

**BOARD OF DIRECTORS' MEETING**  
**SEWERAGE & WATER BOARD OF NEW ORLEANS**  
**WEDNESDAY, OCTOBER 15, 2014**  
**9:00 AM**  
**625 ST. JOSEPH STREET**  
**2<sup>ND</sup> FLOOR BOARD ROOM**

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**ORDER OF BUSINESS**

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- I. CALL TO ORDER
  1. READING OF THE BOARD MINUTES
  2. HONORS AND AWARDS
  3. REPORT OF EXECUTIVE DIRECTOR
  4. COMMITTEE REPORTS
    - A. Committee on Infrastructure Report
    - B. Pension Committee Report
    - C. Operations Committee Report
    - D. Finance Committee Report
    - E. Executive Committee Report
  5. CORRESPONDING RESOLUTIONS
  6. UNFINISHED BUSINESS
  7. NEW BUSINESS
  8. EXECUTIVE SESSION
  9. INFORMATION ITEMS
    - F. FEMA Status Report
    - G. Report of the General Superintendent
    - H. Report of the Special Counsel
    - I. 2014 Committee/Board Meeting Schedule
    - J. Financial Statements
  10. COMMUNICATION
  11. Reference Material (In Binders)
    - K. Sewerage & Water Board By-Laws
    - L. 2014 Operating & Capital Budget
    - M. Strategic Plan 2011 – 2020
    - N. Tracking Tool for Commitments to the City Council
    - O. Bond Rating
  12. ANY OTHER MATTERS
  13. ADJOURNMENT

# BOARD OF DIRECTOR'S MEETING

SEPTEMBER 17, 2014

MEETING MINUTES

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

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### ROLL CALL

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The Executive Director, Cedric S. Grant, called the roll and showed the following members present: \*\*Ms. Suchitra Satpathi, Mr. Wm. Raymond Manning, Mr. Alan Arnold, Mr. Marion Bracy, Mrs. Robin Barnes, Mrs. Kerri Kane, Mr. Joseph Peychaud, Dr. Tamika Duplessis, Ms. Kimberly Thomas (Nine) and a quorum.

Absent: Mr. Mark M. Moody, Mr. Scott Jacobs (Two).

\*\*Ms. Suchitra Satpathi, Mayor's Representative

Also present were: Brenda Thornton, CommuniRep, Inc; Richard Rainey, Times Picayune; Derrick Francis, City of New Orleans; Sharmaine A. James, Condall Consulting; Geneva Coleman, The Hawthorne Agency, Inc.; Randy Smith, Royal Engineers; Richard Murley, Chester Engineers.

Staff present were: Cedric S. Grant, Executive Director; Robert Miller, Deputy Director; Joseph Becker, Madeline Fong Goddard, General Superintendent's Office; Nolan Lambert, Special Counsel; Brian Ferrara, Harold Marchand, Legal Department; Kathleen LaFrance, Executive Director's Office; Tiffany Carter, Alvin Porter, Veronica Johnson Christmas, EDBP Department; Michael LaPorte, Personnel Department; Jacqueline K. Shine, Revenue Administration Department; Rosita Thomas, Finance Administration Department; Dexter Joseph, Emanuel Lain, Budget Department; Bobby Nathan, EEOC, Equal Employment Opportunity Department; Raymond Gable, Irma Mahannuar, Michael Roberts, Internal Audit Department; Paul Arceneaux, Julia Thomas, Employee Incentive Committee (EIC); Jay Pedesclaux, John Wilson, Support Services Administration.

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### APPROVAL OF PREVIOUS REPORT

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Mrs. Kerri Kane moved to accept the minutes of the Regular Board Meeting held on August 20, 2014. Mrs. Robin Barnes seconded the motion. The motion carried.

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## HONORS AND AWARDS

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(R-205-2014) – The Board honored employee, Mr. Jay Pedesciaux, Building Maintenance Superintendent of the Support Services Administration, he is responsible for the daily operations of the Public Works Building Maintenance Department. Mr. Pedesciaux has worked diligently in resolving day to day issues with the construction of the Site Relocation Facility Building at the Central Yard location, which is a new maintenance building to Central Yard. He has dedicated countless hours of extra work in order to facilitate the contractor achievement towards the target completion of construction task. Because of his extraordinary efforts, this building is 98% complete.

This employee was honored for his actions above and beyond routine duties. The resolutions were adopted by acclamation.

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## REPORT OF THE EXECUTIVE DIRECTOR

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The Executive Director, Mr. Cedric S. Grant presented a slide overview on the Update of his progress of the 100 Day Integrated Management Plan of the Sewerage and Water Board of New Orleans. His presentation focused on the following updates:

- Organizational Change
  - Restructure Board Committee Responsibilities
  - Implement Economic Opportunities Program
  - Link S&WB Managers to Economic Opportunity Staff for Recruitment
  - Expand Partnership with Delgado Community College – Bridging the Skills Gap for Water Management in New Orleans
- Five Year Goal to Train and Hire machinists, plant workers/operators, mechanics, electricians, and welders
- Convene DBE Summit
  - USDOT Seminar on DBE Programs
  - Align all City DBE Programs
- Infrastructure Management
  - Implement City/S&WB CEA for Coordinated Infrastructure Management
  - Continue Integration of S&WB and DPW Engineering Staffs
  - Integrate S&WB and DPW Maintenance Staffs

- “A Bump in the Road”, Connecting, Correcting and Coordinating Street Repairs
  - Public Meeting with Joint Presentations and Discussions by DPW and S&WB
- Infrastructure System – Path Forward
- Business Process Integration
  - Customer Service Improvements – New Service Center, New Processes
  - New Billing System
  - New Customer Account Management System Capabilities
- Intergovernmental Integration
  - Serve as Point Agency for: C40 Global Initiative on Climate Change

He also discussed, he would be serving as a point agency at next week’s C40 Global Initiative on Climate Change at their invitation to give a major policy address on green infrastructure and our implementation of it in the Netherlands.

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## COMMITTEE REPORTS

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### INFRASTRUCTURE COMMITTEE

Chairperson, Mrs. Kerri Kane reported on the summary and actions taken by the Infrastructure Committee. The Infrastructure Committee Report for the month of September was presented and recommended for approval.

Mr. Marion Bracy moved acceptance of the Infrastructure Committee Report and approval of the Infrastructure Committee recommendations, therein. Mrs. Robin Barnes seconded the motion. The motion carried.

### PENSION COMMITTEE

The Chairperson, Mr. Wm. Raymond Manning reported on the summary and actions taken by the Pension Committee. The Pension Committee Report for the month of September was presented and recommended for approval.

Mr. Alan Arnold inquired about the Board recognizing the changes made in the Board of Trustees Meeting re: Investment Consultant.

The Special Counsel, Mr. Nolan Lambert maintained the Board of Trustees acts as a separate entity of the Board. However, the Board could accept the Pension Committee Report of the minutes from its September 3, 2014 Pension Committee Meeting, and not the recommendations.

Mr. Marion Bracy moved acceptance of the Pension Committee Report of the minutes from its September 3, 2014 meeting, therein. Mrs. Kerri Kane seconded the motion. The motion carried.

#### OPERATIONS COMMITTEE

Chairperson, Mr. Marion Bracy stated that he may have to leave the meeting soon and he requested Dr. Tamika Duplessis to report on the summary and actions taken by the Operations Committee. The Operations Committee Report for the month of September was presented and recommended for approval.

Dr. Tamika Duplessis moved acceptance of the Operations Committee Report and approval of the Operations Committee recommendations, therein. Mr. Marion Bracy seconded the motion. The motion carried.

Mr. Bracy stated as part of the summary report of the Operations Committee, he would like to have Mr. Robert Miller report on the Customer Service Department updates and information pertaining to the customer service improvements of the Sewerage and Water Board of New Orleans.

Mr. Miller updated the Board relative to the Customer Service Department's improvements such as the computer software replacement. He highlighted key components of the new Billing System, providing mobile APP for customers to manage their accounts from their Smart Phone, and a mobile workforce component. These customer service updates and more would take approximately 18 months.

Mr. Bracy thanked Mr. Miller for his report and he stated the Operations Committee continues to move forward to address the needs of the customers and community. No action is required at this time. This report was for informational purposes only.

#### EXECUTIVE COMMITTEE

The Chairperson, Mr. Wm. Raymond Manning reported on the summary and actions taken by the Executive Committee. The Executive Committee Report for the month of September was presented and recommended for approval.

Mr. Marion Bracy moved acceptance of the Executive Committee Report and approval of the Executive Committee recommendations, therein. Ms. Suchitra Satpathi seconded the motion. The motion carried.

The Board thanked staff on its Group Life Insurance Policy for providing a cost savings to the Sewerage and Water Board.

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**CORRESPONDING RESOLUTIONS**

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The following resolutions were adopted:

R-187-2014 – Request for the City Council to set the Sewerage and Water Board Millage Rates for 2015

R-188-2014 – East Bank Wastewater Treatment Plant Municipal Water Pollution Prevention Environmental Audit

R-189-2014 – Authorization to Amend Contract with Chester Engineers, Inc. for Program Management Services for Hurricane Related Drainage Restoration Projects

R-190-2014 – West Bank Wastewater Treatment Plant Municipal Water Pollution Prevention Environmental Audit

R-191-2014 – Ratification of Change Order No. 8 for Contract 3661 – Modifications to East Bank Wastewater Treatment Plant Flood Protection System

R-192-2014 – Change Order No. 5 for Contract 5221 – Hurricane Katrina Related Repairs to Pontchartrain Boulevard Drainage Underpass Pumping Station

R-193-2014 – Change Order No. 4 for Contract 5222 – Hurricane Katrina Related Repairs to Canal Boulevard Drainage Underpass Pumping Station

R-194-2014 – Change order No. 4 for Contract 5223 – Hurricane Katrina Related Repairs to St. Bernard Avenue Drainage Underpass Pumping Station

R-195-2014 – Change Order No. 5 for Contract 5226 – Hurricane Katrina Related Repairs to Franklin Avenue Drainage Underpass Pumping Station

R-196-2014 – Ratification of Change Order No. 6 for Contract 6247 – Hazard Mitigation Grant Project – Retrofit of Generator #4

R-199-2014 – Furnishing Engine Driven Portable Pump Packages – Req. No. CN140005

R-200-2014 – Removal of Debris from 72-Inch Drain Line on Jefferson Davis Parkway – Req. No. CN140030

R-201-2014 - Contract 3986 – Ninth Ward Area Sewer Rehabilitation – Sewer Rehabilitation No. 5

R-202-2014 – First and Final Renewal of Contract for Furnishing Hot Mix Asphalt – Req. No. YW130007

R-203-2014 – 2014 – 2016 Employee Assistance Program

R-204-2014 – Group Life Insurance Policy

R-206-2014 – Resolution to Authorize Executive Director to Execute Agreements Related to Statewide Flood Control Funding of the Louisiana Avenue Canal – State Project No. H.011352, Orleans Parish

R-207-2014 – Resolution to Authorize Executive Director to Execute Agreements Related to Financial Participation in Operation and Maintenance Costs Associated with the Gulf Intracoastal Waterway West Closure Complex

R-209-2014 – Sewerage and Water Board of New Orleans Drainage System Refunding Bonds, Series 2014

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### **INFORMATION ITEMS**

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The following items were submitted for informational purposes only:

- FEMA Status Report
- Report of the General Superintendent
- Report of the Special Counsel
- 2014 Committee/Board Meeting Schedule
- Financial Statements

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### **ADJOURNMENT**

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There being no further business the meeting adjourned.

**Commendation to George L. Myers  
For being Selected  
Sewerage and Water Board  
Employee of the Month for October 2014**

**Whereas**, the Sewerage and Water Board recognizes that its employees are its most valuable resource, without which our mission to provide quality, reliable, and cost effective sewer, water, and drainage services to our customers, the people of the City of New Orleans, would not be possible; and

**Whereas**, while each and every one of our employees strives to excel in his or her capacity, we do on occasion honor an employee, or group of employees, whose actions are above and beyond the routine; and

**Whereas**, George Myers, Facilities Engineering Specialist, is responsible for complex technical engineering work as it relates to field inspections on Sewerage and Water Board contracts that must meet Board approval according to specifications, the following is a summary from Mr. Joseph Becker, General superintendent, outlining your outstanding performance:

George L. Myers is a very dedicated and loyal employee within the SWB Engineering Division. He has **50 years of service with the Sewerage and Water Board effective September 25, 2014**. George works beyond the call of duty on a daily basis. He inspects every job to a high level of perfection to make sure all inspections are accurate according to specifications. He achieves this accomplishment, by reviewing detailed drawings and specifications during late evening hours at his home to prepare himself for the challenges he may encounter on the job the next day. George Myers answers emergency calls with no limited time frame, as needed. He possesses valuable skills and knowledge accumulated over the years in the design engineering of sewer, water and drainage construction.

**Now Therefore, Be It Resolved**, that upon the recommendation of Mr. Joseph Becker, General Superintendent that George L. Myers, Facilities Engineering Specialist should be recognized as "Employee of the Month" for October 2014.

**Be It Further Resolved**, that a copy of this recommendation be transmitted to all of the subject employees and throughout the various departments of the Sewerage and Water Board of New Orleans.

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I, Cedric S. Grant, Executive Director,  
Sewerage and Water Board of New Orleans, do  
hereby certify that the above and foregoing is a true  
and correct copy of a resolution adopted at the  
Regular Meeting of said Board, duly called and  
held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS



OCTOBER 2014 BOARD MEETING		
INVESTMENTS MATURED FOR SEPTEMBER 2014		
PREPARED BY: STEVE WOOLRIDGE		
<u>FUND</u>	<u>AMOUNT</u>	
DRAINAGE SYSTEM FUND - 2 MILL	1,378.05	
DRAINAGE SYSTEM FUND - 3 MILL	997,298.28	
DRAINAGE SYSTEM FUND - 6 MILL	1,393,221.22	
DRAINAGE SYSTEM FUND - 9 MILL	11,183,354.94	
WATER REVENUE & REF BP 2014	58,553,472.08	
MONEY MARKET FUND	35,619,874.83	
<u>SYSTEM FUNDS INVESTED</u>	<u>AMOUNT</u>	<u>% INVESTED</u>
WATER SYSTEM FUND	884,310.97	0.00%
SEWERAGE SYSTEM FUND	21,661,002.82	20.89%
AD VALORUM TAXES & WATER SEWERAGE & DRAINAGE BOND PROCEEDS	107,748,599.40	99.38%
AWARDED JOB/CONTRACT BALANCES		
WATER SYSTEM FUND	9,681,070.61	
SEWERAGE SYSTEM FUND	8,515,218.92	
DRAINAGE, BONDS AND BANS PROCEEDS	254,511,798.80	



**2014 INDEPENDENT FINANCIAL AUDITING SERVICES CONTRACT**

**WHEREAS**, the Sewerage and Water Board of New Orleans must produce and publish financial statements audited by an accounting firm with a favorable national reputation; and

**WHEREAS**, the Board's staff solicited public bids for independent financial auditing services for one year with four one year renewal options; and

**WHEREAS**, the independent auditors desire to exercise the execution of the first renewal option for independent financial auditing services for the calendar year 2014, at the terms and conditions set forth in the RFP response to the Board on August 24, 2012; and

**WHEREAS**, funds for this service are included in the 2014 Budget; and

**WHEREAS**, the fees shall be \$85,000 for calendar year 2014 financial auditing services, as previously quoted and submitted in a separate sealed envelope to the Board on August 24, 2012; and

**WHEREAS**, staff recommends the approval and concurs with the engagement letter submitted by Postlethwaite & Netterville for its 2<sup>nd</sup> renewal option of four (4) one (1) year renewal options with Bruno and Tervalon as DBE/Joint venture of 50% participation, for independent financial auditing services; and

**NOW, THEREFORE, BE IT RESOLVED** by the Sewerage and Water Board of New Orleans the approval of the 2<sup>nd</sup> renewal option for independent financial auditing services with Postlethwaite & Netterville and Bruno and Tervalon for the year 2014 for a total amount of \$85,000.

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is true and correct copy of a resolution adopted at the Regular Monthly Meeting of said Board, duly called and held, according to law,  
October 15, 2014

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE & WATER BOARD OF NEW ORLEANS



## **APPROVAL OF CONSULTANTS TO PROVIDE ENGINEERING AND CONSULTING SERVICES FOR THE REPLACEMENT AND REHABILITATION OF SWBNO FACILITIES**

**WHEREAS**, at the April 16, 2014 Board Meeting, the Board approved issuing a request for qualification (RFQ) for professional engineering firms to provide engineering and consulting services for the replacement and rehabilitation of Sewerage & Water Board of New Orleans facilities; and

**WHEREAS**, on July 22, 2014, a mandatory pre-submittal meeting was held with over 120 persons in attendance; and

**WHEREAS**, the Board issued Addendum 1 on July 25, 2014 and Addendum 2 on August 1, 2014; and

**WHEREAS**, on August 15, 2014, the Board had received 61 submittal of qualifications (SOQs), of which two SOQs were eliminated for non-compliance to the requirements of the RFQ;

**WHEREAS**, the remaining 59 SOQ stated that they shall meet or exceed the established DBE participation goal of 35%.

**WHEREAS**, on September 18, 2014, the selection committee composed of the Deputy Director, General Superintendent, Deputy General Superintendent, Network Engineer and Water Purification Superintendent held a public meeting to evaluate and rank the qualified SOQs, as follows:

<b><u>Consultant</u></b>	<b><u>Total Score</u></b>
1. AECOM	469
2. CH2M Hill	461
3. Arcadis	452
4. URS Corporation	443
5. Stantec	442
6. MWH	439
7. Burk-Kleinpeter, Inc.	436
8. Trigon	436
9. Stanley Consultants, Inc.	427
10. Black & Veatch Corporation	426
11. BCG Engineering & Consultants	422
12. Jacobs	419
13. HNTB Corporation	387
14. All South Consulting Engineering, Inc.	387
15. Infinity Engineering Consultants, LLC	385
16. CDM Smith	379
17. Meyer Engineers, Ltd.	369
18. Royal Engineering	365

19. AIMS Groups, Inc.	357
20. Evans-Graves Engineers, Inc.	357
21. GAEA Engineering Consultants, Inc.	354
22. Greenpoint Engineering	352
23. ILSI Engineering	351
24. SEF Consulting Engineers	351
25. IMC Consulting Engineers, Inc.	350
26. Buchart Horn, Inc.	346
27. Digital Engineering	344
28. Khafra	342
29. ECM Consultants, Inc	340
30. Neel-Schaffer	337
31. Design Engineering, Inc.	334
32. Veolia Water North America-South LLC	334
33. Hatch Mott MacDonald	333
34. CH Fenstermaker & Assoc. LLC	331
35. Hartman Engineering, Inc.	331
36. NY Associates, Inc.	331
37. Barowka and Bonura	329
38. MSMM Engineering, LLC	326
39. G.E.C., Inc.	324
40. Chester Engineers, Inc	319
41. H. Davis Cole & Associates, LLC	316
42. CSRS, INC	315
43. Rahman & Associates, Inc.	313
44. CB&I Environmental & Infrastructure, INC	311
45. Richard C. Lambert Consultants, LLC	303
46. WDG Architects Engineers	303
47. Waggoner	299
48. Atkins North America, inc.	291
49. Volkert	285
50. FDH Engineering, Inc	281
51. T. Baker Smith	279
52. IMS, PA	274
53. Principal Engineering	270
54. Professional Engineering Consultants, Corp	268
55. Kyle Associates, LLC	267
56. Kenall, INC	250
57. Pinnacle Engineering, LLC	249
58. Pivotal Engineering, LLC	230
59. Artovia Engineering & Management Consulting	216

**WHEREAS**, staff shall assign projects based upon the ranking contained in the shortlist and per the language contained in the RFQ, based upon the firm's ability to perform the work for the project size and complexity; and

**NOW THEREFORE, BE IT RESOLVED**, by the Sewerage and Water Board of New Orleans that the President or President Pro-Tem approve the shortlist as presented for engineering and consulting services for the replacement and rehabilitation of Sewerage & Water Board of New Orleans facilities and direct staff to enter into negotiations for project(s) with the most qualified candidate based upon the firm's ability to perform the work for the project's size and complexity.

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I, Cedric S. Grant, Executive Director,  
Sewerage and Water Board of New Orleans, do hereby  
certify that the above and foregoing is a true and  
correct copy of a Resolution adopted at the Regular  
Monthly Meeting of said Board, duly called and held,  
according to law, on October 15, 2014.

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CEDRIC S. GRANT, EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS





R-212-2014

**FURNISHING GRASS CUTTING AND DEBRIS PICK-UP OF SEWERAGE AND  
WATER BOARD EAST BANK CANALS - REQ. NO. YO140052**

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**BE IT RESOLVED** by the Sewerage and Water Board of New Orleans that three (3) bids were received on August 21, 2014 after advertising according to the Public Bid Law, for Furnishing Grass Cutting and Debris Pick-up of Sewerage and Water Board East Bank Canals. All bidders were non-responsive to the specifications for various reasons. It is recommended that all bids be rejected and the project be rebid.

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Meeting of the said Board, duly called and held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

R-213-2014

**FURNISHING GRASS CUTTING AND DEBRIS PICK-UP OF SEWERAGE AND  
WATER BOARD WEST BANK CANALS - REQ. NO. YO140053**

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**BE IT RESOLVED** by the Sewerage and Water Board of New Orleans that four (4) bids were received on August 21, 2014 after advertising according to the Public Bid Law, for Furnishing Grass Cutting and Debris Pick-up of Sewerage and Water Board East Bank Canals. All bidders were non-responsive to the specifications for various reasons. It is recommended that all bids be rejected and the project be rebid.

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Meeting of the said Board, duly called and held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

R-214-2014

**FURNISHING CHEMICAL CONTROL OF FOLIAGE AT SPECIFIED SEWERAGE AND  
WATER BOARD LOCATIONS WITHIN THE CITY OF NEW ORLEANS - REQ. NO.  
YO140051**

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**BE IT RESOLVED** by the Sewerage and Water Board of New Orleans that One (1) bid was received on August 28, 2014 after advertising according to the Public Bid Law, for Furnishing Chemical Control of Foliage at Specified Sewerage and Water Board Locations within the city of New Orleans. The bid was hereby accepted and contract awarded therefore to **Louisiana Vegetation Management, Inc.** for the total amount of **\$156,450.00.**

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Meeting of the said Board, duly called and held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

**FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING SODIUM  
CHLORIDE - REQ. NO. AL130026**

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**WHEREAS**, under the provisions of the contract, the Board, with the contractor's concurrence, reserves the right to renew the contract with no increase in the cost of services and no change in terms and conditions; and

**WHEREAS**, the contractor, **Morton Salt**, desires to exercise its renewal option as allowed under this contract in the total amount of **\$103,191.75 (Items 1 and 2)** for Furnishing Sodium Chloride.

**NOW, THEREFORE, BE IT RESOLVED**, that the request of **Morton Salt**, for this first and only renewal, effective **November 1, 2014**, is hereby approved.

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Meeting of the said Board, duly called and held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

**FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING PEST & RODENT  
CONTROL SERVICES FOR THE SEWERAGE AND WATER BOARD - REQ. NO.  
YO130020**

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**WHEREAS**, under the provisions of the contract, the Board, with the contractor's concurrence, reserves the right to renew the contract with no increase in the cost of services and no change in terms and conditions; and

**WHEREAS**, the contractor, **Imperial Exterminating, Inc.**, desires to exercise its renewal option as allowed under this contract with the total being **\$28,016.00** for Furnishing Pest & Rodent Control Services for the Sewerage and Water Board.

**NOW, THEREFORE, BE IT RESOLVED**, that the request of **Imperial Exterminating, Inc.**, for this first and only renewal, effective **November 1, 2014**, is hereby approved.

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I, Cedric S. Grant, Executive  
Director, Sewerage and Water Board  
of New Orleans, do hereby certify  
that the above and foregoing is a  
true and correct copy of a  
resolution adopted at the Regular  
Meeting of the said Board, duly  
called and held, according to law,  
on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

**FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING AND  
DELIVERING GASOLINE AND DIESEL FUEL - REQ. NOS. YG140001 -  
GI140001**

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**WHEREAS**, under the provisions of the contract, the Board, with the contractor's concurrence, reserves the right to renew the contract with no increase in the cost of services and no change in terms and conditions; and

**WHEREAS**, the contractor, **Lard Oil Company**, desires to exercise its renewal option as allowed under this contract with the total being **\$1,960,823.00** for Furnishing and Delivering Gasoline and Diesel Fuel.

**NOW, THEREFORE, BE IT RESOLVED**, that the request of **Lard Oil Company**, for this first and only renewal, effective **December 1, 2014**, is hereby approved.

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I, Cedric S. Grant, Executive  
Director, Sewerage and Water Board  
of New Orleans, do hereby certify  
that the above and foregoing is a  
true and correct copy of a  
resolution adopted at the Regular  
Meeting of the said Board, duly  
called and held, according to law,  
on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

**FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING AND  
DELIVERING LUBRICANT PETROLEUM PRODUCTS - REQ. NOS. YG140002 &  
GI140002**

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**WHEREAS**, under the provisions of the contract, the Board, with the contractor's concurrence, reserves the right to renew the contract with no increase in the cost of services and no change in terms and conditions; and

**WHEREAS**, the contractor, **Lard Oil Company**, desires to exercise its renewal option as allowed under this contract with the total being **\$123,916.35** for Furnishing and Delivering Lubricant Petroleum Products.

**NOW, THEREFORE, BE IT RESOLVED**, that the request of **Lard Oil Company**, for this first and only renewal, effective **December 1, 2014**, is hereby approved.

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Meeting of the said Board, duly called and held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

**FIRST AND FINAL RENEWAL OF EMERGENCY LETTER BIDS FOR 2013 RENTAL AND INSTALLATION OF A TEMPORARY GENERATOR AT CARROLLTON WATER PLANT**

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**WHEREAS**, under the provisions of the contract, the Board, with the contractor's concurrence, reserves the right to renew the contract with no increase in the cost of services and no change in terms and conditions; and

**WHEREAS**, the contractor, **Louisiana CAT - Power Systems**, desires to exercise its renewal option as allowed under this contract with the total being **\$325,485.00** for Emergency Letter Bids for 2013 Rental and Installation of a Temporary Generator at Carrollton Water Plant.

**NOW, THEREFORE, BE IT RESOLVED**, that the request of **Louisiana CAT - Power Systems**, for this first and only renewal, effective **October 11, 2014**, is hereby approved.

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I, Cedric S. Grant, Executive Director, Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Meeting of the said Board, duly called and held, according to law, on October 15, 2014.

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CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS



**REVISIONS TO THE PROFESSIONAL SERVICES PROCUREMENT POLICY NO. 95**

**WHEREAS**, on February 14, 1996, the Sewerage and Water Board of New Orleans, adopted Resolution R-79-96, establishing a Professional and Personal Services Procurement Policy, that was subsequently revised on February 13, 1998; and

**WHEREAS**, on June 10, 2010 Mayor Mitchell J. Landrieu issued Executive Order, MJL 10-05, establishing a transparent competitive selection procedure for the procurement of professional service contracts; and

**WHEREAS**, on August 18, 2010 the Board adopted a revised Professional Services Procurement Policy; and

**WHEREAS**, the Board has now further revised its Professional Services Procurement Policy so that complete transparency in the selection of professional services is afforded throughout the procurement process.

**NOW THEREFORE, BE IT RESOLVED**, that the Sewerage and Water Board of New Orleans' Professional Services Procurement Policy (No. 95) is hereby adopted as revised.

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I, Cedric S. Grant, Executive Director,  
Sewerage and Water Board of New Orleans, do hereby  
certify that the above and foregoing is a true and  
correct copy of a resolution adopted at the Regular  
Monthly Meeting of said Board, duly called and held,  
according to law, on October 15, 2014.

---

**CEDRIC S. GRANT, EXECUTIVE DIRECTOR**  
**SEWERAGE AND WATER BOARD OF NEW ORLEANS**

**PUBLIC OFFICIALS AND EMPLOYEE LIABILITY**  
**INSURANCE POLICY FOR OPERATIONS**

WHEREAS, The Sewerage and Water Board of New Orleans desires to renew its Public Officials and Employees Liability policy for its operations for the period November 20, 2014 through November 20, 2015. Commencing 12:01 A.M.; and

WHEREAS, the Board has maintained Public Officials and Employees Liability since 1987; and

WHEREAS, the Board requested its insurance broker, Eagan Insurance, Inc., to secure price quotations for renewal of Public Officials and Employees Liability Insurance; and

WHEREAS, Eagan Insurance, Inc. obtained ACE, USA a quote of \$78,723.75 for Public Officials and Employees Liability Insurance with a \$10 Million limit in basic coverage, and which includes several additional related areas of coverage, including a \$1 Million sub-limit on cyber-related Privacy Protection and Network Liability coverage, which the Board had not previously been offered; and

WHEREAS, said recommended premium quotation from ACE, USA is \$26,356.25 less than the AIG premium of \$105,080 for the expiring policy, representing a 25 % decrease from last year; and

WHEREAS the quotation from ACE, USA offers substantially more coverage at a cost which is \$579.25 less than the current renewal quotation from AIG;

NOW THEREFORE, BE IT RESOLVED that the Executive Director of the Sewerage and Water Board of New Orleans, is hereby authorized and directed to purchase Public Officials and Employees Liability insurance coverage for its operations with ACE, USA through the Board's insurance broker, Eagan Insurance, Inc. for a total of \$78,723.75.

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I, Cedric S. Grant, Executive Director,  
Sewerage and Water Board of New Orleans, do  
hereby certify that the above and foregoing is  
a true and correct copy of a Resolution adopted  
at the Regular Meeting of the said Board, duly called  
and held, according to law, on October 15, 2014.

---

CEDRIC S. GRANT  
EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

## **2015 Health Insurance Renewal**

WHEREAS, the Sewerage and Water Board of New Orleans provides Health Insurance for its Employees and Retirees; and,

WHEREAS, it is now time to renew the Health Insurance for calendar year 2015; and,

WHEREAS, Health Smart is proposing an Administrative Fee of \$27.76 per contract per month for 2015, in accordance with its bid contract submittal for the Health, Dental, Prescription Drug, and Mental Health benefits of the self-insured plan; and,

WHEREAS, Health Smart is proposing a fee of \$58.13 per contract per month (employees and retirees under age 65) for the \$125,000 specific stop-loss coverage on 24/12 basis; and,

WHEREAS, coverage for mental health and substance abuse benefits will be included in the Health Smart/ CIGNA Network of providers, no additional per employee per month fee will be required,

WHEREAS, Vision Service Plan has proposed no increase in their rates for the vision benefits for 2015;

NOW THEREFORE, BE IT RESOLVED that the Health, Dental, Prescription Drug, Mental Health and Substance Abuse, Vision, benefits and providers be approved for Calendar Year 2015 as described above, in accordance with the 2014-2015 Health Care Plan Rate and Contribution Exhibit attached hereto.

---

I, Cedric S. Grant, Executive Director, of the Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Monthly Meeting of said Board, duly called and held, According to law, on Wednesday, October 15, 2014.

---

**CEDRIC S. GRANT, EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS**

## 2015 Health Insurance Employee/Retiree Contribution/Deduction

WHEREAS, the Sewerage and Water Board of New Orleans provides Health Insurance for its Employees and Retirees; and,

WHEREAS, it is now time to renew the Health Insurance for calendar year 2015; and,

WHEREAS, the Sewerage and Water Board of New Orleans desires to maintain the Employee and Retiree contribution and deduction rates at current levels;

NOW THEREFORE, BE IT RESOLVED that the Employee and Retiree bi-weekly contribution/deduction is established as follows for the appropriate groups, effective January 1, 2015:

### **GROUP**

(effective January 1, 2015)

#### **Employees**

Employee only	\$34.84
Employee & Spouse or Child(ren)	\$76.99
Employee, Spouse, & Child(ren)	\$88.14

#### **Retirees under age 65**

Retiree only	\$64.69
Retiree & Spouse or Child(ren)	\$127.16
Retiree, Spouse, & Child(ren)	\$127.16

#### **Retirees age 65 and older**

Retiree only	\$27.38
Retiree & Spouse	\$54.75

---

I, Cedric S. Grant, Executive Director, of the Sewerage and Water Board of New Orleans, do hereby certify that the above and foregoing is a true and correct copy of a resolution adopted at the Regular Monthly Meeting of said Board, duly called and held, according to law, on Wednesday, October 15, 2014.

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CEDRIC S. GRANT, EXECUTIVE DIRECTOR  
SEWERAGE AND WATER BOARD OF NEW ORLEANS

**Sewerage and Water Board**  
**Department of Emergency Management**  
*"Preparedness, Mitigation, Response, and Recovery"*

FEMA Project Update as of **9-29-14**

*This data was collected from E.M. Data and Louisianaapa.com on the above reference date*

Prepared by: Jason Higginbotham, CEM, LEM-P  
 Director of Emergency Management

**Hurricane Katrina**

<b>Estimated Project Cost</b>	<b>\$ 801,487,840.66</b>
<b>Obligated Amount</b>	<b>\$ 663,365,488.54</b>
Not Eligible PW <sup>1</sup>	\$ 10,896,751.08
Not Eligible Loan PW <sup>2</sup>	\$ 70,111,970.25
Insurance Deduction <sup>3</sup>	\$ 2,747,339.04
Version Request <sup>4</sup>	\$ 0
Loan/Advancement PW Version Request <sup>5</sup>	\$ 35,239,590.88
Appeal Amount <sup>6</sup>	\$ -
Close Out Reconciliation <sup>7</sup>	\$ 6,144,369.83
Submitted Project Cost	\$ 709,921,775.90
Awaiting Obligation <sup>8</sup>	\$ 11,090,37.25
Total Invoices in Progress at State	\$ 5,856,134.61
Total Paid by State (LAPA Data)	\$ 372,283,613.61
SPS HMGP Grant	\$ 20,082,538.00
Power Plant HMGP GRANT	\$ 141,175,000.00
Power Plant HMGP Amendment 1	\$ 9,620,389.00

<sup>1</sup> Represents the amount that will not result in payments by FEMA on non-100 Million Dollar P.W.'s.

<sup>2</sup> Represents the amount that will not result in payments by FEMA on 100 Million Dollar P.W.'s.

<sup>3</sup> National Flood Insurance deductions.

<sup>4</sup> Amount that FEMA is reviewing documentation to adjust scope of work or cost adjustments on non-100 Million Dollar P.W.'s.

<sup>5</sup> Amount that FEMA is reviewing documentation to adjust scope of work or cost adjustments on 100 Million Dollar P.W.'s. and GOHSEP Advancement Project Worksheets

<sup>6</sup> Amount that is currently under appeal or arbitration.

<sup>7</sup> Amount that will be reconciled when Project Worksheet's are closed out.

<sup>8</sup> Amount pending obligation in FEMA Million Dollar Queue or Funding Review Queue.

## Hurricane Isaac

This data was collected from E.M. Data and Louisianapa.com

Site	Estimated	Insurance Claim	FEMA Claim	PW Amount
CAT B Emergency Labor/Equipment	\$ 1,217,743.75	\$ -	\$ 1,217,743.75	\$ 1,217,743.75
East Bank Waste Water Treatment Plant	\$ 873,596.00	\$ 367,636.00	\$ 505,960.00	\$ 324,593.84
West Bank Waste Water Treatment Plant	\$ 118,755.00	\$ 38,887.00	\$ 79,868.00	\$ 75,569.78
East Bank Water Plant	\$ 184,556.00	\$ 36,850.00	\$ 174,706.00	\$ 74,678.91
West bank Water Plant	\$ 2,269.74	\$ -	\$ 2,269.74	\$ 2,269.74
Sewer Pumping Stations/DPS	\$ 94,063.80	\$ -	\$ 94,377.90	\$ 94,377.90
Drainage Pumping Stations	\$ 9,533.00	\$ -	\$ 9,533.00	\$ 9,533.00
Central Yard	\$ 6,053.60	\$ -	\$ 6,053.60	\$ 6,053.60
<b>Total</b>	<b>\$ 2,506,570.89</b>	<b>\$ 443,373.00</b>	<b>\$ 2,090,511.99</b>	<b>\$ 1,804,820.52</b>

## Hurricane Gustav

This data was collected from E.M. Data and Louisianapa.com

Original ESTIMATED PROJECT COST	\$ 755,354.17
PROJECT SUBMITTED AMOUNT	\$ 755,354.17
NFIP Reduction	\$ -
OBLIGATED Amount	\$ 755,354.17
Amount Paid by State	\$ 312,309.26



## SEWERAGE AND WATER BOARD

### Inter-Office Memorandum

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**Date:** 9-29-14

**To:** Joseph Becker, General Superintendent

**From:** Jason Higginbotham, Director of Emergency Management and FEMA Grants

**Re:** Significant Updated to Hurricane Katrina Recovery Program

**Recent written versions since August 1st, 2014**

The below Projects Worksheets can be viewed on the Katrina Project Managers Report under Newly Written Project Worksheets

- PW 11317 Station D Structural Repairs \$419,817.00



# Sewerage and Water Board of New Orleans Committee & Regular Board Meeting Schedule

## 2014 Calendar of Events

WEDNESDAY	OCTOBER 1, 2014	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	OCTOBER 1, 2014	10:30 AM	PENSION COMMITTEE
MONDAY	OCTOBER 6, 2014	8:00 AM	OPERATIONS COMMITTEE
TUESDAY	OCTOBER 7, 2014	8:00 AM	FINANCE COMMITTEE
FRIDAY	OCTOBER 10, 2014	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	OCTOBER 15, 2014	9:00 AM	REGULAR BOARD
MONDAY	NOVEMBER 3, 2014	8:00 AM	OPERATIONS COMMITTEE
TUESDAY	NOVEMBER 4, 2014	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	NOVEMBER 5, 2014	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	NOVEMBER 5, 2014	10:30 AM	PENSION COMMITTEE
FRIDAY	NOVEMBER 7, 2014	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	NOVEMBER 19, 2014	9:00 AM	REGULAR BOARD
MONDAY	DECEMBER 1, 2014	8:00 AM	OPERATIONS COMMITTEE
TUESDAY	DECEMBER 2, 2014	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	DECEMBER 3, 2014	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	DECEMBER 3, 2014	10:30 AM	PENSION COMMITTEE
FRIDAY	DECEMBER 5, 2014	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	DECEMBER 17, 2014	9:00 AM	REGULAR BOARD

**NOTE: RECOMMENDATIONS:**

OCTOBER – MOVED TO SECOND WEEK DUE TO HOW THE DAYS FALL DURING FIRST WEEK



## SEWERAGE AND WATER BOARD OF NEW ORLEANS

October 7, 2014

Finance Committee  
Sewerage and Water Board of New Orleans  
New Orleans, Louisiana

### Re: Financial Results through August 2014

Attached are the *Statement of Net Position*, the *Statement of Revenues, Expenses, and Changes in Net Position*, and the *Statement of Cash Flows* with budget and prior year comparisons for the water, sewer, drainage and total systems through August 31, 2014. Significant variances to budget and prior year results are described below. The *Comparative Variance Indicators for Financial Results* and the *Unrestricted Days of Cash* through August 2014 is also attached.

#### Operating Revenues:

**Water System Fund** (pages 7 and 8, line 5) for August MTD 2014 of \$7,014,221 is \$741,092 or 11.8% more than budgeted and \$1,082,828 or 18.3% more than August MTD 2013. August YTD 2014 operating revenues of \$48,698,085 is \$1,486,944 or 3.0% less than budgeted and \$4,602,999 or 10.4% more than August YTD 2013.

**Sewer System Fund** (pages 13 and 14, line 5) for August MTD 2014 of \$8,017,416 is \$694,448 or 9.5% more than budgeted and \$1,132,797 or 16.5% more than August MTD 2013. August YTD 2014 operating revenues of \$57,427,415 is \$1,156,330 or 2.0% less than budgeted and \$5,357,506 or 10.3% more than August YTD 2013.

**Drainage System Fund** (pages 19 and 20, line 5) for August MTD 2014 of \$2,227 is \$2,227 or 100.0% more than budgeted and \$1,971 or 769.9% more than August MTD 2013. August YTD 2013 operating revenues of \$578,786 is \$578,786 or 100.0% more than budgeted and \$43,681 or 8.2% more than August YTD 2013.

**Total System Funds** (pages 1 and 2, line 5) for August MTD 2014 of \$15,033,864 are \$1,437,767 or 10.6% more than budgeted and \$2,217,596 or 17.3% more than August MTD 2013. August YTD 2014 operating revenues of \$106,704,286 is \$2,064,487 or 1.9% less than budgeted and \$10,004,186 or 10.3% more than August YTD 2013.

#### Operating Expenses:

**Water System Fund** (pages 7 and 8, line 18) for August MTD 2014 of \$6,150,806 is \$636,374 or 9.4% less than budgeted and \$445,990 or 6.8% less than August MTD 2013. August YTD 2014 operating expenses of \$53,710,123 is \$587,318 or 1.1% less than budgeted and \$2,934,795 or 5.8% more than August YTD 2013.

**Sewer System Fund** (pages 13 and 14, line 18) for August MTD 2014 of \$4,050,793 is \$1,328,091 24.7% less than budgeted and \$833,227 or 17.1% less than August MTD 2013. August YTD 2014 operating expenses of \$40,027,131 is \$3,003,940 or 7.0% less than budgeted and \$996,332 or 2.6% more than August YTD 2013.

**Drainage System Fund** (pages 19 and 20, line 18) for August MTD 2014 of \$3,606,347 is \$433,905 or 10.7% less than budgeted and \$49,228 or 1.3% less than August MTD 2013. August YTD 2014 operating expenses of \$28,883,103 is \$3,438,915 or 10.6% less than budgeted and \$686,591 or 2.3% less than August YTD 2013.



## SEWERAGE AND WATER BOARD OF NEW ORLEANS

**Total System Funds** (pages 1 and 2, line 18) for August MTD 2014 of \$13,807,946 are \$2,398,370 or 14.8% less than budgeted and \$1,328,445 or 8.8% less than August MTD 2013. August YTD 2014 operating expenses of \$122,620,357 is \$7,030,172 or 5.4% less than budgeted and \$3,244,536 or 2.7% more than August YTD 2013.

### **Net Non-Operating Revenues:**

**Water System Fund** (pages 7 and 8, line 28) for August MTD 2014 of -\$1,037,045 is \$1,055,302 or 5780.1% less than budgeted and \$857,618 or 478.0% less than August MTD 2013. August YTD 2014 net non-operating revenues of -\$812,177 are \$958,236 or 656.1% less than budgeted and \$4,420,099 or 122.5% less than August YTD 2013. The cost of issuance for the 2014 water system bonds was recorded as a current non-operating expense but will not impair the current year's debt service coverage.

**Sewer System Fund** (pages 13 and 14, line 28) for August MTD 2014 of -\$1,344,311 is \$2,535,056 or 212.9% less than budgeted and \$1,361,997 or 7701.0% less than August MTD 2013. August YTD 2014 net non-operating revenues of -\$1,063,784 are \$10,589,747 or 111.2% less than budgeted and \$1,289,131 or 572.1% less than August YTD 2013. The cost of issuance for the 2014 sewer system bonds was recorded as a current non-operating expense but will not impair the current year's debt service coverage.

**Drainage System Fund** (pages 19 and 20, line 28) for August MTD 2014 of \$648,010 is \$554,177 or 590.6% more than budgeted and \$372,073 or 134.8% more August MTD 2013. August YTD 2014 net non-operating revenues of \$46,307,976 are \$1,374,691 or 2.9% less than budgeted and \$1,217,222 are 2.7% more than August YTD 2013.

**Total System Funds** (pages 1 and 2, line 28) for August MTD 2014 of -\$1,733,346 is \$3,036,182 or 233.0% less than budgeted and \$1,847,542 or 1617.9% less than August MTD 2013. August YTD 2014 net non-operating revenues of \$44,432,015 are \$12,922,674 or 22.5% less than budgeted and \$4,492,008 or 9.2% less than August YTD 2013.

### **Income Before Contributions in Aid of Construction:**

**Water System Fund** (pages 7 and 8, line 29) for August MTD 2014 of -\$173,630 is \$322,164 or 65.0% more than budgeted and \$671,200 or 79.4% more than August MTD 2013. August YTD 2014 income before capital contributions of -\$5,824,215 is \$1,857,862 or 46.8% less than budgeted and \$2,751,895 or 89.6% less than August YTD 2013.

**Sewer System Fund** (pages 13 and 14, line 29) for August MTD 2014 of \$2,622,312 is \$512,518 or 16.3% less than budgeted and \$604,027 or 29.9% more than August MTD 2013. August YTD 2014 income before capital contributions of \$16,336,500 is \$8,742,137 or 34.9% less than budgeted and \$3,072,043 or 23.2% more than August YTD 2013.

**Drainage System Fund** (pages 19 and 20, line 29) for August MTD 2014 of -\$2,956,110 is \$990,309 or 25.1% more than budgeted and \$423,272 or 12.5% more than August MTD 2013. August YTD 2014 income before capital contributions of \$18,003,659 is \$2,643,010 or 17.2% more than budgeted and \$1,947,494 or 12.1% more than August YTD 2013.

**Total System Funds** (pages 1 and 2, line 29) for August MTD 2014 of -\$507,428 is \$799,955 or 61.2% more than budgeted and \$1,698,499 or 77.0% more than August MTD 2013. August YTD 2014 income before capital contributions of \$28,515,944 is \$7,956,989 or 21.8% less than budgeted and \$2,267,642 or 8.6% more than August YTD 2013.

The balances of funds from the Series 2014 bond proceeds available for capital construction as of August 31, 2014 are:



## SEWERAGE AND WATER BOARD OF NEW ORLEANS

	Water	Sewer	Total
Original Balance	\$ 78,676,250.00	\$ 52,277,211.60	\$ 130,953,461.60
Less Disbursements	19,711,663.06	16,642,212.52	36,353,875.58
Plus Income	110,848.13	62,669.52	173,517.65
Ending Balance	\$59,075,435.07	\$35,697,668.60	\$94,773,103.67

The days-of-cash at August 31, 2014 were 498.1 for the water system, 541.2 for the sewer system, and 298.8 for the drainage system.

The projected coverage for the year ending December 31, 2014, based upon financial results through July 31, 2014, is 1.77 times for the water system and 1.97 times for the sewer system.

**Certification.** In connection with the accompanying monthly financial report of the Sewerage and Water Board of New Orleans for the period ended August 31, 2014, I hereby certify that, to my knowledge, the information contained in the report fairly presents, in all material respects, the financial condition and results of the Board.

Robert K. Miller  
Deputy Director

# Sewerage and Water Board of New Orleans

## Total System Unrestricted Cash and Cash Equivalents in Days of O&M Expenses at Month End

**EUM Attribute:**  
**Financial Viability**

**Description:** Establish and maintain an effective balance between long-term debt, assets values, operations and maintenance expenditures, and operating revenues.

**Constituency:**  
**Suppliers and Bondholders**

**Objective:** Provide adequate cash to pay invoices on a timely basis

**Goal:** Cash balance of at least 180 days of O&M expenses.

**Currently Meeting Goal:** Yes

**Process Operating Within Control Limits:**  
Yes

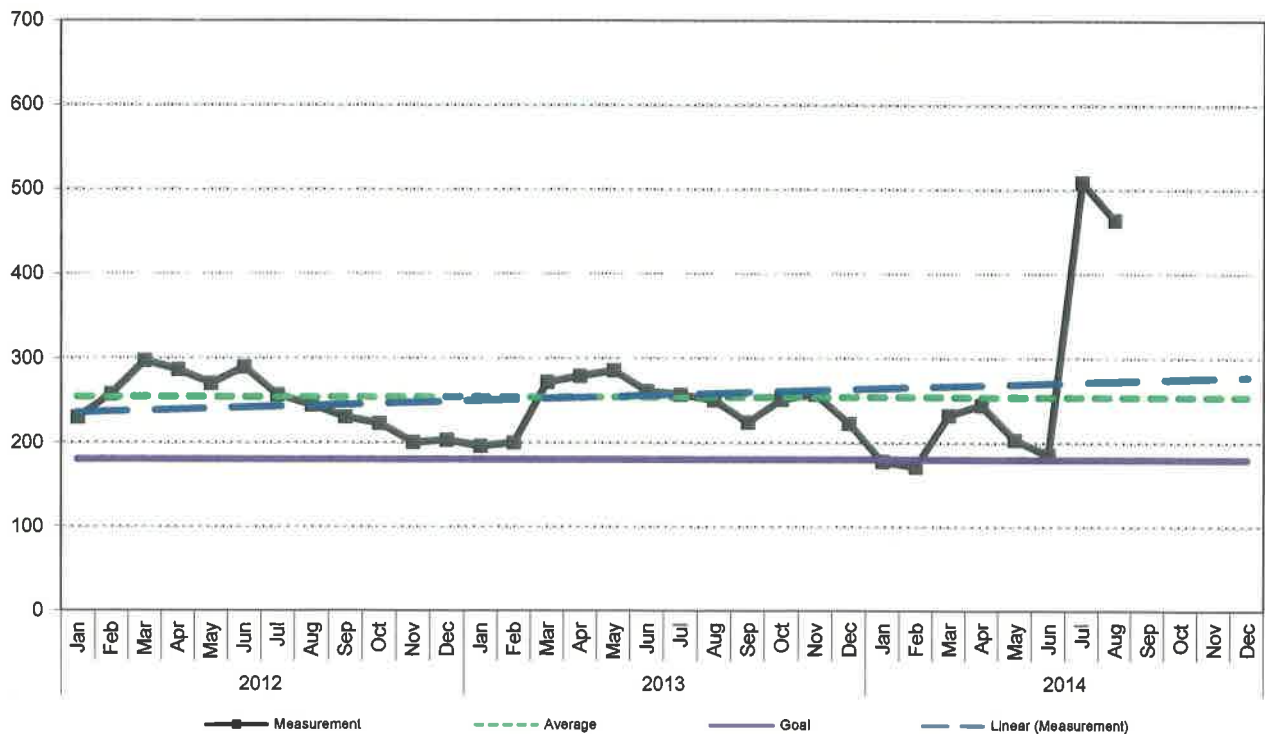
**Trend:** Favorable

### Analysis

Monthly cash balances have remained stable except for repayment of previous inter-system loans. Note: Reclassification of certain current assets from restricted to unrestricted in October 2013 resulted in higher unrestricted balances.

### Plans for Improvement

Utilize revenues generated from operations to increase cash balances according to 2011-2020 Financial Plan.



**Data Table**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2012	230.2	257.9	297.4	286.9	270.7	290.0	256.9	244.8	230.6	223.3	200.6	203.1
2013	196.0	200.1	272.1	279.2	286.2	261.6	257.3	250.9	224.3	251.7	258.0	223.1
2014	177.9	171.4	233.2	245.1	203.8	185.9	508.5	463.9				



## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## ALL SYSTEM FUNDS

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH PRIOR YEAR COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H	
	MTD	MTD	MTD	%	YTD	YTD	YTD	%	
	Actual	Prior Year	Variance		Actual	Prior Year	Variance		
<b>Operating revenues:</b>									
1 Sales of water and delinquent fees	6,768,843	5,651,402	1,117,441	19.8%	46,514,131	41,790,948	4,723,183	11.3%	1
2 Sewerage service charges	7,959,087	6,762,289	1,196,798	17.7%	56,831,832	51,436,759	5,395,073	10.5%	2
3 Plumbing inspection and license fees	40,972	60,440	(19,468)	-32.2%	448,758	404,754	44,004	10.9%	3
4 Other revenues	264,962	342,137	(77,175)	-22.6%	2,909,565	3,067,639	(158,074)	-5.2%	4
5 Total operating revenues	15,033,864	12,816,268	2,217,596	17.3%	106,704,286	96,700,100	10,004,186	10.3%	5
<b>Operating Expenses:</b>									
6 Power and pumping	1,070,556	1,016,280	54,276	5.3%	8,217,187	7,976,139	241,048	3.0%	6
7 Treatment	1,693,914	1,630,761	63,153	3.9%	12,629,809	12,174,026	455,783	3.7%	7
8 Transmission and distribution	2,194,565	2,511,246	(316,681)	-12.6%	15,645,297	14,909,301	735,996	4.9%	8
9 Customer accounts	256,697	252,625	4,072	1.6%	2,254,530	2,246,031	8,499	0.4%	9
10 Customer service	332,209	222,384	109,825	49.4%	2,455,135	2,236,993	218,142	9.8%	10
11 Administration and general	(1,529,926)	1,110,350	(2,640,276)	-237.8%	12,219,985	11,348,730	871,255	7.7%	11
12 Payroll related	4,226,458	2,556,249	1,670,209	65.3%	24,680,131	23,998,688	681,443	2.8%	12
13 Maintenance of general plant	2,197,939	2,213,706	(15,767)	-0.7%	17,739,054	17,151,239	587,815	3.4%	13
14 Depreciation	3,074,342	3,028,355	45,987	1.5%	24,594,736	24,226,853	367,883	1.5%	14
15 Amortization	-	13,830	(13,830)	-100.0%	-	110,647	(110,647)	-100.0%	15
16 Provision for doubtful accounts	165,235	205,233	(39,998)	-19.5%	1,321,880	1,641,866	(319,986)	-19.5%	16
17 Provision for claims	125,957	375,372	(249,415)	-66.4%	862,613	1,355,308	(492,695)	-36.4%	17
18 Total operating expenses	13,807,946	15,136,391	(1,328,445)	-8.8%	122,620,357	119,375,821	3,244,536	2.7%	18
19 Operating income (loss)	1,225,918	(2,320,123)	3,546,041	-152.8%	(15,916,071)	(22,675,721)	6,759,650	-29.8%	19
<b>Non-operating revenues (expense):</b>									
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%	20
21 Three-mill tax	183,152	75,189	107,963	143.6%	13,121,422	12,771,669	349,753	2.7%	21
22 Six-mill tax	185,116	75,997	109,119	143.6%	13,262,028	12,908,551	353,477	2.7%	22
23 Nine-mill tax	277,482	113,918	163,564	143.6%	19,879,240	19,349,340	529,900	2.7%	23
24 Interest income	6,415	17,224	(10,809)	-62.8%	270,340	137,692	132,648	96.3%	24
25 Other Income	-	-	-	0.0%	283,796	210,308	73,488	34.9%	25
26 Interest expense	(2,385,511)	(183,841)	(2,201,670)	1197.6%	(2,385,511)	(365,662)	(2,019,849)	552.4%	26
27 Operating and maintenance grants	-	15,709	(15,709)	-100.0%	700	3,912,125	(3,911,425)	-100.0%	27
28 Total non-operating revenues	(1,733,346)	114,196	(1,847,542)	-1617.9%	44,432,015	48,924,023	(4,492,008)	-9.2%	28
29 Income before capital contributions	(507,428)	(2,205,927)	1,698,499	-77.0%	28,515,944	26,248,302	2,267,642	8.6%	29
30 Capital contributions	2,518,937	14,740,493	(12,221,556)	-82.9%	32,600,174	50,232,057	(17,631,883)	-35.1%	30
31 Change in net position	2,011,509	12,534,566	(10,523,057)	-84.0%	61,116,118	76,480,359	(15,364,241)	-20.1%	31
32 Net position, beginning of year					1,816,133,598	1,600,612,552	215,520,046	13.5%	32
33 Net position, end of year					1,877,248,716	1,677,092,911	200,155,805	11.9%	33

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## ALL SYSTEM FUNDS

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH BUDGET COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H
	MTD	MTD	MTD	%	YTD	YTD	YTD	%
	Actual	Budget	Variance		Actual	Budget	Variance	
Operating revenues:								
1 Sales of water and delinquent fees	6,786,843	5,986,274	782,569	13.1%	46,514,131	47,890,191	(1,376,060)	-2.9%
2 Sewerage service charges	7,959,087	7,094,144	864,944	12.2%	56,831,832	56,753,148	78,684	0.1%
3 Plumbing inspection and license fees	40,972	57,317	(16,345)	-28.5%	448,758	458,537	(9,779)	-2.1%
4 Other revenues	264,962	458,362	(193,400)	-42.2%	2,909,565	3,666,897	(757,332)	-20.7%
5 Total operating revenues	15,033,864	13,596,097	1,437,767	10.6%	106,704,286	108,768,773	(2,064,487)	-1.9%

Operating Expenses:								
6 Power and pumping	1,070,556	1,217,534	(146,978)	-12.1%	8,217,187	9,740,271	(1,523,084)	-15.6%
7 Treatment	1,693,914	1,877,133	(183,219)	-9.8%	12,629,809	15,017,066	(2,387,257)	-15.9%
8 Transmission and distribution	2,194,565	3,302,809	(1,108,244)	-33.6%	15,645,297	26,422,475	(10,777,178)	-40.8%
9 Customer accounts	256,697	430,619	(173,922)	-40.4%	2,254,530	3,444,954	(1,190,424)	-34.6%
10 Customer service	332,209	436,947	(104,738)	-24.0%	2,455,135	3,495,578	(1,040,443)	-29.8%
11 Administration and general	(1,529,926)	2,194,877	(3,724,803)	-169.7%	12,219,985	17,559,016	(5,339,031)	-30.4%
12 Payroll related	4,226,458	684,835	3,541,623	517.1%	24,680,131	5,478,683	19,201,448	350.5%
13 Maintenance of general plant	2,197,939	2,694,640	(496,701)	-18.4%	17,739,054	21,557,121	(3,818,067)	-17.7%
14 Depreciation	3,074,342	3,074,343	(1)	0.0%	24,594,736	24,594,745	(9)	0.0%
15 Amortization	-	-	-	0.0%	-	-	-	0.0%
16 Provision for doubtful accounts	165,235	-	165,235	0.0%	1,321,880	-	1,321,880	0.0%
17 Provision for claims	125,957	292,578	(166,621)	-56.9%	862,613	2,340,621	(1,478,008)	-63.1%
18 Total operating expenses	13,807,946	16,206,316	(2,398,370)	-14.8%	122,620,357	129,650,529	(7,030,172)	-5.4%
19 Operating income (loss)	1,225,918	(2,610,220)	3,836,138	-147.0%	(15,916,071)	(20,881,756)	4,965,685	-23.8%

Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	183,152	-	183,152	0.0%	13,121,422	13,311,740	(190,318)	-1.4%
22 Six-mill tax	185,116	-	185,116	0.0%	13,262,028	13,453,743	(191,715)	-1.4%
23 Nine-mill tax	277,482	-	277,482	0.0%	19,879,240	20,166,517	(287,277)	-1.4%
24 Interest income	6,415	-	6,415	0.0%	270,340	-	270,340	0.0%
25 Other Income	-	112,091	(112,091)	-100.0%	283,796	896,726	(612,930)	-68.4%
26 Interest expense	(2,385,511)	-	(2,385,511)	0.0%	(2,385,511)	-	(2,385,511)	0.0%
27 Operating and maintenance grants	-	1,190,745	(1,190,745)	-100.0%	700	9,525,963	(9,525,263)	-100.0%
28 Total non-operating revenues	(1,733,346)	1,302,836	(3,036,182)	-223.0%	44,432,015	57,354,689	(12,922,674)	-22.5%
29 Income before capital contributions	(507,428)	(1,307,383)	799,955	-61.2%	28,515,944	36,472,933	(7,956,989)	-21.8%
30 Capital contributions	2,518,937	-	2,518,937	0.0%	32,600,174	-	32,600,174	0.0%
31 Change in net position	2,011,509	(1,307,383)	3,318,892	-253.9%	61,116,118	36,472,933	24,643,185	67.6%
32 Net position, beginning of year					1,816,132,598	1,600,612,552	215,520,046	13.5%
33 Net position, end of year					1,877,248,716	1,615,975,201	261,273,515	16.2%



SEWERAGE AND WATER BOARD OF NEW ORLEANS  
ALL SYSTEM FUNDS  
STATEMENTS OF NET POSITION  
WITH PRIOR YEAR AND BEGINNING OF YEAR COMPARISONS  
AUGUST 2014

	Assets		Noncurrent assets:		Restricted cash, cash equivalents, and investments		Designated cash, cash equivalents, and investments		Current assets:		Deferred outflows or resources:	
	A	B	C	D	E	F	G					
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year					
1 Property, plant and equipment	2,767,321,518	201,317,522	7.3%	2,968,639,040	77,218,735	2.7%	2,891,420,305	1				
2 Less: accumulated depreciation	767,149,210	41,028,082	5.3%	808,177,292	24,594,738	3.1%	783,582,554	2				
3 Property, plant, and equipment, net	2,000,172,308	160,289,440	8.0%	2,160,461,748	52,623,997	2.5%	2,107,837,751	3				
4 Cash and cash equivalents restricted for capital projects	4,687,985	2,463,444	52.5%	7,151,429	2,595,856	57.0%	4,555,573	4				
5 Debt service reserve	58,042,619	(22,979,467)	-39.6%	35,063,152	1,657,887	5.0%	33,405,265	6				
6 Health insurance reserve	2,373,432	(45,932)	-1.9%	2,327,500	-	0.0%	2,327,500	7				
7 Total restricted cash, cash equivalents, and investments	65,104,036	(20,561,955)	-31.6%	44,542,081	4,253,743	10.6%	40,288,338	8				
8 Cash and cash equivalents designated for capital projects	55,744,226	76,909,581	138.0%	132,653,807	91,554,285	222.8%	41,099,522	8				
9 Customer deposits	9,991,803	598,446	6.0%	10,590,249	483,832	4.8%	10,106,417	9				
10 Other	4,143,017	(498,547)	-12.0%	3,644,470	6,645	0.2%	3,637,825	10				
11 Total designated cash and cash equivalents, and investments	69,879,046	77,009,480	110.2%	146,888,526	92,044,762	167.8%	54,843,764	11				
12 Cash and cash equivalents	25,450,508	22,524,854	88.5%	47,975,362	17,649,022	58.2%	30,326,340	12				
13 Customers (net of allowance for doubtful accounts)	12,158,690	3,515,729	28.9%	15,674,419	1,730,148	12.4%	13,944,271	13				
14 Taxes	7,632,207	365,899	4.8%	7,998,106	(121,096)	-1.5%	8,119,202	14				
15 Interest	115	-	0.0%	115	115	0.0%	-	15				
16 Grants	25,987,131	(8,006,180)	-30.8%	17,980,951	6,139,058	51.8%	11,841,893	16				
17 Miscellaneous	2,637,945	(972,989)	-36.9%	1,664,956	(1,852,592)	-52.7%	3,517,548	17				
18 Due from enterprise fund	-	-	0.0%	-	-	0.0%	-	18				
19 Inventory of supplies	7,698,326	(762,727)	-9.9%	6,935,599	-	0.0%	6,935,599	19				
20 Prepaid expenses	751,106	224,901	29.9%	976,007	-	0.0%	976,007	20				
21 Total unrestricted current assets	82,316,028	16,889,487	20.5%	99,205,515	23,544,655	31.1%	75,660,860	21				
22 Bond issue costs	1,657,272	(1,657,272)	-100.0%	-	-	0.0%	-	22				
23 Deposits	51,315	-	0.0%	51,315	-	0.0%	51,315	23				
24 Total other assets	1,708,587	(1,657,272)	-97.0%	51,315	-	0.0%	51,315	24				
25 TOTAL ASSETS	2,219,180,005	231,969,180	10.5%	2,451,149,185	172,467,157	7.6%	2,278,682,028	25				
26 Deferred charge on refunding	-	4,095,599	0.0%	4,095,599	4,095,599	0.0%	-	26				
27 TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	4,095,599	0.0%	4,095,599	4,095,599	0.0%	-	27				
28 TOTAL ASSETS AND TOTAL DEFERRED OUTFLOWS	2,219,180,005	236,064,779	10.5%	2,455,244,784	176,562,756	7.6%	2,278,682,028	28				

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## ALL SYSTEM FUNDS

STATEMENTS OF NET POSITION  
WITH PRIOR YEAR COMPARISONS  
AUGUST 2014

	A	B	C	D	E	F	G
	Prior			Current			Beginning of
	Year	Variance	%	Year	Variance	%	Year
<b>NET ASSETS AND LIABILITIES</b>							
<b>Net position</b>							
1 Net investments in capital assets	1,793,083,090	83,347,266	4.6%	1,876,430,356	(43,006,401)	-2.2%	1,919,436,757
2 Restricted for Debt Service	56,203,127	(23,037,265)	-41.0%	33,165,862	(239,403)	-0.7%	33,405,265
3 Unrestricted	(172,193,306)	139,845,804	-81.2%	(32,347,502)	104,361,906	-76.3%	(136,709,408)
4 Total net position	1,677,092,911	200,155,805	11.9%	1,877,248,716	61,116,102	3.4%	1,816,132,614
<b>Long-term liabilities</b>							
5 Claims payable	2,234,075	(320,468)	-14.3%	1,913,607	-	0.0%	1,913,607
6 Net pension obligation	13,173,169	5,128,131	38.9%	18,301,300	2,870,964	18.6%	15,430,336
7 Other postretirement benefits liability	53,073,241	6,176,015	11.6%	59,249,256	4,470,822	8.2%	54,778,434
8 Bonds payable (net of current maturities)	190,209,032	116,578,695	61.3%	306,787,727	136,531,733	80.2%	170,255,994
9 Special Community Disaster Loan Payable	25,166,747	(25,166,747)	-100.0%	-	-	0.0%	-
10 Southeast Louisiana Project liability	14,231,768	15,159,303	106.5%	29,391,071	-	0.0%	29,391,071
11 Debt Service Assistance Fund Loan payable	68,011,278	(2,132,243)	-3.1%	65,879,035	-	0.0%	65,879,035
12 Total long-term liabilities	366,099,310	115,422,686	31.5%	481,521,996	143,873,519	42.6%	337,648,477
<b>Current liabilities (payable from current assets)</b>							
13 Accounts payable and other liabilities	21,268,671	(943,697)	-4.4%	20,324,974	(17,297,087)	-46.0%	37,622,061
14 Due to City of New Orleans	875,669	(571,495)	-65.3%	304,174	144,052	90.0%	160,122
15 Disaster Reimbursement Revolving Loan	86,362,683	(68,995,853)	-79.8%	17,426,830	5,733,505	49.0%	11,693,325
16 Retainers and estimates payable	5,079,756	2,243,515	44.2%	7,323,251	774,970	11.8%	6,548,281
17 Due to other fund	78,013	198,229	254.1%	276,242	(2,397)	-0.9%	278,639
18 Accrued salaries, vacation and sick pay	9,969,900	11,762	0.1%	9,981,662	(1,575,720)	-13.6%	11,557,382
19 Claims payable	10,977,109	23,685	0.2%	11,000,794	-	0.0%	11,000,794
20 Debt Service Assistance Fund Loan payable	5,443,301	(1,404,799)	-25.8%	4,038,502	-	0.0%	4,038,502
21 Advances from federal government	-	10,887,732	0.0%	10,887,732	(0)	0.0%	10,887,732
22 Other Liabilities	5,404,086	(5,171,316)	-95.7%	232,770.00	204,662	728.1%	28,108
23 Total current liabilities (payable from current assets)	145,459,168	(63,662,237)	-43.8%	81,796,931	(12,018,015)	-12.8%	93,814,946
<b>Current liabilities (payable from restricted assets)</b>							
24 Accrued interest	2,395,406	(498,116)	-20.8%	1,897,290	(346,291)	-15.4%	2,243,581
25 Bonds payable	17,382,000	(15,477,000)	-89.0%	1,905,000	(16,240,000)	-89.5%	18,145,000
26 Retainers and estimates payable	759,406	(474,804)	-62.5%	284,602	(306,591)	-51.8%	590,993
27 Customer deposits	9,991,803	598,446	6.0%	10,590,249	483,832	4.8%	10,106,417
28 Total current liabilities (payable from restricted assets)	30,528,615	(15,851,474)	-51.9%	14,677,141	(16,408,850)	-52.8%	31,085,991
29 Total current liabilities	175,987,783	(79,513,711)	-45.2%	96,474,072	(28,426,865)	-22.8%	124,900,937
30 Total liabilities	542,087,093	(81,645,954)	-15.1%	577,996,068	115,446,654	25.0%	462,549,414
31 TOTAL NET POSITION AND LIABILITIES	2,219,180,004	118,509,851	5.3%	2,455,244,784	176,562,756	7.7%	2,278,682,028

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
ALL SYSTEM FUNDS  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
	Current Year	Prior Year	Variance		
<b>Cash flows from operating activities</b>					
1 Cash received from customers	100,921,819	94,102,552	6,819,267	7.2%	1
2 Cash payments to suppliers for goods and services	(71,753,239)	(50,651,495)	(21,101,744)	41.7%	2
3 Cash payments to employees for services	(40,183,073)	(36,476,849)	(3,706,224)	10.2%	3
4 Other revenue	5,210,915	3,066,737	2,144,178	69.9%	4
5 Net cash used in operating activities	(5,803,578)	10,040,945	(15,844,523)	-157.8%	5
<b>Cash flows from noncapital financing activities</b>					
6 Proceeds from property taxes	46,667,582	45,239,868	1,427,714	3.2%	6
7 Proceeds from federal operating and maintenance grants	4,189,318	3,912,125	277,193	7.1%	7
8 Cash received paid to an other government	-	-	-	0.0%	8
9 Net cash provided by noncapital financing activities	50,856,900	49,151,993	1,704,907	3.5%	9
<b>Cash flows from capital and related financing activities</b>					
10 Acquisition and construction of capital assets	(34,571,880)	(69,174,160)	34,602,280	-50.0%	10
11 Principal payments on bonds payable	(13,695,000)	807,098	(14,502,098)	-1796.8%	11
12 Proceeds from bonds payable	284,063,460	-	284,063,460	0.0%	12
13 Payments for bond issuance costs	-	-	-	0.0%	13
14 Payment to refunded bond escrow agent	(154,451,191)	-	(154,451,191)	0.0%	14
15 Interest paid on bonds payable	(3,155,661)	(365,662)	(2,789,999)	763.0%	15
16 Proceeds from construction fund, net	5,733,487	990,438	4,743,049	478.9%	16
17 Capital contributed by developers and federal grants	(15,231,811)	47,233,249	(62,465,060)	-132.2%	17
18 Net cash used in capital and related financing activities	68,691,404	(20,509,037)	89,200,441	-434.9%	18
<b>Cash flows from investing activities</b>					
19 Payments for purchase of investments	-	-	-	0.0%	19
20 Proceeds from maturities of investments	1,692,754	(8,724,082)	10,416,836	-119.4%	20
21 Investment income	202,801	137,692	65,109	47.3%	21
22 Net cash provided by investing activities	1,895,555	(8,586,390)	10,481,945	-122.1%	22
23 Net increase in cash	115,640,281	30,097,511	85,542,770	284.2%	23
24 Cash at the beginning of the year	119,451,442	53,609,542	65,841,900	122.8%	24
25 Cash at the end of the period	235,091,723	83,707,053	151,384,670	180.9%	25
<b>Reconciliation of cash and restricted cash</b>					
26 Current assets - cash	47,975,362	25,450,508	22,524,854	88.5%	26
27 Current assets - designated	125,803,734	-	125,803,734	0.0%	27
28 Restricted assets -cash	61,312,627	58,256,545	3,056,082	5.2%	28
29 Total cash	235,091,723	83,707,053	151,384,670	180.9%	29

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
ALL SYSTEM FUNDS  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
	Current Year	Prior Year	Variance		
Reconciliation of operating loss to net cash used in operating activities is as follows:					
1 Operating loss	(15,916,071)	(22,675,721)	6,759,650	-29.8%	1
Adjustments to reconcile net operating loss to net cash used in operating activities:					
2 Depreciation	24,594,736	24,226,853	367,883	1.5%	2
3 Provision for claims	862,613	1,355,308	(492,695)	-36.4%	3
4 Provision for (revision) doubtful accounts	1,321,880	1,641,866	(319,986)	-19.5%	4
5 Amortization	-	110,647	(110,647)	-100.0%	5
Change in operating assets and liabilities:					
6 (Increase) decrease in customer and other receivables	(2,568,196)	(245,485)	(2,322,711)	946.2%	6
7 Increase in inventory	-	1	(1)	-100.0%	7
8 Increase (decrease) in prepaid expenses and other receivables	1,852,592	(902)	1,853,494	-205487.1%	8
9 Decrease in net pension asset	-	-	-	0.0%	9
10 Increase (decrease) in accounts payable	(20,997,514)	-	(20,997,514)	0.0%	10
11 Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(1,578,117)	(1,633,397)	55,280	-3.4%	11
12 Increase in net other postretirement benefits liability	4,470,822	5,001,038	(530,216)	-10.6%	12
13 Increase (decrease) in net pension obligation	2,870,964	2,049,279	821,685	40.1%	13
14 Decrease in other liabilities	(717,287)	211,458	(928,745)	-439.2%	14
15 Net cash used in operating activities	(5,803,578)	10,040,945	(15,844,523)	-157.8%	15

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## WATER SYSTEM FUND

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH PRIOR YEAR COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H	
	MTD	MTD	MTD	%	YTD	YTD	YTD	%	
	Actual	Prior Year	Variance		Actual	Prior Year	Variance		
Operating revenues:									
1 Sales of water and delinquent fees	6,768,843	5,651,402	1,117,441	19.8%	46,514,131	41,790,948	4,723,183	11.3%	1
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%	2
3 Plumbing inspection and license fees	20,486	30,220	(9,734)	-32.2%	224,379	202,377	22,002	10.9%	3
4 Other revenues	224,892	249,771	(24,879)	-10.0%	1,959,575	2,101,761	(142,186)	-6.8%	4
5 Total operating revenues	7,014,221	5,931,393	1,082,828	18.3%	48,698,085	44,095,086	4,602,999	10.4%	5
Operating Expenses:									
6 Power and pumping	265,227	288,400	(23,173)	-8.0%	1,866,842	2,478,774	(611,932)	-24.7%	6
7 Treatment	653,823	689,425	(35,602)	-5.2%	5,383,546	4,875,059	508,487	10.4%	7
8 Transmission and distribution	1,214,346	1,571,653	(357,307)	-22.7%	10,015,075	8,849,009	1,166,066	13.2%	8
9 Customer accounts	128,076	124,695	3,381	2.7%	1,124,946	1,108,488	16,458	1.5%	9
10 Customer service	159,348	111,192	48,156	43.3%	1,181,924	1,118,498	63,426	5.7%	10
11 Administration and general	(741,702)	345,647	(1,087,349)	-314.6%	4,409,744	3,667,580	742,164	20.2%	11
12 Payroll related	1,864,973	972,384	892,589	91.8%	10,621,502	9,198,794	1,422,708	15.5%	12
13 Maintenance of general plant	1,393,146	1,118,757	274,389	24.5%	9,441,296	9,025,898	415,398	4.6%	13
14 Depreciation	1,046,508	1,085,121	(38,613)	-3.6%	8,372,064	8,680,975	(308,911)	-3.6%	14
15 Amortization	-	1,555	(1,555)	-100.0%	-	12,444	(12,444)	-100.0%	15
16 Provision for doubtful accounts	117,022	162,843	(45,821)	-28.1%	936,176	1,302,745	(366,569)	-28.1%	16
17 Provision for claims	50,039	125,124	(75,085)	-60.0%	357,008	457,064	(100,056)	-21.9%	17
18 Total operating expenses	6,150,806	6,596,796	(445,990)	-6.8%	53,710,123	50,775,328	2,934,795	5.8%	18
19 Operating income (loss)	863,415	(665,403)	1,528,818	-229.8%	(5,012,038)	(6,680,242)	1,668,204	-25.0%	19
Non-operating revenues (expense):									
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%	20
21 Three-mill tax	-	-	-	0.0%	-	-	-	0.0%	21
22 Six-mill tax	-	-	-	0.0%	-	-	-	0.0%	22
23 Nine-mill tax	-	-	-	0.0%	-	-	-	0.0%	23
24 Interest income	3,086	4,389	(1,303)	-29.7%	101,011	35,719	65,292	182.8%	24
25 Other Income	-	-	-	0.0%	126,289	93,587	32,702	34.9%	25
26 Interest expense	(1,040,131)	(183,841)	(856,290)	465.8%	(1,040,131)	(365,662)	(674,469)	184.5%	26
27 Operating and maintenance grants	-	25	(25)	-100.0%	654	3,844,278	(3,843,624)	-100.0%	27
28 Total non-operating revenues	(1,037,045)	(179,427)	(857,618)	478.0%	(812,177)	3,607,922	(4,420,099)	-122.5%	28
29 Income before capital contributions	(173,630)	(844,830)	671,200	-79.4%	(5,824,215)	(3,072,320)	(2,751,895)	89.6%	29
30 Capital contributions	1,334,902	2,853,523	(1,518,621)	-53.2%	7,234,115	28,726,847	(21,492,732)	-74.8%	30
31 Change in net position	1,161,272	2,008,693	(847,421)	-42.2%	1,409,900	25,654,527	(24,244,627)	-94.5%	31
32 Net position, beginning of year					313,268,717	224,764,583	88,504,134	39.4%	32
33 Net position, end of year					314,678,617	250,419,110	64,259,507	25.7%	33

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## WATER SYSTEM FUND

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH BUDGET COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H	
	MTD	MTD	MTD	%	YTD	YTD	YTD	%	
	Actual	Budget	Variance		Actual	Budget	Variance		
Operating revenues:									
1 Sales of water and delinquent fees	6,768,843	5,986,274	782,569	13.1%	46,514,131	47,890,191	(1,376,060)	-2.9%	1
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%	2
3 Plumbing inspection and license fees	20,486	28,659	(8,173)	-28.5%	224,379	229,269	(4,890)	-2.1%	3
4 Other revenues	224,892	258,196	(33,304)	-12.9%	1,959,575	2,065,569	(105,994)	-5.1%	4
5 Total operating revenues	7,014,221	6,273,129	741,092	11.8%	48,698,085	50,185,029	(1,486,944)	-3.0%	5

Operating Expenses:									
6 Power and pumping	265,227	292,253	(27,026)	-9.2%	1,866,842	2,338,027	(471,185)	-20.2%	6
7 Treatment	653,823	821,837	(168,014)	-20.4%	5,383,546	6,574,694	(1,191,148)	-18.1%	7
8 Transmission and distribution	1,214,346	1,788,768	(574,422)	-32.1%	10,015,075	14,310,141	(4,295,066)	-30.0%	8
9 Customer accounts	128,076	215,008	(86,932)	-40.4%	1,124,946	1,720,060	(595,114)	-34.6%	9
10 Customer service	159,348	212,457	(53,109)	-25.0%	1,181,924	1,699,657	(517,733)	-30.5%	10
11 Administration and general	(741,702)	832,077	(1,573,779)	-189.1%	4,409,744	6,656,615	(2,246,871)	-33.8%	11
12 Payroll related	1,864,973	319,855	1,545,119	483.1%	10,621,502	2,558,836	8,062,666	315.1%	12
13 Maintenance of general plant	1,393,146	1,147,973	245,173	21.4%	9,441,296	9,183,783	257,513	2.8%	13
14 Depreciation	1,046,508	1,046,508	0	0.0%	8,372,064	8,372,063	1	0.0%	14
15 Amortization	-	-	-	0.0%	-	-	-	0.0%	15
16 Provision for doubtful accounts	117,022	-	117,022	0.0%	936,176	-	936,176	0.0%	16
17 Provision for claims	50,039	110,446	(60,407)	-54.7%	357,008	883,564	(526,556)	-59.6%	17
18 Total operating expenses	6,130,806	6,787,180	(636,374)	-9.4%	53,710,123	54,297,441	(587,318)	-1.1%	18
19 Operating income (loss)	863,415	(514,052)	1,377,467	-268.0%	(5,012,038)	(4,112,412)	(899,626)	21.9%	19

Non-operating revenues (expense):									
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%	20
21 Three-mill tax	-	-	-	0.0%	-	-	-	0.0%	21
22 Six-mill tax	-	-	-	0.0%	-	-	-	0.0%	22
23 Nine-mill tax	-	-	-	0.0%	-	-	-	0.0%	23
24 Interest income	3,086	-	3,086	0.0%	101,011	-	101,011	0.0%	24
25 Other Income	-	18,257	(18,257)	-100.0%	126,289	146,059	(19,770)	-13.5%	25
26 Interest expense	(1,040,131)	-	(1,040,131)	0.0%	(1,040,131)	-	(1,040,131)	0.0%	26
27 Operating and maintenance grants	-	-	-	0.0%	654	-	654	0.0%	27
28 Total non-operating revenues	(1,037,045)	18,257	(1,055,302)	-5780.1%	(812,177)	146,059	(958,236)	-656.1%	28
29 Income before capital contributions	(173,630)	(495,794)	322,164	-65.0%	(5,824,215)	(3,966,353)	(1,857,862)	46.8%	29
30 Capital contributions	1,334,902	-	1,334,902	0.0%	7,234,115	-	7,234,115	0.0%	30
31 Change in net position	1,161,272	(495,794)	1,657,066	-334.2%	1,409,900	-	-	-	31
32 Net position, beginning of year					313,268,717	224,764,583	88,504,134	39.4%	32
33 Net position, end of year					314,678,617	224,764,583	89,914,034	40.0%	33

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
WATER SYSTEM FUND  
STATEMENTS OF NET POSITION  
WITH PRIOR YEAR AND BEGINNING OF YEAR COMPARISONS  
AUGUST 2014

	Assets						
	A	B	C	D	E	F	G
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
Noncurrent assets:							
1 Property, plant and equipment	651,330,237	42,338,723	6.5%	693,668,960	22,228,081	3.3%	671,440,879
2 Less: accumulated depreciation	297,948,549	14,759,862	5.0%	312,708,411	8,572,065	2.8%	304,336,346
3 Property, plant, and equipment, net	353,381,688	27,578,861	7.8%	380,960,549	13,856,016	3.8%	367,104,533
Restricted cash, cash equivalents, and investments							
4 Cash and cash equivalents restricted for capital projects	2,412,124	173,931	7.2%	2,586,055	(613)	0.0%	2,586,668
5 Debt service reserve	10,910,283	1,014,789	9.3%	11,925,072	6,633,482	125.4%	5,291,590
6 Health insurance reserve	791,144	(15,310)	-1.9%	775,834	-	0.0%	775,834
7 Total restricted cash, cash equivalents, and investments	14,113,551	1,173,410	8.3%	15,286,961	6,632,869	76.6%	8,654,092
Designated cash, cash equivalents, and investments							
8 Cash and cash equivalents designated for capital projects	15,345,220	51,472,166	335.4%	66,817,386	53,471,111	400.6%	13,346,275
9 Customer deposits	9,991,803	598,446	6.0%	10,590,249	483,832	4.8%	10,106,417
10 Other	1,537,534	19,712	1.3%	1,557,246	2,558	0.2%	1,554,688
11 Total designated cash and cash equivalents, and investments	26,874,557	52,090,324	193.8%	78,964,881	53,957,501	215.8%	25,007,380
Current assets:							
Unrestricted and undesignated							
12 Cash and cash equivalents	3,181,894	11,841,554	372.2%	15,023,448	(1,006,277)	-6.7%	16,029,725
Accounts receivable:							
13 Customers (net of allowance for doubtful accounts)	6,089,829	1,946,287	32.0%	8,036,116	686,923	8.5%	7,349,193
14 Taxes	-	-	0.0%	-	-	0.0%	-
15 Interest	-	-	0.0%	-	-	0.0%	-
16 Grants	10,485,598	(2,703,443)	-25.8%	7,782,155	5,386,217	224.8%	2,395,938
17 Miscellaneous	777,614	(85,719)	-11.0%	691,895	(150,482)	-17.9%	842,377
18 Due from enterprise fund	(24,151,892)	20,087,258	-83.2%	(4,064,634)	5,549,673	-57.7%	(9,614,307)
19 Inventory of supplies	4,625,040	(96,615)	-2.1%	4,528,425	-	0.0%	4,528,425
20 Prepaid expenses	430,714	74,967	17.4%	505,681	-	0.0%	505,681
21 Total unrestricted current assets	1,438,797	31,064,289	2159.0%	32,503,086	10,466,054	47.5%	22,037,032
Other assets:							
22 Bond issue costs	154,792	(154,792)	-100.0%	-	-	0.0%	-
23 Deposits	22,950	-	0.0%	22,950	-	0.0%	22,950
24 Total other assets	177,742	(154,792)	-87.1%	22,950	-	0.0%	22,950
25 TOTAL ASSETS	395,986,335	111,752,092	28.2%	507,738,427	84,912,440	20.1%	422,825,987
Deferred outflows or resources:							
26 Deferred charge on refunding	-	34,901	0.0%	34,901	34,901	0.0%	-
27 TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	34,901	0.0%	34,901	34,901	0.0%	-
28 TOTAL ASSETS AND TOTAL DEFERRED OUTFLOWS	395,986,335	111,786,993	0	507,773,328	84,947,341	0	422,825,987

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## WATER SYSTEM FUND

STATEMENTS OF NET POSITION  
WITH PRIOR YEAR COMPARISONS

AUGUST 2014

## NET ASSETS AND LIABILITIES

## Net position

	A	B	C	D	E	F	G
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
1 Net investments in capital assets	321,390,301	(43,284,402)	-13.5%	278,105,899	(61,189,593)	-18.0%	339,295,492
2 Restricted for Debt Service	10,643,050	1,090,881	10.2%	11,733,931	6,442,341	121.7%	5,291,590
3 Unrestricted	(81,614,241)	106,453,028	-130.4%	24,838,787	56,157,143	-179.3%	(31,318,356)
4 Total net position	250,419,110	64,259,507	25.7%	314,678,617	1,409,891	0.5%	313,268,726

## Long-term liabilities

5 Claims payable	744,692	(106,823)	-14.3%	637,869	-	0.0%	637,869
6 Net pension obligation	4,295,899	1,709,377	39.8%	6,005,276	956,988	19.0%	5,048,288
7 Other postretirement benefits liability	20,132,246	2,058,672	10.2%	22,190,918	1,490,274	7.2%	20,700,644
8 Bonds payable (net of current maturities)	29,744,029	81,484,019	274.0%	111,228,048	85,964,007	340.3%	25,264,041
9 Special Community Disaster Loan Payable	25,166,747	(25,166,747)	-100.0%	-	-	0.0%	-
10 Southeast Louisiana Project liability	-	-	0.0%	-	-	0.0%	-
11 Debt Service Assistance Fund Loan payable	5,966,371	(177,426)	-3.0%	5,788,945	-	0.0%	5,788,945
12 Total long-term liabilities	86,049,984	59,801,072	69.5%	145,851,056	88,411,269	153.9%	57,439,787

## Current liabilities (payable from current assets)

13 Accounts payable and other liabilities	11,001,501	(1,873,847)	-17.0%	9,127,654	(7,104,515)	-43.8%	16,232,169
14 Due to City of New Orleans	875,669	(571,495)	-65.3%	304,174	144,052	90.0%	160,122
15 Disaster Reimbursement Revolving Loan	19,558,459	(12,586,431)	-64.4%	6,972,028	4,576,820	191.1%	2,395,208
16 Retainers and estimates payable	1,316,309	1,027,911	78.1%	2,344,220	272,855	13.2%	2,071,365
17 Due to other fund	38,226	97,132	254.1%	135,358	(815)	-0.6%	136,173
18 Accrued salaries, vacation and sick pay	4,350,466	395,751	9.1%	4,746,217	(695,383)	-12.8%	5,441,600
19 Claims payable	3,775,987	206,907	5.5%	3,982,894	-	0.0%	3,982,894
20 Debt Service Assistance Fund Loan payable	516,582	(161,713)	-31.3%	354,869	-	0.0%	354,869
21 Advances from federal government	-	8,182,773	0.0%	8,182,773	(0)	0.0%	8,182,773
22 Other Liabilities	5,056,120	(4,826,251)	-95.5%	229,869	212,263	1205.6%	17,606
23 Total current liabilities (payable from current assets)	46,489,319	(10,109,263)	-21.7%	36,380,056	(2,594,723)	-6.7%	38,974,779

## Current liabilities (payable from restricted assets)

24 Accrued interest	267,233	(76,091)	-28.5%	191,142	(57,251)	-23.0%	248,393
25 Bonds payable	2,526,000	(2,526,000)	-100.0%	-	(2,545,000)	-100.0%	2,545,000
26 Retainers and estimates payable	242,886	(160,678)	-66.2%	82,208	(160,677)	-66.2%	242,885
27 Customer deposits	9,991,803	598,446	6.0%	10,590,249	483,832	4.8%	10,106,417
28 Total current liabilities (payable from restricted assets)	13,027,922	(2,164,323)	-16.6%	10,863,599	(2,279,096)	-17.3%	13,142,695

## Total current liabilities

## Total liabilities

## TOTAL NET POSITION AND LIABILITIES

29	59,517,241	(12,273,586)	-20.6%	47,243,655	(4,873,819)	-9.4%	52,117,474
30	145,567,225	47,527,486	32.6%	193,094,711	83,537,450	76.3%	109,557,261
31	395,986,335	111,786,993	28.2%	507,773,328	84,947,341	20.1%	422,825,987



SEWERAGE AND WATER BOARD OF NEW ORLEANS  
WATER SYSTEM FUND  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
	Current Year	Prior Year	Variance		
<b>Cash flows from operating activities</b>					
1 Cash received from customers	45,518,916	42,629,891	2,889,025	6.8%	1
2 Cash payments to suppliers for goods and services	(30,272,607)	(24,677,126)	(5,595,481)	22.7%	2
3 Cash payments to employees for services	(25,758,992)	(22,325,441)	(3,433,551)	15.4%	3
4 Other revenue	2,334,436	2,227,311	107,125	4.8%	4
5 Net cash used in operating activities	(8,178,247)	(2,145,365)	(6,032,882)	281.2%	5
<b>Cash flows from noncapital financing activities</b>					
6 Proceeds from property taxes	126,289	93,587	32,702	34.9%	6
7 Proceeds from federal operating and maintenance grants	3,770,115	3,844,278	(74,163)	-1.9%	7
8 Cash received paid to an other government	-	-	-	0.0%	8
9 Net cash provided by noncapital financing activities	3,896,404	3,937,865	(41,461)	-1.1%	9
<b>Cash flows from capital and related financing activities</b>					
10 Acquisition and construction of capital assets	(21,389,310)	(21,801,012)	411,702	-1.9%	10
11 Principal payments on bonds payable	-	-	-	0.0%	11
12 Proceeds from bonds payable	111,224,183	-	111,224,183	0.0%	12
13 Payments for bond issuance costs	-	-	-	0.0%	13
14 Payment to refunded bond escrow agent	(27,884,012)	-	(27,884,012)	0.0%	14
15 Interest paid on bonds payable	(827,868)	(365,662)	(462,206)	126.4%	15
16 Proceeds from construction fund, net	4,576,811	(4,403,109)	8,979,920	-203.9%	16
17 Capital contributed by developers and federal grants	(1,921,563)	31,428,518	(33,350,081)	-106.1%	17
18 Net cash used in capital and related financing activities	63,778,241	4,858,735	58,919,506	1212.7%	18
<b>Cash flows from investing activities</b>					
19 Payments for purchase of investments	-	-	-	0.0%	19
20 Proceeds from maturities of investments	1,692,754	1,153,983	538,771	46.7%	20
21 Investment income	87,695	35,719	51,976	145.5%	21
22 Net cash provided by investing activities	1,780,449	1,189,702	590,747	49.7%	22
23 Net increase in cash	61,276,847	7,840,937	53,435,910	681.5%	23
24 Cash at the beginning of the year	43,741,197	7,381,186	36,360,011	492.6%	24
25 Cash at the end of the period	105,018,044	15,222,123	89,795,921	589.9%	25
<b>Reconciliation of cash and restricted cash</b>					
26 Current assets - cash	15,023,448	3,181,894	11,841,554	372.2%	26
27 Current assets - designated	77,407,635	-	77,407,635	0.0%	27
28 Restricted assets - cash	12,586,961	12,040,229	546,732	4.5%	28
29 Total cash	105,018,044	15,222,123	89,795,921	589.9%	29

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
WATER SYSTEM FUND  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
	Current Year	Prior Year	Variance		
Reconciliation of operating loss to net cash used in Operating activities is as follows:					
1 Operating loss	(5,012,038)	(6,680,242)	1,668,204	-25.0%	1
Adjustments to reconcile net operating loss to net cash used in operating activities:					
2 Depreciation	8,372,064	8,680,975	(308,911)	-3.6%	2
3 Provision for claims	357,008	457,064	(100,056)	-21.9%	3
4 Provision for (revision) doubtful accounts	936,176	1,302,745	(366,569)	-28.1%	4
5 Amortization	-	12,444	(12,444)	-100.0%	5
Change in operating assets and liabilities:					
6 (Increase) decrease in customer and other receivables	(1,139,267)	(79,010)	(1,060,257)	1341.9%	6
7 Increase in inventory	-	-	-	0.0%	7
8 Increase (decrease) in prepaid expenses and other receivables	(5,399,191)	(8,202,193)	2,803,002	-34.2%	8
9 Decrease in net pension asset	-	-	-	0.0%	9
10 Increase (decrease) in accounts payable	(7,831,107)	-	(7,831,107)	0.0%	10
11 Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(696,198)	(759,772)	63,574	-8.4%	11
12 Increase in net other postretirement benefits liability	1,490,274	1,667,013	(176,739)	-10.6%	12
13 Increase (decrease) in net pension obligation	956,988	683,093	273,895	40.1%	13
14 Decrease in other liabilities	(212,956)	772,518	(985,474)	-127.6%	14
15 Net cash used in operating activities	(8,178,247)	(2,145,365)	(6,032,882)	281.2%	15

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## SEWER SYSTEM FUND

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH PRIOR YEAR COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H
	MTD	MTD	MTD	%	YTD	YTD	YTD	%
	Actual	Prior Year	Variance		Actual	Prior Year	Variance	
Operating revenues:								
1 Sales of water and delinquent fees	-	-	-	0.0%	-	-	-	0.0%
2 Sewerage service charges	7,959,087	6,762,289	1,196,798	17.7%	56,831,832	51,436,759	5,395,073	10.5%
3 Plumbing inspection and license fees	20,486	30,220	(9,734)	-32.2%	224,379	202,377	22,002	10.9%
4 Other revenues	37,843	92,110	(54,267)	-58.9%	371,204	430,773	(59,569)	-13.8%
5 Total operating revenues	8,017,416	6,884,619	1,132,797	16.5%	57,427,415	52,069,909	5,357,506	10.3%

Operating Expenses:								
6 Power and pumping	250,586	245,809	4,777	1.9%	1,823,153	1,906,392	(83,239)	-4.4%
7 Treatment	1,030,110	941,336	88,774	9.4%	7,179,104	7,298,967	(119,863)	-1.6%
8 Transmission and distribution	917,645	774,243	143,402	18.5%	5,156,819	4,823,657	333,162	6.9%
9 Customer accounts	128,076	124,695	3,381	2.7%	1,124,943	1,108,486	16,457	1.5%
10 Customer service	160,755	111,192	49,563	44.6%	1,195,918	1,118,495	77,423	6.9%
11 Administration and general	(1,041,555)	362,609	(1,404,164)	-387.2%	4,172,987	3,820,485	352,502	9.2%
12 Payroll related	1,328,565	856,104	472,461	55.2%	7,831,910	8,020,714	(188,804)	-2.4%
13 Maintenance of general plant	185,146	337,768	(152,622)	-45.2%	2,491,518	2,491,518	344,202	13.8%
14 Depreciation	1,011,382	951,443	59,939	6.3%	8,091,056	7,611,550	479,506	6.3%
15 Amortization	-	11,307	(11,307)	-100.0%	-	90,457	(90,457)	-100.0%
16 Provision for doubtful accounts	48,213	42,390	5,823	13.7%	385,704	339,121	46,583	13.7%
17 Provision for claims	31,870	125,124	(93,254)	-74.5%	229,817	400,957	(171,140)	-42.7%
18 Total operating expenses	4,050,793	4,884,020	(833,227)	-17.1%	40,027,131	39,030,799	996,332	2.6%
19 Operating income (loss)	3,966,623	2,000,599	1,966,024	98.3%	17,400,284	13,039,110	4,361,174	33.4%

Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	-	-	-	0.0%	-	-	-	0.0%
22 Six-mill tax	-	-	-	0.0%	-	-	-	0.0%
23 Nine-mill tax	-	-	-	0.0%	-	-	-	0.0%
24 Interest income	1,069	2,002	(933)	-46.6%	124,066	40,779	83,287	204.2%
25 Other Income	-	-	-	0.0%	157,507	116,721	40,786	34.9%
26 Interest expense	(1,345,380)	-	(1,345,380)	0.0%	(1,345,380)	-	(1,345,380)	0.0%
27 Operating and maintenance grants	-	15,684	(15,684)	-100.0%	23	67,847	(67,824)	-100.0%
28 Total non-operating revenues	(1,344,311)	17,686	(1,361,997)	-7701.0%	(1,063,784)	225,347	(1,289,131)	-572.1%

29 Income before capital contributions	2,622,312	2,018,285	604,027	29.9%	16,336,500	13,264,457	3,072,043	23.2%
30 Capital contributions	893,040	11,764,462	(10,871,422)	-92.4%	17,600,363	20,183,462	(2,583,099)	-12.8%
31 Change in net position	3,515,352	13,782,747	(10,267,395)	-74.5%	33,936,863	33,447,919	488,944	1.5%
32 Net position, beginning of year					666,666,891	571,754,632	94,912,259	16.6%
33 Net position, end of year					700,603,754	605,202,551	95,401,203	15.8%

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## SEWER SYSTEM FUND

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH BUDGET COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H
	MTD	MTD	MTD	%	YTD	YTD	YTD	%
	Actual	Budget	Variance		Actual	Budget	Variance	
Operating revenues:								
1 Sales of water and delinquent fees	-	-	-	0.0%	-	-	-	0.0%
2 Sewerage service charges	7,959,087	7,094,144	864,944	12.2%	56,831,832	56,753,148	78,684	0.1%
3 Plumbing inspection and license fees	20,486	28,659	(8,173)	-28.5%	224,379	229,269	(4,890)	-2.1%
4 Other revenues	37,843	200,166	(162,323)	-81.1%	371,204	1,601,328	(1,230,124)	-76.8%
5 Total operating revenues	8,017,416	7,322,968	694,448	9.5%	57,427,415	58,583,745	(1,156,330)	-2.0%

Operating Expenses:								
6 Power and pumping	250,586	215,808	34,778	16.1%	1,823,153	1,726,467	96,686	5.6%
7 Treatment	1,030,110	1,041,038	(10,928)	-1.0%	7,179,104	8,328,307	(1,149,203)	-13.8%
8 Transmission and distribution	917,645	1,418,602	(500,957)	-35.3%	5,156,819	11,348,815	(6,191,996)	-54.6%
9 Customer accounts	128,076	215,007	(86,931)	-40.4%	1,124,943	1,720,059	(595,116)	-34.6%
10 Customer service	160,755	214,544	(53,789)	-25.1%	1,195,918	1,716,354	(520,436)	-30.3%
11 Administration and general	(1,041,555)	735,527	(1,777,082)	-241.6%	4,172,987	5,884,215	(1,711,228)	-29.1%
12 Payroll related	1,328,565	203,787	1,124,778	551.9%	7,831,910	1,630,299	6,201,611	380.4%
13 Maintenance of general plant	185,146	246,015	(60,869)	-24.7%	2,835,720	1,968,123	867,597	44.1%
14 Depreciation	1,011,382	1,011,383	(1)	0.0%	8,091,056	8,091,060	(4)	0.0%
15 Amortization	-	-	-	0.0%	-	-	-	0.0%
16 Provision for doubtful accounts	48,213	-	48,213	0.0%	385,704	-	385,704	0.0%
17 Provision for claims	31,870	77,172	(45,302)	-58.7%	229,817	617,373	(387,556)	-62.8%
18 Total operating expenses	4,050,793	5,378,884	(1,328,091)	-24.7%	40,027,131	43,031,071	(3,003,940)	-7.0%
19 Operating income (loss)	3,966,623	1,944,084	2,022,539	104.0%	17,400,284	15,552,674	1,847,610	11.9%

Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	-	-	-	0.0%	-	-	-	0.0%
22 Six-mill tax	-	-	-	0.0%	-	-	-	0.0%
23 Nine-mill tax	-	-	-	0.0%	-	-	-	0.0%
24 Interest income	1,069	-	1,069	0.0%	124,066	-	124,066	0.0%
25 Other Income	-	-	-	0.0%	157,507	-	157,507	0.0%
26 Interest expense	(1,345,380)	-	(1,345,380)	0.0%	(1,345,380)	-	(1,345,380)	0.0%
27 Operating and maintenance grants	-	1,190,745	(1,190,745)	-100.0%	23	9,525,963	(9,525,940)	-100.0%
28 Total non-operating revenues	(1,344,311)	1,190,745	(2,535,056)	-212.9%	(1,063,784)	9,525,963	(10,589,747)	-111.2%
29 Income before capital contributions	2,622,312	3,134,830	(512,518)	-16.3%	16,336,500	25,078,637	(8,742,137)	-34.9%
30 Capital contributions	893,040	-	893,040	0.0%	17,600,363	-	17,600,363	0.0%
31 Change in net position	3,515,352	3,134,830	380,522	12.1%	33,936,863	-	-	-
32 Net position, beginning of year	-	-	-	-	666,666,891	571,754,632	94,912,259	16.6%
33 Net position, end of year	-	-	-	-	700,603,754	571,754,632	128,849,122	22.5%

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
SEWER SYSTEM FUND  
STATEMENTS OF NET POSITION  
WITH PRIOR YEAR AND BEGINNING OF YEAR COMPARISONS  
AUGUST 2014

	A		B		C		D		E		F		G	
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year							
Assets														
Noncurrent assets:														
1 Property, plant and equipment	1,044,329,856	61,851,641	5.9%	1,106,181,497	27,523,745	2.6%	1,078,657,752	1						
2 Less: accumulated depreciation	210,317,849	11,995,465	5.7%	222,313,314	8,091,057	3.8%	214,222,257	2						
3 Property, plant, and equipment, net	834,012,007	49,856,176	6.0%	883,868,183	19,432,688	2.2%	864,435,495	3						
Restricted cash, cash equivalents, and investments														
4 Cash and cash equivalents restricted for capital projects	552,967	(430,702)	-77.9%	122,265	(122,301)	-50.0%	244,566	4						
5 Debt service reserve	45,375,967	(24,271,008)	-53.5%	21,104,959	(6,917,941)	-24.7%	28,022,900	5						
6 Health insurance reserve	791,144	(15,311)	-1.9%	775,833	-	0.0%	775,833	6						
7 Total restricted cash, cash equivalents, and investments	46,720,078	(24,717,021)	-52.9%	22,003,057	(7,040,242)	-24.2%	29,043,299	7						
Designated cash, cash equivalents, and investments														
8 Cash and cash equivalents designated for capital projects	10,512,195	29,954,236	284.9%	40,466,431	30,193,492	293.9%	10,272,939	8						
9 Customer deposits	-	-	0.0%	-	-	0.0%	-	9						
10 Other	1,045,343	18,829	1.8%	1,064,172	2,044	0.2%	1,062,128	10						
11 Total designated cash and cash equivalents, and investments	11,557,538	29,973,065	259.3%	41,530,603	30,195,536	266.4%	11,335,067	11						
Current assets:														
Unrestricted and undesignated														
12 Cash and cash equivalents	17,211,971	12,149,825	70.6%	29,361,796	17,237,431	142.2%	12,124,365	12						
Accounts receivable:														
13 Customers (net of allowance for doubtful accounts)	6,068,861	1,569,442	25.9%	7,638,303	1,043,225	15.8%	6,595,078	13						
14 Taxes	-	-	0.0%	-	-	0.0%	-	14						
15 Interest	115	-	0.0%	115	115	0.0%	-	15						
16 Grants	8,023,561	(5,785,882)	-72.1%	2,237,679	69,436	3.2%	2,168,243	16						
17 Miscellaneous	231,731	382,537	165.1%	614,268	7,465	1.2%	606,803	17						
18 Due from enterprise fund	6,712,278	(5,552,706)	-82.7%	1,159,572	590,101	103.6%	569,471	18						
19 Inventory of supplies	2,130,749	(623,107)	-29.2%	1,507,642	-	0.0%	1,507,642	19						
20 Prepaid expenses	276,132	74,967	27.1%	351,099	-	0.0%	351,099	20						
21 Total unrestricted current assets	40,655,398	2,215,076	5.4%	42,870,474	18,947,773	79.2%	23,922,701	21						
Other assets:														
22 Bond issue costs	1,476,520	(1,476,520)	-100.0%	-	-	0.0%	-	22						
23 Deposits	17,965	-	0.0%	17,965	-	0.0%	17,965	23						
24 Total other assets	1,494,485	(1,476,520)	-98.8%	17,965	-	0.0%	17,965	24						
25 TOTAL ASSETS	934,439,506	55,850,776	6.0%	990,290,282	61,535,755	6.6%	928,754,527	25						
Deferred outflows or resources:														
26 Deferred charge on refunding	-	4,060,698	0.0%	4,060,698	4,060,698	0.0%	-	26						
27 TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	4,060,698	0.0%	4,060,698	4,060,698	0.0%	-	27						
28 TOTAL ASSETS AND TOTAL DEFERRED OUTFLOWS	934,439,506	59,911,474	0	994,350,980	65,596,453	0	928,754,527	28						

## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## SEWER SYSTEM FUND

STATEMENTS OF NET POSITION  
WITH PRIOR YEAR COMPARISONS  
AUGUST 2014

	A	B	C	D	E	F	G
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
<b>NET ASSETS AND LIABILITIES</b>							
<b>Net position</b>							
1 Net investments in capital assets	676,544,176	34,220,649	5.1%	710,764,825	(9,283,717)	-1.3%	720,048,542
2 Restricted for Debt Service	43,401,556	(23,858,515)	-55.0%	19,543,041	(8,479,859)	-30.3%	28,022,900
3 Unrestricted	(114,743,181)	85,039,069	-74.1%	(29,704,112)	51,700,435	-63.5%	(81,404,547)
4 Total net position	605,202,551	95,401,203	15.8%	700,603,754	33,936,839	5.1%	666,666,895
<b>Long-term liabilities</b>							
5 Claims payable	744,691	(106,822)	-14.3%	637,869	-	0.0%	637,869
6 Net pension obligation	4,425,845	1,709,377	38.6%	6,135,222	956,988	18.5%	5,178,234
7 Other postretirement benefits liability	17,133,899	2,058,671	12.0%	19,212,570	1,490,274	8.4%	17,722,296
8 Bonds payable (net of current maturities)	144,260,003	36,584,676	25.4%	180,844,679	50,567,726	38.8%	130,276,953
9 Special Community Disaster Loan Payable	-	-	0.0%	-	-	0.0%	-
10 Southeast Louisiana Project liability	-	-	0.0%	-	-	0.0%	-
11 Debt Service Assistance Fund Loan payable	58,132,178	(1,728,814)	-3.0%	56,403,364	-	0.0%	56,403,364
12 Total long-term liabilities	224,716,616	38,517,088	17.1%	263,233,704	53,014,988	25.2%	210,218,716
<b>Current liabilities (payable from current assets)</b>							
13 Accounts payable and other liabilities	10,597,996	(1,611,604)	-15.2%	8,986,392	(7,739,368)	-46.3%	16,725,760
14 Due to City of New Orleans	-	-	0.0%	-	-	0.0%	-
15 Disaster Reimbursement Revolving Loan	62,614,697	(60,001,852)	-95.8%	2,612,845	592,440	29.3%	2,020,405
16 Retainers and estimates payable	3,480,566	1,036,058	29.8%	4,516,624	397,360	9.6%	4,119,264
17 Due to other fund	17,943	45,593	254.1%	63,536	(311)	-0.5%	63,847
18 Accrued salaries, vacation and sick pay	3,115,502	(125,189)	-4.0%	2,990,313	(466,886)	-13.5%	3,457,199
19 Claims payable	3,720,089	(715,778)	-19.2%	3,004,311	-	0.0%	3,004,311
20 Debt Service Assistance Fund Loan payable	4,710,737	(1,253,107)	-26.6%	3,457,630	-	0.0%	3,457,630
21 Advances from federal government	-	2,704,959	0.0%	2,704,959	-	0.0%	2,704,959
22 Other Liabilities	344,905	(343,278)	-99.5%	1,627	(8,875)	-84.5%	10,502
23 Total current liabilities (payable from current assets)	88,602,435	(60,264,198)	-68.0%	28,338,237	(7,225,640)	-20.3%	35,563,877
<b>Current liabilities (payable from restricted assets)</b>							
24 Accrued interest	1,974,411	(412,493)	-20.9%	1,561,918	(289,040)	-15.6%	1,850,958
25 Bonds payable	13,431,000	(13,016,000)	-96.9%	415,000	13,695,000	97.1%	14,110,000
26 Retainers and estimates payable	512,493	(314,126)	-61.3%	198,367	145,714	42.3%	344,081
27 Customer deposits	-	-	0.0%	-	-	0.0%	-
28 Total current liabilities (payable from restricted assets)	15,917,904	(13,742,619)	-86.3%	2,175,285	(14,129,754)	-86.7%	16,305,039
29 Total current liabilities	104,520,339	(74,006,817)	-70.8%	30,513,522	(21,355,394)	-41.2%	51,868,916
30 Total liabilities	329,236,955	(35,489,729)	-10.8%	293,747,226	31,659,594	12.1%	262,087,632
31 TOTAL NET POSITION AND LIABILITIES	934,439,506	59,911,474	6.4%	994,350,980	65,596,453	7.1%	928,754,527

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
SEWER SYSTEM FUND  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
Current Year	Prior Year	Variance			
1	55,402,903	51,472,661	3,930,242	7.6%	1
2	(27,785,237)	(15,862,511)	(11,922,726)	75.2%	2
3	(12,656,644)	(4,814,000)	(7,842,644)	162.9%	3
4	588,118	525,099	63,019	12.0%	4
5	15,549,141	31,321,249	(15,772,108)	-50.4%	5
<b>Cash flows from operating activities</b>					
6	157,507	116,721	40,786	34.9%	6
7	419,203	67,847	351,356	517.9%	7
8	-	-	-	0.0%	8
9	576,710	184,568	392,142	212.5%	9
<b>Cash flows from noncapital financing activities</b>					
10	(24,729,993)	(33,272,395)	8,542,402	-25.7%	10
11	(13,695,000)	807,101	(14,502,101)	-1796.8%	11
12	172,839,277	-	172,839,277	0.0%	12
13	-	-	-	0.0%	13
14	(126,567,179)	-	(126,567,179)	0.0%	14
15	(1,354,255)	-	(1,354,255)	0.0%	15
16	592,434	4,738,076	(4,145,642)	-87.5%	16
17	17,111,747	15,779,794	1,331,953	8.4%	17
18	24,197,031	(11,947,424)	36,144,455	-302.5%	18
<b>Cash flows from capital and related financing activities</b>					
19	-	-	-	0.0%	19
20	-	(11,630,676)	11,630,676	-100.0%	20
21	69,843	40,779	29,064	71.3%	21
22	69,843	(11,589,897)	11,659,740	-100.6%	22
23	40,392,725	7,968,496	32,424,229	406.9%	23
24	52,445,731	20,083,518	32,362,213	161.1%	24
25	92,838,456	28,052,014	64,786,442	231.0%	25
<b>Reconciliation of cash and restricted cash</b>					
26	29,361,796	17,211,971	12,149,825	70.6%	26
27	22,003,057	-	22,003,057	0.0%	27
28	41,473,603	10,840,043	30,633,560	282.6%	28
29	92,838,456	28,052,014	64,786,442	231.0%	29

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
SEWER SYSTEM FUND  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
	Current Year	Prior Year	Variance		
Reconciliation of operating loss to net cash used in operating activities is as follows:					
1 Operating loss	17,400,284	13,039,110	4,361,174	33.4%	1
Adjustments to reconcile net operating loss to net cash used in operating activities:					
2 Depreciation	8,091,056	7,611,550	479,506	6.3%	2
3 Provision for claims	229,817	400,957	(171,140)	-42.7%	3
4 Provision for (revision) doubtful accounts	385,704	339,121	46,583	13.7%	4
5 Amortization	-	90,457	(90,457)	-100.0%	5
Change in operating assets and liabilities:					
6 (Increase) decrease in customer and other receivables	(1,428,929)	(166,475)	(1,262,454)	758.3%	6
7 Increase in inventory	-	1	(1)	-100.0%	7
8 Increase (decrease) in prepaid expenses and other receivables	(597,566)	8,217,293	(8,814,859)	-107.3%	8
9 Decrease in net pension asset	-	-	-	0.0%	9
10 Increase (decrease) in accounts payable	(10,281,473)	-	(10,281,473)	0.0%	10
11 Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(467,197)	(492,141)	24,944	-5.1%	11
12 Increase in net other postretirement benefits liability	1,490,274	1,667,013	(176,739)	-10.6%	12
13 Increase (decrease) in net pension obligation	956,988	683,093	273,895	40.1%	13
14 Decrease in other liabilities	(229,817)	(68,730)	(161,087)	234.4%	14
15 Net cash used in operating activities	15,549,141	31,321,249	(15,772,108)	-50.4%	15



## SEWERAGE AND WATER BOARD OF NEW ORLEANS

## DRAINAGE SYSTEM FUND

STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH PRIOR YEAR COMPARISONS

AUGUST 2014

	A	B	C	D	E	F	G	H	
	MTD	MTD	MTD	%	YTD	YTD	YTD	%	
	Actual	Prior Year	Variance		Actual	Prior Year	Variance		
Operating revenues:									
1 Sales of water and delinquent fees	-	-	-	0.0%	-	-	-	0.0%	1
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%	2
3 Plumbing inspection and license fees	-	-	-	0.0%	-	-	-	0.0%	3
4 Other revenues	2,227	256	1,971	769.9%	578,786	535,105	43,681	8.2%	4
5 Total operating revenues	2,227	256	1,971	769.9%	578,786	535,105	43,681	8.2%	5
Operating Expenses:									
6 Power and pumping	554,743	482,071	72,672	15.1%	4,527,192	3,590,973	936,219	26.1%	6
7 Treatment	9,981	-	9,981	0.0%	67,159	-	67,159	0.0%	7
8 Transmission and distribution	62,574	165,350	(102,776)	-62.2%	473,403	1,236,635	(763,232)	-61.7%	8
9 Customer accounts	545	3,235	(2,690)	-83.2%	4,641	29,057	(24,416)	-84.0%	9
10 Customer service	12,106	-	12,106	0.0%	77,293	-	77,293	0.0%	10
11 Administration and general	253,331	402,094	(148,763)	-37.0%	3,637,254	3,860,665	(223,411)	-5.8%	11
12 Payroll related	1,032,920	727,761	305,159	41.9%	6,226,719	6,779,180	(552,461)	-8.1%	12
13 Maintenance of general plant	619,647	757,181	(137,534)	-18.2%	5,462,038	5,633,823	(171,785)	-3.0%	13
14 Depreciation	1,016,452	991,791	24,661	2.5%	8,131,616	7,934,328	197,288	2.5%	14
15 Amortization	-	968	(968)	-100.0%	-	7,746	(7,746)	-100.0%	15
16 Provision for doubtful accounts	-	-	-	0.0%	-	-	-	0.0%	16
17 Provision for claims	44,048	125,124	(81,076)	-64.8%	275,788	497,287	(221,499)	-44.5%	17
18 Total operating expenses	3,606,347	3,655,575	(49,228)	-1.3%	28,883,103	29,569,694	(686,591)	-2.3%	18
19 Operating income (loss)	(3,604,120)	(3,655,319)	51,199	-1.4%	(28,304,317)	(29,034,589)	730,272	-2.5%	19
Non-operating revenues (expense):									
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%	20
21 Three-mill tax	183,152	75,189	107,963	143.6%	13,121,422	12,771,669	349,753	2.7%	21
22 Six-mill tax	185,116	75,997	109,119	143.6%	13,262,028	12,908,551	353,477	2.7%	22
23 Nine-mill tax	277,482	113,918	163,564	143.6%	19,879,240	19,349,340	529,900	2.7%	23
24 Interest income	2,260	10,833	(8,573)	-79.1%	45,263	61,194	(15,931)	-26.0%	24
25 Other Income	-	-	-	0.0%	-	-	-	0.0%	25
26 Interest expense	-	-	-	0.0%	-	-	-	0.0%	26
27 Operating and maintenance grants	-	-	-	0.0%	23	-	23	0.0%	27
28 Total non-operating revenues	648,010	275,937	372,073	134.8%	46,307,976	45,090,754	1,217,222	2.7%	28
29 Income before capital contributions	(2,956,110)	(3,379,382)	423,272	-12.5%	18,003,659	16,056,165	1,947,494	12.1%	29
30 Capital contributions	290,995	122,508	168,487	137.5%	7,765,696	1,321,748	6,443,948	487.5%	30
31 Change in net position	(2,665,115)	(3,256,874)	591,759	-18.2%	25,769,355	17,377,913	8,391,442	48.3%	31
32 Net position, beginning of year					836,196,990	804,093,337	32,103,653	4.0%	32
33 Net position, end of year					861,966,545	821,471,250	40,495,095	4.9%	33

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
DRAINAGE SYSTEM FUND  
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION  
WITH BUDGET COMPARISONS  
AUGUST 2014

	A	B	C	D	E	F	G	H	
	MTD	MTD	MTD	%	YTD	YTD	YTD	%	
	Actual	Budget	Variance		Actual	Budget	Variance		
Operating revenues:									
1 Sales of water and delinquent fees	-	-	-	0.0%	-	-	-	0.0%	1
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%	2
3 Plumbing inspection and license fees	-	-	-	0.0%	-	-	-	0.0%	3
4 Other revenues	2,227	-	2,227	0.0%	578,786	-	578,786	0.0%	4
5 Total operating revenues	2,227	-	2,227	0.0%	578,786	-	578,786	0.0%	5
Operating Expenses:									
6 Power and pumping	554,743	709,472	(154,729)	-21.8%	4,527,192	5,675,778	(1,148,586)	-20.2%	6
7 Treatment	9,981	14,258	(4,277)	-30.0%	67,159	114,065	(46,906)	-41.1%	7
8 Transmission and distribution	62,574	95,440	(32,866)	-34.4%	473,403	763,519	(290,116)	-38.0%	8
9 Customer accounts	545	604	(59)	-9.8%	4,641	4,835	(194)	-4.0%	9
10 Customer service	12,106	9,946	2,160	21.7%	77,293	79,567	(2,274)	-2.9%	10
11 Administration and general	253,331	627,273	(373,942)	-59.6%	3,637,254	5,018,185	(1,380,931)	-27.5%	11
12 Payroll related	1,032,920	161,194	871,727	540.8%	6,226,719	1,289,548	4,937,171	382.9%	12
13 Maintenance of general plant	619,647	1,300,652	(681,005)	-52.4%	5,462,038	10,405,215	(4,943,177)	-47.5%	13
14 Depreciation	1,016,452	1,016,453	(1)	0.0%	8,131,616	8,131,621	(5)	0.0%	14
15 Amortization	-	-	-	0.0%	-	-	-	0.0%	15
16 Provision for doubtful accounts	-	-	-	0.0%	-	-	-	0.0%	16
17 Provision for claims	44,048	104,961	(60,913)	-58.0%	275,788	839,685	(563,897)	-67.2%	17
18 Total operating expenses	3,606,347	4,040,252	(433,905)	-10.7%	28,883,103	32,322,018	(3,438,915)	-10.6%	18
19 Operating income (loss)	(3,604,120)	(4,040,252)	436,132	-10.8%	(28,304,317)	(32,322,018)	4,017,701	-12.4%	19
Non-operating revenues (expense):									
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%	20
21 Three-mill tax	183,152	-	183,152	0.0%	13,121,422	13,311,740	(190,318)	-1.4%	21
22 Six-mill tax	185,116	-	185,116	0.0%	13,262,028	13,453,743	(191,715)	-1.4%	22
23 Nine-mill tax	277,482	-	277,482	0.0%	19,879,240	20,166,517	(287,277)	-1.4%	23
24 Interest income	2,260	-	2,260	0.0%	45,263	-	45,263	0.0%	24
25 Other Income	-	93,833	(93,833)	-100.0%	-	750,667	(750,667)	-100.0%	25
26 Interest expense	-	-	-	0.0%	-	-	-	0.0%	26
27 Operating and maintenance grants	-	-	-	0.0%	23	-	23	0.0%	27
28 Total non-operating revenues	648,010	93,833	554,177	590.6%	46,307,976	47,682,667	(1,374,691)	-2.9%	28
29 Income before capital contributions	(2,956,110)	(3,946,419)	990,309	-25.1%	18,003,659	15,360,649	2,643,010	17.2%	29
30 Capital contributions	290,995	-	290,995	0.0%	7,765,696	-	7,765,696	0.0%	30
31 Change in net position	(2,665,115)	(3,946,419)	1,281,304	-32.5%	25,769,355	15,360,649	10,408,706	67.8%	31
32 Net position, beginning of year	-	-	-	-	836,196,990	804,093,337	32,103,653	4.0%	32
33 Net position, end of year	-	-	-	-	861,966,345	819,453,986	42,512,359	5.2%	33

**SEWERAGE AND WATER BOARD OF NEW ORLEANS**  
**DRAINAGE SYSTEM FUND**  
**STATEMENTS OF NET POSITION**  
**WITH PRIOR YEAR AND BEGINNING OF YEAR COMPARISONS**  
**AUGUST 2014**

	Assets		Noncurrent assets:		Current assets:		Deferred outflows or resources:	
	A	B	C	D	E	F	G	
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year	
1 Property, plant and equipment	1,071,661,425	97,127,158	9.1%	1,168,788,583	27,466,909	2.4%	1,141,321,674	1
2 Less: accumulated depreciation	258,882,812	14,272,755	5.5%	273,155,567	8,131,616	3.1%	265,023,951	2
3 Property, plant, and equipment, net	812,778,613	82,854,403	10.2%	895,633,016	19,335,293	2.2%	876,297,723	3
4 Restricted cash, cash equivalents, and investments	1,722,894	2,720,215	0.0%	4,443,109	2,718,770	157.7%	1,724,339	4
5 Cash and cash equivalents restricted for capital projects	1,756,369	276,752	15.8%	2,033,121	1,942,346	2139.7%	90,775	5
6 Debt service reserve	791,144	(15,311)	-1.9%	775,833	-	0.0%	775,833	6
7 Health insurance reserve	4,270,407	2,981,656	69.8%	7,252,063	4,661,116	179.9%	2,590,947	7
8 Designated cash, cash equivalents, and investments	29,886,810	(4,516,820)	-15.1%	25,369,990	7,889,682	45.1%	17,480,308	8
9 Cash and cash equivalents designated for capital projects	-	-	0.0%	-	-	0.0%	-	9
10 Customer deposits	1,560,140	(537,088)	-34.4%	1,023,052	2,043	0.2%	1,021,009	10
11 Other	31,446,950	(5,053,908)	-16.1%	26,393,042	7,891,725	772.9%	18,501,317	11
12 Total designated cash and cash equivalents, and investments								
13 Current assets:								
14 Unrestricted and undesignated	5,056,643	(1,466,525)	-29.0%	3,590,118	1,417,868	65.3%	2,172,250	12
15 Cash and cash equivalents	-	-	0.0%	-	-	0.0%	-	13
16 Accounts receivable:	7,632,207	365,899	4.8%	7,998,106	(121,096)	-1.5%	8,119,202	14
17 Customers (net of allowance for doubtful accounts)	-	-	0.0%	-	-	0.0%	-	15
18 Taxes	-	-	0.0%	-	-	0.0%	-	16
19 Interest	7,477,972	483,145	6.5%	7,961,117	683,405	9.4%	7,277,712	17
20 Grants	1,628,600	(1,269,807)	-78.0%	358,793	(1,709,575)	-82.7%	2,068,368	18
21 Miscellaneous	17,439,614	(14,534,552)	-83.3%	2,905,062	(6,139,774)	-67.9%	9,044,836	19
22 Due from enterprise fund	942,537	(43,005)	-4.6%	899,532	-	0.0%	899,532	20
23 Inventory of supplies	44,260	74,967	169.4%	119,227	-	0.0%	119,227	21
24 Prepaid expenses	40,221,833	(16,389,878)	-40.7%	23,831,955	(5,869,172)	-19.8%	29,701,127	22
25 Total unrestricted current assets								
26 Other assets:	25,960	(25,960)	-100.0%	-	-	0.0%	-	23
27 Bond issue costs	10,400	-	0.0%	10,400	-	0.0%	10,400	24
28 Deposits	36,360	(25,960)	-71.4%	10,400	-	0.0%	10,400	25
29 Total other assets								
30 TOTAL ASSETS	888,754,163	64,366,313	7.2%	953,120,476	26,018,962	2.8%	927,101,514	26
31 Deferred outflows or resources:	-	-	0.0%	-	-	0.0%	-	27
32 Deferred charge on refunding	-	-	0.0%	-	-	0.0%	-	28
33 TOTAL DEFERRED OUTFLOWS OR RESOURCES								
34 TOTAL ASSETS AND TOTAL DEFERRED OUTFLOWS	888,754,163	64,366,313	0	953,120,476	26,018,962	0	927,101,514	29

**SEWERAGE AND WATER BOARD OF NEW ORLEANS**  
**DRAINAGE SYSTEM FUND**  
**STATEMENTS OF NET POSITION**  
**WITH PRIOR YEAR COMPARISONS**  
**AUGUST 2014**

	A	B	C	D	E	F	G
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
<b>NET ASSETS AND LIABILITIES</b>							
<b>Net position</b>							
1 Net investments in capital assets	795,148,613	92,411,019	11.6%	887,559,632	27,466,909	3.2%	860,092,723
2 Restricted for Debt Service	2,158,521	(269,631)	-12.5%	1,888,890	1,798,115	1980.8%	90,775
3 Unrestricted	24,164,116	(51,646,293)	-213.7%	(27,482,177)	(3,495,672)	14.6%	(23,986,505)
4 Total net position	821,471,250	40,495,095	4.9%	861,966,345	25,769,352	3.1%	836,196,993
<b>Long-term liabilities</b>							
5 Claims payable	744,692	(106,823)	-14.3%	637,869	-	0.0%	637,869
6 Net pension obligation	4,451,425	1,709,377	38.4%	6,160,802	956,988	18.4%	5,203,814
7 Other postretirement benefits liability	15,787,096	2,058,672	13.0%	17,845,768	1,490,274	9.1%	16,355,494
8 Bonds payable (net of current maturities)	16,205,000	(1,490,000)	-9.2%	14,715,000	-	0.0%	14,715,000
9 Special Community Disaster Loan Payable	-	-	0.0%	-	-	0.0%	-
10 Southeast Louisiana Project liability	14,231,768	15,159,303	106.5%	29,391,071	-	0.0%	29,391,071
11 Debt Service Assistance Fund Loan payable	3,912,729	(226,003)	-5.8%	3,686,726	-	0.0%	3,686,726
12 Total long-term liabilities	55,332,710	17,104,526	30.9%	72,437,236	2,447,262	3.5%	69,989,974
<b>Current liabilities (payable from current assets)</b>							
13 Accounts payable and other liabilities	(330,826)	2,541,754	-768.3%	2,210,928	(2,453,204)	-52.6%	4,664,132
14 Due to City of New Orleans	-	-	0.0%	-	-	0.0%	-
15 Disaster Reimbursement Revolving Loan	4,189,527	3,652,430	87.2%	7,841,957	564,245	7.8%	7,277,712
16 Retainers and estimates payable	282,861	179,546	63.5%	462,407	104,755	29.3%	357,652
17 Due to other fund	21,844	55,504	254.1%	77,348	(1,271)	-1.6%	78,619
18 Accrued salaries, vacation and sick pay	2,503,932	(258,800)	-10.3%	2,245,132	(413,451)	-15.6%	2,658,583
19 Claims payable	3,481,033	532,556	15.3%	4,013,589	-	0.0%	4,013,589
20 Debt Service Assistance Fund Loan payable	215,982	10,021	4.6%	226,003	-	0.0%	226,003
21 Advances from federal government	-	-	0.0%	-	-	0.0%	-
22 Other Liabilities	3,061	(1,787)	-58.4%	1,274	1,274	0.0%	-
23 Total current liabilities (payable from current assets)	10,367,414	6,711,224	64.7%	17,078,638	(2,197,652)	-11.4%	19,276,290
<b>Current liabilities (payable from restricted assets)</b>							
24 Accrued interest	153,762	(9,532)	-6.2%	144,230	-	0.0%	144,230
25 Bonds payable	1,425,000	65,000	4.6%	1,490,000	-	0.0%	1,490,000
26 Retainers and estimates payable	4,027	-	0.0%	4,027	-	0.0%	4,027
27 Customer deposits	-	-	0.0%	-	-	0.0%	-
28 Total current liabilities (payable from restricted assets)	1,582,789	55,468	3.5%	1,638,257	-	0.0%	1,638,257
29 Total current liabilities	11,950,203	6,766,692	56.6%	18,716,895	(2,197,652)	-10.5%	20,914,547
30 Total liabilities	67,282,913	23,871,218	35.5%	91,154,131	2,49,610	0.3%	90,904,521
31 TOTAL NET POSITION AND LIABILITIES	888,754,163	64,366,313	7.2%	953,120,476	26,018,962	2.8%	927,101,514

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
DRAINAGE SYSTEM FUND  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
Current Year	Prior Year	Variance			
<b>Cash flows from operating activities</b>					
1 Cash received from customers	-	-	-	0.0%	1
2 Cash payments to suppliers for goods and services	(13,695,396)	(10,111,858)	(3,583,538)	35.4%	2
3 Cash payments to employees for services	(1,767,437)	(9,337,408)	7,569,971	-81.1%	3
4 Other revenue	2,288,361	314,327	1,974,034	628.0%	4
5 Net cash used in operating activities	(13,174,472)	(19,134,939)	5,960,467	-31.1%	5
<b>Cash flows from noncapital financing activities</b>					
6 Proceeds from property taxes	46,383,786	45,029,560	1,354,226	3.0%	6
7 Proceeds from federal operating and maintenance grants	-	-	-	0.0%	7
8 Cash received paid to an other government	-	-	-	0.0%	8
9 Net cash provided by noncapital financing activities	46,383,786	45,029,560	1,354,226	3.0%	9
<b>Cash flows from capital and related financing activities</b>					
10 Acquisition and construction of capital assets	11,547,423	(14,100,753)	25,648,176	-181.9%	10
11 Principal payments on bonds payable	-	-	-	0.0%	11
12 Proceeds from bonds payable	-	-	-	0.0%	12
13 Payments for bond issuance costs	-	-	-	0.0%	13
14 Payment to refunded bond escrow agent	(973,538)	-	(973,538)	0.0%	14
15 Interest paid on bonds payable	564,242	655,468	(91,226)	-13.9%	15
16 Proceeds from construction fund, net	(30,421,995)	24,937	(30,446,932)	-122095.4%	16
17 Capital contributed by developers and federal grants	(19,283,868)	(13,420,348)	(5,863,520)	43.7%	17
18 Net cash used in capital and related financing activities					18
<b>Cash flows from investing activities</b>					
19 Payments for purchase of investments	-	-	-	0.0%	19
20 Proceeds from maturities of investments	-	1,752,611	(1,752,611)	-100.0%	20
21 Investment income	45,263	61,194	(15,931)	-26.0%	21
22 Net cash provided by investing activities	45,263	1,813,805	(1,768,542)	-97.5%	22
23 Net increase (decrease) in cash	13,970,709	14,288,078	(317,369)	-2.2%	23
24 Cash at the beginning of the year	23,264,514	26,144,838	(2,880,324)	-11.0%	24
25 Cash at the end of the period	37,235,223	40,432,916	(3,197,693)	-7.9%	25
<b>Reconciliation of cash and restricted cash</b>					
26 Current assets - cash	3,590,118	5,056,643	(1,466,525)	-29.0%	26
27 Current assets - designated	26,393,042	-	26,393,042	0.0%	27
28 Restricted assets -cash	7,252,063	35,376,273	(28,124,210)	-79.5%	28
29 Total cash	37,235,223	40,432,916	(3,197,693)	-7.9%	29

SEWERAGE AND WATER BOARD OF NEW ORLEANS  
DRAINAGE SYSTEM FUND  
STATEMENTS OF CASH FLOWS  
AUGUST 2014

	A	B	C	D	
	YTD	YTD	YTD	%	
	Current Year	Prior Year	Variance		
Reconciliation of operating loss to net cash used in operating activities is as follows:					
1 Operating loss	(28,304,317)	(29,034,589)	730,272	-2.5%	1
Adjustments to reconcile net operating loss to net cash used in operating activities:					
2 Depreciation	8,131,616	7,934,328	197,288	2.5%	2
3 Provision for claims	275,788	497,287	(221,499)	-44.5%	3
4 Provision for (revision) doubtful accounts	-	-	-	0.0%	4
5 Amortization	-	7,746	(7,746)	-100.0%	5
Change in operating assets and liabilities:					
6 (Increase) decrease in customer and other receivables	-	-	-	0.0%	6
7 Increase in inventory	-	-	-	0.0%	7
8 Increase (decrease) in prepaid expenses and other receivables	7,849,349	(16,002)	7,865,351	-49152.3%	8
9 Decrease in net pension asset	-	-	-	0.0%	9
10 Increase (decrease) in accounts payable	(2,884,934)	-	(2,884,934)	0.0%	10
11 Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(414,722)	(381,484)	(33,238)	8.7%	11
12 Increase in net other postretirement benefits liability	1,490,274	1,667,012	(176,738)	-10.6%	12
13 Increase (decrease) in net pension obligation	956,988	683,093	273,895	40.1%	13
14 Decrease in other liabilities	(274,514)	(492,330)	217,816	-44.2%	14
15 Net cash used in operating activities	(13,174,472)	(19,134,939)	5,960,467	-31.1%	15