

**497 Water Fund - Consolidated
Pro-Forma Income Statement**

C:\Users\MOsborne\AppData\Local\Microsoft\Windows\Temporary Internet Files\Content.Outlook\U393XK8R\497 Forecast 5 yr Dec 2016 board meeting 03 02 17 3 4% rate incr.xlsx\Consolidated 5 yr forecast

Line	(Amounts in thousands)	Actual FY 12-13	Actual FY 13-14	Actual FY 14-15	Actual FY 15-16 12/12/2016	Approved FY 16-17 3/24/2016	Forecast FY 16-17	Proposed FY 17-18 2/2/2017	Proposed FY 17-18 3/2/2017	Forecast FY 18-19	Forecast FY 19-20	Forecast FY 20-21	Forecast FY 21-22
	CCF - Potable Sales	8,042,678	8,220,248	7,185,167	5,899,691	6,123,267	6,273,779	6,490,663	6,490,663	6,735,593	6,735,593	6,735,593	6,735,593
	CCF- Recycled Sales	702,971	985,759	994,052	1,178,185	1,303,315	1,231,894	1,332,065	1,332,065	1,336,421	1,336,421	1,336,421	1,342,955
	All Other Rates	\$ 1.555	\$ 1.576	\$ 1.641	\$ 2.020	\$ 2.052	\$ 2.043	\$ 2.086	\$ 2.100	\$ 2.200	\$ 2.333	\$ 2.465	\$ 2.603
	WCAC Rate	\$ 1.484	\$ 1.606	\$ 1.740	\$ 1.688	\$ 1.688	\$ 1.688	\$ 1.745	\$ 1.745	\$ 1.798	\$ 1.852	\$ 1.926	\$ 2.003
	Combined Rate	\$ 3.039	\$ 3.257	\$ 3.381	\$ 3.708	\$ 3.740	\$ 3.731	\$ 3.831	\$ 3.845	\$ 3.998	\$ 4.184	\$ 4.390	\$ 4.606
	Overall rate increase	4.50%	4.75%	4.75%	3.40%	3.40%	3.40%	3.40%	3.40%	4.90%	4.90%	4.90%	4.90%
1	Operating Revenues												
2	Water Revenue Base	12,507	12,958	11,789	11,920	12,567	12,820	13,540	13,628	14,817	15,713	16,601	17,532
3	Water Revenue WCAC	11,934	13,220	12,477	10,004	10,336	10,605	11,291	11,226	12,049	12,470	12,963	13,481
4	WCAC Under(Over) Collection	0	718	(495)	51	(45)	(190)	(173)	(106)	(215)	(112)	(75)	(34)
5	Recycled	1,663	2,526	2,540	3,125	3,460	3,227	3,805	3,787	3,947	4,082	4,220	4,385
6	Other	1,630	1,880	1,724	1,602	1,365	976	1,192	1,192	1,192	1,192	1,192	1,192
7	Total Operating Revenues	27,734	31,301	28,035	26,702	27,683	27,439	29,655	29,727	31,791	33,345	34,901	36,557
8													
9	WCAC Expenses												
10	WCAC Expense	11,768	13,277	11,981	10,126	10,291	10,397	11,118	11,120	11,834	12,358	12,888	13,448
11													
12	Total WCAC Expenses	11,768	13,277	11,981	10,126	10,291	10,397	11,118	11,120	11,834	12,358	12,888	13,448
13													
14	Gross Margin	15,966	18,024	16,054	16,576	17,392	17,041	18,537	18,607	19,957	20,986	22,013	23,109
15													
16	Operating Expenses												
17	Potable Operations and Maintenance	5,357	6,382	6,073	5,549	6,250	5,647	7,086	7,086	7,394	7,721	8,081	8,345
18	Recycled Operations and Maintenance	1,396	1,388	1,274	1,414	1,878	1,691	1,359	1,359	1,387	1,416	1,447	1,473
19	Allocated O&M & Security	1,350	1,399	1,716	2,293	1,899	1,578	1,490	1,490	1,526	1,570	1,915	1,957
20	Admin & Finance	271	490	311	630	680	633	694	688	702	716	730	745
21	Transfer to General Fund	908	829	1,340	1,477	1,642	1,645	1,678	1,751	1,794	1,896	2,002	2,002
22	Depreciation Recycled	750	1,034	813	804	905	851	949	949	959	965	976	981
23	Depreciation Potable	2,814	2,937	2,979	2,774	2,928	2,821	3,068	3,067	3,187	3,313	3,410	3,510
24	Total Operating Expenses	12,846	14,459	14,505	14,940	16,182	14,866	16,324	16,390	16,947	17,597	18,562	19,013
25													
26	Operating Income (Loss)	3,120	3,565	1,548	1,636	1,210	2,175	2,213	2,217	3,009	3,390	3,451	4,096
27													
28	Other Income (Expenses)												
29	Interest Income	(150)	324	182	262	168	171	143	143	118	121	127	152
30	Miscellaneous Income	390	530	1,963	1,164	533	630	559	559	533	533	533	533
31	Gross Interest Expense	(1,341)	(1,810)	(2,072)	(2,034)	(1,996)	(1,896)	(1,953)	(1,953)	(1,910)	(1,864)	(1,817)	(1,769)
32		(1,102)	(956)	73	(608)	(1,294)	(1,096)	(1,251)	(1,251)	(1,258)	(1,210)	(1,157)	(1,084)
33													
34	Income before Contrib. & Transfer	2,018	2,608	1,621	1,028	(84)	1,079	962	967	1,751	2,179	2,294	3,012
35													
36	Transfer In (Out)												
39	In-Lieu-Base	(657)	(655)	-	-	-	-	-	-	-	-	-	-
40	In-Lieu-WCAC	(595)	(661)	-	-	-	-	-	-	-	-	-	-
41	Total Contrib. & Transfer	(1,252)	(1,316)	-	-	-	-	-	-	-	-	-	-
42													
43	Net Income	766	1,292	1,621	1,028	(84)	1,079	962	967	1,751	2,179	2,294	3,012
44													
45	Capital Contribution (AIC)	208	405	414	1,043	319	373	374	374	344	344	344	344
46													
47	Change in Net Assets (Loss)-Potable and Recy	974	1,697	2,036	2,070	235	1,452	1,336	1,340	2,095	2,523	2,638	3,356
	Average cost of water \$/CCF	1.46	1.62	1.67	1.72	1.68	1.66	1.71	1.71	1.76	1.83	1.91	2.00