

**ORANGE COUNTY WATER UTILITIES SYSTEM
STATEMENTS OF NET POSITION
APRIL 30 AND MARCH 31, 2021**

	APRIL	MARCH
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>		
Current assets:		
Cash and investments	\$ 116,296,132	\$ 110,233,203
Accrued interest receivable	309,951	309,951
Accounts receivable, net	21,839,115	19,993,168
Due from other governmental agencies	17,756	17,756
Inventories and prepaid costs	13,634,925	15,299,023
Total current assets	152,097,879	145,853,101
Restricted assets:		
Cash and investments	123,146,307	129,979,047
Capital assets:		
Land	103,098,190	103,073,957
Construction in progress	361,008,051	354,551,060
Buildings and improvements	2,443,469,750	2,443,411,635
Machinery and equipment	110,500,415	110,251,629
Intangible assets	173,360,040	173,360,040
Less accumulated depreciation and amortization	(1,487,222,855)	(1,480,328,259)
Total capital assets	1,704,213,591	1,704,320,062
Total noncurrent and restricted assets	1,827,359,898	1,834,299,109
Total assets	1,979,457,777	1,980,152,210
Deferred outflows of resources:		
Related to pensions and OPEB	16,906,667	16,906,667
Total assets and deferred outflows of resources	\$ 1,996,364,444	\$ 1,997,058,877
<u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 32,914,419	\$ 32,347,360
Due to other governmental agencies	630,371	535,416
Net pension liability	159,737	159,737
Total current liabilities	33,704,527	33,042,513
Liabilities payable from restricted assets:		
Accrued interest payable on bonds and loans	1,154,085	3,623,491
Revenue bonds payable (net of unamortized costs)	3,780,000	3,780,000
Customer deposits	10,553,439	10,604,994
Total liabilities payable from restricted assets	15,487,524	18,008,485
Noncurrent liabilities:		
Compensated absences payable	1,934,762	1,934,762
Loans payable	90,401,021	90,401,021
Revenue bonds payable (net of unamortized costs)	259,686,515	260,029,344
Net pension and OPEB liability	58,228,010	58,228,010
Total noncurrent liabilities	410,250,308	410,593,137
Total liabilities	459,442,359	461,644,135
Deferred inflows of resources:		
Related to pensions and OPEB	1,718,526	1,718,526
Total liabilities and deferred inflows of resources	461,160,885	463,362,661
<u>NET POSITION</u>		
Net investment in capital assets	1,411,177,064	1,415,669,053
Restricted for debt service	50,607,774	50,191,206
Unrestricted	73,418,721	67,835,957
Total net position	1,535,203,559	1,533,696,216
Total liabilities and net position	\$ 1,996,364,444	\$ 1,997,058,877

**ORANGE COUNTY WATER UTILITIES SYSTEM
CASH AND INVESTMENTS DETAIL
APRIL 30 AND MARCH 31, 2021**

	<u>APRIL</u>	<u>MARCH</u>
Current:		
Reserve revenue	\$ 50,338,286	\$ 47,239,758
Water connection fees	10,713,862	10,249,737
Wastewater connection fees	55,237,884	52,737,608
Petty cash	<u>6,100</u>	<u>6,100</u>
Total current cash and investments	<u>116,296,132</u>	<u>110,233,203</u>
Restricted:		
Issuance Costs	12,902	12,902
Series 2020 account	60,831,009	65,559,356
Operation and maintenance reserve	31,900,670	31,907,647
Renewal and replacement	8,005,842	8,007,674
Bond reserve (1)	6,422,302	6,587,733
Bond principal	2,205,015	1,890,102
Bond interest	785,705	3,365,384
Loan debt service	1,668,728	1,282,386
Loan repayment reserve	760,695	760,869
Customer deposits	<u>10,553,439</u>	<u>10,604,994</u>
Total restricted cash and investments	<u>123,146,307</u>	<u>129,979,047</u>
Total cash and investments	<u>\$ 239,442,439</u>	<u>\$ 240,212,250</u>

Note: (1) The Bond Reserve requirement is prescribed in the 2016 Series bond covenants as the maximum annual debt service for the 2016 Series outstanding, \$6,173,644. The amount reflected in this statement represents the current market value of this account.

**ORANGE COUNTY WATER UTILITIES SYSTEM
STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET POSITION
FOR THE MONTH ENDED APRIL 30, 2021**

	<u>APRIL</u>	<u>FISCAL YEAR TO DATE</u>
Operating revenues:		
Water service	\$ 5,442,412	\$ 32,287,519
Wastewater service	12,154,768	78,590,930
Reclaimed water service	1,007,558	6,319,681
Miscellaneous	<u>832,923</u>	<u>5,493,387</u>
Total operating revenues	<u>19,437,661</u>	<u>122,691,517</u>
Operating and maintenance expenses:		
Personal services	5,587,209	35,135,279
Contractual services	3,229,615	18,471,702
Materials and supplies	792,136	4,301,223
Utilities	1,309,010	7,805,396
Repairs and maintenance	2,095,330	11,064,730
Other administrative expenses	<u>695,186</u>	<u>7,786,850</u>
Total operating and maintenance expenses	<u>13,708,486</u>	<u>84,565,180</u>
Operating income before depreciation	5,729,175	38,126,337
Depreciation and amortization	<u>7,127,070</u>	<u>49,836,615</u>
Operating loss	<u>(1,397,895)</u>	<u>(11,710,278)</u>
Nonoperating revenues (expenses):		
Interest revenue	150,769	804,451
Interest expense and fiscal charges	(606,290)	(2,915,773)
Gain (loss) on disposal of assets	(2,195)	1,505,521
Bond issuance costs	-	(634,202)
Federal and state grants	<u>-</u>	<u>47,951</u>
Total net nonoperating revenues (expenses)	<u>(457,716)</u>	<u>(1,192,052)</u>
Loss before contributions and transfers	(1,855,611)	(12,902,330)
Capital contributions	3,362,954	39,596,490
Transfers out	<u>-</u>	<u>(9,700,000)</u>
Change in net position	1,507,343	16,994,160
Total net position, beginning of period	<u>1,533,696,216</u>	<u>1,518,209,399</u>
Total net position, end of period	<u>\$ 1,535,203,559</u>	<u>\$ 1,535,203,559</u>

See accompanying notes to financial statements

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING REVENUE DETAIL
FOR THE MONTH ENDED APRIL 30, 2021**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Water service:						
Residential	\$ 2,400,194	\$ 2,620,036	\$ 16,801,358	\$ 17,198,073	\$ 28,802,327	60%
Commercial	1,572,426	1,376,993	11,006,982	8,558,075	18,869,110	45%
Conservation surcharge	979,603	1,445,383	6,857,221	6,531,371	11,755,234	56%
Total water service	<u>4,952,223</u>	<u>5,442,412</u>	<u>34,665,561</u>	<u>32,287,519</u>	<u>59,426,671</u>	54%
Wastewater service:						
Residential	6,166,684	6,762,076	43,166,788	44,767,160	74,000,210	60%
Commercial	5,676,816	5,101,413	39,737,712	31,826,212	68,121,789	47%
Environmental surcharge	230,952	195,692	1,616,664	1,366,130	2,771,421	49%
Industrial	3,146	2,645	22,022	16,048	37,747	43%
Septic and portable	68,289	83,841	478,023	547,507	819,462	67%
Capacity maintenance fees	10,779	9,101	75,453	67,873	129,343	52%
Total wastewater service	<u>12,156,666</u>	<u>12,154,768</u>	<u>85,096,662</u>	<u>78,590,930</u>	<u>145,879,972</u>	54%
Reclaimed water service:						
Residential	490,050	505,172	3,430,350	3,137,361	5,880,602	53%
Commercial	512,684	482,487	3,588,788	3,061,960	6,152,210	50%
Reclaimed water-cooling tower	23,297	19,899	163,079	120,360	279,564	43%
Total reclaimed water service	<u>1,026,031</u>	<u>1,007,558</u>	<u>7,182,217</u>	<u>6,319,681</u>	<u>12,312,376</u>	51%
Miscellaneous:						
Initiate account service	42,953	43,072	300,671	276,084	515,440	54%
Turn off/on service	30,397	11,658	212,779	128,723	364,766	35%
Lien fee charges	510	640	3,570	2,480	6,114	41%
Meter removal/testing	3,103	3,387	21,721	21,610	37,241	58%
Meter/line damage	1,842	9,018	12,894	12,189	22,101	55%
NSF charges	6,910	2,795	48,370	34,190	82,917	41%
Plans and specifications	82,861	11,808	580,027	649,923	994,337	65%
Charges to other funds	1,115	1,631	7,805	11,189	13,383	84%
Developer reimb of plan review	49,114	68,490	343,798	419,654	589,362	71%
Cross Connection Control Program	229,840	243,968	1,608,880	1,678,659	2,758,076	61%
Miscellaneous	163,075	436,456	1,141,525	2,258,686	1,956,896	115%
Total miscellaneous	<u>611,720</u>	<u>832,923</u>	<u>4,282,040</u>	<u>5,493,387</u>	<u>7,340,633</u>	75%
Total operating revenues	<u>\$ 18,746,640</u>	<u>\$ 19,437,661</u>	<u>\$ 131,226,480</u>	<u>\$ 122,691,517</u>	<u>\$ 224,959,652</u>	55%

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING AND MAINTENANCE EXPENSES DETAIL
FOR THE MONTH ENDED APRIL 30, 2021**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Personal services:						
Salaries	\$ 3,747,682	\$ 3,774,893	\$ 26,233,774	\$ 25,551,353	\$ 44,972,183	57%
Fringe benefits	1,641,053	1,812,316	11,487,371	9,583,926	19,692,641	49%
Total personal services	5,388,735	5,587,209	37,721,145	35,135,279	64,664,824	54%
Contractual services:						
Research and studies	93,963	6,948	657,741	129,990	1,127,561	12%
Legal services	11,582	13,026	81,074	25,768	138,978	19%
Indirect costs	666,196	666,196	4,663,372	4,663,370	7,994,348	58%
Purchased water	133,687	117,708	935,809	788,029	1,604,249	49%
Effluent disposal	279,402	292,670	1,955,814	1,322,722	3,352,823	39%
Comptroller fees	171,401	171,401	1,199,807	1,199,835	2,056,816	58%
Officer fees	761	621	5,327	2,606	9,130	29%
Payments to other governments	322,097	343,747	2,254,679	2,124,496	3,865,166	55%
Janitorial	40,694	45,091	284,858	231,765	488,329	47%
Employment agency	120,824	122,848	845,768	624,938	1,449,889	43%
Training	21,628	9,980	151,396	21,181	259,534	8%
Paving	200,876	156,587	1,406,132	551,229	2,410,509	23%
Software licensing/support fee	225,050	103,608	1,575,350	1,261,093	2,700,601	47%
Other professional fees	245,916	16,780	1,721,412	363,279	2,950,993	12%
Contractual services	1,642,686	1,162,404	11,498,802	5,161,401	19,712,229	26%
Total contractual services	4,176,763	3,229,615	29,237,341	18,471,702	50,121,155	37%
Materials and supplies:						
Graphic reproduction services	5,482	3,408	38,374	10,306	65,785	16%
Office supplies	14,142	4,316	98,994	37,722	169,703	22%
Event/meal reimbursement	288	-	2,016	-	3,460	0%
Software <\$1000	12,579	-	88,053	53,079	150,948	35%
Computer equipment <\$500	6,962	1,389	48,734	51,422	83,545	62%
Equipment <\$1000	27,772	57,036	194,404	400,054	333,261	120%
Tools	15,364	12,749	107,548	119,291	184,372	65%
Medical	96	-	672	10	1,150	1%
Liquid oxygen	19,354	12,500	135,478	42,923	232,248	18%
Chemical and pesticides	8	-	56	-	100	0%
Solar salt	27,815	24,575	194,705	104,519	333,776	31%
Chlorine	192,844	110,338	1,349,908	795,671	2,314,130	34%
Fluoride	18,012	17,901	126,084	47,571	216,149	22%
Alum	9,389	11,915	65,723	24,549	112,670	22%
Polymer	183,086	139,290	1,281,602	722,943	2,197,029	33%
Sealing chemicals	208	-	1,456	-	2,500	0%
Corrosion control	68,763	48,389	481,341	372,720	825,158	45%
Carbon dioxide	70,409	109,144	492,863	397,960	844,906	47%
Sodium hydroxide	54,424	67,386	380,968	283,267	653,085	43%
Supplemental carbon	74,461	-	521,227	131,670	893,531	15%
Miscellaneous chemicals	32,454	24,285	227,178	79,816	389,446	20%
Material for construction	27,898	33,881	195,286	150,300	334,780	45%
Clothing	19,612	15,938	137,284	90,829	235,347	39%
Gas-oil-lube-brfl-ant	28,470	12,453	199,290	64,374	341,634	19%
Miscellaneous expenses	97,290	85,243	681,030	320,227	1,167,484	27%
Total materials & supplies	1,007,182	792,136	7,050,274	4,301,223	12,086,197	36%

**ORANGE COUNTY WATER UTILITIES SYSTEM
OPERATING AND MAINTENANCE EXPENSES DETAIL, (continued)
FOR THE MONTH ENDED APRIL 30, 2021**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Utilities:						
Communications	\$ 70,288	\$ 79,357	\$ 492,016	\$ 563,804	\$ 843,451	67%
Water	9,927	10,312	69,489	56,375	119,124	47%
Solid waste tipping fees	44,093	-	308,651	188,733	529,117	36%
Garbage disposal	6,471	5,341	45,297	25,330	77,656	33%
Gas	18,511	12,892	129,577	54,862	222,127	25%
Electric	1,223,875	1,201,108	8,567,125	6,916,292	14,686,494	47%
Total utilities	1,373,165	1,309,010	9,612,155	7,805,396	16,477,969	47%
Repairs and maintenance:						
Building and grounds	672,443	752,458	4,707,101	3,554,245	8,069,312	44%
Equipment	852,584	739,293	5,968,088	4,211,544	10,231,013	41%
Vehicle maintenance	384,513	352,612	2,691,591	2,309,828	4,614,151	50%
Services	101,710	105,042	711,970	217,457	1,220,515	18%
Mains	441,484	59,314	3,090,388	521,991	5,297,806	10%
Water meters	20,642	-	144,494	45,113	247,703	18%
Fire lines	1,300	-	9,100	450	15,605	3%
Meter installations	42	-	294	-	500	0%
Valves	196,079	86,611	1,372,553	204,102	2,352,951	9%
Utility relocations	42	-	294	-	500	0%
Total repairs & maintenance	2,670,839	2,095,330	18,695,873	11,064,730	32,050,056	35%
Other administrative:						
Local travel	2,716	455	19,012	3,041	32,590	9%
Out of county travel	4,625	-	32,375	-	55,505	0%
Postage and messenger services	78,565	13,087	549,955	280,506	942,775	30%
Moving expenses	125	-	875	-	1,500	0%
Toll charges	19,934	24,990	139,538	136,935	239,210	57%
Rental of equipment	84,944	95,723	594,608	407,002	1,019,326	40%
Dues and memberships	14,109	44,258	98,763	125,932	169,308	74%
Subscriptions	2,353	4,613	16,471	7,057	28,239	25%
Training fees	26,811	1,257	187,677	12,183	321,727	4%
License and certification	3,821	2,235	26,747	9,689	45,854	21%
Advertising	1,410	300	9,870	1,540	16,920	9%
Promotional	12,364	1,444	86,548	17,285	148,371	12%
Educational assistance	2,775	-	19,425	1,054	33,300	3%
Scholarships, awards	651	-	4,557	-	7,810	0%
Improvements to non-county assets	36,950	-	258,650	-	443,397	0%
Bad debt expense	32,000	4,162	224,000	249,316	384,000	65%
Bank charges	137,988	106,610	965,916	424,256	1,655,853	26%
Self insurance	310,347	310,345	2,172,429	2,172,412	3,724,164	58%
Refunds of prior year revenue	66,667	3,108	466,669	127,883	800,000	16%
Operating permits	11,654	-	81,578	-	139,849	0%
Accrued expenses	-	82,599	-	3,810,759	-	0%
Total other administrative	850,809	695,186	5,955,663	7,786,850	10,209,698	76%
Total O&M expenses	\$ 15,467,493	\$ 13,708,486	\$ 108,272,451	\$ 84,565,180	\$ 185,609,899	46%

**ORANGE COUNTY WATER UTILITIES SYSTEM
NON-OPERATING REVENUE AND EXPENSE DETAIL
FOR THE MONTH ENDED APRIL 30, 2021**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Interest revenue:						
Net revenue	\$ 139,667	\$ 117,989	\$ 977,669	\$ 707,317	\$ 1,676,004	42%
Connection fees	-	30,286	-	97,356	-	0%
Bond reserve	-	2,568	-	817	-	0%
Less: Customer deposits expense	-	(74)	-	(1,039)	-	0%
Total interest revenue	139,667	150,769	977,669	804,451	1,676,004	48%
Interest expense:						
Bonds and revolving loans	(869,600)	(949,024)	(6,087,200)	(5,314,554)	(10,435,197)	51%
Capital lease	(207)	(96)	(1,449)	(1,027)	(2,485)	41%
Debt service fees	(184,083)	-	(1,288,581)	-	(2,209,000)	0%
Amortization of bond premium	-	342,830	-	2,399,808	-	(1)
Total interest expense	(1,053,890)	(606,290)	(7,377,230)	(2,915,773)	(12,646,682)	23%
Gain (loss) on disposal of assets:						
Proceeds from sale	-	(37,551)	-	(24,952)	-	0%
Gain on disposal of fixed assets	-	32,330	-	239,734	-	(1)
Gain (loss) on abandoned projects	-	3,026	-	1,290,739	-	(1)
Total gain (loss) on disposal of assets	-	(2,195)	-	1,505,521	-	(1)
Bond issuance costs	(58,333)	-	(408,331)	(634,202)	(700,000)	91%
Hurricane related reimbursements	-	-	-	47,951	-	0%
Total revenue related to hurricanes	-	-	-	47,951	-	
Total non-operating revenues (expenses)	\$ (972,556)	\$ (457,716)	\$ (6,807,892)	\$ (1,192,052)	\$ (11,670,678)	10%

(1) These are noncash items, and therefore not included in adopted budget.

**ORANGE COUNTY WATER UTILITIES SYSTEM
CAPITAL CONTRIBUTIONS DETAIL
FOR THE MONTH ENDED APRIL 30, 2021**

	<u>APRIL BUDGET</u>	<u>APRIL ACTUAL</u>	<u>FISCAL YTD BUDGET</u>	<u>FISCAL YTD ACTUAL</u>	<u>ANNUAL BUDGET</u>	<u>FISCAL YTD (STD 58%)</u>
CONNECTION FEES COLLECTED:						
Water connection fees:						
Residential/Commercial	\$ 791,738	\$ 616,988	\$ 5,542,166	\$ 5,790,039	\$ 9,500,853	61%
Irrigation	<u>46,554</u>	<u>42,995</u>	<u>325,878</u>	<u>253,660</u>	<u>558,649</u>	45%
Total water connection fees	<u>838,292</u>	<u>659,983</u>	<u>5,868,044</u>	<u>6,043,699</u>	<u>10,059,502</u>	60%
Wastewater connection fees:						
Residential/Commercial	<u>1,848,729</u>	<u>2,693,935</u>	<u>12,941,103</u>	<u>16,091,548</u>	<u>22,184,743</u>	73%
Total wastewater connection fees	<u>1,848,729</u>	<u>2,693,935</u>	<u>12,941,103</u>	<u>16,091,548</u>	<u>22,184,743</u>	73%
Less reductions:						
Refunds of prior year collections	<u>(83,333)</u>	<u>(3,258)</u>	<u>(583,331)</u>	<u>(27,060)</u>	<u>(1,000,000)</u>	3%
Total reductions	<u>(83,333)</u>	<u>(3,258)</u>	<u>(583,331)</u>	<u>(27,060)</u>	<u>(1,000,000)</u>	3%
Net connection fees	<u>2,603,688</u>	<u>3,350,660</u>	<u>18,225,816</u>	<u>22,108,187</u>	<u>31,244,245</u>	71%
DONATED SYSTEMS:						
Donated easements	-	-	-	8,076,900	-	0%
Developer fixed assets	-	8,711	-	9,377,603	-	0%
Developer reimbursements	-	788	-	2,175	-	0%
Line extensions	<u>-</u>	<u>2,795</u>	<u>-</u>	<u>31,625</u>	<u>-</u>	0%
Total donated systems	<u>-</u>	<u>12,294</u>	<u>-</u>	<u>17,488,303</u>	<u>-</u>	0%
Total capital contributions	<u>\$ 2,603,688</u>	<u>\$ 3,362,954</u>	<u>\$ 18,225,816</u>	<u>\$ 39,596,490</u>	<u>\$ 31,244,245</u>	127%

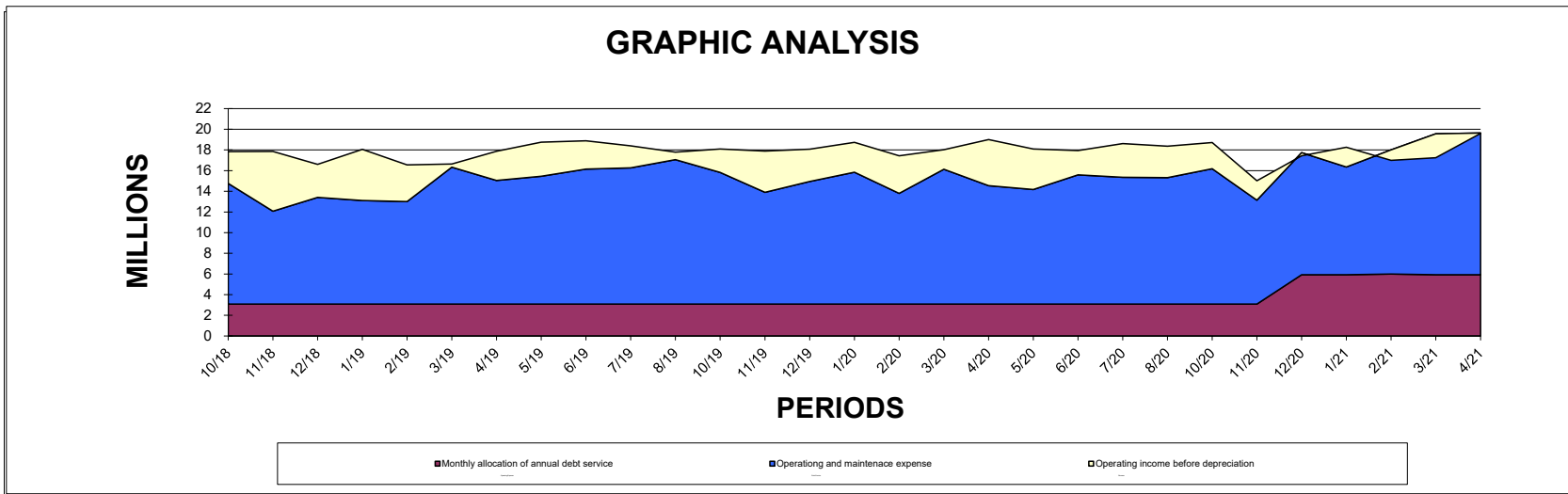
**ORANGE COUNTY WATER UTILITIES SYSTEM
OTHER DISBURSEMENTS DETAIL
FOR THE MONTH ENDED APRIL 30, 2021**

	APRIL BUDGET	APRIL ACTUAL	FISCAL YTD BUDGET	FISCAL YTD ACTUAL	ANNUAL BUDGET	FISCAL YTD (STD 58%)
Capital outlay:						
Land	\$ 68,590	\$ 12,236	\$ 480,130	\$ 25,513	\$ 823,083	3%
Buildings	78,228	40,617	547,596	514,844	938,732	55%
Structures	17,331,558	6,471,463	121,320,906	64,321,502	207,978,696	31%
Equipment	1,115,483	498,476	7,808,381	5,951,831	13,385,800	44%
Total capital outlay	18,593,859	7,022,792	130,157,013	70,813,690	223,126,311	32%
Debt service principal	803,222	751,751	5,622,554	5,242,116	9,638,668	54%
Total other disbursements	<u>\$ 19,397,081</u>	<u>\$ 7,774,543</u>	<u>\$ 135,779,567</u>	<u>\$ 76,055,806</u>	<u>\$ 232,764,979</u>	33%

**ORANGE COUNTY WATER UTILITIES SYSTEM
ANALYTICAL DATA
FISCAL YEAR 2021**

	<u>Year to Date</u>	<u>October</u>	<u>November</u>	<u>December</u>	<u>January</u>	<u>February</u>	<u>March</u>	<u>April</u>	<u>May</u>	<u>June</u>	<u>July</u>	<u>August</u>
Operating Ratios												
Overall	0.69	0.70	0.68	0.68	0.57	0.69	0.80	0.71				
Water	0.92	0.92	1.10	0.93	0.63	0.93	1.09	0.91				
Wastewater	0.55	0.57	0.52	0.52	0.50	0.55	0.63	0.56				
Bond Coverage Ratios*	5.51	10.84	9.28	5.62	7.87	5.36	3.47	5.80				

*Net operating income (excluding connection fees) divided by the annual debt service payments. The bond resolution requires coverage of 1.10.



**ORANGE COUNTY WATER UTILITIES SYSTEM
NOTES TO FINANCIAL STATEMENTS
FOR THE MONTH ENDED APRIL 30, 2021**

Pursuant to Section 37-304 of Orange County Ordinance No. 92-10, water and wastewater capacity has been sold net of \$10.7 million in affordable multi-family housing discounts, since inception of the program. Pursuant to Orange County ordinance No. 94-21, the County also offers a discount on water & wastewater connection fees for each residential lot that receives service from a Reclaimed Water Distribution System. Since inception of this program water & wastewater capacity has been sold net of \$15.6 million.