


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)	% Ovr/(Und)	2017	2016	\$ Ovr/(Und)	% Ovr/(Und)
		vs. 2016	vs. 2016			vs. 2016	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 FYE 12/31/2017	* YTD ACTUAL	YTD BUDGET	OVER <UNDER>	OVER 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

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

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			
36 **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	* 122	(8)	-8.3%
49 Energy Sold to Customers (in million kWh)	* 715	* 124	(7)	-5.8%