

SUMMARY KEY MESSAGES
2017 Preliminary DRAFT Wastewater Treatment Division Financial Performance
as of February 1, 2018

- Overall, the 2017 projected financial performance is very positive.
- Billed RCEs (residential customer equivalents) of 756,619 were close to projections.
- Projected sewer rate revenues are \$402 million, matching our original projection.
- Projected capacity charge revenues are \$81.9 million, higher than anticipated.
- Projected operating expenses are \$154.9 million (net of \$18.8 million of extraordinary West Point expenses, 10/31 estimate), approximately \$2.7 million more than anticipated.
- Projected net operating revenues/balance for debt service is \$347 million, approximately \$8 million higher than anticipated.
- Projected total debt service is \$242.7 million, approximately \$3.2 million less than anticipated.
- Debt service coverage will exceed expectations as well.
- WTD anticipates the numbers will be finalized by the end of February, and even if there are slight changes to the amounts on the attached sheet, the overall performance remains very positive.