



FINANCIAL STATUS REPORT
Year-To-Date through March 31, 2017





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: April 25, 2017
Subject: Financial Status Report for the Period Ended March 31, 2017

Attached is Austin Water's Financial Status Report. The combined fund balance at the end of March was \$142.73 million, or \$20.65 million more than projected, as detailed in the Executive Summary. The beginning balance was \$4.73 million more than projected, fiscal year requirements were \$6.18 million below budget, and revenues and transfers in were \$9.76 million above projections.

After recovering from a record breaking drought, the lake system has improved to 98% full at the end of March. The City remains in Conservation Stage water restrictions to conserve availability and protect the integrity of water supply. Water service revenues are \$8.86 million above projections, and wastewater service revenues are \$0.17 million below projections this fiscal year. The Executive Summary includes more discussion of revenue and requirements highlights.

Actual spending for operating requirements was below budget by \$2.76 million, and spending for other requirements was below budget by \$1.28 million. Payments for debt service requirements were below budget by \$0.79 million, and transfers out were below budget by \$1.35 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
Greg Cannally, Interim Chief Financial Officer, Financial Services
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 Table of Contents

Executive Summary	ES-1
Fund Summary	1
Revenues	8
Water Service Revenues by Month and Class	9
Wastewater Service Revenues by Month and Class	11
Reclaimed Service Revenues by Month	13
Miscellaneous Revenues	14
Interest Income	15
Operating Requirements	16
Operating Requirements by Month	17
Operating Requirements by Program Year-to-Date	18
Operating Key Object Codes Year-to-Date	19
Debt Outstanding & Debt Service	20
Debt Outstanding by Type	21
Debt Service by Month	22
Debt Service Coverage	23
Percent of Equity in Utility Systems	24
Customer Demand Characteristics	25
Number of Water and Wastewater Customers by Month	26
Rainfall and Temperature by Month	27
Water Pumpage and Wastewater Influent Flow by Month	28
Billed Water Consumption by Month and Class	29
Average Inside-City Residential Consumption	31
Billed Wastewater Flows by Month and Class	32
Average Inside-City Residential Flows	34
Other Reporting	35
Transfer Out by Month and by Type	36
CIP Expenditures by Month and by Fund	37
Cash Balances for Operating, CIP, and CRF	38
CRF Collections by Month	39



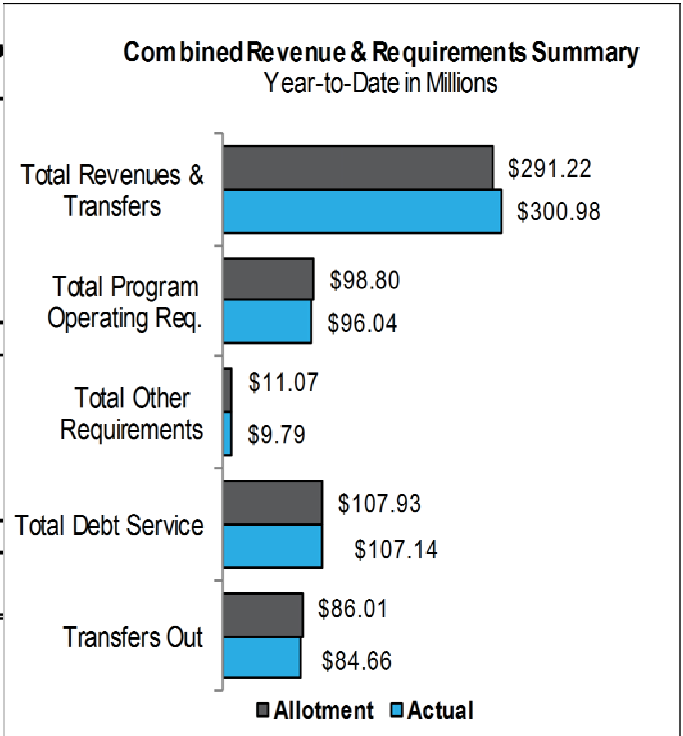
Executive Summary

Year-To-Date through March 31, 2017

The Combined Water, Reclaimed Water, and Wastewater Operating Fund balance as of March 31, 2017, was 142.73 million. The combined balance was \$20.65 million more than projected for this date, as shown below:

	Allotment	YTD Actual	Difference
Beginning Balance	\$ 134.66	\$ 139.39	\$ 4.73
Water Services	\$ 127.93	\$ 136.79	\$ 8.86
Wastewater Services	131.15	130.98	(0.17)
Reclaimed Services	1.13	0.55	(0.58)
Reserve Fund Surcharge	3.29	3.30	0.01
Other Revenues	3.72	5.36	1.64
Transfers In	24.00	24.00	0.00
Total Revenues & Transfers	\$ 291.22	\$ 300.98	\$ 9.76
Total Program Operating Req.	\$ 98.80	\$ 96.04	\$ 2.76
Total Other Requirements	11.07	9.79	1.28
Total Debt Service	107.93	107.14	0.79
Transfers Out	86.01	84.66	1.35
Total Revenue Requirements	\$ 303.81	\$ 297.63	\$ 6.18
Ending balance	\$ 122.08	\$ 142.73	\$ 20.65
Debt Service Coverage	1.39	1.54	

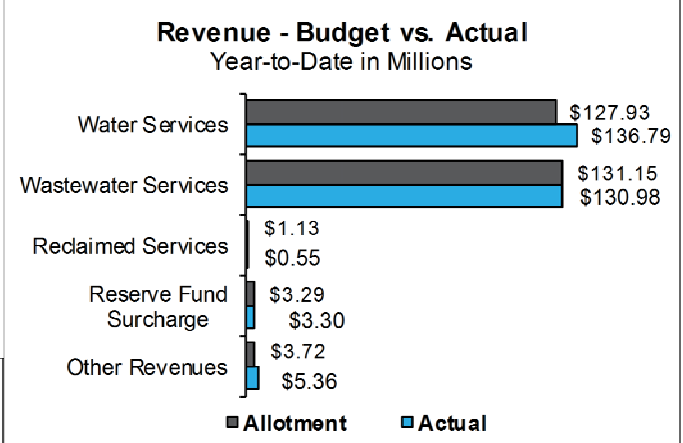
Note: Numbers may not add due to rounding.



Revenue Highlights

Total revenues for the fiscal year were 300.98 million. This is \$9.76 million or 3.4% more than projected.

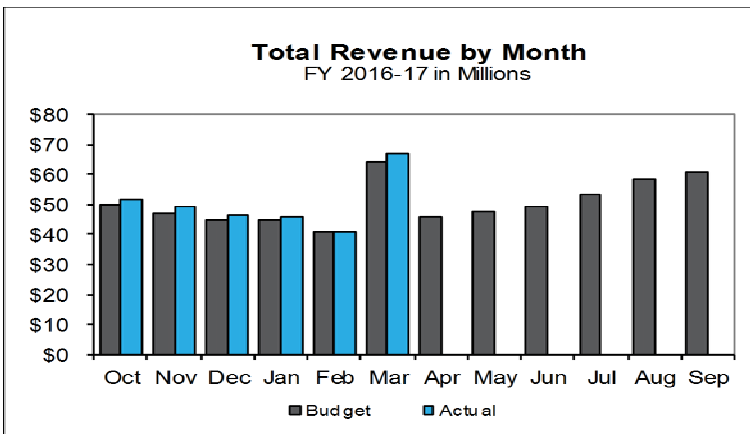
- Water services were \$136.79 million, or 6.9% above projections.
- Wastewater services were \$130.98 million, or 0.1% below projections.
- Reclaimed services were \$0.55 million, or 51.5% below projections.
- Reserve fund surcharge was \$3.30 million, or 0.4% above projections.
- Other revenues, including miscellaneous and interest income totaled \$5.36 million, or 43.9% more than projected.
- Transfers In were \$24.00 million, or equal to projections.



Year-to-date Water Services revenues were above projections in all five customer classes, with Residential and Multifamily driving most of the increase by 5.7% and 13.5%, respectively.

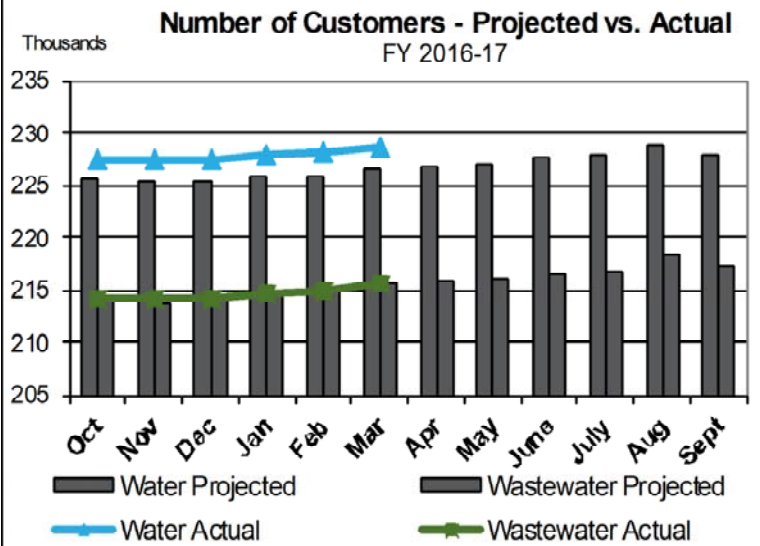
Wastewater Services were below projections in the Commercial and Residential customer classes by 5.6% and 2.0%, respectively. This offset increases in the other customer classes.

Revenues and Transfers In for March were \$66.8 million, or 3.8% above projections.



User Characteristics

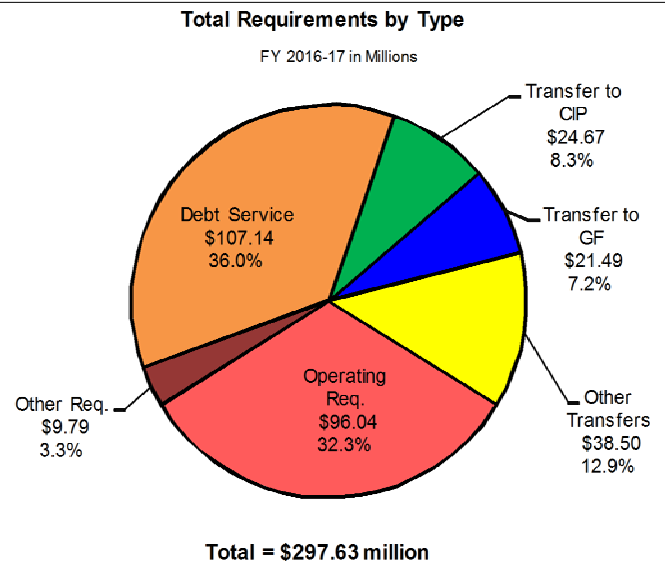
	Projected	Actual
Water Customers	226,514	228,737
Wastewater Customers	215,541	215,613
Monthly Pumpage	3.34	3.47
YTD Pumpage	19.75	20.94
Monthly Billed Use	2.69	2.87
YTD Billed Use	17.78	18.40
Monthly Influent Flow	3.58	3.48
YTD Influent Flow	20.72	18.73
Monthly Billed Flow	2.20	2.28
YTD Billed Flow	13.53	13.53
(Above in Billions of Gallons)		
Avg. Residential Use (gal)	4,500	4,577
Avg. Residential Flow (gal)	3,902	3,632



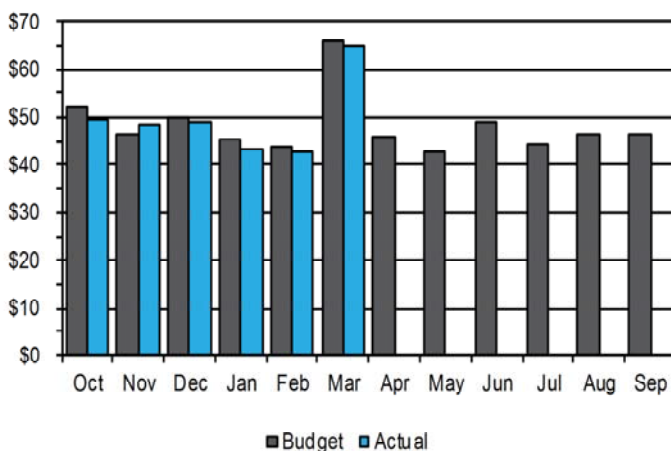
Requirement Highlights

Total requirements for the fiscal year were \$297.63 million. This is \$6.18 million, or 2.0%, less than the budget. The graph at the right shows the proportions of these requirements to the whole.

- Total program operating requirements were \$96.04 million, or 2.8% less than budgeted.
- Total other requirements were \$9.79 million, or 11.5% less than budgeted.
- Debt service requirements were \$107.14 million, or 0.7% less than budgeted.
- Transfers out consists of transfers to Capital Improvement Projects, General Fund, Debt Defeasances, and Other Transfers. These total \$84.66 million, or 1.6% less than budgeted.



Total Requirements by Month
FY 2016-17 in Millions



Lower than projected expenditures in Other Utility Programs, Environmental Affairs & Conservation, and Water Resource Mgmt. primarily drove the lower than projected expenditures in the Program area.

Pages 18 and 19 provide details on variances in spending by program area and object code.

Total Requirements of \$65.08 million for the month were \$0.69 million, or 1.0% less than the budget allotment.

City of Austin, Texas
Austin Water
FUND SUMMARY - COMBINED
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
BEGINNING BALANCE	134,661,011	134,661,011	134,661,011	139,388,669	4,727,658	3.5%
REVENUE						
Water Revenue	291,381,890	291,381,890	127,931,737	136,793,955	8,862,218	6.9%
Wastewater Revenue	271,521,805	271,521,805	131,152,422	130,980,353	(172,069)	-0.1%
Reserve Fund Surcharge	7,295,119	7,295,119	3,291,193	3,303,119	11,926	0.4%
Other Revenue	5,471,824	5,471,824	2,735,914	2,926,945	191,031	7.0%
Reclaimed Revenue	2,505,414	2,505,414	1,125,512	546,043	(579,469)	-51.5%
Interest	656,731	656,731	328,362	923,545	595,183	181.3%
Public Health Licenses, Permits, Inspections	556,300	556,300	278,152	349,467	71,315	25.6%
Other Fines	371,200	371,200	185,598	385,025	199,427	107.5%
Miscellaneous Franchise Fees	147,300	147,300	73,654	30,126	(43,529)	-59.1%
Building Rental/Lease	127,700	127,700	63,846	60,335	(3,511)	-5.5%
Land & Infrastructure Rental/Lease	68,500	68,500	34,252	33,000	(1,252)	-3.7%
Scrap Sales	39,900	39,900	19,950	23,751	3,801	19.1%
Development Fees	0	0	0	621,650	621,650	0.0%
Parking Revenue	0	0	0	1,035	1,035	0.0%
Total Revenue	580,143,683	580,143,683	267,220,592	276,978,349	9,757,757	3.7%
TRANSFERS IN						
CIP	20,164,000	22,000,000	22,000,000	22,000,000	0	0.0%
Austin Water Utility	3,400,000	3,400,000	1,700,004	1,699,990	(14)	0.0%
Support Services/Infrastructure Funds	300,582	300,582	300,582	300,582	0	0.0%
Austin Resource Recovery Fund	130,431	130,431	0	0	0	0.0%
Total Transfers In	23,995,013	25,831,013	24,000,586	24,000,572	(14)	0.0%
TOTAL AVAILABLE FUNDS	604,138,696	605,974,696	291,221,178	300,978,921	9,757,743	3.4%
PROGRAM REQUIREMENTS						
Treatment	77,716,518	77,716,518	38,134,773	39,266,158	(1,131,385)	-3.0%
Pipeline Operations	44,566,176	44,566,176	22,398,337	22,580,039	(181,702)	-0.8%
Support Services	25,836,064	25,836,064	13,013,703	13,661,299	(647,596)	-5.0%
Other Utility Program Requirements	15,485,000	16,335,000	8,191,279	4,246,048	3,945,231	48.2%
Environmental Affairs & Conservation	12,009,453	12,009,453	6,258,791	5,549,076	709,715	11.3%
Engineering Services	11,864,771	11,864,771	5,897,582	6,542,460	(644,878)	-10.9%
Water Resources Management	8,591,611	8,591,611	4,334,903	3,731,245	603,657	13.9%
One Stop Shop	723,634	723,634	361,820	296,317	65,503	18.1%
Reclaimed Water Services	416,789	416,789	205,729	167,337	38,393	18.7%
Total Program Requirements	197,210,016	198,060,016	98,796,918	96,039,979	2,756,939	2.8%
OTHER REQUIREMENTS						
Utility Billing System Support	20,401,455	20,401,455	10,200,728	9,672,550	528,178	5.2%
Market Study Adjustment	1,495,639	1,495,639	747,820	0	747,820	100.0%
Accrued Payroll	318,547	318,547	0	0	0	0.0%
Interdepartmental Charges	169,190	169,190	84,555	84,590	(35)	0.0%
Trf to PID Fund	75,000	75,000	37,500	37,500	0	0.0%
Total Other Requirements	22,459,831	22,459,831	11,070,602	9,794,640	1,275,963	11.5%
DEBT SERVICE REQUIREMENTS						
Trf to Util D/S Separate Lien	152,966,772	152,966,772	71,771,937	70,953,262	818,675	1.1%
Trf to Utility D/S Prior Lien	38,802,555	38,802,555	27,758,255	27,755,184	3,070	0.0%
Trf to Utility D/S Sub Lien	8,807,516	8,807,516	6,255,444	6,260,058	(4,615)	-0.1%
Trf to GO Debt Service	3,620,142	3,620,142	1,810,072	1,810,072	(0)	0.0%
Trf to Util D/S Tax/Rev Bonds	645,526	645,526	194,109	194,109	0	0.0%
Commercial paper interest	280,669	280,669	140,335	165,956	(25,621)	-18.3%
Total Debt Service Requirements	205,123,180	205,123,180	107,930,150	107,138,641	791,509	0.7%

City of Austin, Texas
Austin Water
FUND SUMMARY - COMBINED
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
TRANSFERS OUT						
Trf to General Fund	42,876,568	42,876,568	21,486,568	21,486,568	0	0.0%
Trf to Wastewater CIP Fund	29,200,000	29,200,000	14,105,000	14,105,000	0	0.0%
Trf to Water CIP Fund	22,000,000	22,000,000	9,667,000	9,667,000	0	0.0%
TRF CRF to Debt Defeasance	15,000,000	22,000,000	22,000,000	22,000,000	0	0.0%
Administrative Support	12,485,620	12,485,620	6,299,560	6,299,560	0	0.0%
Trf to Water Revenue Stab Rsv	9,295,119	9,295,119	4,647,558	3,303,119	1,344,439	28.9%
CTM Support	4,127,580	4,127,580	2,065,170	2,065,170	0	0.0%
Trf to Reclaimed Water Fund	3,400,000	3,400,000	1,699,990	1,699,990	0	0.0%
Trf to Economic Development	2,928,899	2,928,899	1,470,269	1,470,269	0	0.0%
Trf to Reclaimed Water CIP Fnd	2,000,000	2,000,000	899,000	899,000	0	0.0%
Trf to CIP Mgm - CPM (5460)	1,813,549	1,813,549	925,279	925,279	0	0.0%
Workers' Compensation	1,213,237	1,213,237	606,625	606,625	0	0.0%
Regional Radio System	253,605	253,605	126,795	126,795	0	0.0%
CTECC Support	10,622	10,622	10,622	10,622	0	0.0%
Total Transfers Out	146,604,799	153,604,799	86,009,436	84,664,997	1,344,439	1.6%
TOTAL REQUIREMENTS	571,397,826	579,247,826	303,807,106	297,638,257	6,168,849	2.0%
EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS						
	32,740,870	26,726,870	(12,585,928)	3,340,663	15,926,591	-126.5%
ENDING BALANCE	167,401,881	161,387,881	122,075,083	142,729,332	20,654,249	16.9%

Note: Numbers may not add due to rounding.

DEBT SERVICE COVERAGE RATIO	1.70	1.69	1.54
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City of Austin, Texas
Austin Water
FUND SUMMARY - WATER
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
BEGINNING BALANCE	62,508,631	62,508,631	62,508,631	63,985,104	1,476,473	2.4%
REVENUE						
Water Revenue	291,381,890	291,381,890	127,931,737	136,793,955	8,862,218	6.9%
Reserve Fund Surcharge	7,295,119	7,295,119	3,291,193	3,303,119	11,926	0.4%
Other Revenue	2,344,036	2,344,036	1,172,020	1,526,286	354,266	30.2%
Other Fines	371,200	371,200	185,598	385,025	199,427	107.5%
Interest	305,258	305,258	152,628	431,608	278,980	182.8%
Miscellaneous Franchise Fees	107,300	107,300	53,652	30,126	(23,527)	-43.9%
Land & Infrastructure Rental/Lease	68,500	68,500	34,252	33,000	(1,252)	-3.7%
Building Rental/Lease	63,400	63,400	31,702	30,168	(1,534)	-4.8%
Public Health Licenses, Permits, Inspections	26,800	26,800	13,402	29,323	15,921	118.8%
Scrap Sales	23,500	23,500	11,748	11,875	127	1.1%
Property Sales	0	0	0	0	0	0.0%
Development Fees	0	0	0	617,982	617,982	0.0%
Parking Revenue	0	0	0	1,035	1,035	0.0%
Total Revenue	301,987,003	301,987,003	132,877,932	143,193,502	10,315,570	7.8%
TRANSFERS IN						
CIP	14,914,000	16,271,970	17,428,571	17,428,571	0	0.0%
Support Services/Infrastructure Funds	150,291	150,291	150,291	150,291	0	0.0%
Total Transfers In	15,064,291	16,422,261	17,578,862	17,578,862	0	0.0%
TOTAL AVAILABLE FUNDS	317,051,294	318,409,264	150,456,794	160,772,364	10,315,570	6.9%
PROGRAM REQUIREMENTS						
Treatment	38,063,429	38,063,429	18,437,664	19,258,218	(820,554)	-4.5%
Pipeline Operations	25,877,347	25,877,347	12,959,897	13,215,767	(255,870)	-2.0%
Support Services	13,002,785	13,002,785	6,482,961	6,769,119	(286,158)	-4.4%
Environmental Affairs & Conservation	9,022,829	9,022,829	4,764,253	4,078,531	685,723	14.4%
Other Utility Program Requirements	8,548,898	9,058,898	4,331,720	1,906,299	2,425,421	56.0%
Engineering Services	4,912,562	4,912,562	1,864,080	1,786,437	77,642	4.2%
Water Resources Management	4,031,644	4,031,644	2,069,614	1,704,639	364,975	17.6%
One Stop Shop	250,758	250,758	126,447	114,709	11,738	9.3%
Total Program Requirements	103,710,252	104,220,252	51,036,635	48,833,719	2,202,917	4.3%
OTHER REQUIREMENTS						
Utility Billing System Support	12,854,313	12,854,313	6,427,157	6,013,970	413,186	6.4%
Market Study Adjustment	987,309	987,309	493,655	0	493,655	100.0%
Accrued Payroll	182,510	182,510	0	0	0	0.0%
Interdepartmental Charges	84,595	84,595	42,278	42,295	(17)	0.0%
Trf to PID Fund	37,500	37,500	18,750	18,750	0	0.0%
Total Other Requirements	14,146,227	14,146,227	6,981,839	6,075,015	906,823	13.0%
DEBT SERVICE REQUIREMENTS						
Trf to Util D/S Separate Lien	84,097,430	84,097,430	39,259,465	38,537,544	721,921	1.8%
Tfr to Utility D/S Prior Lien	18,082,574	18,082,574	13,258,389	13,258,910	(521)	0.0%
Tfr to Utility D/S Sub Lien	4,912,497	4,912,497	3,512,777	3,517,262	(4,485)	-0.1%
Trf to GO Debt Service	1,643,406	1,643,406	821,704	821,704	(0)	0.0%
Tfr to Util D/S Tax/Rev Bonds	238,871	238,871	71,828	71,828	0	0.0%
Commercial paper interest	138,030	138,030	69,015	52,690	16,325	23.7%
Total Debt Service Requirements	109,112,808	109,112,808	56,993,178	56,259,939	733,239	1.3%

City of Austin, Texas
Austin Water
FUND SUMMARY - WATER
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
TRANSFERS OUT						
Trf to General Fund	22,587,681	22,587,681	11,293,881	11,293,881	0	0.0%
Trf to Water CIP Fund	22,000,000	22,000,000	9,667,000	9,667,000	0	0.0%
TRF CRF to Debt Defeasance	9,750,000	17,429,000	17,428,571	17,428,571	0	0.0%
Trf to Water Revenue Stab Rsv	9,295,119	9,295,119	4,647,558	3,303,119	1,344,439	28.9%
Administrative Support	7,264,361	7,264,361	3,632,171	3,632,171	0	0.0%
CTM Support	2,071,106	2,071,106	1,035,536	1,035,536	0	0.0%
Trf to Reclaimed Water Fund	1,700,000	1,700,000	849,980	849,980	0	0.0%
Trf to Economic Development	1,549,387	1,549,387	774,667	774,667	0	0.0%
Trf to CIP Mgm - CPM (5460)	1,173,937	1,173,937	586,957	586,957	0	0.0%
Workers' Compensation	606,619	606,619	303,319	303,319	0	0.0%
Regional Radio System	253,605	253,605	126,795	126,795	0	0.0%
CTECC Support	5,311	5,311	5,311	5,311	0	0.0%
Total Transfers Out	78,257,126	85,936,126	50,351,746	49,007,307	1,344,439	2.7%
TOTAL REQUIREMENTS	305,226,413	313,415,413	165,363,398	160,175,981	5,187,417	3.1%
EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS						
	11,824,881	4,993,851	(14,906,604)	596,383	15,502,987	-104.0%
ENDING BALANCE	74,333,512	67,502,482	47,602,027	64,581,487	16,979,460	35.7%
<i>Note: Numbers may not add due to rounding.</i>						
DEBT SERVICE COVERAGE RATIO	1.61	1.61		1.49		

City of Austin, Texas
Austin Water
FUND SUMMARY - RECLAIMED
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
BEGINNING BALANCE	692,546	692,546	692,546	382,355	(310,191)	-44.8%
REVENUE						
Reclaimed Services	2,505,414	2,505,414	1,125,512	546,043	(579,469)	-51.5%
Interest	5,071	5,071	2,538	10,527	7,989	314.8%
Total Revenue	2,510,485	2,510,485	1,128,050	556,570	(571,480)	-50.7%
TRANSFERS IN						
Austin Water Utility	3,400,000	3,400,000	1,700,004	1,699,990	(14)	0.0%
Total Transfers In	3,400,000	3,400,000	1,700,004	1,699,990	(14)	0.0%
TOTAL AVAILABLE FUNDS	5,910,485	5,910,485	2,828,054	2,256,560	(571,494)	-20.2%
PROGRAM REQUIREMENTS						
Reclaimed Water Services	416,789	416,789	205,729	167,337	38,393	18.7%
Other Utility Program Requirements	23,768	23,768	7,245	12,271	(5,026)	-69.4%
Total Program Requirements	440,557	440,557	212,974	179,607	33,367	15.7%
OTHER REQUIREMENTS						
Accrued Payroll	946	946	0	0	0	0.0%
Total Other Requirements	946	946	0	0	0	0.0%
DEBT SERVICE REQUIREMENTS						
Trf to Util D/S Separate Lien	2,177,736	2,177,736	1,086,968	1,085,538	1,430	0.1%
Commercial paper interest	27,289	27,289	13,645	66,514	(52,870)	-387.5%
Total Debt Service Requirements	2,205,025	2,205,025	1,100,612	1,152,052	(51,440)	-4.7%
TRANSFERS OUT						
Trf to Reclaimed Water CIP Fnd	2,000,000	2,000,000	899,000	899,000	0	0.0%
Administrative Support	113,506	113,506	113,506	113,506	0	0.0%
Trf to General Fund	96,883	96,883	96,883	96,883	0	0.0%
Trf to CIP Mgm - CPM (5460)	37,076	37,076	37,076	37,076	0	0.0%
Trf to Economic Development	11,716	11,716	11,716	11,716	0	0.0%
CTM Support	2,789	2,789	2,789	2,789	0	0.0%
Total Transfers Out	2,261,970	2,261,970	1,160,970	1,160,970	0	0.0%
TOTAL REQUIREMENTS	4,908,498	4,908,498	2,474,556	2,492,629	(18,073)	-0.7%
EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS	1,001,987	1,001,987	353,498	(236,070)	(589,567)	-166.8%
ENDING BALANCE	1,694,533	1,694,533	1,046,044	146,285	(899,758)	-86.0%
<i>Note: Numbers may not add due to rounding.</i>						
DEBT SERVICE COVERAGE RATIO	0.88	0.88		0.21		

City of Austin, Texas
Austin Water
FUND SUMMARY - WASTEWATER
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
BEGINNING BALANCE	71,459,834	71,459,834	71,459,834	75,021,210	3,561,376	5.0%
REVENUE						
Wastewater Revenue	271,521,805	271,521,805	131,152,422	130,980,353	(172,069)	-0.1%
Other Revenue	3,127,788	3,127,788	1,563,894	1,400,658	(163,236)	-10.4%
Public Health Licenses, Permits, Inspections	529,500	529,500	264,750	320,145	55,395	20.9%
Interest	346,402	346,402	173,196	481,410	308,214	178.0%
Building Rental/Lease	64,300	64,300	32,144	30,168	(1,976)	-6.1%
Miscellaneous Franchise Fees	40,000	40,000	20,002	0	(20,002)	-100.0%
Scrap Sales	16,400	16,400	8,202	11,875	3,673	44.8%
Development Fees	0	0	0	3,668	3,668	0.0%
Total Revenue	275,646,195	275,646,195	133,214,610	133,228,277	13,667	0.0%
TRANSFERS IN						
CIP	5,250,000	5,728,030	4,571,429	4,571,429	0	0.0%
Support Services/Infrastructure Funds	150,291	150,291	150,291	150,291	0	0.0%
Austin Resource Recovery Fund	130,431	130,431	0	0	0	0.0%
Total Transfers In	5,530,722	6,008,752	4,721,720	4,721,720	0	0.0%
TOTAL AVAILABLE FUNDS	281,176,917	281,654,947	137,936,330	137,949,997	13,667	0.0%
PROGRAM REQUIREMENTS						
Treatment	39,653,089	39,653,089	19,697,109	20,007,940	(310,831)	-1.6%
Pipeline Operations	18,688,829	18,688,829	9,438,440	9,364,272	74,169	0.8%
Support Services	12,833,279	12,833,279	6,530,743	6,892,180	(361,438)	-5.5%
Engineering Services	6,952,209	6,952,209	4,033,502	4,756,022	(722,520)	-17.9%
Other Utility Program Requirements	6,912,334	7,252,334	3,852,314	2,327,478	1,524,836	39.6%
Water Resources Management	4,559,967	4,559,967	2,265,289	2,026,606	238,683	10.5%
Environmental Affairs & Conservation	2,986,624	2,986,624	1,494,538	1,470,546	23,993	1.6%
One Stop Shop	472,876	472,876	235,373	181,608	53,765	22.8%
Total Program Requirements	93,059,207	93,399,207	47,547,308	47,026,653	520,655	1.1%
OTHER REQUIREMENTS						
Utility Billing System Support	7,547,142	7,547,142	3,773,571	3,658,580	114,991	3.0%
Market Study Adjustment	508,330	508,330	254,165	0	254,165	100.0%
Accrued Payroll	135,091	135,091	0	0	0	0.0%
Interdepartmental Charges	84,595	84,595	42,278	42,295	(17)	0.0%
Trf to PID Fund	37,500	37,500	18,750	18,750	0	0.0%
Total Other Requirements	8,312,658	8,312,658	4,088,764	3,719,625	369,139	9.0%
DEBT SERVICE REQUIREMENTS						
Trf to Util D/S Separate Lien	66,691,606	66,691,606	31,425,504	31,330,179	95,324	0.3%
Trf to Utility D/S Prior Lien	20,719,981	20,719,981	14,499,866	14,496,274	3,592	0.0%
Trf to Utility D/S Sub Lien	3,895,019	3,895,019	2,742,667	2,742,796	(129)	0.0%
Trf to GO Debt Service	1,976,736	1,976,736	988,368	988,368	0	0.0%
Trf to Util D/S Tax/Rev Bonds	406,655	406,655	122,281	122,281	0	0.0%
Commercial paper interest	115,350	115,350	57,675	46,751	10,924	18.9%
Total Debt Service Requirements	93,805,347	93,805,347	49,836,360	49,726,650	109,710	0.2%

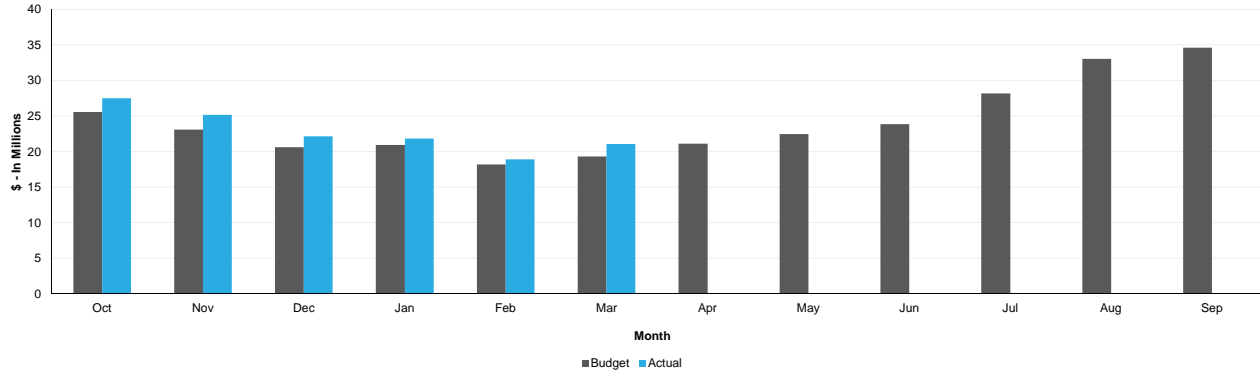
City of Austin, Texas
Austin Water
FUND SUMMARY - WASTEWATER
As of March 2017

	2016-17 APPROVED	2016-17 AMENDED	BUDGET ALLOTMENT	YTD ACTUAL W/ ENCUMB	YTD VARIANCE	% VARIANCE
TRANSFERS OUT						
Trf to Wastewater CIP Fund	29,200,000	29,200,000	14,105,000	14,105,000	0	0.0%
Trf to General Fund	20,192,004	20,192,004	10,095,804	10,095,804	0	0.0%
TRF CRF to Debt Defeasance	5,250,000	4,571,000	4,571,429	4,571,429	0	0.0%
Administrative Support	5,107,753	5,107,753	2,553,883	2,553,883	0	0.0%
CTM Support	2,053,685	2,053,685	1,026,845	1,026,845	0	0.0%
Trf to Reclaimed Water Fund	1,700,000	1,700,000	850,010	850,010	0	0.0%
Trf to Economic Development	1,367,796	1,367,796	683,886	683,886	0	0.0%
Workers' Compensation	606,618	606,618	303,306	303,306	0	0.0%
Trf to CIP Mgm - CPM (5460)	602,536	602,536	301,246	301,246	0	0.0%
CTECC Support	5,311	5,311	5,311	5,311	0	0.0%
Total Transfers Out	66,085,703	65,406,703	34,496,720	34,496,720	0	0.0%
TOTAL REQUIREMENTS	261,262,915	260,923,915	135,969,152	134,969,647	999,505	0.7%
EXCESS (DEFICIENCY) OF TOTAL AVAILABLE FUNDS OVER TOTAL REQUIREMENTS	19,914,002	20,731,032	1,967,178	2,980,350	1,013,172	51.5%
ENDING BALANCE	91,373,836	92,190,866	73,427,012	78,001,560	4,574,548	6.2%
<i>Note: Numbers may not add due to rounding.</i>						
DEBT SERVICE COVERAGE RATIO	1.82	1.81		1.61		

REVENUES

Water Services Revenues by Month

Budget vs. Actual

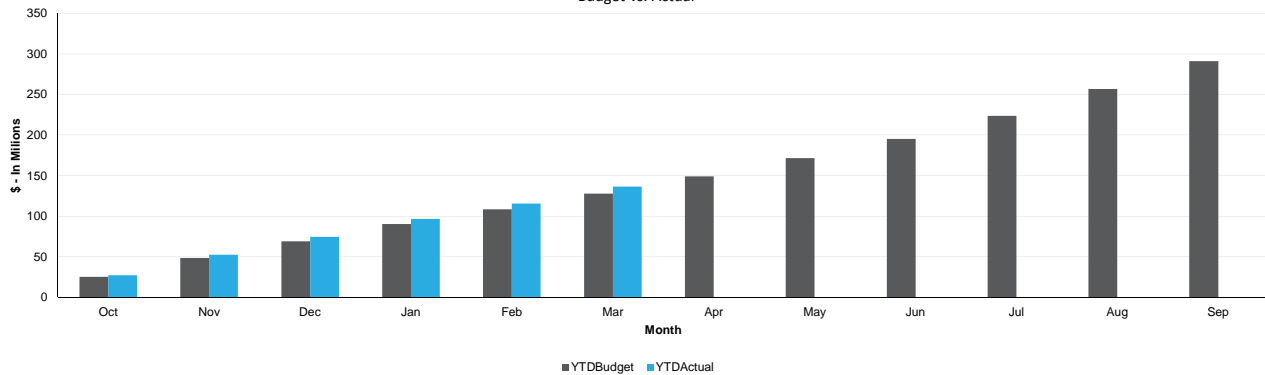


FY 2016 - 2017 Water Service Revenues by Month With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget	25.62	23.14	20.62	20.96	18.23	19.36	21.12	22.48	23.89	28.21	33.10	34.65
Actual	\$ 27.54	\$ 25.19	\$ 22.17	\$ 21.84	\$ 18.93	\$ 21.12						
Variance	\$ 1.92	\$ 2.05	\$ 1.54	\$ 0.88	\$ 0.70	\$ 1.76						
Variance %	7.5%	8.9%	7.5%	4.2%	3.9%	9.1%						

Water Services Revenues Year-to-Date

Budget vs. Actual



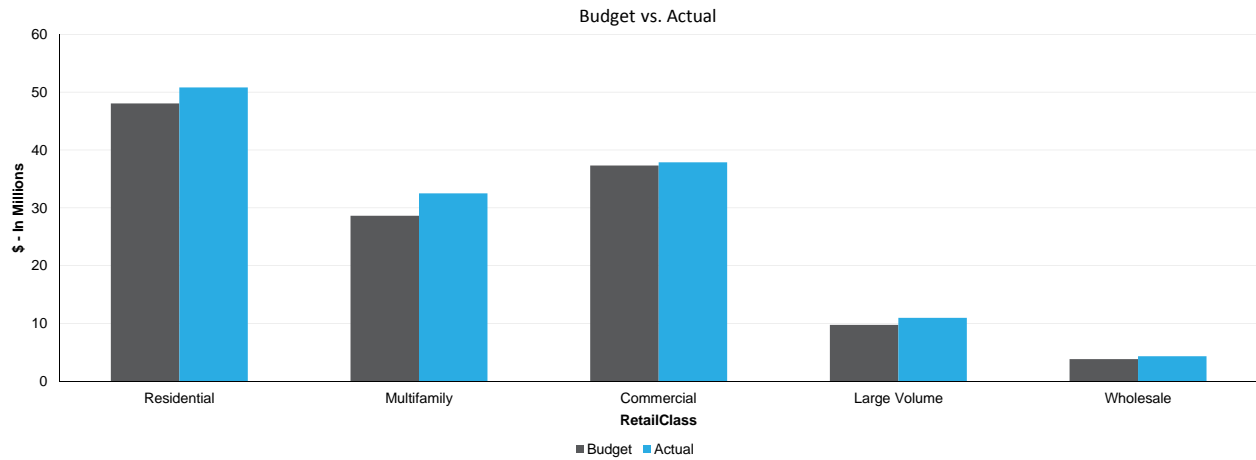
FY 2016 - 2017 Water Service Revenues by Year-to-Date With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
YTD Budget	\$ 25.62	\$ 48.76	\$ 69.38	\$ 90.34	\$ 108.57	\$ 127.93	\$ 149.06	\$ 171.53	\$ 195.42	\$ 223.63	\$ 256.73	\$ 291.38
YTD Actual	\$ 27.54	\$ 52.73	\$ 74.90	\$ 96.74	\$ 115.68	\$ 136.79						
Variance	\$ 1.92	\$ 3.97	\$ 5.52	\$ 6.40	\$ 7.10	\$ 8.86						
Variance %	7.5%	8.1%	7.9%	7.1%	6.5%	6.9%						

Water service revenues for March 2017 totaled \$21.12 million. This is \$1.76 million, or 9.1%, more than the budget allotment for the month. For the fiscal year, water service revenues totaled \$136.79 million, which is \$8.86 million, or 6.9%, more than the budget allotment.

Billed water consumption for March 2017 totaled 2.87 billion gallons (BG). This was 0.18 BG, or 6.6%, greater than projected for the month. For the fiscal year, billed water consumption totaled 18.40 BG. This was 0.62 BG, or 3.5%, more than projected.

Year-to-Date Water Service Revenues by Customer Class



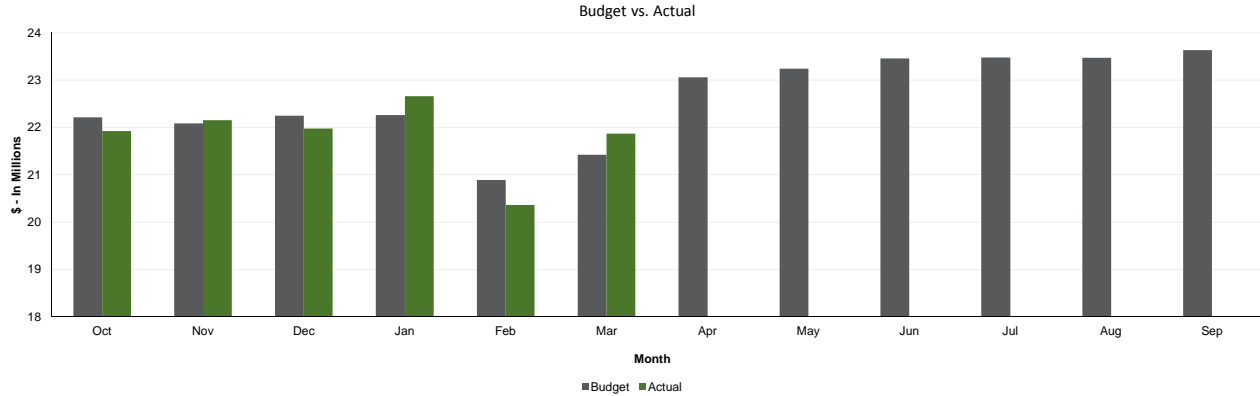
FY 2016 - 2017 Year-to-Date Water Service Revenues by Customer Class With Variances (Millions)

	Residential		Multifamily		Commercial		Large Volume		Wholesale		Total
Budget	\$	48.10	\$	28.68	\$	37.38	\$	9.83	\$	3.94	\$ 127.93
Actual	\$	50.84	\$	32.54	\$	37.93	\$	11.05	\$	4.43	\$ 136.79
Variance	\$	2.73	\$	3.86	\$	0.55	\$	1.22	\$	0.49	\$ 8.86
Variance %		5.7%		13.5%		1.5%		12.4%		12.5%	6.9%

Water service revenues are collected from a variety of customer classes including Residential, Multifamily, Commercial, Large Volume and Wholesale. The graph above compares the budgeted and actual water service revenues by those classes through March, before any accounts receivable adjustments.

All customer classes are above projections, with Residential and Multifamily classes significantly above by 5.7% and 13.5%, respectively. Overall, water revenues are 6.9% higher than projected.

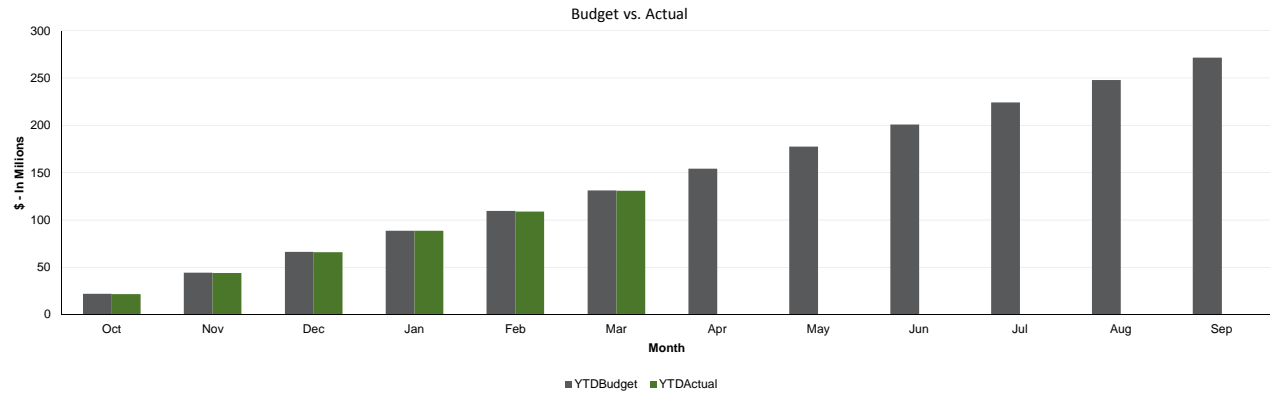
Wastewater Services Revenues by Month



FY 2016 - 2017 Wastewater Service Revenues by Month With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget	\$ 22.22	\$ 22.09	\$ 22.25	\$ 22.27	\$ 20.89	\$ 21.43	\$ 23.06	\$ 23.24	\$ 23.46	\$ 23.48	\$ 23.48	\$ 23.64
Actual	\$ 21.93	\$ 22.16	\$ 21.98	\$ 22.67	\$ 20.37	\$ 21.87						
Variance \$	\$ (0.29)	\$ 0.07	\$ (0.27)	\$ 0.40	\$ (0.53)	\$ 0.45						
Variance %	-1.3%	0.3%	-1.2%	1.8%	-2.5%	2.1%						

Wastewater Services Revenues Year-to-Date



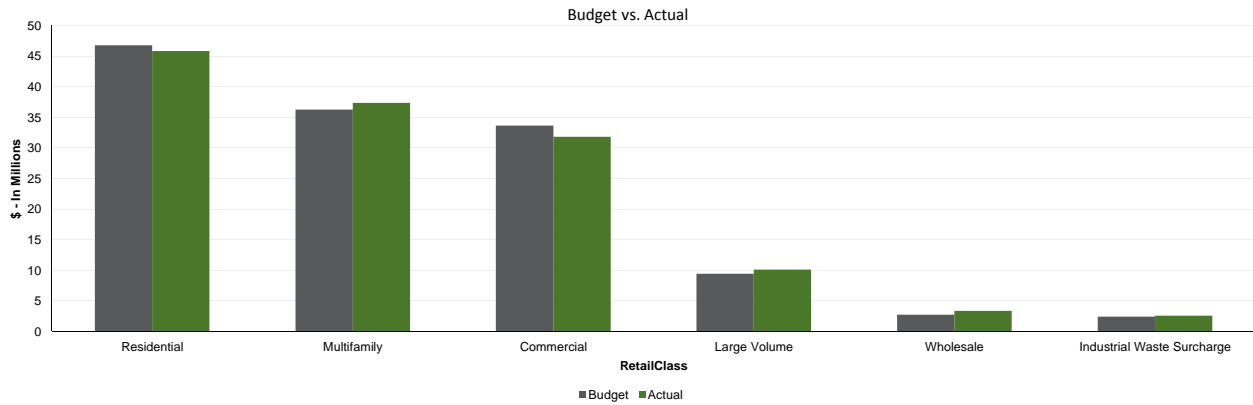
FY 2016 - 2017 Wastewater Service Revenues by Year-to-Date With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
YTD Budget	\$ 22.22	\$ 44.31	\$ 66.56	\$ 88.83	\$ 109.73	\$ 131.15	\$ 154.21	\$ 177.46	\$ 200.92	\$ 224.40	\$ 247.88	\$ 271.52
YTD Actual	\$ 21.93	\$ 44.09	\$ 66.07	\$ 88.74	\$ 109.11	\$ 130.98						
Variance	\$ (0.29)	\$ (0.22)	\$ (0.49)	\$ (0.09)	\$ (0.62)	\$ (0.17)						
Variance %	-1.3%	-0.5%	-0.7%	-0.1%	-0.6%	-0.1%						

Wastewater service revenues for March 2017 totaled \$21.87 million. This is \$0.45 million or 2.1% more than the budget allotment for the month. For the fiscal year, wastewater service revenues totaled \$130.98 million. This is \$0.17 million, or 0.1%, less 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.

Year-to-Date Wastewater Service Revenues by Customer Class



FY 2016 - 2017 Year-to-Date Wastewater Service Revenues by Customer Class With Variances (Millions)

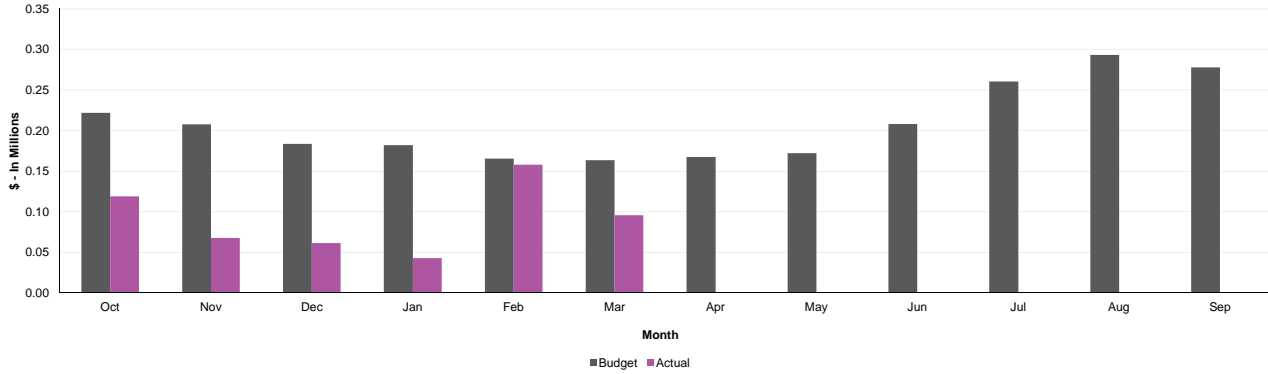
	Residential	Multifamily	Commercial	Large Volume	Wholesale	Industrial Waste Surcharge	Total
Budget	\$ 46.77	\$ 36.22	\$ 33.65	\$ 9.40	\$ 2.74	\$ 2.38	\$ 131.15
Actual	\$ 45.84	\$ 37.36	\$ 31.78	\$ 10.09	\$ 3.34	\$ 2.59	\$ 130.98
Variance	\$ (0.93)	\$ 1.14	\$ (1.87)	\$ 0.69	\$ 0.59	\$ 0.21	\$ (0.17)
Variance %	-2.0%	3.1%	-5.6%	7.3%	21.7%	8.8%	-0.1%

Wastewater service revenues are collected from a variety of customer classes including Residential, Multifamily, Commercial, Large Volume, Wholesale, and Industrial Waste Surcharge. The graph above compares the budgeted and actual wastewater service revenues by those classes through March, before any accounts receivable adjustments.

Four customer classes are above projections, with Multifamily showing the largest dollar increase of \$1.14 million or 3.1% above budget. This is more than offset by decreases in the Residential and Commercial classes which are below projections by 2.0% and 5.6%, respectively. Overall, wastewater revenues are \$0.17 million or 0.1% lower than projected.

Reclaimed Services Revenues by Month

Budget vs. Actual

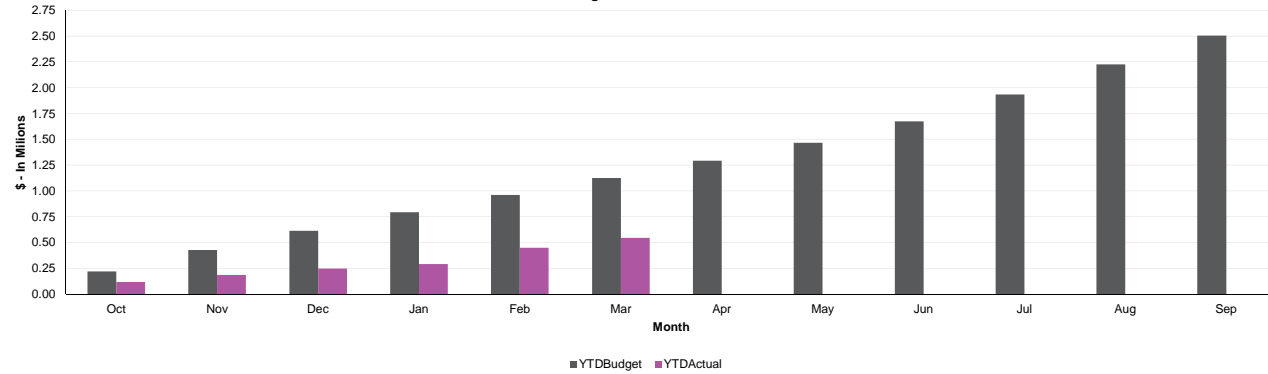


FY 2016 - 2017 Reclaimed Service Revenues by Month With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget	\$ 0.22	\$ 0.21	\$ 0.18	\$ 0.18	\$ 0.17	\$ 0.16	\$ 0.17	\$ 0.17	\$ 0.21	\$ 0.26	\$ 0.29	\$ 0.28
Actual	\$ 0.12	\$ 0.07	\$ 0.06	\$ 0.04	\$ 0.16	\$ 0.10						
Variance	\$ (0.10)	\$ (0.14)	\$ (0.12)	\$ (0.14)	\$ (0.01)	\$ (0.07)						
Variance %	-46.3%	-67.4%	-66.4%	-76.5%	-4.4%	-41.4%						

Reclaimed Services Revenues Year-to-Date

Budget vs. Actual



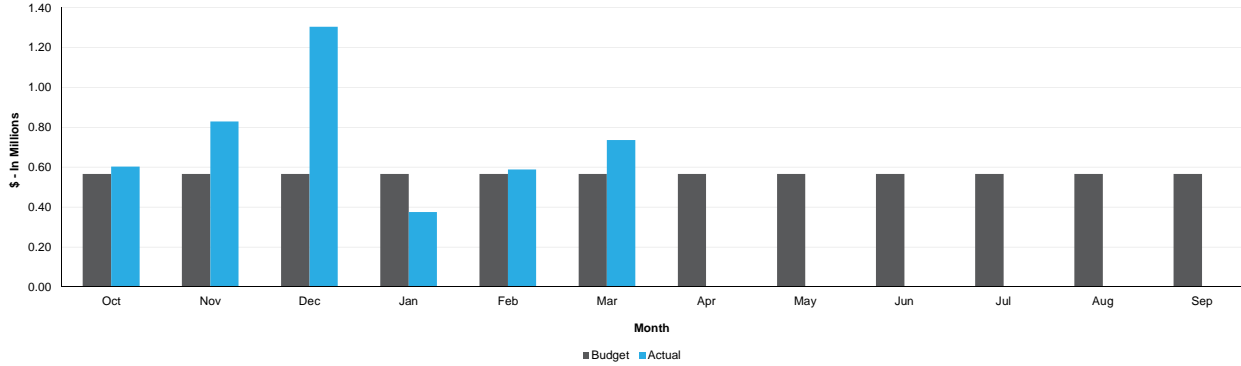
FY 2016 - 2017 Reclaimed Service Revenues by Year-to-Date With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
YTD Budget	\$ 0.22	\$ 0.43	\$ 0.61	\$ 0.80	\$ 0.96	\$ 1.13	\$ 1.29	\$ 1.47	\$ 1.67	\$ 1.93	\$ 2.23	\$ 2.51
YTD Actual	\$ 0.12	\$ 0.19	\$ 0.25	\$ 0.29	\$ 0.45	\$ 0.55						
Variance	\$ (0.10)	\$ (0.24)	\$ (0.36)	\$ (0.50)	\$ (0.51)	\$ (0.58)						
Variance %	-46.3%	-56.5%	-59.5%	-63.4%	-53.2%	-51.5%						

Reclaimed service revenues for March 2017 totaled \$0.10 million. This is \$0.07 million or 41.4% less than the budget allotment for the month. For the fiscal year, Reclaimed service revenues totaled \$0.55 million. This is \$0.58 million or 51.5% less than the budget allotment.

Miscellaneous Revenues by Month

Budget vs. Actual

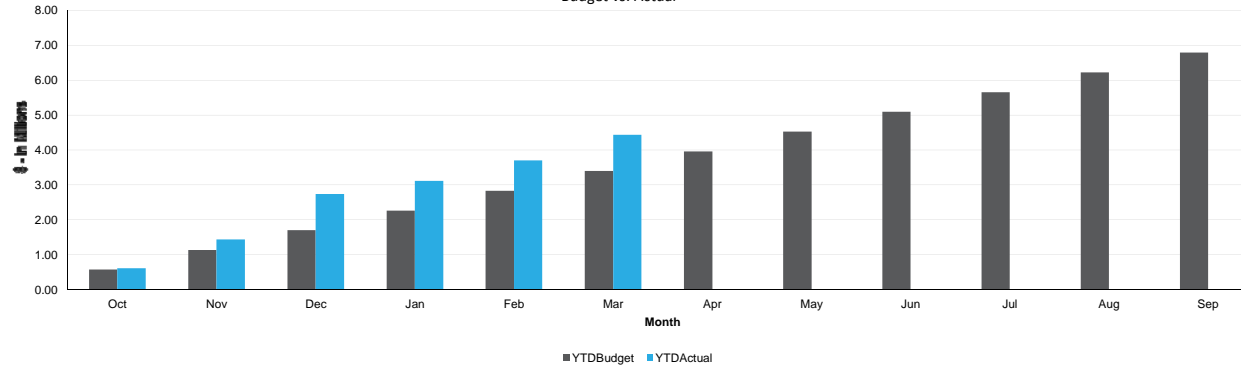


FY 2016 - 2017 Miscellaneous Revenues by Month With Variances (Millions)

		Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget	\$	0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.57
Actual	\$	0.60	\$ 0.83	\$ 1.30	\$ 0.37	\$ 0.59	\$ 0.74						
Variance	\$	0.04	\$ 0.26	\$ 0.74	\$ (0.19)	\$ 0.02	\$ 0.17						
Variance %		6.5%	46.5%	130.7%	-33.8%	3.8%	30.2%						

Miscellaneous Revenues Year-to-Date

Budget vs. Actual

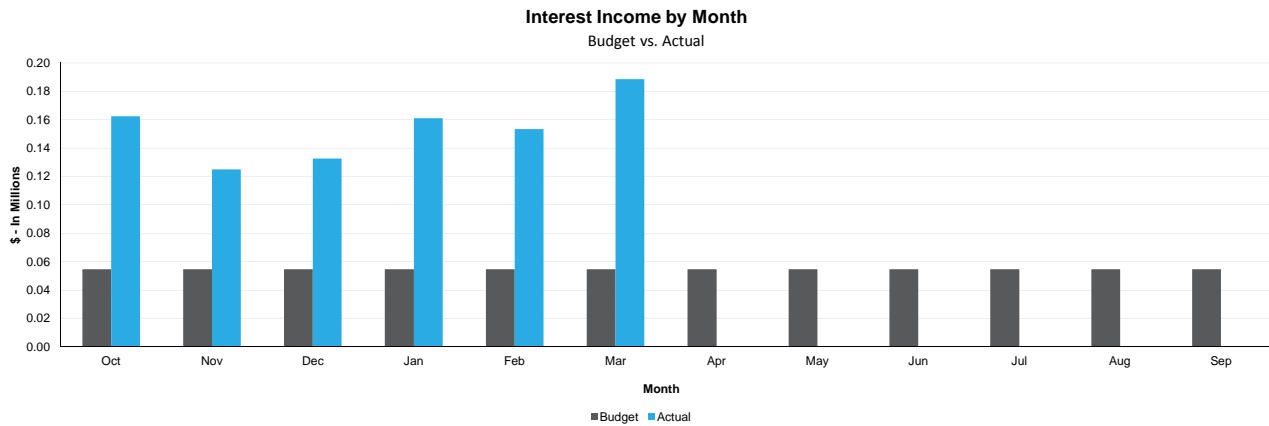


FY 2016 - 2017 Miscellaneous Revenues by Year-to-Date With Variances (Millions)

		Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
YTD Budget	\$	0.57	\$ 1.13	\$ 1.70	\$ 2.26	\$ 2.83	\$ 3.39	\$ 3.96	\$ 4.52	\$ 5.09	\$ 5.65	\$ 6.22	\$ 6.78
YTD Actual	\$	0.60	\$ 1.43	\$ 2.73	\$ 3.11	\$ 3.70	\$ 4.43						
Variance	\$	0.04	\$ 0.30	\$ 1.04	\$ 0.85	\$ 0.87	\$ 1.04						
Variance %		6.5%	26.5%	61.3%	37.5%	30.8%	30.7%						

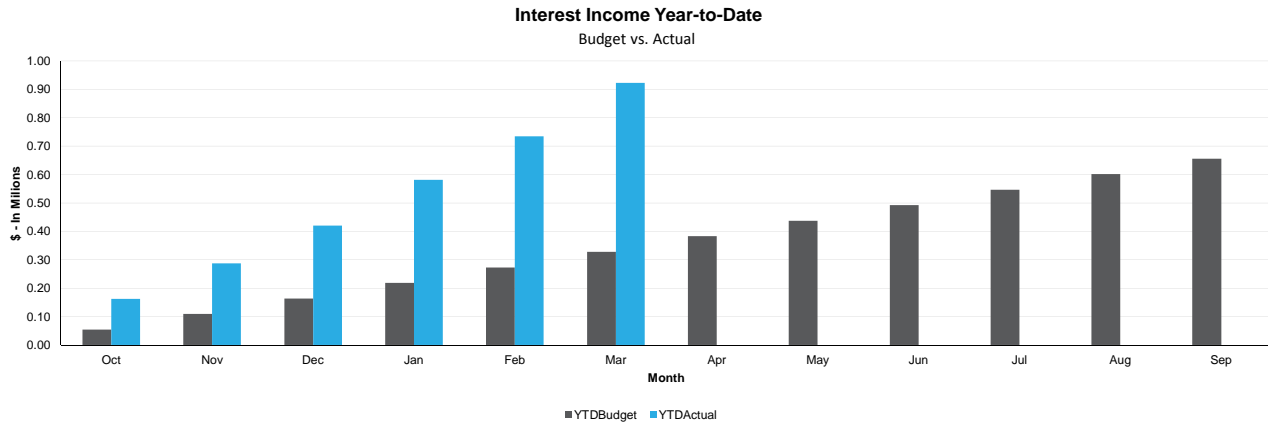
Miscellaneous revenues include revenue from sources other than water and wastewater services, such as late fees, fines and special billings. Miscellaneous revenues for March 2017 totaled \$0.74 million. This is 30.2% more than the budget allotment for the month.

The combined miscellaneous revenues for the fiscal year totaled \$4.43 million. This is \$1.04 million, or 30.7%, more than the budget allotment to date.



FY 2016 - 2017 Interest Income by Month With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05	\$ 0.05
Actual	\$ 0.16	\$ 0.13	\$ 0.13	\$ 0.16	\$ 0.15	\$ 0.19						
Variance	\$ 0.11	\$ 0.08	\$ 0.09	\$ 0.12	\$ 0.11	\$ 0.14						
Variance %	196.9%	146.9%	160.9%	212.6%	198.8%	262.8%						



FY 2016 - 2017 Interest Income by Year-to-Date With Variances (Millions)

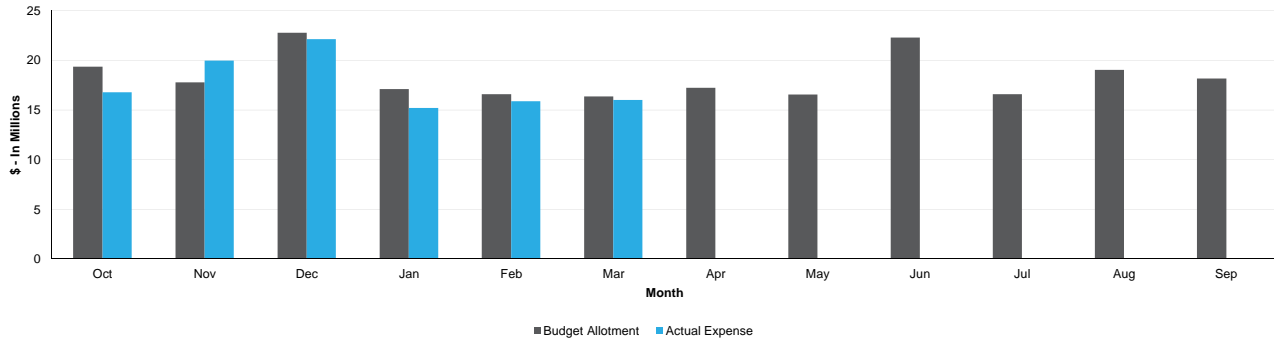
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
YTD Budget	\$ 0.05	\$ 0.11	\$ 0.16	\$ 0.22	\$ 0.27	\$ 0.33	\$ 0.38	\$ 0.44	\$ 0.49	\$ 0.55	\$ 0.60	\$ 0.66
YTD Actual	\$ 0.16	\$ 0.29	\$ 0.42	\$ 0.58	\$ 0.73	\$ 0.92						
Variance	\$ 0.11	\$ 0.18	\$ 0.26	\$ 0.36	\$ 0.46	\$ 0.60						
Variance %	196.9%	162.8%	156.1%	165.6%	168.6%	181.3%						

Interest income includes interest allocated from the City's Investment Pool, the Debt Service Fund, and the CIP funds. Combined interest income for March 2017 totaled \$0.19 million. This is \$0.14 million more than the budget allotment for the month.

Interest income for the fiscal year totaled \$0.92 million. This total is \$0.60 million more than the budget allotment of \$0.33 million and results from an increase in the balance of cash on hand.

OPERATING REQUIREMENTS

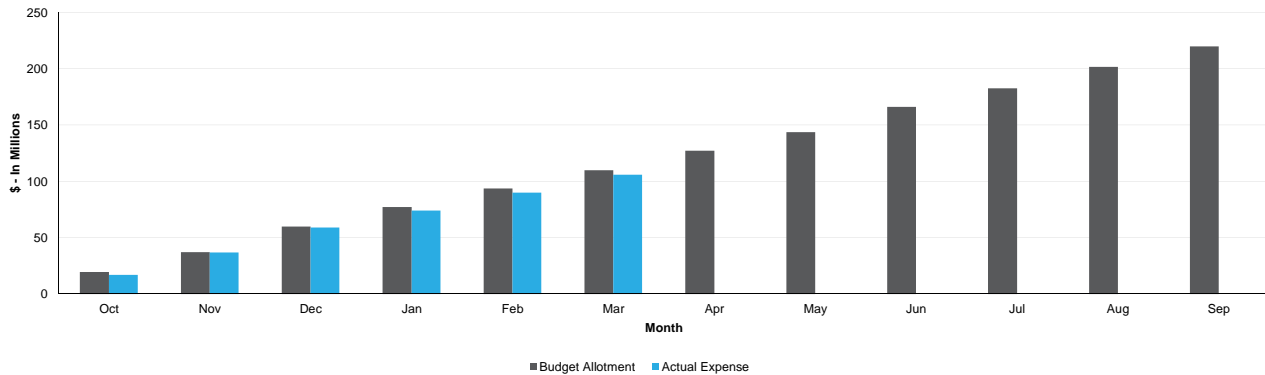
Program Operating and Other Requirements by Month Budget vs Actual



FY 2016 - 2017 Program Operating and Other Requirements by Month With Variances (Millions)

Month	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget Allotment	\$ 19.35	\$ 17.76	\$ 22.75	\$ 17.09	\$ 16.58	\$ 16.34	\$ 17.22	\$ 16.54	\$ 22.26	\$ 16.58	\$ 19.03	\$ 18.16
Actual Expense	\$ 16.78	\$ 19.95	\$ 22.10	\$ 15.18	\$ 15.85	\$ 15.99						
Variance	\$ 2.57	\$ (2.19)	\$ 0.65	\$ 1.91	\$ 0.74	\$ 0.35						
Variance %	13.3%	-12.3%	2.8%	11.2%	4.4%	2.2%						

Program Operating and Other Requirements Year-to-Date Budget vs Actual

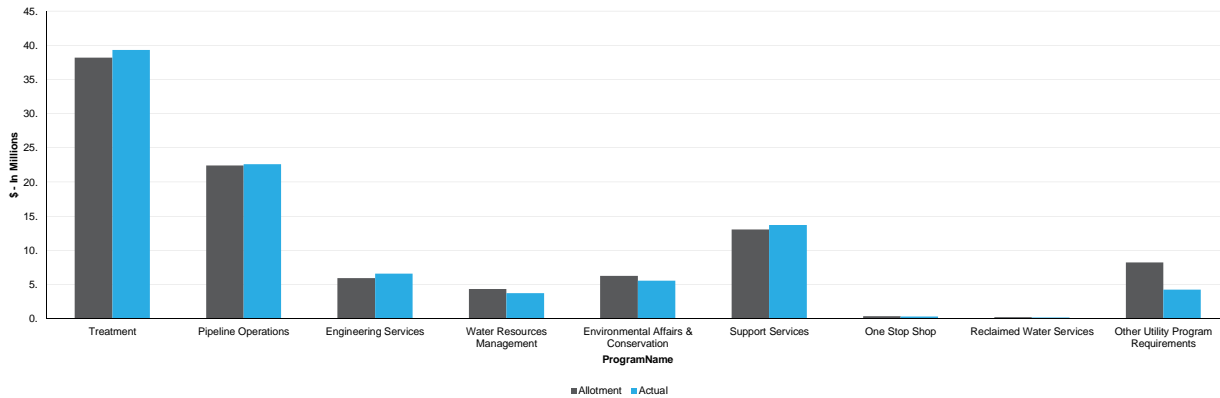


FY 2016 - 2017 Program Operating and Other Requirements by Year-to-Date With Variances (Millions)

YTD	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Budget Allotment	\$ 19.35	\$ 37.10	\$ 59.85	\$ 76.95	\$ 93.53	\$ 109.87	\$ 127.09	\$ 143.63	\$ 165.89	\$ 182.48	\$ 201.51	\$ 219.67
Actual Expense	\$ 16.78	\$ 36.73	\$ 58.83	\$ 74.01	\$ 89.85	\$ 105.83						
Variance \$	\$ 2.57	\$ 0.37	\$ 1.02	\$ 2.93	\$ 3.67	\$ 4.04						
Variance %	13.3%	1.0%	1.7%	3.8%	3.9%	3.7%						

Total Program Operating and Other Requirements for the fiscal year through March 2017 were \$54.91 million for water, \$50.74 million for wastewater, and \$0.18 million for reclaimed water. The combined Program Operating and Other Requirements of \$105.83 million were \$4.04 million, or 3.7%, below the budget allotment.

Operating Requirements by Program (Millions)
Budget vs Actual



FY 2016 - 2017 Year-To-Date Program Operating Requirements by Program (Millions)

	Treatment	Pipeline Operations	Engineering Services	Water Resources Management	Environmental Affairs & Conservation	Support Services	One Stop Shop	Reclaimed Water Services	Other Utility Program Requirements	Total
Allotment	\$ 38.13	\$ 22.40	\$ 5.90	\$ 4.33	\$ 6.26	\$ 13.01	\$ 0.36	\$ 0.21	\$ 8.19	\$ 98.80
Actual	\$ 39.27	\$ 22.58	\$ 6.54	\$ 3.73	\$ 5.55	\$ 13.66	\$ 0.30	\$ 0.17	\$ 4.25	\$ 96.04
Variance \$	\$ (1.13)	\$ (0.18)	\$ (0.64)	\$ 0.60	\$ 0.71	\$ (0.65)	\$ 0.07	\$ 0.04	\$ 3.95	\$ 2.76
Variance %	-3.0%	-0.8%	-10.9%	13.9%	11.3%	-5.0%	18.1%	18.7%	48.2%	2.8%

Total Operating Program Requirements as of March 31, 2017 were \$48.83 million for Water, \$47.03 million for Wastewater, and \$0.18 million for Reclaimed Water. The combined Program Operating Requirements of \$96.04 million were \$2.76 million or 2.8% below allotment.

Engineering Services was \$0.64 million or 10.9% above allotment mainly due to higher than estimated spending on chemicals, pipeline maintenance services and temporary employees, and lower than estimated spending for the CIP labor costs transfer.

Water Resources Management was \$0.60 million or 13.9% below allotment mainly due to lower than estimated spending on interdepartmental charges, contractual services, and temporary employees.

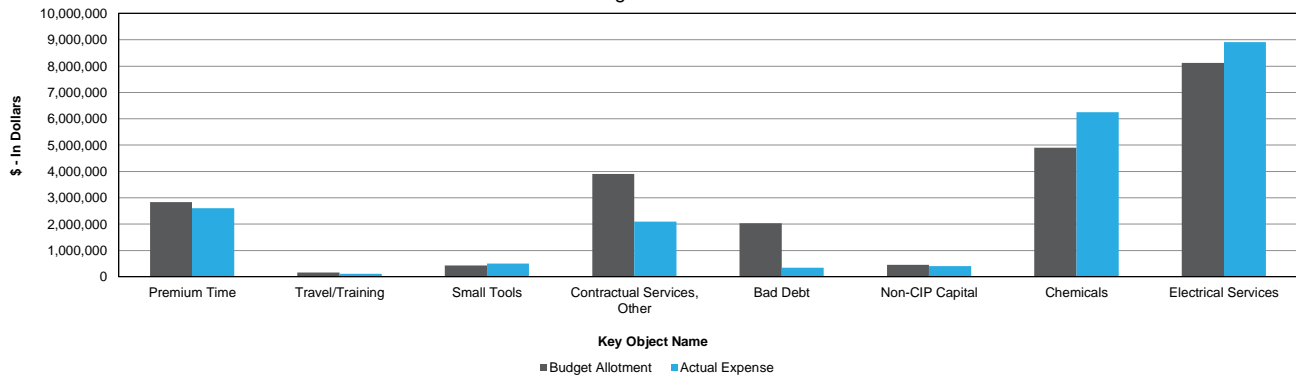
Environmental Affairs & Conservation was \$0.71 million or 11.3% below allotment mainly due to lower than estimated spending on contractual services, Water Conservation Rebate programs, temporary employees, and survey services.

One Stop Shop was \$0.07 million or 18.1% below allotment due to vacant positions.

Reclaimed Water Services was \$0.04 million or 18.7% below allotment also due to vacant positions and lower than estimated spending on interdepartmental charges, consultant services, and general liability insurance.

Other Utility Program Requirements was \$3.95 million or 48.2% below allotment due to lower than estimated spending on bad debt expense, contractual services, compensation adjustment, insurance, software, and commercial paper administration expenses.

Key Operating Object Codes Year-to-Date Budget vs Actual



FY 2016 - 2017 Year-To-Date Operating Requirements Key Object Codes With Variance

	Premium Time	Travel/Training	Small Tools	Contractual Services, Other	Bad Debt	Non-CIP Capital	Chemicals	Electrical Services	Total
Budget Allotment	\$ 2,834,948	\$ 155,783	\$ 425,725	\$ 3,900,304	\$ 2,034,716	\$ 446,992	\$ 4,892,524	\$ 8,112,358	\$ 22,803,350
Actual Expense	\$ 2,594,671	\$ 108,464	\$ 494,599	\$ 2,085,061	\$ 343,213	\$ 399,567	\$ 6,246,037	\$ 8,909,126	\$ 21,180,738
Variance \$	\$ 240,276	\$ 47,319	\$ (68,874)	\$ 1,815,243	\$ 1,691,503	\$ 47,425	\$ (1,353,512)	\$ (796,769)	\$ 1,622,612
Variance %	8.5%	30.4%	-16.2%	46.5%	83.1%	10.6%	-27.7%	-9.8%	7.1%

Travel and Training was \$47,319 or 30.4% below allotment due to lower than anticipated expenses.

Small Tools was \$68,874 or 16.2% above allotment due to higher than estimated spending in Lift Station and Remote Facilities, Wastewater Treatment, and Construction and Rehabilitation Services Divisions.

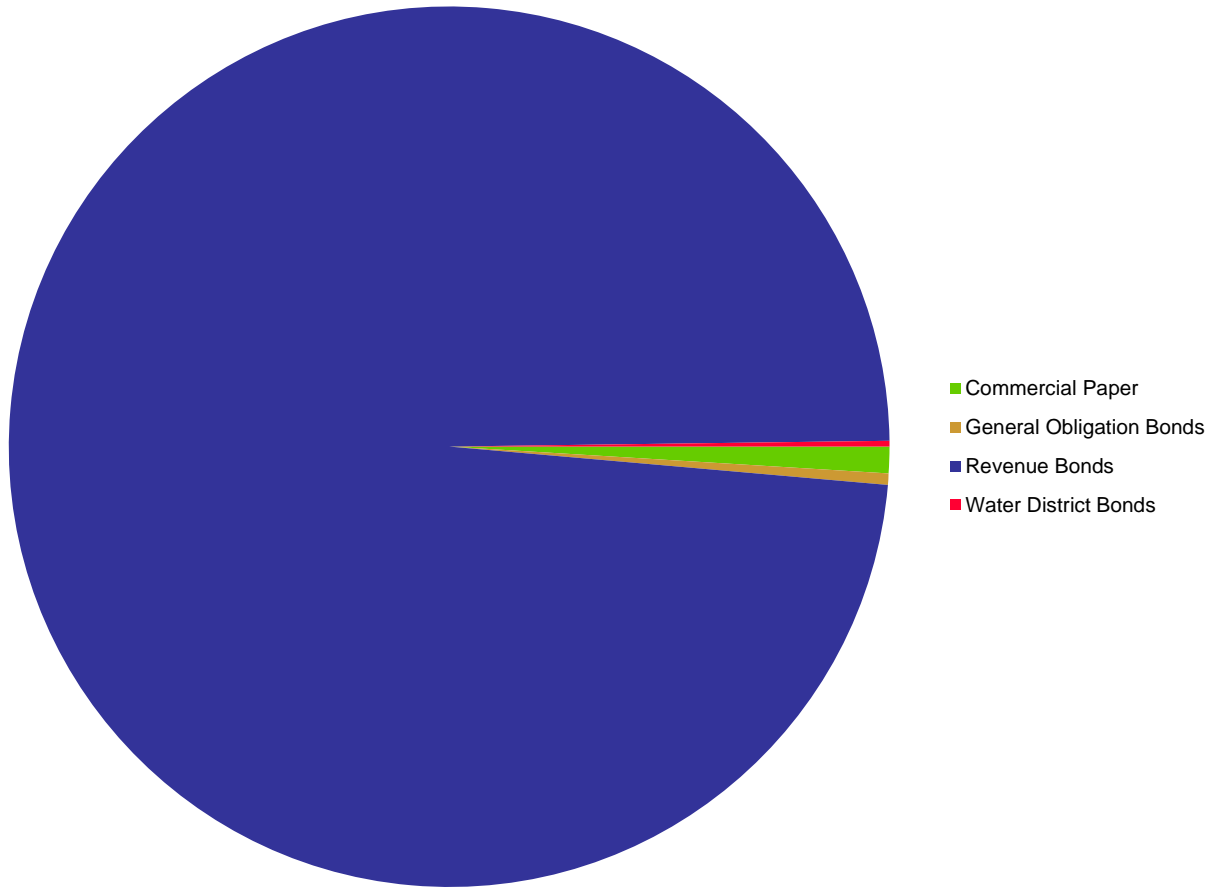
Other Contractual Services were \$1,815,243 or 46.5% below allotment due to lower than estimated spending in the Utility Development Services and Water Conservation Divisions, as well as lower than estimated spending for emergency service contracts for the Utility as a whole.

Non-CIP Capital was \$47,425 or 10.6% below allotment due to lower than estimated spending in the Wastewater Treatment, Water Meter Operations, Collection System Services, Distribution System Maintenance, and Laboratory Services Divisions.

Chemicals were \$1,353,512 or 27.7% above allotment due to higher than estimated spending in the Wastewater Treatment, Collection System Engineering, Water Treatment Divisions.

DEBT OUTSTANDING & DEBT SERVICE

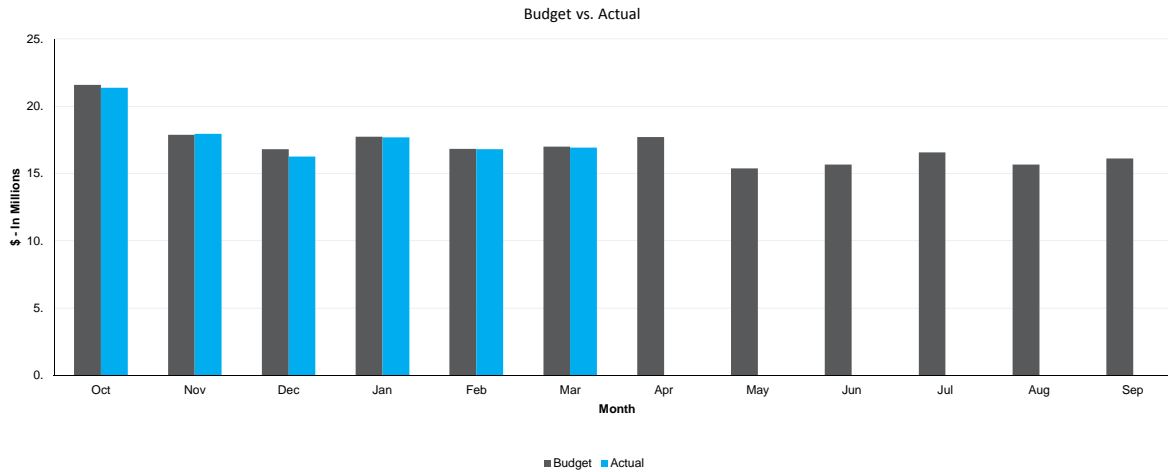
Total Debt outstanding By Type as of March 2017



	Debt Outstanding	% Outstanding
Commercial Paper	\$ 68,200,000	3.0%
General Obligation Bonds	8,958,006	0.4%
Revenue Bonds	2,221,911,866	96.4%
Water District Bonds	4,807,898	0.2%
Total	\$ 2,303,877,770	100.0%

Fiscal Year	Utility Debt Per Customer
2012	10,832.55
2013	11,288.09
2014	11,443.78
2015	11,021.31
2016	10,465.12
2017	10,072.17

Combined Debt Service by Month (Millions)

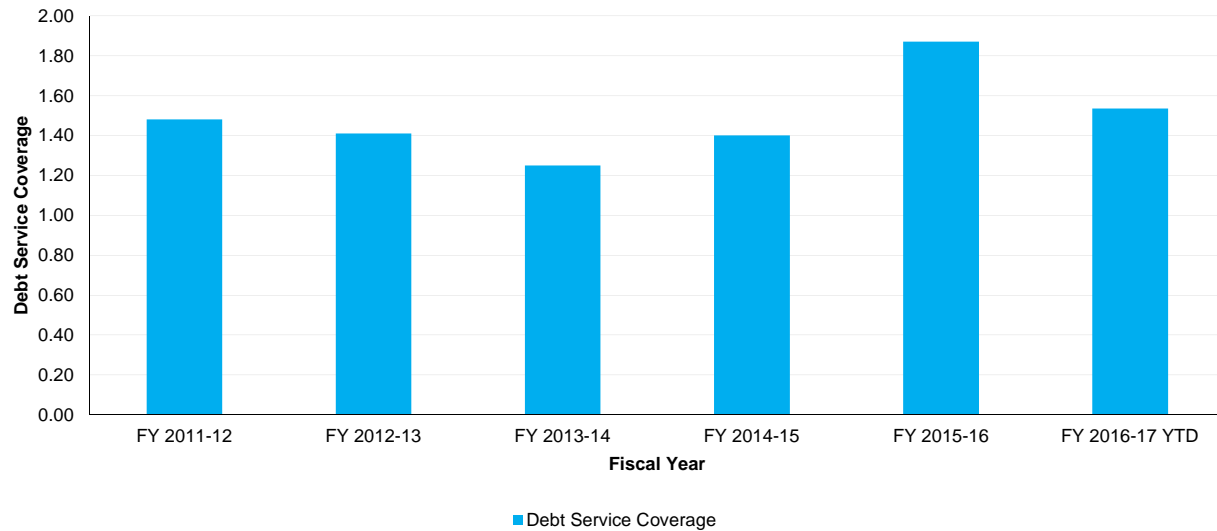


FY 2016 - 2017 Combined Debt Service by Month With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
Budget	\$ 21.61	\$ 17.89	\$ 16.83	\$ 17.74	\$ 16.84	\$ 17.02	\$ 17.74	\$ 15.39	\$ 15.68	\$ 16.58	\$ 15.68	\$ 16.12	\$ 205.12
Actual	\$ 21.40	\$ 17.97	\$ 16.29	\$ 17.71	\$ 16.83	\$ 16.95							\$ 107.14
Variance	\$ 0.21	\$ (0.08)	\$ 0.55	\$ 0.03	\$ 0.01	\$ 0.07							
Variance %	1.0%	-0.4%	3.3%	0.2%	0.1%	0.4%							

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 March 2017 was \$16.95 million, \$0.07 million less than projected for the month. Combined debt service for the fiscal year was \$107.14 million or \$0.79 million less than projected.

Debt Service Coverage



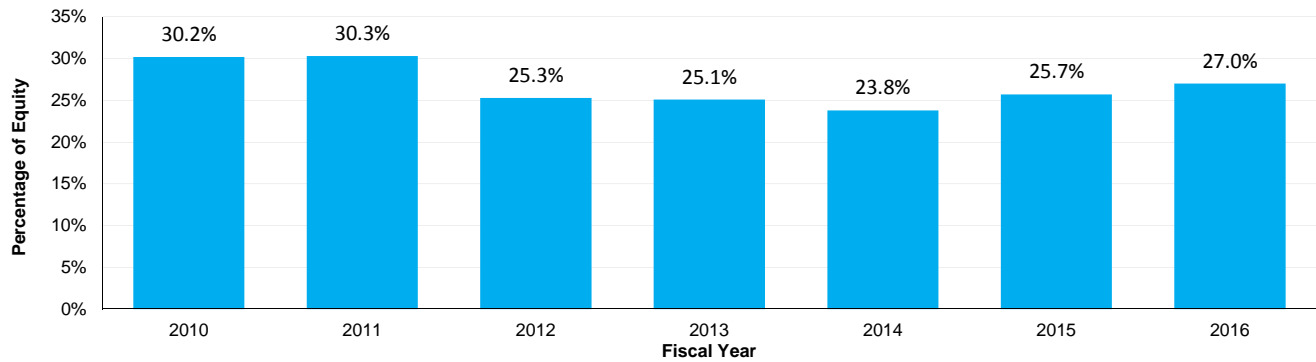
DebtServiceCoverage	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17 YTD
Debt Service Coverage	1.48	1.41	1.25	1.40	1.87	1.54

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 FY11-12 through FY15-16 are audited, as reflected in the City's Comprehensive Annual Financial Report (CAFR).

Percent of Equity in Utility Systems

FY 2010 through FY 2016

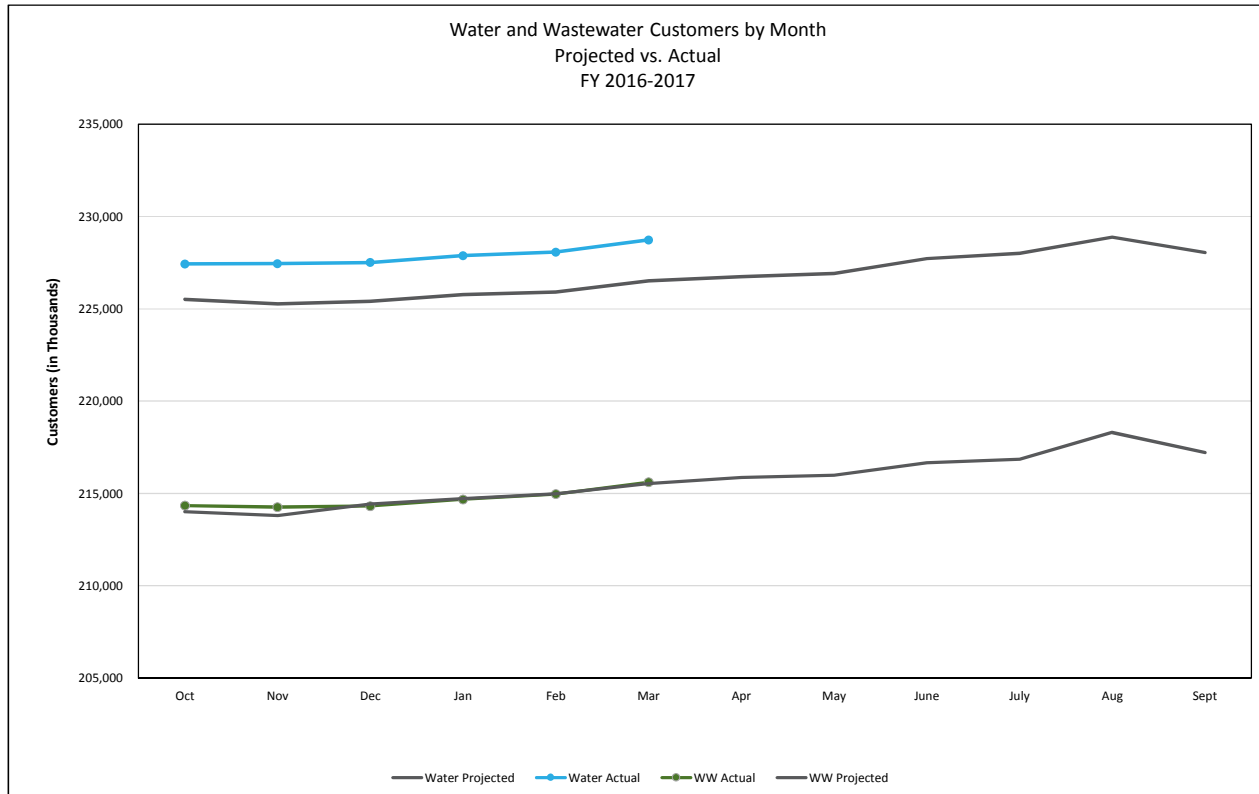


Percentage of Equity	2010	2011	2012	2013	2014	2015	2016
Percent of Equity	30.2%	30.3%	25.3%	25.1%	23.8%	25.7%	27.0%

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 once audited financials from the Controller's Office are available.

CUSTOMER DEMAND CHARACTERISTICS

Number of Customers



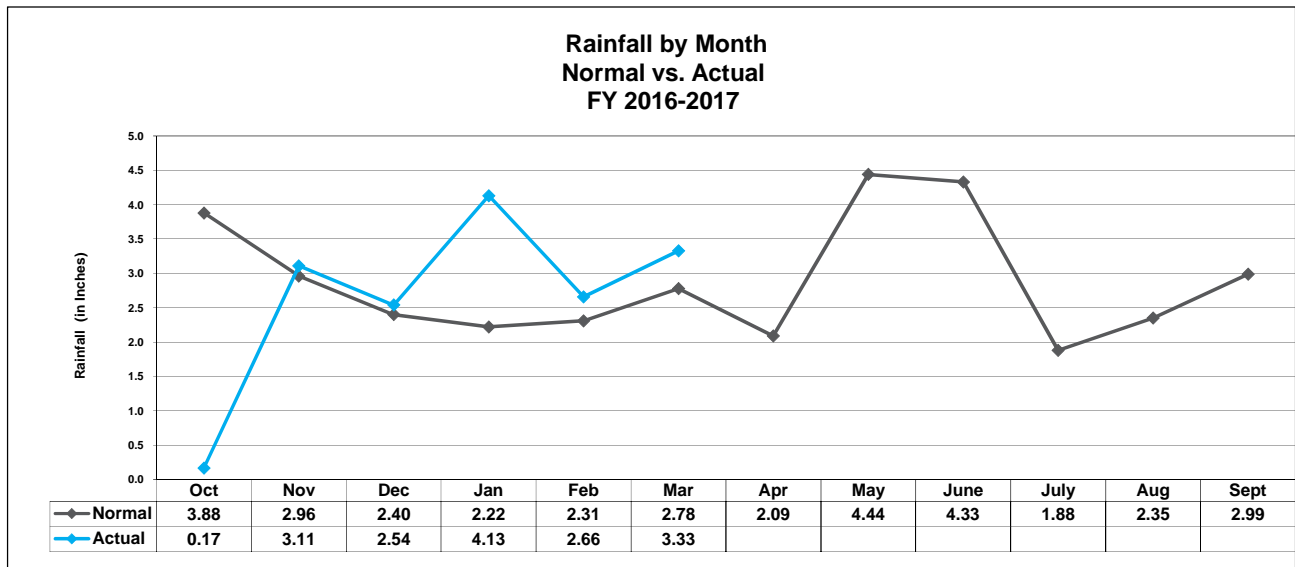
Customers	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Water Projected	225,510	225,273	225,416	225,776	225,914	226,514	226,748	226,926	227,718	228,011	228,879	228,040
Water Actual	227,441	227,449	227,517	227,885	228,080	228,737						
Variance	1,931	2,176	2,101	2,109	2,166	2,223						
Monthly Change	9	8	68	368	195	657						
WW Projected	214,013	213,805	214,420	214,713	214,976	215,541	215,860	215,980	216,659	216,859	218,305	217,220
WW Actual	214,346	214,265	214,320	214,690	214,970	215,613						
Variance	333	460	(100)	(23)	(6)	72						
Monthly Change	(26)	(81)	55	370	280	643						

The actual number of water customers as of March 31, 2017, was 228,737. This was 656 more customers than last month, and 2,223 more customers than projected for this date. There were 225,345 water customers as of March 31, 2016.

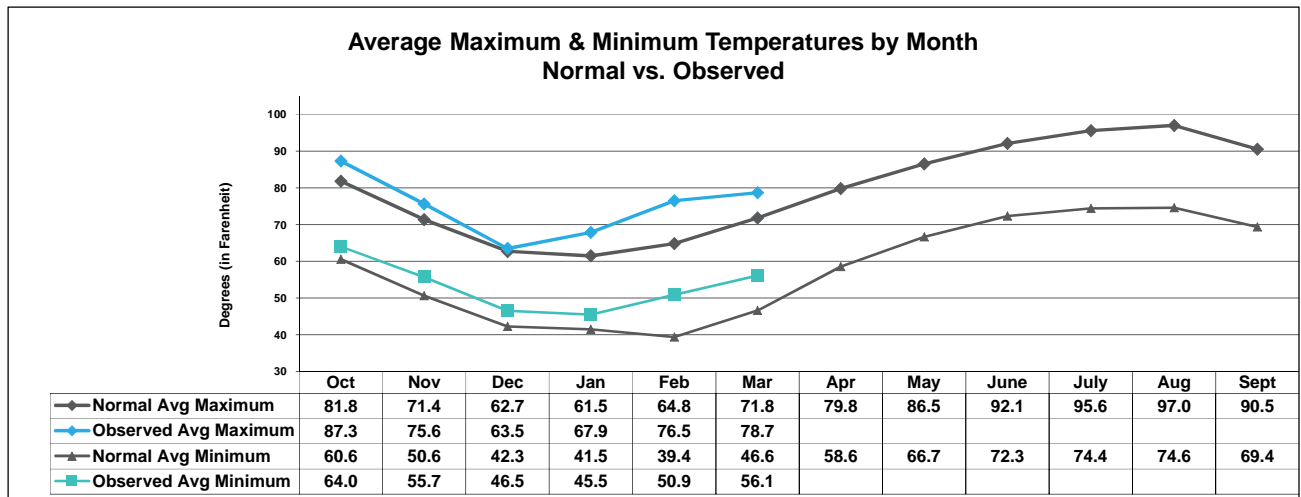
The actual number of wastewater customers as of March 31, 2017, was 215,613. This was 643 more customers than last month, and 72 more customers than projected for this date. There were 212,310 wastewater customers as of March 31, 2016.

The projected number of customers for fiscal year 2016–17 was determined in April 2016 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



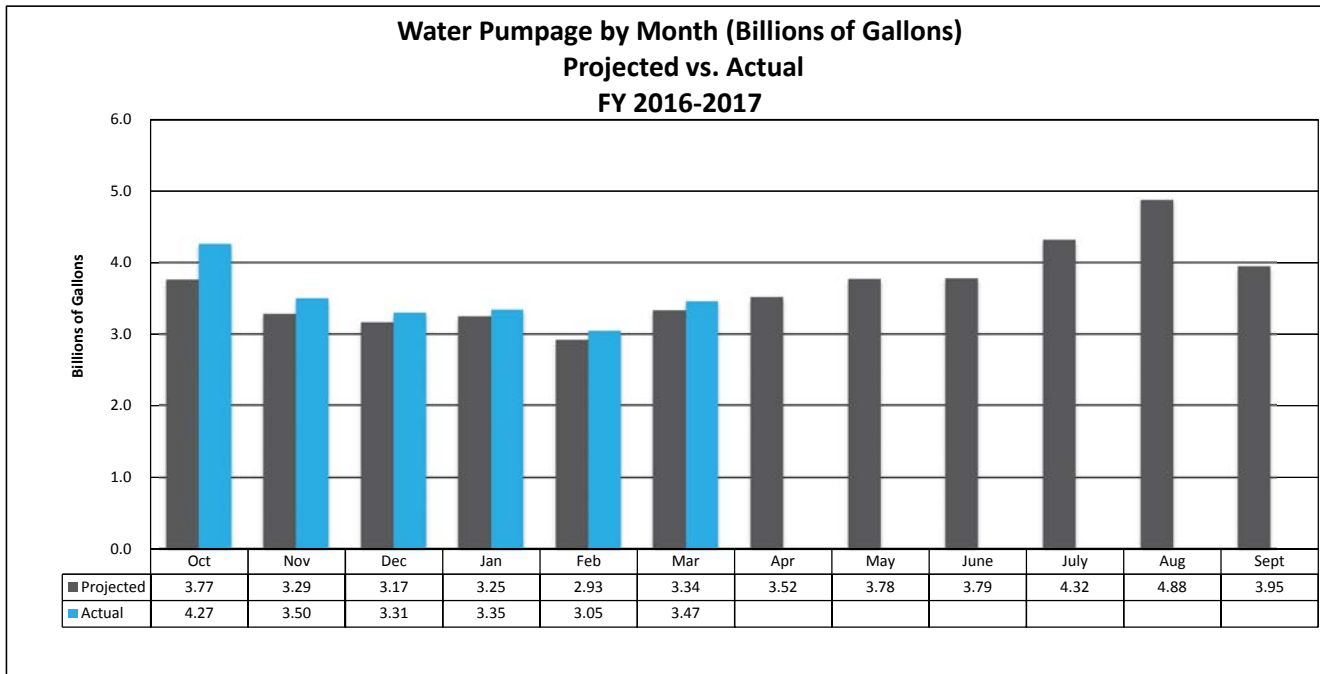
Monthly normal rainfall is based on a 30-year history as reported by the National Weather Service for Austin-Camp Mabry. Last fiscal year the total rainfall was 52.69 inches, 55.6% above the normal amount of 33.87 inches. In March, 3.33 inches of rain fell, 0.55 inches above normal for the month. For the fiscal year to date, rainfall has totaled 15.94 inches, 3.7% less than the normal amount of 16.55 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.



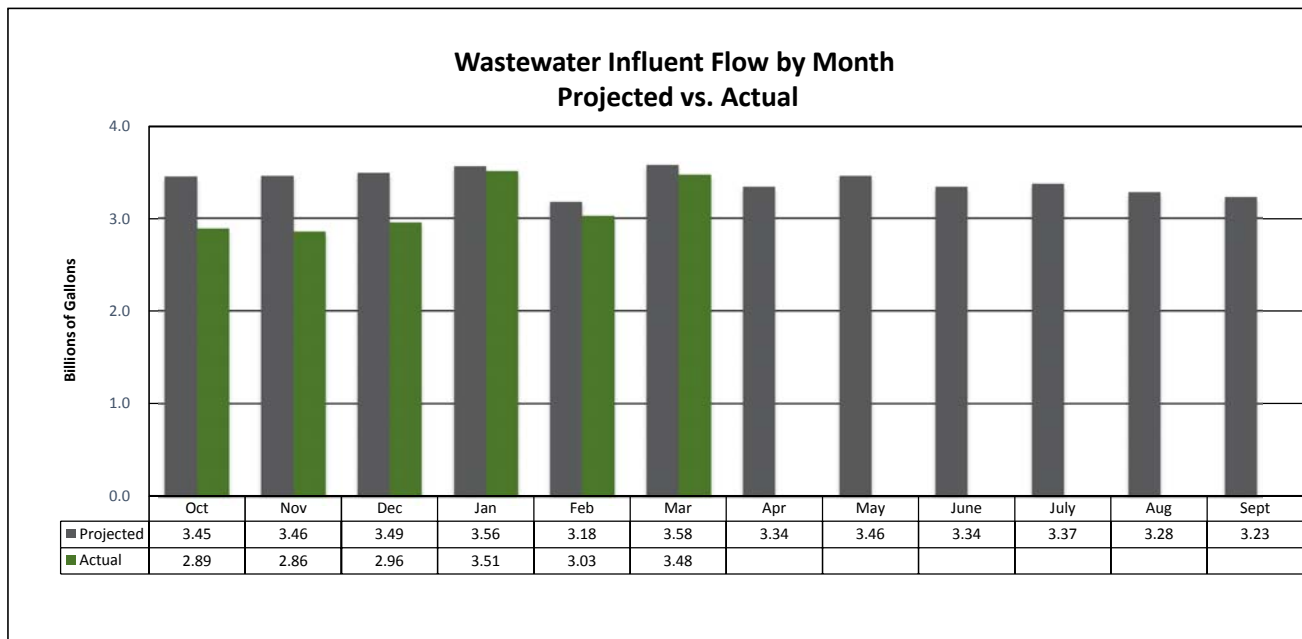
Monthly average maximum and minimum temperatures are reported by the National Weather Service for Austin-Camp Mabry. This fiscal year temperatures have been largely warmer than historic norms. In March, the average high temperature was 6.9 degrees higher than the historical normal value and the average low temperature was 9.5 degrees higher than the historical normal value.

The combined storage capacity in the Highland Lakes' two water storage reservoirs, Travis and Buchanan, is at 98% as of March 2017.

Water Pumpage and Wastewater Influent Flow by Month



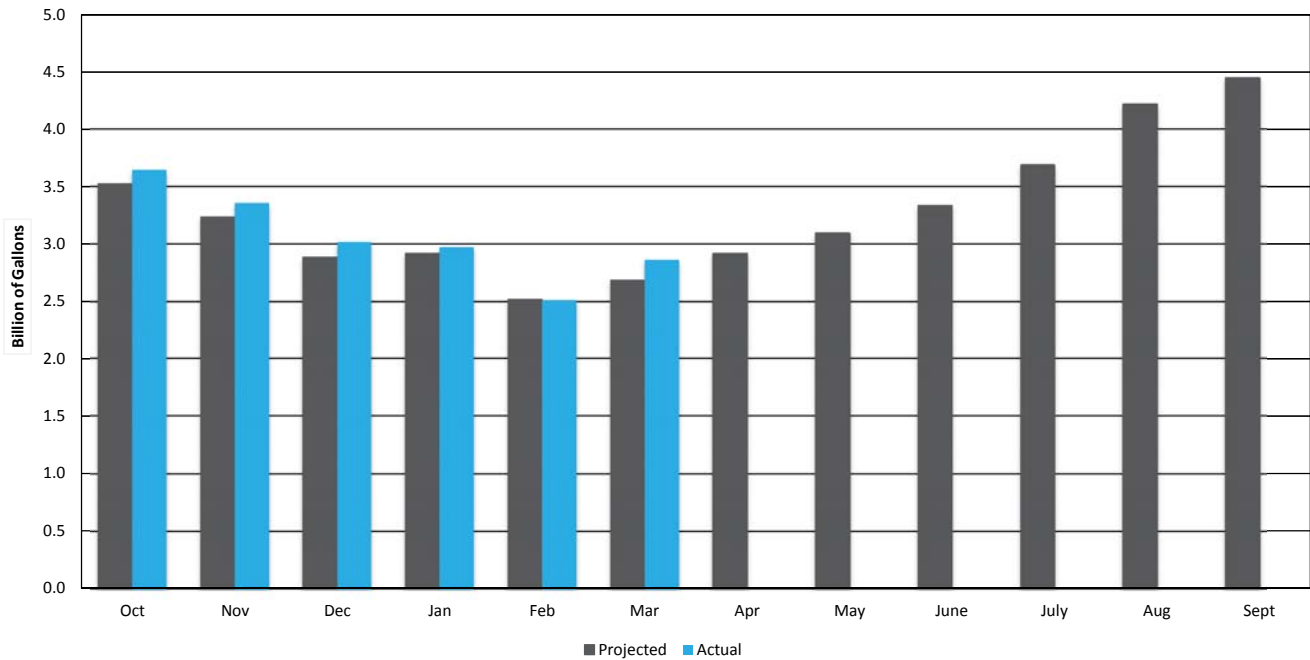
Pumpage during March 2017 averaged 111.83 MGD for a total of 3.47 BG for the month. This compares to a daily average of 115.04 MGD for this fiscal year, and a daily average of 112.71 MGD for fiscal year 2015–16.



Influent during March 2017 averaged 112.12 MGD for a total of 3.48 BG for the month. This compares to a daily average of 102.93 MGD for this fiscal year, and an average of 111.77 MGD for fiscal year 2015–16.

Billed Water Consumption

Consumption by Month
Projected vs. Actual
FY 2016-2017

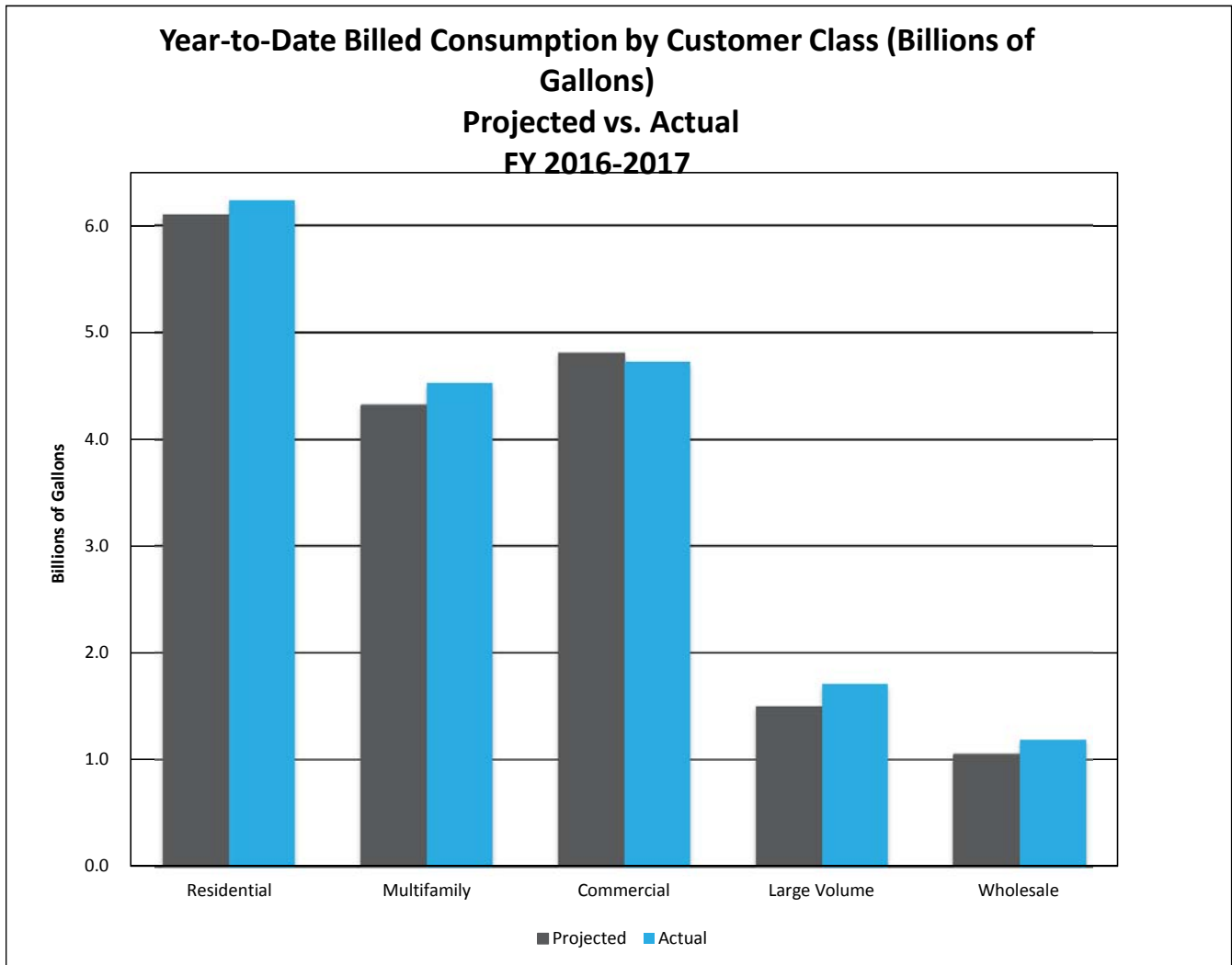


FY 2016-17 Billed Consumption by Month and Year-to-Date (Billion of Gallons)

Month	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Projected	3.53	3.24	2.89	2.92	2.52	2.69	2.92	3.1	3.34	3.69	4.22	4.45
Actual	3.65	3.36	3.02	2.98	2.52	2.87						
Variance	0.12	0.12	0.13	0.06	-0.003	0.18						
Variance %	3.4%	3.7%	4.5%	2.1%	-0.1%	6.6%						
YTD												
Projected	3.53	6.76	9.65	12.57	15.09	17.78	20.70	23.80	27.14	30.83	35.05	39.50
Actual	3.65	7.01	10.03	13.02	15.53	18.40						
Variance	0.12	0.25	0.38	0.45	0.44	0.62						
Variance %	3.4%	3.7%	3.9%	3.6%	2.9%	3.5%						

Actual billed water consumption for March 2017 was 2.87 BG. This was 0.18 BG, or 6.6%, more than projected for the month. For the fiscal year, actual billed water consumption was 18.40 BG. This was 0.62 BG, or 3.5%, more than projected for the period.

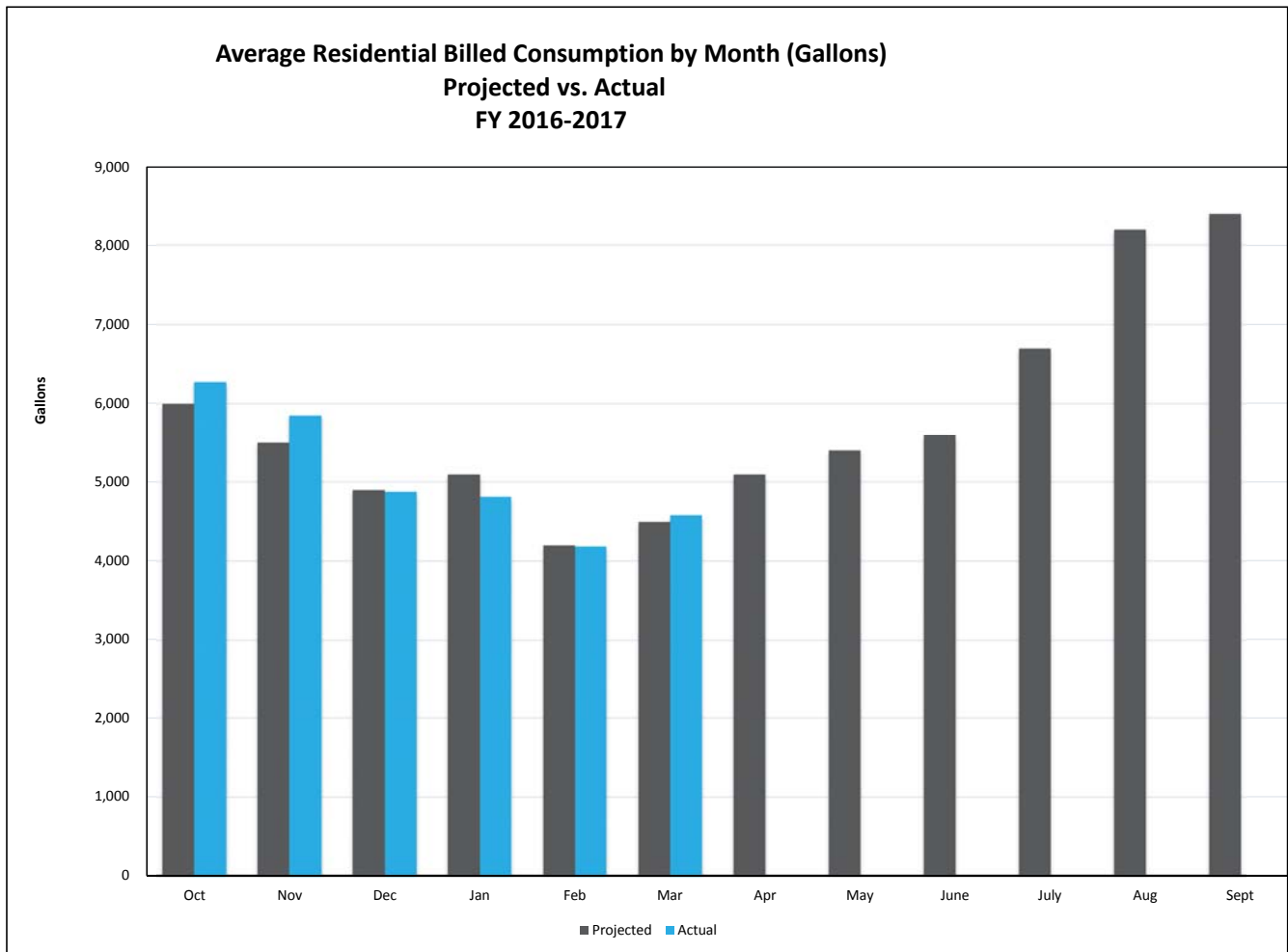
Billed Water Consumption (continued)



Class	Residential	Multifamily	Commercial	Large Volume	Wholesale
Projected	6.10	4.32	4.81	1.50	1.05
Actual	6.24	4.53	4.73	1.71	1.19
Variance	0.14	0.21	-0.08	0.21	0.14
Variance %	2.3%	4.9%	-1.7%	14.0%	13.3%

For the fiscal year through March 2017, billed water consumption was 18.40 BG. This was 0.62 BG, or 3.5%, more than projected for all customer classes combined. Residential, Multifamily, Large Volume, and Wholesale classes were each above projections for the year.

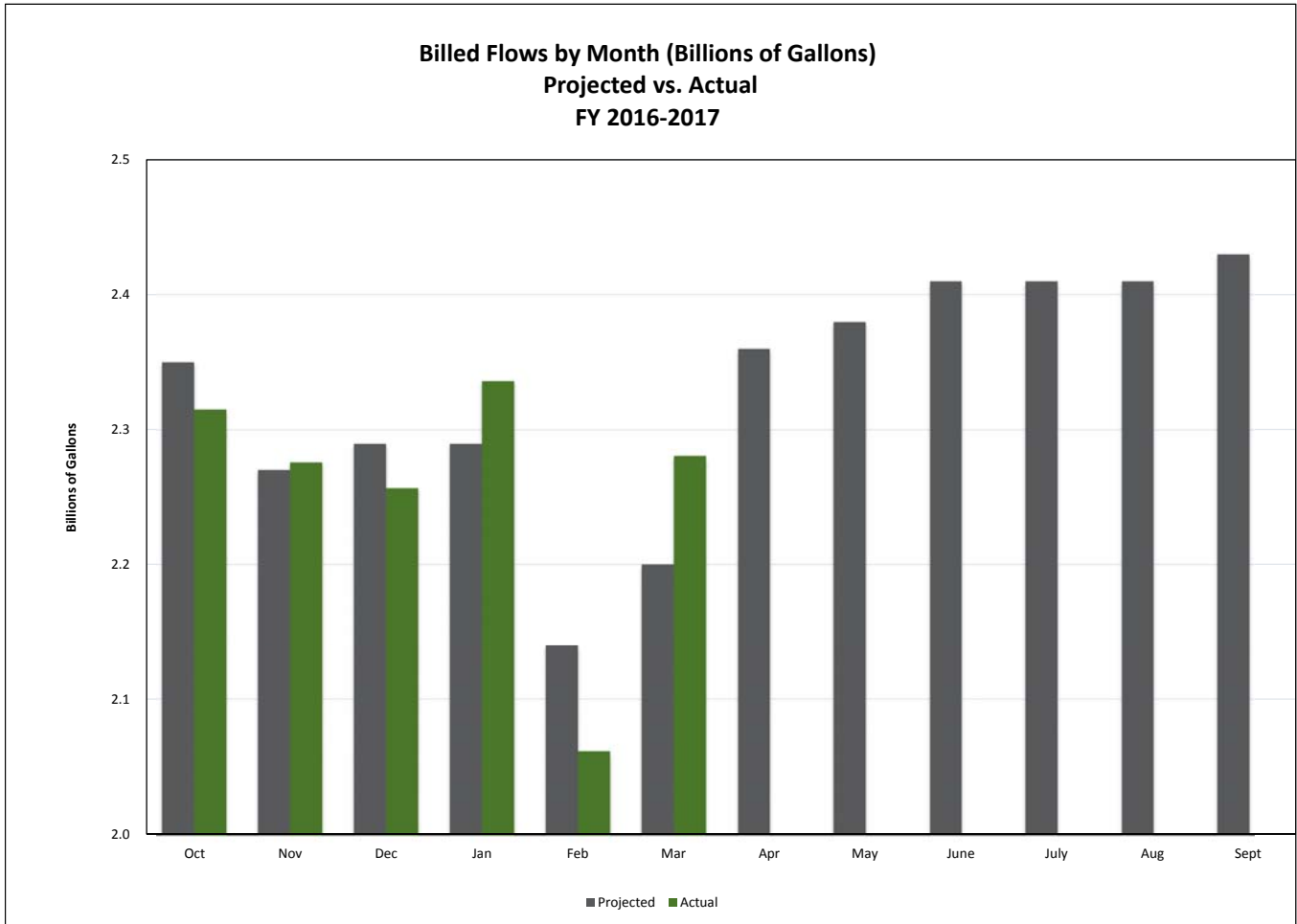
Billed Water Consumption (continued)



Average Residential Water Consumption	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Projected	6,000	5,500	4,900	5,100	4,200	4,500	5,100	5,400	5,600	6,700	8,200	8,400
Actual	6,277	5,851	4,880	4,815	4,186	4,577						
Variance	277	351	(20)	(285)	(14)	77						
Variance %	4.6%	6.4%	-0.4%	-5.6%	-0.3%	1.7%						

Average Residential billed consumption for March 2017 was 4,577 gallons. This was 77 gallons, or 1.7%, more than projected for the month.

Billed Wastewater Flows

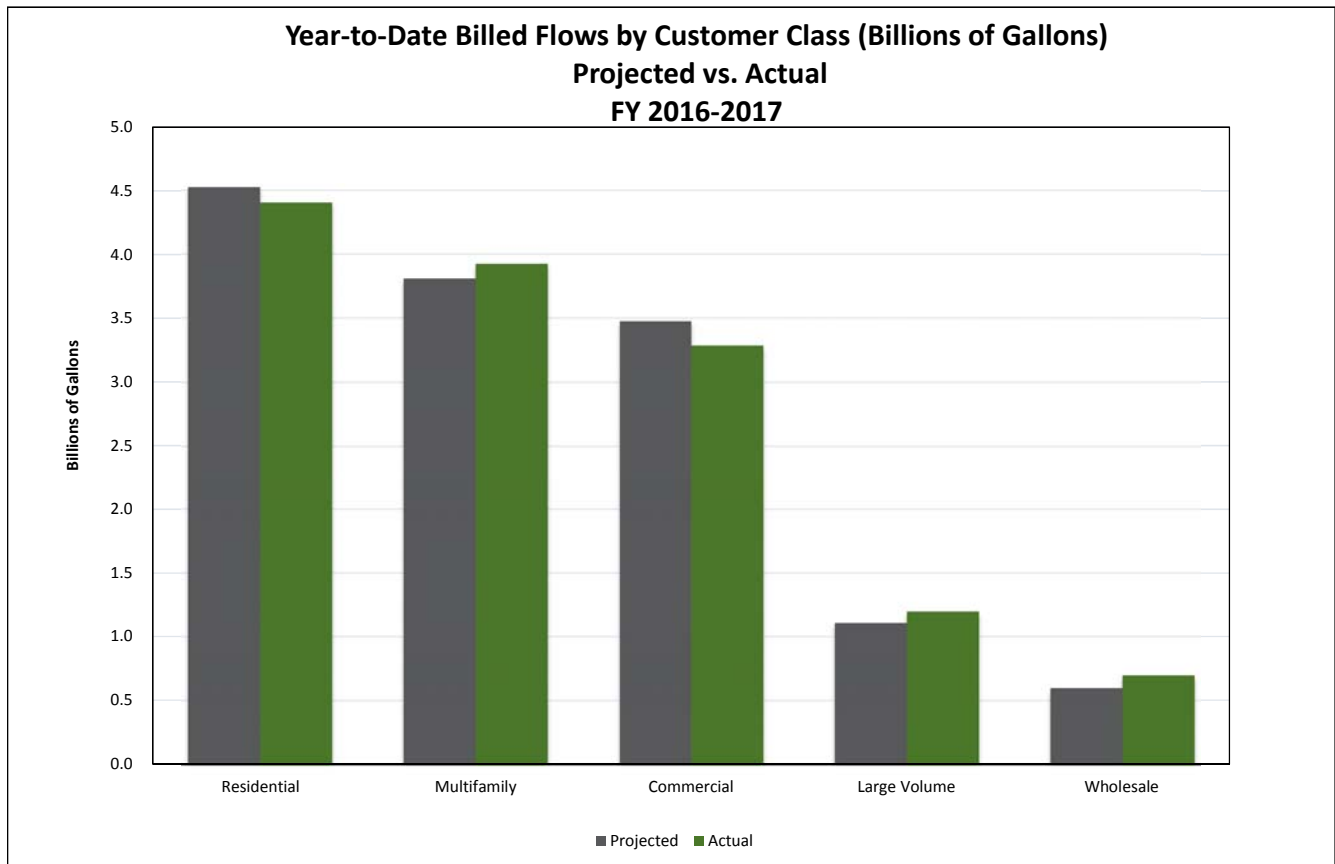


Month	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Projected	2.35	2.27	2.29	2.29	2.14	2.20	2.36	2.38	2.41	2.41	2.41	2.43
Actual	2.32	2.28	2.26	2.34	2.06	2.28						
Variance	-0.03	0.01	-0.03	0.05	-0.08	0.08						
Variance %	-1.5%	0.2%	-1.5%	2.0%	-3.7%	3.6%						
YTD												
Projected	2.35	4.62	6.90	9.19	11.33	13.53	15.89	18.27	20.68	23.09	25.49	27.92
Actual	2.32	4.59	6.85	9.18	11.25	13.53						
Variance	-0.03	-0.03	-0.05	-0.01	-0.08	0.00						
Variance %	-1.5%	-0.6%	-0.8%	-0.1%	-0.7%	0.0%						

Actual billed flows for March 2017 were 2.28 BG. This was 0.08BG, or 3.6% above the projection for the month. For the fiscal year, actual billed flows were 13.53 BG. This was equal to the projection for the fiscal year.

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 wastewater measuring devices installed.

Billed Wastewater Flows (continued)

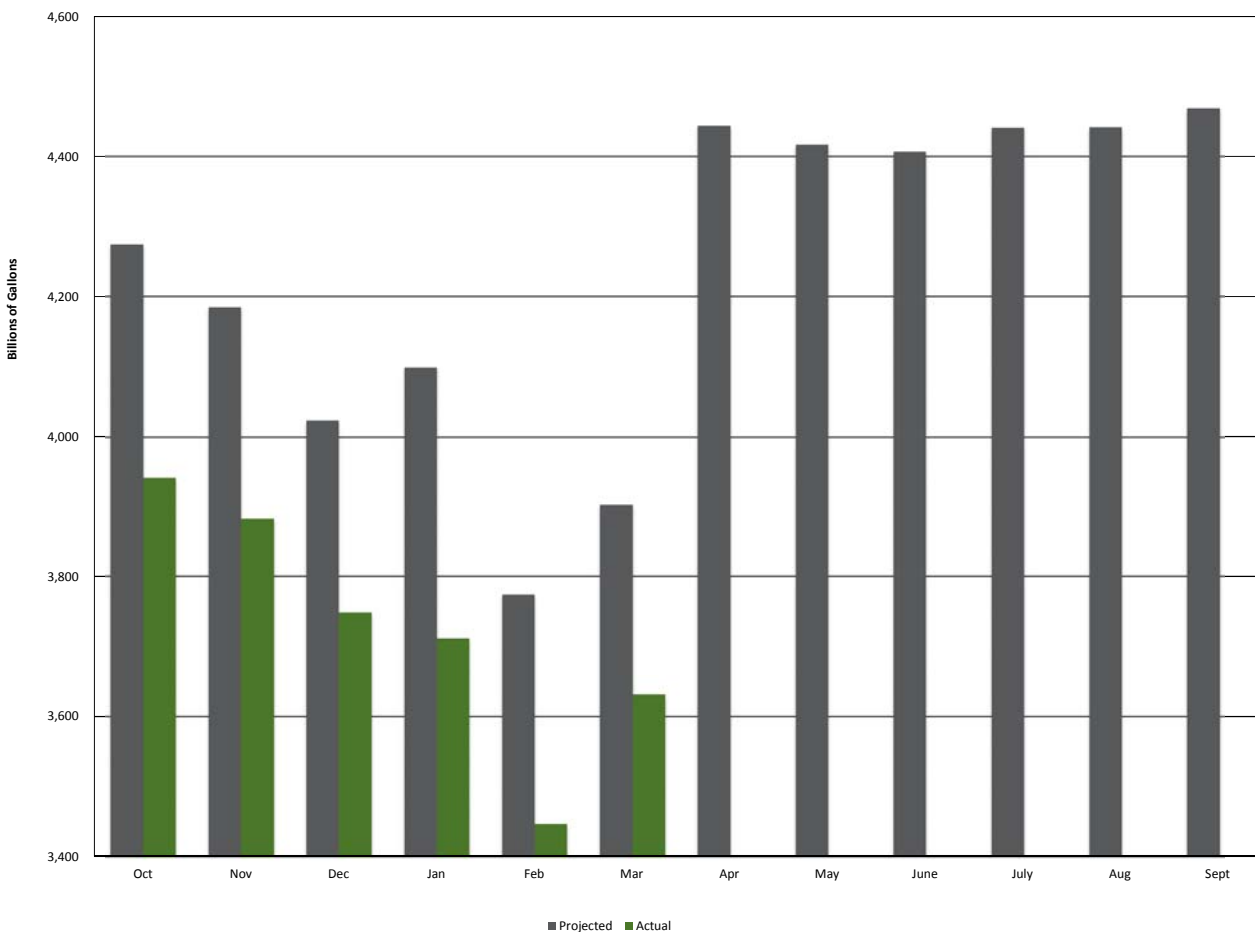


Class	Residential	Multifamily	Commercial	Large Volume	Wholesale
Projected	4.53	3.81	3.48	1.11	0.60
Actual	4.41	3.93	3.29	1.20	0.70
Variance	-0.12	0.12	-0.19	0.09	0.10
Variance %	-2.6%	3.1%	-5.5%	8.1%	16.7%

Overall, billed wastewater flows were 13.53 BG for the fiscal year through March 2017. This was equal to the projection for all customer classes combined. As shown in the table above, billed wastewater flows were below projections in the Residential and Commercial classes and were virtually, offset by the higher billed flows in the other classes.

Billed Wastewater Flows (continued)

**Average Inside-City Residential Wastewater Flows by Month (Billions of Gallons)
Projected vs. Actual
FY 2016-2017**

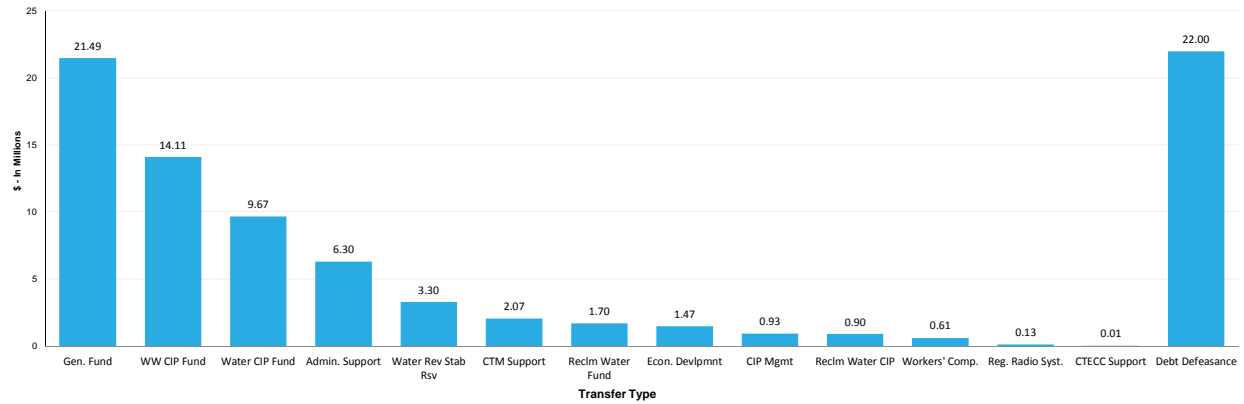


Average Inside City Residential Flows	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Projected	4,275	4,185	4,024	4,099	3,775	3,902	4,444	4,417	4,407	4,441	4,442	4,469
Actual	3,943	3,883	3,749	3,712	3,447	3,632						
Variance	(333)	(302)	(275)	(386)	(328)	(270)						
Variance %	-7.8%	-7.2%	-6.8%	-9.4%	-8.7%	-6.9%						

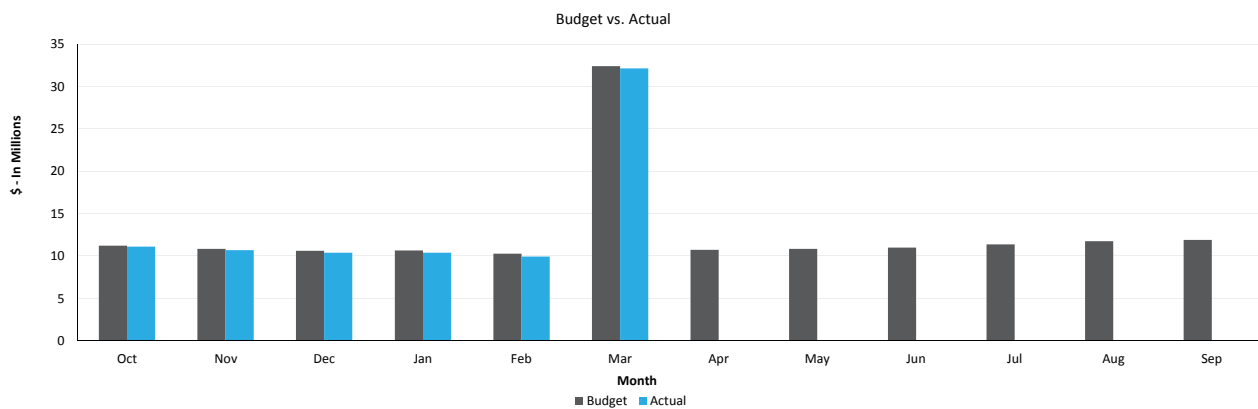
The average Residential billed flow for March 2017 was 3,632 gallons. This was 270 gallons, or 6.9%, less than projected for the month.

OTHER REPORTING

Transfers Out by Type Actual Year-to-Date



Total Transfers Out by Month Year-to-Date



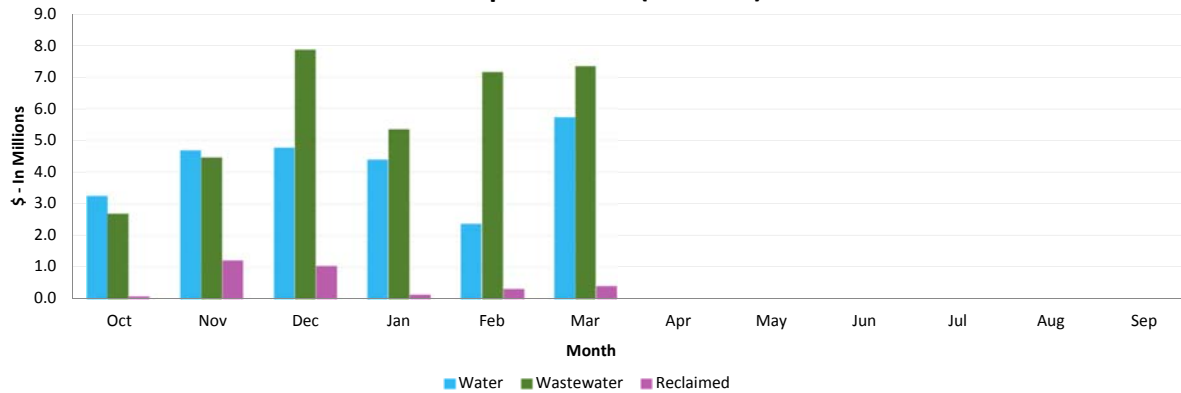
FY 2016 - 2017 Total Transfers Out by Month With Variances (Millions)

	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
Budget	\$ 11.23	\$ 10.85	\$ 10.61	\$ 10.64	\$ 10.27	\$ 32.41	\$ 10.72	\$ 10.85	\$ 11.01	\$ 11.37	\$ 11.77	\$ 11.89	\$ 153.60
Actual	\$ 11.11	\$ 10.67	\$ 10.38	\$ 10.40	\$ 9.95	\$ 32.15							\$ 84.66
Variance	\$ 0.12	\$ 0.18	\$ 0.23	\$ 0.24	\$ 0.32	\$ 0.25							
Variance %	1.1%	1.7%	2.1%	2.2%	3.1%	0.8%							

Transfers Out for the fiscal year through March 2017 totaled \$84.66 million. This was \$1.34 million less than the budget allotment for the year.

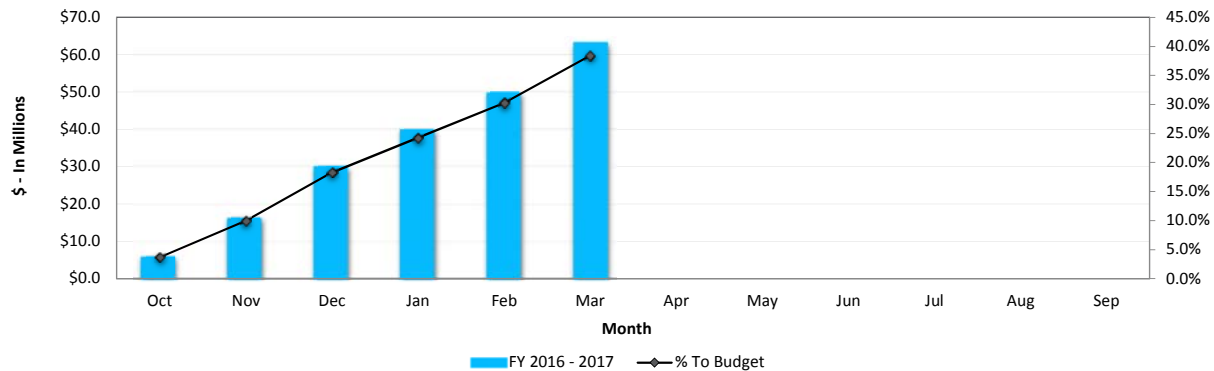
Transfers Out includes transfers for General Fund, Capital Improvement Program, Administrative Support, Water Revenue Stability Reserve Fund, Communication and Technology Management Fund (CTM), Reclaimed Water Fund, Economic Development Fund, Workers' Compensation Fund, Regional Radio System, and Emergency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

CIP Expenditures (Millions)



Actual Expense	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	YTD
Water	\$ 3.27	\$ 4.69	\$ 4.77	\$ 4.39	\$ 2.39	\$ 5.72							\$ 25.24
Wastewater	2.70	4.46	7.86	5.35	7.16	7.35							34.87
Reclaimed	0.09	1.21	1.04	0.14	0.32	0.41							3.22
Total	\$ 6.06	\$ 10.36	\$ 13.67	\$ 9.88	\$ 9.87	\$ 13.49							\$ 63.33

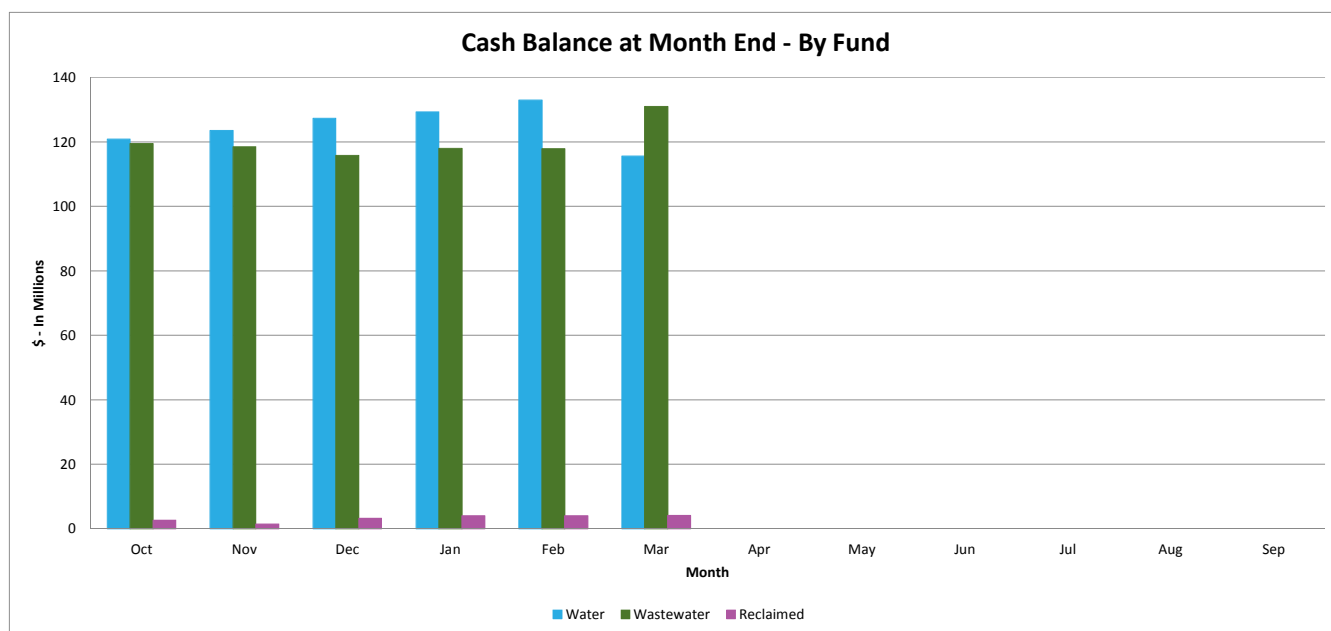
Year-to-Date Cumulative CIP Expenditures (Millions)



CIP	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
FY 2016 - 2017	\$ 6.06	\$ 16.42	\$ 30.09	\$ 39.97	\$ 49.84	\$ 63.33	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
% To Budget	3.67%	9.96%	18.25%	24.24%	30.22%	38.40%						

CIP expenditures for the fiscal year through March 2017 totaled \$25.24 million for water, \$34.87 million for wastewater, and \$3.22 million for reclaimed, for a combined total of \$63.33 million, or 38.4% of the FY 2016-17 CIP spending plan.

The approved CIP spending plan for FY 2016-17 was \$79.96 million for water, \$69.07 million for wastewater, and \$15.87 million for reclaimed for a combined total of \$164.90 million.



FY 2016 - 2017 Cash Balances, Operating, CIP, Capital Recovery Fee - (\$ In Millions)

Ending Balance	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Water	\$ 120.85	\$ 123.55	\$ 127.36	\$ 129.28	\$ 133.00	\$ 115.66						
Wastewater	\$ 119.52	\$ 118.50	\$ 115.83	\$ 118.04	\$ 117.89	\$ 131.05						
Reclaimed	\$ 2.65	\$ 1.47	\$ 3.24	\$ 4.04	\$ 4.08	\$ 4.17						
Total Cash Balance	\$ 243.02	\$ 243.52	\$ 246.42	\$ 251.37	\$ 254.98	\$ 250.88						

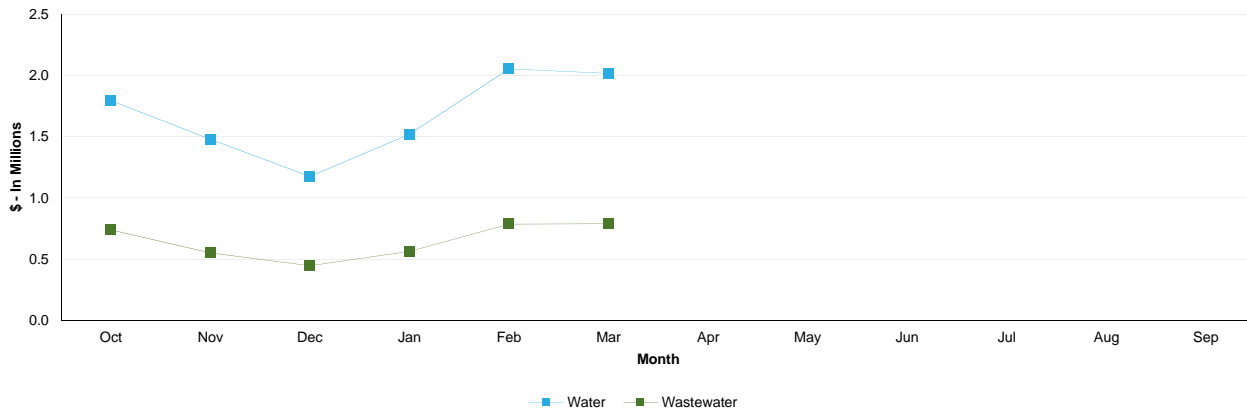
Ending Balance	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Operating	\$ 120.83	\$ 124.39	\$ 124.95	\$ 124.95	\$ 126.05	\$ 128.42						
Capital Recovery Fee	26.53	28.56	30.18	32.27	35.11	15.91						
CIP	66.97	61.28	61.44	63.73	62.94	75.13						
Revenue Stability Reserve Fund	28.68	29.29	29.85	30.41	30.88	31.41						
Total Cash Balance	\$ 243.02	\$ 243.52	\$ 246.42	\$ 251.37	\$ 254.98	\$ 250.88						

Combined cash balances for Water, Wastewater, and Reclaimed for the month of March 2017 totaled \$250.88 million. The combined cash balance is made up of Operating, CIP, Capital Recovery Fee, and Revenue Stability Reserve Fund cash balances. The average daily cash balance for the fiscal year was \$238.10 million at the end of March.

Combined Operating Cash Balances totaled \$128.42 million. Combined CIP Cash Balances totaled \$75.13 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 \$31.41 million.

Capital Recovery Fee (CRF) Cash Balances totaled \$15.91 million at the end of the month. Prior to FY 2001-02, CRFs were used solely for debt defeasance, providing only short-term debt service savings. Austin Water now transfers CRFs to the operating funds, from which transfers are made to debt service funds.

CRF Collections by Month



FY 2016 - 2017 CRF Collections by Month, Water, Wastewater, and Total (Millions)

ActualRevenue	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
Water	\$ 1.80	\$ 1.48	\$ 1.17	\$ 1.52	\$ 2.05	\$ 2.02							\$ 10.04
Wastewater	0.74	0.55	0.45	0.57	0.79	0.79							3.88
Combined Total	\$ 2.54	\$ 2.03	\$ 1.62	\$ 2.09	\$ 2.84	\$ 2.81							\$ 13.92

Capital Recovery Fee (CRF) collections and interest for the month of March 2017 were \$2.02 million for Water and \$0.79 million for Wastewater for a total of \$2.81 million. For the fiscal year, a total of \$13.92 million in CRFs and interest has been collected.