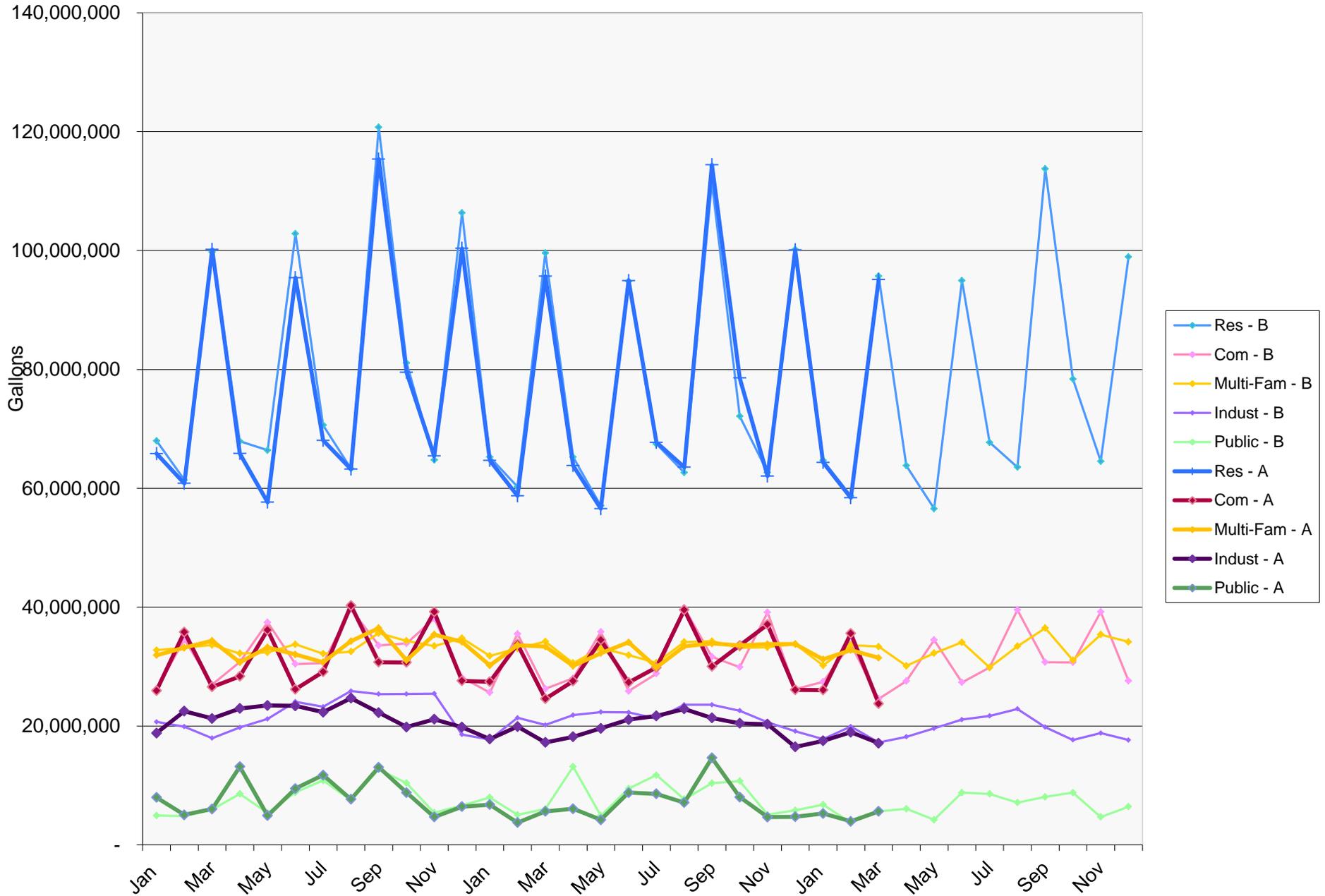


**WAUKESHA WATER UTILITY
STATEMENT OF REVENUES & EXPENSES
MONTH ENDED 3/31/2017**

	CURRENT MONTH				YEAR TO DATE				ANNUAL BUDGET
	ACTUAL'17	BUDGET'17	VARIANCE	%	ACTUAL'17	BUDGET'17	VARIANCE	%	
OPERATING REVENUES:									
Residential	\$490,234.45	\$499,715.87	(\$9,481.42)	(1.90)	\$1,117,789.35	\$1,129,564.14	(\$11,774.79)	(1.04)	\$5,030,437.72
Commercial	93,803.42	97,740.84	(3,937.42)	(4.03)	336,189.25	339,012.10	(2,822.85)	(0.83)	1,569,599.84
Industrial	55,572.14	62,675.72	(7,103.58)	(11.33)	175,099.95	188,666.46	(13,566.51)	(7.19)	827,015.90
Public	22,036.51	24,566.79	(2,530.28)	(10.30)	58,866.56	65,632.49	(6,765.93)	(10.31)	326,294.38
Multi Family	122,044.92	130,584.02	(8,539.10)	(6.54)	376,406.81	384,396.18	(7,989.37)	(2.08)	1,668,162.54
Total Metered Sales	\$783,691.44	\$815,283.24	(\$31,591.80)	(3.87)	\$2,064,351.92	\$2,107,271.37	(\$42,919.45)	(2.04)	\$9,421,510.38
Private Fire Capacity	\$14,976.35	\$14,878.11	\$98.24	0.66	\$47,382.82	\$46,356.11	\$1,026.71	2.21	\$199,976.65
Public Fire Capacity	179,136.42	181,116.71	(1,980.29)	(1.09)	448,479.15	448,517.71	(38.56)	(0.01)	1,927,919.50
Other Operating Revenues	17,789.35	28,272.47	(10,483.12)	(37.08)	75,847.23	84,690.35	(8,843.12)	(10.44)	496,500.37
TOTAL OPERATING REVENUES	\$995,593.56	\$1,039,550.53	(\$43,956.97)	(4.23)	\$2,636,061.12	\$2,686,835.54	(\$50,774.42)	(1.89)	\$12,045,906.90
OPERATING EXPENSES:									
Source	\$7,304.34	\$64,128.89	(\$56,824.55)	(88.61)	\$9,451.62	\$192,386.67	(\$182,935.05)	(95.09)	\$769,546.68
Pumping	66,382.63	79,587.08	(13,204.45)	(16.59)	199,731.34	254,020.29	(54,288.95)	(21.37)	1,015,429.53
Treatment	51,092.64	55,362.65	(4,270.01)	(7.71)	99,443.15	118,300.45	(18,857.30)	(15.94)	473,201.80
Distribution	88,006.36	128,906.97	(40,900.61)	(31.73)	275,711.73	376,314.61	(100,602.88)	(26.73)	1,476,932.94
Customer Service	16,333.41	14,263.22	2,070.19	14.51	59,225.02	42,602.16	16,622.86	39.02	203,204.17
Administrative	152,366.75	147,322.39	5,044.36	3.42	459,564.84	475,859.40	(16,294.56)	(3.42)	1,626,498.94
Total	\$381,486.13	\$489,571.20	(108,085.07)	(22.08)	\$1,103,127.70	\$1,459,483.58	(356,355.88)	(24.42)	\$5,564,814.06
MANAGERS' MARGIN	614,107.43	549,979.33	64,128.10	11.66	1,532,933.42	1,227,351.96	\$305,581.46	24.90	6,481,092.84
Depreciation	159,969.88	156,724.04	3,245.84	2.07	477,768.57	470,172.12	7,596.45	1.62	1,880,688.48
Tax Equivalent	147,129.49	145,847.99	1,281.50	0.88	439,385.19	437,543.97	1,841.22	0.42	1,750,175.88
Other Taxes	14,292.62	12,017.86	2,274.76	18.93	37,773.85	36,053.58	1,720.27	4.77	154,451.82
TOTAL OPERATING EXPENSES	\$702,878.12	\$804,161.09	(\$101,282.97)	(12.59)	\$2,058,055.31	\$2,403,253.25	(\$345,197.94)	(14.36)	\$9,350,130.24
TOTAL OPERATING INCOME(LOSS)	\$292,715.44	\$235,389.44	\$57,326.00	24.35	\$578,005.81	\$283,582.29	\$294,423.52	103.82	\$2,695,776.66
NON OPERATING INCOME&(EXPENSE)	(109,781.22)	(136,903.27)	27,122.05	(19.81)	(374,751.92)	(410,709.81)	35,957.89	(8.76)	(1,060,484.25)
NET INCOME(LOSS)	\$182,934.22	\$98,486.17	\$84,448.05	85.75	\$203,253.89	(\$127,127.52)	\$330,381.41	(259.88)	\$1,635,292.41

WWU
Billed Gallons
Actual v Budget
2015 - 2017



**WAUKESHA WATER UTILITY
STATEMENT OF SOURCES AND USES OF CASH
PERIOD ENDING MARCH 31, 2017**

Cash Balance - February 28, 2017 \$30,339,735

SOURCES:

Operations:

Customers - water sales	\$760,472
Waste Water Utility - joint metering billing	39,325
Rent of utility property - cellular leases	11,908
Receipts on sewer bills	982,791
Other - miscellaneous	10,239
Total Cash From Operating Activities	\$1,804,735

Capital and Related Financing Activities:

Grants	
Contributions	22,160
Issuance of long-term debt	
Sale of short-term debt	
Interest income	16,846
Total Cash From Capital/ Investing Activities	\$39,005

Total Cash Receipts	\$1,843,740
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USES:

Salaries, wages, payroll taxes and benefits	\$363,955
Subcontracted and outside services	43,905
Disbursement to city for sewer transfer	767,693
Pumping power	70,283
Purchase of materials and supplies	62,049
Tax equivalent - PILOT	591,605
Acquisition of capital assets	735,879
Debt service - principal	
Debt service - interest	601,004
	601,004

Total Cash Used	\$3,236,373
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Net Change in Cash	(\$1,392,633)
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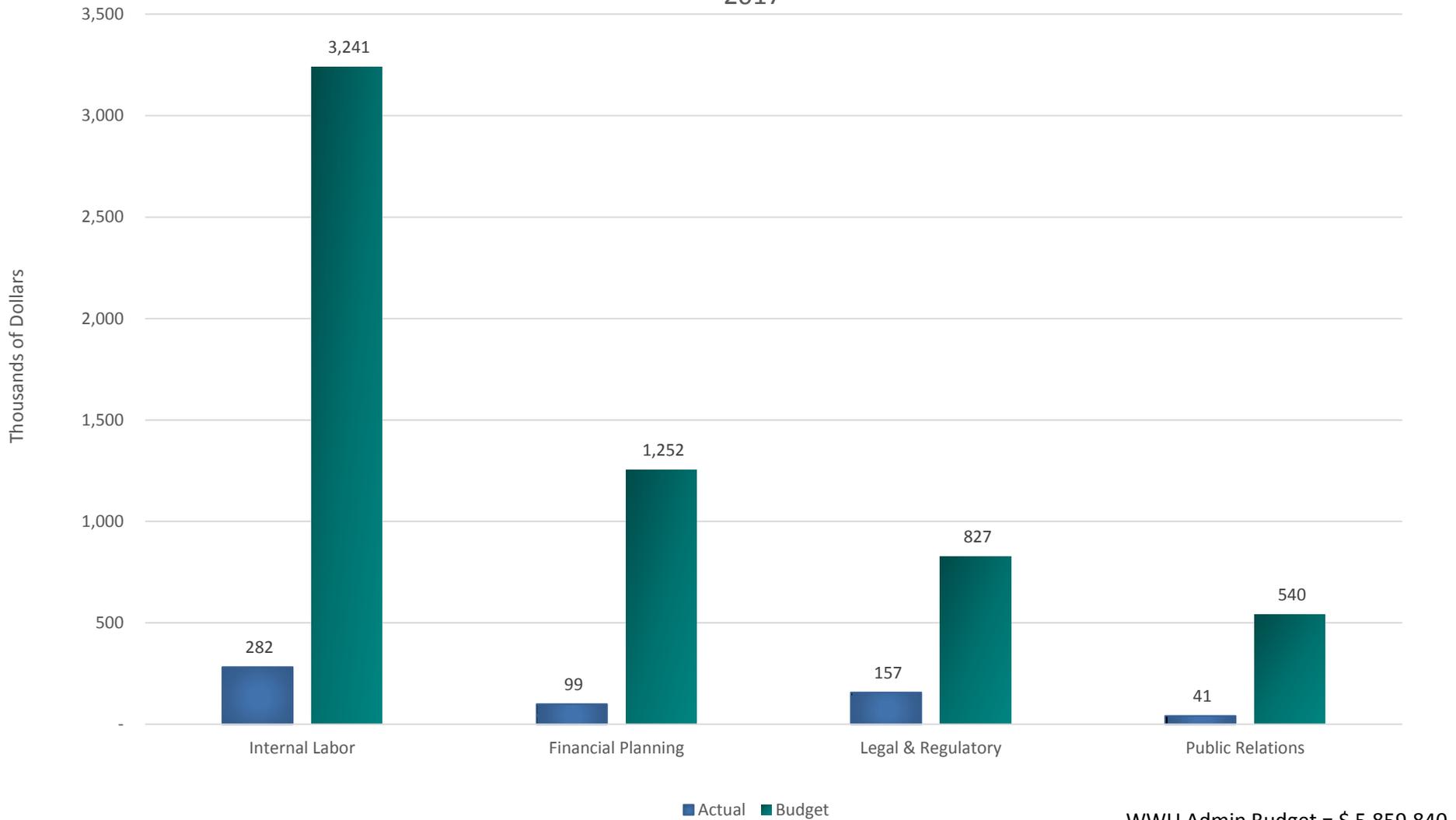
Cash Balance - March 31, 2017	\$28,947,102
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**WAUKESHA WATER UTILITY
BALANCE SHEET
3/31/2017**

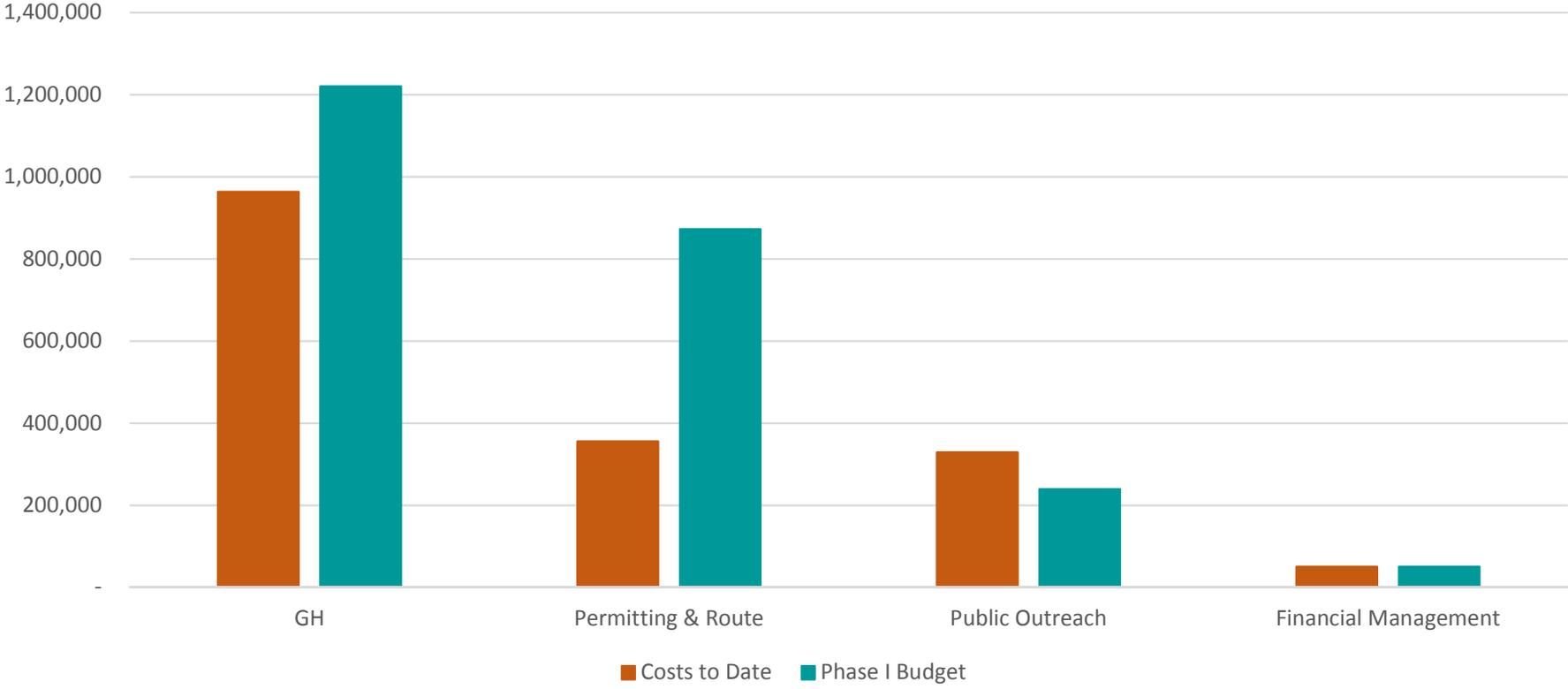
<u>ASSETS</u>	<u>THIS YEAR</u>
CURRENT	
CASH AND INVESTMENTS	\$22,714,270.67
ACCOUNTS RECEIVABLE	4,656,981.06
RECEIVABLE FROM SEWER REIMB	0.00
MATERIALS & SUPPLIES	570,755.68
OTHER CURRENT ASSETS	61,799.06
ACCRUED UTILITY REVENUE	0.00
TOTAL CURRENT ASSETS	<u>\$28,003,806.47</u>
DEFERRED	
DEFERRED ASSETS	\$4,503,583.53
TOTAL DEFERRED DEBITS	<u>4,503,583.53</u>
RESTRICTED	
DEBT PAYMENT ACCOUNT	\$505,293.62
DEBT RESERVE ACCOUNT	475,243.24
CONSTRUCTION FUND	4,211,346.76
TAX EQUIV RESERVE ACCOUNT	1,040,947.45
TOTAL RESTRICTED FUNDS	<u>\$6,232,831.07</u>
LONG TERM	
UTILITY PLANT IN SERVICE-NET	\$89,573,424.37
PROPERTY HELD FOR FUTURE USE	435,089.69
CONSTRUCTION WORK IN PROGRESS	4,049,714.52
RESTRICTED NET PENSION	(225,396.00)
TOTAL UTILITY PLANT	<u>\$93,832,832.58</u>
TOTAL ASSETS	<u><u>\$132,573,053.65</u></u>
 LIABILITIES	
CURRENT	
CUR PORTION BOND	419,187.29
NOTES PAYABLE	17,400,000.00
ACCOUNTS PAYABLE	867,980.66
PAYABLE TO OTHER FUNDS	2,651,049.54
CUSTOMER DEPOSITS	93,325.18
A/P MISCELLANEOUS	0.00
TAXES ACCRUED	1,040,011.00
INTEREST ACCRUED	225,346.33
EMPLOYEE WITHHOLDING	9,221.60
ACCRUED PAYROLL	42,710.00
ACCRUED VACATION	227,813.40
TOTAL CURRENT LIABILITIES	<u>\$22,976,645.00</u>
DEFERRED CREDITS	
CUSTOMER ADVANCES CONSTRUCTION	\$0.00
REGULATORY LIABILITY	1,289,963.90
OPEB LIABILITY	1,198,923.73
OTHER DEFERRED CREDITS	2,887,108.32
TOTAL DEFERRED CREDITS	<u>\$5,375,995.95</u>
LONG-TERM	
BONDS	\$28,179,041.65
 EQUITY	
CAPITAL PAID IN BY MUNICIPALITY	\$729,520.02
EQUITY FINANCED BY UTILITY	41,886,232.22
EQUITY FROM CONTRIBUTIONS	32,526,407.92
RESTRICTED EQUITY	695,957.00
NET PROFIT (LOSS)	203,253.89
TOTAL EQUITY	<u>\$76,041,371.05</u>
TOTAL EQUITY AND LIABILITIES	<u><u>\$132,573,053.65</u></u>



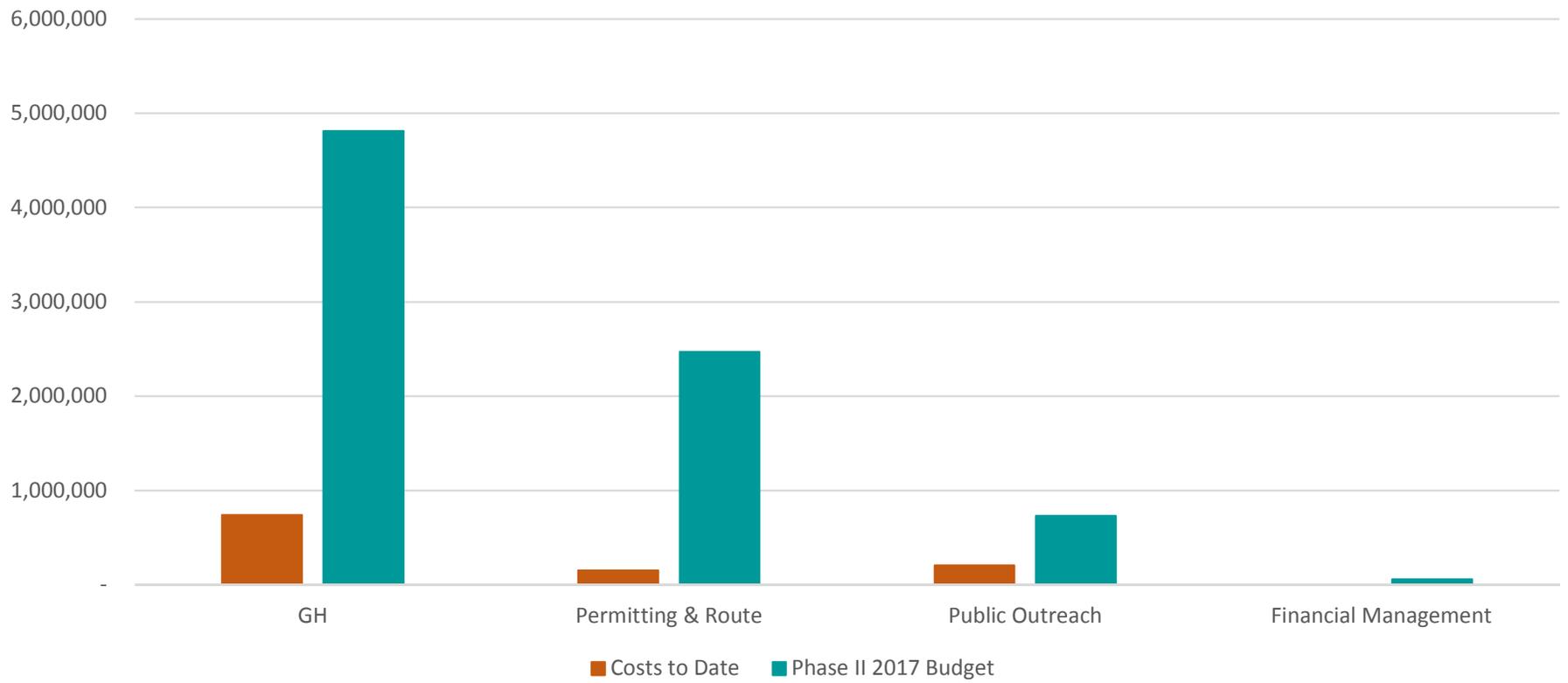
Future Water Supply
WWU Admin Sub Costs
2017



WWU
Phase I Expenditures
thru Invoice 7



WWU
Phase II Expenditures
Invoice 7



Monthly Interim Report
Waukesha Water Utility
Future Water Supply

April 18, 2017

This update is solely intended for the use of Waukesha Water Utility's internal management and for Waukesha Water Utility's discussions with the Owner's Engineer and Contractor. The update is not intended to be and should not be used by any other parties without prior written consent from Baker Tilly Virchow Krause, LLP



Summary of Significant Events

Scope and Objectives

Waukesha Water Utility (“WWU” or “Owner”) engaged Baker Tilly Virchow Krause, LLP (Baker Tilly, “we” or “our”) to perform construction audit services on the Future Water Supply project. Greeley and Hansen (“GH” or “PM/CM”) is the Program Manager and Construction Manager engaged by the Owner.

The primary objective of this engagement is to verify whether project expenditures billed to Waukesha Water Utility are adequately supported, verifiable and appropriately allocated to the project.

Current Period Significant Events

This section of the monthly interim report summarizes Audit Issues and Requests for Information during the current period. The project-to-date Audit Issues (AI) and Request for Information (RFI) logs are included as attachments with this document.

Current Period Audit Issues

During the current period we reviewed Invoice Nos. 6 and 7 from Greeley and Hansen. There were no Audit Issues identified during the current period.

Current Period Request for Information

There were no new requests for information during the current review period.

WWU
TRANSMISSION AND DISTRIBUTION
BUDGET VARIANCE ANALYSIS

Project	Project #	Description/Location	Budget	Current Estimate	PJC Total	Aldermanic District		Construction Completion
WM offsets from WSB from Fiddlers Creek to Northview Road	M00500	Water Main offsets to accommodate changes in the storm sewer and roadway alignments. Project run by CH2M on behalf of the County.	\$2,787,447	\$ 215,000	\$ 4,051	14	Bill Boyle	December 2017
WM offsets from WSB from Genesee Road to Fiddlers Creek Drive	M00501	Water Main offsets to accommodate changes in the storm sewer and roadway alignments. Project run by WDOT.		\$ 250,000	\$ 4,963	6 7 13 14	Adam Jankowski Daniel J. Manion Dean Lemke Bill Boyle	Fall 2018
WM offsets from WSB from Northview to Rolling Ridge Drive	M00502	Water Main offsets to accommodate changes in the storm sewer and roadway alignments. Project run by the City.		\$ 49,283	\$ 8,262	5 14	Peter Bartels Bill Boyle	November 2017
N Grand - 5 Points to Wisconsin and South St - Clinton to Grand Ave.	M00507	Replace 600 feet if 10" main from 1908 with 12" on South Street from Clinton to Grand and on N. Grand from 5 Points to Wisconsin. Project done with the City.		\$ 302,207	\$ 12,120	11	Erik Helgestad	6/29/17
Prairie Ave - College to St Paul Ave.	M00508	Cancelled by the City until a Future Year		\$ -	\$ 794			Cancelled
Caroline St - Arcadian to Main St.	M00509	Replace 750 of 6" main from 1911 with 8" on Caroline between Arcadian and Main Street. Project done with City Sanitary.		\$ 350,000	\$ 2,207	3 11	Cassie Rodriguez Erik Helgestad	November 2017
NW Barstow - Buena Vista to Lemira Ave.	M00510	Replace 1,560 feet of 6" main from 1909, 1915, and 1930 with 8" on NW Barstow from Buena Vista to Lemira. Project done with the City.		\$ 291,628	\$ 6,999	2	Eric Payne	October 2017
Arcadian - Eugene to Greenfield Ave.	M00512	Replace 1,500 feet of 6" main from 1924 with 550' of 8" and 950' 12" on NW Barstow from Buena Vista to Lemira. Project done with the City.		\$ 550,000	\$ 8,631	3	Cassie Rodriguez	October 2017
Oscar Street - Jefferson to Highland Ave.	M00513	Lower services on Oscar between Jefferson & Highland to eliminate annual water runs due to large storm sewer. Main is from 1958 but will not be replaced due to budget constraints.		\$ 43,114	\$ 1,847	3	Cassie Rodriguez	October 2017
<i>Routine Projects</i>				\$ 2,787,447	\$ 2,051,232	\$ 49,875		
<i>Misc Routine</i>			\$ 558,809	\$ 558,809	\$ 558,809			
<i>Total Routine</i>			\$ 3,346,256	\$ 2,610,041	\$ 608,684			
West Ave from Wisconsin to Glenwood, West on Glenwood, under Fox River to Mountain Ave.	GLCD0008	Replacing 8" from 1913 on West from Wisconsin to Glenwood, 6" from 1927 on Glenwood, with 24" main, then new 24" crossing river, passing through Grede Park and connecting to 20" main on Mountain. Project done with City Sanitary.	\$ 1,924,600	\$ 1,632,662	\$ 48,806	2 11	Eric Payne Erik Helgestad	9/29/17
<i>Distribution System Improvements</i>			\$1,924,600	\$ 1,632,662	\$ 48,806			
Total Transmission & Distribution			\$ 5,270,856	\$ 4,242,703	\$ 657,489			

Bold Totals are Based on Bids