

ITEM TITLE:

Financial Report Update

DESCRIPTION:

This item summarizes the monthly and year-to-date Preliminary financials for February 2017.

SUMMARY:





The February 2017 financial reports are submitted for Commission review. The following table summarizes the sales and expense results for the month of February, and the February Year-To-Date results in comparison to the same periods from 2016. The summarized and detailed monthly financial statements that compare February Year-To-Date actuals to the 2017 budgeted figures are attached.

		February					February Year-To-Date			
		2017	2016	\$ Ovr/(Und) vs. 2016	% Ovr/(Und) vs. 2016		2017	2016	\$ Ovr/(Und) vs. 2016	% Ovr/(Und) vs. 2016
WATER										
Sales		\$743,578	\$693,872	\$49,706	7.2%		\$1,584,836	\$1,422,338	\$162,498	11.4%
Operating Expenses		\$820,952	\$1,566,750	(\$745,798)	-47.6%		\$1,671,731	\$2,061,540	(\$389,809)	-18.9%
Capital (Unrestricted)		\$22,247	\$473,865	(\$451,617)	-95.3%		\$28,259	\$481,603	(\$453,343)	-94.1%
WASTEWATER										
Sales		\$850,484	\$792,912	\$57,572	7.3%		\$1,838,736	\$1,635,595	\$203,141	12.4%
Operating Expenses		\$452,151	\$498,317	(\$46,165)	-9.3%		\$1,076,045	\$752,653	\$323,392	43.0%
Capital (Unrestricted)		\$34,531	\$109,138	(\$74,607)	-68.4%		\$63,180	\$120,498	(\$57,318)	-47.6%
POWER										
Sales		\$4,670,602	\$4,506,613	\$163,990	3.6%		\$9,913,320	\$9,449,019	\$464,301	4.9%
Operating Expenses		\$4,802,082	\$3,889,188	\$912,894	23.5%		\$5,332,675	\$8,016,328	(\$2,683,654)	-33.5%
Capital (Unrestricted)		\$788,996	\$316,703	\$472,293	149.1%		\$1,053,049	\$522,407	\$530,642	101.6%

RECOMMENDATION:

Information item only. No action required.

ATTACHMENTS:

-  Attachment A: City of Loveland Financial Statement-Raw Water
-  Attachment B: City of Loveland Financial Statement-Water
-  Attachment C: City of Loveland Financial Statement-Wastewater
-  Attachment D: City of Loveland Financial Statement-Power

Attachment A

City of Loveland
Financial Statement-Raw Water
For Period Ending 02/28/2017
Preliminary as of 2/28/2017

	* TOTAL BUDGET	* YTD	YTD	OVER	
	FYE 12/31/2017	ACTUAL	BUDGET	<UNDER>	VARIANCE
1 REVENUES & SOURCES	*	*			
	*	*			
2 Hi-Use Surcharge	* 52,500	* 667	8,760	(8,093)	-92.4%
3 Raw Water Development Fees/Cap Rec Surcharge	* 408,060	* 46,618	72,290	(25,672)	-35.5%
4 Cash-In-Lieu of Water Rights	* 250,000	* 0	41,660	(41,660)	-100.0%
5 Native Raw Water Storage Fees	* 5,000	* 29,718	840	28,878	3437.9%
6 Loan Payback from Water	* 4,050,375	* 0	0	0	0.0%
7 Raw Water 1% Transfer In	* 434,340	* 47,545	43,550	3,995	9.2%
8 Interest on Investments	* 374,120	* 23,763	62,360	(38,597)	-61.9%
9 TOTAL REVENUES & SOURCES	* 5,574,395	* 148,311	229,460	(81,149)	-35.4%
	*	*			
10 OPERATING EXPENSES	*	*			
	*	*			
11 Loan to Water	* 0	* 0	0	0	0.0%
12 Windy Gap Payments	* 7,100	* 0	1,184	(1,184)	-100.0%
13 TOTAL OPERATING EXPENSES	* 7,100	* 0	1,184	(1,184)	-100.0%
	*	*			
14 NET OPERATING REVENUE/(LOSS) (excl depr)	* 5,567,295	* 148,311	228,276	(79,965)	-35.0%
	*	*			
15 RAW WATER CAPITAL EXPENDITURES	* 2,051,794	* 0	1,019,564	(1,019,564)	-100.0%
	*	*			
16 ENDING CASH BALANCES	*	*			
	*	*			
17 Total Available Funds	* *	* 13,950,216			
18 Reserve - Windy Gap Cash	* *	* 0			
19 Reserve - 1% Transfer From Rates	* *	* 53,664			
20 Reserve - Native Raw Water Storage Interest	* *	* 1,764			
	*	*			
21 TOTAL RAW WATER CASH	* *	* 14,005,643			
	*	*			
22 MINIMUM BALANCE (15% OF OPER EXP)	* *	* 1,065			
	*	*			
23 OVER/(UNDER) MINIMUM BALANCE	* *	* 14,004,578			

NOTE: YTD ACTUAL DOES NOT INCLUDE ENCUMBRANCES TOTALING: 0

Attachment B

City of Loveland-LIVE
Financial Statement-Wastewater
For Period Ending 02/28/2017
Preliminary as of 3/7/2017

		TOTAL BUDGET			OVER	
	*	FYE 12/31/2017	*	YTD ACTUAL	YTD BUDGET	<UNDER> VARIANCE
1 **UNRESTRICTED FUNDS**	*		*			
	*		*			
2 REVENUES & SOURCES	*		*			
	*		*			
3 Sanitary Sewer Charges	*	11,325,240	*	1,838,736	1,635,600	203,136 12.4%
4 High Strength Surcharge	*	360,690	*	62,250	55,860	6,390 11.4%
5 Interest on Investments	*	164,020	*	13,887	27,340	(13,453) -49.2%
6 Other Revenue	*	12,920	*	431	2,060	(1,629) -79.1%
7 Bond Proceeds	*	16,000,000	*	0	16,000,000	(16,000,000) -100.0%
8 Federal Grants	*	0	*	0	0	0 0.0%
9 State Grants	*	0	*	0	0	0 0.0%
10 TOTAL REVENUES & SOURCES	*	27,862,870	*	1,915,304	17,720,860	(15,805,556) -89.2%
	*		*			
11 OPERATING EXPENSES	*		*			
	*		*			
12 Treatment	*	3,998,641	*	433,970	713,858	(279,888) -39.2%
13 Collection System Maintenance	*	2,907,659	*	306,070	530,247	(224,178) -42.3%
14 Administration	*	389,800	*	47,978	73,314	(25,336) -34.6%
15 Customer Relations	*	45,509	*	6,751	8,812	(2,061) -23.4%
16 PILT	*	818,020	*	133,069	136,336	(3,267) -2.4%
17 1% for Arts Transfer	*	234,793	*	152	157,843	(157,691) -99.9%
18 Services Rendered-Other Departments	*	633,529	*	106,777	106,777	0 0.0%
Debt Service - External Loan	*	1,051,432	*	41,278	175,240	(133,962) -76.4%
19 TOTAL OPERATING EXPENSES	*	10,079,383	*	1,076,045	1,902,427	(826,382) -43.4%
	*		*			
20 NET OPERATING REVENUE/(LOSS)(excl depr)	*	17,783,487	*	839,259	15,818,433	(14,979,174) -94.7%
	*		*			
21 CAPITAL EXPENDITURES	*	26,021,469	*	63,180	17,981,132	(17,917,952) -99.6%
	*		*			
22 ENDING CASH BALANCE	*		*	12,022,057		100
	*		*			
23 MINIMUM BALANCE (15% OF OPER EXP)	*		*	1,511,907		
	*		*			
24 OVER/(UNDER) MINIMUM BALANCE	*		*	10,510,150		
	*		*			
25 **RESTRICTED FUNDS**	*		*			
	*		*			
26 REVENUES & SOURCES	*		*			
	*		*			
27 SIF Collections	*	2,001,540	*	126,904	202,240	(75,336) -37.3%
28 SIF Interest Income	*	134,730	*	10,075	22,460	(12,385) -55.1%
29 SIF Bond Proceeds	*	8,900,000	*	0	8,900,000	(8,900,000) -100.0%
30 TOTAL SIF REVENUES & SOURCES	*	11,036,270	*	136,979	9,124,700	(8,987,721) -98.5%
	*		*			
31 SIF Capital Expenditures	*	14,052,210	*	22,531	9,824,047	(9,801,516) -99.8%
32 1% for Arts Transfer	*	125,668	*	0	91,788	(91,788) -100.0%
Debt Service - External Loan	*	584,859	*	25,300	97,476	(72,176) -74.0%
	*		*			
33 SIF ENDING CASH BALANCE	*		*	8,636,364		100
	*		*			
TOTAL ENDING CASH BALANCE				20,658,422		
NOTE: YTD ACTUAL DOES NOT INCLUDE						
ENCUMBRANCES TOTALING				2,793,412		
34 Wastewater Treated at WWTP (in million gallons)	*	N/A	*	186	N/A	
35 Wastewater Billed To Customers (in million gallons)	*	1,767	*	160	139	21 14.9%

Attachment C

City of Loveland-LIVE
Financial Statement-Wastewater
For Period Ending 02/28/2017
Preliminary as of 3/7/2017

		TOTAL BUDGET			OVER	
		FYE 12/31/2017	* YTD ACTUAL	YTD BUDGET	<UNDER>	VARIANCE
1 **UNRESTRICTED FUNDS**	*	*				
	*	*				
2 REVENUES & SOURCES	*	*				
	*	*				
3 Sanitary Sewer Charges	*	11,325,240	1,838,736	1,635,600	203,136	12.4%
4 High Strength Surcharge	*	360,690	62,250	55,860	6,390	11.4%
5 Interest on Investments	*	164,020	13,887	27,340	(13,453)	-49.2%
6 Other Revenue	*	12,920	431	2,060	(1,629)	-79.1%
7 Bond Proceeds	*	16,000,000	0	16,000,000	(16,000,000)	-100.0%
8 Federal Grants	*	0	0	0	0	0.0%
9 State Grants	*	0	0	0	0	0.0%
10 TOTAL REVENUES & SOURCES	*	27,862,870	1,915,304	17,720,860	(15,805,556)	-89.2%
	*	*				
11 OPERATING EXPENSES	*	*				
	*	*				
12 Treatment	*	3,998,641	433,970	713,858	(279,888)	-39.2%
13 Collection System Maintenance	*	2,907,659	306,070	530,247	(224,178)	-42.3%
14 Administration	*	389,800	47,978	73,314	(25,336)	-34.6%
15 Customer Relations	*	45,509	6,751	8,812	(2,061)	-23.4%
16 PILT	*	818,020	133,069	136,336	(3,267)	-2.4%
17 1% for Arts Transfer	*	234,793	152	157,843	(157,691)	-99.9%
18 Services Rendered-Other Departments	*	633,529	106,777	106,777	0	0.0%
Debt Service - External Loan	*	1,051,432	41,278	175,240	(133,962)	-76.4%
19 TOTAL OPERATING EXPENSES	*	10,079,383	1,076,045	1,902,427	(826,382)	-43.4%
	*	*				
20 NET OPERATING REVENUE/(LOSS)(excl depr)	*	17,783,487	839,259	15,818,433	(14,979,174)	-94.7%
	*	*				
21 CAPITAL EXPENDITURES	*	26,021,469	63,180	17,981,132	(17,917,952)	-99.6%
	*	*				
22 ENDING CASH BALANCE	*	*	(143,536)			100
	*	*				
23 MINIMUM BALANCE (15% OF OPER EXP)	*	*	1,511,907			
	*	*				
24 OVER/(UNDER) MINIMUM BALANCE	*	*	(1,655,443)			
	*	*				
25 **RESTRICTED FUNDS**	*	*				
	*	*				
26 REVENUES & SOURCES	*	*				
	*	*				
27 SIF Collections	*	2,001,540	126,904	202,240	(75,336)	-37.3%
28 SIF Interest Income	*	134,730	10,075	22,460	(12,385)	-55.1%
29 SIF Bond Proceeds	*	8,900,000	0	8,900,000	(8,900,000)	-100.0%
30 TOTAL SIF REVENUES & SOURCES	*	11,036,270	136,979	9,124,700	(8,987,721)	-98.5%
	*	*				
31 SIF Capital Expenditures	*	14,052,210	22,531	9,824,047	(9,801,516)	-99.8%
32 1% for Arts Transfer	*	125,668	0	91,788	(91,788)	-100.0%
Debt Service - External Loan	*	584,859	25,300	97,476	(72,176)	-74.0%
	*	*				
33 SIF ENDING CASH BALANCE	*	*	(283,649)			100
	*	*				
TOTAL ENDING CASH BALANCE			(427,185)			
NOTE: YTD ACTUAL DOES NOT INCLUDE ENCUMBRANCES TOTALING						
34 Wastewater Treated at WWTP (in million gallons)	*	N/A	186	N/A		
35 Wastewater Billed To Customers (in million gallons)	*	1,767	160	139	21	14.9%

Attachment D

City of Loveland Financial Statement-Power For Period Ending 2/28/2017

Preliminary as of 3/7/17

	* TOTAL BUDGET *	* YTD ACTUAL *	YTD BUDGET	OVER <UNDER>	VARIANCE
UNRESTRICTED FUNDS					
1 REVENUES & SOURCES:					
2 Electric revenues	\$62,342,360	\$9,913,320	\$9,460,540	\$452,780	4.8%
3 Wheeling charges	\$244,650	\$39,113	\$40,775	(\$1,662)	-4.1%
4 Interest on investments	\$229,810	\$20,186	\$38,302	(\$18,115)	-47.3%
5 Aid-to-construction deposits	\$1,830,000	\$174,122	\$305,000	(\$130,878)	-42.9%
6 Customer deposit-services	\$310,000	\$30,380	\$51,667	(\$21,287)	-41.2%
7 Late Payment Penalty Fees	\$415,000	\$78,840	\$69,167	\$9,673	14.0%
8 Connect Fees	\$160,000	\$22,195	\$26,667	(\$4,472)	-16.8%
9 Services rendered to other depts.	\$0	\$0	\$0	\$0	0.0%
10 Other revenues	\$333,100	\$22,672	\$55,517	(\$32,844)	-59.2%
11 Federal Grants	\$0	\$0	\$0	\$0	0.0%
12 State Grants	\$0	\$0	\$0	\$0	0.0%
13 Year-end cash adjustments	\$0	\$0	\$0	\$0	0.0%
14 TOTAL REVENUES & SOURCES	\$65,864,920	\$10,300,829	\$10,047,633	\$253,195	2.5%
15 OPERATING EXPENSES:					
16 Hydro oper. & maint.	\$6,399,494	\$315,891	\$984,538	(\$668,647)	-67.9%
17 Solar oper. & maint.	\$90,000	\$0	\$13,846	(\$13,846)	-100.0%
18 Purchased power	\$43,470,597	\$3,035,963	\$6,437,243	(\$3,401,280)	-52.8%
19 Distribution oper. & maint.	\$6,725,877	\$713,631	\$1,034,750	(\$321,119)	-31.0%
21 Customer Relations	\$1,270,771	\$65,898	\$195,503	(\$129,605)	-66.3%
22 Administration	\$1,007,603	\$110,823	\$155,016	(\$44,193)	-28.5%
23 Payment in-lieu-of taxes	\$4,363,970	\$686,250	\$728,783	(\$42,533)	-5.8%
24 1% for Arts Transfer	\$147,470	\$4,500	\$24,627	(\$20,128)	-81.7%
25 Services rendered-other depts.	\$2,324,018	\$399,719	\$387,336	\$12,383	3.2%
26 TOTAL OPERATING EXPENSES (excl depn)	\$65,799,800	\$5,332,675	\$9,961,643	(\$4,628,968)	-46.5%
27 NET OPERATING REVENUE/(LOSS) (excl depn)	\$65,120	\$4,968,154	\$85,990	\$4,882,164	\$0
28 CAPITAL EXPENDITURES:					
29 General Plant/Other Generation & Distribution	\$14,687,474	\$754,652	\$2,273,193	(\$1,518,541)	-66.8%
30 Aid-to-construction	\$1,382,733	\$235,801	\$212,728	\$23,073	10.8%
31 Service installations	\$177,770	\$62,596	\$27,349	\$35,247	128.9%
32 TOTAL CAPITAL EXPENDITURES	\$16,247,977	\$1,053,049	\$2,513,270	(\$1,460,221)	-58.1%
33 ENDING CASH BALANCE		\$17,202,739			
34 MINIMUM BAL. (15% of OPER EXP excl depn)		\$9,869,970			
35 OVER/(UNDER) MINIMUM BALANCE		\$7,332,769			
RESTRICTED FUNDS					
37 PIF Collections	\$2,747,630	\$404,859	\$457,938	(\$53,079)	-11.6%
38 PIF Interest Income	\$25,030	\$2,932	\$4,172	(\$1,240)	-29.7%
39 Water Loan Payback	\$806,250	\$0	\$0	\$0	0.0%
40 Federal Grants	\$0	\$0	\$0	\$0	0.0%
41 State Grants	\$0	\$0	\$0	\$0	0.0%
42 TOTAL REVENUES	\$3,578,910	\$407,791	\$462,110	(\$54,319)	-11.8%
43 PIF Feeders	\$2,027,428	\$108,796	\$311,912	(\$203,116)	-65.1%
44 PIF Substations & Solar	\$2,743,002	(\$904)	\$457,167	(\$458,071)	-100.2%
45 TOTAL EXPENDITURES	\$4,770,430	\$107,892	\$769,079	(\$661,187)	-86.0%
46 ENDING PIF CASH BALANCE		\$2,925,812			
47 TOTAL ENDING CASH BALANCE		\$20,128,551			
NOTE: YTD ACTUAL does NOT include encumbrances totalling \$9,205461.					
48 Energy Purchased (in million kWh) from PRPA	737	114	122	(8)	-8.3%
49 Energy Sold to Customers (in million kWh)	715	117	124	(7)	-5.8%