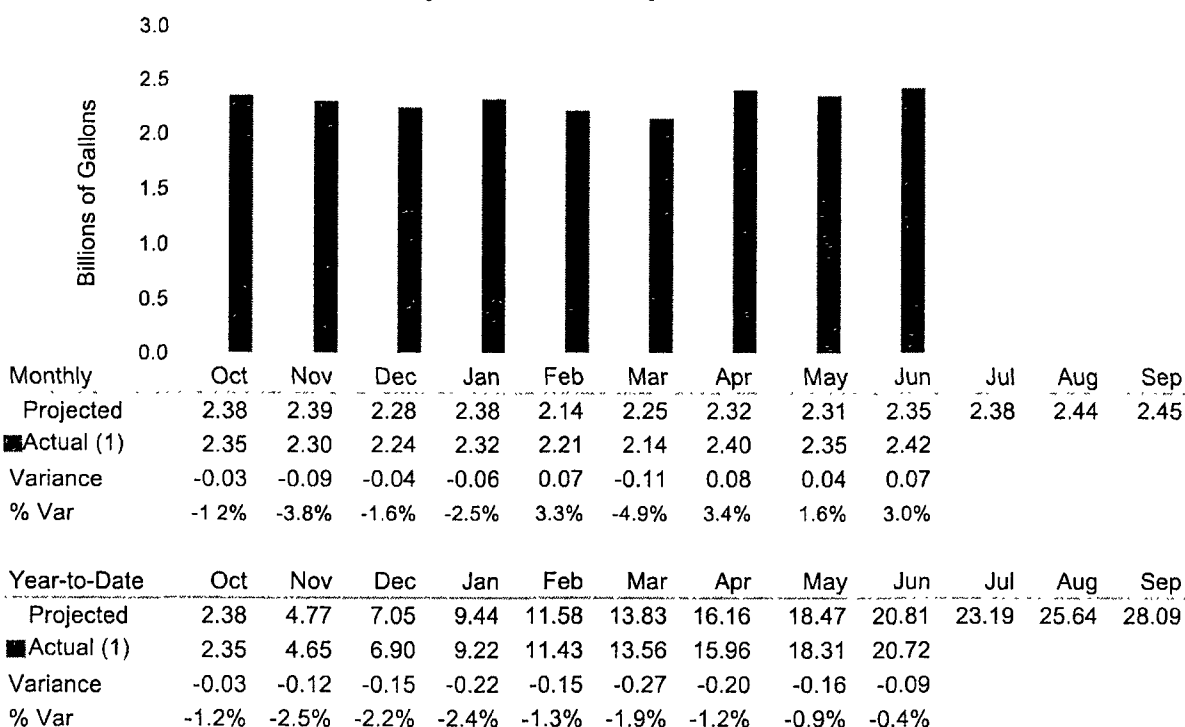


June's average residential billed consumption of 7,071 gallons exceeded projections by 1,371 gallons (24.1%).

(1) Please note that a restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

Billed Wastewater Flows

Monthly Billed Flows Projected vs. Actual



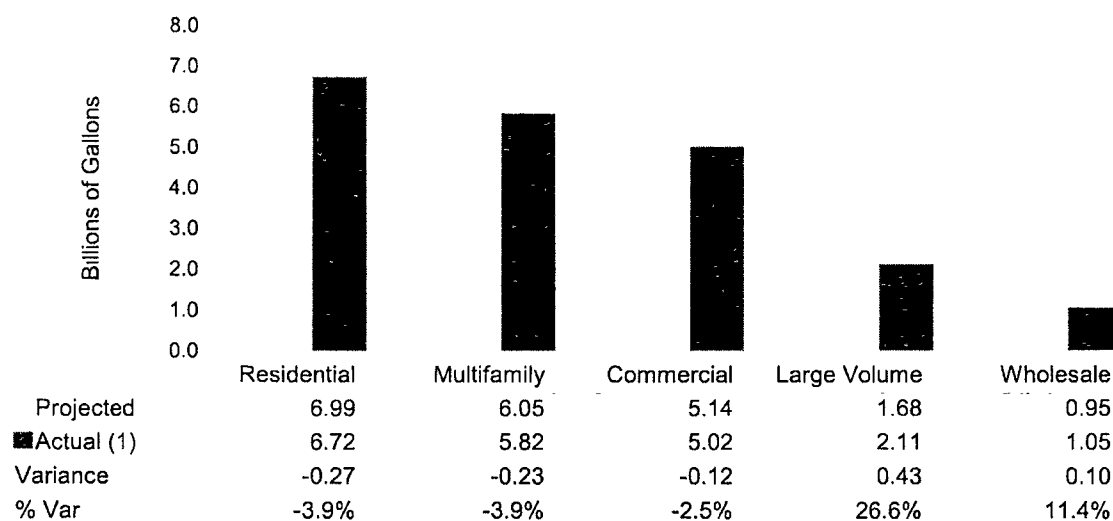
June 2018's billed flows totaled 2.42 BG, 0.07 BG (3%) greater than projected for the month. Year-to-date, billed flows of 20.72 BG were 0.09 BG (0.4%) lower than projected.

Wastewater bills are determined by each customer's actual water consumption for the month or the wastewater winter average, whichever is lower, except for customers who have wastewater measuring devices installed.

(1) Please note that a restatement has been made to the actual flow data to reflect final adjustments made subsequent to close.

Billed Wastewater Flows (continued)

Year-to-Date Billed Flows by Customer Class Projected vs. Actual

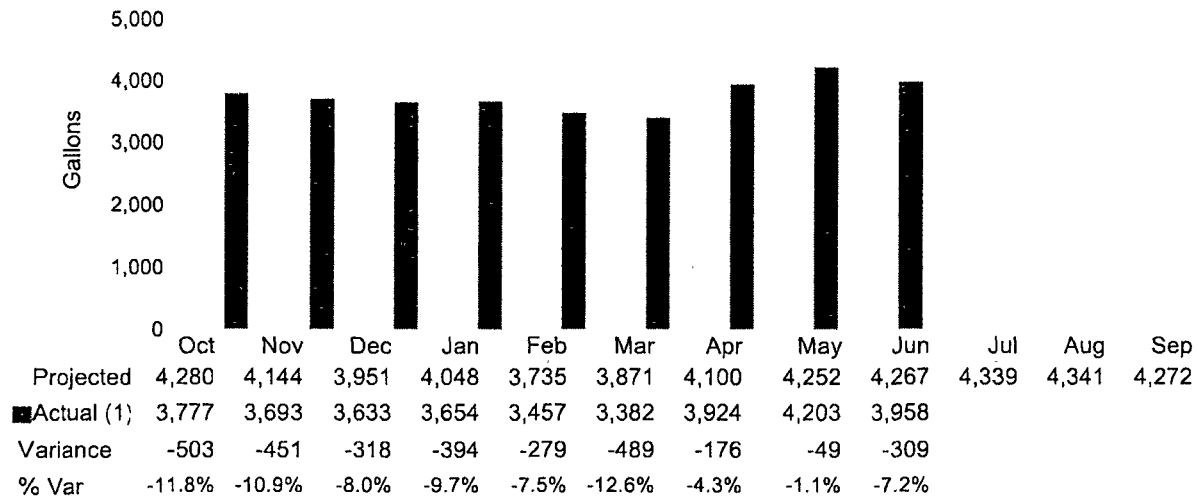


As shown in the table above, billed flows exceeded projections in the Large Volume and Wholesale classes by 26.6% and 11.4%, respectively. Other classes trailed projections, with the greatest negative percentage variance in the Multifamily & Residential classes (3.9%) each.

(1) Please note that a restatement has been made to the actual flow data to reflect final adjustments made subsequent to close.

Billed Wastewater Flows (continued)

Average Inside-City Residential Wastewater Flows by Month Projected vs. Actual

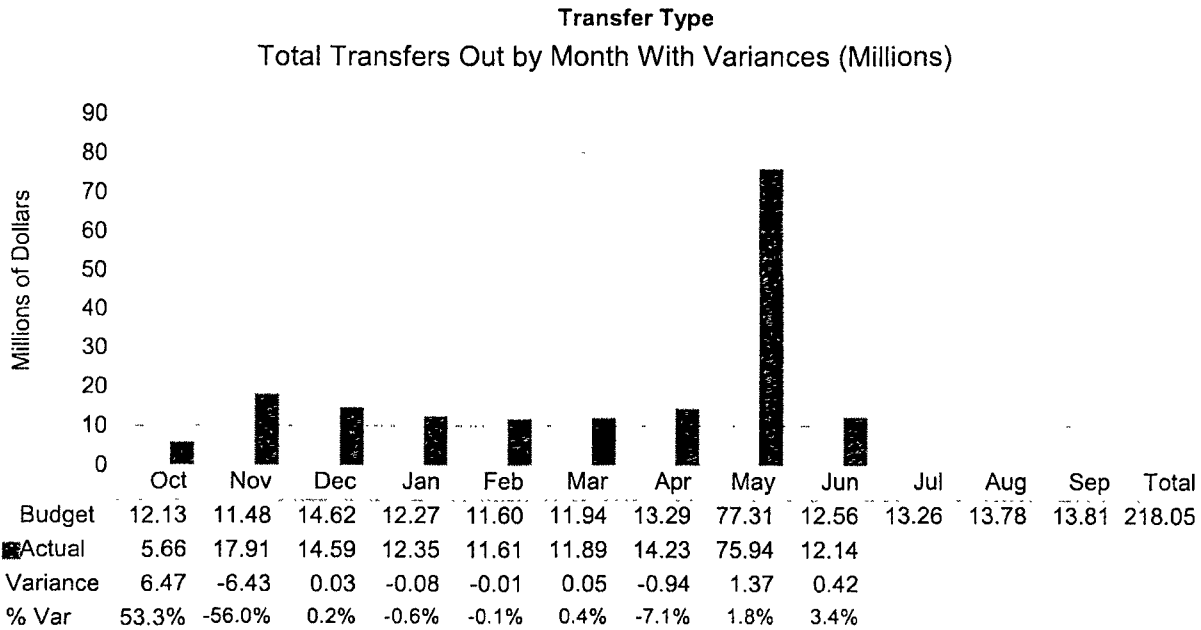
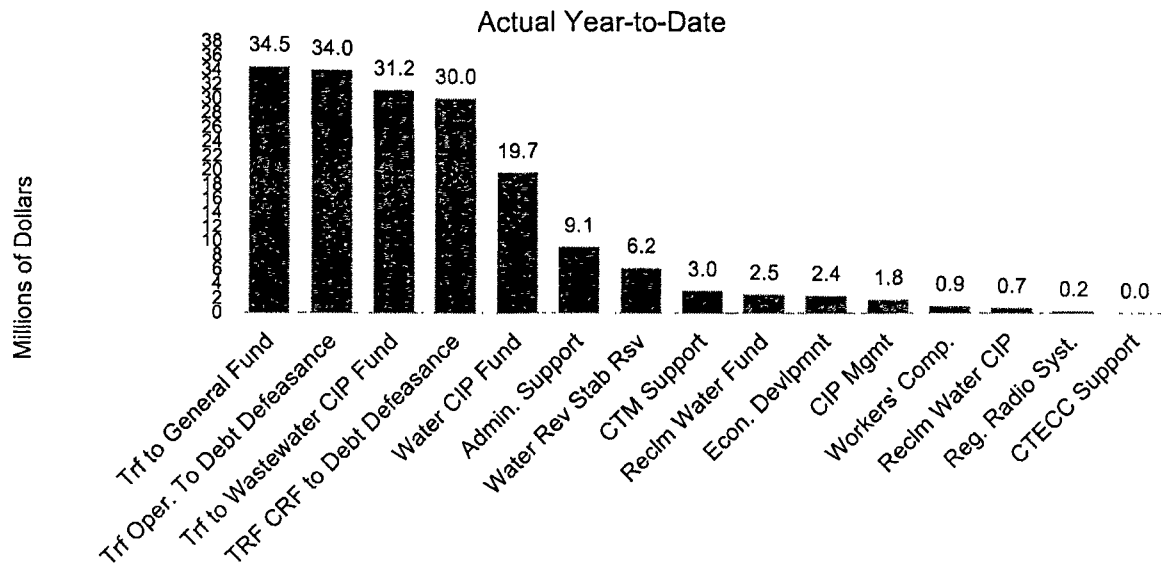


June's average residential billed flow of 3,958 gallons trailed projections by 309 gallons (7.2%).

(1) Please note that a restatement has been made to the actual flow data to reflect final adjustments made subsequent to close.

OTHER REPORTING

Transfers Out by Type

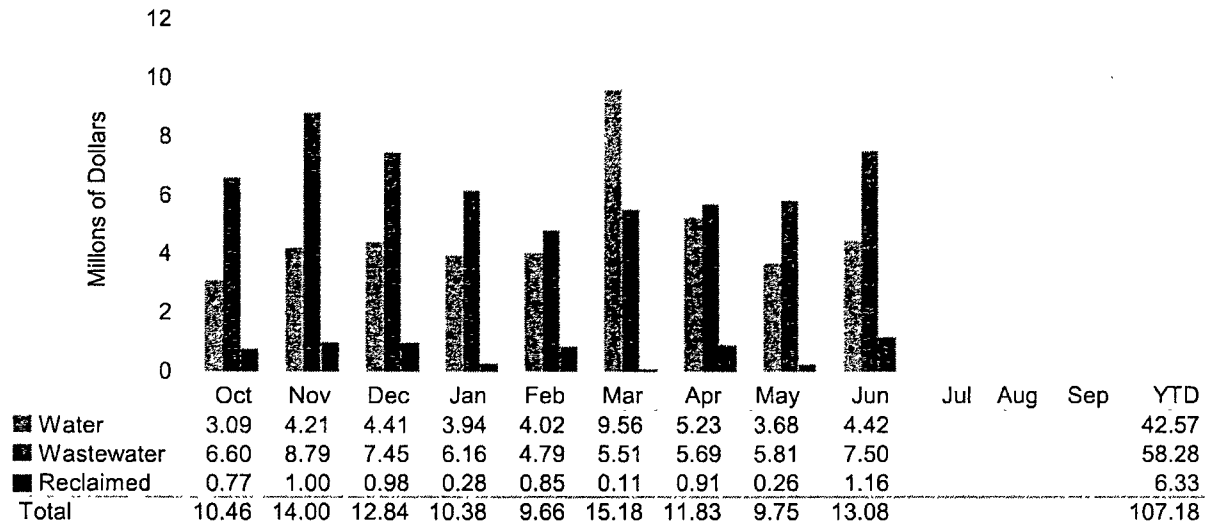


Transfers Out for the fiscal year through June 2018 totaled \$176.32 million, \$0.89 million less than allotments year-to-date.

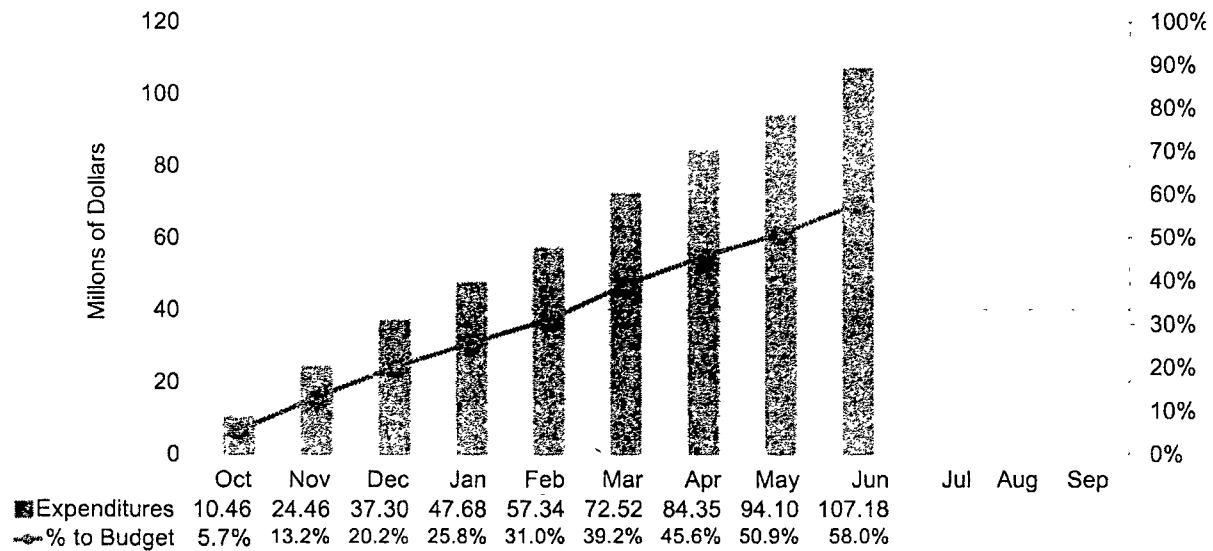
Transfers Out includes transfers for General Fund, Capital Improvement Program, Administrative Support, Water Revenue Stability Reserve Fund, Communication and Technology Management Fund (CTM), Reclaimed Water Fund, Economic Development Fund, Workers' Compensation Fund, Regional Radio System, and Emergency and Communications Center (CTECC).

CIP Expenditures

Monthly Expenditures



CIP Expenditures Year-to-Date vs. Budget

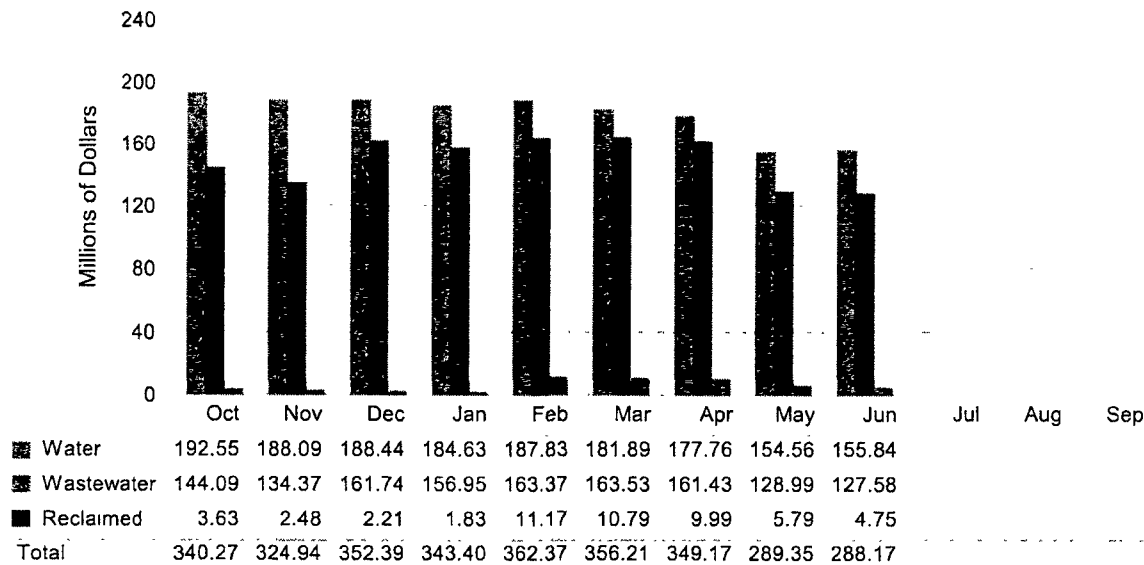


CIP expenditures for the fiscal year through June 2018 totaled \$42.57 million for water, \$58.28 million for wastewater, and \$6.33 million for reclaimed, for a combined total of \$107.18 million, or 58.0% of the FY 2017-18 CIP spending plan.

The approved CIP spending plan for FY 2017-18 was \$68.40 million for water, \$103.90 million for wastewater, and \$12.62 million for reclaimed for a combined total of \$184.92 million.

Cash Balance

Cash Balance at Month End by Fund



Cash Balance at Month End

| | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep |
|------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----|-----|-----|
| Operating | 220.63 | 204.39 | 197.79 | 190.98 | 185.58 | 182.05 | 174.94 | 150.35 | 153.84 | | | |
| Capital Recovery Fee | 34.68 | 36.88 | 38.92 | 40.99 | 43.92 | 46.21 | 49.57 | 21.69 | 24.21 | | | |
| CIP | 46.65 | 44.72 | 76.15 | 71.36 | 92.26 | 86.80 | 80.90 | 73.29 | 65.84 | | | |
| Revenue Stability Rsrv | 38.31 | 38.95 | 39.53 | 40.07 | 40.61 | 41.15 | 43.77 | 44.03 | 44.28 | | | |
| Total | 340.27 | 324.94 | 352.39 | 343.40 | 362.37 | 356.21 | 349.17 | 289.35 | 288.17 | | | |

At June close, combined cash balances for Water, Wastewater, and Reclaimed totaled \$288.17 million. The combined cash balance is made up of Operating, CIP, Capital Recovery Fee, and Revenue Stability Reserve Fund cash balances.

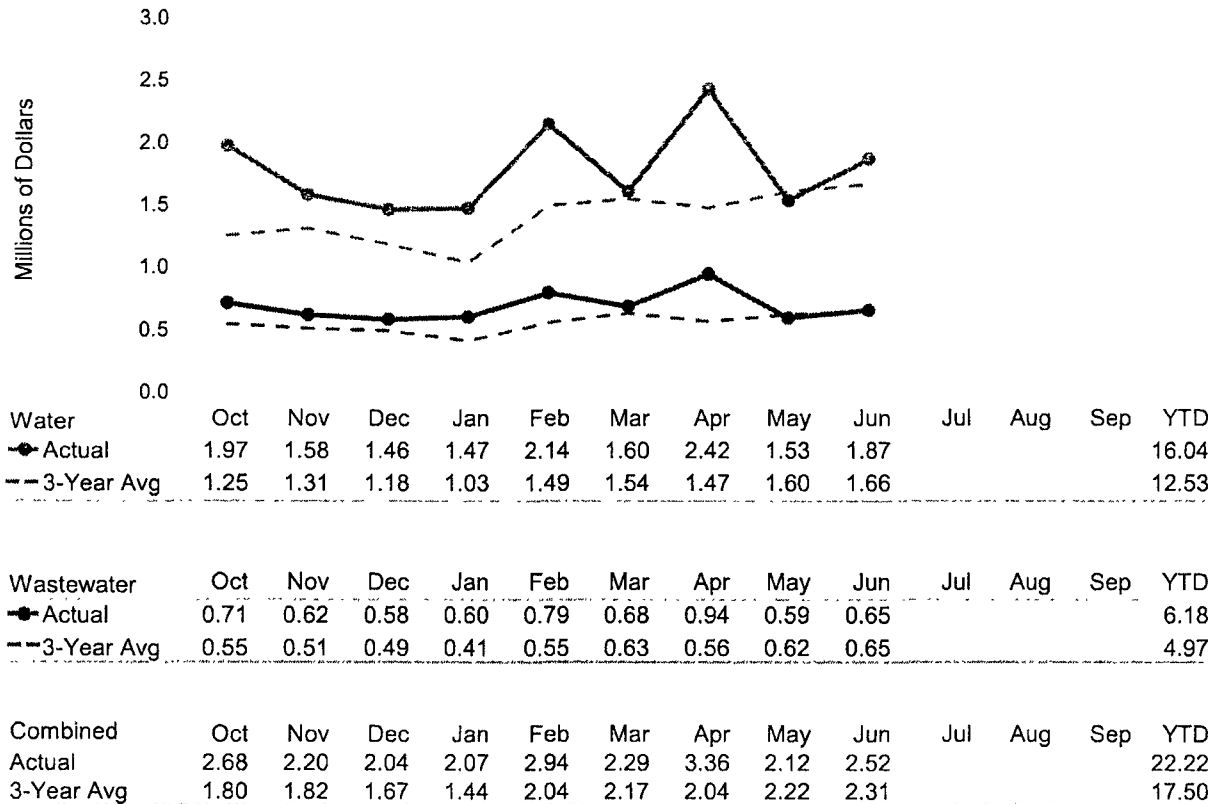
Combined Operating Cash Balances totaled \$153.84 million. Combined CIP Cash Balances totaled \$65.84 million. CIP cash balances may be kept negative to offset high operating balances as a cash management strategy to limit the amount of cash in all funds to a range determined by economic conditions. This delays the need to issue additional commercial paper to fund CIP projects. The Revenue Stability Reserve Fund totaled \$44.28 million.

Capital Recovery Fee (CRF) Cash Balances totaled \$24.21 million at the end of the month. AW primarily utilizes CRF revenues for debt defeasance, a component of the Utility's debt management strategy.

An exception to this policy was in May of 2018, where \$34 million of operating funds and \$30 million of CRF funds were transferred to defease debt.

Capital Recovery Fee Collections

CRF Collections by Month



During June 2018, Austin Water collected \$2.52 million in Capital Recovery Fees (CRF) and interest, with \$1.87 million for Water and \$0.65 million for Wastewater. For the fiscal year, Austin Water has collected \$22.22 million in CRFs.



FINANCIAL STATUS REPORT

For the Period Ending July 31, 2018





City of Austin | Austin Water
P.O. Box 1088 Austin, TX 78767
AustinWater.org

MEMORANDUM

To: Greg Meszaros, Director, Austin Water
From: David Anders, Assistant Director, Austin Water
Date: August 15, 2018
Subject: Financial Status Report for the Period Ended July 31, 2018

Attached is Austin Water's Financial Status Report. The combined fund balance at the end of July was \$177.49 million, or \$28.59 million more than projected, as detailed in the Executive Summary. The beginning balance was \$14.51 million more than projected, fiscal year requirements were \$13.72 million below budget, and revenues and transfers in were \$0.36 million above projections.

The Buchanan and Travis lake system are now 72% full at the end of July. The City remains in Conservation Stage water restrictions to conserve availability and protect the integrity of water supply. Water service revenues are \$2.97 million above projections, and wastewater service revenues are \$0.91 million above projections this fiscal year. The Executive Summary includes more discussion of revenue and requirements highlights.

Actual spending for operating requirements was below budget by \$7.01 million and spending for other requirements were below budget by \$0.02 million. Payments for debt service requirements were below budget by \$5.28 million and transfers out were below budget by \$1.40 million. The extent of these variances by program is discussed in the Executive Summary and detail pages.

In addition to the Executive Summary and Fund Summary, this report provides detailed analysis of Revenues, Operating Requirements, Outstanding Debt and Debt Service Requirements, Customer Demand Characteristics, Transfers Out, CIP Expenditures, and Cash Balances.

Please feel free to contact me should you have any questions.

Attachments

cc: Robert Goode, Assistant City Manager
Elaine Hart, Chief Financial Officer
Assistant Directors, Austin Water
Division Managers, Austin Water



The City of Austin is committed to compliance with the Americans with Disabilities Act (ADA). Reasonable modifications and equal access to communications will be provided upon request.

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Executive Summary

The Combined Water, Reclaimed Water, and Wastewater Operating Fund balance as of July 31, 2018, was \$177.49 million. The combined balance was \$28.59 million more than projected for this date, as shown below:

| | YTD Allotment | YTD Actual | Differ- ence |
|----------------------------|------------------|---------------|-----------------|
| Beginning Balance | 200.25 | 214.76 | 14.51 |
| Water Services | 227.10 | 230.07 | 2.97 |
| Wastewater Services | 219.98 | 220.89 | 0.91 |
| Reclaimed Services | 1.46 | 1.43 | (0.03) |
| Reserve Fund Surcharge | 5.82 | 4.42 | (1.40) |
| Other Revenues | 8.35 | 10.72 | 2.37 |
| Transfers In | 42.84 | 38.37 | (4.47) |
| Total Revenues & Transfers | 505.54 | 505.90 | 0.36 |
| Program Operating Req. | 175.20 | 168.19 | 7.01 |
| Other Requirements | 17.32 | 17.30 | 0.02 |
| Debt Service | 173.91 | 168.63 | 5.28 |
| Transfers Out | 190.46 | 189.06 | 1.40 |
| Total Revenue Requirements | 556.89 | 543.17 | 13.72 |
| Ending Balance | 148.90 | 177.49 | 28.59 |
| Debt Service Coverage | 1.48 | 1.60 | |

Note: Numbers may not add due to rounding.

Revenue & Requirements Summary Year-to-Date in Millions

| | | |
|------------------------------|----------|----------|
| Total Revenues & Transfers | \$505.54 | \$505.90 |
| Total Program Operating Req. | \$175.20 | \$168.19 |
| Total Other Requirements | \$17.32 | \$17.30 |
| Total Debt Service | \$173.91 | \$168.63 |
| Transfers Out | \$190.46 | \$189.06 |

Allotment ■ Actual

Revenue Highlights

Total revenues for the fiscal year were \$505.90 million, \$0.36 million (0.1%) greater than the allotment to date.

The following sources has exceeded projections:

- Water service totaled \$230.07 million (1.3% above)
- Wastewater service totaled \$220.89 million (0.4% above)
- Other revenues totaled \$10.72 million (28.5% above)

The following sources are below projections:

- Reclaimed service totaled \$1.43 million (2.2% below)
- Reserve fund surcharges totaled \$4.42 million (24.1% below)
- Transfers In totaled \$38.37 million (10.4% below)

Revenue - Budget vs. Actual Year-to-Date in Millions

| | | |
|------------------------|----------|----------|
| Water Services | \$227.10 | \$230.07 |
| Wastewater Services | \$219.98 | \$220.89 |
| Reclaimed Services | \$1.46 | \$1.43 |
| Reserve Fund Surcharge | \$5.82 | \$4.42 |
| Other Revenues | \$8.35 | \$10.72 |

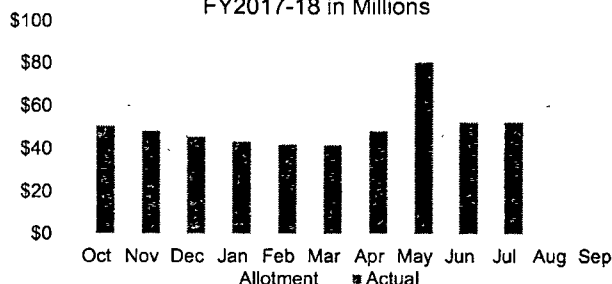
Allotment ■ Actual

Water service revenue exceeded projections in the Wholesale, Large Volume, and Residential classes by 32.8%, 15.4%, and 4.7% respectively. Other classes fell below projections.

Wastewater service revenue exceeded projections in the Wholesale and Large Volume classes by 24.0% and 22.1%, respectively. Other customer classes fell below projections.

July's total revenue and Transfers In of \$52.53 million was above projections by 0.1%.

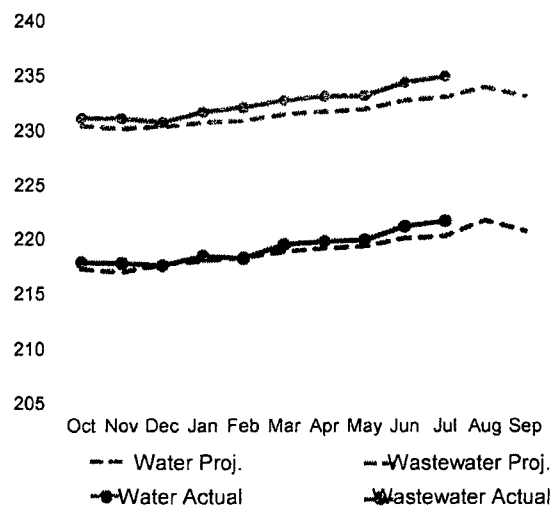
Total Revenue by Month FY2017-18 in Millions



User Characteristics

| | Projected | Actual | Variance |
|--------------------------------|-----------|---------|----------|
| Water Customers | 233,067 | 234,953 | 1,886 |
| Wastewater Customers | 220,316 | 221,693 | 1,377 |
| Monthly Pumpage | 4.45 | 4.79 | 0.34 |
| YTD Pumpage | 35.06 | 38.88 | 3.82 |
| Monthly Billed Use | 3.91 | 4.01 | 0.10 |
| YTD Billed Use | 32.20 | 32.76 | 0.56 |
| Monthly Influent Flow | 3.49 | 2.99 | (0.50) |
| YTD Influent Flow | 35.54 | 30.04 | (5.50) |
| Monthly Billed Flow | 2.38 | 2.35 | (0.03) |
| YTD Billed Flow | 23.19 | 23.10 | (0.09) |
| (Above in Billions of Gallons) | | | |
| Avg. Residential Use (gal) | 7,200 | 7,041 | (159) |
| Avg. Residential Flow (gal) | 4,339 | 3,882 | (457) |

Number of Customers by Month
FY 2017-18 in Thousands



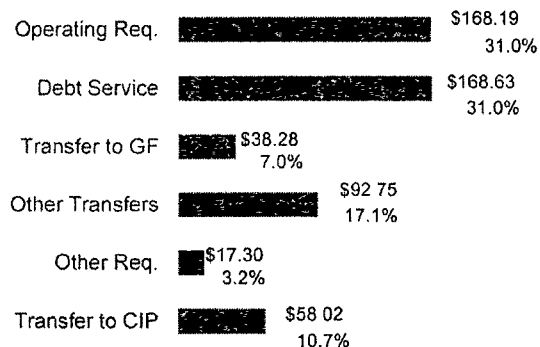
Requirement Highlights

Total requirements for the fiscal year were \$543.17 million, \$13.72 million (2.5%) less than the allotment to date.

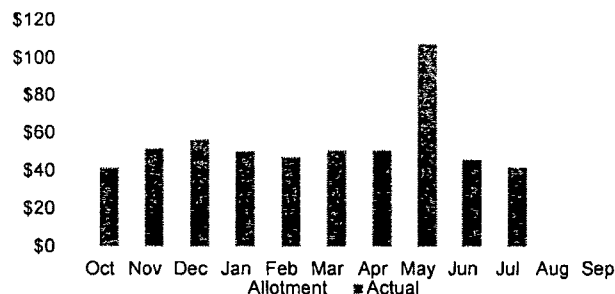
Total Requirements by Type
FY 2017-18 in Millions

The following uses are below projections:

- Program operating requirements totaled \$168.19 million (4.0% below)
- Other requirements totaled \$17.30 million (0.1% below)
- Debt service requirements totaled \$168.63 million (3.0% below)
- Transfers out to Capital Improvement Projects, the General Fund, Debt Defeasances, and Other Uses totaled \$189.06 million (0.7% below)



Total Requirements by Month
FY 2017-18 in Millions



There were lower than projected expenditures in all Program Requirement areas, resulting in \$7.0 million or 4.0% lower than budget allotment.

Pages 17 and 18 provide details on variances in spending by program area and object code.

Total Requirements of \$41.60 million for the month were \$2.60 million, or 5.9% lower than the budget allotment.

**City of Austin, Texas
Austin Water
FUND SUMMARY - COMBINED
As of July 2018**

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|---|---------------------|---------------------|---------------------|-------------------------|-------------------------|--------------------|---------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 200,254,074 | 200,254,074 | 200,254,074 | 0 | 214,760,138 | 14,506,064 | 7.2% | 214,760,138 | 14,506,064 | 7.2% |
| REVENUE | | | | | | | | | | |
| Water Revenue | 297,299,813 | 290,198,285 | 227,103,784 | 28,118,119 | 230,073,558 | 2,969,774 | 1.3% | 289,492,395 | (705,890) | -0.2% |
| Wastewater Revenue | 269,302,437 | 264,780,610 | 219,978,132 | 22,454,349 | 220,894,190 | 918,058 | 0.4% | 263,856,645 | (803,966) | -0.3% |
| Reserve Fund Surcharge | 7,385,497 | 7,385,497 | 5,822,208 | 191,374 | 4,417,005 | (1,405,203) | -24.1% | 3,853,297 | (3,532,200) | -47.8% |
| Other Revenue | 6,043,380 | 6,043,380 | 5,039,840 | 512,412 | 4,115,440 | (924,200) | -18.3% | 4,807,601 | (1,235,759) | -20.4% |
| Reclaimed Revenue | 1,895,166 | 1,895,166 | 1,462,901 | 243,981 | 1,429,995 | (32,906) | -2.2% | 1,780,250 | (114,916) | -6.1% |
| Interest | 1,127,380 | 1,127,380 | 939,480 | 414,114 | 4,081,381 | 3,141,901 | 334.4% | 4,676,248 | 3,546,868 | 314.8% |
| Public Health Licenses, Permits, Inspections | 642,400 | 642,400 | 535,330 | 55,742 | 590,323 | 54,993 | 10.3% | 696,633 | 54,233 | 8.4% |
| Other Fines | 616,800 | 616,800 | 514,000 | 100,275 | 528,775 | 14,775 | 2.9% | 577,675 | (39,125) | -6.3% |
| Miscellaneous | 93,000 | 93,000 | 77,500 | 0 | 85,092 | 7,592 | 9.8% | 85,592 | (27,408) | -29.5% |
| Building Rental/Lease | 114,500 | 114,500 | 95,420 | 0 | 90,503 | (4,917) | -5.2% | 117,585 | 3,085 | 2.7% |
| Land & Infrastructure Rental/Lease | 67,000 | 67,000 | 55,830 | 16,500 | 60,500 | 4,670 | 8.4% | 72,000 | 5,000 | 7.5% |
| Scrap Sales | 42,700 | 42,700 | 35,590 | 1,352 | 57,992 | 22,402 | 62.9% | 45,834 | 3,134 | 7.3% |
| Development Fees | 1,257,100 | 1,257,100 | 1,044,080 | 142,236 | 1,102,355 | 58,275 | 5.6% | 1,272,863 | 15,763 | 1.3% |
| Parking Revenue | 0 | 0 | 0 | 0 | 226 | 226 | 0.0% | 0 | 0 | 0.0% |
| Total Revenue | 585,897,153 | 574,243,798 | 462,701,895 | 52,250,454 | 467,527,335 | 4,825,440 | 1.0% | 571,314,618 | (2,929,180) | -0.5% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 27,573,000 | 34,000,000 | 34,000,000 | 932 | 34,000,932 | 932 | 0.0% | 34,000,000 | 0 | 0.0% |
| Community Benefit Charge Transfer In | 6,850,511 | 6,850,511 | 5,708,780 | 0 | 1,465,800 | (4,243,160) | -74.3% | 6,683,531 | (166,980) | -2.4% |
| Austin Water Utility | 3,400,000 | 3,400,000 | 2,833,332 | 283,335 | 2,833,330 | (2) | 0.0% | 3,400,000 | 0 | 0.0% |
| Support Services/Infrastructure Funds | 300,582 | 300,582 | 250,482 | 0 | 75,000 | (175,482) | -70.1% | 300,582 | 0 | 0.0% |
| Austin Resource Recovery Fund | 53,334 | 53,334 | 44,446 | 0 | 0 | (44,446) | -100.0% | 53,334 | 0 | 0.0% |
| Total Transfers In | 38,177,427 | 44,604,427 | 42,837,020 | 284,267 | 38,374,862 | (4,462,158) | -10.4% | 44,437,447 | (166,980) | -0.4% |
| TOTAL AVAILABLE FUNDS | 624,064,580 | 618,848,225 | 505,538,915 | 52,534,721 | 505,902,198 | 363,283 | 0.1% | 615,752,065 | (3,096,160) | -0.5% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Operations | 134,746,425 | 134,745,105 | 111,017,035 | 11,417,129 | 109,579,003 | 1,438,031 | 1.3% | 138,467,326 | (3,722,221) | -2.8% |
| Support Services | 29,241,114 | 29,272,434 | 24,934,906 | 1,862,170 | 23,696,914 | 1,237,992 | 5.0% | 29,908,745 | (636,311) | -2.2% |
| Other Utility Program | 11,214,618 | 11,184,618 | 8,621,412 | 292,033 | 5,911,803 | 2,709,609 | 31.4% | 7,137,412 | 4,047,206 | 36.2% |
| Environmental Affairs & Conservation | 12,392,708 | 12,392,708 | 11,239,176 | 1,090,868 | 10,712,909 | 526,267 | 4.7% | 11,988,840 | 403,868 | 3.3% |
| Engineering Services | 12,943,002 | 12,943,002 | 11,140,757 | 515,333 | 11,043,785 | 96,972 | 0.9% | 12,904,615 | 38,387 | 0.3% |
| Water Resources Management | 9,126,340 | 9,126,340 | 7,747,858 | 588,791 | 6,798,608 | 949,250 | 12.3% | 8,866,500 | 262,840 | 2.9% |
| Reclaimed Water | 591,699 | 591,699 | 499,224 | 37,344 | 446,378 | 52,846 | 10.6% | 600,494 | (8,795) | -1.5% |
| Total Program Requirements | 210,258,906 | 210,258,906 | 175,200,368 | 15,803,667 | 168,185,401 | 7,010,967 | 4.0% | 209,873,932 | 384,974 | 0.2% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Utility Billing | 20,566,947 | 20,566,947 | 17,158,940 | 1,713,912 | 17,139,122 | 19,818 | 0.1% | 21,824,227 | (1,257,280) | -6.1% |
| Accrued Payroll | 297,236 | 297,236 | 0 | 0 | 0 | 0 | 0.0% | 291,207 | 6,029 | 2.0% |
| Interdepartmental | 112,760 | 112,760 | 93,952 | 8,400 | 93,960 | 2 | 0.0% | 112,760 | 0 | 0.0% |
| Trf to PID Fund | 75,000 | 75,000 | 62,500 | 8,250 | 62,500 | 0 | 0.0% | 75,000 | 0 | 0.0% |
| Total Other Requirements | 21,051,943 | 21,051,943 | 17,315,402 | 1,729,562 | 17,295,582 | 19,819 | 0.1% | 22,303,194 | (1,251,251) | -5.9% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 132,503,838 | 129,525,425 | 105,231,488 | 10,484,420 | 99,805,755 | 5,425,733 | 5.2% | 122,356,799 | 7,168,626 | 5.5% |
| Trf to Utility D/S Prior Lien | 56,658,374 | 56,658,374 | 56,658,374 | 54 | 55,722,880 | (94,506) | -0.1% | 56,519,701 | 144,674 | 0.3% |
| Trf to Utility D/S Sub Lien | 9,076,100 | 9,076,100 | 8,859,850 | 108,267 | 8,865,261 | (5,811) | -0.1% | 9,054,100 | 22,000 | 0.2% |
| Trf to GO Debt Service | 2,868,844 | 2,868,844 | 2,868,844 | 712,696 | 2,868,844 | 0 | 0.0% | 2,868,844 | 0 | 0.0% |
| Trf to Util D/S Tax/Rev Bonds | 648,483 | 648,483 | 190,820 | 0 | 208,360 | (17,540) | -9.2% | 1,159,476 | (510,993) | -78.8% |
| Commercial paper interest | 125,355 | 125,355 | 104,461 | 16,182 | 158,377 | (53,816) | -51.6% | 141,366 | (16,011) | -12.8% |
| Total Debt Service Requirements | 201,880,994 | 198,902,581 | 173,913,637 | 11,321,619 | 168,629,477 | 5,284,161 | 3.0% | 192,094,286 | 6,808,295 | 3.4% |
| TRANSFERS OUT | | | | | | | | | | |
| Trf to General Fund | 45,914,379 | 45,914,379 | 38,279,359 | 3,817,510 | 38,279,359 | 0 | 0.0% | 45,914,379 | 0 | 0.0% |
| Trf to Wastewater CIP Fund | 42,000,000 | 42,000,000 | 34,717,000 | 3,539,000 | 34,717,000 | 0 | 0.0% | 42,000,000 | 0 | 0.0% |
| Trf to Water CIP Fund | 29,000,000 | 29,000,000 | 22,532,000 | 2,862,000 | 22,532,000 | 0 | 0.0% | 29,000,000 | 0 | 0.0% |
| TRF CRF to Debt Defeasance | 27,573,000 | 30,000,000 | 30,000,000 | 0 | 30,000,000 | 0 | 0.0% | 30,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 34,000,000 | 34,000,000 | 0 | 34,000,000 | 0 | 0.0% | 34,000,000 | 0 | 0.0% |
| Administrative Support | 12,122,210 | 12,122,210 | 10,121,080 | 1,000,565 | 10,121,080 | 0 | 0.0% | 12,122,210 | 0 | 0.0% |
| Trf to Water Revenue Slab Rsv | 9,385,497 | 9,385,497 | 7,822,208 | 191,374 | 6,417,005 | 1,405,203 | 18.0% | 5,853,297 | 3,532,200 | 37.6% |
| CTM Support | 4,029,576 | 4,029,576 | 3,358,446 | 335,555 | 3,358,446 | 0 | 0.0% | 4,029,576 | 0 | 0.0% |
| Trf to Reclaimed Water Fund | 3,400,000 | 3,400,000 | 2,833,330 | 283,335 | 2,833,330 | 0 | 0.0% | 3,400,000 | 0 | 0.0% |
| Trf to Economic Development | 3,233,332 | 3,233,332 | 2,696,802 | 268,365 | 2,696,802 | 0 | 0.0% | 3,233,332 | 0 | 0.0% |
| Trf to Reclaimed Water CIP Fnd | 1,000,000 | 1,000,000 | 772,000 | 104,000 | 772,000 | 0 | 0.0% | 1,000,000 | 0 | 0.0% |
| Trf to CIP Mgm - CPM (5460) | 2,407,858 | 2,407,858 | 2,028,838 | 189,510 | 2,028,838 | 0 | 0.0% | 2,407,858 | 0 | 0.0% |
| Workers' Compensation | 1,254,566 | 1,254,566 | 1,045,466 | 104,550 | 1,045,466 | 0 | 0.0% | 1,254,566 | 0 | 0.0% |
| Regional Radio System | 293,217 | 293,217 | 244,347 | 24,435 | 244,348 | (1) | 0.0% | 293,217 | 0 | 0.0% |
| CTECC Support | 11,774 | 11,774 | 11,774 | 0 | 11,774 | 0 | 0.0% | 11,774 | 0 | 0.0% |
| Total Transfers Out | 181,625,409 | 218,052,409 | 190,482,450 | 12,740,208 | 189,057,248 | 1,405,202 | 0.7% | 214,520,208 | 3,532,200 | 1.6% |
| TOTAL REQUIREMENTS | 614,817,252 | 648,265,839 | 556,891,857 | 41,595,057 | 543,171,708 | 13,720,149 | 2.5% | 638,791,621 | 9,474,216 | 1.5% |
| EXCESS (DEFICIENCY) OF TOTAL | | | | | | | | | | |
| AVAILABLE FUNDS OVER TOTAL | 9,247,328 | (29,417,614) | (51,352,942) | 10,939,664 | (37,269,511) | 14,083,431 | 27.4% | (23,039,556) | 6,378,058 | 21.7% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 209,501,402 | 170,836,460 | 148,901,132 | 0 | 177,490,627 | 28,589,495 | 19.2% | 191,720,582 | 20,884,122 | 12.2% |

Note: Numbers may not add due to rounding

| | | | | | |
|------------------------------------|------|------|------|------|------|
| DEBT SERVICE COVERAGE RATIO | 1.69 | 1.65 | 1.48 | 1.60 | 1.70 |
|------------------------------------|------|------|------|------|------|

City of Austin, Texas
Austin Water
FUND SUMMARY - WATER
As of July 2018

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|---|---------------------|--------------------|---------------------|-------------------------|-------------------------|--------------------|---------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 98,407,343 | 98,407,343 | 98,407,343 | - | 111,644,872 | 13,237,529 | 13.5% | 111,644,872 | 13,237,529 | 13.5% |
| REVENUE | | | | | | | | | | |
| Water Revenue | 297,299,813 | 290,198,285 | 227,103,784 | 28,118,119 | 230,073,558 | 2,969,774 | 1.3% | 289,492,395 | (705,890) | -0.2% |
| Reserve Fund Surcharge | 7,385,497 | 7,385,497 | 8,822,208 | 191,374 | 4,417,005 | (1,405,203) | -24.1% | 3,853,297 | (3,532,200) | -47.8% |
| Other Revenue | 3,063,512 | 3,063,512 | 2,552,930 | 286,194 | 1,806,392 | (746,538) | -29.2% | 1,916,502 | (1,147,010) | -37.4% |
| Development Fees | 1,252,900 | 1,252,900 | 1,044,080 | 141,894 | 1,098,978 | 54,898 | 5.3% | 1,269,324 | 18,424 | 1.3% |
| Other Fines | 616,800 | 616,800 | 514,000 | 100,275 | 528,775 | 14,775 | 2.9% | 577,675 | (39,125) | -6.3% |
| Interest | 492,028 | 492,028 | 410,020 | 210,583 | 2,081,185 | 1,671,165 | 407.6% | 2,374,024 | 1,881,996 | 382.5% |
| Miscellaneous Franchise Fees | 76,300 | 76,300 | 63,580 | 0 | 85,092 | 21,512 | 33.8% | 57,242 | (19,058) | -25.0% |
| Land & Infrastructure Rental/Lease | 67,000 | 67,000 | 55,830 | 16,500 | 60,500 | 4,670 | 8.4% | 72,000 | 5,000 | 7.5% |
| Building Rental/Lease | 57,500 | 57,500 | 47,920 | 0 | 45,251 | (2,669) | -5.6% | 58,918 | 1,418 | 2.5% |
| Public Health Licenses, Permits, | 46,400 | 46,400 | 36,670 | 5,839 | 56,175 | 17,605 | 45.3% | 54,561 | 8,161 | 17.6% |
| Scrap Sales | 27,200 | 27,200 | 22,670 | 676 | 28,996 | 6,326 | 27.9% | 25,862 | (1,338) | -4.9% |
| Parking Revenue | 0 | 0 | 0 | 0 | 226 | 226 | 0.0% | 0 | 0 | 0.0% |
| Total Revenue | 310,384,950 | 303,283,422 | 237,675,692 | 29,071,453 | 240,282,134 | 2,606,442 | 1.1% | 299,751,798 | (3,531,623) | -1.2% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 19,973,000 | 20,000,000 | 20,000,000 | 932 | 20,000,932 | 832 | 0.0% | 20,000,000 | 0 | 0.0% |
| Community Benefit Charge Transfer In | 4,048,009 | 4,048,009 | 3,373,340 | 0 | 789,300 | (2,584,040) | -76.6% | 3,993,469 | (54,540) | -1.3% |
| Support Services/Infrastructure Funds | 150,291 | 150,291 | 125,241 | 0 | 37,500 | (87,741) | -70.1% | 150,291 | 0 | 0.0% |
| Total Transfers In | 24,171,300 | 24,198,300 | 23,498,581 | 932 | 20,827,732 | (2,670,849) | -11.4% | 24,143,760 | (54,540) | -0.2% |
| TOTAL AVAILABLE FUNDS | 334,556,250 | 327,481,722 | 261,174,273 | 29,072,385 | 261,109,866 | (64,407) | 0.0% | 323,895,558 | (3,586,163) | -1.1% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Operations | 71,523,429 | 71,507,723 | 58,907,193 | 5,016,122 | 56,330,538 | 2,576,655 | 4.4% | 72,429,898 | (922,175) | -1.3% |
| Support Services | 14,781,305 | 14,797,825 | 12,564,675 | 943,212 | 11,870,731 | 683,843 | 5.4% | 15,172,798 | (375,173) | -2.5% |
| Environmental Affairs & Conservation | 9,055,473 | 9,055,473 | 8,348,774 | 858,331 | 8,129,832 | 218,942 | 2.6% | 8,636,860 | 418,613 | 4.6% |
| Other Utility Program Requirements | 5,828,252 | 5,813,262 | 4,221,124 | 220,126 | 3,152,285 | 1,068,839 | 25.3% | 3,825,108 | 2,188,144 | 37.6% |
| Engineering Services | 5,050,457 | 5,050,457 | 4,471,241 | 259,598 | 4,140,081 | 331,159 | 7.4% | 4,990,926 | 59,531 | 1.2% |
| Water Resources Management | 4,273,293 | 4,273,293 | 3,623,568 | 278,123 | 3,142,869 | 480,719 | 13.3% | 4,142,325 | 130,968 | 3.1% |
| Total Program Requirements | 110,512,209 | 110,487,823 | 92,126,494 | 8,574,512 | 86,766,336 | 5,360,157 | 5.8% | 108,997,915 | 1,489,908 | 1.4% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Utility Billing System Support | 12,953,273 | 12,953,273 | 10,810,235 | 1,079,439 | 10,794,394 | 15,841 | 0.1% | 13,561,264 | (607,991) | -4.7% |
| Accrued Payroll | 151,150 | 151,150 | 0 | 0 | 0 | 0 | 0.0% | 145,664 | 5,486 | 3.6% |
| Interdepartmental Charges | 56,380 | 56,380 | 46,981 | 4,700 | 46,980 | 1 | 0.0% | 56,380 | 0 | 0.0% |
| Trf to PID Fund | 37,500 | 37,500 | 31,250 | 3,125 | 31,250 | 0 | 0.0% | 37,500 | 0 | 0.0% |
| Expense Refund - Insurance | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| Total Other Requirements | 13,198,303 | 13,198,303 | 10,888,466 | 1,087,264 | 10,872,624 | 15,841 | 0.1% | 13,800,808 | (602,505) | -4.6% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 72,226,776 | 70,352,883 | 57,711,487 | 5,810,527 | 55,758,365 | 1,953,122 | 3.4% | 68,164,400 | 2,188,483 | 3.1% |
| Trf to Utility D/S Prior Lien | 27,248,800 | 27,248,800 | 27,248,800 | 28 | 27,279,778 | (30,978) | -0.1% | 27,179,800 | 69,200 | 0.3% |
| Trf to Utility D/S Sub Lien | 5,075,700 | 5,075,700 | 4,971,000 | 52,377 | 4,974,121 | (3,121) | -0.1% | 5,063,300 | 12,400 | 0.2% |
| Trf to GO Debt Service | 1,327,428 | 1,327,428 | 1,327,428 | 327,342 | 1,327,428 | 0 | 0.0% | 1,327,428 | 0 | 0.0% |
| Trf to Util D/S Tax/Rev Bonds | 239,965 | 239,965 | 70,611 | 7,380 | 79,686 | (9,075) | -12.9% | 504,340 | (264,375) | -110.2% |
| Commercial paper interest | 68,423 | 68,423 | 57,851 | 7,380 | 73,296 | (15,445) | -26.7% | 91,068 | (21,645) | -31.2% |
| Total Debt Service Requirements | 106,188,092 | 104,314,199 | 91,387,177 | 6,197,653 | 89,492,676 | 1,894,502 | 2.1% | 102,330,136 | 1,984,063 | 1.9% |
| TRANSFERS | | | | | | | | | | |
| Trf to Water CIP Fund | 29,000,000 | 29,000,000 | 22,532,000 | 2,882,000 | 22,532,000 | 0 | 0.0% | 29,000,000 | 0 | 0.0% |
| Trf to General Fund | 24,538,645 | 24,538,645 | 20,448,865 | 2,044,890 | 20,448,865 | 0 | 0.0% | 24,538,645 | 0 | 0.0% |
| TRF CRF to Debt Defeasance | 19,973,000 | 20,000,000 | 20,000,000 | 0 | 20,000,000 | 0 | 0.0% | 20,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 8,825,455 | 8,825,455 | 0 | 8,825,455 | 0 | 0.0% | 8,825,455 | 0 | 0.0% |
| Trf to Water Revenue Slab Rsv | 9,385,497 | 9,385,497 | 7,822,208 | 191,374 | 6,417,005 | 1,405,203 | 18.0% | 5,853,297 | 3,532,200 | 37.6% |
| Administrative Support | 6,926,977 | 6,926,977 | 5,772,477 | 577,250 | 5,772,477 | 0 | 0.0% | 6,926,977 | 0 | 0.0% |
| Trf to Reclaimed Water Fund | 2,550,000 | 2,550,000 | 2,125,000 | 212,500 | 2,125,000 | 0 | 0.0% | 2,550,000 | 0 | 0.0% |
| CTM Support | 2,032,486 | 2,032,486 | 1,693,736 | 169,375 | 1,693,738 | 0 | 0.0% | 2,032,488 | 0 | 0.0% |
| Trf to Economic Development | 1,710,432 | 1,710,432 | 1,425,362 | 142,535 | 1,425,362 | 0 | 0.0% | 1,710,432 | 0 | 0.0% |
| Trf to CIP Mgmt - CPM (5450) | 1,123,401 | 1,123,401 | 936,171 | 93,616 | 936,171 | 0 | 0.0% | 1,123,401 | 0 | 0.0% |
| Workers' Compensation | 627,283 | 627,283 | 522,733 | 52,275 | 522,733 | 0 | 0.0% | 627,283 | 0 | 0.0% |
| Regional Radio System | 293,217 | 146,609 | 146,607 | 0 | 146,609 | (2) | 0.0% | 146,609 | 0 | 0.0% |
| CTECC Support | 5,887 | 5,887 | 5,887 | 0 | 5,887 | 0 | 0.0% | 5,887 | 0 | 0.0% |
| Total Transfers Out | 98,166,825 | 104,872,672 | 90,256,501 | 6,365,814 | 88,851,300 | 1,405,201 | 1.6% | 101,340,472 | 3,532,200 | 3.4% |
| TOTAL REQUIREMENTS | 328,065,429 | 332,882,997 | 284,658,838 | 22,225,244 | 275,982,936 | 8,675,702 | 3.0% | 326,469,331 | 6,413,666 | 1.9% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS | 6,490,821 | (5,401,275) | (23,484,565) | 6,847,141 | (14,873,069) | 8,611,295 | 36.7% | (2,573,772) | 2,827,503 | 52.3% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 104,898,164 | 93,066,068 | 74,922,878 | 6,847,141 | 96,771,803 | 21,848,824 | 29.2% | 108,071,100 | 16,065,032 | 17.3% |
| <i>Note: Numbers may not add due to rounding</i> | | | | | | | | | | |
| DEBT SERVICE COVERAGE RATIO | 1.68 | 1.64 | 1.40 | 3.16 | 1.52 | | | 1.65 | | |

City of Austin, Texas
Austin Water
FUND SUMMARY - WASTEWATER
As of July 2018

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|--|---------------------|--------------------|---------------------|-------------------------|-------------------------|-----------------|------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 100,522,211 | 100,522,211 | 100,522,211 | - | 102,137,960 | 1,615,749 | 1.6% | 102,137,960 | 1,615,749 | 1.6% |
| REVENUE | | | | | | | | | | |
| Wastewater Revenue | 269,302,437 | 264,760,610 | 219,976,132 | 22,454,349 | 220,894,190 | 918,058 | 0.4% | 263,856,645 | (903,966) | -0.4% |
| Other Revenue | 2,979,848 | 2,979,848 | 2,486,710 | 226,219 | 2,309,048 | (177,662) | -7.1% | 2,891,099 | (88,749) | -3.6% |
| Interest | 618,454 | 618,454 | 515,380 | 200,962 | 1,959,848 | 1,444,468 | 280.3% | 2,255,316 | 1,659,316 | 334.1% |
| Public Health Licenses, Permits, | 596,000 | 596,000 | 496,880 | 49,903 | 534,148 | 37,468 | 7.5% | 642,072 | 23,618 | 4.0% |
| Building Rental/Lease | 57,000 | 57,000 | 47,500 | 0 | 45,251 | (2,249) | -4.7% | 58,668 | 1,668 | 3.5% |
| Miscellaneous Franchise Fees | 16,700 | 16,700 | 13,920 | 0 | 0 | (13,920) | -100.0% | 8,350 | (8,350) | -60.0% |
| Scrap Sales | 15,500 | 15,500 | 12,920 | 876 | 28,998 | 16,078 | 124.4% | 19,972 | 4,472 | 34.6% |
| Development Fees | 4,200 | 4,200 | 0 | 342 | 3,377 | 3,377 | 0.0% | 3,339 | (661) | -0.0% |
| Total Revenue | 273,590,139 | 269,048,312 | 223,548,222 | 22,932,451 | 225,774,857 | 2,225,635 | 1.0% | 269,735,661 | 687,349 | 0.3% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 7,600,000 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 0 | 0.0% | 10,000,000 | 0 | 0.0% |
| Community Benefit Charge Transfer In | 2,802,502 | 2,802,502 | 2,335,420 | 0 | 676,300 | (1,659,120) | -71.0% | 2,890,062 | (112,440) | -4.8% |
| Support Services/Infrastructure Funds | 150,291 | 150,291 | 125,241 | 0 | 37,500 | (87,741) | -70.1% | 150,291 | 0 | 0.0% |
| Austin Resource Recovery Fund | 53,334 | 53,334 | 44,448 | 0 | 0 | (44,448) | -100.0% | 53,334 | 0 | 0.0% |
| Total Transfers In | 10,606,127 | 13,006,127 | 12,505,107 | 0 | 10,713,800 | (1,791,307) | -14.3% | 12,893,687 | (112,440) | -0.9% |
| TOTAL AVAILABLE FUNDS | 284,196,266 | 282,054,439 | 236,053,329 | 22,932,451 | 236,488,657 | 434,326 | 0.2% | 282,629,348 | 574,909 | 0.2% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Operations | 63,222,996 | 63,237,382 | 52,109,841 | 5,402,007 | 53,248,465 | (1,138,624) | -2.2% | 66,037,428 | (2,800,046) | -4.4% |
| Support Services | 14,459,809 | 14,474,809 | 12,380,332 | 918,957 | 11,826,183 | 554,149 | 4.5% | 14,735,947 | (261,138) | -1.8% |
| Engineering Services | 7,892,545 | 7,892,545 | 6,669,516 | 255,734 | 6,903,704 | (234,188) | -3.5% | 7,913,889 | (21,144) | -0.3% |
| Other Utility Program Requirements | 5,358,190 | 5,343,190 | 4,378,499 | 71,766 | 2,744,183 | 1,634,318 | 37.3% | 3,487,929 | 1,855,261 | 34.7% |
| Water Resources Management | 4,856,047 | 4,856,047 | 4,124,270 | 310,668 | 3,655,740 | 468,531 | 11.4% | 4,724,175 | 131,872 | 2.7% |
| Environmental Affairs & Conservation | 3,337,235 | 3,337,235 | 2,890,403 | 232,537 | 2,583,077 | 307,326 | 10.6% | 3,351,980 | (14,745) | -0.4% |
| Total Program Requirements | 99,126,822 | 99,141,208 | 82,562,861 | 7,191,670 | 80,967,351 | 1,591,610 | 1.9% | 100,251,148 | (1,109,940) | -1.3% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Utility Billing System Support | 7,613,674 | 7,613,674 | 6,348,705 | 634,473 | 6,344,728 | 3,977 | 0.1% | 8,262,963 | (649,289) | -8.5% |
| Accrued Payroll | 145,040 | 145,040 | 0 | 0 | 0 | 0 | 0.0% | 141,700 | 3,340 | 2.3% |
| Interdepartmental Charges | 56,380 | 56,380 | 46,981 | 4,700 | 46,980 | 1 | 0.0% | 56,380 | 0 | 0.0% |
| Trf to PID Fund | 37,500 | 37,500 | 31,250 | 3,125 | 31,250 | 0 | 0.0% | 37,500 | 0 | 0.0% |
| Total Other Requirements | 7,852,594 | 7,852,594 | 6,426,936 | 642,298 | 6,422,958 | 3,978 | 0.1% | 8,498,543 | (645,949) | -10.1% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 58,254,809 | 55,818,842 | 45,843,929 | 4,342,742 | 41,348,834 | 4,495,295 | 9.8% | 50,838,700 | 4,980,142 | 8.9% |
| Trf to Utility D/S Prior Lien | 29,408,574 | 29,408,574 | 29,408,574 | 28 | 29,443,101 | (33,527) | -0.1% | 29,334,100 | 75,474 | 0.3% |
| Trf to Utility D/S Sub Lien | 4,000,400 | 4,000,400 | 3,888,850 | 55,890 | 3,891,139 | (2,489) | -0.1% | 3,990,800 | 9,600 | 0.2% |
| Trf to GO Debt Service | 1,541,416 | 1,541,416 | 1,541,416 | 385,354 | 1,541,416 | 0 | 0.0% | 1,541,416 | 0 | 0.0% |
| Trf to Util D/S Tax/Rev Bonds | 408,518 | 408,518 | 120,209 | 0 | 128,674 | (5,465) | -7.0% | 655,136 | (246,618) | -60.4% |
| Commercial paper interest | 8,512 | 8,512 | 7,092 | 8,602 | 85,081 | (77,989) | -1099.7% | 39,864 | (31,372) | -368.6% |
| Total Debt Service Requirements | 93,623,229 | 91,187,262 | 80,810,870 | 4,792,815 | 76,438,045 | 4,372,825 | 6.4% | 86,400,036 | 4,787,226 | 5.5% |
| TRANSFERS OUT | | | | | | | | | | |
| Trf to Wastewater CIP Fund | 42,000,000 | 42,000,000 | 34,717,000 | 3,539,000 | 34,717,000 | 0 | 0.0% | 42,000,000 | 0 | 0.0% |
| Trf to General Fund | 21,271,435 | 21,271,435 | 17,726,195 | 1,772,620 | 17,726,195 | 0 | 0.0% | 21,271,435 | 0 | 0.0% |
| TRF CRF to Debt Defeasance | 7,600,000 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 0 | 0.0% | 10,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 23,174,545 | 23,174,545 | 0 | 23,174,545 | 0 | 0.0% | 23,174,545 | 0 | 0.0% |
| Administrative Support | 5,079,783 | 5,079,783 | 4,233,153 | 423,315 | 4,233,153 | 0 | 0.0% | 5,079,783 | 0 | 0.0% |
| CTM Support | 1,994,262 | 1,994,262 | 1,661,882 | 166,190 | 1,661,882 | 0 | 0.0% | 1,994,262 | 0 | 0.0% |
| Trf to Economic Development | 1,509,967 | 1,509,967 | 1,258,307 | 126,830 | 1,258,307 | 0 | 0.0% | 1,509,967 | 0 | 0.0% |
| Trf to CIP Mgm - CPM (5460) | 1,150,750 | 1,150,750 | 958,960 | 95,895 | 958,960 | 0 | 0.0% | 1,150,750 | 0 | 0.0% |
| Trf to Reclaimed Water Fund | 850,000 | 850,000 | 708,330 | 70,835 | 708,330 | 0 | 0.0% | 850,000 | 0 | 0.0% |
| Workers' Compensation | 627,283 | 627,283 | 522,733 | 52,275 | 522,733 | 0 | 0.0% | 627,283 | 0 | 0.0% |
| CITECC Support | 5,887 | 5,887 | 0 | 0 | 5,887 | 0 | 0.0% | 5,887 | 0 | 0.0% |
| Regional Radio System | 0 | 146,608 | 97,740 | 24,435 | 97,739 | 1 | 0.0% | 146,608 | 0 | 0.0% |
| Total Transfers Out | 82,089,367 | 107,810,520 | 95,064,732 | 6,270,395 | 95,064,731 | 1 | 0.0% | 107,810,520 | 0 | 0.0% |
| TOTAL REQUIREMENTS | 282,692,012 | 306,991,584 | 264,856,359 | 18,897,178 | 258,887,086 | 5,968,313 | 2.3% | 302,960,247 | 3,031,337 | 1.1% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS | 1,504,254 | (23,937,145) | (28,803,070) | 4,035,273 | (22,398,428) | 6,402,642 | 22.2% | (20,330,899) | 3,606,246 | 15.1% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 102,026,466 | 76,586,066 | 71,721,141 | | 79,739,532 | 8,018,391 | 11.2% | 81,807,061 | 10,085,920 | 14.1% |
| Note: Numbers may not add due to rounding. | | | | | | | | | | |
| DEBT SERVICE COVERAGE RATIO | 1.72 | 1.72 | 1.61 | | 1.75 | | | 1.61 | | |

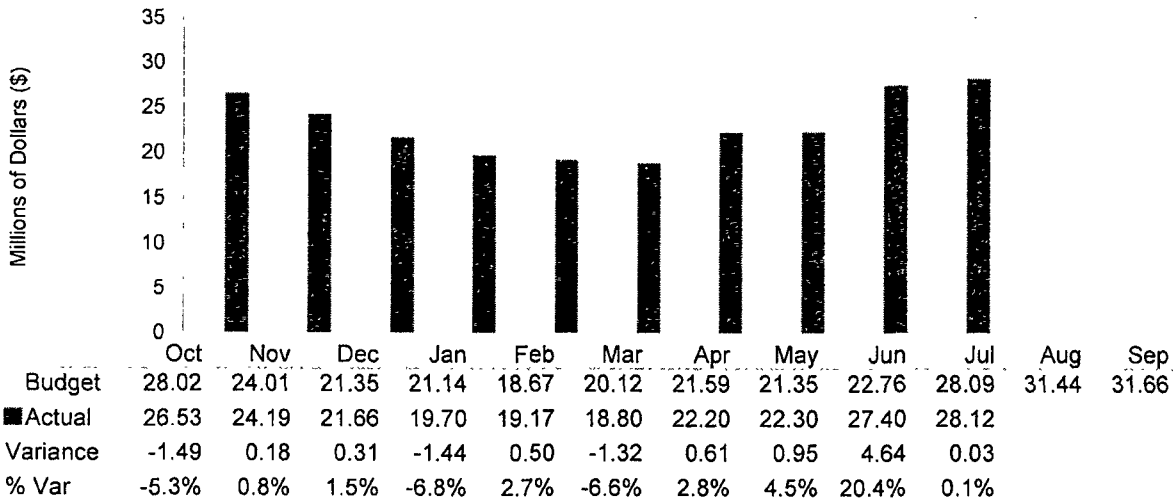
City of Austin, Texas
Austin Water
FUND SUMMARY - RECLAIMED
As of July 2018

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|--|---------------------|--------------------|---------------------|-------------------------|-------------------------|-----------------|---------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 1,324,520 | 1,324,520 | 1,324,520 | 0 | 977,306 | (347,214) | -26.2% | 977,306 | (347,214) | -26.2% |
| REVENUE | | | | | | | | | | |
| Reclaimed Services | 1,895,166 | 1,895,166 | 1,462,901 | 243,981 | 1,429,995 | (32,906) | -2.2% | 1,780,250 | (114,916) | -7.9% |
| Interest | 16,698 | 16,698 | 14,080 | 2,569 | 40,349 | 26,269 | 186.6% | 46,908 | 30,010 | 213.1% |
| Total Revenue | 1,912,064 | 1,912,064 | 1,476,981 | 246,550 | 1,470,344 | (6,637) | -0.4% | 1,827,158 | (84,906) | -5.7% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 0 | 4,000,000 | 4,000,000 | 0 | 4,000,000 | 0 | 0.0% | 4,000,000 | 0 | 0.0% |
| Austin Water Utility | 3,400,000 | 3,400,000 | 2,833,332 | 283,335 | 2,833,330 | (2) | 0.0% | 3,400,000 | 0 | 0.0% |
| Total Transfers In | 3,400,000 | 7,400,000 | 6,833,332 | 283,335 | 6,833,330 | (2) | 0.0% | 7,400,000 | 0 | 0.0% |
| TOTAL AVAILABLE FUNDS | 5,312,064 | 9,312,064 | 8,310,313 | 529,885 | 8,303,674 | (6,639) | -0.1% | 9,227,158 | (84,906) | -1.0% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Reclaimed Water Services | 591,699 | 591,699 | 499,224 | 37,344 | 446,378 | 52,846 | 10.6% | 600,494 | (8,795) | -1.5% |
| Other Utility Program Requirements | 28,176 | 28,176 | 21,789 | 140 | 15,335 | 6,454 | 29.6% | 24,375 | 3,801 | 13.6% |
| Total Program Requirements | 619,875 | 619,875 | 521,014 | 37,484 | 461,713 | 59,300 | 11.4% | 624,869 | (4,994) | -1.0% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Accrued Payroll | 1,046 | 1,046 | 0 | 0 | 0 | 0 | 0.0% | 3,843 | (2,797) | -267.4% |
| Total Other Requirements | 1,046 | 1,046 | 0 | 0 | 0 | 0 | 0.0% | 3,843 | (2,797) | -267.4% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 2,022,253 | 3,353,700 | 1,676,072 | 331,151 | 2,698,756 | (1,022,684) | -61.0% | 3,353,700 | 0 | 0.0% |
| Commercial paper interest | 47,420 | 47,420 | 39,518 | 0 | 0 | 39,518 | 100.0% | 10,414 | 37,006 | 78.0% |
| Total Debt Service Requirements | 2,069,673 | 3,401,120 | 1,715,590 | 331,151 | 2,698,756 | (983,166) | -57.3% | 3,364,114 | 37,006 | 2.2% |
| TRANSFERS | | | | | | | | | | |
| Trf to Reclaimed Water CIP Fnd | 1,000,000 | 1,000,000 | 772,000 | 104,000 | 772,000 | 0 | 0.0% | 1,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 4,000,000 | 4,000,000 | 0 | 4,000,000 | 0 | 0.0% | 4,000,000 | 0 | 0.0% |
| Administrative Support | 115,450 | 115,450 | 115,450 | 0 | 115,450 | 0 | 0.0% | 115,450 | 0 | 0.0% |
| Trf to General Fund | 104,299 | 104,299 | 104,299 | 0 | 104,299 | 0 | 0.0% | 104,299 | 0 | 0.0% |
| Trf to CIP Mgrm - CPM (5460) | 133,707 | 133,707 | 133,707 | 0 | 133,707 | 0 | 0.0% | 133,707 | 0 | 0.0% |
| Trf to Economic Development | 12,933 | 12,933 | 12,933 | 0 | 12,933 | 0 | 0.0% | 12,933 | 0 | 0.0% |
| CTM Support | 2,828 | 2,828 | 2,828 | 0 | 2,828 | 0 | 0.0% | 2,828 | 0 | 0.0% |
| Total Transfers Out | 1,369,217 | 5,369,217 | 5,141,217 | 104,000 | 5,141,217 | 0 | 0.0% | 5,369,217 | 0 | 0.0% |
| TOTAL REQUIREMENTS | 4,059,811 | 9,391,258 | 7,377,821 | 472,635 | 8,301,687 | (923,866) | -12.5% | 9,362,043 | 29,216 | 0.3% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS | 1,252,253 | (79,194) | 932,492 | 57,250 | 1,987 | (930,506) | -99.8% | (134,885) | (55,691) | 70.3% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 2,576,773 | 1,245,326 | 2,257,012 | 57,250 | 979,293 | (1,277,720) | -56.6% | 842,421 | (402,905) | -32.4% |
| Note: Numbers may not add due to rounding | | | | | | | | | | |
| DEBT SERVICE COVERAGE RATIO | 0.51 | 0.31 | 0.42 | | 0.28 | | | 0.28 | | |

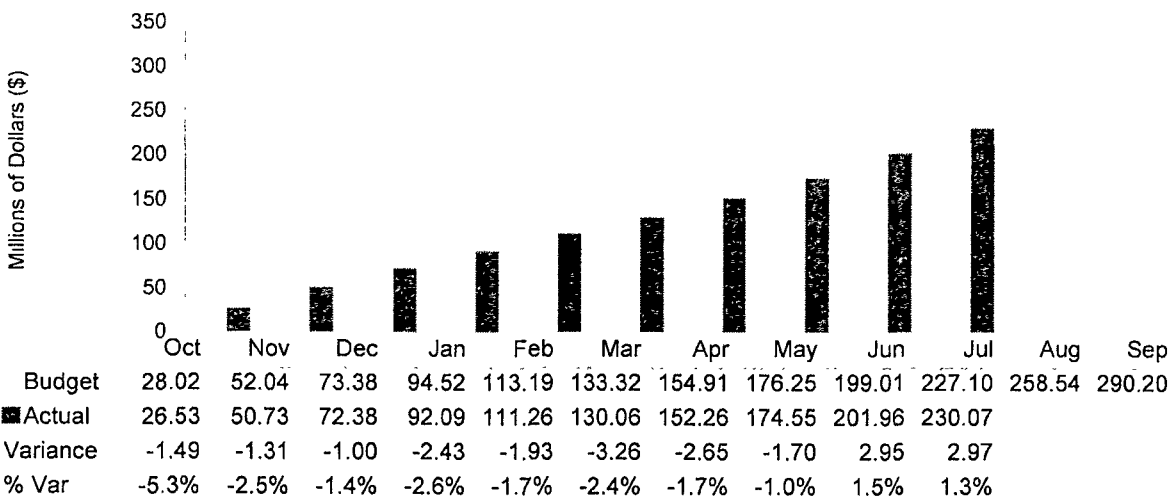
REVENUES

Water Service Revenue

Monthly Actuals v. Budget



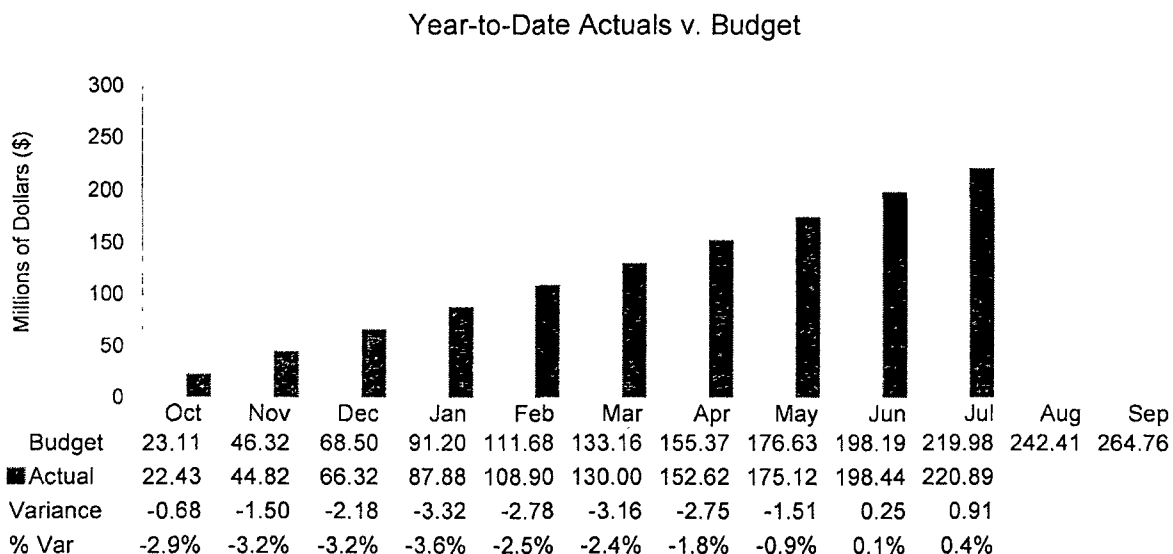
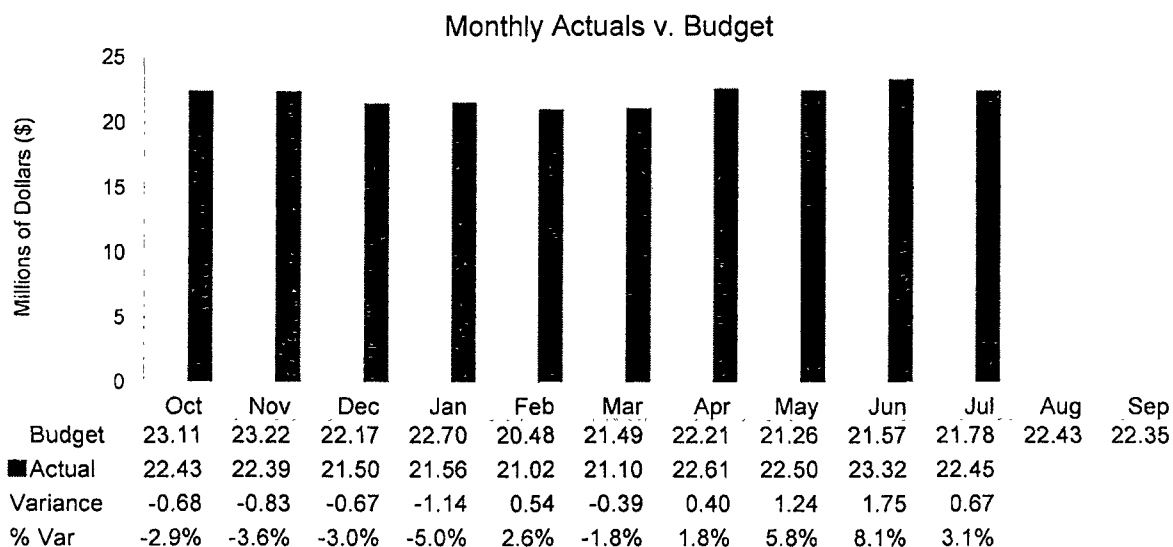
Year-to-Date Actuals v. Budget



Water service revenues for July 2018 totaled \$28.12 million. This is \$0.03 million, or 0.1%, more than the budget allotment for the month. For the fiscal year, water service revenues totaled \$230.07 million, which is \$2.97 million, or 1.3% more than the budget allotment.

July 2018's billed water consumption totaled 4.01 BG, 0.10 BG (2.4%) greater than projected for the month. Year-to-date, billed water consumption of 32.76 BG is 0.56 BG (1.8%) greater than projected.

Wastewater Service Revenue

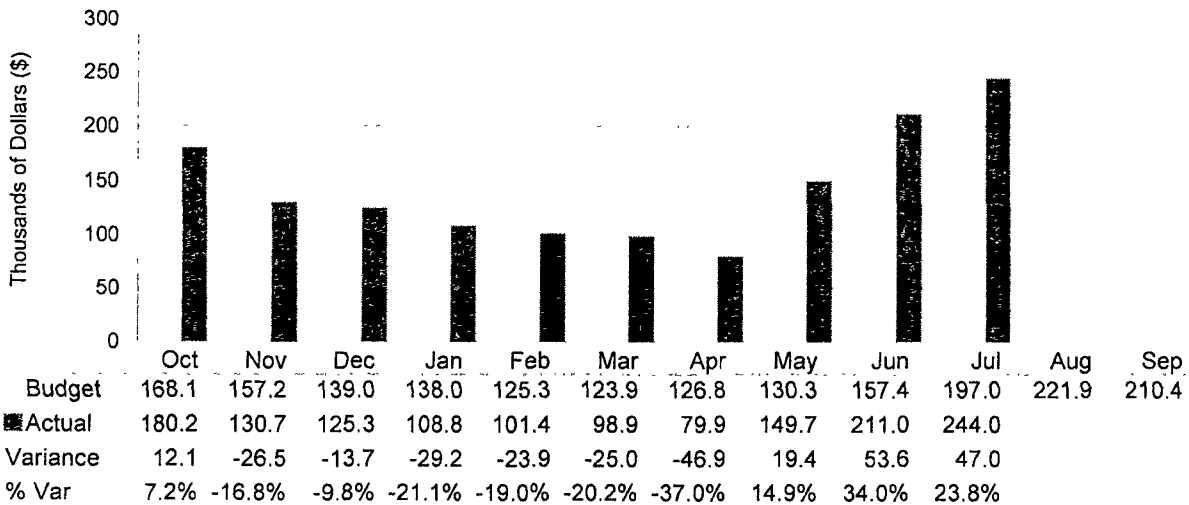


Wastewater service revenues for July 2018 totaled \$22.45 million. This is \$0.67 million, or 3.1% more than the budget allotment for the month. For the fiscal year, wastewater service revenues totaled \$220.89 million, which is \$0.91 million, or 0.4% more than the budget allotment.

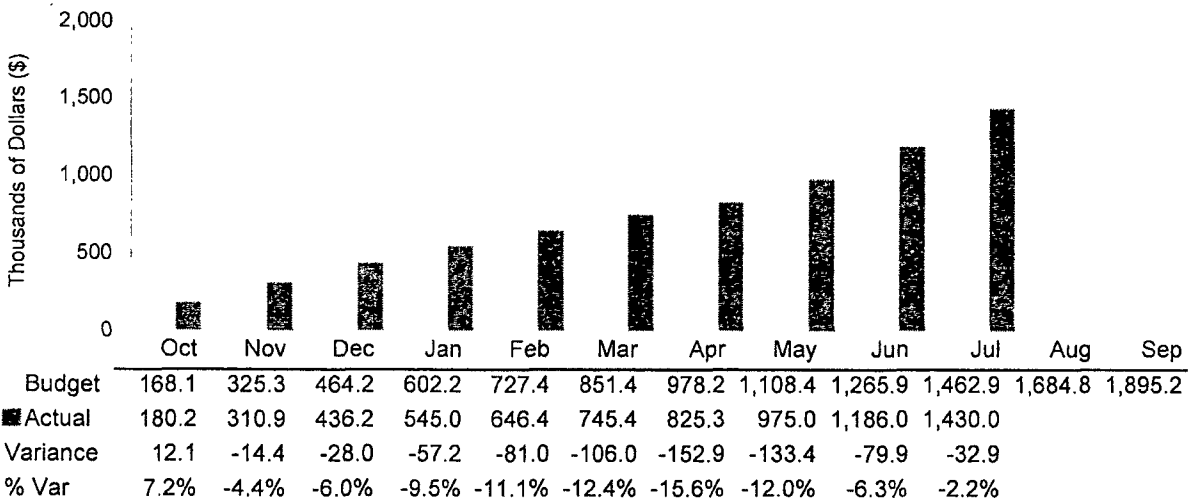
Wastewater bills are determined by each customer's actual water consumption for the month or wastewater winter average, whichever is lower, except for customers who have installed wastewater measuring devices.

Reclaimed Water Service Revenue

Monthly Actuals v. Budget

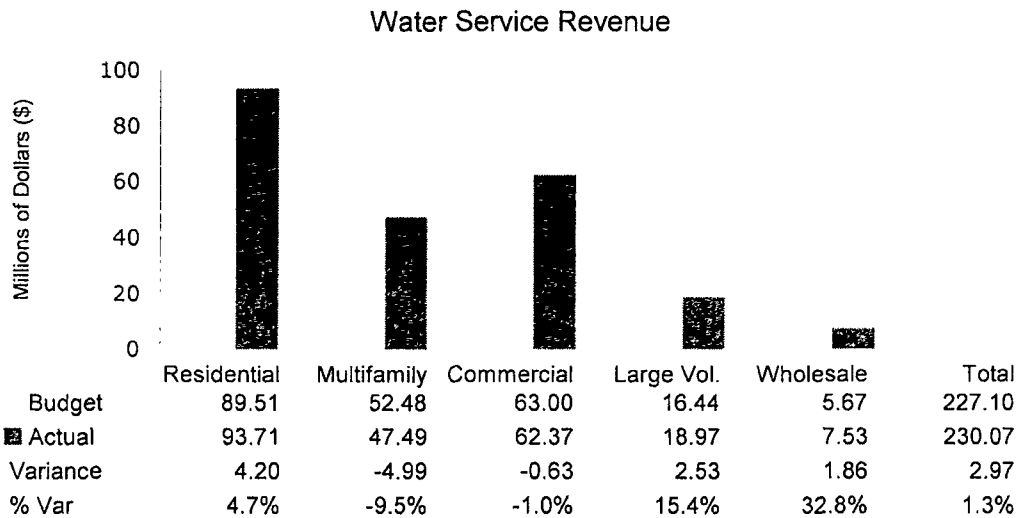


Year-to-Date Actuals v. Budget



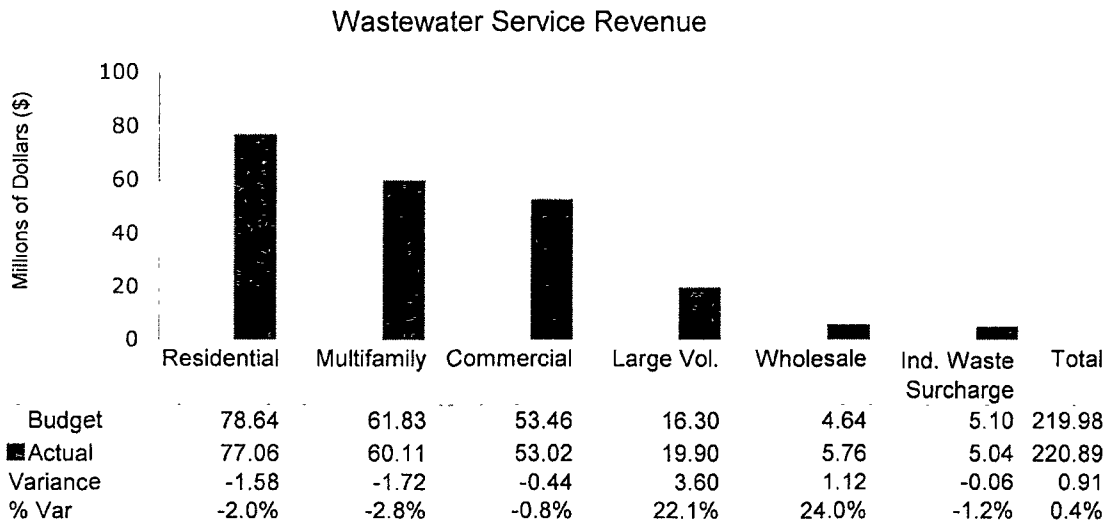
Reclaimed service revenues for July 2018 totaled \$244.0 thousand. This is \$47 thousand, or 23.8% more than the budget allotment for the month. For the fiscal year, reclaimed service revenues totaled \$1,430 thousands, which is \$32.9 thousand, or 2.2% less than the budget allotment.

Revenue by Customer Class Year-to-Date



The graph above compares the budgeted and actual water service revenues by customer class through July before any accounts receivable adjustments.

The Wholesale, Large Volume, and Residential customer classes were above projections by 32.8%, 15.4%, and 4.7% respectively, while Multifamily and Commercial classes were below projections. Overall, water revenues are \$2.97 million (1.3%) higher than projected.

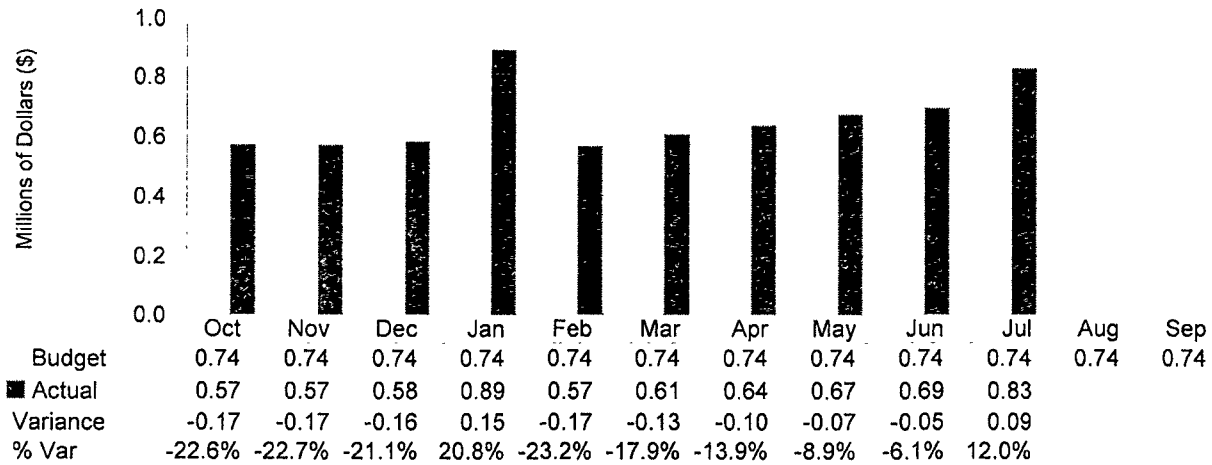


The graph above compares the budgeted and actual wastewater service revenues by customer class through July before any accounts receivable adjustments.

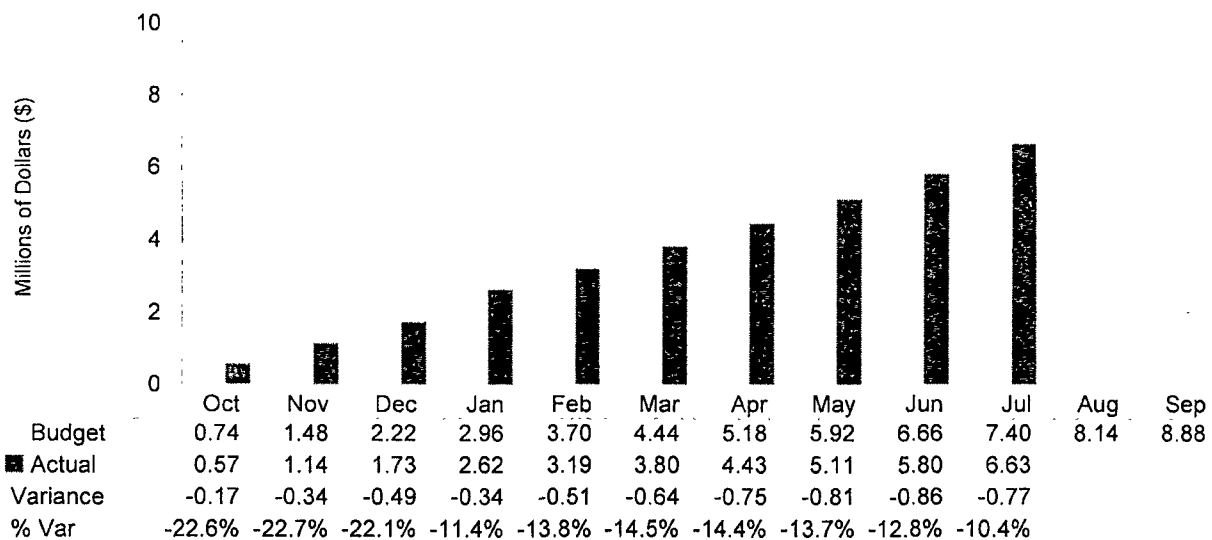
The Wholesale and Large Volume customer classes were above projections by 24.0% and 22.1%, respectively, while Residential, Multifamily, and Commercial classes were below projections. Overall, wastewater revenues were \$0.91 million (0.4%) higher than projected.

Miscellaneous Revenue

Monthly Actuals v. Budget



Year-to-Date Actuals v. Budget

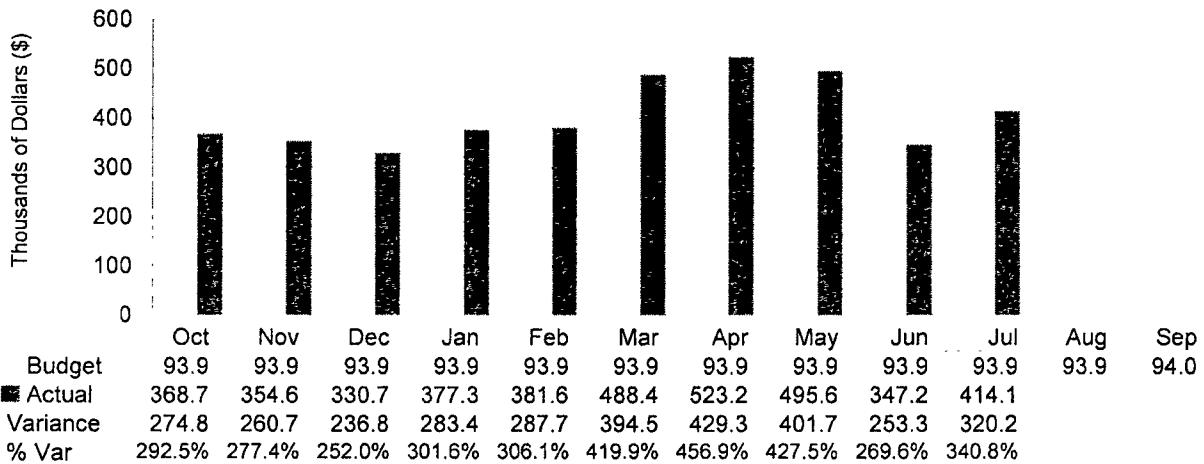


Miscellaneous revenues include revenue from sources other than water and wastewater services, such as late fees, fines and special billings. Miscellaneous revenues in July 2018 totaled \$0.83 million, \$0.09 million (12%), more than the budget allotment for the month.

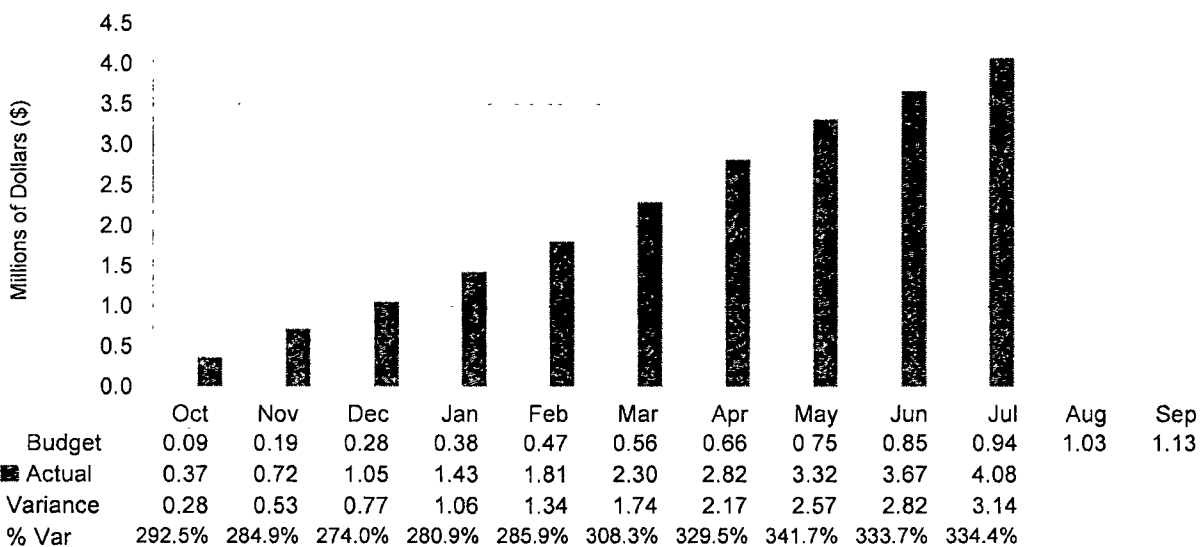
For the fiscal year, miscellaneous revenues totaled \$6.63 million, \$0.77 million (10.4%) less than the budget allotment.

Interest Income

Monthly Actuals v. Budget



Year-to-Date Actuals v. Budget



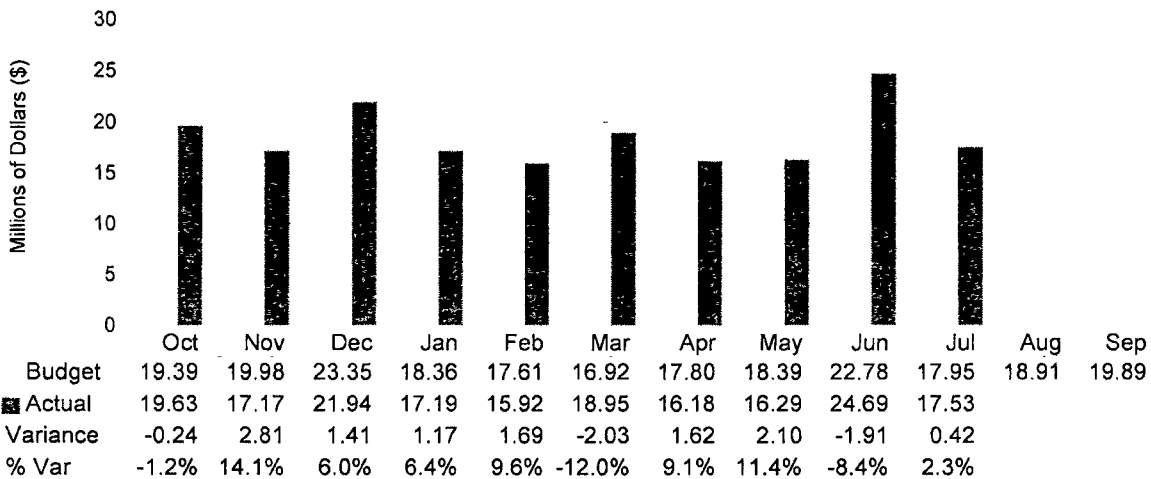
Interest income includes interest allocated from the City's Investment Pool, the Debt Service Fund, and the CIP funds. Combined interest income in July 2018 totaled \$414.1 thousand, \$320.2 thousand (340.8%), more than the budget allotment for the month. This is largely due to higher than projected interest rates and cash balances.

For the fiscal year, interest income totaled \$4.08 million, \$3.14 million (334.4%) more than the budget allotment.

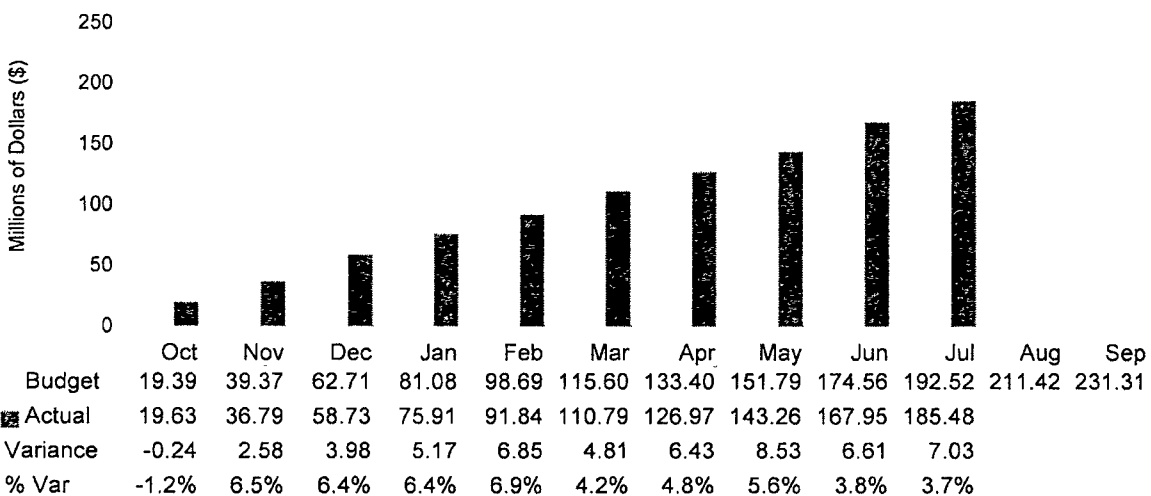
OPERATING REQUIREMENTS

Program Operating and Other Requirement Expenses

Monthly Budget vs. Actual



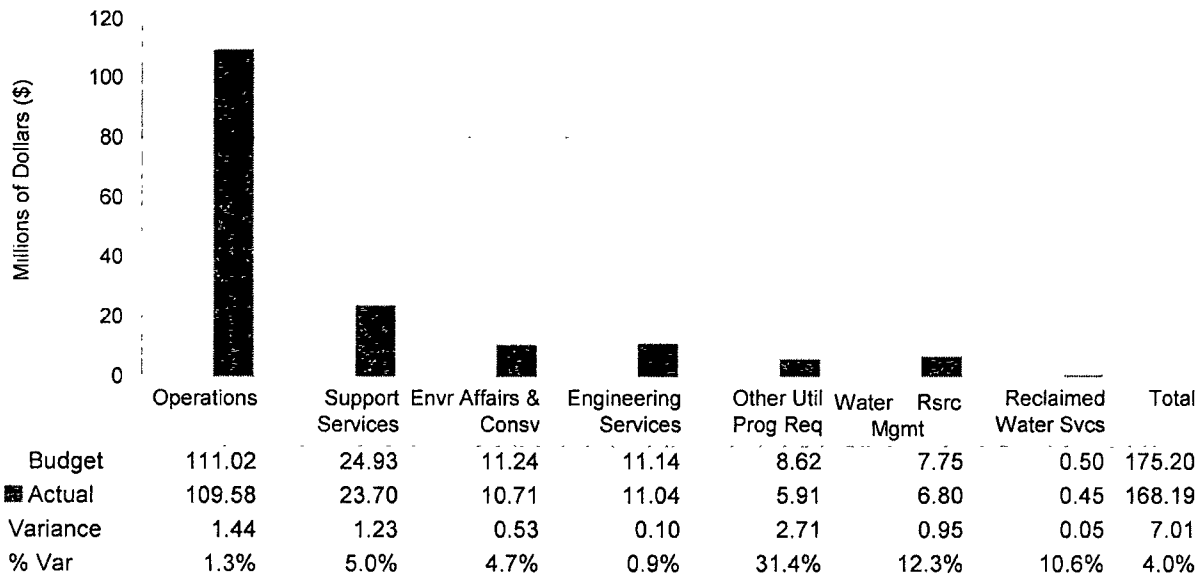
Year-to-Date Budget vs. Actual



Total Program Operating and Other Requirements for the fiscal year through July 2018 were \$97.64 million for Water, \$87.38 million for Wastewater, and \$0.46 million for Reclaimed. The combined Program Operating and Other Requirements of \$185.48 million were \$7.03 million, or 3.7% below the budget allotment.

Operating Program Expenditures Year-to-Date

Expenditures by Operating Program



Total Operating Program Requirements as of July 31, 2018 were \$86.77 million for Water, \$80.96 million for Wastewater, and \$0.46 million for Reclaimed Water. The combined Program Operating Requirements of \$168.19 million were \$7.01 million (4.0%) below allotment.

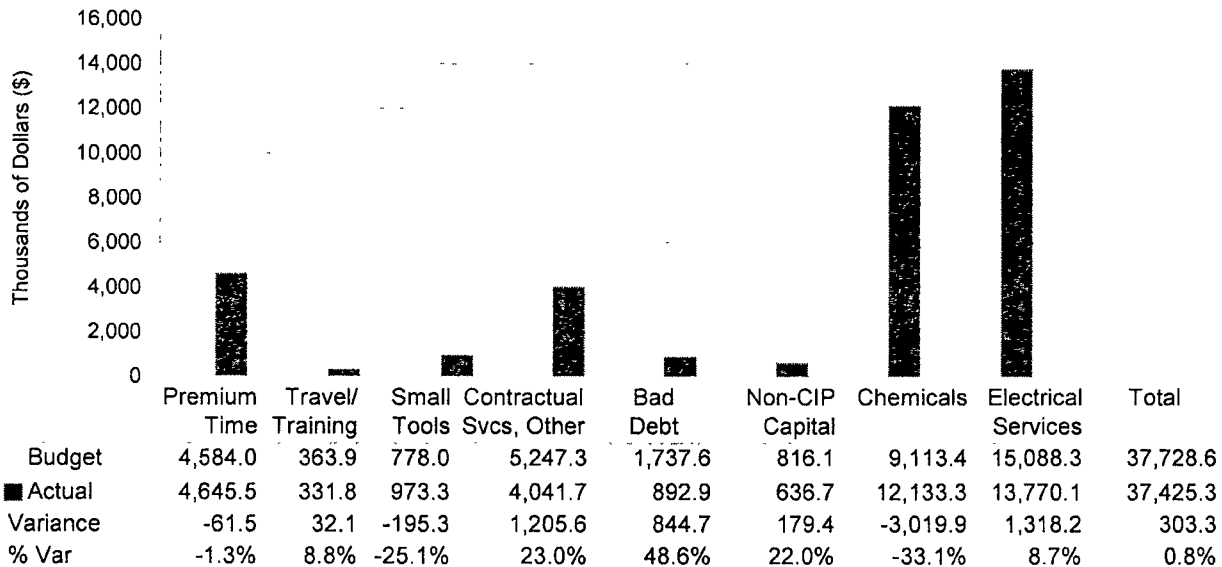
Water Resources Management was \$0.95 million or 12.3% below allotment mainly due to the lower than estimated spending on interdepartmental charges and vacant positions.

Reclaimed Water Services was \$0.05 million or 10.6% below allotment mainly due to the lower than estimated spending for salaries.

Other Utility Program Requirements was \$2.71 million or 31.4% below allotment mainly due to lower than estimated spending on other contractual services and legal services.

Key Object Code Expenditures Year-to-Date

Expenditures by Key Object Code



Small Tools were \$195.3 thousand or 25.1% above allotment due to higher than estimated spending in the Lift Stations and Remote Facilities, Water Treatment, Wildland Conservation, and Wastewater Treatment Divisions.

Other Contractual Services were \$1.21 million or 23.0% below allotment due to lower than estimated spending in Special Support.

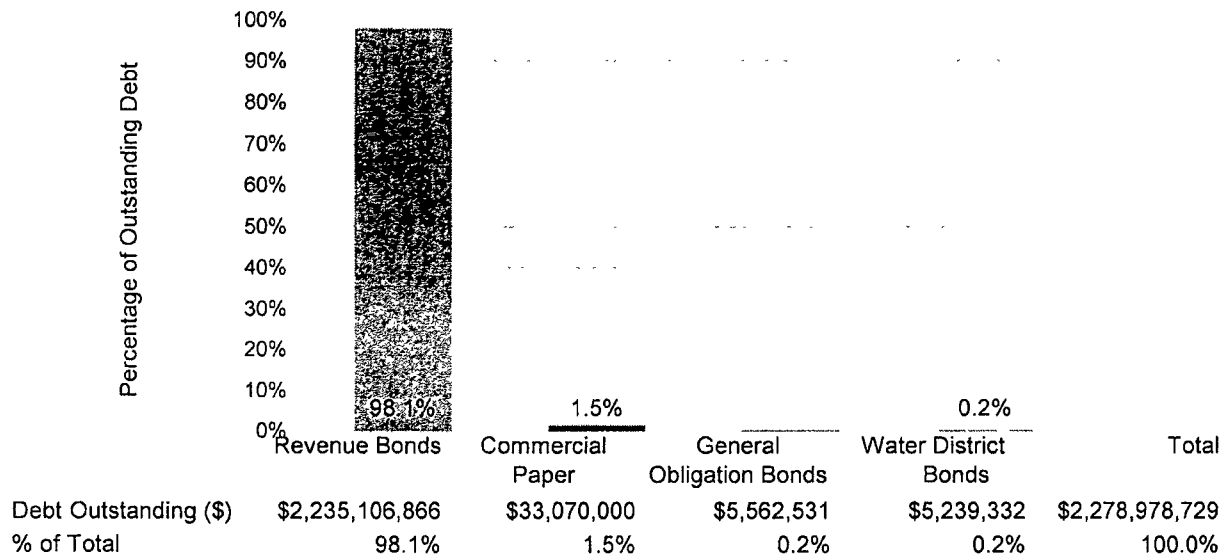
Non-CIP Capital was \$179.4 thousand or 22.0% below allotment due to lower than anticipated expenses.

Chemicals were \$3.02 million or 33.1% above allotment due to higher than estimated spending in the Wastewater Treatment, Water Treatment, and Collection System Engineering Divisions. Some of these costs are being recaptured through the Industrial Waste Surcharge.

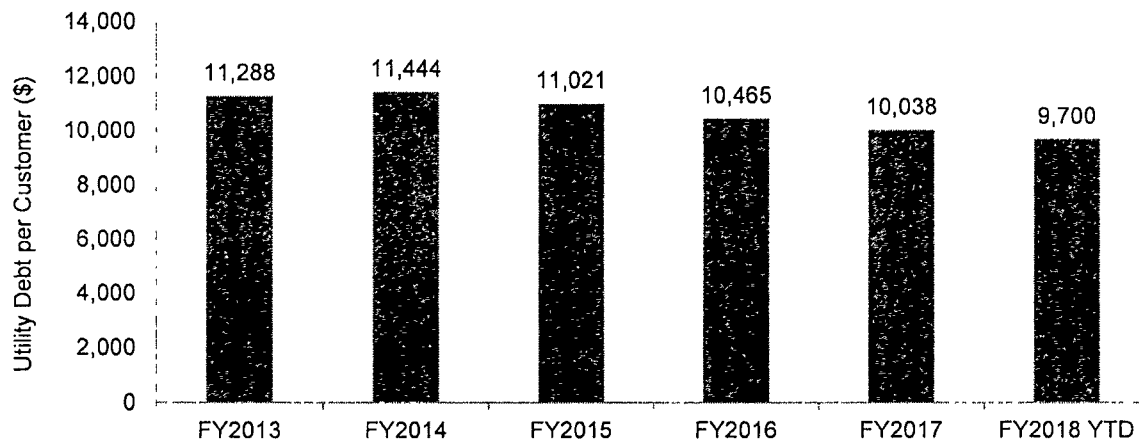
DEBT OUTSTANDING & DEBT SERVICE

Outstanding Utility Debt

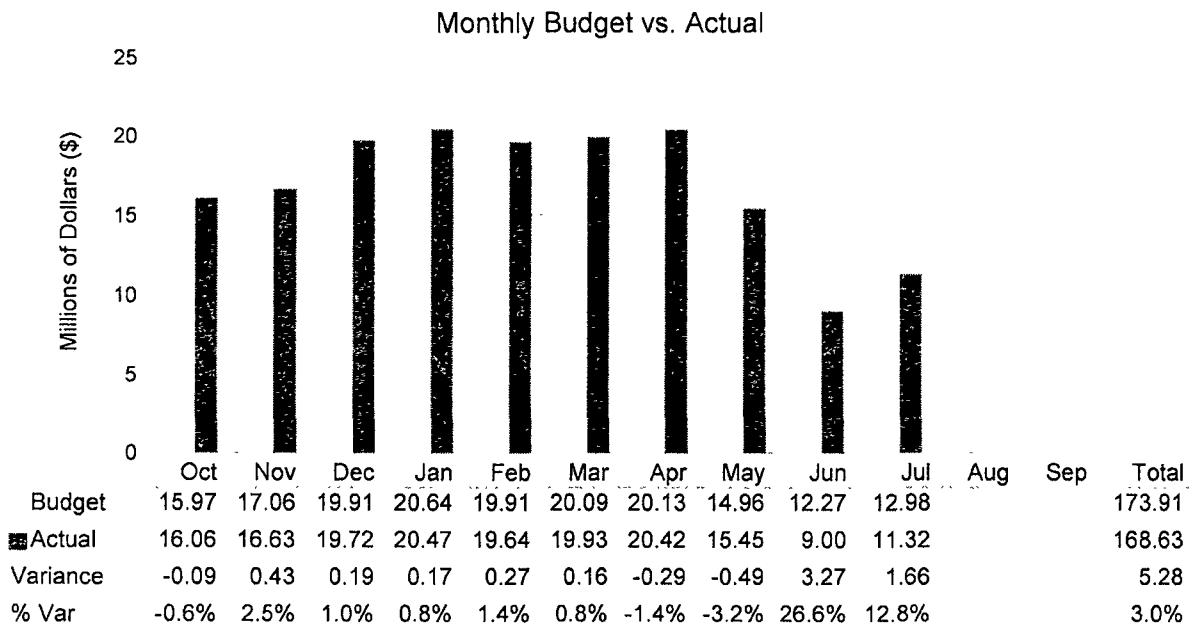
Debt Outstanding by Type



Utility Debt per Customer by Fiscal Year



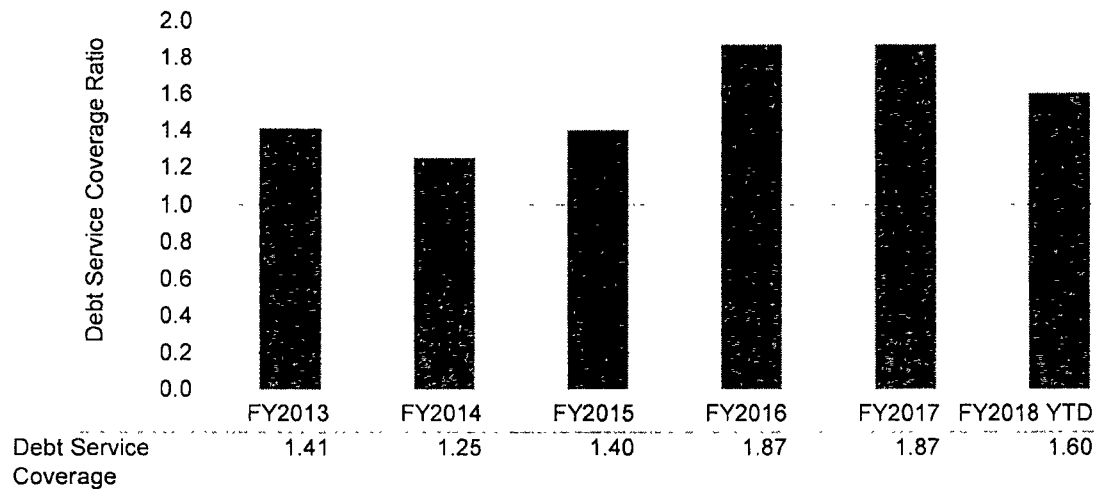
Combined Debt Service by Month



Combined debt service requirements include requirements for revenue bonds, commercial paper, general obligation bonds, and water district bonds. Actual combined debt service for the month of July 2018 was \$11.32 million, \$1.66 million less than projected for the month. Combined debt service for the fiscal year was \$168.63, \$5.28 million less than projected, primarily related to the Debt Defeasance activities.

The FY18 debt service actuals are below budget due two main factors. One factor, was due to 5 months of bond interest being budgeted in FY18, which was paid in advance for the August 2017 bond refunding. The second factor was a reduction of debt service for FY18 due to the May 2018 debt defeasance transaction.

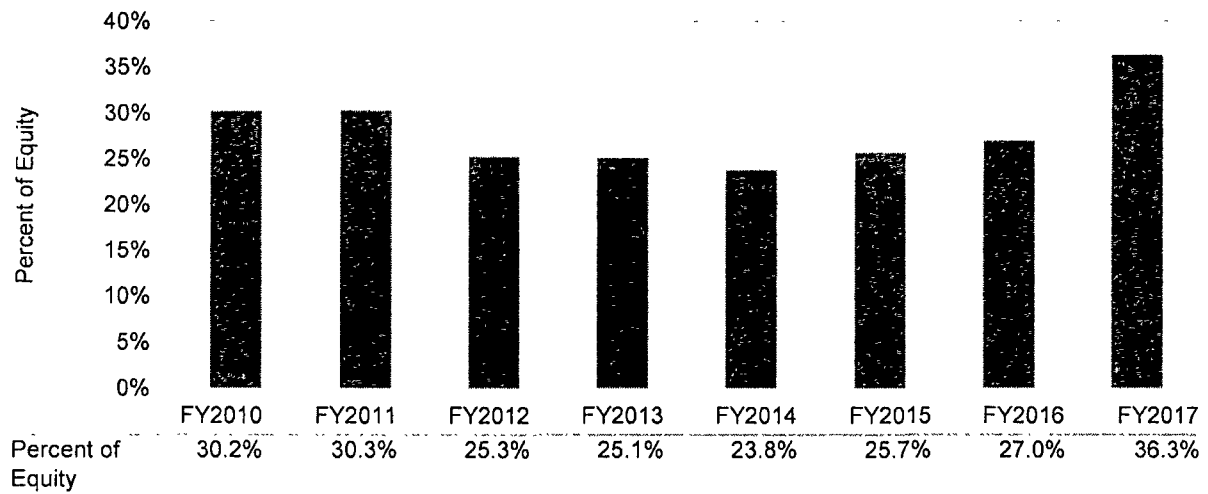
Debt Service Coverage



The Debt Service Coverage graph above indicates how much revenue, after deducting operating costs, could go towards paying long-term debt service. The utility's bond covenants require debt service coverage of 1.25 times long-term debt service requirements. City of Austin financial policies target minimum debt service coverage of 1.5 times.

The ratios reflected for FY2013 through FY2017 are audited, as reflected in the City's Comprehensive Annual Financial Report (CAFR).

Percent of Equity in Utility Systems

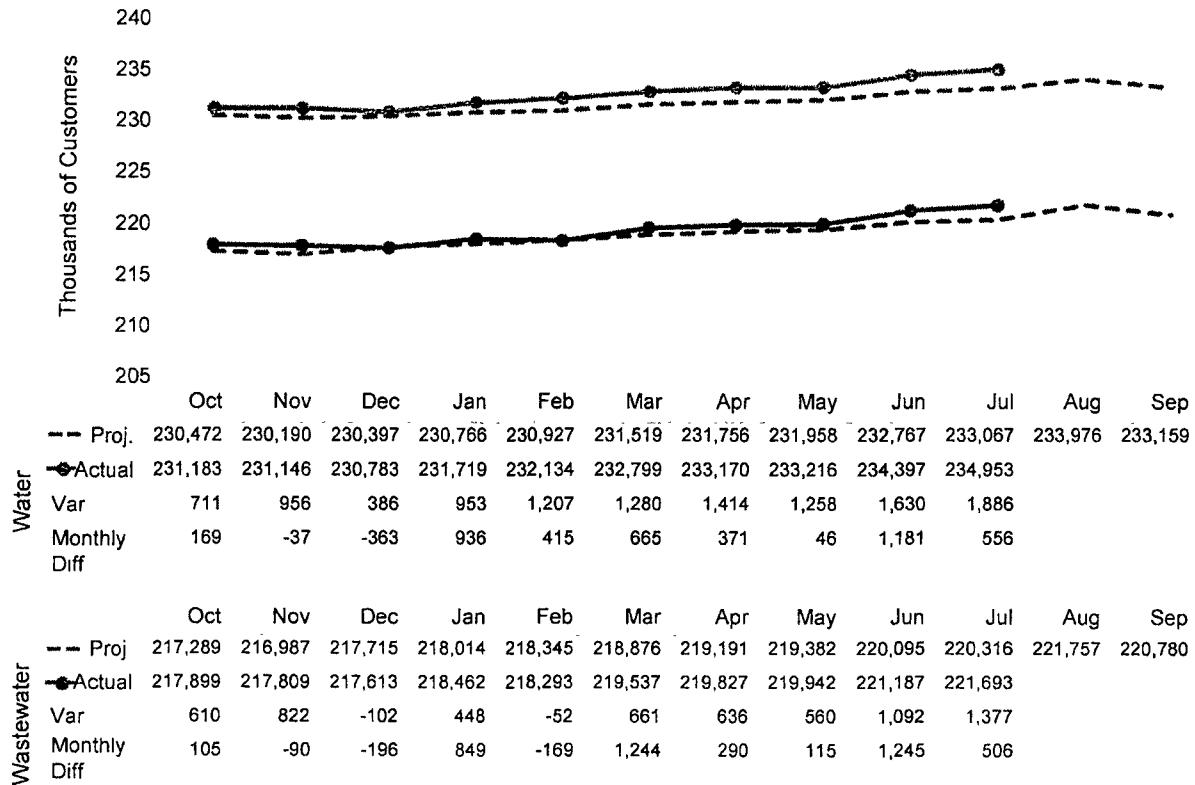


The Percent of Equity in Utility Systems is computed by dividing the combined utility system equity by the combined utility system costs, net of depreciation. The Percent of Equity is calculated based upon the audited financials from the Controller's Office.

CUSTOMER DEMAND CHARACTERISTICS

Number of Customers

Monthly Actual vs. Projections

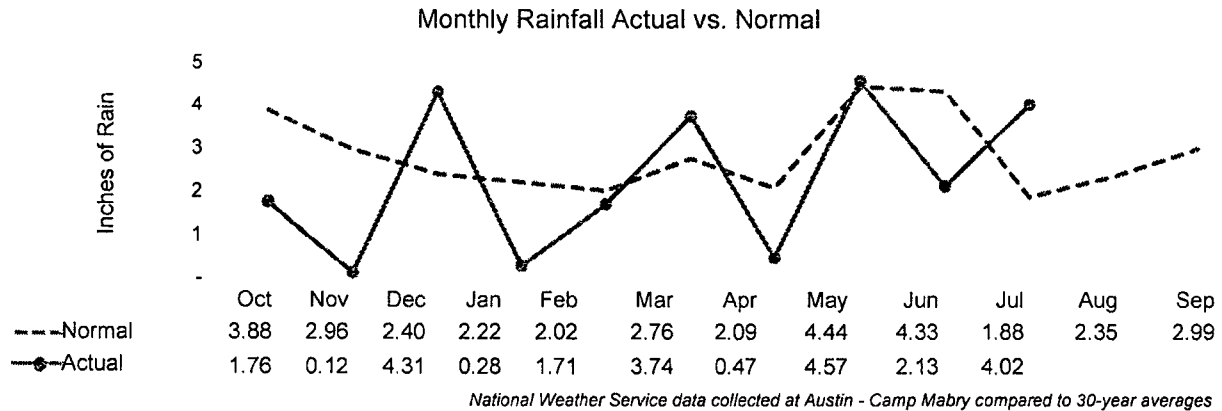


As of July 31, 2018, there were 234,953 water customers. This was 1,886 greater than projected for this date, 556 more customers than last month, and 4,391 more than this time last year.

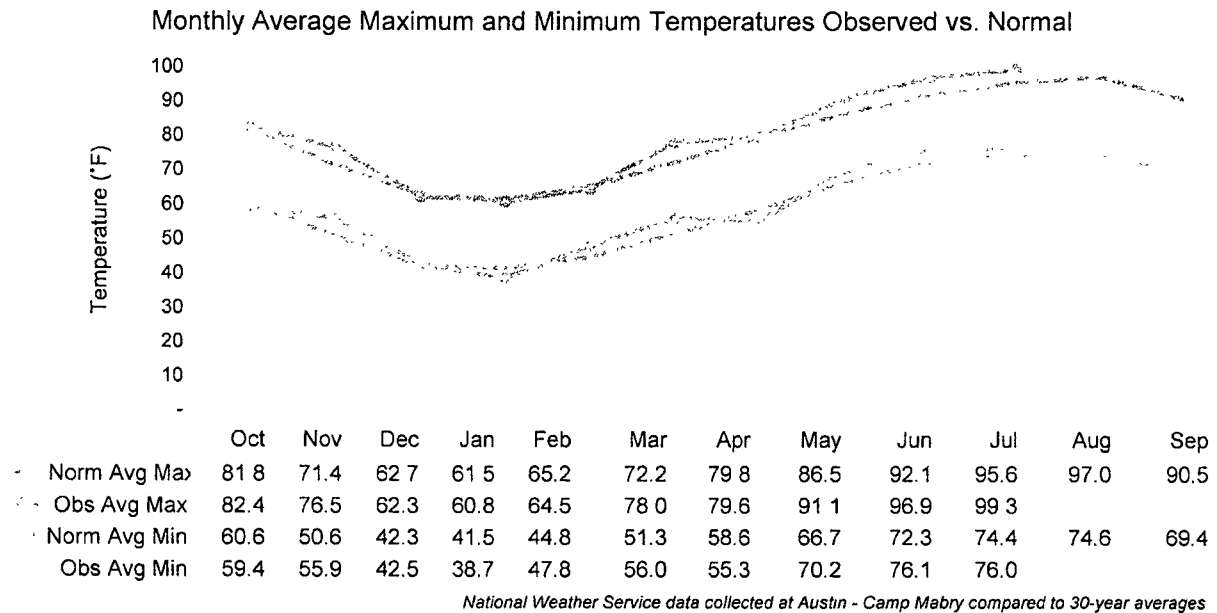
As of July 31, 2018, there were 221,693 wastewater customers. This was 1,377 greater than projected for this date, 506 more customers than last month, and 4,347 more than this time last year.

The projected number of customers for fiscal year 2017-18 was determined in April 2017 using a historical monthly growth rate in accounts. Monthly negative or positive trend fluctuations are due to factors such as housing starts, the rental home market, unanticipated utility system acquisitions, and other factors.

Rainfall and Average Temperatures by Month



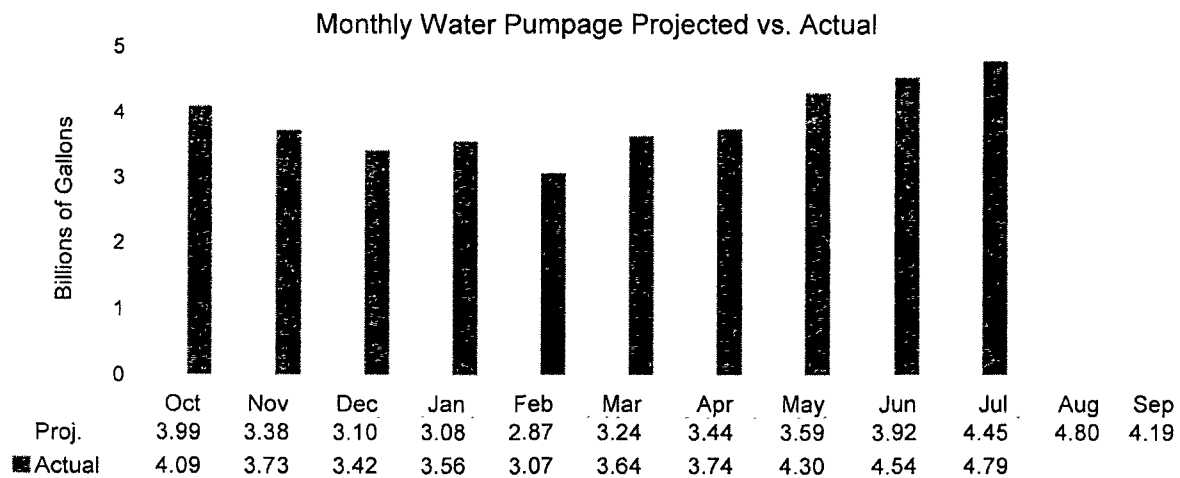
In July, 4.02 inches of rain fell, 2.14 inches above normal for the month. For the fiscal year to date, rainfall has totaled 23.11 inches, 20.3% less than the normal amount of 28.98. inches. Generally, as rainfall increases significantly, water pumpage decreases and wastewater influent increases due to inflow and infiltration. Conversely, as rainfall decreases significantly, water pumpage increases and wastewater influent decreases.



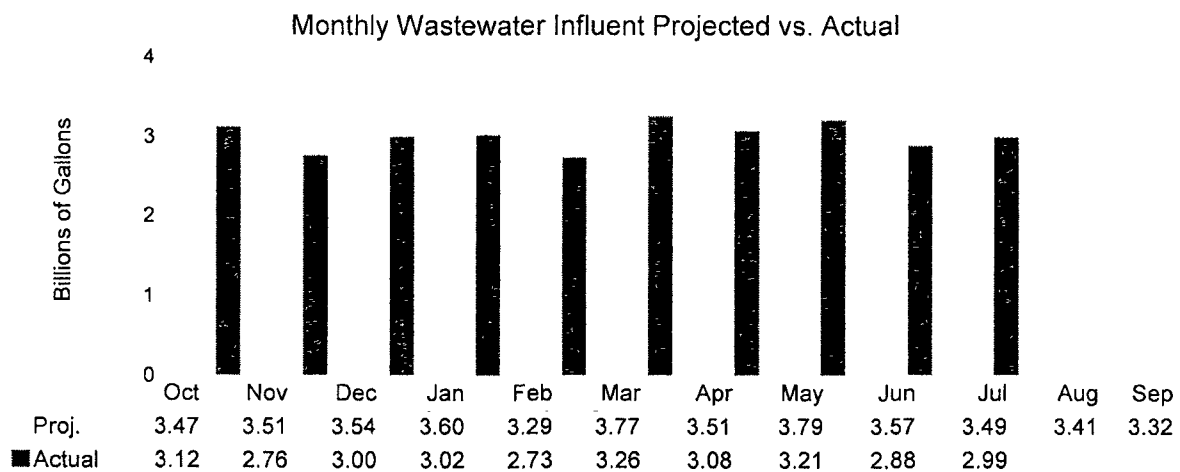
July's average high temperature was above normal levels by 3.7 degrees and the average low was above normal levels by 1.6 degrees. Over the fiscal year, temperatures have been warmer than historical averages.

The Highland Lakes' two water storage reservoirs, Travis and Buchanan, are at a combined 71% of capacity.

Water Pumpage and Wastewater Influent Flow by Month



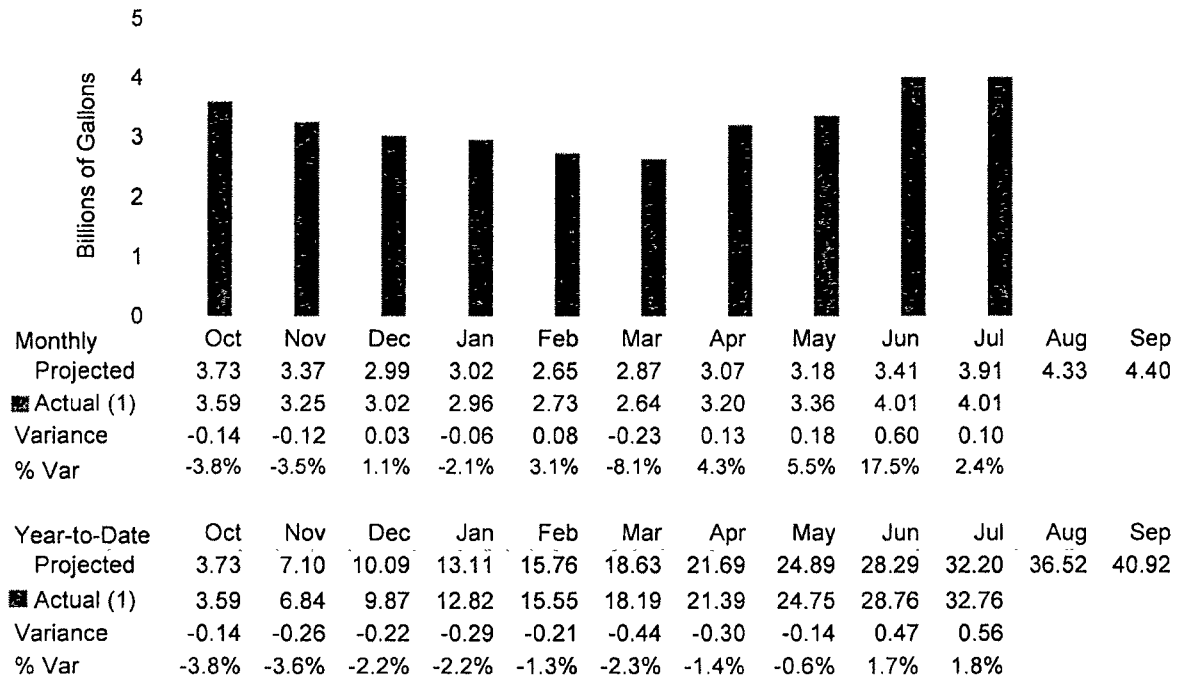
Pumpage during July 2018 averaged 154.43 MGD for a total of 4.79 BG for the month. This compares to a daily average of 124.92 MGD for this fiscal year, and a daily average of 137.71 MGD for fiscal year 2016-17.



Influent during July 2018 averaged 96.46 Million Gallons per Day (MGD) for a total of 2.99 BG for the month. This compares to a daily average of 88.96 MGD for this fiscal year and an average of 93.32 MGD for fiscal year 2016-17.

Billed Water Consumption

Monthly Billed Consumption Projected vs. Actual

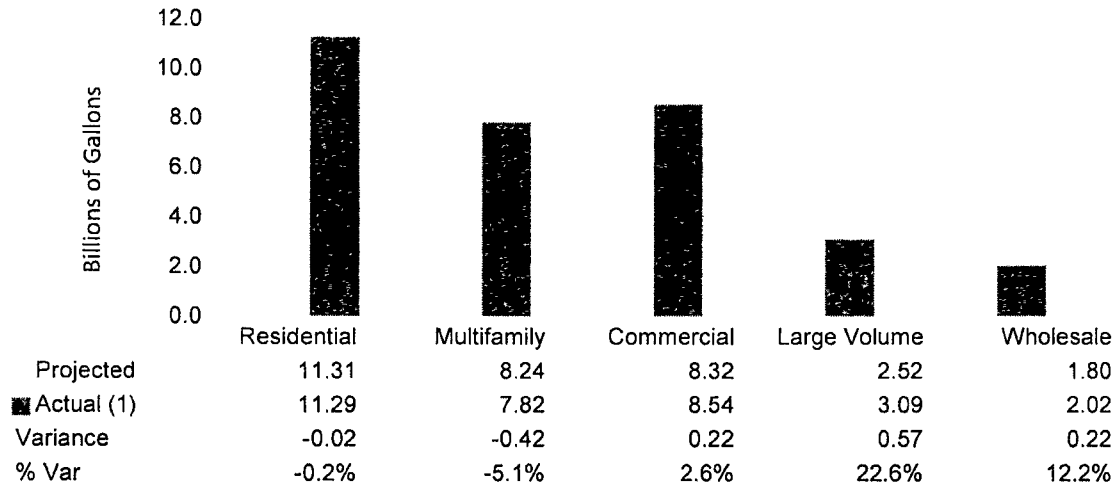


July 2018's billed water consumption totaled 4.01 BG, 0.10 BG (2.4%) greater than projected for the month. Year-to-date, billed water consumption of 32.76 BG is 0.56 BG (1.8%) greater than projected.

(1) Please note that a restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

Billed Water Consumption (continued)

Year-to-Date Billed Consumption by Customer Class Projected vs. Actual

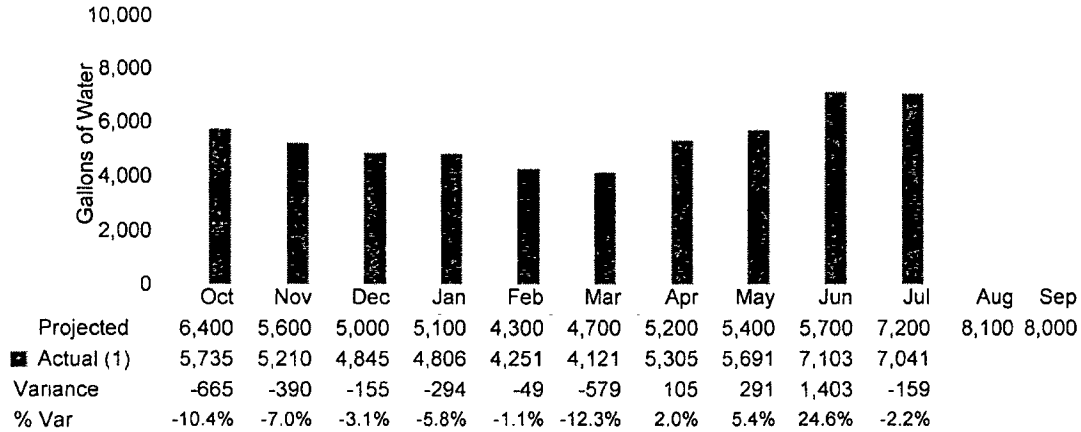


Billed water consumption is above projections by 1.8% with the Large Volume, Wholesale, and Commercial classes driving the variance at 22.5%, 12.6%, and 2.6% respectively. The remaining classes Residential and Multifamily was below projections with a negative variance of 0.2% and 5.1% prospectively.

(1) Please note that a restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

Billed Water Consumption (continued)

Monthly Average Residential Billed Consumption Projected vs. Actual

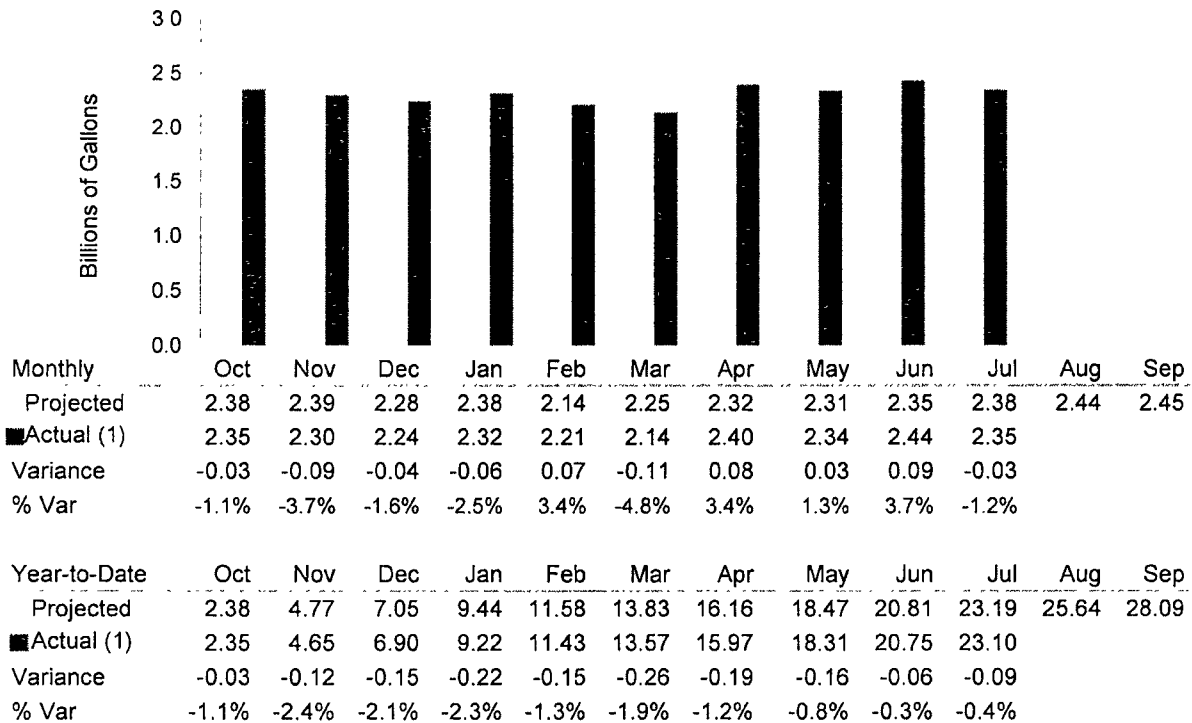


July's average residential billed consumption of 7,041 gallons, is less than projections by 159 gallons (2.2%).

(1) Please note that a restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

Billed Wastewater Flows

Monthly Billed Flows Projected vs. Actual



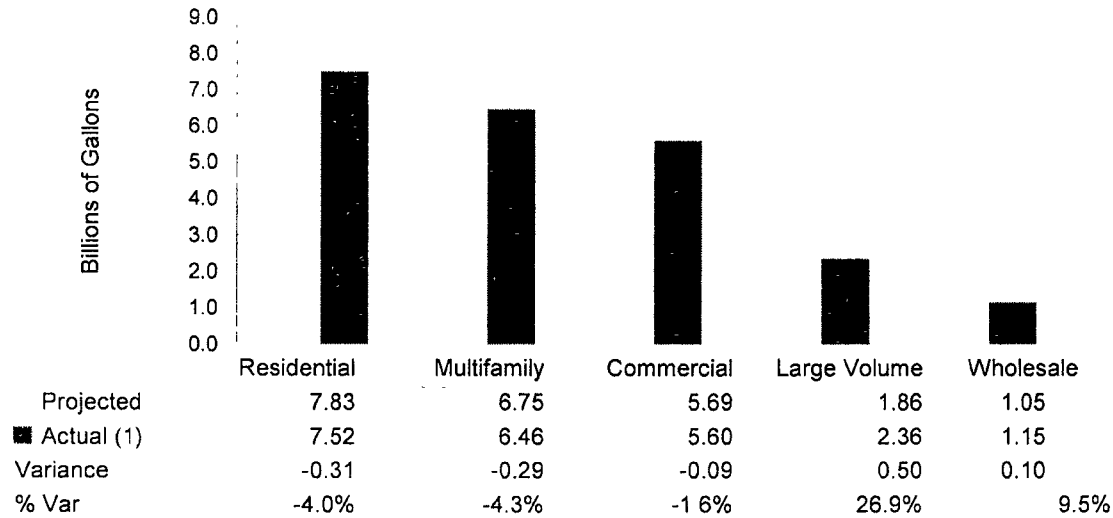
July 2018's billed flows totaled 2.35 BG, 0.03 BG (1.2%) lower than projected for the month. Year-to-date, billed flows of 23.10 BG were 0.09 BG (0.4%) lower than projected.

Wastewater bills are determined by each customer's actual water consumption for the month or the wastewater winter average, whichever is lower, except for customers who have wastewater measuring devices installed.

(1) Please note that a restatement has been made to the actual flow data to reflect final adjustments made subsequent to close.

Billed Wastewater Flows (continued)

Year-to-Date Billed Flows by Customer Class Projected vs. Actual

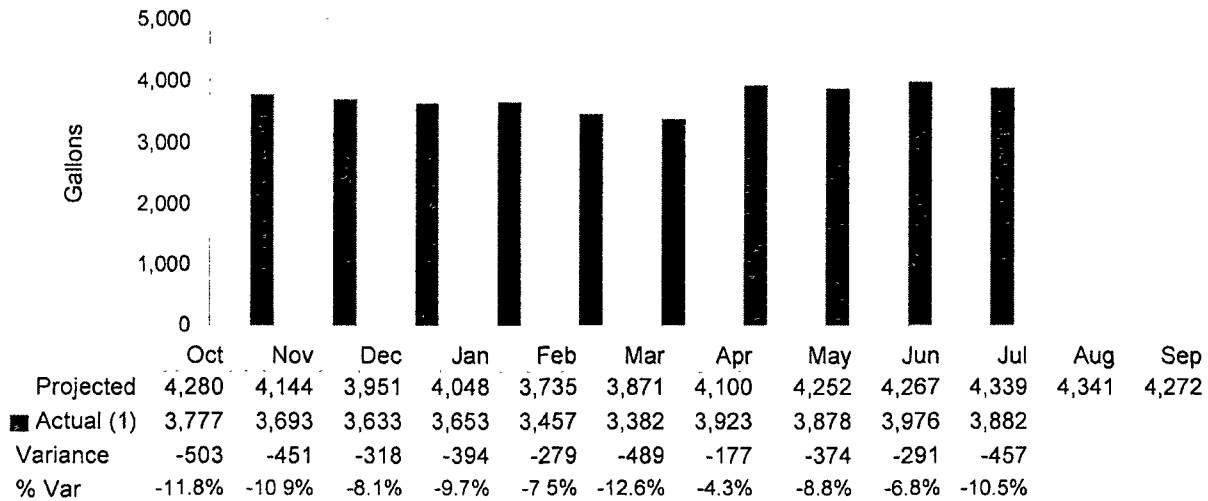


As shown in the table above, billed flows exceeded projections in the Large Volume and Wholesale classes by 27.1% and 9.2%, respectively. Other classes trailed projections, with the greatest negative percentage variance in the Multifamily & Residential classes 4.3% and 4.0% respectively.

(1) Please note that a restatement has been made to the actual flow data to reflect final adjustments made subsequent to close.

Billed Wastewater Flows (continued)

Average Inside-City Residential Wastewater Flows by Month Projected vs. Actual

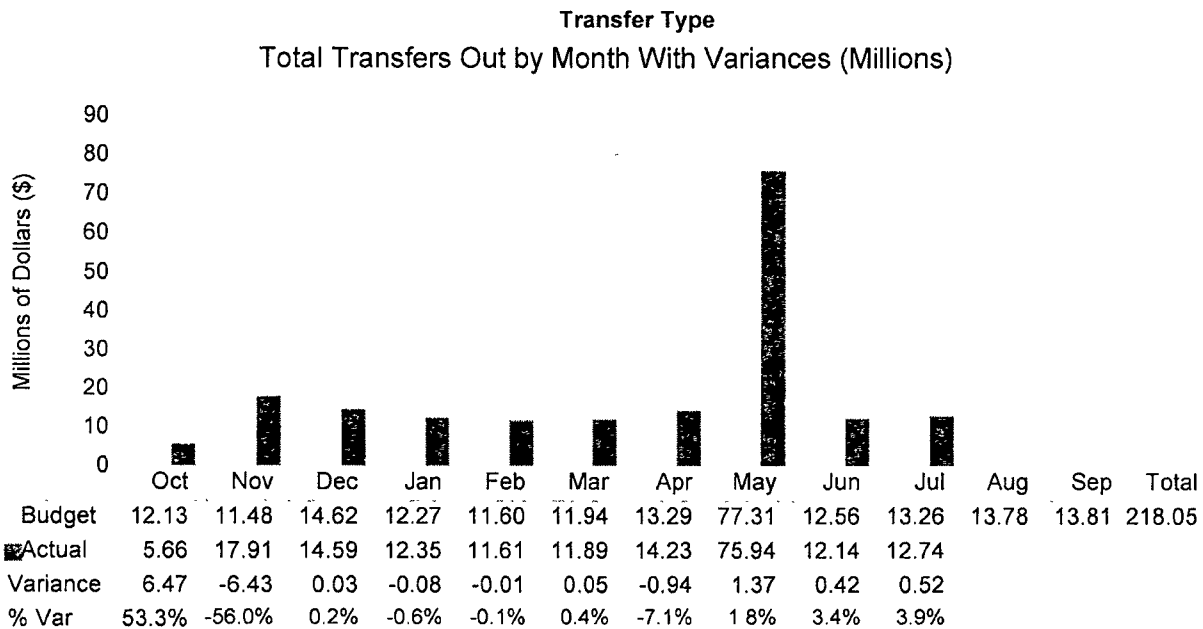
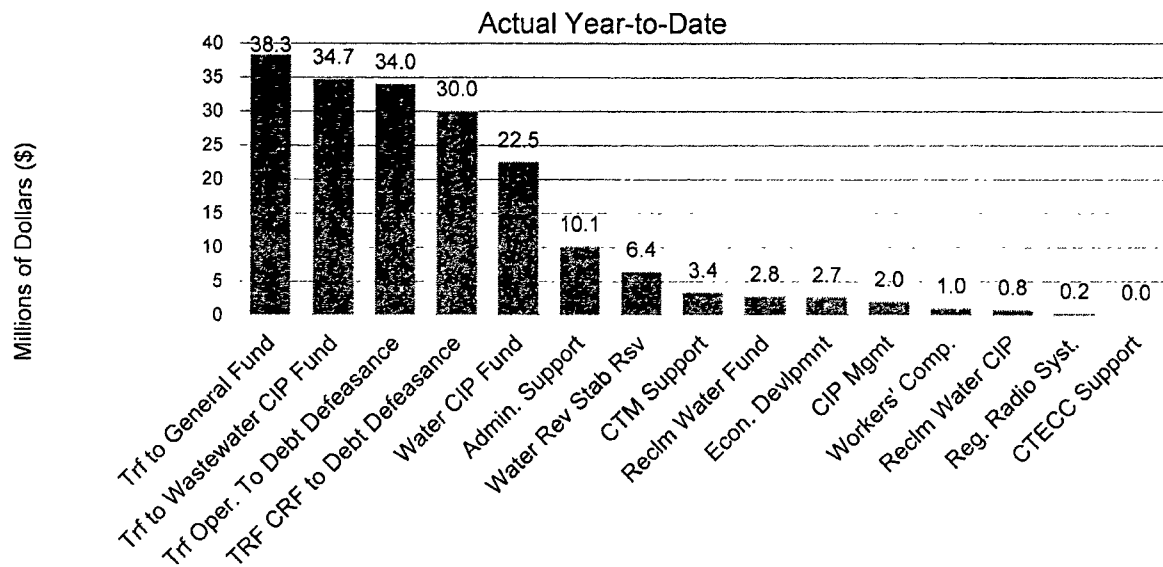


July's average residential billed flow of 3,882 gallons trailed projections by 457 gallons (10.5%).

(1) Please note that a restatement has been made to the actual flow data to reflect final adjustments made subsequent to close.

OTHER REPORTING

Transfers Out by Type

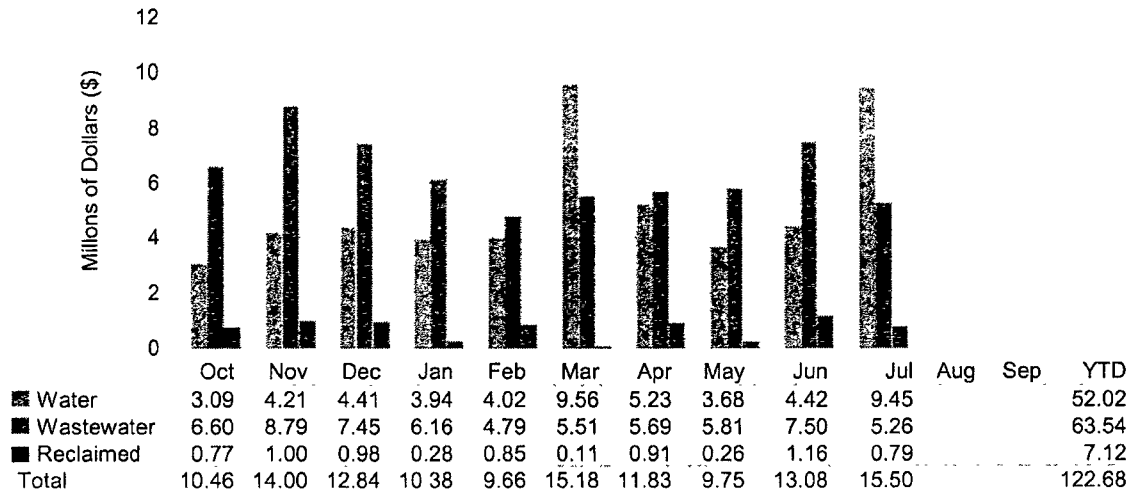


Transfers Out for the fiscal year through July 2018 totaled \$189.06 million, \$1.41 million less than allotments year-to-date.

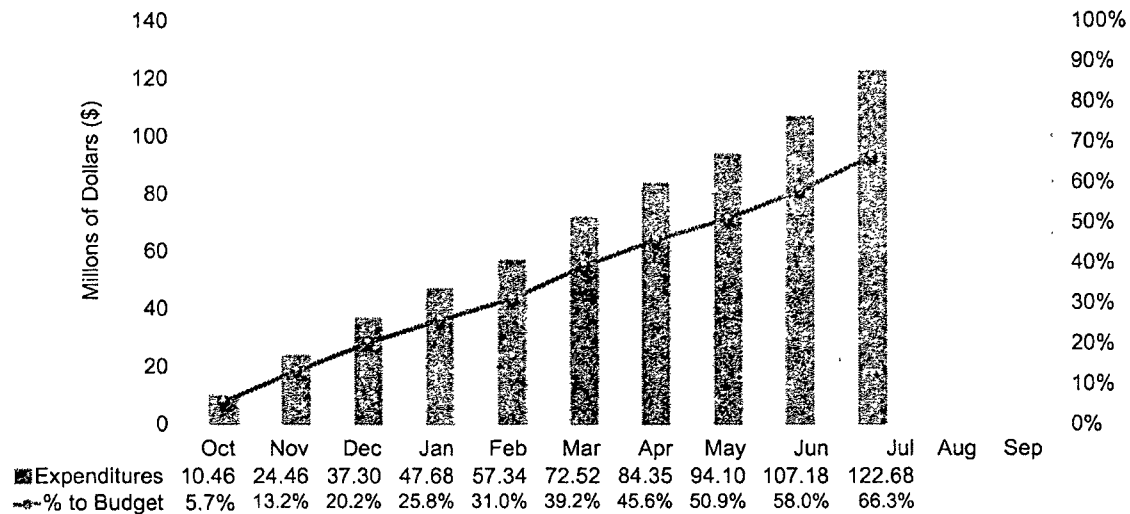
Transfers Out includes transfers for General Fund, Capital Improvement Program, Administrative Support, Water Revenue Stability Reserve Fund, Communication and Technology Management Fund (CTM), Reclaimed Water Fund, Economic Development Fund, Workers' Compensation Fund, Regional Radio System, and Emergency and Communications Center (CTECC).

CIP Expenditures

Monthly Expenditures



CIP Expenditures Year-to-Date vs. Budget

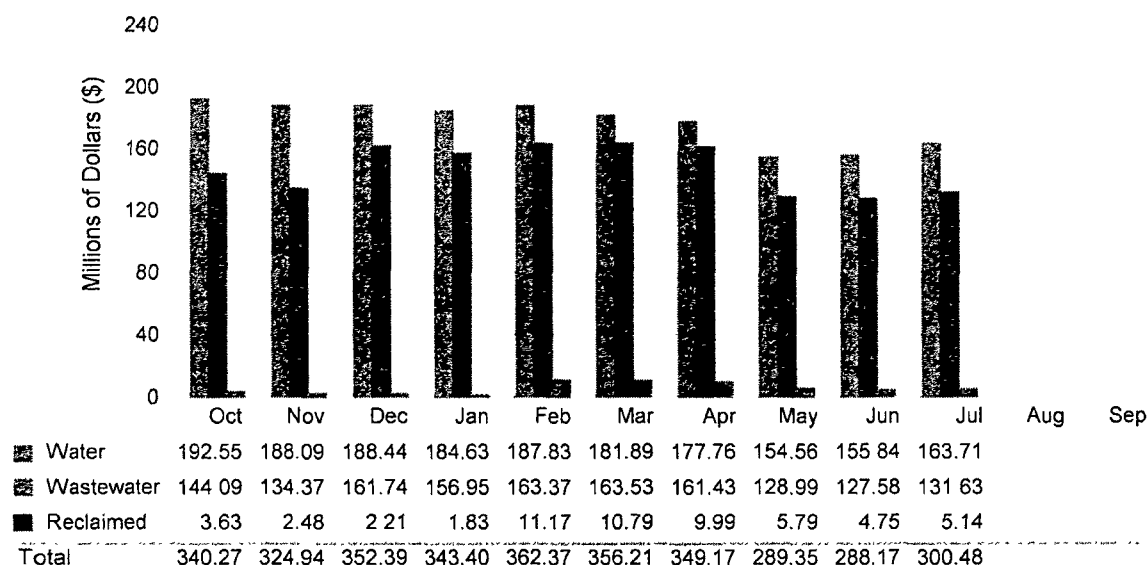


CIP expenditures for the fiscal year through July 2018 totaled \$52.02 million for water, \$63.54 million for wastewater, and \$7.12 million for reclaimed, for a combined total of \$122.68 million, or 66.3% of the FY 2017-18 CIP spending plan. In March, actual Water spending exceeded budget primarily due to \$3.2 million reimbursement for Wild Horse Ranch. Also, in July Water exceeded budget primarily due to \$4.8 million payment for water line relocation at Bonaventure Drive to Ribelin Ranch Road.

The approved CIP spending plan for FY 2017-18 was \$68.40 million for water, \$103.90 million for wastewater, and \$12.62 million for reclaimed for a combined total of \$184.92 million.

Cash Balance

Cash Balance at Month End by Fund



Cash Balance at Month End

| | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep |
|-----------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----|-----|
| Operating | 220.63 | 204.39 | 197.79 | 190.98 | 185.58 | 182.05 | 174.94 | 150.35 | 153.84 | 165.76 | | |
| Capital Recovery Fee | 34.68 | 36.88 | 38.92 | 40.99 | 43.92 | 46.21 | 49.57 | 21.69 | 24.21 | 27.76 | | |
| CIP | 46.65 | 44.72 | 76.15 | 71.36 | 92.26 | 86.80 | 80.90 | 73.29 | 65.84 | 62.44 | | |
| Revenue Stability Rsv | 38.31 | 38.95 | 39.53 | 40.07 | 40.61 | 41.15 | 43.77 | 44.03 | 44.28 | 44.54 | | |
| Total | 340.27 | 324.94 | 352.39 | 343.40 | 362.37 | 356.21 | 349.17 | 289.35 | 288.17 | 300.48 | | |

At July close, combined cash balances for Water, Wastewater, and Reclaimed totaled \$300.48 million. The combined cash balance is made up of Operating, CIP, Capital Recovery Fee, and Revenue Stability Reserve Fund cash balances.

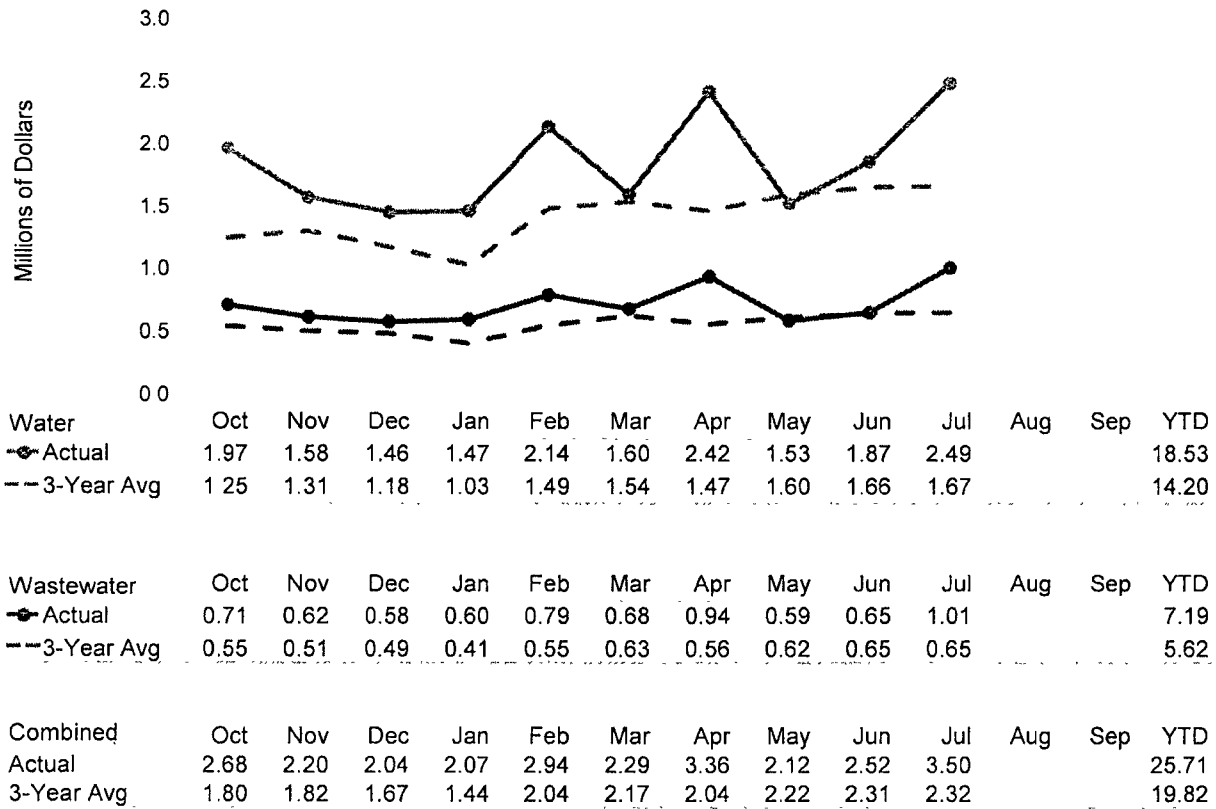
Combined Operating Cash Balances totaled \$165.76 million. Combined CIP Cash Balances totaled \$62.44 million. CIP cash balances may be kept negative to offset high operating balances as a cash management strategy to limit the amount of cash in all funds to a range determined by economic conditions. This delays the need to issue additional commercial paper to fund CIP projects. The Revenue Stability Reserve Fund totaled \$44.54 million.

Capital Recovery Fee (CRF) Cash Balances totaled \$27.76 million at the end of the month. AW primarily utilizes CRF revenues for debt defeasance, a component of the Utility's debt management strategy.

An exception to this policy was in May of 2018, where \$34 million of operating funds and \$30 million of CRF funds were transferred to defease debt.

Capital Recovery Fee Collections

CRF Collections by Month



During July 2018, Austin Water collected \$3.50 million in Capital Recovery Fees (CRF) and interest, with \$2.49 million for Water and \$1.01 million for Wastewater. For the fiscal year, Austin Water has collected \$25.71 million in CRFs.



FINANCIAL STATUS REPORT

For the Period Ending August 31, 2018





City of Austin | Austin Water
P.O. Box 1088 Austin, TX 78767
AustinWater.org

MEMORANDUM

To: Greg Meszaros, Director, Austin Water
From: David Anders, Assistant Director, Austin Water
Date: September 20, 2018
Subject: Financial Status Report for the Period Ended August 31, 2018

Attached is Austin Water's Financial Status Report. The combined fund balance at the end of August was \$195.26 million, or \$34.72 million more than projected, as detailed in the Executive Summary. The beginning balance was \$14.51 million more than projected, fiscal year requirements were \$15.32 million below budget, and revenues and transfers in were \$4.89 million above projections.

The Buchanan and Travis lake system are now 68% full at the end of August. The City has entered Stage 1 Watering Restrictions, which reduces the total number of hours available for water via automatic irrigations systems from 15 hours to 13 hours. Water service revenues are \$4.44 million above projections, and wastewater service revenues are \$1.56 million above projections this fiscal year. The Executive Summary includes more discussion of revenue and requirements highlights.

Actual spending for operating requirements was below budget by \$8.45 million and spending for other requirements were below budget by \$0.01 million. Payments for debt service requirements were below budget by \$6.89 million and transfers out were marginally above budget by \$0.04 million. The extent of these variances by program is discussed in the Executive Summary and detail pages.

In addition to the Executive Summary and Fund Summary, this report provides detailed analysis of Revenues, Operating Requirements, Outstanding Debt and Debt Service Requirements, Customer Demand Characteristics, Transfers Out, CIP Expenditures, and Cash Balances.

Please feel free to contact me should you have any questions.

Attachments

cc: Robert Goode, Assistant City Manager
Elaine Hart, Chief Financial Officer
Assistant Directors, Austin Water
Division Managers, Austin Water



*The City of Austin is committed to compliance with the Americans with Disabilities Act (ADA).
Reasonable modifications and equal access to communications will be provided upon request.*

**Financial Status Report
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Executive Summary

The Combined Water, Reclaimed Water, and Wastewater Operating Fund balance as of August 31, 2018, was \$195.26 million. The combined balance was \$34.72 million more than projected for this date, as shown below:

| | YTD Allotment | YTD Actual | Difference |
|----------------------------|---------------|------------|------------|
| Beginning Balance | 200.25 | 214.76 | 14.51 |
| Water Services | 258.54 | 262.98 | 4.44 |
| Wastewater Services | 242.41 | 243.97 | 1.56 |
| Reclaimed Services | 1.68 | 1.69 | 0.01 |
| Reserve Fund Surcharge | 6.60 | 4.63 | (1.97) |
| Other Revenues | 9.17 | 12.23 | 3.06 |
| Transfers In | 43.72 | 41.51 | (2.21) |
| Total Revenues & Transfers | 562.12 | 567.01 | 4.89 |
| Program Operating Req. | 192.39 | 183.94 | 8.45 |
| Other Requirements | 19.04 | 19.03 | 0.01 |
| Debt Service | 186.17 | 179.27 | 6.90 |
| Transfers Out | 204.24 | 204.28 | (0.04) |
| Total Revenue Requirements | 601.83 | 586.51 | 15.32 |
| Ending Balance | 160.54 | 195.26 | 34.72 |
| Debt Service Coverage | 1.58 | 1.73 | |

Note: Numbers may not add due to rounding.

Revenue & Requirements Summary Year-to-Date in Millions

| | | |
|------------------------------|----------|----------|
| Total Revenues & Transfers | \$562.12 | \$567.01 |
| Total Program Operating Req. | \$192.39 | \$183.94 |
| Total Other Requirements | \$19.04 | \$19.03 |
| Total Debt Service | \$186.17 | \$179.27 |
| Transfers Out | \$204.24 | \$204.28 |

Allotment ■ Actual

Revenue Highlights

Total revenues for the fiscal year were \$567.01 million, \$4.89 million (0.9%) greater than the allotment to date.

The following sources has exceeded projections:

- Reclaimed service totaled \$1.69 million (0.8% above)
- Water service totaled \$262.98 million (1.7% above)
- Wastewater service totaled \$243.97 million (0.6% above)
- Other revenues totaled \$12.23 million (33.3% above)

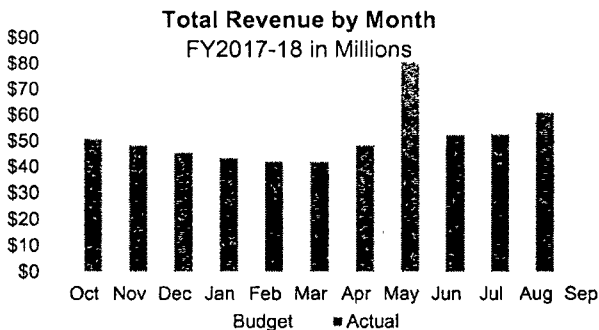
The following sources are below projections:

- Reserve fund surcharges totaled \$4.63 million (29.8% below)
- Transfers In totaled \$41.51 million (5.1% below)

Revenue - Budget vs. Actual Year-to-Date in Millions

| | | |
|------------------------|----------|----------|
| Water Services | \$258.54 | \$262.98 |
| Wastewater Services | \$242.41 | \$243.97 |
| Reclaimed Services | \$1.68 | \$1.69 |
| Reserve Fund Surcharge | \$6.60 | \$4.63 |
| Other Revenues | \$9.17 | \$12.23 |

Allotment ■ Actual

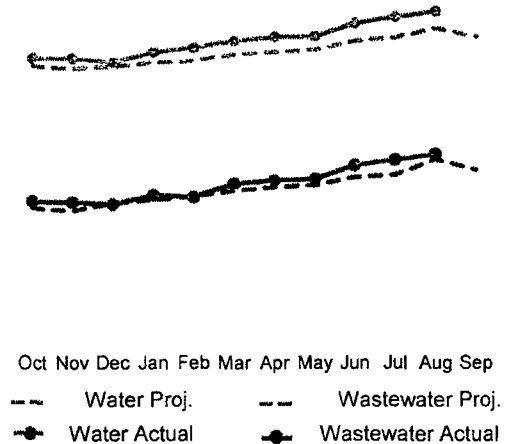


- Water service revenue exceeded projections in the Wholesale, Large Volume, and Residential classes by 30.8%, 13.3%, and 5.8% respectively. Other classes fell below projections.
- Wastewater service revenue exceeded projections in the Wholesale and Large Volume classes by 20.6%, and 20.6% respectively. Other customer classes fell below projections.
- August's total revenue and Transfers In of \$61.11 million was above projections by 8.0%.

User Characteristics

| | Projected | Actual | Variance | |
|--------------------------------|-----------|---------|----------|-----|
| Water Customers | 233,976 | 235,518 | 1,542 | |
| Wastewater Customers | 221,757 | 222,258 | 501 | 240 |
| Monthly Pumpage | 4.80 | 5.29 | 0.49 | 235 |
| YTD Pumpage | 39.86 | 44.17 | 4.31 | 230 |
| Monthly Billed Use | 4.33 | 4.48 | 0.15 | |
| YTD Billed Use | 36.51 | 37.26 | 0.75 | 225 |
| Monthly Influent Flow | 3.41 | 2.83 | (0.58) | 220 |
| YTD Influent Flow | 38.96 | 32.88 | (6.08) | 215 |
| Monthly Billed Flow | 2.44 | 2.45 | 0.01 | 210 |
| YTD Billed Flow | 25.63 | 25.55 | 0.08 | 205 |
| (Above in Billions of Gallons) | | | | |
| Avg. Residential Use (gal) | 8,100 | 8,283 | 183 | |
| Avg. Residential Flow (gal) | 4,341 | 3,900 | (441) | |

Number of Customers by Month FY 2017-18 in Thousands



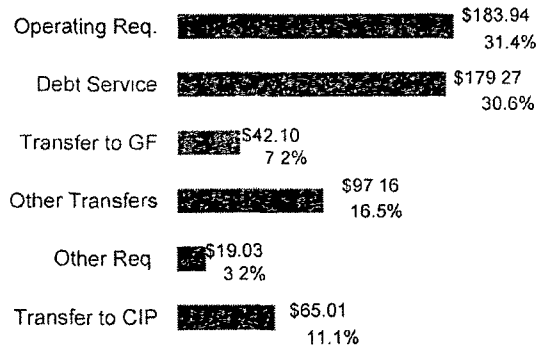
Requirement Highlights

Total requirements for the fiscal year were \$586.51 million, \$15.32 million (2.5%) less than the allotment to date.

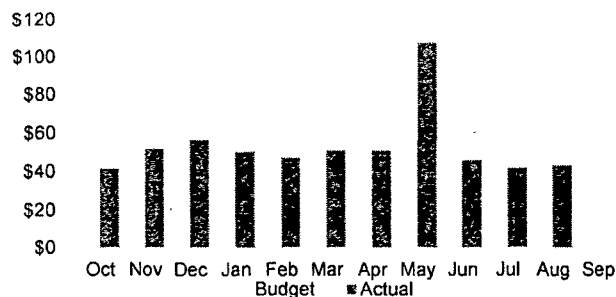
Total Requirements by Type FY 2017-18 in Millions

The following uses are below projections:

- Program operating requirements totaled \$183.94 million (4.4% below)
- Other requirements totaled \$19.03 million (0.1% below)
- Debt service requirements totaled \$179.27 million (3.7% below)
- Transfers out to Capital Improvement Projects, the General Fund, Debt Defeasances, and Other Uses totaled \$204.28 million (0.0% above)



Total Requirements by Month FY 2017-18 in Millions



There were lower than projected expenditures in all Program Requirement areas, resulting in \$8.45 million or 4.4% lower than budget allotment.

Pages 17 and 18 provide details on variances in spending by program area and object code.

Total Requirements of \$43.34 million for the month were \$1.60 million, or 3.6% lower than the budget allotment.

City of Austin, Texas
Austin Water
FUND SUMMARY - COMBINED
As of August 2018

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|---|---------------------|---------------------|---------------------|-------------------------|-------------------------|--------------------|---------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 200,254,074 | 200,254,074 | 200,254,074 | 0 | 214,760,138 | 14,506,064 | 7.2% | 214,760,138 | 14,506,064 | 7.2% |
| REVENUE | | | | | | | | | | |
| Water Revenue | 297,299,813 | 290,198,285 | 258,540,845 | 32,907,983 | 262,981,541 | 4,440,896 | 1.7% | 289,492,395 | (705,890) | -0.2% |
| Wastewater Revenue | 269,302,437 | 264,760,810 | 242,408,316 | 23,076,294 | 243,970,484 | 1,562,169 | 0.6% | 263,856,645 | (903,986) | -0.3% |
| Reserve Fund Surcharge | 7,385,497 | 7,385,497 | 6,597,683 | 217,504 | 4,634,509 | (1,963,174) | -28.8% | 3,853,297 | (3,532,200) | -47.8% |
| Other Revenue | 6,043,360 | 6,043,360 | 5,543,804 | 555,096 | 4,870,535 | (873,068) | -15.7% | 4,802,210 | (1,241,150) | -20.5% |
| Reclaimed Revenue | 1,895,166 | 1,895,166 | 1,684,780 | 268,189 | 1,698,183 | 13,403 | 0.8% | 1,780,250 | (114,916) | -6.1% |
| Interest | 1,127,380 | 1,127,380 | 1,033,428 | 463,954 | 4,545,335 | 3,511,907 | 339.8% | 4,876,248 | 3,548,868 | 314.8% |
| Public Health Licenses, Permits, Inspections | 642,400 | 642,400 | 588,883 | 53,096 | 643,420 | 54,557 | 9.3% | 698,633 | 54,233 | 8.4% |
| Other Fines | 616,800 | 616,800 | 585,400 | 88,625 | 597,400 | 32,000 | 5.7% | 577,675 | (39,125) | -6.3% |
| Miscellaneous | 93,000 | 93,000 | 85,250 | 202,399 | 287,491 | 202,241 | 237.2% | 65,592 | (27,408) | -29.5% |
| Building Rental/Lease | 114,500 | 114,500 | 104,962 | 30,168 | 120,670 | 15,708 | 15.0% | 117,585 | 3,085 | 2.7% |
| Land & Infrastructure Rental/Lease | 67,000 | 67,000 | 61,413 | 5,500 | 66,000 | 4,587 | 7.5% | 72,000 | 5,000 | 7.5% |
| Scrap Sales | 42,700 | 42,700 | 39,149 | 9,599 | 67,591 | 28,442 | 72.6% | 45,834 | 3,134 | 7.3% |
| Development Fees | 1,257,100 | 1,257,100 | 1,148,488 | 122,293 | 1,224,649 | 76,161 | 6.6% | 1,272,663 | 15,763 | 1.3% |
| Parking Revenue | 0 | 0 | 0 | 0 | 226 | 226 | 0.0% | 0 | 0 | 0.0% |
| Total Revenue | 585,887,153 | 574,243,798 | 518,401,881 | 57,980,699 | 525,508,034 | 7,108,064 | 1.4% | 571,309,227 | (2,934,571) | -0.5% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 27,573,000 | 34,000,000 | 34,000,000 | 0 | 34,000,932 | 932 | 0.0% | 34,000,000 | 0 | 0.0% |
| Community Benefit Charge Transfer In | 6,850,511 | 6,850,511 | 6,279,635 | 2,570,608 | 4,038,208 | (2,243,427) | -35.7% | 6,863,531 | (166,980) | -2.4% |
| Austin Water Utility | 3,400,000 | 3,400,000 | 3,116,666 | 283,335 | 3,116,665 | (1) | 0.0% | 3,400,000 | 0 | 0.0% |
| Support Services/Infrastructure Funds | 300,582 | 300,582 | 275,532 | 225,582 | 300,582 | 25,050 | 9.1% | 300,582 | 0 | 0.0% |
| Austin Resource Recovery Fund | 53,334 | 53,334 | 48,890 | 53,334 | 53,334 | 4,444 | 9.1% | 53,334 | 0 | 0.0% |
| Total Transfers In | 38,177,427 | 44,604,427 | 43,728,723 | 3,132,859 | 41,607,721 | (2,213,002) | -5.1% | 44,437,447 | (166,980) | -0.4% |
| TOTAL AVAILABLE FUNDS | 624,064,580 | 618,848,225 | 562,122,704 | 61,113,558 | 567,015,756 | 4,893,062 | 0.9% | 615,746,674 | (3,101,551) | -0.5% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Operations | 134,746,425 | 134,745,105 | 122,319,400 | 10,550,134 | 120,129,137 | 2,190,263 | 1.8% | 138,467,326 | (3,722,221) | -2.8% |
| Support Services | 29,241,114 | 29,272,434 | 26,972,223 | 2,554,975 | 29,251,890 | 720,334 | 2.7% | 29,908,745 | (656,311) | -2.2% |
| Other Utility Program Requirements | 11,214,818 | 11,184,818 | 9,511,335 | 253,471 | 6,165,274 | 3,346,061 | 35.2% | 7,137,412 | 4,047,206 | 36.2% |
| Environmental Affairs & Conservation | 12,392,708 | 12,392,708 | 12,534,132 | 887,955 | 11,600,864 | 933,267 | 7.4% | 11,988,840 | 408,888 | 3.3% |
| Engineering Services | 12,943,002 | 12,943,002 | 12,060,453 | 577,755 | 11,621,540 | 438,913 | 3.6% | 12,904,615 | 38,387 | 0.3% |
| Water Resources Management | 9,129,340 | 9,129,340 | 8,444,498 | 883,190 | 7,681,798 | 762,700 | 9.0% | 8,866,500 | 262,840 | 2.9% |
| Reclaimed Water | 591,699 | 591,699 | 545,019 | 39,672 | 486,050 | 58,969 | 10.8% | 600,494 | (8,795) | -1.5% |
| Total Program Requirements | 210,258,908 | 210,258,908 | 192,387,061 | 15,747,152 | 183,936,554 | 8,450,507 | 4.4% | 208,873,932 | 384,974 | 0.2% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Utility Billing System | 20,566,947 | 20,566,947 | 18,863,185 | 1,713,912 | 18,853,035 | 10,150 | 0.1% | 21,824,227 | (1,257,280) | -6.1% |
| Accrued Payroll | 297,236 | 297,236 | 0 | 0 | 0 | 0 | 0.0% | 291,207 | 6,029 | 2.0% |
| Interdepartmental | 112,760 | 112,760 | 103,361 | 9,400 | 103,360 | 1 | 0.0% | 112,760 | 0 | 0.0% |
| Trf to PID Fund | 75,000 | 75,000 | 68,750 | 6,250 | 68,750 | 0 | 0.0% | 75,000 | 0 | 0.0% |
| Total Other Requirements | 21,051,943 | 21,051,943 | 19,035,296 | 1,729,562 | 19,025,145 | 10,151 | 0.1% | 22,303,194 | (1,251,251) | -5.9% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 132,503,838 | 129,525,425 | 117,367,969 | 10,488,005 | 110,293,760 | 7,074,209 | 6.0% | 122,356,799 | 7,168,626 | 5.5% |
| Trf to Utility D/S Prior Lien | 56,658,374 | 56,658,374 | 56,658,374 | 55 | 56,722,935 | (64,561) | -0.1% | 56,513,701 | 144,674 | 0.3% |
| Trf to Utility D/S Sub Lien | 9,076,100 | 9,076,100 | 8,967,900 | 108,244 | 8,973,505 | (5,605) | -0.1% | 9,054,100 | 22,000 | 0.2% |
| Trf to GO Debt Service | 2,868,844 | 2,868,844 | 2,868,844 | 0 | 2,868,844 | 0 | 0.0% | 2,868,844 | 0 | 0.0% |
| Trf to Util D/S Tax/Rev Bonds | 648,483 | 648,483 | 190,820 | 0 | 208,360 | (17,540) | -9.2% | 1,159,476 | (510,993) | -78.8% |
| Commercial paper interest | 125,355 | 125,355 | 114,908 | 48,646 | 207,023 | (92,115) | -80.2% | 141,366 | (18,011) | -12.8% |
| Total Debt Service Requirements | 201,880,394 | 198,302,581 | 186,169,815 | 10,644,961 | 178,274,427 | 6,894,388 | 3.7% | 192,094,286 | 6,808,295 | 3.4% |
| TRANSFERS OUT | | | | | | | | | | |
| Trf to General Fund | 45,914,379 | 45,914,379 | 42,098,869 | 3,817,510 | 42,098,869 | 0 | 0.0% | 45,914,379 | 0 | 0.0% |
| Trf to Wastewater CIP Fund | 42,000,000 | 42,000,000 | 38,355,000 | 3,638,000 | 38,355,000 | 0 | 0.0% | 42,000,000 | 0 | 0.0% |
| Trf to Water CIP Fund | 29,000,000 | 29,000,000 | 25,755,000 | 3,223,000 | 25,755,000 | 0 | 0.0% | 29,000,000 | 0 | 0.0% |
| TRF CRF to Debt Defeasance | 27,573,000 | 30,000,000 | 30,000,000 | 0 | 30,000,000 | 0 | 0.0% | 30,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 34,000,000 | 34,000,000 | 0 | 34,000,000 | 0 | 0.0% | 34,000,000 | 0 | 0.0% |
| Administrative Support | 12,122,210 | 12,122,210 | 11,121,645 | 1,000,565 | 11,121,645 | 0 | 0.0% | 12,122,210 | 0 | 0.0% |
| Trf to Water Revenue Stab Rsv | 9,385,497 | 9,385,497 | 8,597,683 | 2,177,504 | 8,634,509 | (36,826) | -0.4% | 9,385,297 | 3,532,200 | 37.6% |
| CTM Support | 4,029,576 | 4,029,576 | 3,894,011 | 335,565 | 3,894,011 | 0 | 0.0% | 4,029,576 | 0 | 0.0% |
| Trf to Reclaimed Water Fund | 3,400,000 | 3,400,000 | 3,116,665 | 283,335 | 3,116,665 | 0 | 0.0% | 3,400,000 | 0 | 0.0% |
| Trf to Economic Development | 3,233,332 | 3,233,332 | 2,964,987 | 268,385 | 2,964,987 | 0 | 0.0% | 3,233,332 | 0 | 0.0% |
| Trf to Reclaimed Water CIP Fnd | 1,000,000 | 1,000,000 | 889,000 | 117,000 | 889,000 | 0 | 0.0% | 1,000,000 | 0 | 0.0% |
| Trf to CIP Mgm - CPM (5460) | 2,407,858 | 2,407,858 | 2,218,348 | 189,510 | 2,218,348 | 0 | 0.0% | 2,407,858 | 0 | 0.0% |
| Workers' Compensation | 1,254,566 | 1,254,566 | 1,150,016 | 104,550 | 1,150,016 | 0 | 0.0% | 1,254,566 | 0 | 0.0% |
| Regional Radio System | 293,217 | 293,217 | 268,782 | 24,435 | 268,783 | (1) | 0.0% | 293,217 | 0 | 0.0% |
| CTECC Support | 11,774 | 11,774 | 11,774 | 0 | 11,774 | 0 | 0.0% | 11,774 | 0 | 0.0% |
| Total Transfers Out | 181,625,409 | 218,062,409 | 204,238,760 | 15,219,339 | 204,276,587 | (36,827) | 0.0% | 214,520,209 | 3,532,200 | 1.6% |
| TOTAL REQUIREMENTS | 614,817,252 | 646,265,839 | 601,830,932 | 49,341,004 | 586,512,712 | 15,318,219 | 2.5% | 638,291,621 | 9,474,216 | 1.5% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL ADJUSTMENT TO GAAP | 9,247,328 | (29,417,614) | (39,708,228) | 17,772,554 | (19,496,957) | 20,211,271 | 50.9% | (23,044,947) | 6,372,867 | 21.7% |
| ENDING BALANCE | 209,501,402 | 170,836,460 | 160,545,846 | 0 | 195,263,181 | 34,717,335 | 21.6% | 191,715,191 | 20,878,731 | 12.2% |

Note: Numbers may not add due to rounding

DEBT SERVICE COVERAGE RATIO

1.69

1.65

1.58

1.73

1.70

City of Austin, Texas
Austin Water
FUND SUMMARY - WATER
As of August 2018

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|---|---------------------|--------------------|---------------------|-------------------------|-------------------------|--------------------|---------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 98,407,343 | 98,407,343 | 98,407,343 | - | 111,644,872 | 13,237,529 | 13.5% | 111,644,872 | 13,237,529 | 13.5% |
| REVENUE | | | | | | | | | | |
| Water Revenue | 297,299,813 | 290,198,285 | 258,540,645 | 32,907,983 | 262,981,541 | 4,440,896 | 1.7% | 289,492,395 | (705,880) | -0.2% |
| Reserve Fund Surcharge | 7,385,497 | 7,385,497 | 6,597,883 | 217,504 | 4,834,509 | (1,963,174) | -29.8% | 3,853,297 | (3,532,200) | -47.8% |
| Other Revenue | 3,063,512 | 3,063,512 | 2,808,223 | 319,925 | 2,126,318 | (681,905) | -24.3% | 1,916,502 | (1,147,010) | -37.4% |
| Development Fees | 1,252,900 | 1,252,900 | 1,148,488 | 122,293 | 1,221,272 | 72,784 | 6.3% | 1,269,324 | 16,424 | 1.3% |
| Other Fines | 616,800 | 616,800 | 565,400 | 68,625 | 597,400 | 32,000 | 5.7% | 577,675 | (39,125) | -6.3% |
| Interest | 492,028 | 492,028 | 451,022 | 240,805 | 2,321,984 | 1,870,972 | 414.8% | 2,374,024 | 1,881,996 | 382.5% |
| Miscellaneous Franchise Fees | 76,300 | 76,300 | 69,938 | 142,019 | 227,112 | 157,174 | 224.7% | 57,242 | (19,058) | -25.0% |
| Land & Infrastructure Rental/Lease | 67,000 | 67,000 | 61,413 | 5,500 | 66,000 | 4,587 | 7.5% | 72,000 | 5,000 | 7.5% |
| Building Rental/Lease | 57,500 | 57,500 | 52,712 | 15,084 | 60,335 | 7,823 | 14.5% | 58,918 | 1,418 | 2.5% |
| Public Health Licenses, Permits, Inspections | 46,400 | 46,400 | 42,537 | 5,867 | 62,043 | 19,506 | 45.9% | 54,561 | 8,161 | 17.6% |
| Scrap Sales | 27,200 | 27,200 | 24,937 | 4,799 | 33,795 | 8,858 | 35.5% | 25,862 | (1,338) | -4.9% |
| Parking Revenue | 0 | 0 | 0 | 0 | 226 | 226 | 0.0% | 0 | 0 | 0.0% |
| Total Revenue | 310,384,960 | 303,283,422 | 270,362,988 | 34,060,409 | 274,332,643 | 3,969,646 | 1.5% | 289,761,799 | (3,631,623) | -1.2% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 19,973,000 | 20,000,000 | 20,000,000 | 0 | 20,000,932 | 932 | 0.0% | 20,000,000 | 0 | 0.0% |
| Community Benefit Charge Transfer In | 4,048,009 | 4,048,009 | 3,710,674 | 1,501,985 | 2,291,265 | (1,419,409) | -38.3% | 3,893,489 | (54,540) | -1.3% |
| Support Services/Infrastructure Funds | 150,291 | 150,291 | 137,766 | 112,791 | 150,291 | 12,525 | 9.1% | 150,291 | 0 | 0.0% |
| Total Transfers in | 24,171,300 | 24,198,300 | 23,848,440 | 1,614,776 | 22,442,488 | (1,406,952) | -6.3% | 24,143,780 | (54,640) | -0.2% |
| TOTAL AVAILABLE FUNDS | 334,556,260 | 327,481,722 | 294,211,428 | 35,675,185 | 296,775,031 | 2,563,593 | 0.9% | 323,895,579 | (3,586,163) | -1.1% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Operations | 71,523,429 | 71,507,723 | 65,401,000 | 5,700,851 | 62,031,389 | 3,369,610 | 5.2% | 72,429,898 | (922,175) | -1.3% |
| Support Services | 14,781,305 | 14,787,625 | 13,566,378 | 1,255,737 | 13,126,468 | 441,910 | 3.3% | 15,172,798 | (375,173) | -2.5% |
| Environmental Affairs & Conservation | 9,055,473 | 9,055,473 | 9,415,270 | 654,951 | 8,784,783 | 831,487 | 6.7% | 8,836,860 | 418,613 | 4.6% |
| Other Utility Program Requirements | 5,828,252 | 5,813,252 | 4,765,368 | 209,732 | 3,362,017 | 1,404,352 | 29.5% | 3,625,108 | 2,188,144 | 37.6% |
| Engineering Services | 5,050,457 | 5,050,457 | 4,815,951 | 262,894 | 4,402,975 | 412,976 | 8.6% | 4,990,826 | 59,531 | 1.2% |
| Water Resources Management | 4,273,293 | 4,271,992 | 3,950,582 | 403,071 | 3,945,940 | 404,842 | 10.2% | 4,142,325 | 129,667 | 3.0% |
| Total Program Requirements | 110,512,209 | 110,486,622 | 101,918,549 | 8,487,235 | 95,253,672 | 6,664,978 | 6.5% | 108,937,315 | 1,459,607 | 1.4% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Utility Billing System Support | 12,953,273 | 12,953,273 | 11,882,040 | 1,079,439 | 11,873,834 | 8,207 | 0.1% | 13,561,264 | (607,991) | -4.7% |
| Accrued Payroll | 151,150 | 151,150 | 0 | 0 | 0 | 0 | 0.0% | 145,664 | 5,486 | 3.8% |
| Interdepartmental Charges | 56,380 | 56,380 | 51,680 | 4,700 | 51,680 | 0 | 0.0% | 56,380 | 0 | 0.0% |
| Trf to PID Fund | 37,500 | 37,500 | 34,375 | 3,125 | 34,375 | 0 | 0.0% | 37,500 | 0 | 0.0% |
| Expense Refund - Insurance | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| Total Other Requirements | 13,198,303 | 13,198,303 | 11,968,096 | 1,087,264 | 11,959,889 | 8,207 | 0.1% | 13,800,808 | (602,505) | -4.6% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 72,226,776 | 70,352,883 | 64,024,883 | 5,392,547 | 61,150,911 | 2,873,971 | 4.5% | 68,164,400 | 2,188,483 | 3.1% |
| Trf to Utility D/S Prior Lien | 27,248,900 | 27,248,900 | 27,248,900 | 27 | 27,279,805 | (31,005) | -0.1% | 27,179,600 | 69,200 | 0.3% |
| Trf to Utility D/S Sub Lien | 5,075,700 | 5,075,700 | 5,023,400 | 52,363 | 5,026,485 | (3,085) | -0.1% | 5,063,300 | 12,400 | 0.2% |
| Trf to GO Debt Service | 1,327,428 | 1,327,428 | 1,327,428 | 0 | 1,327,428 | 0 | 0.0% | 1,327,428 | 0 | 0.0% |
| Trf to Util D/S Tax/Rev Bonds | 239,965 | 239,965 | 70,611 | 0 | 79,686 | (9,075) | -12.9% | 504,340 | (264,375) | -110.2% |
| Commercial paper Interest | 69,423 | 69,423 | 63,637 | 24,683 | 97,979 | (34,342) | -54.0% | 91,068 | (21,645) | -31.2% |
| Total Debt Service Requirements | 106,188,092 | 104,314,159 | 97,758,759 | 5,469,619 | 94,962,294 | 2,796,464 | 2.9% | 102,330,136 | 1,984,063 | 1.9% |
| TRANSFERS | | | | | | | | | | |
| Trf to Water CIP Fund | 29,000,000 | 29,000,000 | 25,755,000 | 3,223,000 | 25,755,000 | 0 | 0.0% | 29,000,000 | 0 | 0.0% |
| Trf to General Fund | 24,538,845 | 24,538,845 | 22,493,755 | 2,044,890 | 22,493,755 | 0 | 0.0% | 24,538,845 | 0 | 0.0% |
| TRF CRF to Debt Defeasance | 19,973,000 | 20,000,000 | 20,000,000 | 0 | 20,000,000 | 0 | 0.0% | 20,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 6,825,455 | 6,825,455 | 0 | 6,825,455 | 0 | 0.0% | 6,825,455 | 0 | 0.0% |
| Trf to Water Revenue Slab Rsv | 9,385,497 | 9,385,497 | 8,597,883 | 2,217,504 | 8,534,509 | (68,286) | -0.4% | 5,853,297 | 3,532,200 | 37.6% |
| Administrative Support | 6,926,977 | 6,926,977 | 6,349,727 | 577,250 | 6,349,727 | 0 | 0.0% | 6,926,977 | 0 | 0.0% |
| Trf to Reclaimed Water Fund | 2,550,000 | 2,550,000 | 2,337,500 | 212,500 | 2,337,500 | 0 | 0.0% | 2,550,000 | 0 | 0.0% |
| CTM Support | 2,032,486 | 2,032,486 | 1,863,111 | 169,375 | 1,863,111 | 0 | 0.0% | 2,032,486 | 0 | 0.0% |
| Trf to Economic Development | 1,710,432 | 1,710,432 | 1,567,897 | 142,535 | 1,567,897 | 0 | 0.0% | 1,710,432 | 0 | 0.0% |
| Trf to CIP Mgm - CPM (5460) | 1,123,401 | 1,123,401 | 1,029,786 | 93,615 | 1,029,786 | 0 | 0.0% | 1,123,401 | 0 | 0.0% |
| Workers' Compensation | 627,283 | 627,283 | 575,008 | 52,275 | 575,008 | 0 | 0.0% | 627,283 | 0 | 0.0% |
| Regional Radio System | 293,217 | 146,609 | 146,607 | 0 | 146,609 | (2) | 0.0% | 146,609 | 0 | 0.0% |
| CTECC Support | 5,887 | 5,887 | 5,887 | 0 | 5,887 | 0 | 0.0% | 5,887 | 0 | 0.0% |
| Total Transfers Out | 98,166,825 | 104,872,672 | 97,647,416 | 8,732,944 | 97,584,244 | (36,828) | 0.0% | 101,340,472 | 3,532,200 | 3.4% |
| TOTAL REQUIREMENTS | 328,065,429 | 332,881,696 | 308,192,819 | 23,777,063 | 299,759,938 | 9,432,821 | 3.1% | 326,469,331 | 6,412,366 | 1.9% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS | 6,490,821 | (5,399,974) | (14,981,381) | 11,888,102 | (2,984,967) | 11,998,414 | 80.1% | (2,573,772) | 2,826,202 | 52.3% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 104,898,164 | 93,007,369 | 83,425,962 | 11,888,102 | 108,659,906 | 25,233,943 | 30.2% | 108,071,100 | 16,063,731 | 17.3% |
| Note: Numbers may not add due to rounding | | | | | | | | | | |
| DEBT SERVICE COVERAGE RATIO | 1.68 | 1.64 | 1.52 | | 1.68 | | | 1.65 | | |

City of Austin, Texas
Austin Water
FUND SUMMARY - WASTEWATER
As of August 2018

| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|--|---------------------|--------------------|---------------------|-------------------------|-------------------------|-----------------|------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 100,522,211 | 100,522,211 | 100,522,211 | - | 102,137,960 | 1,615,749 | 1.6% | 102,137,960 | 1,615,749 | 1.6% |
| REVENUE | | | | | | | | | | |
| Wastewater Revenue | 269,302,437 | 264,760,610 | 242,408,316 | 23,076,294 | 243,970,484 | 1,562,169 | 0.6% | 263,856,645 | (903,966) | -0.4% |
| Other Revenue | 2,979,848 | 2,979,848 | 2,735,381 | 235,170 | 2,544,218 | (181,163) | -7.0% | 2,885,708 | (94,140) | -3.4% |
| Interest | 618,454 | 618,454 | 566,918 | 219,596 | 2,179,444 | 1,612,528 | 264.4% | 2,255,316 | 1,659,316 | 303.7% |
| Public Health Licenses, Permits, | 596,000 | 596,000 | 548,326 | 47,229 | 581,377 | 35,051 | 6.4% | 642,072 | 23,618 | 4.2% |
| Building Rental/Lease | 57,000 | 57,000 | 52,250 | 15,084 | 60,335 | 8,085 | 15.5% | 58,083 | 1,083 | 3.2% |
| Miscellaneous Franchise Fees | 16,700 | 16,700 | 15,312 | 60,380 | 60,380 | 45,068 | 294.3% | 8,350 | (8,350) | -54.5% |
| Scrap Sales | 15,500 | 15,500 | 14,212 | 4,799 | 33,795 | 19,583 | 137.8% | 19,972 | 4,472 | 31.5% |
| Development Fees | 4,200 | 4,200 | 0 | 0 | 3,377 | 3,377 | 0.0% | 3,339 | (661) | 0.0% |
| Total Revenue | 273,590,139 | 269,048,312 | 246,338,715 | 23,658,553 | 249,433,410 | 3,054,696 | 1.3% | 268,730,269 | 681,957 | 0.3% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 7,600,000 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 0 | 0.0% | 10,000,000 | 0 | 0.0% |
| Community Benefit Charge Transfer In | 2,802,502 | 2,802,502 | 2,568,981 | 1,068,843 | 1,744,943 | (824,018) | -32.1% | 2,690,062 | (112,440) | -4.4% |
| Support Services/Infrastructure Funds | 150,291 | 150,291 | 137,766 | 112,791 | 150,291 | 12,525 | 9.1% | 150,291 | 0 | 0.0% |
| Austin Resource Recovery Fund | 53,334 | 53,334 | 48,880 | 53,334 | 53,334 | 4,444 | 9.1% | 53,334 | 0 | 0.0% |
| Total Transfers In | 10,605,127 | 13,005,127 | 12,755,617 | 1,234,768 | 11,948,568 | (807,049) | -6.3% | 12,893,587 | (112,440) | -0.9% |
| TOTAL AVAILABLE FUNDS | 284,195,266 | 282,053,439 | 259,094,332 | 24,893,321 | 261,381,978 | 2,287,647 | 0.9% | 282,623,857 | 569,518 | 0.2% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Operations | 63,222,998 | 63,237,382 | 56,918,400 | 4,849,283 | 58,097,748 | (1,179,348) | -2.1% | 66,037,428 | (2,800,046) | -4.4% |
| Support Services | 14,459,809 | 14,474,809 | 13,403,845 | 1,299,239 | 13,125,422 | (278,423) | -2.1% | 14,735,947 | (281,138) | -1.8% |
| Engineering Services | 7,892,545 | 7,892,545 | 7,244,502 | 314,861 | 7,218,565 | (25,937) | -0.4% | 7,913,689 | (21,144) | -0.3% |
| Other Utility Program Requirements | 5,356,190 | 5,343,190 | 4,722,542 | 43,435 | 2,787,817 | (1,934,929) | -41.0% | 3,487,929 | (1,855,261) | -34.7% |
| Water Resources Management | 4,856,047 | 4,857,348 | 4,493,917 | 480,119 | 4,135,859 | (358,058) | -8.0% | 4,724,175 | (133,173) | -2.7% |
| Environmental Affairs & Conservation | 3,337,235 | 3,337,235 | 3,117,862 | 233,004 | 2,816,081 | (301,781) | -9.7% | 3,351,980 | (14,745) | -0.4% |
| Total Program Requirements | 99,126,822 | 99,142,509 | 89,901,067 | 7,219,941 | 86,181,292 | (1,719,775) | -1.9% | 100,251,148 | (1,108,639) | -1.2% |
| OTHER REQUIREMENTS | | | | | | | | | | |
| Utility Billing System Support | 7,613,674 | 7,613,674 | 6,961,144 | 634,473 | 6,979,201 | 1,944 | 0.0% | 8,262,963 | (649,289) | -8.5% |
| Accrued Payroll | 145,040 | 145,040 | 0 | 0 | 0 | 0 | 0.0% | 141,700 | 3,340 | 2.3% |
| Interdepartmental Charges | 56,380 | 56,380 | 51,680 | 4,700 | 51,680 | 0 | 0.0% | 56,380 | 0 | 0.0% |
| Trf to PID Fund | 37,500 | 37,500 | 34,375 | 3,125 | 34,375 | 0 | 0.0% | 37,500 | 0 | 0.0% |
| Total Other Requirements | 7,852,594 | 7,852,594 | 7,067,200 | 642,298 | 7,065,256 | (1,944) | -0.0% | 8,498,543 | (645,949) | -8.1% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 58,254,809 | 55,818,842 | 51,493,857 | 4,810,009 | 46,158,643 | (5,335,214) | -10.4% | 50,838,700 | (4,980,142) | -8.9% |
| Trf to Utility D/S Prior Lien | 29,408,574 | 29,408,574 | 29,408,574 | 29 | 29,443,130 | (33,556) | -0.1% | 29,334,100 | 75,474 | 0.3% |
| Trf to Utility D/S Sub Lien | 4,000,400 | 4,000,400 | 3,944,500 | 55,881 | 3,947,020 | (2,520) | -0.1% | 3,980,800 | 9,600 | 0.2% |
| Trf to GO Debt Service | 1,541,416 | 1,541,416 | 1,541,416 | 0 | 1,541,416 | 0 | 0.0% | 1,541,416 | 0 | 0.0% |
| Trf to Util D/S Tax/Rev Bonds | 408,518 | 408,518 | 120,209 | 0 | 128,674 | (8,465) | -7.0% | 655,136 | (246,618) | -60.4% |
| Commercial paper interest | 8,512 | 8,512 | 7,802 | 23,789 | 108,870 | (101,068) | -1295.4% | 39,884 | (31,372) | -368.6% |
| Total Debt Service Requirements | 93,623,228 | 91,187,262 | 86,517,358 | 4,888,708 | 81,327,753 | (5,185,604) | -6.0% | 86,400,036 | (4,787,226) | -5.5% |
| TRANSFERS OUT | | | | | | | | | | |
| Trf to Wastewater CIP Fund | 42,000,000 | 42,000,000 | 38,355,000 | 3,638,000 | 38,355,000 | 0 | 0.0% | 42,000,000 | 0 | 0.0% |
| Trf to General Fund | 21,271,435 | 21,271,435 | 19,498,815 | 1,772,620 | 19,498,815 | 0 | 0.0% | 21,271,435 | 0 | 0.0% |
| TRF CRF to Debt Defeasance | 7,600,000 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 0 | 0.0% | 10,000,000 | 0 | 0.0% |
| TRF Operating to Debt Defeasance | 0 | 23,174,545 | 23,174,545 | 0 | 23,174,545 | 0 | 0.0% | 23,174,545 | 0 | 0.0% |
| Administrative Support | 5,079,783 | 5,079,783 | 4,856,468 | 423,315 | 4,856,468 | 0 | 0.0% | 5,079,783 | 0 | 0.0% |
| CTM Support | 1,994,262 | 1,994,262 | 1,828,072 | 166,190 | 1,828,072 | 0 | 0.0% | 1,994,262 | 0 | 0.0% |
| Trf to Economic Development | 1,509,967 | 1,509,967 | 1,384,137 | 125,830 | 1,384,137 | 0 | 0.0% | 1,509,967 | 0 | 0.0% |
| Trf to CIP Mgm - CPM (5460) | 1,150,750 | 1,150,750 | 1,054,855 | 95,895 | 1,054,855 | 0 | 0.0% | 1,150,750 | 0 | 0.0% |
| Trf to Reclaimed Water Fund | 850,000 | 850,000 | 779,165 | 70,835 | 779,165 | 0 | 0.0% | 850,000 | 0 | 0.0% |
| Workers' Compensation | 627,283 | 627,283 | 575,008 | 52,275 | 575,008 | 0 | 0.0% | 627,283 | 0 | 0.0% |
| CTECC Support | 5,887 | 5,887 | 5,887 | 0 | 5,887 | 0 | 0.0% | 5,887 | 0 | 0.0% |
| Regional Radio System | 0 | 146,608 | 122,175 | 24,435 | 122,174 | 1 | 0.0% | 146,608 | 0 | 0.0% |
| Total Transfers Out | 82,089,367 | 107,810,520 | 101,434,127 | 6,369,395 | 101,434,126 | 1 | 0.0% | 107,810,520 | 0 | 0.0% |
| TOTAL REQUIREMENTS | 282,692,012 | 305,952,885 | 284,919,752 | 19,121,341 | 278,008,427 | (6,911,324) | -2.4% | 302,960,247 | (3,032,638) | -1.1% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS | 1,504,254 | (23,938,446) | (25,825,420) | 5,771,980 | (16,626,449) | 9,198,971 | 35.62% | (20,336,290) | 3,602,156 | 15.0% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 102,026,465 | 76,583,765 | 74,656,791 | 5,771,980 | 85,511,511 | 10,814,720 | 14.5% | 81,801,670 | 7,104,879 | 9.5% |
| Note: Numbers may not add due to rounding | | | | | | | | | | |
| DEBT SERVICE COVERAGE RATIO | 1.72 | 1.72 | 1.67 | | 1.84 | | | 1.81 | | |

City of Austin, Texas
Austin Water
FUND SUMMARY - RECLAIMED
As of August 2018

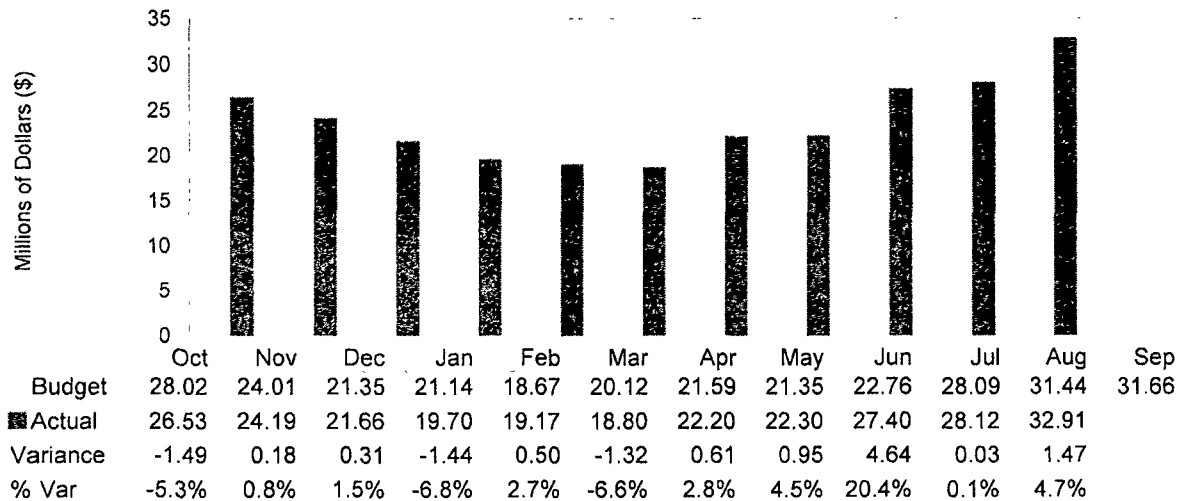
| | 2017-18 APPROVED | 2017-18 AMENDED | BUDGET ALLOTMENT | MTD ACTUAL W/ ENCUMB | YTD ACTUAL W/ ENCUMB | YTD VARIANCE | % VARIANCE | YEAR-END ESTIMATE | YEAR-END VARIANCE | YEAR-END % VARIANCE |
|--|---------------------|--------------------|---------------------|-------------------------|-------------------------|-----------------|------------|----------------------|----------------------|------------------------|
| BEGINNING BALANCE | 1,324,520 | 1,324,520 | 1,324,520 | 0 | 977,306 | (347,214) | -26.2% | 977,306 | (347,214) | -26.2% |
| REVENUE | | | | | | | | | | |
| Reclaimed Services | 1,895,166 | 1,895,166 | 1,894,780 | 268,189 | 1,698,183 | 13,403 | 0.8% | 1,780,250 | (114,916) | -6.8% |
| Interest | 16,898 | 16,898 | 15,488 | 3,549 | 43,899 | 28,410 | 163.4% | 48,908 | 30,010 | 193.8% |
| Total Revenue | 1,912,064 | 1,912,064 | 1,910,268 | 271,737 | 1,742,081 | 41,813 | 2.2% | 1,827,158 | (64,906) | -3.6% |
| TRANSFERS IN | | | | | | | | | | |
| CIP | 0 | 4,000,000 | 4,000,000 | 0 | 4,000,000 | 0 | 0.0% | 4,000,000 | 0 | 0.0% |
| Austin Water Utility | 3,400,000 | 3,400,000 | 3,116,866 | 283,335 | 3,116,865 | (1) | 0.0% | 3,400,000 | 0 | 0.0% |
| Total Transfers In | 3,400,000 | 7,400,000 | 7,116,866 | 283,335 | 7,116,865 | (1) | 0.0% | 7,400,000 | 0 | 0.0% |
| TOTAL AVAILABLE FUNDS | 5,312,064 | 9,312,064 | 8,816,934 | 555,072 | 8,858,946 | 41,812 | 0.5% | 9,227,158 | (84,906) | -1.0% |
| PROGRAM REQUIREMENTS | | | | | | | | | | |
| Reclaimed Water Services | 591,699 | 591,699 | 545,019 | 39,672 | 486,050 | 58,969 | 10.8% | 600,494 | (8,795) | -1.5% |
| Other Utility Program Requirements | 28,176 | 28,176 | 22,425 | 305 | 15,640 | 6,785 | 30.3% | 24,375 | 3,801 | 13.5% |
| Total Program Requirements | 619,875 | 619,875 | 567,444 | 39,977 | 501,690 | 65,754 | 11.6% | 624,869 | (4,994) | -0.9% |
| OTHER | | | | | | | | | | |
| Accrued Payroll | 1,046 | 1,046 | 0 | 0 | 0 | 0 | 0.0% | 3,843 | (2,797) | -267.4% |
| Total Other Requirements | 1,046 | 1,046 | 0 | 0 | 0 | 0 | 0.0% | 3,843 | (2,797) | -267.4% |
| DEBT SERVICE REQUIREMENTS | | | | | | | | | | |
| Trf to Util D/S Separate Lien | 2,022,253 | 3,353,700 | 1,848,230 | 285,449 | 2,984,206 | (1,134,976) | -51.4% | 3,353,700 | 0 | 0.0% |
| Commercial paper interest | 47,420 | 47,420 | 43,469 | 174 | 174 | 43,295 | 99.8% | 10,414 | 37,006 | 78.0% |
| Total Debt Service Requirements | 2,069,673 | 3,401,120 | 1,891,699 | 285,623 | 2,984,380 | (1,091,681) | -57.7% | 3,364,114 | 37,006 | 2.0% |
| TRANSFERS | | | | | | | | | | |
| Trf to Reclaimed Water CIP Fnd | 1,000,000 | 1,000,000 | 888,000 | 117,000 | 889,000 | 0 | 0.0% | 1,000,000 | 0 | 0.0% |
| Trf Operating to Debt Defeasance | 0 | 4,000,000 | 4,000,000 | 0 | 4,000,000 | 0 | 0.0% | 4,000,000 | 0 | 0.0% |
| Administrative Support | 115,450 | 115,450 | 115,450 | 0 | 115,450 | 0 | 0.0% | 115,450 | 0 | 0.0% |
| Trf to General Fund | 104,299 | 104,299 | 104,299 | 0 | 104,299 | 0 | 0.0% | 104,299 | 0 | 0.0% |
| Trf to CIP Mgmt - CPM (5460) | 133,707 | 133,707 | 133,707 | 0 | 133,707 | 0 | 0.0% | 133,707 | 0 | 0.0% |
| Trf to Economic Development | 12,933 | 12,933 | 12,933 | 0 | 12,933 | 0 | 0.0% | 12,933 | 0 | 0.0% |
| CTM Support | 2,828 | 2,828 | 2,828 | 0 | 2,828 | 0 | 0.0% | 2,828 | 0 | 0.0% |
| Total Transfers Out | 1,369,217 | 5,369,217 | 5,258,217 | 117,000 | 5,258,217 | 0 | 0.0% | 5,369,217 | 0 | 0.0% |
| TOTAL REQUIREMENTS | 4,059,811 | 9,391,258 | 7,718,360 | 442,600 | 8,744,287 | (1,025,826) | -13.3% | 9,362,043 | 29,215 | 0.3% |
| EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS | 1,252,253 | (79,194) | 1,098,574 | 112,472 | 114,459 | (984,115) | -89.8% | (134,885) | (55,691) | 70.3% |
| ADJUSTMENT TO GAAP | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | 0 | 0 | 0.0% |
| ENDING BALANCE | 2,576,773 | 1,245,326 | 2,423,094 | 112,472 | 1,091,765 | (1,331,329) | -54.9% | 842,421 | (402,905) | -32.4% |
| DEBT SERVICE COVERAGE RATIO | 0.51 | 0.31 | 0.48 | 0.81 | 0.33 | | | 0.28 | | |

Note: Numbers may not add due to rounding

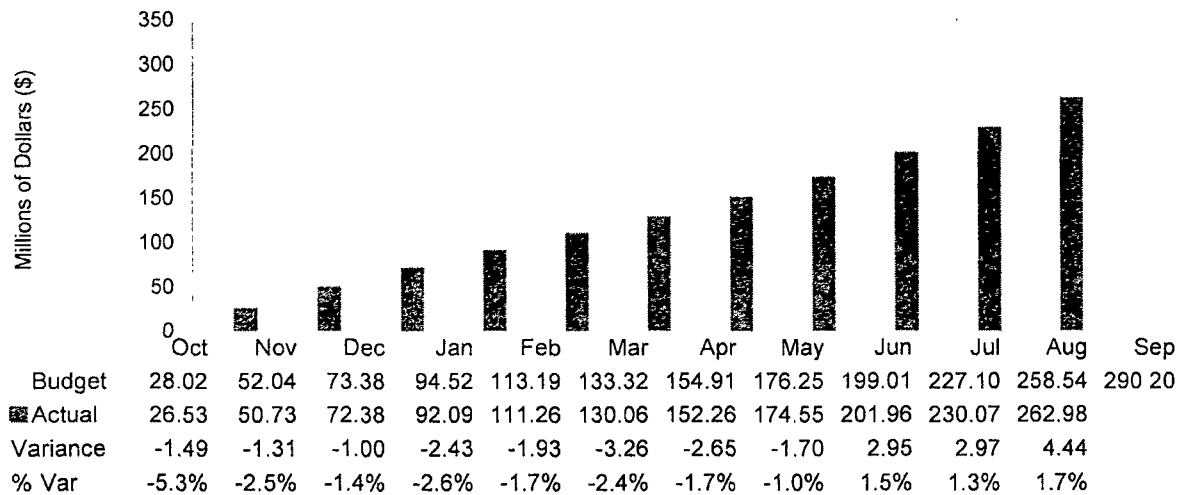
REVENUES

Water Service Revenue

Monthly Actuals v. Budget



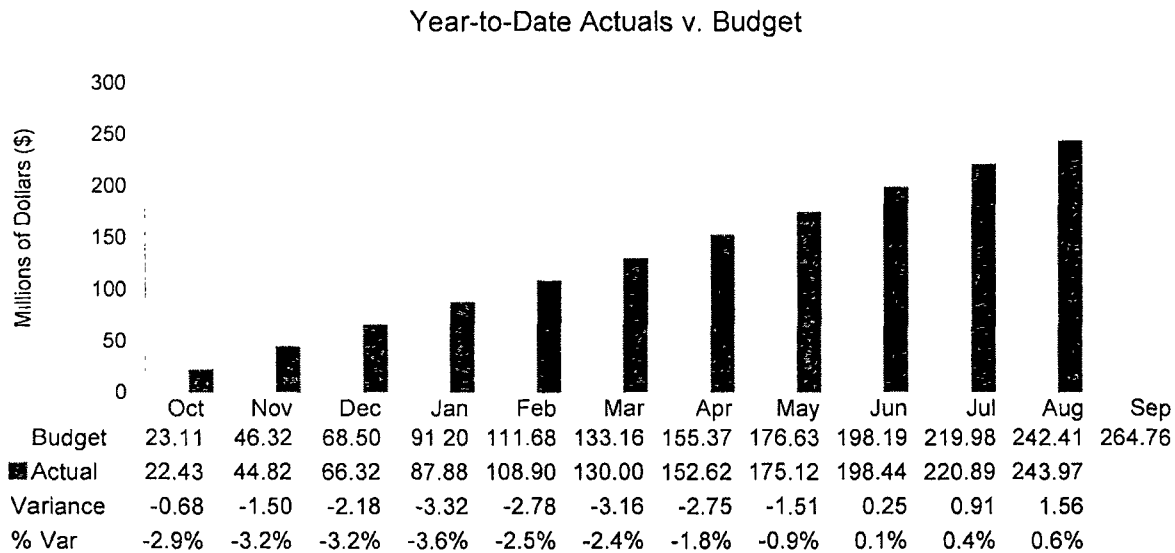
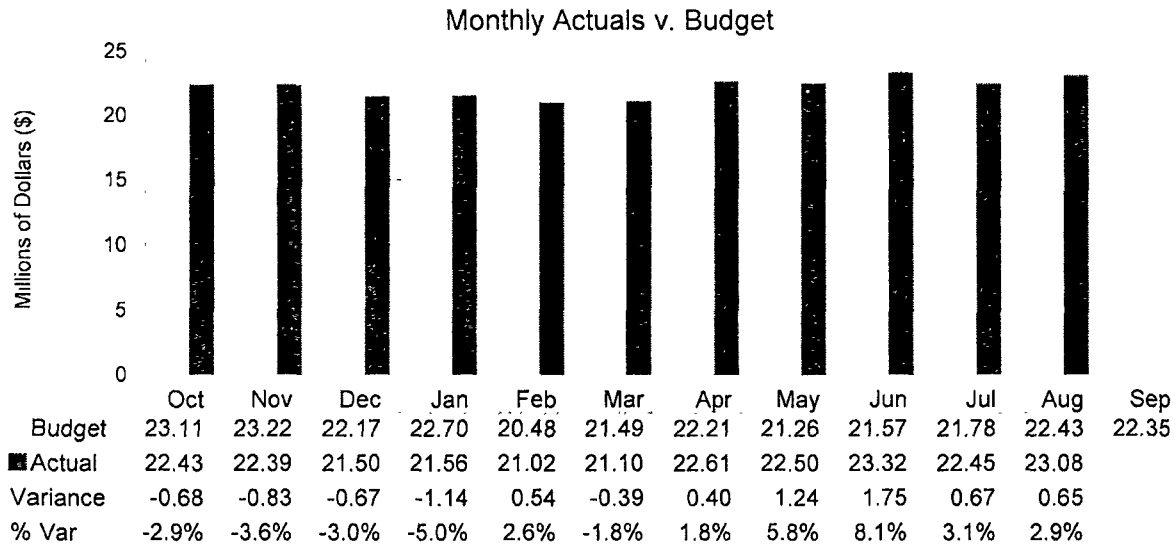
Year-to-Date Actuals v. Budget



Water service revenues for August 2018 totaled \$32.91 million. This is \$1.47 million, or 4.7%, more than the budget allotment for the month. For the fiscal year, water service revenues totaled \$262.98 million, which is \$4.44 million, or 1.7% more than the budget allotment.

August 2018's billed water consumption totaled 4.48 BG, 0.15 BG (3.4%) greater than projected for the month. Year-to-date, billed water consumption of 37.26 BG is 0.75 BG (2.0%) greater than projected.

Wastewater Service Revenue

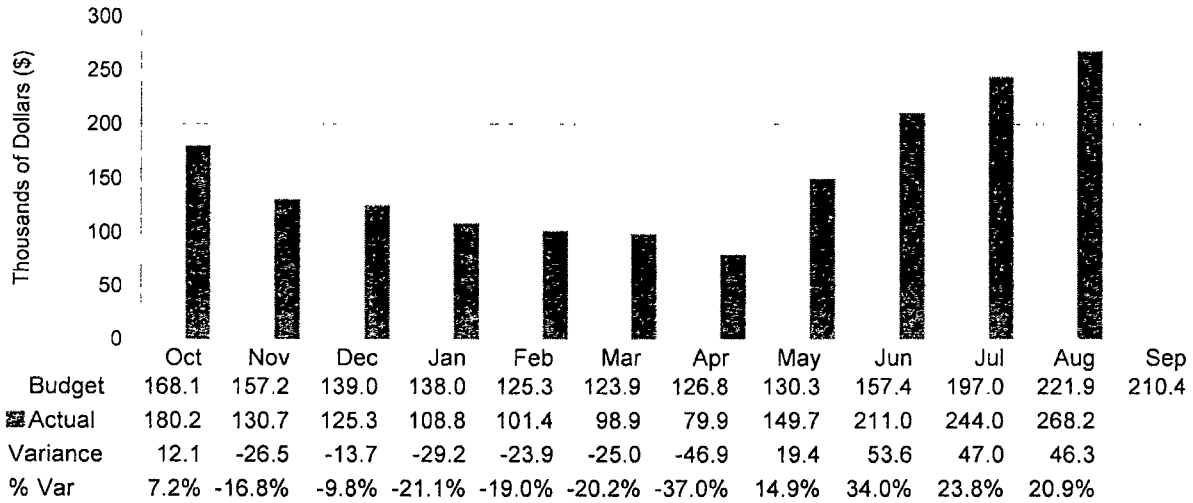


Wastewater service revenues for August 2018 totaled \$23.08 million. This is \$0.65 million, or 2.9% more than the budget allotment for the month. For the fiscal year, wastewater service revenues totaled \$243.97 million, which is \$1.56 million, or 0.6% more than the budget allotment.

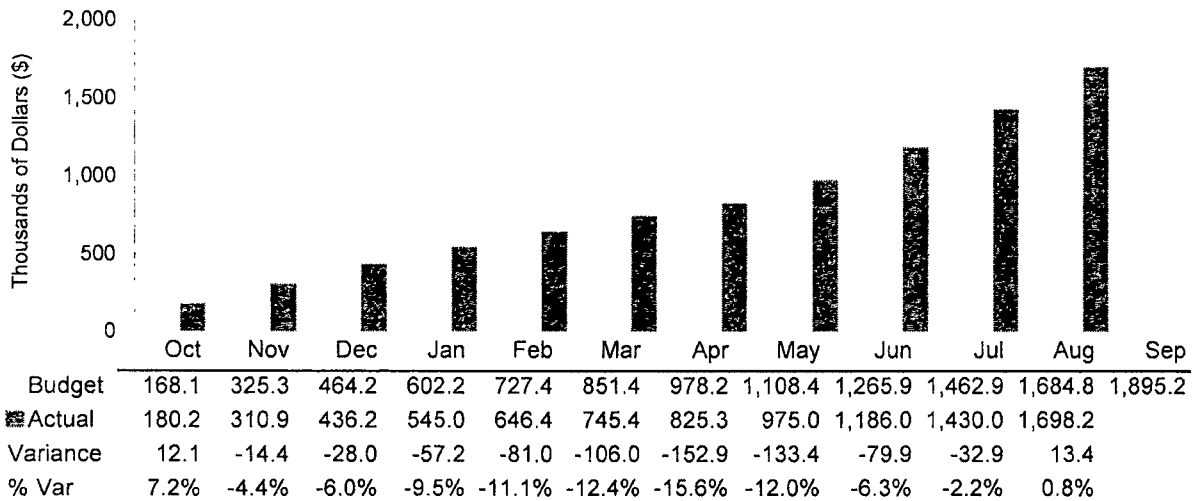
Wastewater bills are determined by the lower of either actual water consumption or three month winter average for the month, except for customers who have installed wastewater measuring devices.

Reclaimed Water Service Revenue

Monthly Actuals v. Budget

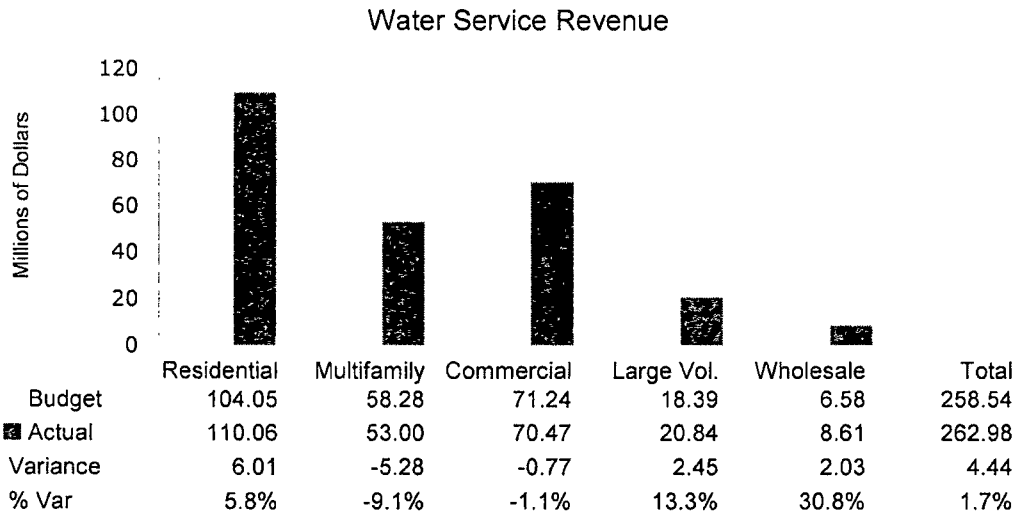


Year-to-Date Actuals v. Budget



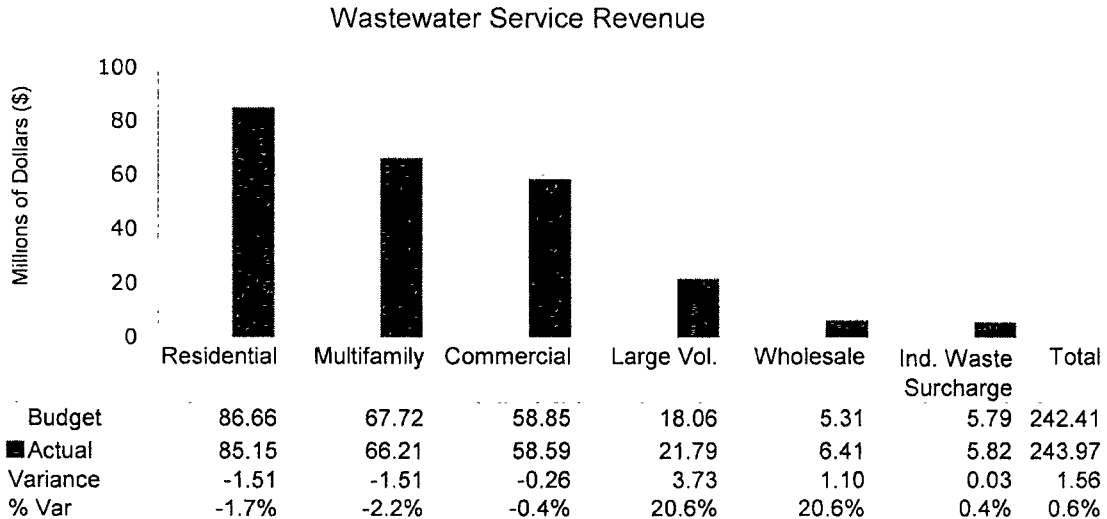
Reclaimed service revenues for August 2018 totaled \$268.2 thousand. This is \$46 thousand, or 20.9% more than the budget allotment for the month. For the fiscal year, reclaimed service revenues totaled \$1698.2 thousands, which is \$13.4 thousand, or 0.8% more than the budget allotment.

Revenue by Customer Class Year-to-Date



The graph above compares the budgeted and actual water service revenues by customer class through August before any accounts receivable adjustments.

The Wholesale, Large Volume, and Residential customer classes were above projections by 30.8%, 13.3%, and 5.8% respectively, while Multifamily and Commercial classes were below projections. Overall, water revenues are \$4.44 million (1.7%) higher than projected.

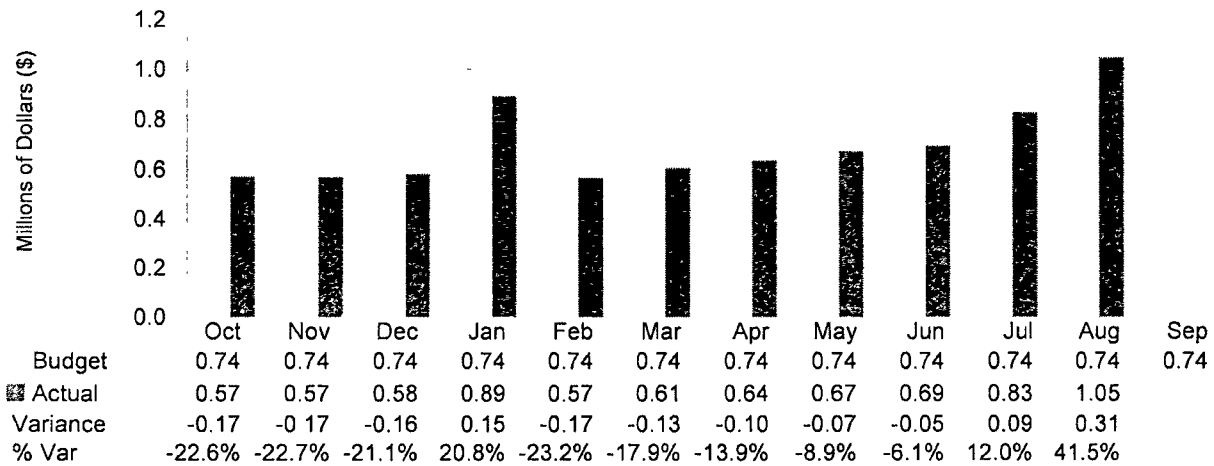


The graph above compares the budgeted and actual wastewater service revenues by customer class through August before any accounts receivable adjustments.

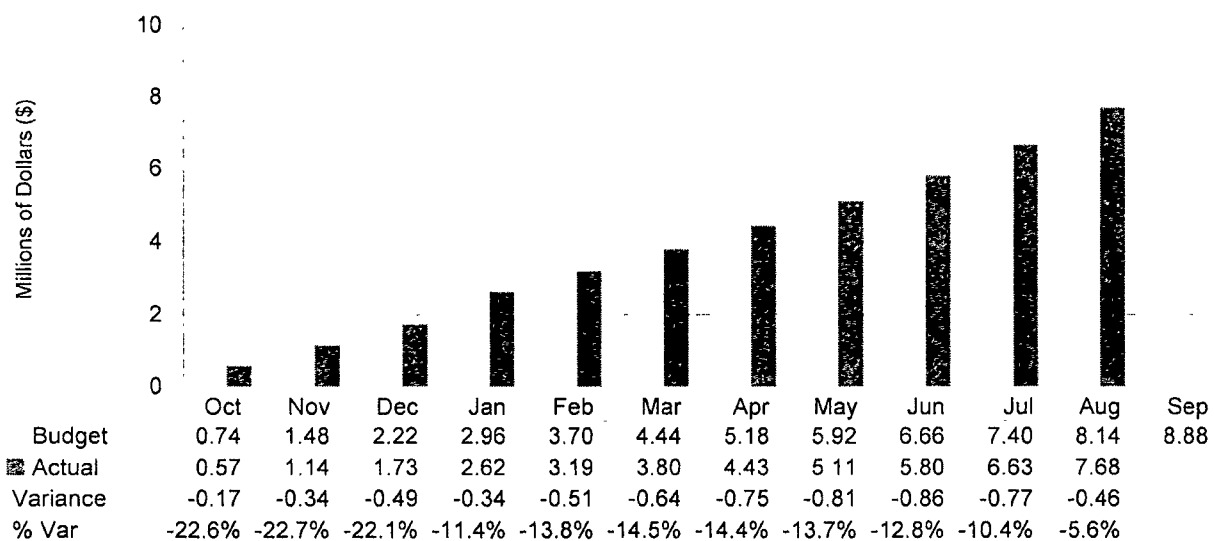
The Wholesale and Large Volume customer classes were above projections by 20.6% and 20.6%, respectively, while Residential, Multifamily, and Commercial classes were below projections. Overall, wastewater revenues were \$1.56 million (0.6%) higher than projected.

Miscellaneous Revenue

Monthly Actuals v. Budget



Year-to-Date Actuals v. Budget

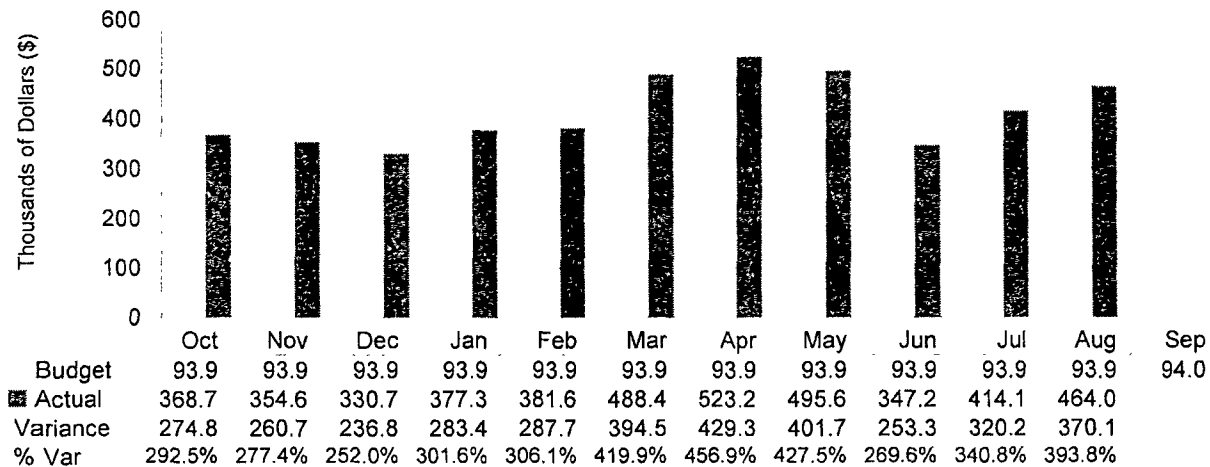


Miscellaneous revenues include revenue from sources other than water and wastewater services, such as late fees, fines and special billings. Miscellaneous revenues in August 2018 totaled \$1.05 million, \$0.31 million (41.5%), more than the budget allotment for the month.

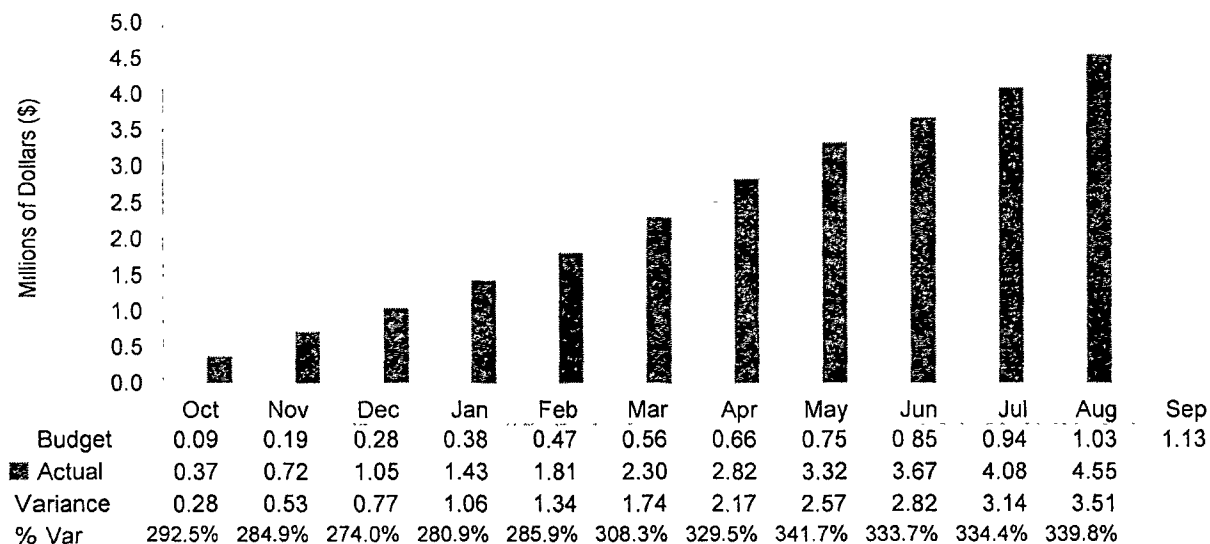
For the fiscal year, miscellaneous revenues totaled \$7.68 million, \$0.46 million (5.6%) less than the budget allotment.

Interest Income

Monthly Actuals v. Budget



Year-to-Date Actuals v. Budget



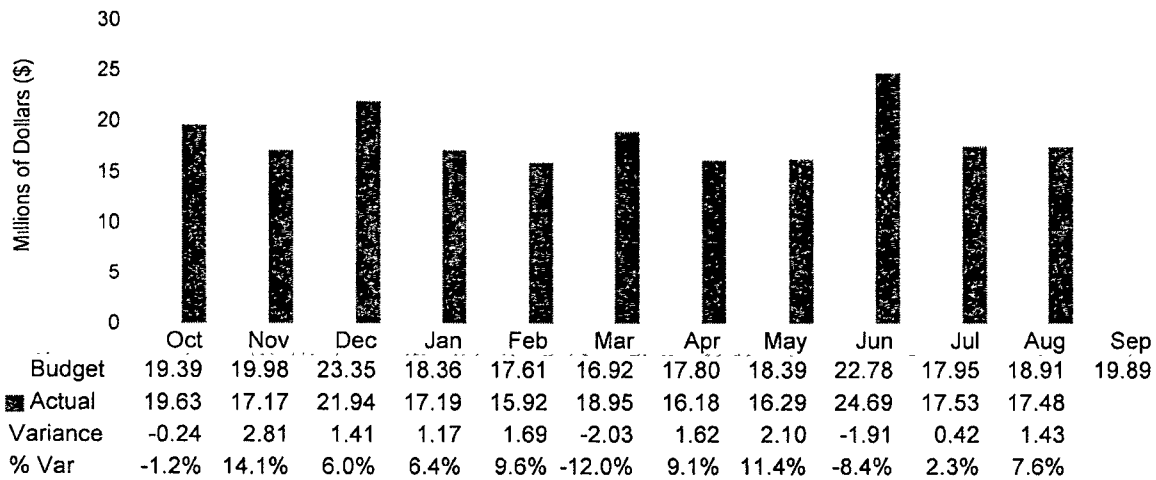
Interest income includes interest allocated from the City's Investment Pool, the Debt Service Fund, and the CIP funds. Combined interest income in August 2018 totaled \$464.0 thousand, \$370.1 thousand (393.8%), more than the budget allotment for the month. This is largely due to higher than projected interest rates and cash balances.

For the fiscal year, interest income totaled \$4.55 million, \$3.51 million (339.8%) more than the budget allotment.

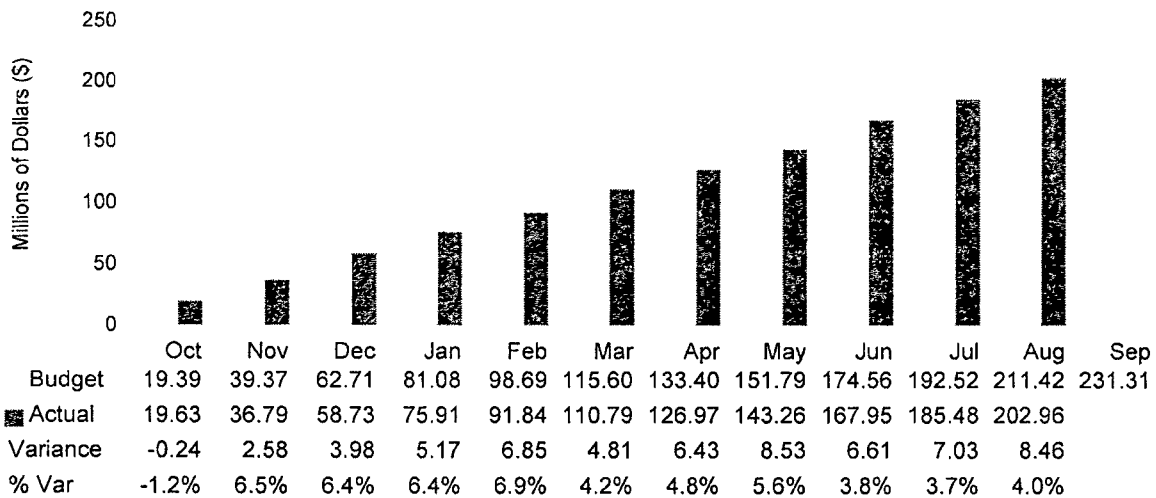
OPERATING REQUIREMENTS

Program Operating and Other Requirement Expenses

Monthly Budget vs. Actual



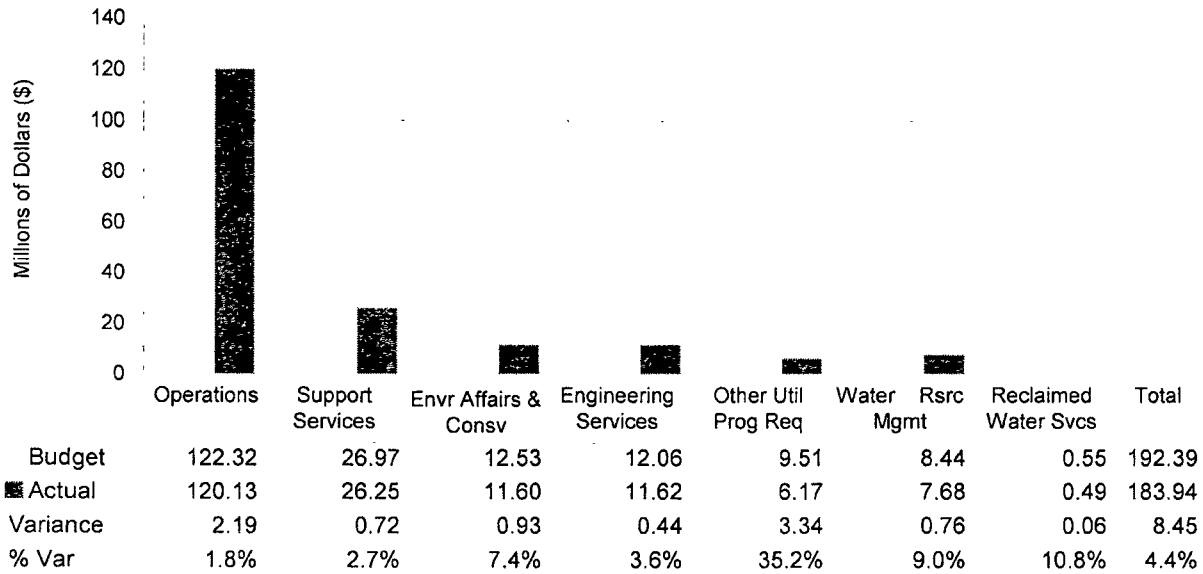
Year-to-Date Budget vs. Actual



Total Program Operating and Other Requirements for the fiscal year through August 2018 were \$107.21 million for Water, \$95.25 million for Wastewater, and \$0.5 million for Reclaimed. The combined Program Operating and Other Requirements of \$202.96 million were \$8.46 million, or 4% below the budget allotment.

Operating Program Expenditures Year-to-Date

Expenditures by Operating Program



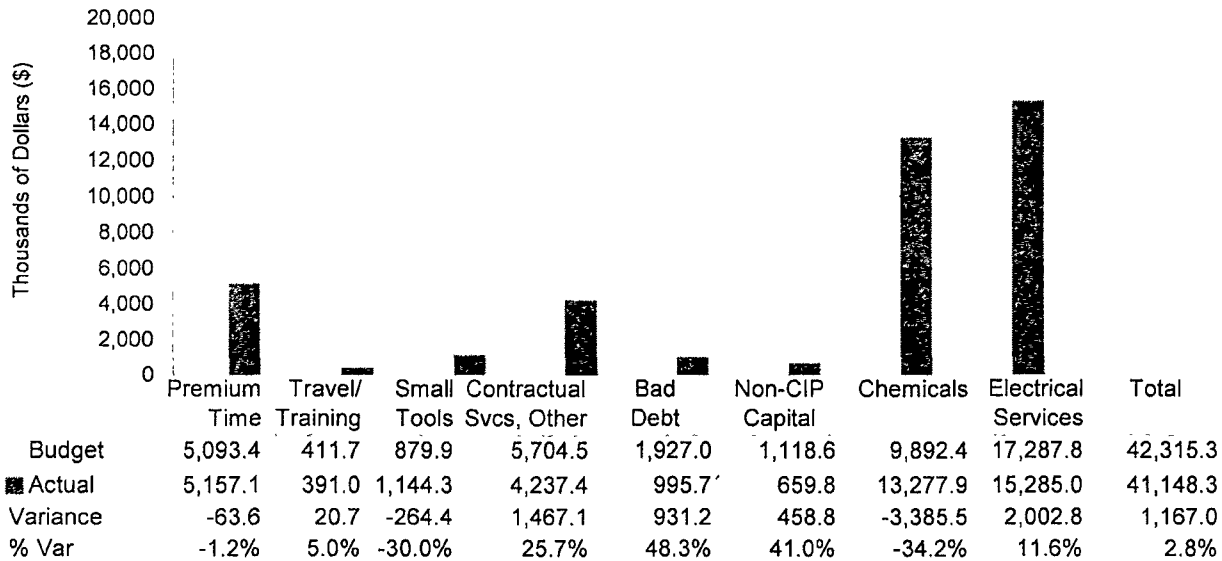
Total Operating Program Requirements as of August 31, 2018 were \$95.25 million for Water, \$88.18 million for Wastewater, and \$0.50 million for Reclaimed Water. The combined Program Operating Requirements of \$183.94 million were \$8.45 million (4.4%) below allotment.

Reclaimed Water Services was \$0.06 million or 10.8% below allotment mainly due to the lower than estimated spending for salaries.

Other Utility Program Requirements was \$3.34 million or 35.2% below allotment mainly due to lower than estimated spending on other contractual services and legal services.

Key Object Code Expenditures Year-to-Date

Expenditures by Key Object Code



Small Tools were \$264.4 thousand or 30.0% above allotment due to higher than estimated spending in the Water Treatment, Lift Stations and Remote Facilities, Pump Stations and Reservoir Maintenance, and Wastewater Treatment Divisions.

Other Contractual Services were \$1.47 million or 25.7% below allotment due to lower than estimated spending in Special Support.

Non-CIP Capital was \$458.8 thousand or 41.0% below allotment due to lower than anticipated expenses.

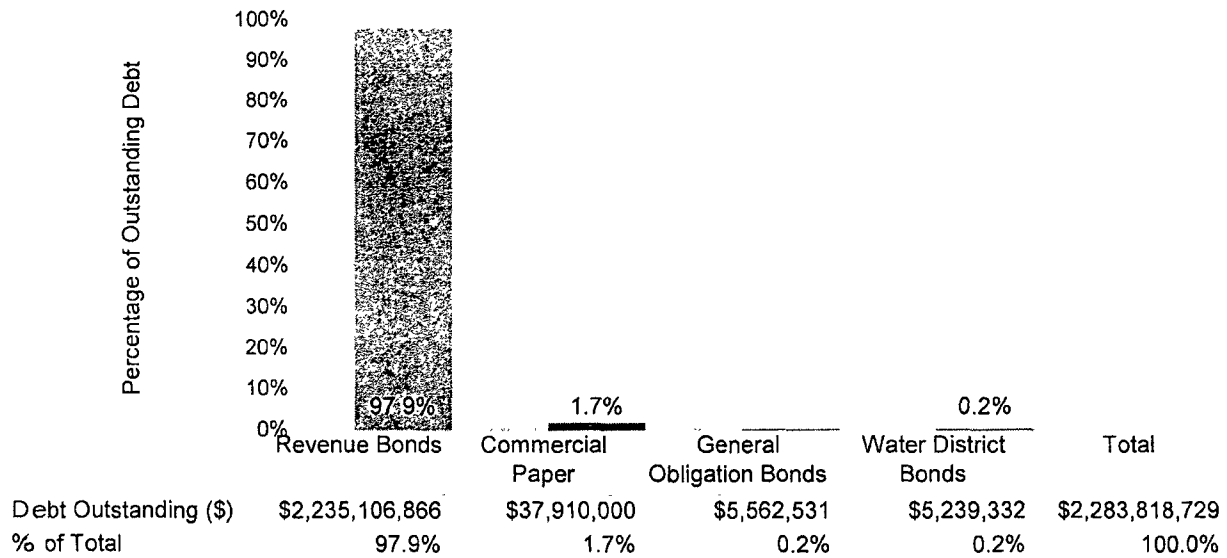
Chemicals were \$3.39 million or 34.2% above allotment due to higher than estimated spending in the Wastewater Treatment, Water Treatment, and Collection System Engineering Divisions. Some of these costs are being recaptured through the Industrial Waste Surcharge.

Electrical Services were \$2 million or 11.6% below allotment due to lower than estimated spending in the Pump Stations and Reservoir Maintenance and Water Treatment Divisions.

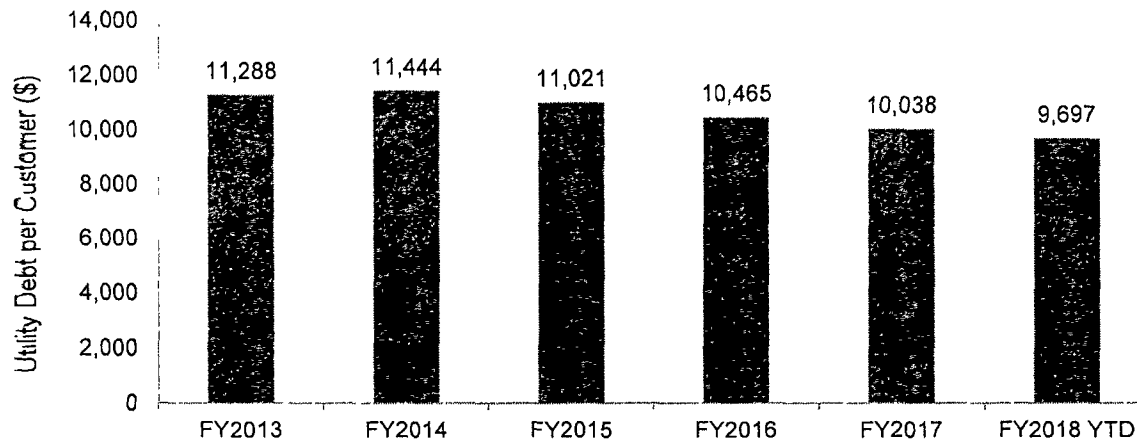
DEBT OUTSTANDING & DEBT SERVICE

Outstanding Utility Debt

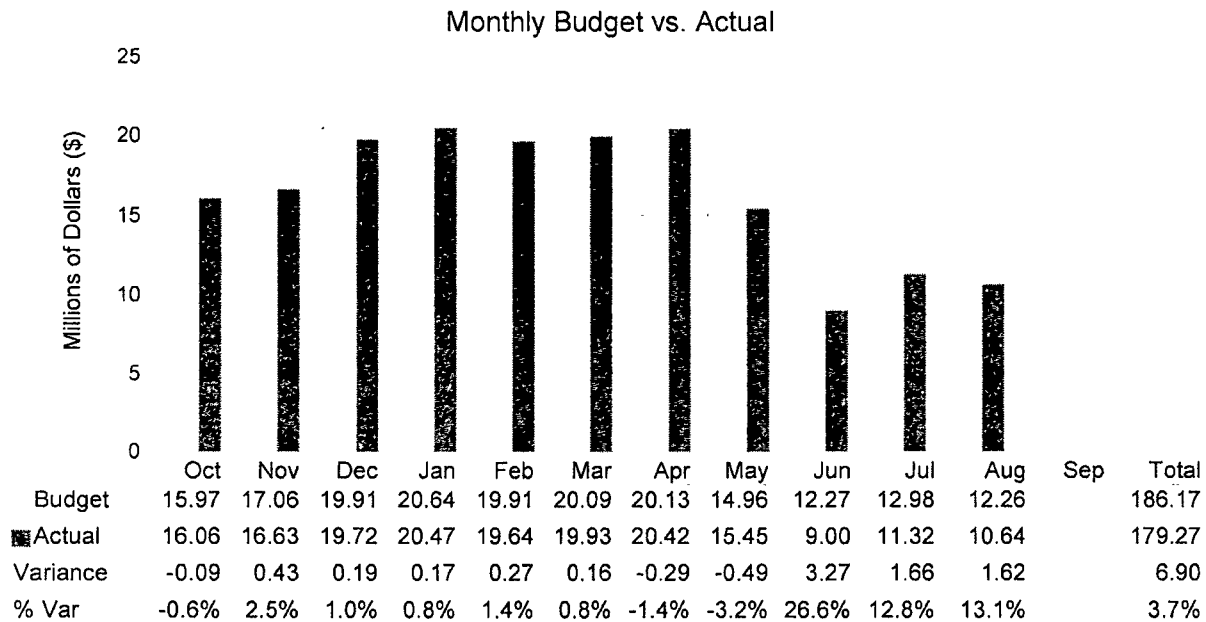
Debt Outstanding by Type



Utility Debt per Customer by Fiscal Year



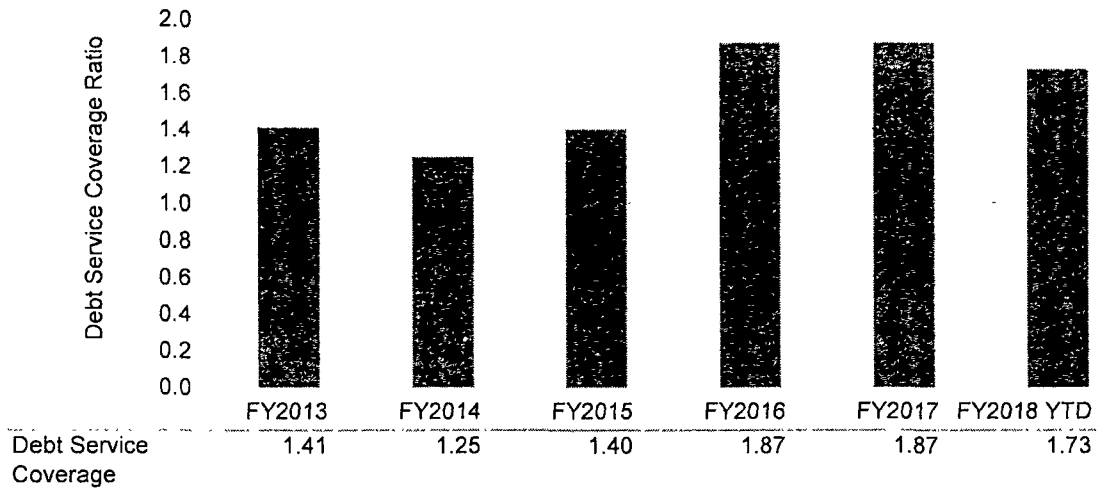
Combined Debt Service by Month



Combined debt service requirements include requirements for revenue bonds, commercial paper, general obligation bonds, and water district bonds. Actual combined debt service for the month of August 2018 was \$10.64 million, \$1.62 million less than projected for the month. Combined debt service for the fiscal year was \$179.27, \$6.90 million less than projected, primarily related to the Debt Defeasance activities.

The FY18 debt service actuals are below budget due two main factors. One factor, was due to five months of bond interest being budgeted in FY18, which was paid in advance for the August 2017 bond refunding. The second factor was a reduction of debt service for FY18 due to the May 2018 debt defeasance transaction.

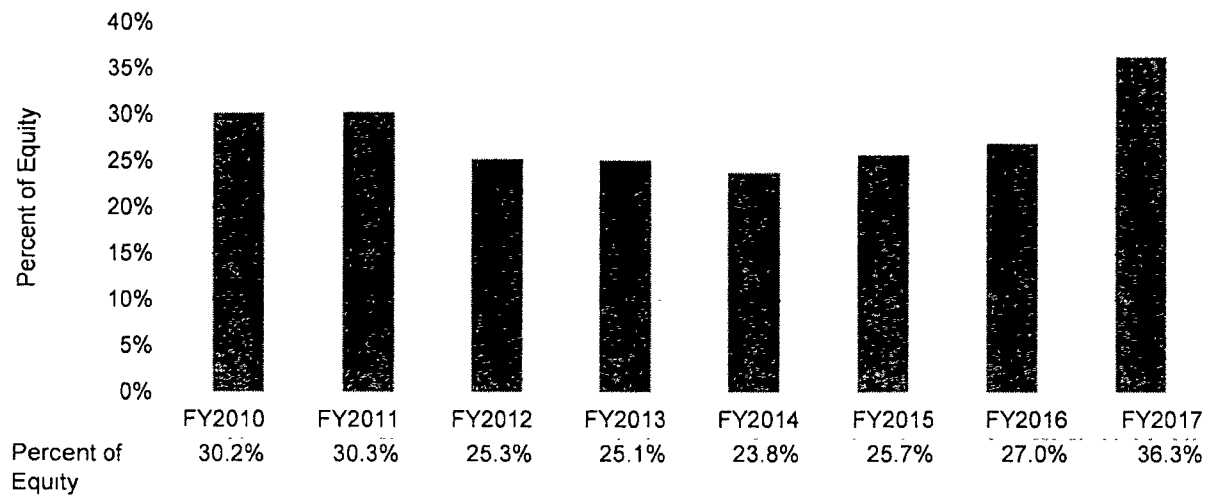
Debt Service Coverage



The Debt Service Coverage graph above indicates how much revenue, after deducting operating costs, could go towards paying long-term debt service. The utility's bond covenants require debt service coverage of 1.25 times long-term debt service requirements. City of Austin financial policies target minimum debt service coverage of 1.5 times.

The ratios reflected for FY2013 through FY2017 are audited, as reflected in the City's Comprehensive Annual Financial Report (CAFR).

Percent of Equity in Utility Systems

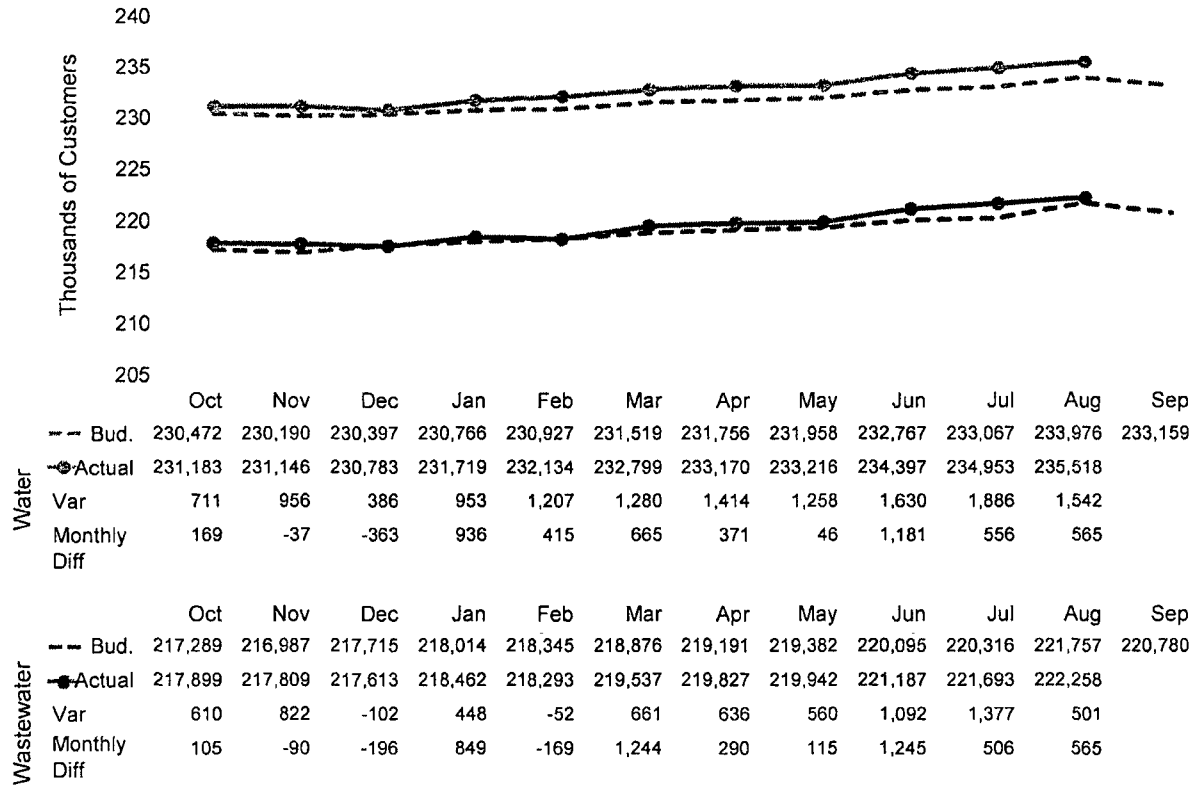


The Percent of Equity in Utility Systems is computed by dividing the combined utility system equity by the combined utility system costs, net of depreciation. The Percent of Equity is calculated based upon the audited financials from the Controller's Office.

CUSTOMER DEMAND CHARACTERISTICS

Number of Customers

Monthly Actual vs. Projections

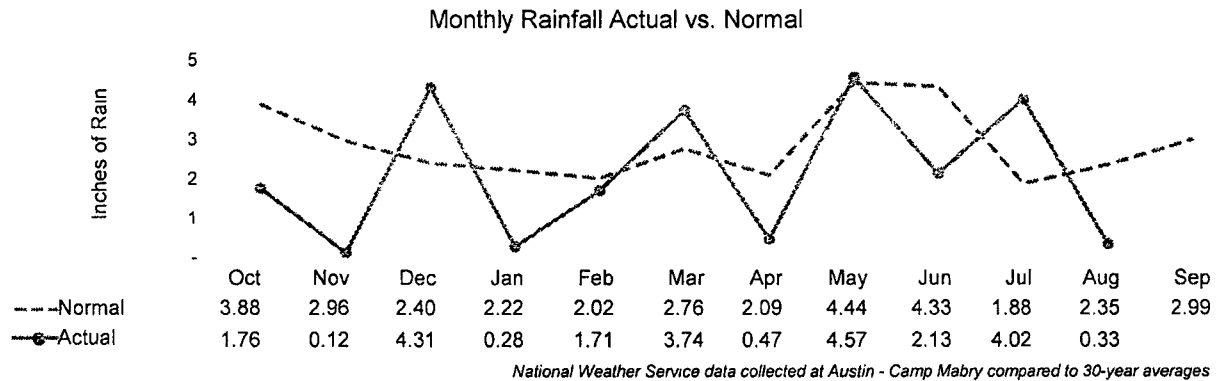


As of August 31, 2018, there were 235,518 water customers. This was 1,542 greater than projected for this date, 565 more customers than last month, and 4,279 more than this time last year.

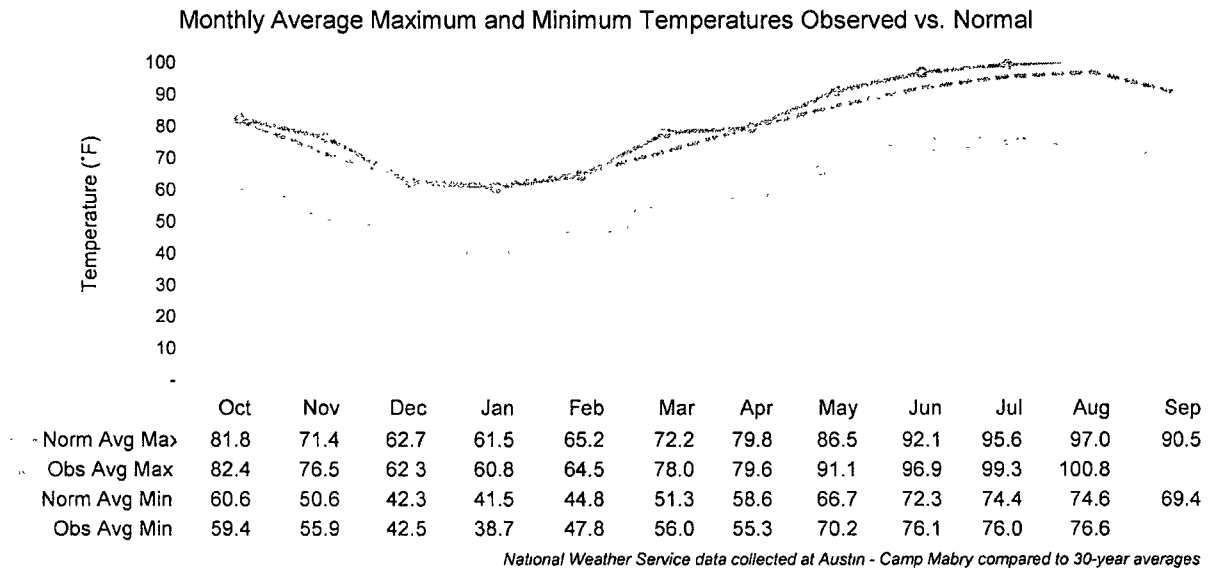
As of August 31, 2018, there were 222,258 wastewater customers. This was 501 greater than projected for this date, 565 more customers than last month, and 4,179 more than this time last year.

The projected number of customers for fiscal year 2017-18 was determined in April 2017 using a historical monthly growth rate in accounts. Monthly negative or positive trend fluctuations are due to factors such as housing starts, the rental home market, unanticipated utility system acquisitions, and other factors.

Rainfall and Average Temperatures by Month



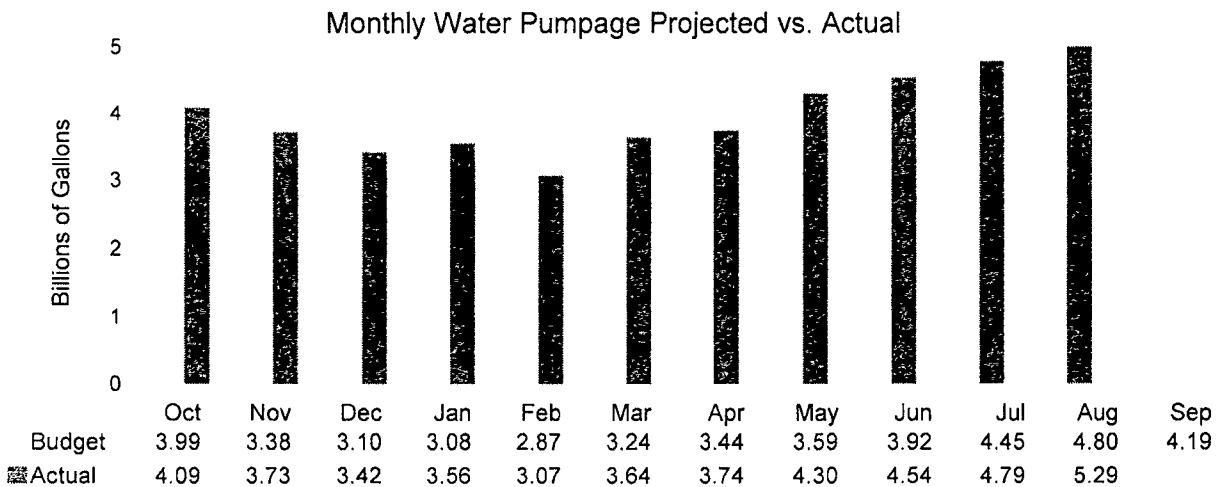
In August, 0.33 inches of rain fell, 2.02 inches below normal for the month. For the fiscal year to date, rainfall has totaled 23.44 inches, 25.2% less than the normal amount of 31.33 inches. Generally, as rainfall increases significantly, water pumpage decreases and wastewater influent increases due to inflow and infiltration. Conversely, as rainfall decreases significantly, water pumpage increases and wastewater influent decreases.



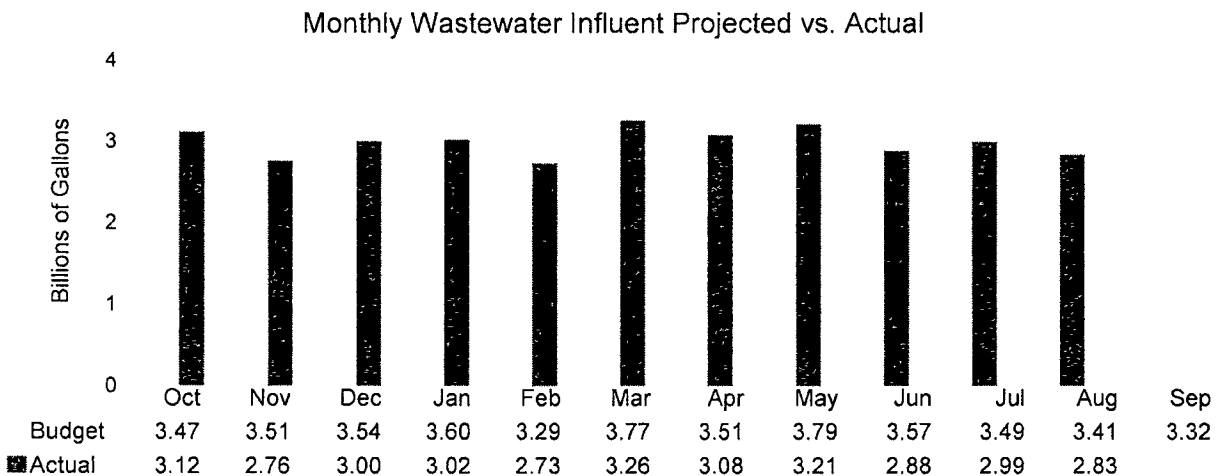
August's average high temperature was above normal levels by 3.8 degrees and the average low was above normal levels by 2.0 degrees. Over the fiscal year, temperatures have been warmer than historical averages.

The Highland Lakes' two water storage reservoirs, Travis and Buchanan, are at a combined 68% of capacity.

Water Pumpage and Wastewater Influent Flow by Month



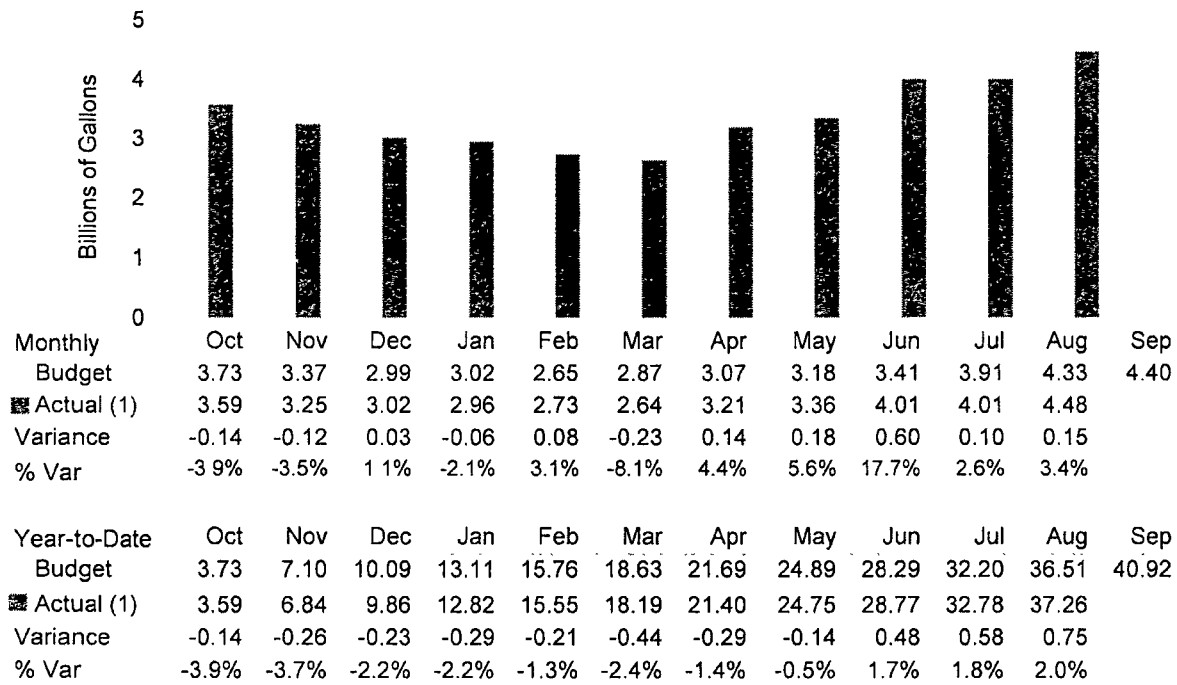
Pumpage during August 2018 averaged 170.72 MGD for a total of 5.29 BG for the month. This compares to a daily average of 131.89 MGD for this fiscal year, and a daily average of 137.71 MGD for fiscal year 2016-17.



Influent during August 2018 averaged 91.41 MGD for a total of 2.83 BG for the month. This compares to a daily average of 98.12 MGD for this fiscal year and an average of 93.32 MGD for fiscal year 2016-17.

Billed Water Consumption

Monthly Billed Consumption Projected vs. Actual



August 2018's billed water consumption totaled 4.48 BG, 0.15 BG (3.4%) greater than projected for the month. Year-to-date, billed water consumption of 37.26 BG is 0.75 BG (2.0%) greater than projected.

(1) A restatement has been made to the actual consumption data to reflect final adjustments made subsequent to close.

(2) The billed water consumption is inclusive of retail, wholesale, Shady Hollow, and delayed billing