

BOARD OF DIRECTORS' MEETING
SEWERAGE & WATER BOARD OF NEW ORLEANS
WEDNESDAY, NOVEMBER 19, 2014
9:00 AM
625 ST. JOSEPH STREET
2ND FLOOR BOARD ROOM

ORDER OF BUSINESS

I. CALL TO ORDER

1. READING OF THE BOARD MINUTES
2. HONORS AND AWARDS
3. REPORT OF EXECUTIVE DIRECTOR
4. COMMITTEE REPORTS
 - A. Operations Committee Report
 - B. Finance Committee Report
 - C. Committee on Infrastructure Report
 - D. Pension Committee Report
 - E. Executive Committee Report
5. CORRESPONDING RESOLUTIONS
6. UNFINISHED BUSINESS
7. NEW BUSINESS
 - Submission of Proposed 2015 Operating and Capital Budget and 2015-2024 Capital Program
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
 - K. 2015 Tentative Committee/Board Meeting Schedule
10. COMMUNICATION
 - Sewerage and Water Board of New Orleans 2014 Annual Employee Award Ceremony
11. RESPONSE TO QUESTIONS
12. REFERENCE MATERIALS (In Binders)
 - L. Sewerage & Water Board By-Laws
 - M. 2014 Operating & Capital Budget
 - N. Strategic Plan 2011 – 2020
 - O. Tracking Tool for Commitments to the City Council
 - P. Bond Rating
13. ANY OTHER MATTERS

BOARD OF DIRECTOR'S MEETING

OCTOBER 15, 2014

MEETING MINUTES

SEWERAGE AND WATER BOARD OF NEW ORLEANS

ROLL CALL

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, Mrs. Robin Barnes, Mr. Marion Bracy, Mrs. Kerri Kane, Mr. Scott Jacobs, Ms. Kimberly Thomas (Eight) and a quorum.

Absent: Dr. Tamika Duplessis, Mr. Mark M. Moody and Mr. Joseph Peychaud (Three).

**Ms. Suchitra Satpathi, Mayor's Representative

Also present were: Brenda Thornton, CommuniRep, Inc.; Geneva Coleman, The Hawthorne Agency, Inc.; Randy Smith, Royal Engineers; Paul West, Chester Engineers; Marian H. Pierre, CCI; Jesse Noel, Atri Sen, HNTB; T. Cancienne, AECOM.

Staff present were: Cedric S. Grant, Executive Director; Robert Miller, Deputy Director; Joseph Becker, General Superintendent's Office; Nolan Lambert, Special Counsel; Brian Ferrara, Harold Marchand, Legal Department; Kathleen LaFrance, Executive Director's Office; Tiffany Carter, Veronica Johnson Christmas, EDBP Department; Audrey Lee, Michael LaPorte, Personnel Department; Jacqueline K. Shine, Revenue Administration Department; Rosita Thomas, Finance Administration Department; Dexter Joseph, Budget Department; Bobby Nathan, EEOC, Equal Employment Opportunity Department; Irma Mahannuar, Internal Audit Department; Paul Arceneaux, Hazel Bell, Employee Incentive Committee (EIC); George L. Myers, Engineering C,A & I Field Engineering; John Wilson, Harold Heller, Jr., Support Services Administration.

APPROVAL OF PREVIOUS REPORT

Ms. Kimberly Thomas moved to accept the minutes of the Regular Board Meeting held on September 17, 2014. Mr. Alan Arnold seconded the motion. The motion carried.

HONORS AND AWARDS

(R-232-2014) – The Board honored employee, Mr. George L. Myers, Facility Engineering Specialist of the Engineering Division, he is responsible for complex technical engineering

work, as it relates to field inspections of the Sewerage and Water Board contracts that must meet Board approval according to specifications. Mr. Meyers is a dedicated employee of the Engineering Division and he has 50 years of service with the Sewerage and Water Board effective September 24, 2014. He works beyond the call of duty on a daily basis. He inspects every job with a high level of perfection to make sure all inspections are accurate and he achieves this accomplishment by reviewing detailed drawings and specifications during late evening hours. Mr. Meyers answers emergency calls with no limited time frame, as needed. He has valuable skills and knowledge accumulated over the years in design engineering of sewer, water and drainage construction.

He was honored for his actions above and beyond routine duties. Also, Mr. Myers was recognized and honored by the Board and staff for his 50 years of service with the Sewerage and Water Board of New Orleans.

The resolution was adopted by acclamation.

REPORT OF THE EXECUTIVE DIRECTOR

The Executive Director, Mr. Cedric S. Grant presented a slide overview on the recent events he and staff participated in the month of September. His presentation focused on events of September 2014 as follows:

➤ **WEFTEC 2014**

- 22,000 Water Professionals and nearly 1,000 companies from around the world attended the WEFTEC Conference in New Orleans
- Numerous Opportunities for staff to visit interactive booths and observe new technologies

➤ **Press Conference – September 29, 2014**

- Theme: ‘Water Works Investing Together for a Stronger America’
- Spotlight on Economic Benefits of Water Infrastructure

➤ **G.E. Foundation Presents \$1.5 Million Multi-Year Grant**

- Allow for training of 250 employees over the next three years
- This commitment will support Delgado’s Infrastructure Personnel Training Program
- Will help build advanced manufacturing and water management skills and improve water infrastructure in the city of New Orleans

- Water Environmental Research Foundation Award presented for 25 years of Commitment to Work
- Operations Challenge – ‘S&WB Water Dogz’ participated in five events including the Collection System, Laboratory, Process Control, Maintenance, and Safety
- C40 Connecting Delta Cities Conference
 - Deltas in Times of Climate Change II International Conference
 - Rotterdam, Netherlands – September 24 – 26, 2014
 - S&WB Participated with Melbourne, Australia on Green Infrastructure Presentation and Panel on the role of the Mayor’s Internationally on Climate Adaptation Strategies
- Angela Hill Talk Show
 - Participated in Integrated Infrastructure discussion with Angela Hill, WWL Radio along with participants David Waggoner of Urban Water Plan, and Robin Barnes of Greater New Orleans, Inc.
- Customer Service Initiative
 - Julia Street Site
 - Training Has Commenced
- Fix Our Streets Initiative
 - ‘A Bump in the Road’, Connecting, Correcting and Coordinating Street Repairs
 - Participated in the Algiers Community Meeting on Fix Our Streets Initiative on October 7, 2014

He also discussed the city and Sewerage and Water Board’s integrated approach of working together to address the infrastructure needs of the community. Staff would continue to communicate and keep the public informed of infrastructure repairs going on throughout the city.

COMMITTEE REPORTS

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 October was presented and recommended for approval.

Mr. Scott Jacobs moved acceptance of the Infrastructure Committee Report and approval of the Infrastructure Committee recommendations, therein. Mr. Marion Bracy 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 October was presented and recommended for approval.

Mr. Alan Arnold moved acceptance of the Pension Committee Report and approval of the Pension Committee recommendations, therein. Mrs. Robin Barnes seconded the motion. The motion carried.

OPERATIONS COMMITTEE

Chairperson, Mr. Marion Bracy reported on the summary and actions taken by the Operations Committee. The Operations Committee Report for the month of October was presented and recommended for approval.

Mr. Alan Arnold moved acceptance of the Operations Committee Report and approval of the Operations Committee recommendations, therein. Mrs. Robin Barnes seconded the motion. The motion carried.

FINANCE COMMITTEE

Mrs. Robin Barnes reported on the summary and actions taken by the Finance Committee. The Finance Committee Report for the month of October was presented and recommended for approval.

SPEAKER CARD

Mr. John Wilson, the Support Services Administrator/Pension Committee (Employee Member) addressed the Board to clarify some statements made at the Finance Committee Meeting in October re: Healthcare renewal for 2015 and its proposed changes. He stated that no one realized the process involved the potential of changing of health plan administrator.

SPEAKER CARD

Mr. Harold Heller, Jr., the Support Services Supervisor/Pension Committee (Employee Member) addressed the Board re: Healthcare renewal for 2015 and its proposed changes. He stated the Pension employee listening sessions were meetings with the employees to get feedback on the proposed change to the payment plan. They were not intended to inform any employee about the change in the healthcare administrator.

The Executive Director stated he feels confident staff can communicate with employees and provide them with reassurance of the healthcare plan inclusive of coverage and providers.

The Deputy Director stated no changes have been made in the last five years and staff decided to do a market place review re: healthcare plan. Staff recommended for the Board to adopt Healthsmart as the new healthcare provider using the Cigna network.

Following a discussion, it was recommended by the Board for staff to build a consensus among the employees relative to the proposed changes of the healthcare plan and bring more information back to the Board within the next 30 days.

Mr. Alan Arnold moved acceptance of the Finance Committee Report and approval of the Finance Committee recommendations, therein. Mr. Scott Jacobs seconded the motion. The motion carried.

Mr. Wm. Raymond Manning suggested there be some formal active communication to the entire team around these issues so that staff can feel comforted that the Board has heard their comments. The Board moved ahead because these are time sensitive issues dealing with dollars and we do not want to lose this opportunity.

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 October was presented and recommended for approval.

The Mayor's representative, Ms. Suchitra Satpathi requested staff to provide more information regarding the proposed changes of the Board's procurement policy.

The Special Counsel, Mr. Nolan Lambert maintained the proposed changes to the procurement policy are to keep align with best practices as outlined in the Mayor's Executive Order in 2010. Mr. Lambert explained the Selection Committee processes and procedures.

Ms. Satpathi suggested staff draft a possible amendment and bring it back to the Board re: changes to its procurement policy as it relates to the mentioned city's Home Rule Charter.

Following further discussion, Mr. Manning stated he would like to revisit this item in the December cycle of meetings re: Professional Service and Procurement Policy.

Mr. Bracy offered clarification on the original motion made at the Executive Committee, which read as follows: motion to approve in concept, revisions to the Professional Service Procurement Policy No. 95 as revised.

Mr. Lambert maintained the Board could approve the policy itself and if needed, it can be revisited in the future. Mr. Lambert suggested removing the word *revised* from the original motion made at the Executive Committee meeting.

Mr. Alan Arnold moved acceptance of the Executive Committee Report and approval of the Executive Committee recommendations, as amended. Ms. Suchitra Satpathi seconded the motion. The motion carried.

CORRESPONDING RESOLUTIONS

The following resolutions were adopted:

R-210-2014 – 2014 Independent Financial Auditing Services Contract

R-211-2014 – Approval of Consultants to Provide Engineering and Consulting Services for the Replacement and Rehabilitation of SWBNO Facilities

R-212-2014 – Furnishing Grass Cutting and Debris Pick-Up of Sewerage and Water Board East Bank Canals – Req. No. YO140052

R-213-2014 – Furnishing Grass Cutting and Debris Pick Up of Sewerage and Water Board West Bank Canals – Req. No. YO140053

R-214-2014 – Furnishing Chemical Control of Foliage at Specified Sewerage and Water Board Locations within the City of New Orleans – Req. NO. YO140051

R-215-2014 – First and Final Renewal of Contract for Furnishing Sodium Chloride – Req. No. AL130026

R-216-2014 – First and Final Renewal of Contract for Furnishing Pest & Rodent Control Services for the Sewerage and Water Board – Req. No. YO130020

R-217-2014 – First and Final Renewal of Contract for Furnishing and Delivering Gasoline and Diesel Fuel – Req. No. YG140001

R-218-2014 – First and Final Renewal of Contract for Furnishing and Delivering Lubricant Petroleum Products – Req. Nos. YG140002 & GI140002

R-219-2014 – First and Final Renewal of Emergency Letter Bids for 2013 Rental Installation of a Temporary Generator at Carrollton Water Plant

R-228-2014 – Revisions to the Professional Services Procurement Policy No. 95

R-229-2014 – Public Officials and Employee Liability Insurance Policy for Operations

R-230-2014 – 2015 Health Insurance Renewal

R-231-2014 – 2015 Health Insurance Employee/Retiree Contribution/Deduction

INFORMATION ITEMS

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

ADJOURNMENT

There being no further business the meeting adjourned.

**Commendation to Jerome Marshall, Clarence Monet, Sean Weber, Eric Neason and
Carlton Allen
For being Selected
Sewerage and Water Board
Employee Group of the Month for November 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, Jerome Marshall, Clarence Monet, Sean Weber, Eric Neason and Carlton Allen, are team members of the Water Dogz for the Water Environment Federation competition. Their normal duties vary from pipeline repair maintenance to monitoring water quality. The following is a summary from Mr. Joseph Becker, General Superintendent, outlining your outstanding performance:

Jerome Marshall, Clarence Monet, Sean Weber, Eric Neason and Carlton Allen have represented the Sewerage and Water Board at various State, Regional and National conferences over the past several years as the Water Dogz. This team competes in water quality and safety competitions. At our recent WEF conference, the Water Dogz, representing New Orleans, assisted in hosting the competition and successfully competed at an international level in the WEF Operations Challenge. In order to accomplish this, the team practiced extensively on their own personal time. While many municipalities funded their team through a variety of private and public sources, SWB funding was limited to paying for travel and conference memberships, which were greatly reduced by their previous success.

In addition, since the conference was in New Orleans, at the last minute, the team was requested to host an international team from Buenos Aires that was also attending the conference. We received glowing reviews on their hospitality both at the conference and as hosts. This also was performed on their own personal time. For their hosting efforts, the SWB received a letter of appreciation from Dr. O'Neill, the Executive Director of the Water Environment Federation.

Now Therefore, Be It Resolved, that upon the recommendation of Mr. Joseph Becker, General Superintendent that Jerome Marshall, Clarence Monet, Sean Weber, Eric Neason and Carlton Allen be recognized as "Employee Group of the Month" for November 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.

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 November 19, 2014.

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



"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

Sewerage & Water Board of NEW ORLEANS

MITCHELL J. LANDRIEU, President
WM. RAYMOND MANNING, President Pro-Tem

625 ST. JOSEPH STREET
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www.swbno.org

EXECUTIVE DIRECTOR'S REPORT

1. CHANGES IN ROLLS – A list of changes in rolls for the month October 2014 will be transmitted to the Department of City Civil Service.
2. INVESTMENTS MATURED FOR October 2014

<u>FUND</u>	<u>AMOUNT</u>
	October 2014
Drainage system Fund – 2 Mill	1,378.05
Drainage System Fund – 3 Mill	1,104,928.87
Drainage System Fund – 6 Mill	1,502,184.74
Drainage System Fund – 9 Mill	8,978,041.50
Water Revenue & REF BP 2014	55,229,434.17
Sewerage Service Revenue & REF BP 2014	33,119,700.17

SYSTEM FUNDS INVESTED	Amount October 2014	% Invested October 2014
WATER SYSTEM FUND	\$3,144,396.42	0.00%
SEWERAGE SYSTEM FUND	\$24,956,228.41	18.13%
AD VALORUM TAXES & WATER SEWERAGE & DRAINAGE BOND PROCEEDS	\$99,935,667.50	99.32%

AWARDED CONTRACT/JOB	SEPTEMBER 2014	OCTOBER 2014
<hr/>		
BALANCES		

WATER SYSTEM FUND	9,681,070.61	8,171,018.68
SEWER SYSTEM FUND	8,515,218.92	8,175,380.58
DRAINAGE, BOND & BANS	254,511,798.80	248,391,213.46
254,511,798.80		

3. Report of Expenditures for Emergency Supplies and Materials for the Month of October 2014

NONE.



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November 3, 2014

TO THE HONORABLE PRESIDENT AND MEMBERS OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS

The Operations Committee of the Sewerage and Water Board of New Orleans met on Monday, November 3, 2014, at 8:15 A.M. in the 2nd Floor Board Room, 625 St. Joseph Street to address the following matters:

ATTENDANCE

PRESENT: Dr. Tamika Duplessis
Ms. Suchitra Satpathi
Mr. Scott Jacobs

ABSENT: Mrs. Kimberly Thomas
Mr. Marion Bracy
Mr. Mark Moody

Also in attendance: Cedric Grant, Executive Director; Robert Miller, Deputy Director; Madeline Fong Goddard, Deputy Superintendent; Nolan Lambert, Legal Counsel; Harold Marchand, Legal Counsel, Veronica Johnson, EDBP; Willie Mingo, Purchasing Department, Robert Jackson, Community and Intergovernmental Relations; Brenda Thornton, Communirep, Inc.; Kathleen LaFrance, Executive Director's Office, and Susan Higgenbottom, Executive Director's Office

ACTION ITEMS

1) APPROVAL OF PREVIOUS REPORT

The report of the Operations Committee Meeting held on Monday, October 6, 2014 was received and approved by a motion of Ms. Satpathi and second by Dr. Duplessis.

2) BID RECOMMENDATIONS

Contract #8129; Katrina Related Repairs to Garage #2 at Central Yard

On Friday, October 3, 2014, three (3) bids were received for subject contract. The bid totals are as follows:

Hamp's Construction, LLC	\$765,600.00
Industrial & Mechanical Contractors, Inc.	\$884,850.00
Strategic Planning Associates, LLC	\$1,094,541.00

Operations Committee Report

November 3, 2014

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The estimated budget is \$1,020,445.00.

Thirty-six percent (36%) SLDBE participation was requested on this contract.

The lowest apparent bidder, Hamp's Construction, LLC, initially submitted a SLDBE Participation Summary Sheet with their bid that included Boines Construction (certified SLDBE), but failed to identify requisite negotiated terms such as scope of work, dollar amount of compensation, and percentage. Hamp's Construction also failed to submit requisite correspondence from SLDBE participant(s) confirming negotiated terms. A revised SLDBE Participation was submitted on October 8, 2014, but cannot be accepted per instructions given by SLDBE staff at mandatory pre-bid meeting to all potential bidders.

Knot Just Flooring (eligible certified SLDBE) flooring
\$51,316.00 – 6.7%

Paint Pro Depot (eligible certified SLDBE) Paint, Plaster, Coating
\$67,400.00 – 8.8%

Boines Construction Co. (eligible certified SLDBE) Roofing, doors
\$209,000.00 – 27.3%

Participation Totals: **\$327,716.00 —42.8%**

The apparent second lowest bidder, Industrial & Mechanical Contractors, Inc., submitted ETI Diversified Inc., (eligible certified SLDBE) to perform demolition, door work (metal, wooden, & overhead), window replacement, wall finishing, and air compressor replacement. Participation Totals: **\$328,050.00 – 37.1%**

This bidder failed to provide required correspondence from SLDBE participant(s) confirming negotiated terms.

Based upon analysis of SLDBE participation, the Economically Disadvantaged Business Program recommends that the participation submitted by Hamp's Construction, LLC; and Industrial & Mechanical Contractors, Inc., be rejected.

The recommendation by staff to reject the bids was moved and accepted by a motion by Dr. Duplessis and seconded by Ms. Satpathi. The motion carried.

3. CONSTRUCTION REVIEW COMMITTEE RECOMMENDATIONS

The Construction Review Committee met, October 8, 2014 and made the following recommendations.

Open Market Contracts

0% DBE Participation, no renewal options

- | | |
|--------------------------|---|
| 1. Contract #3796 | Replacing 2"- 16" VTSG Non-clog Sewerage Pumps at BLVD 'X' Pumping Station |
| Estimated Cost: | \$500,000.00 |
| Suggested Goal: | 0% |
| Justification: | Due to scope and size of the project the purchase and installation of equipment is to be performed by single source
Source of funding is Sewer Bond Fund |

Operations Committee Report

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2. Contract #5234	Rebuild the Constant Duty Pumps at DPS #6
Estimated Cost:	\$200,000.00
Suggested Goal:	0%
Justification:	Due to scope and size of the project the purchase and installation of equipment is to be performed by single source Source of funding is Sewer Bond Fund

15% DBE Participation, no renewal options

3. Contract #8141	Upgrading the A/C chill water unit from 60 tons to 80 tons at the Main Water Purification Plant
Estimated Cost:	\$500,000.00
Suggested Goal:	15%
Areas of Participation:	Inspection and testing Source of funding is Water, Drainage, Sewer Bond Funds

36% DBE Participation, no renewal options

4. Contract #30016*	Restoration of Existing Gravity Sewer Mains by Excavation and Replacement from Manhole-to-Manhole, CIPP Lining from Manhole-to-Manhole, CIPP Lining of Service Laterals, Sewer Point Repair and Associated Restoration
Estimated Cost:	\$4,930,365.00
Suggested Goal:	36%
Areas of Participation:	Replacement, repair and restoration Source of funding is Sewer Bond Fund

**Due to an oversight, Contract 30016, was presented to the Operations Committee incorrectly as Contract 30001. The correction has been made and is listed above.*

The Construction Review Committee's recommendations were approved on a motion by Dr. Duplessis and seconded by Ms. Satpathi. The motion carried.

4. STAFF CONTRACT REVIEW COMMITTEE RECOMMENDATIONS

The Staff Contract Review Committee met on October 21, 2014 and made the following recommendations:

Open Market Contracts

Open Market, 30% SLDBE Participation, one (1) year with a one (1) year renewal option.

Furnishing Janitorial Services for The Carrollton Water Treatment Plant

Budget Amount:	\$120,000.00
Areas of Participation:	Janitorial supplies, services and labor
Funding Source:	S&WB Operating and Maintenance Budget.

Furnishing Limestone

Budget Amount:	\$400,000.00
Areas of Participation:	Supply and delivery of product
Funding Source:	S&WB Operating and Maintenance Budget.

Operations Committee Report

November 3, 2014

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Open Market, 0% SLDBE Participation, one (1) year with three (3) one year renewal options.

RFQ for Forensic Geotechnical Engineering Services

Budget Amount: \$1,129,163.00

Percentage Goal Justification: Does not lend itself to SLDBE participation because the interaction of multiple expert witnesses in courtroom litigation might negatively impact testimony.

Funding Source: Operating and Maintenance Budget

Open Market, 0% SLDBE Participation, no renewal options.

Sale of Junked Automobiles, Pick-up Trucks, Medium Duty Trucks, Trailers, Tractors and Other Equipment

Budget Amount: Income for S&WB

Percentage Goal Justification: Does not lend itself to SLDBE participation because the revenue from the sales will result in income for Sewerage & Water Board.

Funding Towards: Operating and Maintenance Budget

Renewal Contract

First and Final Renewal, 0% SLDBE Participation.

Furnishing and Solid Wall (PVC) Pipe SDR 26" & 35 " and Polyvinyl Chloride (PVC) C – 900 Pipe for the Water Distribution System

Budget Amount: \$248,364.50

Prime Contractor: Cimsco, Inc.

Percentage Goal Justification: Does not lend itself to SLDBE participation because products are single items that are shipped directly from the manufacturer.

Funding Source: Operating and Maintenance Budget

Furnishing Full Circle Stainless Steel Repair and Tap Clamps; Bronze Service Saddles & Transitional Couplings for Cast Iron, Ductile Iron & Transite Pipe

Budget Amount: \$23,110.00

Prime Contractor: HD Supply Waterworks

Percentage Goal Justification: Does not lend itself to SLDBE participation because products are single items that are shipped directly from the manufacturer.

Funding Source: Operating and Maintenance Budget

Furnishing Full Circle Stainless Steel Repair and Tap Clamps; Bronze Service Saddles & Transitional Couplings for Cast Iron, Ductile Iron & Transite Pipe

Budget Amount: \$329,278.10

Prime Contractor: Louisiana Utilities Supply Company

Percentage Goal Justification: Does not lend itself to SLDBE participation because products are single items that are shipped directly from the manufacturer.

Funding Source: Operating and Maintenance Budget

Operations Committee Report

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The Staff Contract Review Committee's recommendations were approved on a motion by Dr. Duplessis and seconded by Ms. Satpathi. The motion carried.

5) RENEWAL CONSTRUCTION CONTRACTS WITH DBE PARTICIPATION

Renewal Contract with DBE Participation

Contract #3696 – Cleaning & CCTV Inspection of Sanitary Sewer Mains at Scattered Sites within Orleans Parish

The prime contractor is Blue Flash Sewer Services, Inc.

The DBE Participation Goal is 36%. The DBE participation achieved from May 31, 2012 to March 31, 2013 was 31%

During the course of the project, the lone SLDBE subcontractor that was qualified to participate on the subject project failed to acquire the equipment to perform the agreed scope of work. At that point the DBE participation achieved was 0%

Since that time, a qualified and equipped SLDBE has become certified and has contracted with the prime contractor to meet the 36% participation goal.

Renewal of the Construction Contract recommendation was approved on a motion by Dr. Duplessis and seconded by Ms. Satpathi. The motion carried.

6) FINAL ACCEPTANCE ON CONTRACTS WITH DBE PARTICIPATION

Contract #3698 – Restoration of Existing Gravity Sewer mains by Excavation and Replacement from Manhole-to-Manhole at Various Sites throughout the City of New Orleans

The Prime Contractor is Wallace C. Drennan, Inc.

The DBE participation goal is 36%. The DBE participation achieved is 41.67%.

Final Acceptance Contract recommendation was approved on a motion by Dr. Duplessis and seconded by Ms. Satpathi. The motion carried.

PRESENTATION ITEMS

Committee Responsibilities

Mr. Cedric S. Grant, Executive Director, proposed by-law changes to the Operations Committee responsibilities suggesting more oversight to Customer Service and Strategic Communications. The recommended by-laws included continue oversight of the Economical Disadvantaged Business Program. Suggestions are to be reviewed for 30 days and will be discussed at the December Operations Committee Meeting with hopes to implement in early 2015.

The committee received the recommendations.

Customer Service Results through September 2014

Operations Committee Report

November 3, 2014

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Mr. Robert Miller, Deputy Director reviewed the customer service results, including key activity updates, and provided a status update on implementation of the Customer Account Management System and Customer Service Improvement plans. Mr. Miller confirmed that a Steering Committee Meeting scheduled for later this month will evaluate the current plan to determine if the timeline can be modified.

Mr. Miller highlighted recent performance measures by the Customer Service Department answering 94% of the bill related calls and 92% of emergency calls (national best average is 95%).

The Committee received the report.

Delinquent Account Processes: Water Help Program and Plumbing Assistance

Mr. Robert Miller, Deputy Director, explained processes of managing delinquent accounts. He identified two areas of improvement; increasing customer awareness and re-evaluating customer eligibility for the Water Help and Plumbing Assistance Programs.

The Committee received the report.

INFORMATION ITEMS

The following information items were available for review by committee:

- 1) DBE Participation Report
Reviewed by committee
- 2) Topics for Future Discussions
None
- 2) 2014 Committee/Board Meeting Schedule
No changes request
- 9) Response to Questions
None
- 10) Any Other Matters
None

ADJOURNMENT

There being no further business to come before the Committee, a motion was made by Dr. Duplessis to adjourn the meeting, seconded by Ms. Satpathi. The meeting adjourned at 9:14am.

Very truly yours,

Mr. Scott Jacobs



"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

Sewerage & Water Board of NEW ORLEANS

MITCHELL J. LANDRIEU, President
WM. RAYMOND MANNING, President Pro-Tem

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November 4, 2014

TO THE HONORABLE PRESIDENT AND MEMBERS OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS

The Finance Committee of the Sewerage and Water Board of New Orleans met on Tuesday November 4, 2014 at 8:00 A.M. in the Board Room, 625 St. Joseph Street to consider the following matters.

ACTION ITEMS

Item 1 APPROVAL OF PREVIOUS REPORT

The report of the Regular Finance Committee Meeting held on Tuesday, October 7, 2014 was received. Upon a motion of Ms. Kane and second by Ms. Barnes the report was approved.

Item 2 GENERAL SUPERINTENDENT'S RECOMMENDATIONS

R-237-2014 – FURNISHING LIQUID FERRIC SULFATE REQ. NOSALW140037 & CM140018

Mr. Becker recommended item 1 to Kemira Water Solutions, Inc. to furnish and deliver 200,000 pounds of Liquid Sulfate to the Algiers Water Plant in the amount of \$135,400.00 and item 2 to Kemira Water Solutions, Inc. to furnish and deliver 2,000,000 pounds of Liquid Sulfate to the Carrollton Water Plant in the amount \$1,354,000.00.

R-238-2014 – FURNISHING FIRE HYDRANT ANTI-TAMPERING DEVICES – REQ. NO. YW140064

Mr. Becker recommended McGard, LLC. in the amount of \$369,200.00.

R-239-2014 – FURNISHING 4" AND 5" FIRE HYDRANT REPAIR PARTS SWB DRAWING NUMBERS 11824-W-62 & 11825-W-62 – REQ. NO. YW140065

Mr. Becker recommended Precision Seals & Mfg. in the amount of \$784,525.00.

R-240-2014 – FURNISHING BRASS WATER SERVICE FITTINGS – REQ. NO. YW140098

Mr. Becker recommended sections I, II, III, IV, and VI to A. Y. McDonald Mfg. Co. in the amount of \$539,902.75 and V to La. Utilities Supply Company in the amount of \$39,722.50.

R-241-2014 – FURNISHING METER BOXES AND METER BOX PARTS – REQ.NO. YW140099

Mr. Becker recommended A. Y. McDonald Mfg. in the amount of \$686,634.50.

R-242-2014 – LEAK DETECTION SERVICES – REQ. NO. CN140033

Mr. Becker recommended Echologics, LLC. in the amount of \$954,000.00.

R-243-2014 – CONTRACT 8129 – KATRINA RELATED REPAIRS TO GARAGE #2 AT CENTRAL YARD

Mr. Becker recommended that this contract be rejected and rebid.

Upon a motion by Ms. Kane and seconded by Ms. Barnes, the above bids 1- 6 were approved and bid 7 was rejected.

CONTRACT RENEWAL

R-244-2014 – FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING SOLID WALL (PVC) PIPE SDR 26 & 35 POLYVINYL CHLORIDE (PVC) C-900 PIPE FOR THE WATER DISTRIBUTION SYSTEM – REQ. NO. YW140001

Mr. Becker recommended the Board approve this first and only renewal to Cimsco, Inc. in the amount of \$248,364.50.

R-245-2014 – FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING FULL CIRCLE STAINLESS STEEL REPAIR AND TAP CLAMPS, BRONZE SERVICE SADDLES AND TRANSITIONAL COUPLINGS FOR CAST IRON, DUCTILE IRON AND TRANSITE PIPE – REQ. NO. YW130099

Mr. Becker recommended the Board approve this first and only renewal to La. Utilities Supply Company in the amount of \$329,278.10 and to H. D. Supply Waterworks, LTD in the amount of \$23,110.00.

**R-246-2014 – FIRST AND FINAL RENEWAL OF CONTRACT 3696 –
CLEANING AND CCTV INSPECTION OF SANITARY SEWER MAINS AT
SCATTERED SITES WITHIN ORLEANS PARISH**

MR. Becker recommended the Board approve this first and only renewal to Blue Flash in the amount of \$741,625.00.

Upon a motion by Ms. Barnes and seconded by Mr. Jacobs the above renewals were approved.

REPORT OF FINAL ACCEPTANCE

**R-247-2014 – CONTRACT 3698 – RESTORATION OF EXISTING
GRAVITY SEWER MAINS BY EXCAVATION & REPLACEMENT FROM
MANHOLE TO MANHOLE AT VARIOUS SITES THROUGHOUT
ORLEANS PARISH**

Mr. Becker recommended the Board accept the above contract.

Upon a motion by Mr. Jacobs and seconded by Ms. Barnes the above contract was accepted.

Item 3

CHANGE ORDERS

**R-249-2014 – RATIFICATION OF CHANGE ORDER #3 FOR CONTRACT
4188 – EMERGENCY REPAIRS TO THE FLORIDA CANAL**

Mr. Becker recommended the ratification of change order no. 3 for contract 4188 – Emergency Repairs to the Florida Canal in the amount of \$211,093.00. This brings the total for change orders to \$211,093.00 or 9.5% of the original contract.

Upon a motion by Mr. Jacobs and seconded by Ms. Barnes the ratification was approved.

**R-250-2014 – RATIFICATION OF CHANGE ORDER #9 FOR CONTRACT
3661 – MODIFICATIONS TO EAST BANK WASTEWATER TREATMENT
PLANT FLOOD PROTECTION SYSTEM**

Mr. Becker recommended the ratification of change order no. 9 for contract 3661- Modifications to East Bank Wastewater Treatment Plant Flood Protection System in the amount of \$34,006.00. This brings the total for change orders to \$3,328,672.15 or 13.6% of the original contract.

Upon a motion by Mr. Jacobs and seconded by Ms. Barnes the ratification was approved.

Item 4 R-233-2014 –AMENDMENT TO AGREEMENT WITH MWH AMERICAS, INC. FOR THE WATER LINE REPLACEMENT PROGRAM

Ms. Goddard recommended amendment to the agreement with MWH Americas, Inc., for the Water Line Replacement Program to identify FEMA eligible ADA curb ramps as related to the construction of FEMA eligible water line replacements contained in the 53 separate FEMA PW's issued to the Board not to exceed the amount of \$459,442.80.

Upon a motion by Ms. Kane and seconded by Ms. Barnes the amendment was approved.

Item 5 R-235-2014 – AWARD OF CONTRACT TO PROVIDE SCHEDULER FOR CAPITAL PROGRAM MANAGEMENT

Ms. Goddard recommended award of contract to Integrated Logistical Support, Inc. to provide a scheduler for the Capital Program Management at a rate of \$105 per hour.

Upon a motion by Mr. Jacobs and seconded by Ms. Kane the award was approved.

Item 6 R-236-2014 –AWARD OF CONTRACT TO PROVIDE DESIGN AND ENGINEERING SERVICES FOR STRUCTURAL REPAIRS AND IMPROVEMENTS TO DPS 17 STATION D

Ms. Goddard recommended award of contract to Stantec to provide design and engineering services for structured repairs and improvements to Drainage Pump Station 17/Sewer Pump Station D at an amount not to exceed \$194,758.

PRESENTATION

Item 7 FINANCIAL RESULTS THROUGH SEPTEMBER

Mr. Miller stated that there was a strong third quarter in sales. He anticipates more capital draw downs in October. There is approximately 94 million left in the bond proceeds. By the year end we are expected to spend no less than 10 million. The Days of Cash is ahead of schedule. We have 480 days for water, 523 for sewer and 257 for drainage. The debt service coverage thru the third quarter is 2.35 for water and 2.98 for sewer. This strong third quarter has brought us to where we hoped we would be at this time.

Item 8 COMMITTEE RESPONSIBILITIES

Mr. Grant discussed the subsequent changes and responsibilities of the Finance Committee.

Item 9 2015 OPERATING BUDGET

Mr. Miller discussed the 2015 Operating Budget components and processes.

INFORMATION ITEMS

Item 10 EMPLOYEE HEALTH CARE COMMUNICATIONS

Communication to employees on a change in the Health Insurance Provider.

Item 11 CHANGE ORDER ANALYSIS

The committee received the report.

Item 12 FEMA PROJECT WORKSHEET STATUS

The committee received the report.

Item 13 TOPICS FOR FUTURE DISCUSSION

None

Item 14 2014 COMMITTEE/BOARD MEETING SCHEDULE

The committee received the report.

Item 15 RESPONSE TO QUESTIONS

None

Item 16 ANY OTHER MATTERS

None

Item 17 ADJOURNMENT

Adjourned at 9:10 am

REFERENCE MATERIAL (IN BINDERS)

- A. Sewerage & Water Board By-Laws
- B. 2014 Operating & Capital Budgets
- C. Strategic Plan
- D. Tracking Tool for Commitments to the City Council
- E. Bond Rating

ATTENDANCE

Present:

Ms. Kerri Kane
Mr. Scott Jacobs
Ms. Robin Barnes
Mr. Wm. Raymond Manning

Absent

Mr. Mark Moody

Also in attendance were Cedric S. Grant, Director; Robert Miller, Deputy Executive Director; Joseph Becker, General Superintendent; Madeline Goddard, Deputy Superintendent; Nolan Lambert, Special Counsel; Rosita Thomas, Interim Finance Administrator; Dexter Joseph, Budget Director; Robert Jackson, Utility Sr. Services Manager; Tiffany Carter, Utility Services Manager; Raymond Gable, Irma Mahannuar, Internal Audit; Kathleen LaFrance, Executive Director Analyst; Jason Higginbotham, Utility Sr. Services Manager; and Randy Smith, Royal Engineers.

Respectfully submitted,

Mr. Wm. Raymond Manning, Temporary Chair

**GENERAL SUPERINTENDENT RECOMMENDATIONS
FOR THE NOVEMBER 19, 2014 MEETING**

- A. BIDS** A listing of the bids received during the month of October is included in the following report. A brief summary is attached for your review.

Item 1 - R-237-2014 - FURNISHING LIQUID FERRIC SULFATE -
REQ. NOS. ALW140037 & CM140018

Item 2 - R-238-2014 - FURNISHING FIRE HYDRANT ANTI-
TAMPERING DEVICES - REQ. NO. YW140064

Item 3 - R-239-2014 - FURNISHING 4" AND 5" FIRE HYDRANT
REPAIR PARTS SWB DRAWING NUMBERS
11824-W-62 & 11825-W-62 - REQ. NO.
YW140065

Item 4 - R-240-2014 - FURNISHING BRASS WATER SERVICE
FITTINGS - REQ. NO. YW140098

Item 5 - R-241-2014 - FURNISHING METER BOXES AND METER BOX
PARTS - REQ. NO. YW140099

Item 6 - R-242-2014 - LEAK DETECTION SERVICES -
REQ. NO. CN140033

Item 7 - R-243-2014 - CONTRACT 8129 - KATRINA RELATED
REPAIRS TO GARAGE #2 AT CENTRAL YARD

B. CONTRACT RENEWAL

Item 8 - R-244-2014 - FIRST AND FINAL RENEWAL OF CONTRACT
FOR FURNISHING SOLID WALL (PVC) PIPE
SDR 26 & 35 POLYVINYL CHLORIDE (PVC)
C-900 PIPE FOR THE WATER DISTRIBUTION
SYSTEM - REQ. NO. YW140001

Item 9 - R-245-2014 - FIRST AND FINAL RENEWAL OF CONTRACT
FOR FURNISHING FULL CIRCLE STAINLESS
STEEL REPAIR AND TAP CLAMPS, BRONZE
SERVICE SADDLES AND TRANSITIONAL
COUPLINGS FOR CAST IRON, DUCTILE IRON
AND TRANSITE PIPE - REQ. NO. YW130099

Item 10 - R-246-2014 - FIRST AND FINAL RENEWAL OF CONTRACT
3696 - CLEANING AND CCTV INSPECTION OF
SANITARY SEWER MAINS AT SCATTERED
SITES WITHIN ORLEANS PARISH

C. CONTRACT FINAL ACCEPTANCE

Item 11 - R-247-2014 - CONTRACT 3698 - RESTORATION OF
EXISTING GRAVITY SEWER MAINS BY
EXCAVATION & REPLACEMENT FROM MANHOLE
TO MANHOLE AT VARIOUS SITES THROUGHOUT
ORLEANS PARISH

GENERAL SUPERINTENDENT RECOMMENDATIONS
REPORT OF FINAL ACCEPTANCE TO BE
CONSIDERED BY THE FINANCE COMMITTEE AND
THE BOARD'S MEETING OF NOVEMBER 19, 2014

During October 2014 bids were received and evaluated (as per attached tabulations) on various items as follows:

1. FURNISHING LIQUID FERRIC SULFATE - REQ. NOS. ALW140037 & CM140018

Four (4) bids were received on October 16, 2014 for furnishing Liquid Ferric Sulfate. It is recommended that awards be made on an item-by-item basis, to the low bidder, as follows:

Item 1, to **Kemira Water Solutions, Inc.** for furnishing and delivering 200,000 pounds to the Algiers Water Plant in the total net amount of **\$135,400.00**, be accepted based upon the technical review of the proposals.

Item 2, to **Kemira Water Solutions, Inc.** for furnishing and delivering 2,000,000 pounds to the Carrollton Water Plant in the total net amount of **\$1,354,000.00**, be accepted based upon the technical review of the proposals.

There is no DBE participation.

Funds for this project are budgeted under Account Codes 3244 (Chemicals-Algiers Water Plant) and 3224 (Chemicals-New Orleans) and Object Codes 4780 (Ferric Chloride) and 4760 (Iron Sulfate).

2. FURNISHING FIRE HYDRANT ANTI-TAMPERING DEVICES - REQ. NO. YW140064

Two (2) bids were received on October 2, 2014 for furnishing fire hydrant anti-tampering devices. It is recommended that the low bid of **McGard, LLC** in the total amount of **\$369,200.00**, be accepted based upon the technical review of the proposals.

The two (2) bidders are as follows:

- | | |
|-----------------------|---------------------|
| 1. McGard, LLC | \$369,200.00 |
| 2. Cimsco, Inc. | 780,000.00 |

There is no DBE participation.

The estimated amount for this project is \$500,000.00.

Funds for this project are budgeted under Account Code 0850 (Warehouse & Grounds) and Object Code 4410 (Materials & Supplies).

GENERAL SUPERINTENDENT RECOMMENDATIONS (CONT'D)

November 19, 2014

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3. FURNISHING 4" AND 5" FIRE HYDRANT REPAIR PARTS SWB DRAWING
NUMBERS 11824-W-62 & 11825-W-62 - REQ. NO. YW140065

Four (4) bids were received on October 2, 2014 for Furnishing 4" and 5" Fire Hydrant Repair Parts. It is recommended that the low bid of **Precision Seals & Mfg.** in the total amount of **\$784,525.00**, be accepted based upon the technical review of the proposals.

The four (4) bidders are as follows:

1. Precision Seals & Mfg.	\$ 784,525.00
2. Southern Pipe & Supply	820,385.00
3. Coburn's Supply	927,350.00
4. Cimsco, Inc.	1,593,500.00

There is no DBE participation.

The estimated amount for this project is \$500,000.00.

Funds for this project are budgeted under Account Code 0850 (Warehouse & Grounds) and Object Code 4410 (Materials & Supplies).

4. FURNISHING BRASS WATER SERVICE FITTINGS - REQ. NO. YW140098

Five (5) bids were received on October 2, 2014 for Furnishing Brass Water Service Fittings. One bid was a "No Bid". It is recommended that awards be made on a Section-by-Section basis, to the lowest bidder as follows:

Sections I II, III, IV and VI, to A.Y. McDonald Mfg. Co. in the total amount of **\$539,902.75**, be accepted based upon the technical review of the proposals.

Section V, to La. Utilities Supply Company in the total amount of **\$39,722.50**, be accepted based upon the technical review of the proposals.

The five (5) bidders are as follows:

1. A.Y. McDonald Mfg.	\$580,135.75
2. Southern Pipe & Supply	557,772.50
3. La. Utilities Supply Company	679,495.00
4. H.D. Supply Waterworks	693,788.75
5. Cimsco, Inc.	927,500.00

There is no DBE participation.

The estimated amount for this project is \$400,000.00.

GENERAL SUPERINTENDENT RECOMMENDATIONS (CONT'D)

November 19, 2014

Page 3

Funds for this project are budgeted under Account Code 0850 (Warehouse & Grounds) and Object Code 4410 (Materials & Supplies).

5. FURNISHING METER BOXES AND METER BOX PARTS - REQ. NO. YW140099

Four (4) bids were received on October 2, 2014 for Furnishing Meter Boxes and Meter Box Parts. It is recommended that the low bid of **A.Y. McDonald Mfg.** in the total amount of **\$686,634.50**, be accepted based upon the technical review of the proposals.

The four (4) bidders are as follows:

1. A.Y. McDonald Mfg.	\$686,634.50
2. Cimsco, Inc.	777,450.00
3. La. Utilities Supply	799,190.00
4. H.D. Supply Waterworks	805,310.00

There is no DBE participation.

The estimated amount for this project is \$500,000.00.

Funds for this project are budgeted under Account Code 0850 (Warehouse & Grounds) and Object Code 4410 (Materials & Supplies).

6. LEAK DETECTION SERVICES - REQ. NO. CN140033

Two (2) bids were received on October 3, 2014 for performing Leak Detection Services. It is recommended that the low bid of **Echologics, LLC** in the total amount of **\$954,000.00**, be accepted based upon the technical review of the proposals.

The two (2) bidders are as follows:

1. Echologics, LLC	\$ 954,000.00
2. Wachs Valve and Hydrant Services, LLC	1,094,500.00

GENERAL SUPERINTENDENT RECOMMENDATIONS (CONT'D)

November 19, 2014

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There is no DBE participation.

The estimated amount for this project is \$1,000,000.00.

Funds for this project are budgeted under Capital Program 110 (Normal Extensions & Replacements).

7. CONTRACT 8129 - KATRINA RELATED REPAIRS TO GARAGE #2 AT CENTRAL YARD

Three (3) bids were received on October 3, 2014 for performing work under Contract 8129. The bids of the first and second low bidders, Hamp's Construction LLC and Industrial & Mechanical Contractors, Inc. were rejected due to failure of providing the required correspondence from SLDBE participants confirming negotiated terms. The bid of Strategic Planning Associates, LLC was over the estimated amount. **It is, therefore, recommended all bids be rejected and this contract be rebid.**

The three (3) bidders are as follows:

1. Hamp's Construction LLC	\$ 756,600.00
2. Industrial & Mechanical Contractors, Inc.	884,850.00
3. Strategic Planning Associates, LLC	1,094,541.00

The DBE participation is 36%.

The estimated amount for this project is \$979,520.00.

Funds for this project are budgeted under Account Code 08129.

GENERAL SUPERINTENDENT RECOMMENDATIONS (CONT'D)

November 19, 2014

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8.

FIRST AND FINAL RENEWAL OF CONTRACT FOR
FURNISHING SOLID WALL (PVC) PIPE SDR 26 & 35
POLYVINYL CHLORIDE (PVC) C-900 PIPE
FOR THE WATER DISTRIBUTION SYSTEM
REQ. NO. YW140001

PROPOSAL:

The contractor, **Cimsco, Inc.**, has requested that the Board renew their current contract effective February 1, 2015, as allowed under this contract with no increase in cost and with no change in terms and conditions of their original contract, with the totals being **\$248,364.50**.

EVALUATION:

The original contract for Furnishing Solid Wall (PVC) Pipe SDR 26 & 35 Polyvinyl Chloride (PVC) C-900 Pipe for the Water Distribution System was awarded to Cimsco, Inc. by the Board at its meeting of January 15, 2014 in the total amount of **\$248,364.50**. If approved, this would be the first and only renewal as allowed under the terms of the contract. There is no DBE participation. Funds for this project are budgeted under Account Codes 0850 (Warehouse & Grounds) and Object Code 9950 (Tools & Equipment).

RECOMMENDATION:

It is recommended that the Board approve this first and only renewal to **Cimsco, Inc.** in the total amount of **\$248,364.50**.

GENERAL SUPERINTENDENT RECOMMENDATIONS (CONT'D)

November 19, 2014

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9.

FIRST AND FINAL RENEWAL OF CONTRACT FOR
FURNISHING FULL CIRCLE STAINLESS STEEL REPAIR AND TAP CLAMPS,
BRONZE SERVICE SADDLES AND TRANSITIONAL COUPLINGS FOR CAST IRON,
DUCTILE IRON AND TRANSITE PIPE
REQ. NO. YW130099

PROPOSAL:

The contractor, **La. Utilities Supply Company** has requested that the Board renew their current contract effective December 1, 2014, as allowed under this contract with no increase in cost and with no change in terms and conditions of their original contract, with the total being **\$329,278.10 (Sections I, II and IV)**.

The contractor, **H.D. Supply Waterworks, LTD** has requested that the Board renew their current contract effective December 1, 2014, as allowed under this contract with no increase in cost and with no change in terms and conditions of their original contract, with the total being **\$23,110.00 (Section III)**.

EVALUATION:

The original contract for Furnishing Full Circle Stainless Steel Repair and Tap Clamps, Bronze Service Saddles and Transitional Couplings for Cast Iron, Ductile Iron and Transite Pipe was awarded to **La. Utilities Supply Company** in the total amount of **\$329,278.10 (Sections I, II and IV)** and **H.D. Supply Waterworks, LTD** in the total amount of **\$23,110.00 (Section III)**, by the Board at its meeting of November 20, 2013. If approved, this would be the first and only renewal as allowed under the terms of the contract. There is no DBE participation. Funds for this project are budgeted under Account Code 0850 (Warehouse & Grounds) and Object Code 9949 (Hydrants, Valves & Parts).

RECOMMENDATION:

It is recommended that the Board approve this first and only renewal to **La. Utilities Supply Company** in the total amount of **\$329,278.10** and to **H.D. Supply Waterworks, LTD** in the total amount of **\$23,110.00**.

GENERAL SUPERINTENDENT RECOMMENDATIONS (CONT'D)

November 19, 2014

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10.

FIRST AND FINAL RENEWAL OF CONTRACT 3696
CLEANING AND CCTV INSPECTION OF SANITARY SEWER MAINS
AT SCATTERED SITES WITHIN ORLEANS PARISH

PROPOSAL:

The contractor, **Blue Flash** has requested that the Board renew their current contract effective November 19, 2014, as allowed under this contract with no increase in cost and with no change in terms and conditions of their original contract, with the total being **\$741,625.00**.

EVALUATION:

The original contract for 3696 - Cleaning and CCTV Inspection of Sanitary Sewer Mains at Scattered Sites Within Orleans Parish was awarded to Blue Flash by the Board at its meeting of January 18, 2012 in the total amount of **\$741,625.00**. If approved, this would be the first and only renewal as allowed under the terms of the contract. The DBE participation is 36%. Funds for this project are budgeted under Account Code 03696.

RECOMMENDATION:

It is recommended that the Board approve this first and only renewal to **Blue Flash** in the total amount of **\$741,625.00**.

11.

REPORT OF FINAL ACCEPTANCE

PROPOSAL:

Contract 3698 be considered for acceptance.

EVALUATION:

Contract 3698 - Wallace C. Drennan, Inc. - Restoration of Existing Gravity Sewer Mains by Excavation & Replacement from Manhole to Manhole at various sites throughout Orleans Parish.

RECOMMENDATION:

The above contract is recommended for acceptance.



"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

Sewerage & Water Board of NEW ORLEANS

MITCHELL J. LANDRIEU, President
WM. RAYMOND MANNING, President Pro-Tem

625 ST. JOSEPH STREET
NEW ORLEANS, LA 70165 • 504-629-2837 OR 62W-ATER
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Wednesday, November 5, 2014

TO THE HONORABLE PRESIDENT AND MEMBERS OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS

Mesdames and Messieurs:

The Infrastructure Committee met on Wednesday, November 5, 2014 in the 2nd Floor Board Room, 625 St. Joseph Street, New Orleans, LA. with Mrs. Kerri Kane, Mr. Alan Arnold and Mr. Joseph Peychaud at approximately 8:00 a.m.

Action Items:

1. The infrastructure Committee report of Wednesday, October 1, 2014 was motioned by Mr. Alan Arnold and seconded by Mr. Joseph Peychaud. The motion carried with changes recommended by Mr. Alan Arnold that the collection of the three-mill ad valorem tax levy is authorized until the year 2017 and the storm water fee is something for the Board is currently considering implementing.
2. Anna White of Black & Veatch Corporation presented the 2013 Report on Operations of the Sewerage and Water Board of New Orleans. This report was prepared in compliance with covenants contained in the 1997 Sewerage Revenue Bond Resolution and the 1998 Water Revenue Bond Resolutions and subsequent amendments and resolutions that were in effect during 2013. The report included findings and recommendations designed to assist staff in future construction and operational policies and practices. Mr. Arnold raised concerns regarding the need for clear notation of the assumptions that the three-mill ad valorem tax levy will be reauthorized in 2017 and that a new stormwater fee would be implemented in 2016. Deputy Director Robert Miller provided assurances that these changes would be made prior to finalization and distribution of the report.

Acceptance of the Report on Operations for 2013 as modified (R-234-2014) was motioned by Mr. Alan Arnold and seconded by Mr. Joseph Peychaud. The motion carried.

Presentation Items:

3. SELA Progress

General Superintendent Joseph Becker presented a power point presentation regarding the history of SELA projects and its funding. Mr. Becker stated SELA was certified by CORPS HQ in 1993. SELA funding from 1995 -2005 was 75% federal funds and 25% S&WB funds. Post Hurricane Katrina 2005 SELA funding changed on all future projects to 65% federal funds and 35% S&WB funds with a 30 year payback. Projects that were substantially completed prior to 2005 were: Holly Grove/Pritchard P.S.; Dwyer Road; DPS#1; and Napoleon Avenue/S.Claiborne Avenue. Mr. Becker stated the SELA program has proven to be effective with reducing flood loss and damages sustained. Current SELA projects in progress to increase the drainage capacity are: S. Claiborne, Florida Avenue, Napoleon Avenue, Jefferson Avenue, and Louisiana Avenue.

4. 2015 Capital Budget

Mr. Miller stated that the 2015-2024 Capital Improvement Program has been developed and prioritized by the General Superintendent's Office and the operating department managers. The program for the Drainage system was presented at the October 2014 meeting. Mr. Becker briefly described the programs for the Water and Sewer systems. The development of the proposed 2015 Capital Budget is approaching completion and will be submitted shortly for consideration in advance of the December 2014 meeting.

5. Committee Responsibilities

Executive Director Cedric S. Grant presented recommended changes to the bylaws for the Infrastructure Committee, noting that there are key issues that may be added in order to clarify the defined role of the committee: evaluation of the condition of facilities; execution of the annual capital budget and long-term capital improvement plans; and, consideration of green infrastructure and resiliency initiatives. These changes to the bylaws will lay over for one month and be considered for adoption at the December 2014 cycle of meetings.

INFORMATION ITEMS – RECEIVED

6. Topics for Future Discussions

7. 2014 Committee/Board Meeting Schedule

8. Response to Questions

9. Any Other Matters

Reference Material (In Binders)

A. Sewerage and Water Board By-Laws

B. 2014 Operating & Capital Program

C. Strategic Plan

D. Tracking Tool for Commitments to the City Council

E. Bond Rating

9. Adjournment – The Infrastructure Committee ended at approximately 9:30 a.m.

PRESENT: Mrs. Kerri Kane- Chair
Mr. Alan Arnold
Mr. Joseph Peychaud

ABSENT: Ms. Kimberly Thomas
Dr. Tamika Duplessis

OTHER COMMITTEE/
BOARD MEMBERS PRESENT: NONE

Also in attendance were: Cedric S. Grant, Executive Department; Robert Miller, Deputy Director; Joseph Becker, General Superintendent; Nolan Lambert, Special Counsel; Brian Ferrara, Legal Department; Willie Mingo, Purchasing Department; Tiffany Carter, EDBP; Susan Higginbotham, Staff of the Executive Director Office; Brenda Thornton; Dexter Joseph, Planning & Budget Department;

Very truly yours,

Mrs. Kerri Kane
Chairperson

KK/kal



"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

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November 5, 2014

TO THE HONORABLE PRESIDENT AND MEMBERS OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS

The PENSION COMMITTEE of the Sewerage and Water Board of New Orleans ("Board") met on Wednesday, November 5, 2014 at 9:30 a.m. in the Board Room at 625 St. Joseph Street.

ATTENDANCE

PRESENT: Mr. Wm. Raymond Manning (Chairman), Mr. Alan Arnold*, Mrs. Robin Barnes, Mr. Harold Heller, Jr., Mr. Joseph Peychaud, Mr. Marvin R. Russell, Jr., Mr. Gerald Tilton and Mr. John H. Wilson III

*Mr. Arnold departed the meeting at approximately 10:05 a.m.

ABSENT: Mr. Marion Bracy

Also in attendance were Director's Office, Legal, Finance and Personnel Department staff; Stephen Daste, Marcia Culotta and Octave Francis of FFC Capital Management; Erin Benoit of Weiler & Rees.

The meeting was called to order at approximately 9:39 a.m. to discuss and act upon the following matters:

APPROVAL OF PREVIOUS REPORTS (ACTION)

The Pension Committee received the Pension Committee Report of October 1, 2014 for review and action. Mr. Wilson motioned to approve the report and Mr. Arnold seconded the motion. The motion passed.

PENSION PLAN RULE CHANGES (ACTION)

The Committee received resolutions R-248-2014 and R-251-2014. Resolution R-248-2014 states the intent of the computation of the 1% increase in the employee pension contribution rate from 5% to 6% effective January 1, 2015. The additional employee pension contributions will be used to increase the accrued unfunded liability when the retirement system is not 100% funded and not used as an offsetting reduction in the employer contribution rate.

Mr. Arnold motioned to recommend approval of R-248-2014 and Mr. Peychaud seconded. The motion passed.

PENSION PLAN RULE CHANGES (ACTION) (CONTINUED)

Resolution R-251-2014 will amend Article II and Article VIII, Section 8.2(a) of the Rules and Regulations of the Employees' Retirement System of the S&WB. The current definition of "average compensation" will be deleted and replaced with new language to reflect the new definition of "average compensation" that changes the computation period to the following: 1.) For employees who become retirement eligible on or before December 31, 2014, average compensation will include a computation period of thirty-six (36) successive months of compensation; 2.) For employees who become retirement eligible on or after January 1, 2015 and retire between January 1, 2015 and January 1, 2017 (inclusive), average compensation will include a computation period of forty-eight (48) successive months of compensation; 3.) For employees who become retirement eligible on or after January 1, 2015 and retire on or after January 1, 2018, average compensation will include a computation period of sixty (60) successive months of compensation.

Additionally, resolution R-251-2014 will change the language of Article VIII, Section 8.2(a) to reflect an increase the employee contribution rate from 5% to 6% effective January 1, 2015.

Mrs. Barnes motioned to recommend approval of R-251-2014 and Mr. Arnold seconded. Mr. Manning took a vote and four (4) committee members were in favor of recommending approval and four (4) committee members were opposed. Mr. Grant expressed his concern regarding the committee's inability to reach a consensus on resolution R-251-2014. This resolution and its resulting recommendation will be forwarded to the Board of Trustees.

Note: During previous meetings Mr. Miller recommended that the employee members host listening sessions to notify employees that an action plan is being developed to meet the goals of strengthening the pension plan and increasing the funded ratio. The employee members hosted six (6) listening sessions at the four (4) main S&WB facilities. The employee members provided feedback to the committee from the listening sessions. The committee received a recommendation from staff to adopt two proposed amendments (Increase the employee contribution rate from 5% to 6% effective January 1, 2015; and increase the number of months used to determine average compensation for retirement calculation purposes from 36 months to 48 months; a third proposal that would change the membership requirement of rehired DROP participants to allow them to receive a retirement allowance if they are rehired after participating in the DROP program was deferred to allow for further research). At the Pension Committee Meeting of October 1, 2014 Michael Conefry, the Board's Actuary, and Erin Benoit, representing John Weiler, the Board's Legal Counsel, presented a response to the committee's request for information regarding the proposed amendments.

PENSION CONSULTANT FEES (ACTION)

The Committee received a memo from Robert Miller reporting staff's research and recommendation of FFC Capital Management's pension consultant fee. Mr. Miller explained that, at its meeting of September 17, 2014, the Board of Trustees voted to accept the proposal of FFC Capital Management's that was submitted in response to the Pension Investment Advisory Services RFP. The accepted proposal is for an initial three (3) year period (with two (2) one (1) year renewals) for a fee to be determined by negotiation not to exceed an initial three (3) year fee of \$397,500 or a total five (5) year fee of \$687,500. Mr. Miller explained that staff evaluated the fee proposal using data from two local retirement systems of comparable size and structure. Staff concluded that more assets per dollar are managed by FFC Capital Management, than that of the two local retirement systems, thus requiring higher management fees. Staff recommends the base fee proposal be accepted without further negotiation.

Mr. Wilson motioned to approve the fee proposal and Mrs. Barnes seconded. The motion passed. After the motion, Mr. Arnold expressed concern regarding the amount of the proposed fee and its comparison to the investment management fees of only two (2) local retirement systems.

PENSION CONSULTANT FEES (ACTION) (CONTINUED)

Note: During a previous meeting the committee was notified that the Board of Directors directed staff to begin the proposal process for the Pension Investment Advisory Services Contract. The Request for Proposal (RFP) was advertised on three (3) separate dates, beginning in May 2014. A selection committee was formed to evaluate the proposals received and to submit a recommendation to the committee. The committee received a listing of seven (7) finalists selected for the Pension Investment Advisory Services Contract and the criteria used in the evaluation of the proposals. The selection committee recommended acceptance of the FFC Capital Management proposal for an initial 3-year period at a rate of \$397,500.00. The committee approved the recommendation. This item was deferred at the Pension Committee Meeting of October 1, 2014.

PRISMA CAPITAL PARTNERS-HEDGE FUND ABSOLUTE RETURN MANAGER (PRESENTATION)

Peter Zakowich and John Diercksen presented to the committee an update on the Board's Hedge Fund Absolute Return Investment Portfolio. The portfolio performance statement submitted prior to the meeting indicates that the portfolio increased in value from \$20,863,243.00 to \$20,877,148.00 for the period ending September 30, 2014. This resulted in a one-month return rate of 0.07% (Gross and Net) compared to the Dow Jones Credit Suisse HFI return rate of -0.01% for the same period.

FFC QUARTERLY REPORT (PRESENTATION)

Octave Francis of FFC Capital Management presented to the committee the Sewerage and Water Board of New Orleans Employees' Retirement System 3rd Quarter Performance Report for 2014.

COMMITTEE RESPONSIBILITIES

This agenda item was not discussed.

VOLUNTARY RETIREMENT(S)

There were six (6) voluntary retirement applications submitted to the Pension Committee for review:

Elzey, Gary A.

Retirement Date: 11/20/14; Group: 3227 (DROP)

Garrett, Theola S.

Retirement Date: 11/01/14; Group: 0030 (DROP)

Kaufman, Louis C.

Retirement Date: 11/01/14; Group: 3225 (DROP)

Pedesclaux, Jerrold V.

Retirement Date: 11/01/14; Group: 0811 (DROP)

Petes, Elton

Retirement Date: 11/01/14; Group: 2330 (DROP)

Strong, David H., Jr.

Retirement Date: 11/30/14; Group: 0040 (DROP)

ISHARES-NAREIT

There was no portfolio performance statement submitted for the period ending September 30, 2014.

VANGUARD INDEX-DOMESTIC REIT

There was no portfolio performance statement submitted for the period ending September 30, 2014.

NEWSOUTH CAPITAL MANAGEMENT-SMALL/MID CAP EQUITY MANAGER

The portfolio performance statement submitted by the Board's Small/Mid Cap Equity Investment Manager indicates that the portfolio decreased in value from \$31,289,597.00 to \$29,908,195.00 for the period ending September 30, 2014. This resulted in a one-month return rate of -4.41% (Gross) and -4.63 (Net) compared to the Russell 2500 Index return rate of -5.14% for the same period.

PYRAMIS GLOBAL ADVISORS-US FIXED INCOME CORE PLUS MANAGER

The portfolio performance statement submitted by the Board's U.S. Fixed Core Plus Investment Manager indicates that the portfolio decreased in value from \$59,297,971.00 to \$58,858,583.00 for the period ending September 30, 2014. This resulted in a one-month return rate of -0.74% (Gross) and -0.76% (Net) compared to the BC US Aggregate return rate of -0.68% for the same period. (\$7,093.00 was credited to this account)

EARNEST PARTNERS-INTERNATIONAL MANAGER

The portfolio performance statement submitted by the Board's International Investment Manager indicates that the portfolio increased in value from \$17,158,476.00 to \$17,421,748.00 for the period ending September 30, 2014. This resulted in a one-month return rate of 1.53% (Net) compared to the MSCI ACWI ex US Index return rate of 0.55% for the same period.

EQUITAS CAPITAL ADVISORS-HEDGE FUND

The portfolio performance statement submitted by the Board's Hedge Fund Absolute Return Investment Manager indicates that the portfolio decreased in value from \$32,553.00 to \$32,493.00 for the period ending September 30, 2014. This resulted in a one-month return rate of -0.1% (Gross) and -0.2% (Net) compared to the Dollar-Weighted return rate of -0.2%; Credit Suisse Hedge Fund Index return rate of 0.0% and the Evergreen Main Account return rate of -0.5% for the same period.

WESTERN ASSET MANAGEMENT-GLOBAL FIXED INCOME TIPS

The portfolio performance statement submitted by the Board's Global Fixed Income TIPS Investment Manager indicates that the portfolio increased in value from \$17,498,145.00 to \$18,059,255.00 for the period ending September 30, 2014. This resulted in a one-month return rate of -3.11% (Gross) and -3.14% (Net) compared to the Barclay's Capital World Government IL AII Mat Index return rate of -3.42% and the Citigroup World Govt Bond Index, USD Unhedged Index return rate of -3.30% for the same period.

BARROW, HANLEY, MEWHINNEY & STRAUSS-LARGE CAP VALUE MANAGER

The portfolio statement submitted by the Board's Large Cap Value Investment Manager indicated that the portfolio decreased in value from \$26,977,063.00 to \$26,669,106.00 for the period ending September 30, 2014. This resulted in a one-month return rate of -1.14% (Gross) and -1.19% (Net) compared to the Russell 1000 Value Index return rate of -2.06% for the same period.

CHICAGO EQUITY PARTNERS -LARGE CAP ENHANCED CORE MANAGER

The portfolio performance statement submitted by the Board's Large Cap Enhanced Core Investment Manager indicates that the portfolio decreased in value from \$30,040,146.27 to \$29,475,546.98 for the period ending September 30, 2014. This resulted in a one-month return rate of -1.87% (Gross) and -1.90% (Net) compared to the Russell 1000 Index return rate of -1.75% for the same period. (\$0.31 was debited from this account; \$44,310.88 was credited to this account)

POWERSHARES DB COMMODITY INDEX-DOMESTIC COMMODITIES

There was no portfolio performance statement submitted for the period ending September 30, 2014.

ZAZOVE-RESIDUAL ASSET

There was no portfolio performance statement submitted for the period ending September 30, 2014.

FIDELITY INST PRIME MMKT CL-CASH

There was no portfolio performance statement submitted for the period ending September 30, 2014.

SECURITIES LENDING REPORT

The Securities Lending Report submitted by BMO Securities Lending indicates that the year-to-date revenue from securities lending is \$116,440.00 as of September 2014.

QUARTERLY PENSION FINANCIAL ACTIVITIES PERIOD ENDING SEPTEMBER 30, 2014

The Pension Committee received the Quarterly Pension Financial Activities and Pension Disbursements Statement for the period ending September 30, 2014.

LAMP/DROP STATEMENTS

The DROP report submitted by Louisiana Asset Management Pool (LAMP) indicates that the DROP account had an ending balance of \$12,375,997.13 for the period ending September 2014.

2014 COMMITTEE/BOARD MEETING SCHEDULE

The updated Committee and Board Meeting Schedule was submitted to the Pension Committee for review.

TOPICS FOR FUTURE DISCUSSIONS

This agenda item was not discussed.

RESPONSE TO QUESTIONS

This agenda item was not discussed.

OTHER MATTERS

There were no additional items discussed at this meeting.

ADJOURNMENT

Mr. Tilton motioned to adjourn the meeting and Mr. Wilson seconded. The meeting adjourned at approximately 10:55 a.m.

Very Truly Yours,

Wm. Raymond Manning
Chairman



"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

Sewerage & Water Board OF NEW ORLEANS

MITCHELL J. LANDRIEU, President
WM. RAYMOND MANNING, President Pro-Tem

625 ST. JOSEPH STREET
NEW ORLEANS, LA 70165 • 504-529-2837 OR 52W-ATER
www.swbno.org

November 7, 2014

TO THE HONORABLE PRESIDENT AND MEMBERS OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS:

A regular meeting of the **Executive Committee** of the Sewerage and Water Board was called to order on Friday, November 7, 2014 at 9:00 AM in the Board Room at 625 St. Joseph Street.

ATTENDANCE

Present: Wm. Raymond Manning, Committee Chair
Marion B. Bracy
Kerri Kane
Alan Arnold

Also in Attendance: Cedric S. Grant, Executive Director; Nolan Lambert, Legal Counsel; Brian Ferrara, Legal Counsel; Joseph Becker, General Superintendent; Bobby Nathan, Equal Employment Opportunity Director (EEOC); Kathleen LaFrance, Executive Director's Office; Willie Mingo, Purchasing Department; Geneva Coleman, The Hawthorne Agency, Inc.; Ashleigh Gardere, Sr. Advisor to the Mayor for Strategy & Development

ACTION ITEMS

1. Approval of Previous Report

The Executive Committee received the Executive Committee Report of October 10, 2014 for review and action. Ms. Kane motioned to accept the report and Mr. Bracy seconded the motion. The motion passed.

PRESENTATION ITEMS

2. Workforce Initiative

The Executive Director, Mr. Cedric S. Grant introduced Ms. Ashleigh Gardere, Sr. Advisor to the Mayor for Development Opportunities and asked her to give an update on the Mayor's Workforce Initiative Strategy. Mrs. Gardere stated in a short amount of time, the city has been able to attract just about \$10 million worth of public and private investments to support the Workforce Initiative endeavor. The U.S. Department of Labor made recent commitments to support workforce development efforts in the region. A \$2.4 million grant went to Delgado Community College and a \$5.8 million competitive grant to the City of New Orleans Office of Workforce Development and the Workforce Investment Board to support the

creation of a sector based training program and enhance the City's ability to connect job seekers with advanced manufacturing employment opportunities.

Mr. Alan Arnold asked how does the training program work with Delgado and is it in sync with the city's Civil Service program.

Mr. Cedric S. Grant explained the training and certification processes; all certifications are recognized by Civil Service re: Delgado's training program.

Following a discussion, the committee expressed concerns of replacing the Board's aging workforce and to find ways to create exceptions to fill job needs. It was recommended by the committee to have staff conduct a compensation analysis for 2015. Staff would bring more information back to the Board.

3. Employee Healthcare Communications

Mr. Robert Miller, Deputy Director updated the committee on the employee healthcare communication process. Employees received information about the new SWBNO Employee Health Care Plan with their paystubs on October 24, 2014. Next, employees were given the health provider's website and they were able to look up information pertaining to their primary care physicians, and others who participate in the CIGNA network. Employees will receive the open enrollment package via mail on or about November 24, 2014. Lastly, employees can call the Personnel Department and speak to a staff person who will be able to assist them with questions.

4. Committee Responsibilities

Mr. Cedric S. Grant recommended changing the bylaws of the Executive Committee to include within its responsibilities strategic planning; business development; risk management; and information technology. Staff recommends these changes go before the December Board meeting for adoption.

Following a brief discussion, Mr. Wm. Manning requested for staff to arrange training sessions for the Board in 2015.

INFORMATION ITEMS

5. Tracking Tool for Commitments to the City Council - received

6. EEOC Activity Status Report Y.T.D. - received

7. Topics for Future Discussion - received

8. Response to Questions

Mr. Cedric S. Grant responded to Mr. Alan Arnold's questions that were submitted in writing. Staff would continue to review and research further information to answer all questions.

Mr. Wm. Manning made a request to the legal counsel to look into ways the board can meet to review and discuss sensitive matters outside of a public meeting.

Nolan Lambert, Special Council stated staff will give a conservative effort to see if the Board can delve into some issues, maybe in a smaller group, to satisfy the concerns; but, it has to be done within the parameters of the open meeting laws.

9. Any Other Matters

Mr. Robert Miller reported that the drainage bond sales take place this week and staff expects approximately \$1.5 million dollars in savings to the Board. Also a comprehensive customer service survey is underway and staff would bring back the results to the Board at the January 2015 cycle of Committee/Board meetings. Another positive note to report, the Customer Service Department has achieved 94% of customer service calls and nearly 92% of emergency calls. This is a significant improvement in the performance of the Customer Service Department.

There being no further business to come before the Committee, the meeting adjourned at 10:12 AM.

Very truly yours,

Wm. Raymond Manning
Committee Chair

AMENDMENT TO AGREEMENT WITH MWH AMERICAS, INC FOR THE WATER LINE REPLACEMENT PROGRAM

WHEREAS, by action of the Sewerage & Water Board of New Orleans (Board) through the adoption of Resolution R-001-2012, MWH Americas, Inc. (Consultant) was awarded the agreement to provide engineering and design services for the Water Line Replacement Program for Bywater, Florida Area, Florida Development, Marigny, St. Claude and St. Roch neighborhoods; and

WHEREAS, by action of the Board through the adoption of Resolution R-144-2012, the agreement was amended to provide for compensation of surveying work; and

WHEREAS, by action of the Board through the adoption of Resolution R-163-2014, the agreement was amended to include program/project management services, and that the fees for the new and original scope of work, including drain lines shall reflect the FEMA Project Worksheets; and

WHEREAS, the City of New Orleans has entered into an arbitration agreement with FEMA and GOHSEP, dated April 25, 2014 for installation of curve ramps under the requirements set forth in the Americans with Disabilities Act (ADA) and Department of Justice Guidance at corners and median divided areas throughout the City and required to be installed by the City as a result of other damages to City streets, curbs and sidewalks from Hurricane Katrina; and

WHEREAS, the City has requested the Board to identify FEMA eligible ADA curb ramps as related to the construction of FEMA eligible water line replacements contained in the 53 separate FEMA PWs issued to the Board, typically grouped by neighborhood with a total of approximately 558,000 linear feet of pipe to be replaced; and

WHEREAS, the Consultant has developed a scope of work to include site visits, project description and scope development, cost estimations and documentation, and a level of effort for each PW at a total not to exceed amount of \$459,442.80.

NOW THEREFORE, BE IT RESOLVED, that the agreement with MWH Americas, Inc. for the Water Line Replacement Program shall be amended to include identification of FEMA eligible ADA curb ramps as related to the construction of FEMA eligible water line replacements for a total not to exceed amount of \$459,442.80 and the President and/or President Pro-Tem shall be authorized to execute the amendment to this contract.

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 November 19, 2014.

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

ACCEPTANCE OF THE REPORT ON OPERATIONS FOR 2013

WHEREAS, Black & Veatch was authorized by resolution R-019-2014 to prepare the Report on Operations for 2013; and

WHEREAS, the completed report covering adherence to Bond resolutions, financing of future projects and operations has been completed and delivered to the Board; and

WHEREAS, a review by staff indicates that the report is satisfactory in all respects.

NOW THEREFORE BE IT RESOLVED, that the 2013 Report on Operations is accepted as complete.

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 the resolution
adopted at a Regular Monthly Meeting of
said Board, duly called and held, according
to law on November 19, 2014.

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

AWARD OF CONTRACT TO PROVIDE SCHEDULER FOR CAPITAL PROGRAM MANAGEMENT

WHEREAS, at the October 15, 2014 Board Meeting, the Board approved a list of engineering and consulting firms for the replacement and rehabilitation of Sewerage & Water Board of New Orleans facilities and directed 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; and

WHEREAS, the staff has reviewed the list and recommended Integrated Logistical Support, Inc. (ILSI Engineering) to provide a scheduler to be embedded with the Board to develop master schedules and cash flows for all current and future projects contained in the water, sewerage and drainage capital programs for improved planning, interdepartmental coordination and project controls.

WHEREAS, ILSI Engineering will contract to provide a scheduler with experience in Primavera scheduling (cost and resource loaded schedules, bonding and cash flows), projects controls and cost estimating at a rate of \$105 per hour.

NOW THEREFORE, BE IT RESOLVED, by the Sewerage and Water Board of New Orleans that the President or President Pro-Tem is hereby authorized to enter into an agreement on behalf of the Sewerage and Water Board of New Orleans with ILSI Engineering to provide a scheduler for the capital program management.

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 November 19, 2014.

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

**AWARD OF CONTRACT TO PROVIDE DESIGN AND ENGINEERING SERVICES FOR
STRUCTURAL REPAIRS AND IMPROVEMENTS TO DPS 17/STATION D**

WHEREAS, at the October 15, 2014 Board Meeting, the Board approved a list of engineering and consulting firms for the replacement and rehabilitation of Sewerage & Water Board of New Orleans facilities and directed 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; and

WHEREAS, the staff has reviewed the list and recommended Stantec to provide design and engineering services for structural repairs and improvements to Drainage Pump Station 17/Sewer Pump Station D;

WHEREAS, Stantec will contract for a scope of services to provide a preliminary design report, design, final construction documents and specifications, bidding support, shop drawing review, and construction services for an amount not to exceed of \$194,758 and comply with the DBE participation goal to meet or exceed the established DBE participation goal of 35% with GAEA and Infinity.

NOW THEREFORE, BE IT RESOLVED, by the Sewerage and Water Board of New Orleans that the President or President Pro-Tem is hereby authorized to enter into an agreement on behalf of the Sewerage and Water Board of New Orleans with Stantec to provide design and engineering services for DPS 17/Station D Structural Repairs and Improvements.

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 November 19, 2014.

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

FURNISHING LIQUID FERRIC SULFATE - REQ. NOS. ALW140037 &
CM140018

BE IT RESOLVED by the Sewerage and Water Board of New Orleans that four (4) bids were received on October 16, 2014 after advertising according to the Public Bid Law, for Furnishing Liquid Ferric Sulfate. The low bid was hereby accepted and contract awarded therefore, on an item-by-item basis:

Item 1, to **Kemira Water Solutions, Inc.** for the total net amount of **\$135,400.00** (200,000 pounds to the Algiers Water Plant).

Item 2, to **Kemira Water Solutions, Inc.** for the total net amount of **\$1,354,000.00** (2,000,000 pounds to the Carrollton Water Plant).

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 November 19, 2014.

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

FURNISHING FIRE HYDRANT ANTI-TAMPERING DEVICES - REQ. NO.
YW140064

BE IT RESOLVED by the Sewerage and Water Board of New Orleans that two (2) bids were received on October 2, 2014 after advertising according to the Public Bid Law, for Furnishing Fire Hydrant Anti-tampering Devices. The low bid was hereby accepted and contract awarded therefore to **McGard, LLC** for the total amount of **\$369,200.00**.

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 November 19, 2014.

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

FURNISHING 4" AND 5" FIRE HYDRANT REPAIR PARTS SWB DRAWING
NUMBERS 11824-w-62 & 11825-W-62 - REQ. NO. YW140065

BE IT RESOLVED by the Sewerage and Water Board of New Orleans
that four (4) bids were received on October 2, 2014 after
advertising according to the Public Bid Law, for Furnishing 4"
and 5" Fire Hydrant Repair Parts. The low bid was hereby
accepted and contract awarded therefore to **Precision Seals &
Mfg.** for the total amount of **\$784,525.00.**

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 November 19, 2014.

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

FURNISHING BRASS WATER SERVICE FITTINGS - REQ. NO. YW140098

BE IT RESOLVED by the Sewerage and Water Board of New Orleans that five (5) bids were received on October 2, 2014 after advertising according to the Public Bid Law, for Furnishing Brass Water Service Fittings. The low bid was hereby accepted and contract awarded therefore, on a section-by-section basis:

Sections I, II, III, IV and VI, to **A.Y. McDonald Mfg. Co.** for the total net amount of **\$539,902.75.**

Section V, to **La. Utilities Supply Company** for the total net amount of **\$39,722.50.**

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 November 19, 2014.

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

FURNISHING METER BOXES AND METER BOX PARTS - REQ. NO. YW140099

BE IT RESOLVED by the Sewerage and Water Board of New Orleans that four (4) bids were received on October 2, 2014 after advertising according to the Public Bid Law, for Furnishing Meter Boxes and Meter Box Parts. The low bid was hereby accepted and contract awarded therefore to A.Y. McDonald Mfg. for the total amount of \$686,634.50.

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 November 19, 2014.

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

LEAK DETECTION SERVICES - REQ. NO. CN140033

BE IT RESOLVED by the Sewerage and Water Board of New Orleans that two (2) bids were received on October 3, 2014 after advertising according to the Public Bid Law, for performing leak detection services. The low bid was hereby accepted and contract awarded therefore to **Ecologics, LLC** for the total amount of **\$954,000.00**.

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 November 19, 2014.

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

**CONTRACT 8129 - KATRINA RELATED REPAIRS TO GARAGE #2 AT CENTRAL
YARD**

BE IT RESOLVED by the Sewerage and Water Board of New Orleans that three (3) bids were received on October 3, 2014 after advertising according to the Public Bid Law, for performing work under Contract 8129. The first and second low bidders failed to provide the required correspondence from SLDBE participants confirming negotiated terms and the third bidder was over the estimated amount. **It is recommended that all bids be rejected and this contract be rebid.**

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 November 19, 2014.

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

FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING SOLID WALL (PVC) PIPE SDR 26 & 35 POLYVINYL CHLORIDE (PVC) C-900 PIPE FOR THE WATER DISTRIBUTION SYSTEM - REQ. NO. YW140001

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, **Cimsco, Inc.**, desires to exercise its renewal option as allowed under this contract with the total being **\$248,364.50** for Furnishing Solid Wall (PVC) Pipe SDR 26 & 35 Polyvinyl chloride (PVC) C-900 Pipe for the Water Distribution System.

NOW, THEREFORE, BE IT RESOLVED, that the request of **Cimsco, Inc.**, for this first and only renewal, effective **February 1, 2015**, is hereby approved.

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 November 19, 2014.

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

**FIRST AND FINAL RENEWAL OF CONTRACT FOR FURNISHING FULL CIRCLE
STAINLESS STEEL REPAIR AND TAP CLAMPS, BRONZE SERVICE SADDLES
AND TRANSITIONAL COUPLINGS FOR CAST IRON, DUCTILE IRON AND
TRANSITE PIPE - REQ. NO. YW130099**

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, **La. Utilities Supply Company**, desires to exercise its renewal option as allowed under this contract with the total being **\$329,278.10 (Sections I, II and IV)** for Furnishing Full circle Stainless Steel Repair and Tap Clamps, Bronze Service Saddles and Transitional Couplings for Cast Iron, Ductile Iron and Transite Pipe.

WHEREAS, the contractor, **H.D. Supply Waterworks, LTD**, desires to exercise its renewal option as allowed under this contract with the total being **\$23,110.00 (Section III)** for Furnishing Full circle Stainless Steel Repair and Tap Clamps, Bronze Service Saddles and Transitional Couplings for Cast Iron, Ductile Iron and Transite Pipe.

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

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 November 19, 2014.

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

**FIRST AND FINAL RENEWAL OF CONTRACT 3696 - CLEANING AND CCTV
INSPECTION OF SANITARY SEWER MAINS AT SCATTERED SITES WITHIN
ORLEANS PARISH**

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, **Blue Flash** desires to exercise its renewal option as allowed under this contract with the total being \$741,625.00 for Cleaning and CCTV Inspection of Sanitary Sewer Mains at Scattered Sites within Orleans Parish.

NOW, THEREFORE, BE IT RESOLVED, that the request of **Blue Flash**, for this first and only renewal, effective **November 19, 2014**, is hereby approved.

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 November 19, 2014.

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

**FINAL ACCEPTANCE AND CLOSE OUT TO CONTRACT 3698 - RESTORATION OF
EXISTING GRAVITY SEWER MAINS BY EXCAVATION & REPLACEMENT FROM
MANHOLE TO MANHOLE AT VARIOUS SITES THROUGHOUT ORLEANS PARISH**

WHEREAS, Contract 3698 is ready for Final Acceptance by the
Sewerage & Water Board of New Orleans; and

WHEREAS, the General Superintendent in his report has
recommended that this contract receive final acceptance and be
closed out.

NOW, THEREFORE, BE IT RESOLVED, by the Sewerage and Water Board
of New Orleans that the recommendation of the General
Superintendent to authorize final acceptance and to close out
Contract by **Wallace C. Drennan, Inc.** for **CONTRACT 3698**, is
hereby approved.

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 November 19, 2014.

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

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
SEWERAGE AND WATER BOARD IN REFERENCE TO
THE EMPLOYEES' RETIREMENT SYSTEM
OF THE SEWERAGE AND WATER BOARD**

WHEREAS, the Pension Board of Trustees intends to amend the Rules and Regulations of the Employees' Retirement System of the Sewerage and Water Board of New Orleans ("Retirement System") to increase the amount required to be contributed by each Member from 5% to 6% of his/her Earnable Compensation, commencing after December 31, 2014;

WHEREAS, the Board of Directors intends that there be no reduction of the annual contribution made by the Sewerage and Water Board ("Board") to the Retirement System because of the increase in the Member contribution from 5% to 6% of Earnable Compensation;

WHEREAS, as long as the Retirement System is not 100% funded, the Retirement System's actuary shall calculate for the Board's consideration, an overall contribution percentage of Earnable Compensation and Board contribution percentage as if the Member's contribution amount was not increased, but remained at 5% of Earnable Compensation;

WHEREAS, the foregoing calculation is for purposes of increasing the Board's contribution to the Retirement System by 1% of the Members' Earnable Compensation;

WHEREAS, the intent is that the 1% increase in the Member's contribution from 5% to 6% of Earnable Compensation shall reduce the accrued unfunded liability of the Retirement System; and

WHEREAS, this expression of intent on the part of the Pension Board of Trustees and the calculation by the Retirement System's actuary is undertaken solely to calculate the additional contribution the Board intends to make each year to the Retirement System and is not intended to change the Member contribution rate from 6% of Earnable Compensation commencing after December 31, 2014.

NOW THEREFORE, BE IT RESOLVED:

That the Board of Directors approves the recommendation of the Pension Committee and Board of Trustees that effective after December 31, 2014 the Retirement System's actuary will produce various calculations of the annual contribution to the Retirement System based on the assumption that the Member contributions remain at 5% of Earnable Compensation.

BE IT FURTHER RESOLVED:

That the Board shall base its portion of the annual contribution to the Retirement System on this calculation by the Retirement System's actuary.

I, Cedric S. Grant, Executive Director, do hereby certify that the above and foregoing is a true and correct copy of a Resolution adopted at a meeting of said Board of Directors, duly called and held, according to law, on _____, 2014.

Cedric S. Grant
Executive Director
Sewerage and Water Board of New Orleans

RATIFICATION OF CHANGE ORDER NO. 3 FOR CONTRACT 4188 – EMERGENCY REPAIRS TO THE FLORIDA CANAL

WHEREAS, the Sewerage and Water Board entered into Contract 4188 with Cajun Constructors, Inc. for the above mentioned contract in the amount of \$2,216,000.00, and

WHEREAS, in the course of this contract, it was required to adjust the walls of the new canal to match the existing canal, and

WHEREAS, it was required to extend the replacement of the damaged portion of the canal by an additional 12' due to unforeseen additional damages sustained in the failure, and

WHEREAS, the damages sustained in the canal failure moved additional timber piling and wooden planking from the original construction into conflict with the repairs to the damaged section. This contract was required to move the unforeseen timber from the conflict with the new section of canal.

WHEREAS, this change order, in the amount of \$211,093.00 is an additional 9.5% above the original contract value.

NOW THEREFORE BE IT RESOLVED, the approval of Change Order No. 3 for Contract 4188 be ratified by the Sewerage and Water Board

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 November 19, 2014

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

**RATIFICATION OF CHANGE ORDER NO. 9 FOR CONTRACT 3661 –
MODIFICATIONS TO EAST BANK WASTEWATER TREATMENT PLANT FLOOD
PROTECTION SYSTEM**

WHEREAS, the Sewerage and Water Board entered into Contract 3661 with Cajun Constructors, Inc. for FEMA funded Modifications to the East Bank Wastewater Treatment Plant Flood Protection System in the bid amount of \$24,391,466.00, and

WHEREAS, in the course of this contract, it was required to install additional fencing and gates at the north wall, to modify the north roller gate attachment to plant wall and to install an electronic winch at the north roller gate, all at an additional cost of \$23,305.00. This cost will be eligible for FEMA reimbursement, and

WHEREAS, in the course of these modifications, it was required to issue a general condition costs change order related to a 53 day contract time extension due to unforeseeable conflicts, at an additional cost of \$48,000.00. This cost will be eligible for FEMA reimbursement, and

WHEREAS, in the course of these modifications, Credits were issued for not installing the 6 inch wetlands pipe and for removal of repairs to cracks in the building walls at the Oxygen Reactor Building, all at a credit of \$37,299.00. This cost will be eligible for FEMA reimbursement, and

WHEREAS, the Sewerage and Water Board has previously approved Change Orders for this Contract in the amount of \$3,294,666.15. This Change Order, in the amount of \$34,006.00, brings the accumulated total to \$3,328,672.15, which is 13.6% of the original Contract value.

NOW THEREFORE BE IT RESOLVED, the approval of Change Order No. 9 for Contract 3661 be ratified by the Sewerage and Water Board

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 November 19, 2014

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 **10-23-14**

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

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

Hurricane Katrina

Estimated Project Cost	\$ 819,098,792.75
Obligated Amount	\$ 665,584,623.55
Not Eligible PW ¹	\$ 10,896,751.08
Not Eligible Loan PW ²	\$ 70,111,970.25
Insurance Deduction ³	\$ 2,747,339.04
Version Request ⁴	\$ 0
Loan/Advancement PW Version Request ⁵	\$ 57,621,419.65
Appeal Amount ⁶	\$ -
Close Out Reconciliation ⁷	\$ 5,296,418.64
Submitted Project Cost	\$ 709,921,775.90
Awaiting Obligation ⁸	\$ 17,760,282.02
Total Invoices in Progress at State	\$ 3,179,896.22
Total Paid by State (LAPA Data)	\$ 372,283,813.61
SPS HMGP Grant	\$ 20,082,538.00
Power Plant HMGP GRANT	\$ 141,175,000.00
Power Plant HMGP Amendment 1	\$ 9,620,389.00

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

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

³ National Flood Insurance deductions.

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

⁵ 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

⁶ Amount that is currently under appeal or arbitration.

⁷ Amount that will be reconciled when Project Worksheet's are closed out.

⁸ Amount pending obligation in FEMA Million Dollar Queue or Funding Review Queue.

Hurricane Gustav

This data was collected from E.M. Data and Louisiana.gov

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

Hurricane Isaac

This data was collected from E.M. Data and Louisiana.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
Total	\$ 2,506,570.89	\$ 443,373.00	\$ 2,090,511.99	\$ 1,804,820.52



SEWERAGE AND WATER BOARD

Inter-Office Memorandum

Date: 10-23-14

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 14605 TEMP PUMPS CONTRACT RECONCILE \$4,443,635.60

**OFFICE OF GENERAL SUPERINTENDENT
SEWERAGE AND WATER BOARD OF NEW ORLEANS**

November 19, 2014

To the Honorable President and members of the Sewerage and Water Board of New Orleans:
Gentlemen:

The following report for the month of **October** presented herewith:

Contract 1350 – Industrial & Mechanical Contractors, Inc. – Katrina related repairs to Stream Turbine No. 4 & Auxiliaries at the Main Water Purification Plant Power Complex. This work is approximately 95% complete. (CP Item 175).

Contract 1351 – Lou -Con, Inc. – Repairs to A & B Pumps & Auxiliaries at the Main Water Purification Plant. This work is approximately 83% complete. (CP Item 175).

Contract 1352 – Industrial & Mechanical Contractors, Inc. – Katrina related replacements of Pump Package at the Main Water Purification Power Plant Complex. This work is approximately 98% complete. (CP Item 175).

Contract 1353 – Alfred Conhagen, Inc. – Katrina related repairs to replace boiler preheaters at the Main Water Purification Plant Power Complex. This work is approximately 97% complete. (CP Item 175).

Contract 1360 – Philadelphia Gear – Purchase of Gear Boxes for “G” Basin at the Main Water Purification Plant. This work is 100% complete. (CP Item 110).

Contract 2098 – Fleming Construction Co., LLC – Water Main Point Repair, Water Service Connection, Water Valve and Fire Hydrant Replacement at Various Sites throughout Orleans Parish. This work is approximately 93% complete. (CP Item 175).

Contract 2100 – Boh Brothers Construction Co., LLC – Water Main Point Repair, Water Service Connection, Water Valve & Fire Hydrant Replacement at Various Sites throughout Orleans Parish. This work is approximately 70% complete. (CP Item 175).

Contract 2101 – Wallace C. Drennan, Inc. – Water Main Point Repair, Water Service Connection, Water Valve & Fire Hydrant Replacement at Various Sites throughout Orleans Parish. This work is approximately 53% complete. (CP Item 175).

Contract 2103 – Boh Brothers Construction Co., LLC – Replacement of Water Lines damaged by Hurricane Katrina within portions of the Broadmoor, Lakeview, Milneburg, Read Boulevard East & the Lower Ninth Ward Neighborhoods. This work is approximately 52% complete. (CP Item 175).

Contract 2105– Boh Brothers Construction Co., LLC – Replacement of Water Lines damaged by Hurricane Katrina within various roadways in different neighborhoods throughout the City of New Orleans. This work is approximately 37% complete. (CP Item 175).

Contract 3661 – Cajun Contractors, Inc. – Modifications to East Bank Wastewater Treatment Plant Flood Protection System. This work is approximately 98% complete. (CP Item 375).

Contract 3663 – Lou-Con, Inc. – Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of DOTD Sewage Lift Station. This work is approximately 28% complete. (CP Item 340).

Contract 3665 – TKT MJ, Inc. – Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of Bullard Sewage Pumping Station. This work is approximately 18% complete. (CP Item 340).

Contract 3666 – TKT MJ, Inc. – Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of Lake Forest Sewage Pumping Station. This work is approximately 30% complete. (CP Item 340).

Contract 3667 – TKT MJ, Inc. – Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of Plum Orchard Sewage Lift Station. This work is approximately 60% complete. (CP Item 340).

Contract 3668 – Industrial & Mechanical Contractors, Inc. – Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of Victoria Sewage Pumping Station. This work is approximately 45% complete. (CP Item 340).

Contract 3670 – Lou-Con, Inc. – Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of Lawrence Sewage Pumping Station. This work is approximately 10% complete. (CP Item 340).

Contract 3674 – Boland Marine – Katrina related repairs to Sewage Pumping Stations 6 & 8. This work is 100% complete. (CP Item 375).

Contract 3675 – F.H. Paschen, S.N. Nielsen & Associates LLC - Katrina related replacement of the Administration Building at the East Bank Waste Water Treatment Plant. This work is 100% complete. (CP Item 375).

Contract 3691 – Boh Brothers Construction Co., LLC – Restoration of existing gravity sewer mains. This work is approximately 99% complete. (CP Item 375).

Contract 3695 – Fleming Construction Co., LLC – Restoration of existing gravity sewer main damaged by Hurricane Katrina by excavation, replacement & CIPP. This work is approximately 97% complete. (CP Item 375).

Contract 3696 – Blue Flash Sewer Service, Inc. – Cleaning & CCTV Inspection of Sanitary Sewer Mains at Scattered Sites Within Orleans Parish. This work is approximately 95% complete. (CP Item 318).

Contract 3698 – Wallace C. Drennan, Inc. – Restoration of existing gravity sewer main by excavation & replacement from manhole to manhole. This work is 100% complete. (CP Item 317).

Contract 3781 – Commander Corporation – Central Wetlands Unit Wetlands Assimilation Project - Phase II. This work is approximately 98% complete. (CP Item 368).

Contract 3782 – Ferrate Treatment Technologies, LLC - Furnishing & installation of Ferrator Skid for the Central Wetlands Demonstration Project at the East Bank Sewage Treatment Plant. This work is approximately 65% complete. (CP Item 368).

Contract 3788– Industrial & Mechanical Contractors, Inc. - Hurricane Katrina 404 Hazard Mitigation Grant Program Replacement of Burke Sewage Pumping Station. This work is approximately 33% complete. (CP Item 340).

Contract 5203 – F.H. Paschen, S.N. Nielsen & Associates LLC - DPS No. 14 Trash Screen & Cleaner Replacement. This work is approximately 99% complete. (CP Item 511).

Contract 5221 – Lou -Con, Inc. – Hurricane Katrina related repairs to Ponchartrain Drainage Underpass Pumping Station. This work is 86% complete. (CP Item 575).

Contract 5222 – Lou -Con, Inc. – Hurricane Katrina related repairs to Canal Boulevard Underpass Pumping Station. This work is 65% complete. (CP Item 575).

Contract 5223 – Lou -Con, Inc. – Hurricane Katrina related repairs to St. Bernard Avenue Drainage Underpass Pumping Station. This work is approximately 90% complete. (CP Item 575).

Contract 5226 – Lou -Con, Inc. – Hurricane Katrina related repairs to Franklin Avenue Drainage Underpass Pumping Station. This work is approximately 92% complete. (CP Item 575).

Contract 6248 – Walter J. Barnes Electric Co., Inc. – Installation of Two 60- Hertz Feeders from the Carrollton Water Plant to Drainage Pumping Station No. 1. This work is approximately 50% complete. (CP Item 676).

Contract 8128 – Fleming Construction Co., LLC – Re-paving Open Cuts in Streets, Driveways, Sidewalks resulting from the repair to the Sewerage and Water Board of New Orleans Underground Utilities. This work is approximately 91% complete. (CP Item 175).

Contract 8136 – Courseault Construction, Inc. – Hurricane Katrina related Construction of Central Yard Site Relocation Facility. This work is approximately 99% complete. (CP Item 175).

Contract 8137 – Fleming Construction Co., LLC – Re-paving Open Cuts in Streets, Driveways, Sidewalks resulting from the repair to the Sewerage and Water Board of New Orleans Underground Utilities. This work is approximately 87% complete. (CP Item 175).

Contract 8139 – W.L. Wymann Construction Co., Inc. – Re-bid to replace the Central Yard Annex Building damaged during Hurricane Katrina. This work is approximately 98% complete. (CP Item 175).

Contract 30000 – Wallace C. Drennan, Inc. – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 98% complete. (CP Item 375).

Contract 30002 – BLD Services, Inc. – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 70% complete. (CP Item 375).

Contract 30003 – BLD Services, Inc. – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 68% complete. (CP Item 375).

Contract 30004 – Fleming Construction Co., LLC – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 76% complete. (CP Item 375).

Contract 30005 – Wallace C. Drennan, Inc. – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 33% complete. (CP Item 375).

Contract 30006 – Boh Brothers Construction Co., LLC – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 33% complete. (CP Item 375).

Contract 30008 – Wallace C. Drennan, Inc. – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 62% complete. (CP Item 375).

Contract 30009 – Wallace C. Drennan, Inc. – Restoration of existing Gravity Sewer Mains damaged by Hurricane Katrina by excavation & replacement from Manhole to Manhole, CIPP Lining from Manhole to Manhole & Point Repairs at various sites throughout Orleans Parish. This work is approximately 12% complete. (CP Item 375).

CURRENT EMERGENCY BID CONTRACTS

Repairs to Panola Street Station at the Main Water Purification Plant (ME11-0017)

Bids were received on Friday, January 6, 2012.

Contractor: Lou-Con, Inc.
Amount: \$731,500.00
Pre-Construction Meeting: Wednesday, January 11, 2012
% Complete: 97%

This project is partially FEMA funded; \$586,000.00 is eligible for FEMA reimbursement.

The Notice to Proceed was issued on Tuesday, January 17, 2012.

Reconstruction of the Existing Florida Avenue Canal between Spain Street and Music Street

Bids were received on Friday, January 17, 2014.
Contractor: Cajun Constructors, Inc.
Amount: \$2,216,000.00
Pre-Construction Meeting: To be determined.
% Complete 99%

Notice to Proceed was issued on February 7, 2014.

2014 Off-Site Rewind/Refurbish Motor for the 2250HP, 6600V, 3-PHASE, 25HZ, Synchronous Drive Motor for Panola Pumping Station Pump No. 1

Bids were received on Friday, July 11, 2014.
Contractor: Bollinger Armature, Services, LLC
Amount: \$338,000.00
% Complete 85%

Notice to Proceed was issued on July 16, 2014.

PLUMBING DEPARTMENT

Submitted herewith, you will find my monthly report for work performed by the Plumbing Department;

There were 352 Plumbing, and 92 Backflow permits issued during the month of **October**.

This department complied with 910 requests for Plumbing Inspections, which consists of inspections conducted with Licensed Plumbing Contractors, Property Owners, Tenants, Department of Health, and Hospitals Sanitarians, and Environmental Inspectors.

For your information, the following numbers are of the permits issued, and inspections conducted.

	<u>Aug</u>	<u>Sept</u>	<u>Oct</u>	<u>2013 Oct</u>	<u>YTD 2014</u>
Plumbing Permits Issued	350	352	353	312	
Backflow permits Issued	67	92	65	N/A	
	417	444	418	312	4440
Inspections Conducted					
Water	483	447	383	503	
Special	203	245	294	209	
Final	171	218	190	240	
Totals	857	910	867	952	8884


RAINFALL FOR OCTOBER 2014

The rainfall for the month of **October** was **1.94"** compared to the 121-year average for the month of **October** was **3.16"**. The cumulative rainfall through the Tenth month of the year was **49.35"** compared to the 121-year average of **50.80"**.

AVERAGE DAILY PUMPAGE FOR THE MONTH OF OCTOBER

New Orleans Side	126.664 Million Gallons Per Day
Algiers Side	9.16 Million Gallons Per Day

Respectfully submitted,


JOSEPH R. BECKER
GENERAL SUPERINTENDENT

JRB/zfg
GENSUP%11-19-14

**SEWERAGE AND WATER BOARD OF NEW ORLEANS
OFFICE OF SPECIAL COUNSEL**

November 19, 2014

**To the Honorable President and Members of the
Sewerage and Water Board of New Orleans:**

The following represents Legal Department activities during the month of **October 2014**.

EMPLOYEE GARNISHMENTS:

During the month of **October**, **three** garnishments were received against Board employees. The garnishments were responded to on behalf of the Board. Following the policy established for garnishments, the fee granted by law to the attorney for garnishee was waived in favor of the employee.

CIVIL SUITS FILED AGAINST BOARD:

New:

COMMANDER CORPORATION V. SEWERAGE & WATER BOARD OF NEW ORLEANS, No. 14-09781, Civil District Court. In this case, plaintiff sued seeking judgment in connection with Contract 3781 (Wetlands Assimilation Project).

Terminated:

LEROY D. SIMPSON III V. SEWERAGE & WATER BOARD OF NEW ORLEANS, No. 12-2038, United States District Court, Eastern District of Louisiana. In this case, plaintiff filed Complaint alleging Title VII and Title I violations. The Board filed a Motion for Summary Judgment which was granted, dismissing the Board with no monetary contributions. The file will be closed on that basis.

CIVIL SUITS FILED BY BOARD:

SEWERAGE AND WATER BOARD OF NEW ORLEANS V. LA. NATURAL GAS SERVICES, L.L.C. AND ALL STAR ELECTRIC, INC., No. 14-06922, First City Court. In this case, Board sued seeking reimbursement of **\$932.04**, costs expended in repair of water line at or near 6208 Milne Blvd., , damaged by defendants on or about October 8, 2013.

WORKERS' COMPENSATION:

KENDRA C. OSBY V. SEWERAGE AND WATER BOARD OF NEW ORLEANS, No. 14-06592, Office of Workers' Compensation. In this case, plaintiff sued seeking workers' compensation benefits in connection with injury alleged sustained in the course and scope of employment, on or about August 25, 2014.

Respectfully submitted,



**NOLAN P. LAMBERT
SPECIAL COUNSEL**

NPL:mkt

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

2014 Calendar of Events

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	9:30 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:

NOTE: NOVEMBER – THE PENSION COMMITTEE MEETING HAS BEEN MOVED BACK TO 9:30 AM THIS MONTH



SEWERAGE AND WATER BOARD OF NEW ORLEANS

November 4, 2014

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

Re: Financial Results through September 2014

Attached are the *Statement of Net Position*, the *Statement of Cash Flows*, and the *Statement of Revenues, Expenses, and Changes in Net Position* with budget and prior year comparisons for the water, sewer, drainage and total systems through September 30, 2014. Significant variances to budget and prior year results are described below. The Variance Indicators for Financial Results through September 2014 is also attached.

Operating Revenues:

Water System Fund (pages 7 and 8, line 5) for September MTD 2014 of \$6,718,802 is \$445,673 or 7.1% more than budgeted and \$430,648 or 6.8% more than September MTD 2013. September YTD 2014 operating revenues of \$55,416,887 is \$1,041,270 or 1.8% less than budgeted and \$5,302,647 or 10.6% more than September YTD 2013.

Sewer System Fund (pages 13 and 14, line 5) for September MTD 2014 of \$7,827,855 is \$504,887 or 6.9% more than budgeted and \$977,078 or 14.3% more than September MTD 2013. September YTD 2014 operating revenues of \$65,255,272 is \$651,441 or 1.0% less than budgeted and \$6,334,585 or 10.8% more than September YTD 2013.

Drainage System Fund (pages 19 and 20, line 5) for September MTD 2014 of \$2,928 is \$2,928 or 100.0% more than budgeted and \$2,674 or 1052.8% more than September MTD 2013. September YTD 2013 operating revenues of \$581,694 is \$581,694 or 100.0% more than budgeted and \$46,335 or 8.7% more than September YTD 2013.

Total System Funds (pages 1 and 2, line 5) for September MTD 2014 of \$14,549,585 are \$953,488 or 7.0% more than budgeted and \$1,410,400 or 10.7% more than September MTD 2013. September YTD 2014 operating revenues of \$121,253,853 is \$1,111,017 or 0.9% less than budgeted and \$11,683,567 or 10.7% more than September YTD 2013.

Operating Expenses:

Water System Fund (pages 7 and 8, line 18) for September MTD 2014 of \$6,110,353 is \$1,086,661 or 15.1% less than budgeted and \$189,786 or 3.0% less than September MTD 2013. September YTD 2014 operating expenses of \$59,820,480 is \$4,952,646 or 7.6% less than budgeted and \$2,745,003 or 4.8% more than September YTD 2013.

Sewer System Fund (pages 13 and 14, line 18) for September MTD 2014 of \$4,442,682 is \$1,127,030 or 20.2% less than budgeted and \$550,756 or 11.0% less than September MTD 2013. September YTD 2014 operating expenses of \$44,469,816 is \$5,657,592 or 11.3% less than budgeted and \$445,572 or 1.0% more than September YTD 2013.

Drainage System Fund (pages 19 and 20, line 18) for September MTD 2014 of \$3,109,251 is \$1,114,716 or 26.4% less than budgeted and \$712,382 or 18.6% less than September MTD 2013. September YTD 2014 operating expenses of \$31,992,357 is \$6,023,349 or 15.8% less than budgeted and \$1,398,977 or 4.2% less than September YTD 2013.



SEWERAGE AND WATER BOARD OF NEW ORLEANS

Total System Funds (pages 1 and 2, line 18) for September MTD 2014 of \$13,662,286 are \$3,328,407 or 19.6% less than budgeted and \$1,452,924 or 9.6% less than September MTD 2013. September YTD 2014 operating expenses of \$136,282,653 is \$16,633,587 or 10.9% less than budgeted and \$1,791,598 or 1.3% more than September YTD 2013.

Net Non-Operating Revenues:

Water System Fund (pages 7 and 8, line 28) for September MTD 2014 of \$53,717 is \$35,460 or 194.2% more than budgeted and \$49,551 or 1189.4% more than September MTD 2013. September YTD 2014 net non-operating revenues of -\$758,459 are \$922,776 or 561.6% less than budgeted and \$4,370,547 or 121.0% less than September YTD 2013.

Sewer System Fund (pages 13 and 14, line 28) for September MTD 2014 of \$28,168 is \$1,162,577 or 97.6% less than budgeted and \$26,168 or 1308.4% more than September MTD 2013. September YTD 2014 net non-operating revenues of -\$1,035,615 are \$11,752,323 or 109.7% less than budgeted and \$1,262,962 or 555.5% less than September YTD 2013.

Drainage System Fund (pages 19 and 20, line 28) for September MTD 2014 of \$6,556 is \$87,277 or 93.0% less than budgeted and \$316,185 or 98.0% less September MTD 2013. September YTD 2014 net non-operating revenues of \$46,314,533 are \$1,461,967 or 3.1% less than budgeted and \$901,136 are 2.0% more than September YTD 2013.

Total System Funds (pages 1 and 2, line 28) for September MTD 2014 of \$88,441 is \$1,214,395 or 93.2% less than budgeted and \$240,466 or 73.1% less than September MTD 2013. September YTD 2014 net non-operating revenues of \$44,520,459 are \$14,137,066 or 24.1% less than budgeted and \$4,732,373 or 9.6% less than September YTD 2013.

Income Before Contributions in Aid of Construction:

Water System Fund (pages 7 and 8, line 29) for September MTD 2014 of \$662,166 is \$1,567,794 or 173.1% more than budgeted and \$669,985 or 8568.7% more than September MTD 2013. September YTD 2014 income before capital contributions of -\$5,162,052 is \$2,988,600 or 36.7% more than budgeted and \$1,812,903 or 54.1% less than September YTD 2013.

Sewer System Fund (pages 13 and 14, line 29) for September MTD 2014 of \$3,413,341 is \$469,340 or 15.9% more than budgeted and \$1,554,002 or 83.6% more than September MTD 2013. September YTD 2014 income before capital contributions of \$19,749,841 is \$6,746,172 or 25.5% less than budgeted and \$4,626,051 or 30.6% more than September YTD 2013.

Drainage System Fund (pages 19 and 20, line 29) for September MTD 2014 of -\$3,099,767 is \$1,030,367 or 24.9% more than budgeted and \$398,871 or 11.4% more than September MTD 2013. September YTD 2014 income before capital contributions of \$14,903,870 is \$5,143,076 or 52.7% more than budgeted and \$2,346,448 or 18.7% more than September YTD 2013.

Total System Funds (pages 1 and 2, line 29) for September MTD 2014 of \$975,740 is \$3,067,501 or 146.6% more than budgeted and \$2,622,858 or 159.2% more than September MTD 2013. September YTD 2014 income before capital contributions of \$29,491,659 is \$1,385,504 or 4.9% more than budgeted and \$5,159,596 or 21.2% more than September YTD 2013.



SEWERAGE AND WATER BOARD OF NEW ORLEANS

The balances of funds from the Series 2014 bond proceeds available for capital construction as of September 30, 2014 are:

	Water	Sewer	Total
Original Balance	\$59,075,335.07	\$35,694,838.60	\$94,770,173.67
Less Disbursements	(568,142.51)	(102,954.00)	(671,096.51)
Plus Income	46,179.52	25,160.53	71,340.05
Ending Balance	\$58,553,372.08	\$35,617,045.13	\$94,170,417.21

The days-of-cash at September 30, 2014 were 480.4 for the water system, 523.1 for the sewer system, and 257.9 for the drainage system.

The projected coverage for the year ending December 31, 2014, based upon financial results through September 30, 2014, is 2.35 times for the water system and 1.98 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 September 30, 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

Water 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

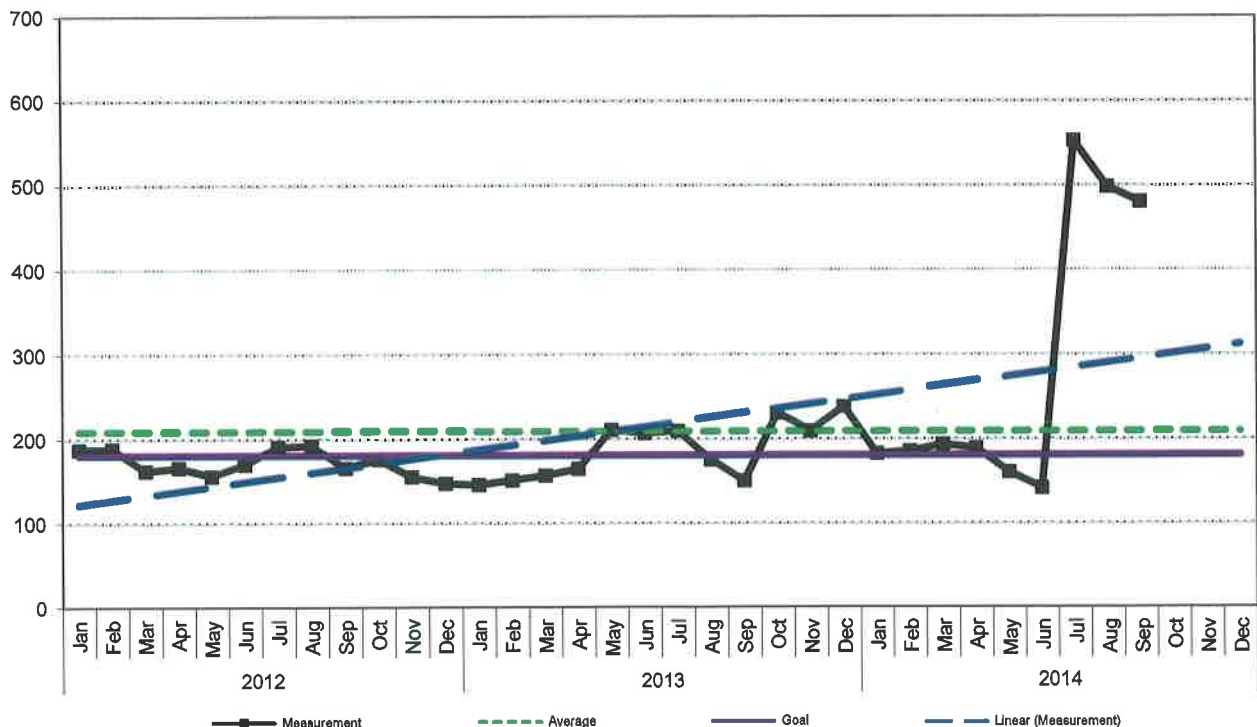
Trend: Favorable

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	187.8	188.6	162.5	166.1	156.1	170.1	190.7	192.3	165.6	175.9	155.1	147.2
2013	145.7	151.1	156.7	164.7	210.8	206.5	209.5	175.1	150.3	230.8	209.5	238.2
2014	182.5	185.4	193.5	189.0	160.4	141.3	552.6	498.1	480.4			

Sewerage and Water Board of New Orleans

Sewer 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

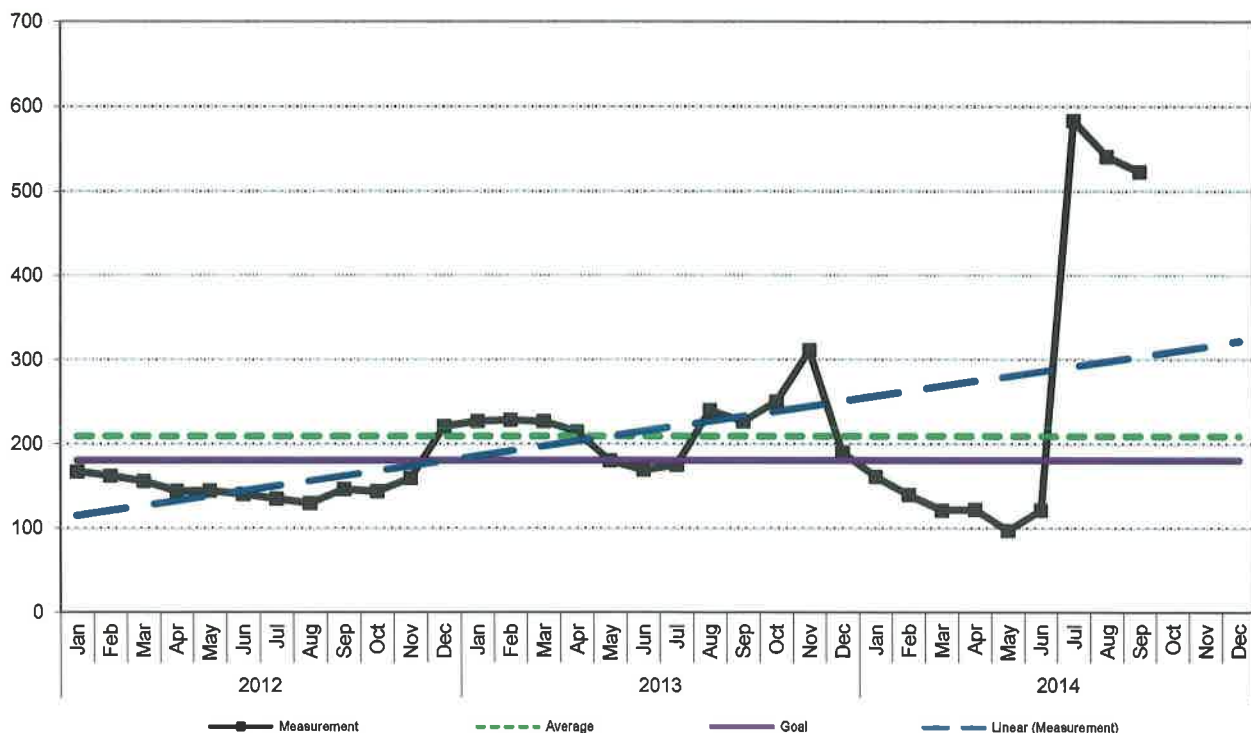
Trend: Favorable

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	167.1	161.8	155.5	143.9	144.2	140.1	134.7	129.3	145.9	143.5	159.3	220.8
2013	226.7	228.3	226.5	214.2	180.2	168.9	174.8	240.0	226.2	250.4	311.6	189.6
2014	160.7	139.3	120.9	122.0	96.8	121.1	583.1	541.2	523.1			

Sewerage and Water Board of New Orleans

Drainage 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

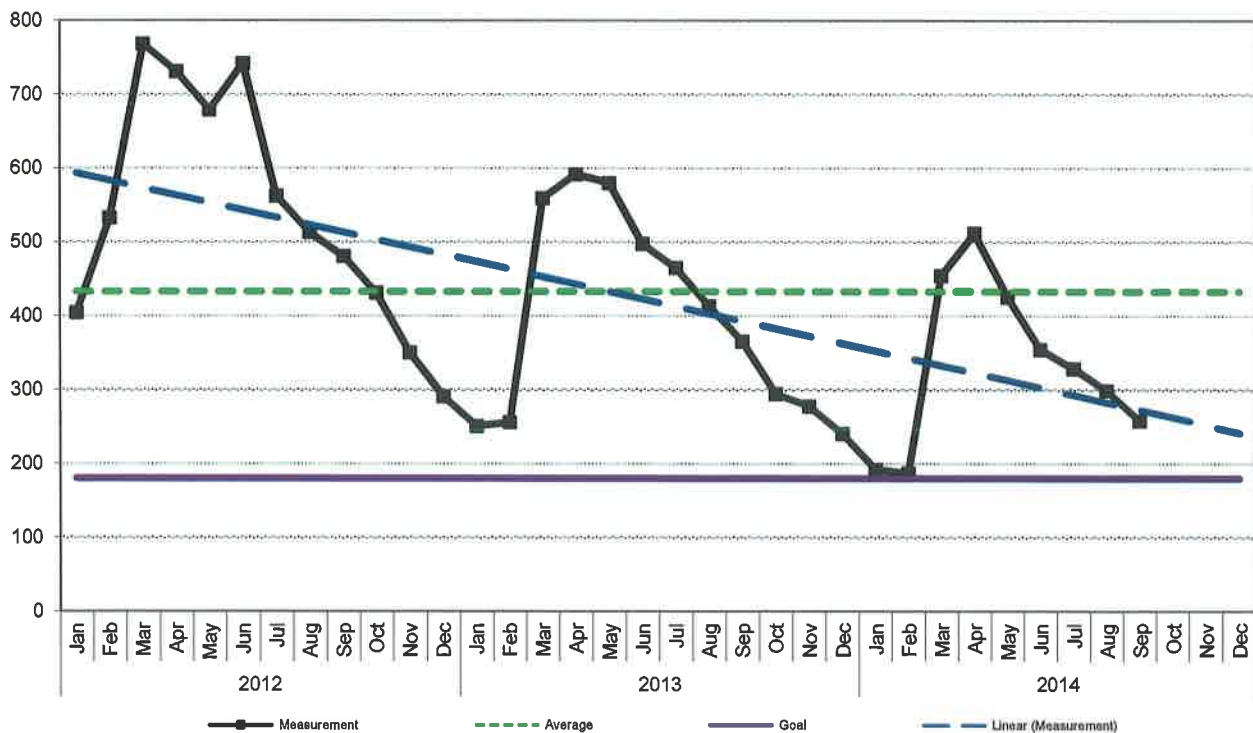
Trend: Level

Analysis

Monthly cash balances typically increase during the first quarter from property tax collections and then decrease for the remainder of the year. The long-term goal will not be met until a new revenue stream for the drainage system is created and implemented.

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	404.2	532.7	768.6	731.1	679.3	742.3	562.4	512.9	480.5	431.0	350.0	290.7
2013	250.7	255.6	559.6	591.9	580.0	497.5	465.1	413.2	365.3	294.0	277.6	240.2
2014	191.8	186.8	454.3	511.6	425.2	354.4	328.1	298.8	257.9			

Sewerage and Water Board of New Orleans
Comparative Variance Indicators for Financial Results
Through September 2014

Statement of Revenues, Expenses, and Changes in Net Position with Prior Year Comparisons	Total	Water	Sewer	Drainage
Revenues	Green	Green	Green	Green
Operating Expenses	Yellow	Yellow	Yellow	Green
Non-Operating Revenues and Expenses	Yellow	Yellow	Yellow	Green
Income before Capital Contributions	Green	Yellow	Green	Green
Statement of Revenues, Expenses, and Changes in Net Position with Budget Comparisons	Total	Water	Sewer	Drainage
Revenues	Yellow	Yellow	Yellow	Green
Operating Expenses	Green	Green	Green	Green
Non-Operating Revenues and Expenses	Yellow	Yellow	Yellow	Yellow
Income before Capital Contributions	Green	Green	Yellow	Green
Statement of Net Position with Prior Year Comparisons	Total	Water	Sewer	Drainage
Plant, Property, and Equipment	Green	Green	Green	Green
Restricted Current Assets	Yellow	Green	Yellow	Green
Unrestricted Designated Current Assets	Green	Green	Green	Yellow
Unrestricted Undesignated Current Assets	Green	Green	Green	Yellow
Net Position	Green	Green	Green	Green
Long-Term Liabilities	Yellow	Yellow	Yellow	Yellow
Current Liabilities from Unrestricted Assets	Green	Green	Green	Yellow
Current Liabilities from Restricted Assets	Green	Green	Green	Yellow
Statement of Cash Flows with Prior Year Comparisons	Total	Water	Sewer	Drainage
Operating Activities	Yellow	Yellow	Yellow	Green
Non-Capital Financing Activities	Green	Yellow	Green	Green
Capital and Related Financing Activities	Green	Green	Green	Green
Investing Activities	Green	Yellow	Yellow	Green
Net Increase in Cash	Green	Green	Green	Green

Green = Favorable Variance

Yellow = Unfavorable Variance / No Action Recommended

Red = Unfavorable Variance / Action Recommended

SEWERAGE AND WATER BOARD OF NEW ORLEANS
ALL SYSTEM FUNDS
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
WITH PRIOR YEAR COMPARISONS
SEPTEMBER 2014

	A	B	C	D	E	F	G	H
	MTD Actual	MTD Prior Year	MTD Variance	%	YTD Actual	YTD Prior Year	YTD Variance	%
Operating revenues:								
1 Sales of water and delinquent fees	6,440,200	5,739,808	700,392	12.2%	52,954,331	47,530,757	5,423,574	11.4%
2 Sewerage service charges	7,783,506	6,781,828	1,001,678	14.8%	64,615,339	58,218,587	6,396,752	11.0%
3 Plumbing inspection and license fees	60,362	328,666	(268,304)	-81.6%	509,120	464,420	44,700	9.6%
4 Other revenues	265,517	288,883	(23,366)	-8.1%	3,175,063	3,356,522	(181,459)	-5.4%
5 Total operating revenues	14,549,585	13,139,185	1,410,400	10.7%	121,253,853	109,570,286	11,683,567	10.7%
Operating Expenses:								
6 Power and pumping	1,021,307	972,388	48,919	5.0%	9,238,497	8,948,535	289,962	3.2%
7 Treatment	1,630,609	1,611,909	18,700	1.2%	14,260,418	13,785,937	474,481	3.4%
8 Transmission and distribution	2,549,923	1,836,340	713,583	38.9%	18,195,222	16,745,642	1,449,580	8.7%
9 Customer accounts	262,437	273,983	(11,546)	-4.2%	2,516,967	2,520,016	(3,049)	-0.1%
10 Customer service	230,489	295,556	(65,067)	-22.0%	2,685,627	2,532,551	153,076	6.0%
11 Administration and general	908,980	1,102,488	(193,508)	-17.6%	13,128,965	12,451,219	677,746	5.4%
12 Payroll related	1,426,521	2,896,897	(1,470,376)	-50.8%	26,106,653	26,895,586	(788,933)	-2.9%
13 Maintenance of general plant	2,227,051	2,742,556	(515,505)	-18.8%	19,966,105	19,893,797	72,308	0.4%
14 Depreciation	3,074,342	3,028,355	45,987	1.5%	27,669,078	27,255,210	413,868	1.5%
15 Amortization	-	13,830	(13,830)	-100.0%	-	124,477	(124,477)	-100.0%
16 Provision for doubtful accounts	165,235	205,233	(39,998)	-19.5%	1,487,115	1,847,099	(359,984)	-19.5%
17 Provision for claims	165,392	135,675	29,717	21.9%	1,028,006	1,490,986	(462,980)	-31.1%
18 Total operating expenses	13,662,286	15,115,210	(1,452,924)	-9.6%	136,282,653	134,491,055	1,791,598	1.3%
19 Operating income (loss)	887,299	(1,976,025)	2,863,324	-144.9%	(15,028,800)	(24,920,769)	9,891,969	-39.7%
Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	-	88,950	(88,950)	-100.0%	13,121,422	12,860,519	260,903	2.0%
22 Six-mill tax	-	89,804	(89,804)	-100.0%	13,262,028	12,998,355	263,673	2.0%
23 Nine-mill tax	-	134,609	(134,609)	-100.0%	19,879,240	19,483,950	395,290	2.0%
24 Interest income	87,941	15,544	72,397	465.8%	358,284	153,237	205,047	133.8%
25 Other Income	-	-	-	0.0%	283,796	210,308	73,488	34.9%
26 Interest expense	-	-	-	0.0%	(2,385,511)	(365,662)	(2,019,849)	552.4%
27 Operating and maintenance grants	500	-	500	0.0%	1,200	3,912,125	(3,910,925)	-100.0%
28 Total non-operating revenues	88,441	328,907	(240,466)	-73.1%	44,520,459	49,252,832	(4,732,373)	-9.6%
29 Income before capital contributions	975,740	(1,647,118)	2,622,858	-159.2%	29,491,659	24,332,063	5,159,596	21.2%
30 Capital contributions	2,505,068	8,360,865	(5,855,797)	-70.0%	35,105,242	58,592,924	(23,487,682)	-40.1%
31 Change in net position	3,480,808	6,713,747	(3,232,939)	-48.2%	64,596,901	82,924,987	(18,328,086)	-22.1%
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					1,880,729,499	1,683,537,539	197,191,960	11.7%

SEWERAGE AND WATER BOARD OF NEW ORLEANS
ALL SYSTEM FUNDS
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
WITH BUDGET COMPARISONS
SEPTEMBER 2014

	A	B	C	D	E	F	G	H
	MTD Actual	MTD Budget	MTD Variance	%	YTD Actual	YTD Budget	YTD Variance	%
Operating revenues:								
1 Sales of water and delinquent fees	6,440,200	5,986,274	453,926	7.6%	52,954,331	53,876,465	(922,134)	-1.7%
2 Sewerage service charges	7,783,506	7,094,144	689,363	9.7%	64,615,339	63,847,292	768,048	1.2%
3 Plumbing inspection and license fees	60,362	57,317	3,045	5.3%	509,120	515,855	(6,735)	-1.3%
4 Other revenues	265,517	458,362	(192,845)	-42.1%	3,175,063	4,125,259	(950,196)	-23.0%
5 Total operating revenues	14,549,585	13,596,097	953,488	7.0%	121,253,853	122,364,870	(1,111,017)	-0.9%
Operating Expenses:								
6 Power and pumping	1,021,307	1,217,534	(196,227)	-16.1%	9,238,497	10,957,805	(1,719,308)	-15.7%
7 Treatment	1,630,609	1,877,133	(246,524)	-13.1%	14,260,418	16,894,199	(2,633,781)	-15.6%
8 Transmission and distribution	2,549,923	3,302,809	(752,886)	-22.8%	18,195,222	29,725,284	(11,530,062)	-38.8%
9 Customer accounts	262,437	430,619	(168,182)	-39.1%	2,516,967	3,875,573	(1,358,606)	-35.1%
10 Customer service	230,489	436,947	(206,458)	-47.3%	2,685,627	3,932,525	(1,246,898)	-31.7%
11 Administration and general	908,980	2,194,877	(1,285,897)	-58.6%	13,128,965	19,753,893	(6,624,928)	-33.5%
12 Payroll related	1,426,521	1,309,965	116,556	8.9%	26,106,653	11,789,688	14,316,965	121.4%
13 Maintenance of general plant	2,227,051	2,694,640	(467,589)	-17.4%	19,966,105	24,251,761	(4,285,656)	-17.7%
14 Depreciation	3,074,342	3,233,590	(159,248)	-4.9%	27,669,078	29,102,312	(1,433,234)	-4.9%
15 Amortization	-	-	-	0.0%	-	-	-	0.0%
16 Provision for doubtful accounts	165,235	-	165,235	0.0%	1,487,115	-	1,487,115	0.0%
17 Provision for claims	165,392	292,578	(127,186)	-43.5%	1,028,006	2,633,199	(1,605,193)	-61.0%
18 Total operating expenses	13,662,286	16,990,693	(3,328,407)	-19.6%	136,282,653	152,916,240	(16,633,587)	-10.9%
19 Operating income (loss)	887,299	(3,394,597)	4,281,896	-126.1%	(15,028,800)	(30,551,370)	15,522,570	-50.8%
Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	-	-	-	0.0%	13,121,422	13,311,740	(190,318)	-1.4%
22 Six-mill tax	-	-	-	0.0%	13,262,028	13,453,743	(191,715)	-1.4%
23 Nine-mill tax	-	-	-	0.0%	19,879,240	20,166,517	(287,277)	-1.4%
24 Interest income	87,941	-	87,941	0.0%	358,284	-	358,284	0.0%
25 Other Income	-	112,091	(112,091)	-100.0%	283,796	1,008,817	(725,021)	-71.9%
26 Interest expense	-	-	-	0.0%	(2,385,511)	-	(2,385,511)	0.0%
27 Operating and maintenance grants	500	1,190,745	(1,190,245)	-100.0%	1,200	10,716,708	(10,715,508)	-100.0%
28 Total non-operating revenues	88,441	1,302,836	(1,214,395)	-93.2%	44,520,459	58,657,525	(14,137,066)	-24.1%
29 Income before capital contributions	975,740	(2,091,761)	3,067,501	-146.6%	29,491,659	28,106,155	1,385,504	4.9%
30 Capital contributions	2,505,068	-	2,505,068	0.0%	35,105,242	-	35,105,242	0.0%
31 Change in net position	3,480,808	(2,091,761)	5,572,569	-266.4%	64,596,901	28,106,155	36,490,746	129.8%
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					1,880,729,499	1,610,373,346	270,356,153	16.8%

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

Assets									
Noncurrent assets:									
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year		
1	2,779,952,191	201,320,875	7.2%	2,981,273,066	89,852,761	3.1%	2,891,420,305	1	
2	770,177,567	41,074,067	5.3%	811,251,634	27,669,080	3.5%	783,582,554	2	
3	2,009,774,624	160,246,808	8.0%	2,170,021,432	62,183,681	3.0%	2,107,837,751	3	
Restricted cash, cash equivalents, and investments									
4	4,608,995	2,647,084	57.4%	7,256,079	2,700,506	59.3%	4,555,573	4	
5	61,258,995	(23,699,677)	-38.7%	37,559,318	4,154,053	12.4%	33,405,265	6	
6	2,373,432	(45,932)	-1.9%	2,327,500	-	0.0%	2,327,500	7	
7	68,241,422	(21,098,525)	-30.9%	47,142,897	6,854,559	17.0%	40,288,338	8	
Designated cash, cash equivalents, and investments									
8	51,550,430	77,851,263	151.0%	129,401,693	88,302,171	214.8%	41,099,522	8	
9	10,019,602	598,048	6.0%	10,617,650	511,233	5.1%	10,106,417	9	
10	3,588,071	57,371	1.6%	3,645,442	7,617	0.2%	3,637,825	10	
11	65,158,103	78,506,682	120.5%	143,664,785	88,821,021	162.0%	54,843,764	11	
Current assets:									
Unrestricted and undesignated									
12	28,097,415	13,309,145	47.4%	41,406,560	11,080,220	36.5%	30,326,340	12	
Accounts receivable:									
13	13,085,131	2,273,720	17.4%	15,358,851	1,414,580	10.1%	13,944,271	13	
14	7,632,207	365,899	4.8%	7,998,106	(121,096)	-1.5%	8,119,202	14	
15	115	-	0.0%	115	115	0.0%	-	15	
16	25,842,866	(6,543,739)	-25.3%	19,299,127	7,457,234	63.0%	11,841,893	16	
17	2,644,947	(1,629,596)	-61.6%	1,015,351	(2,502,197)	-71.1%	3,517,548	17	
18	-	-	0.0%	-	-	0.0%	-	18	
19	7,698,326	(762,727)	-9.9%	6,935,599	-	0.0%	6,935,599	19	
20	751,106	224,901	29.9%	976,007	-	0.0%	976,007	20	
21	85,752,113	7,237,603	8.4%	92,989,716	17,328,856	22.9%	75,660,860	21	
Other assets:									
22	1,643,442	(1,643,442)	-100.0%	-	-	0.0%	-	22	
23	51,315	-	0.0%	51,315	-	0.0%	51,315	23	
24	1,694,757	(1,643,442)	-97.0%	51,315	-	0.0%	51,315	24	
25	2,230,621,019	223,249,126	10.0%	2,453,870,145	175,188,117	7.7%	2,278,682,028	25	
Deferred outflows or resources:									
26	-	4,503,560	0.0%	4,503,560	4,503,560	0.0%	-	26	
27	-	4,503,560	0.0%	4,503,560	4,503,560	0.0%	-	27	
TOTAL DEFERRED OUTFLOWS OF RESOURCES									
28	2,230,621,019	227,752,686	10.0%	2,458,373,705	179,691,677	7.7%	2,278,682,028	28	

**SEWERAGE AND WATER BOARD OF NEW ORLEANS
ALL SYSTEM FUNDS**

**STATEMENTS OF NET POSITION
WITH PRIOR YEAR COMPARISONS
SEPTEMBER 2014**

	A	B	C	D	E	F	G
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
NET ASSETS AND LIABILITIES							
Net position							
1 Net investments in capital assets	1,802,662,802	86,505,821	4.8%	1,889,168,623	(30,268,134)	-1.6%	1,919,436,757
2 Restricted for Debt Service	58,863,587	(23,219,785)	-39.4%	35,643,802	2,238,537	6.7%	33,405,265
3 Unrestricted	(177,988,850)	133,905,924	-75.2%	(44,082,926)	92,626,482	-67.8%	(136,709,408)
4 Total net position	1,683,537,539	197,191,960	11.7%	1,880,729,499	64,596,885	3.6%	1,816,132,614
Long-term liabilities							
5 Claims payable	2,234,075	(320,468)	-14.3%	1,913,607	-	0.0%	1,913,607
6 Net pension obligation	13,429,330	5,230,842	39.0%	18,660,172	3,229,836	20.9%	15,430,336
7 Other postretirement benefits liability	53,698,371	6,109,737	11.4%	59,808,108	5,029,674	9.2%	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	69,917,539	(4,038,504)	-5.8%	65,879,035	-	0.0%	65,879,035
12 Total long-term liabilities	368,886,862	113,552,858	30.8%	482,439,720	144,791,243	42.9%	337,648,477
Current liabilities (payable from current assets)							
13 Accounts payable and other liabilities	24,978,518	(10,380,906)	-41.6%	14,597,612	(23,024,449)	-61.2%	37,622,061
14 Due to City of New Orleans	1,028,801	(434,048)	-42.2%	594,753	434,631	271.4%	160,122
15 Disaster Reimbursement Revolving Loan	85,788,667	(64,835,965)	-75.6%	20,952,702	9,259,377	79.2%	11,693,325
16 Retainers and estimates payable	5,390,452	2,063,118	38.3%	7,453,570	905,289	13.8%	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	10,449,811	(441,814)	-4.2%	10,007,997	(1,549,385)	-13.4%	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	4,013,957	24,545	0.6%	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	4,934,876	(4,652,797)	-94.3%	282,079.00	253,971	903.6%	28,108
23 Total current liabilities (payable from current assets)	147,640,204	(67,548,221)	-45.8%	80,091,983	(13,722,963)	-14.6%	93,814,946
Current liabilities (payable from restricted assets)							
24 Accrued interest	2,395,406	(479,889)	-20.0%	1,915,517	(328,064)	-14.6%	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	(306,391)	-51.8%	590,993
27 Customer deposits	10,019,602	598,048	6.0%	10,617,650	511,233	5.1%	10,106,417
28 Total current liabilities (payable from restricted assets)	30,556,414	(15,833,645)	-51.8%	14,722,769	(16,363,222)	-52.6%	31,085,991
29 Total current liabilities	178,196,618	(83,381,866)	-46.8%	94,814,752	(30,086,185)	-24.1%	124,900,937
30 Total liabilities	547,083,480	(87,420,370)	-16.0%	577,254,472	114,705,058	24.8%	462,549,414
Deferred inflows or resources:							
31 Unavailable revenue -refunding of bonds	-	389,734	0.0%	389,734	389,734	0.0%	-
32 TOTAL DEFERRED INFLOWS OF RESOURCES	-	389,734	0.0%	389,734	389,734	0.0%	-
33 Total Net Position, Liabilities and Deferred Inflows of Resources	2,230,621,019	109,771,590	4.9%	2,458,373,705	179,691,677	7.9%	2,278,682,028

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

	A	B	C	D
	YTD	YTD	YTD	%
	Current Year	Prior Year	Variance	
Cash flows from operating activities				
1 Cash received from customers	100,921,819	105,705,313	(4,783,494)	-4.5%
2 Cash payments to suppliers for goods and services	(71,753,239)	(55,877,003)	(15,876,236)	28.4%
3 Cash payments to employees for services	(40,183,073)	(42,227,164)	2,044,091	-4.8%
4 Other revenue	5,210,915	3,348,618	1,862,297	55.6%
5 Net cash used in operating activities	(5,803,578)	10,949,764	(16,753,342)	-153.0%
Cash flows from noncapital financing activities				
6 Proceeds from property taxes	46,667,582	45,553,132	1,114,450	2.4%
7 Proceeds from federal operating and maintenance grants	4,189,318	3,912,125	277,193	7.1%
8 Cash received paid to an other government	-	-	-	0.0%
9 Net cash provided by noncapital financing activities	50,856,900	49,465,257	1,391,643	2.8%
Cash flows from capital and related financing activities				
10 Acquisition and construction of capital assets	(34,571,880)	(77,784,269)	43,212,389	-55.6%
11 Principal payments on bonds payable	(13,695,000)	1,129,490	(14,824,490)	-1312.5%
12 Proceeds from bonds payable	284,063,460	-	284,063,460	0.0%
13 Payments for bond issuance costs	-	154,530	(154,530)	-100.0%
14 Payment to refunded bond escrow agent	(154,451,191)	-	(154,451,191)	0.0%
15 Interest paid on bonds payable	(3,155,661)	(365,662)	(2,789,999)	763.0%
16 Proceeds from construction fund, net	5,733,487	513,048	5,220,439	1017.5%
17 Capital contributed by developers and federal grants	(15,231,811)	55,738,381	(70,970,192)	-127.3%
18 Net cash used in capital and related financing activities	68,691,404	(20,614,482)	89,305,886	-433.2%
Cash flows from investing activities				
19 Payments for purchase of investments	-	-	-	0.0%
20 Proceeds from maturities of investments	1,692,754	(16,892,076)	18,584,830	-110.0%
21 Investment income	202,801	153,237	49,564	32.3%
22 Net cash provided by investing activities	1,895,555	(16,738,839)	18,634,394	-111.3%
23 Net increase in cash	115,640,281	23,061,700	92,578,581	401.4%
24 Cash at the beginning of the year	119,451,442	53,609,542	65,841,900	122.8%
25 Cash at the end of the period	235,091,723	76,671,242	158,420,481	206.6%
Reconciliation of cash and restricted cash				
26 Current assets - cash	47,975,362	28,097,416	19,877,946	70.7%
27 Current assets - designated	125,803,734	-	125,803,734	0.0%
28 Restricted assets - cash	61,312,627	48,573,826	12,738,801	26.2%
29 Total cash	235,091,723	76,671,242	158,420,481	206.6%

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

	A YTD Current Year	B YTD Prior Year	C YTD Variance	D %
Reconciliation of operating loss to net cash used in operating activities is as follows:				
1 Operating loss	(15,916,071)	(24,920,769)	9,004,698	-36.1%
Adjustments to reconcile net operating loss to net cash used in operating activities:				
2 Depreciation	24,594,736	27,255,210	(2,660,474)	-9.8%
3 Provision for claims	862,613	1,490,986	(628,373)	-42.1%
4 Provision for (revision) doubtful accounts	1,321,880	1,847,099	(525,219)	-28.4%
5 Amortization	-	124,477	(124,477)	-100.0%
Change in operating assets and liabilities:				
6 (Increase) decrease in customer and other receivables	(2,568,196)	(1,377,159)	(1,191,037)	86.5%
7 Increase in inventory	-	1	(1)	-100.0%
8 Increase (decrease) in prepaid expenses and other receivables	1,852,592	(7,904)	1,860,496	-23538.7%
9 Decrease in net pension asset	-	-	-	0.0%
10 Increase (decrease) in accounts payable	(20,997,514)	-	(20,997,514)	0.0%
11 Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(1,578,117)	(1,153,486)	(424,631)	36.8%
12 Increase in net other postretirement benefits liability	4,470,822	5,626,168	(1,155,346)	-20.5%
13 Increase (decrease) in net pension obligation	2,870,964	2,305,440	565,524	24.5%
14 Decrease in other liabilities	(717,287)	(240,299)	(476,988)	198.5%
15 Net cash used in operating activities	(5,803,578)	10,949,764	(16,753,342)	-153.0%

SEWERAGE AND WATER BOARD OF NEW ORLEANS
WATER SYSTEM FUND
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
WITH PRIOR YEAR COMPARISONS
SEPTEMBER 2014

	A	B	C	D	E	F	G	H
	MTD Actual	MTD Prior Year	MTD Variance	%	YTD Actual	YTD Prior Year	YTD Variance	%
Operating revenues:								
1 Sales of water and delinquent fees	6,440,200	5,739,808	700,392	12.2%	52,954,331	47,530,757	5,423,574	11.4%
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%
3 Plumbing inspection and license fees	30,181	298,833	(268,652)	-89.9%	254,560	232,210	22,350	9.6%
4 Other revenues	248,421	249,513	(1,092)	-0.4%	2,207,996	2,351,273	(143,277)	-6.1%
5 Total operating revenues	6,718,802	6,288,154	430,648	6.8%	55,416,887	50,114,240	5,302,647	10.6%
Operating Expenses:								
6 Power and pumping	204,440	341,992	(137,552)	-40.2%	2,071,283	2,820,769	(749,486)	-26.6%
7 Treatment	655,780	712,240	(56,460)	-7.9%	6,039,326	5,587,300	452,026	8.1%
8 Transmission and distribution	1,585,228	925,047	660,181	71.4%	11,600,304	9,774,056	1,826,248	18.7%
9 Customer accounts	130,944	135,531	(4,587)	-3.4%	1,255,890	1,244,020	11,870	1.0%
10 Customer service	113,173	147,778	(34,605)	-23.4%	1,295,098	1,266,277	28,821	2.3%
11 Administration and general	334,490	351,746	(17,256)	-4.9%	4,744,234	4,019,327	724,907	18.0%
12 Payroll related	550,343	1,117,253	(566,910)	-50.7%	11,171,846	10,316,047	855,799	8.3%
13 Maintenance of general plant	1,307,449	1,273,808	33,641	2.6%	10,748,745	10,299,707	449,038	4.4%
14 Depreciation	1,046,508	1,085,121	(38,613)	-3.6%	9,418,572	9,766,097	(347,525)	-3.6%
15 Amortization	-	1,555	(1,555)	-100.0%	-	13,999	(13,999)	-100.0%
16 Provision for doubtful accounts	117,022	162,843	(45,821)	-28.1%	1,053,198	1,465,588	(412,390)	-28.1%
17 Provision for claims	64,976	45,225	19,751	43.7%	421,984	502,290	(80,306)	-16.0%
18 Total operating expenses	6,110,353	6,300,139	(189,786)	-3.0%	59,820,480	57,075,477	2,745,003	4.8%
19 Operating income (loss)	608,449	(11,985)	620,434	-5176.8%	(4,403,593)	(6,961,237)	2,557,644	-36.7%
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	53,217	4,166	49,051	1177.4%	154,229	39,885	114,344	286.7%
25 Other Income	-	-	-	0.0%	126,289	93,587	32,702	34.9%
26 Interest expense	-	-	-	0.0%	(1,040,131)	(365,662)	(674,469)	184.5%
27 Operating and maintenance grants	500	-	500	0.0%	1,154	3,844,278	(3,843,124)	-100.0%
28 Total non-operating revenues	53,717	4,166	49,551	1189.4%	(758,459)	3,612,088	(4,370,547)	-121.0%
29 Income before capital contributions	662,166	(7,819)	669,985	-8568.7%	(5,162,052)	(3,349,149)	(1,812,903)	54.1%
30 Capital contributions	2,478,459	6,721,972	(4,243,513)	-63.1%	9,712,574	35,448,820	(25,736,246)	-72.6%
31 Change in net position	3,140,625	6,714,153	(3,573,528)	-53.2%	4,550,522	32,099,671	(27,549,149)	-85.8%
32 Net position, beginning of year					313,268,717	224,764,583	88,504,134	39.4%
33 Net position, end of year					317,819,239	256,864,254	60,954,985	23.7%

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

	A	B	C	D	E	F	G	H
	MTD Actual	MTD Budget	MTD Variance	%	YTD Actual	YTD Budget	YTD Variance	%
Operating revenues:								
1 Sales of water and delinquent fees	6,440,200	5,986,274	453,926	7.6%	52,954,331	53,876,465	(922,134)	-1.7%
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%
3 Plumbing inspection and license fees	30,181	28,659	1,522	5.3%	254,560	257,927	(3,367)	-1.3%
4 Other revenues	248,421	258,196	(9,775)	-3.8%	2,207,996	2,323,765	(115,769)	-5.0%
5 Total operating revenues	6,718,802	6,273,129	445,673	7.1%	55,416,887	56,458,157	(1,041,270)	-1.8%
Operating Expenses:								
6 Power and pumping	204,440	292,253	(87,813)	-30.0%	2,071,283	2,630,280	(558,997)	-21.3%
7 Treatment	655,780	821,837	(166,057)	-20.2%	6,039,326	7,396,531	(1,357,205)	-18.3%
8 Transmission and distribution	1,585,228	1,788,768	(203,540)	-11.4%	11,600,304	16,098,909	(4,498,605)	-27.9%
9 Customer accounts	130,944	215,008	(84,064)	-39.1%	1,255,890	1,935,068	(679,178)	-35.1%
10 Customer service	113,173	212,457	(99,284)	-46.7%	1,295,098	1,912,115	(617,017)	-32.3%
11 Administration and general	334,490	832,077	(497,587)	-59.8%	4,744,234	7,488,692	(2,744,458)	-36.6%
12 Payroll related	550,343	528,231	22,112	4.2%	11,171,846	4,754,081	6,417,766	135.0%
13 Maintenance of general plant	1,307,449	1,147,973	159,476	13.9%	10,748,745	10,331,756	416,990	4.0%
14 Depreciation	1,046,508	1,247,965	(201,457)	-16.1%	9,418,572	11,231,687	(1,813,115)	-16.1%
15 Amortization	-	-	-	0.0%	-	-	-	0.0%
16 Provision for doubtful accounts	117,022	-	117,022	0.0%	1,053,198	-	1,053,198	0.0%
17 Provision for claims	64,976	110,446	(45,470)	-41.2%	421,984	994,010	(572,026)	-57.5%
18 Total operating expenses	6,110,353	7,197,014	(1,086,661)	-15.1%	59,820,480	64,773,126	(4,952,646)	-7.6%
19 Operating income (loss)	608,449	(923,885)	1,532,334	-165.9%	(4,403,593)	(8,314,969)	3,911,376	-47.0%
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	53,217	-	53,217	0.0%	154,229	-	154,229	0.0%
25 Other Income	-	18,257	(18,257)	-100.0%	126,289	164,317	(38,028)	-23.1%
26 Interest expense	-	-	-	0.0%	(1,040,131)	-	(1,040,131)	0.0%
27 Operating and maintenance grants	500	-	500	0.0%	1,154	-	1,154	0.0%
28 Total non-operating revenues	53,717	18,257	35,460	194.2%	(758,459)	164,317	(922,776)	-561.6%
29 Income before capital contributions	662,166	(905,628)	1,567,794	-173.1%	(5,162,052)	(8,150,652)	2,988,600	-36.7%
30 Capital contributions	2,478,459	-	2,478,459	0.0%	9,712,574	-	9,712,574	0.0%
31 Change in net position	3,140,625	(905,628)	4,046,253	-446.8%	4,550,522	-	4,550,522	-
32 Net position, beginning of year	-	-	-	-	313,268,717	224,764,583	88,504,134	39.4%
33 Net position, end of year	-	-	-	-	317,819,239	224,764,583	93,054,656	41.4%

WITH PRIOR YEAR AND BEGINNING OF YEAR COMPARISONS
SEPTEMBER 2014

28 TOTAL ASSETS AND TOTAL DEFERRED OUTFLOWS

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

	A	B	C	D	E	F	G
	Prior	Variance	%	Current	Variance	%	Beginning of
NET ASSETS AND LIABILITIES	Year			Year			Year
Net position							
1 Net investments in capital assets	323,449,961	(40,232,364)	-12.4%	283,217,577	(56,077,915)	-16.5%	339,295,492
2 Restricted for Debt Service	11,023,744	1,156,243	10.5%	12,179,987	6,888,397	130.2%	5,291,590
3 Unrestricted	(77,609,451)	100,031,126	-128.9%	22,421,675	53,740,031	-171.6%	(31,318,356)
4 Total net position	256,864,254	60,954,985	23.7%	317,819,239	4,550,513	1.5%	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	4,381,286	1,743,614	39.8%	6,124,900	1,076,612	21.3%	5,048,288
7 Other postretirement benefits liability	20,340,623	2,036,579	10.0%	22,377,202	1,676,558	8.1%	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	6,143,817	(354,872)	-5.8%	5,788,945	-	0.0%	5,788,945
12 Total long-term liabilities	86,521,194	59,635,770	68.9%	146,156,964	88,717,177	154.5%	57,439,787
Current liabilities (payable from current assets)							
13 Accounts payable and other liabilities	11,435,890	(4,905,002)	-42.9%	6,530,888	(9,701,281)	-59.8%	16,232,169
14 Due to City of New Orleans	1,028,801	(434,048)	-42.2%	594,753	434,631	271.4%	160,122
15 Disaster Reimbursement Revolving Loan	21,446,198	(11,107,968)	-51.8%	10,338,230	7,943,022	331.6%	2,395,208
16 Retainers and estimates payable	1,473,169	1,032,121	70.1%	2,505,290	433,925	20.9%	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	4,551,684	205,210	4.5%	4,756,894	(684,706)	-12.6%	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	493,666	(138,797)	-28.1%	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	4,909,299	(4,641,262)	-94.5%	268,037	250,431	142.2%	17,606
23 Total current liabilities (payable from current assets)	49,152,920	(11,502,934)	-23.4%	37,649,986	(1,324,793)	-3.4%	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	10,019,602	598,048	6.0%	10,617,650	511,233	5.1%	10,106,417
28 Total current liabilities (payable from restricted assets)	13,055,721	(2,164,721)	-16.6%	10,891,000	(2,251,695)	-17.1%	13,142,695
29 TOTAL CURRENT LIABILITIES	62,208,641	(13,667,655)	-22.0%	48,540,986	(3,576,488)	-6.9%	52,117,474
30 TOTAL LIABILITIES	148,729,835	45,968,115	30.9%	194,697,950	85,140,689	77.7%	109,557,261
Deferred inflows or resources:							
31 Unavailable revenue -refunding of bonds	-	-	0.0%	-	-	0.0%	-
32 TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	0.0%	-	-	0.0%	-
33 Total Net Position, Liabilities and Deferred Inflows of Resources	405,594,089	106,923,100	26.4%	512,517,189	89,691,202	21.2%	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	
Cash flows from operating activities				
1 Cash received from customers	45,518,916	48,044,593	(2,525,677)	-5.3%
2 Cash payments to suppliers for goods and services	(30,272,607)	(29,874,576)	(398,031)	1.3%
3 Cash payments to employees for services	(25,758,992)	(23,266,088)	(2,492,904)	10.7%
4 Other revenue	2,334,436	2,477,587	(143,151)	-5.8%
5 Net cash used in operating activities	(8,178,247)	(2,618,484)	(5,559,763)	212.3%
Cash flows from noncapital financing activities				
6 Proceeds from property taxes	126,289	93,587	32,702	34.9%
7 Proceeds from federal operating and maintenance grants	3,770,115	3,844,278	(74,163)	-1.9%
8 Cash received paid to an other government	-	-	-	0.0%
9 Net cash provided by noncapital financing activities	3,896,404	3,937,865	(41,461)	-1.1%
Cash flows from capital and related financing activities				
10 Acquisition and construction of capital assets	(21,389,310)	(24,354,546)	2,965,236	-12.2%
11 Principal payments on bonds payable	-	-	-	0.0%
12 Proceeds from bonds payable	111,224,183	-	111,224,183	0.0%
13 Payments for bond issuance costs	-	154,530	(154,530)	-100.0%
14 Payment to refunded bond escrow agent	(27,884,012)	-	(27,884,012)	0.0%
15 Interest paid on bonds payable	(827,868)	(365,662)	(462,206)	126.4%
16 Proceeds from construction fund, net	4,576,811	(2,515,370)	7,092,181	-282.0%
17 Capital contributed by developers and federal grants	(1,921,563)	37,038,241	(38,959,804)	-105.2%
18 Net cash used in capital and related financing activities	63,778,241	9,957,193	53,821,048	540.5%
Cash flows from investing activities				
19 Payments for purchase of investments	-	-	-	0.0%
20 Proceeds from maturities of investments	1,692,754	828,189	864,565	104.4%
21 Investment income	87,695	39,885	47,810	119.9%
22 Net cash provided by investing activities	1,780,449	868,074	912,375	105.1%
23 Net increase in cash	61,276,847	12,144,648	49,132,199	404.6%
24 Cash at the beginning of the year	43,741,197	7,381,186	36,360,011	492.6%
25 Cash at the end of the period	105,018,044	19,525,834	85,492,210	437.8%
Reconciliation of cash and restricted cash				
26 Current assets - cash	15,023,448	7,485,605	7,537,843	100.7%
27 Current assets - designated	77,407,635	-	77,407,635	0.0%
28 Restricted assets -cash	12,586,961	12,040,229	546,732	4.5%
29 Total cash	105,018,044	19,525,834	85,492,210	437.8%

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)	(6,961,237)	1,949,199	-28.0%
Adjustments to reconcile net operating loss to net cash used in operating activities:				
2 Depreciation	8,372,064	9,766,097	(1,394,033)	-14.3%
3 Provision for claims	357,008	502,290	(145,282)	-28.9%
4 Provision for (revision) doubtful accounts	936,176	1,465,588	(529,412)	-36.1%
5 Amortization	-	13,999	(13,999)	-100.0%
Change in operating assets and liabilities:				
6 (Increase) decrease in customer and other receivables	(1,139,267)	(587,082)	(552,185)	94.1%
7 Increase in inventory	-	-	-	0.0%
8 Increase (decrease) in prepaid expenses and other receivables	(5,399,191)	(9,637,058)	4,237,867	-44.0%
9 Decrease in net pension asset	-	-	-	0.0%
10 Increase (decrease) in accounts payable	(7,831,107)	-	(7,831,107)	0.0%
11 Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(696,198)	(558,554)	(137,644)	24.6%
12 Increase in net other postretirement benefits liability	1,490,274	1,875,390	(385,116)	-20.5%
13 Increase (decrease) in net pension obligation	956,988	768,480	188,508	24.5%
14 Decrease in other liabilities	(212,956)	733,603	(946,559)	-129.0%
15 Net cash used in operating activities	(8,178,247)	(2,618,484)	(5,559,763)	212.3%

SEWERAGE AND WATER BOARD OF NEW ORLEANS
SEWER SYSTEM FUND
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
WITH PRIOR YEAR COMPARISONS
SEPTEMBER 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	7,783,506	6,781,828	1,001,678	14.8%	64,615,339	58,218,587	6,396,752	11.0%
3 Plumbing inspection and license fees	30,181	29,833	348	1.2%	254,560	232,210	22,350	9.6%
4 Other revenues	14,168	39,116	(24,948)	-63.8%	385,373	469,890	(84,517)	-18.0%
5 Total operating revenues	7,827,855	6,850,777	977,078	14.3%	65,255,272	58,920,687	6,334,585	10.8%
Operating Expenses:								
6 Power and pumping	222,236	227,558	(5,322)	-2.3%	2,045,390	2,133,953	(88,563)	-4.2%
7 Treatment	963,132	899,669	63,463	7.1%	8,142,236	8,198,637	(56,401)	-0.7%
8 Transmission and distribution	911,913	727,585	184,328	25.3%	6,068,732	5,551,242	517,490	9.3%
9 Customer accounts	130,944	135,531	(4,587)	-3.4%	1,255,887	1,244,017	11,870	1.0%
10 Customer service	114,655	147,778	(33,123)	-22.4%	1,310,574	1,266,274	44,300	3.5%
11 Administration and general	308,963	375,052	(66,089)	-17.6%	4,481,950	4,195,537	286,413	6.8%
12 Payroll related	488,996	975,661	(486,665)	-49.9%	8,320,906	8,996,375	(675,469)	-7.5%
13 Maintenance of general plant	203,365	454,239	(250,874)	-55.2%	3,039,085	2,945,757	93,328	3.2%
14 Depreciation	1,011,382	951,443	59,939	6.3%	9,102,438	8,562,994	539,444	6.3%
15 Amortization	-	11,307	(11,307)	-100.0%	-	101,764	(101,764)	-100.0%
16 Provision for doubtful accounts	48,213	42,390	5,823	13.7%	433,917	381,511	52,406	13.7%
17 Provision for claims	38,883	45,225	(6,342)	-14.0%	268,701	446,183	(177,482)	-39.8%
18 Total operating expenses	4,442,682	4,993,438	(550,756)	-11.0%	44,469,816	44,024,244	445,572	1.0%
19 Operating income (loss)	3,385,173	1,857,339	1,527,834	82.3%	20,785,456	14,896,443	5,889,013	39.5%
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	28,168	2,000	26,168	1308.4%	152,235	42,779	109,456	255.9%
25 Other Income	-	-	-	0.0%	157,507	116,721	40,786	34.9%
26 Interest expense	-	-	-	0.0%	(1,345,380)	-	(1,345,380)	0.0%
27 Operating and maintenance grants	-	-	-	0.0%	23	67,847	(67,824)	-100.0%
28 Total non-operating revenues	28,168	2,000	26,168	1308.4%	(1,035,615)	227,347	(1,262,962)	-555.5%
29 Income before capital contributions	3,413,341	1,859,339	1,554,002	83.6%	19,749,841	15,123,790	4,626,051	30.6%
30 Capital contributions	26,300	1,570,673	(1,544,373)	-98.3%	17,626,663	21,754,136	(4,127,473)	-19.0%
31 Change in net position	3,439,641	3,430,012	9,629	0.3%	37,376,504	36,877,926	498,578	1.4%
32 Net position, beginning of year					666,666,891	571,754,632	94,912,259	16.6%
33 Net position, end of year					704,043,395	608,632,558	95,410,837	15.7%

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

	A	B	C	D	E	F	G	H
	MTD Actual	MTD Budget	MTD Variance	%	YTD Actual	YTD Budget	YTD Variance	%
Operating revenues:								
1 Sales of water and delinquent fees	-	-	-	0.0%	-	-	-	0.0%
2 Sewerage service charges	7,783,506	7,094,144	689,363	9.7%	64,615,339	63,847,292	768,048	1.2%
3 Plumbing inspection and license fees	30,181	28,659	1,522	5.3%	254,560	257,927	(3,367)	-1.3%
4 Other revenues	14,168	200,166	(185,998)	-92.9%	385,373	1,801,494	(1,416,121)	-78.6%
5 Total operating revenues	7,827,855	7,322,968	504,887	6.9%	65,255,272	65,906,713	(651,441)	-1.0%
Operating Expenses:								
6 Power and pumping	222,236	215,808	6,428	3.0%	2,045,390	1,942,275	103,115	5.3%
7 Treatment	963,132	1,041,038	(77,906)	-7.5%	8,142,236	9,369,346	(1,227,110)	-13.1%
8 Transmission and distribution	911,913	1,418,602	(506,689)	-35.7%	6,068,732	12,767,417	(6,698,685)	-52.5%
9 Customer accounts	130,944	215,007	(84,063)	-39.1%	1,255,887	1,935,066	(679,179)	-35.1%
10 Customer service	114,655	214,544	(99,889)	-46.6%	1,310,574	1,930,898	(620,324)	-32.1%
11 Administration and general	308,963	735,527	(426,564)	-58.0%	4,481,950	6,619,742	(2,137,792)	-32.3%
12 Payroll related	488,996	412,164	76,832	18.6%	8,320,906	3,709,476	4,611,430	124.3%
13 Maintenance of general plant	203,365	246,015	(42,650)	-17.3%	3,039,085	2,214,138	824,947	37.3%
14 Depreciation	1,011,382	993,834	17,548	1.8%	9,102,438	8,944,506	157,932	1.8%
15 Amortization	-	-	-	0.0%	-	-	-	0.0%
16 Provision for doubtful accounts	48,213	-	48,213	0.0%	433,917	-	433,917	0.0%
17 Provision for claims	38,883	77,172	(38,289)	-49.6%	268,701	694,544	(425,843)	-61.3%
18 Total operating expenses	4,442,682	5,569,712	(1,127,030)	-20.2%	44,469,816	50,127,408	(5,657,592)	-11.3%
19 Operating income (loss)	3,385,173	1,753,256	1,631,917	93.1%	20,785,456	15,779,305	5,006,151	31.7%
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	28,168	-	28,168	0.0%	152,235	-	152,235	0.0%
25 Other Income	-	-	-	0.0%	157,507	-	157,507	0.0%
26 Interest expense	-	-	-	0.0%	(1,345,380)	-	(1,345,380)	0.0%
27 Operating and maintenance grants	-	1,190,745	(1,190,745)	-100.0%	23	10,716,708	(10,716,685)	-100.0%
28 Total non-operating revenues	28,168	1,190,745	(1,162,577)	-97.6%	(1,035,615)	10,716,708	(11,752,323)	-109.7%
29 Income before capital contributions	3,413,341	2,944,001	469,340	15.9%	19,749,841	26,496,013	(6,746,172)	-25.5%
30 Capital contributions	26,300	-	26,300	0.0%	17,626,663	-	17,626,663	0.0%
31 Change in net position	3,439,641	2,944,001	495,640	16.8%	37,376,504	-	-	-
32 Net position, beginning of year	-	-	-	-	666,666,891	571,754,632	94,912,259	16.6%
33 Net position, end of year	-	-	-	-	704,043,395	571,754,632	132,288,763	23.1%

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

		A	B	C	D	E	F	G
		Assets			Current		Beginning of	
		Prior Year	Variance	%	Year	Variance	%	Year
Noncurrent assets:								
1	Property, plant and equipment	1,050,387,820	60,434,417	5.8%	1,110,822,237	32,164,485	3.0%	1,078,657,752
2	Less: accumulated depreciation	211,269,293	12,055,403	5.7%	223,324,696	9,102,439	4.2%	214,222,257
3	Property, plant, and equipment, net	839,118,527	48,379,014	5.8%	887,497,541	23,062,046	2.7%	864,435,495
Restricted cash, cash equivalents, and investments								
4	Cash and cash equivalents restricted for capital projects	530,363	(303,857)	-57.3%	226,506	(18,060)	-7.4%	244,566
5	Debt service reserve	47,655,734	(24,500,665)	-51.4%	23,155,069	(4,867,831)	-17.4%	28,022,900
6	Health insurance reserve	791,144	(15,311)	-1.9%	775,833	-	0.0%	775,833
7	Total restricted cash, cash equivalents, and investments	48,977,241	(24,819,833)	-50.7%	24,157,408	(4,885,891)	-16.8%	29,043,299
Designated cash, cash equivalents, and investments								
8	Cash and cash equivalents designated for capital projects	10,398,207	29,993,137	288.4%	40,391,344	30,118,405	293.2%	10,272,939
9	Customer deposits	-	-	0.0%	-	-	0.0%	-
10	Other	1,045,641	18,830	1.8%	1,064,471	2,343	0.2%	1,062,128
11	Total designated cash and cash equivalents, and investments	11,443,848	30,011,967	262.3%	41,455,815	30,120,748	265.7%	11,335,067
Current assets:								
Unrestricted and undesignated								
12	Cash and cash equivalents	15,646,539	11,423,331	73.0%	27,069,870	14,945,505	123.3%	12,124,365
Accounts receivable:								
13	Customers (net of allowance for doubtful accounts)	6,650,073	861,637	13.0%	7,511,710	916,632	13.9%	6,595,078
14	Taxes	-	-	0.0%	-	-	0.0%	-
15	Interest	115	-	0.0%	115	115	0.0%	-
16	Grants	6,698,825	(4,461,146)	-66.6%	2,237,679	69,436	3.2%	2,168,243
17	Miscellaneous	239,497	95,741	40.0%	335,238	(271,565)	-44.8%	606,803
18	Due from enterprise fund	5,489,005	(4,269,953)	-77.8%	1,219,052	649,581	114.1%	569,471
19	Inventory of supplies	2,130,749	(623,107)	-29.2%	1,507,642	-	0.0%	1,507,642
20	Prepaid expenses	276,132	74,967	27.1%	351,099	-	0.0%	351,099
21	Total unrestricted current assets	37,130,935	3,101,470	8.4%	40,232,405	16,309,704	68.2%	23,922,701
Other assets:								
22	Bond issue costs	1,465,213	(1,465,213)	-100.0%	-	-	0.0%	-
23	Deposits	17,965	-	0.0%	17,965	-	0.0%	17,965
24	Total other assets	1,483,178	(1,465,213)	-98.8%	17,965	-	0.0%	17,965
25	TOTAL ASSETS	938,153,729	55,207,405	5.9%	993,361,134	64,606,607	7.0%	928,754,527
Deferred outflows or resources:								
26	Deferred charge on refunding	-	4,468,659	0.0%	4,468,659	4,468,659	0.0%	-
27	TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	4,468,659	0.0%	4,468,659	4,468,659	0.0%	-
28	TOTAL ASSETS AND TOTAL DEFERRED OUTFLOWS	938,153,729	59,676,064	5.9%	997,829,793	69,075,266	7.0%	928,754,527

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

	A	B	C	D	E	F	G
	Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
NET ASSETS AND LIABILITIES							
Net position							
1 Net investments in capital assets	681,628,093	33,881,713	5.0%	715,509,806	(4,538,736)	-0.6%	720,048,542
2 Restricted for Debt Service	45,681,322	(24,106,397)	-52.8%	21,574,925	(6,447,975)	-23.0%	28,022,900
3 Unrestricted	(118,676,857)	85,635,521	-72.2%	(33,041,336)	48,363,211	-59.4%	(81,404,547)
4 Total net position	608,632,558	95,410,837	15.7%	704,043,395	37,376,500	5.6%	666,666,895
Long-term liabilities							
5 Claims payable	744,691	(106,822)	-14.3%	637,869	-	0.0%	637,869
6 Net pension obligation	4,511,232	1,743,614	38.7%	6,254,846	1,076,612	20.8%	5,178,234
7 Other postretirement benefits liability	17,362,275	2,036,579	11.7%	19,398,854	1,676,558	9.5%	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	59,860,993	(3,457,629)	-5.8%	56,403,364	-	0.0%	56,403,364
12 Total long-term liabilities	226,739,194	36,800,418	16.2%	263,539,612	53,320,896	25.4%	210,218,716
Current liabilities (payable from current assets)							
13 Accounts payable and other liabilities	12,861,877	(4,613,968)	-35.9%	8,247,909	(8,477,851)	-50.7%	16,725,760
14 Due to City of New Orleans	-	-	0.0%	-	-	0.0%	-
15 Disaster Reimbursement Revolving Loan	60,005,140	(57,317,041)	-95.5%	2,688,099	667,694	33.0%	2,020,405
16 Retainers and estimates payable	3,626,610	853,681	23.5%	4,480,291	361,027	8.8%	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	3,305,587	(301,550)	-9.1%	3,004,037	(453,162)	-13.1%	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	3,304,310	153,320	4.6%	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	22,517	(9,749)	-43.3%	12,768	2,266	21.6%	10,502
23 Total current liabilities (payable from current assets)	86,864,073	(59,200,533)	-68.2%	27,663,540	(7,900,337)	-22.2%	35,563,877
Current liabilities (payable from restricted assets)							
24 Accrued interest	1,974,411	(394,266)	-20.0%	1,580,145	(270,813)	-14.6%	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	(13,724,392)	-86.2%	2,193,512	(14,111,527)	-86.5%	16,305,039
29 TOTAL CURRENT LIABILITIES	102,781,977	(72,924,925)	-71.0%	29,857,052	(22,011,864)	-42.4%	51,868,916
30 TOTAL LIABILITIES	329,521,171	(36,124,507)	-11.0%	293,396,664	31,309,032	11.9%	262,087,632
Deferred inflows or resources:							
31 Unavailable revenue -refunding of bonds	-	389,734	0.0%	389,734	389,734	0.0%	-
32 TOTAL DEFERRED INFLOWS OF RESOURCES	-	389,734	0.0%	389,734	389,734	0.0%	-
33 Total Net Position, Liabilities and Deferred Inflows of Resources	938,153,729	59,286,330	6.3%	997,829,793	69,075,266	7.4%	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	
Cash flows from operating activities				
1 Cash received from customers	55,402,903	57,660,720	(2,257,817)	-3.9%
2 Cash payments to suppliers for goods and services	(27,785,237)	(16,109,267)	(11,675,970)	72.5%
3 Cash payments to employees for services	(12,656,644)	(7,170,815)	(5,485,829)	76.5%
4 Other revenue	588,118	556,450	31,668	5.7%
5 Net cash used in operating activities	15,549,141	34,937,088	(19,387,947)	-55.5%
Cash flows from noncapital financing activities				
6 Proceeds from property taxes	157,507	116,721	40,786	34.9%
7 Proceeds from federal operating and maintenance grants	419,203	67,847	351,356	517.9%
8 Cash received paid to an other government	-	-	-	0.0%
9 Net cash provided by noncapital financing activities	576,710	184,568	392,142	212.5%
Cash flows from capital and related financing activities				
10 Acquisition and construction of capital assets	(24,729,993)	(36,920,434)	12,190,441	-33.0%
11 Principal payments on bonds payable	(13,695,000)	1,129,489	(14,824,489)	-1312.5%
12 Proceeds from bonds payable	172,839,277	-	172,839,277	0.0%
13 Payments for bond issuance costs	-	-	-	0.0%
14 Payment to refunded bond escrow agent	(126,567,179)	-	(126,567,179)	0.0%
15 Interest paid on bonds payable	(1,354,255)	-	(1,354,255)	0.0%
16 Proceeds from construction fund, net	592,434	2,128,519	(1,536,085)	-72.2%
17 Capital contributed by developers and federal grants	17,111,747	18,675,204	(1,563,457)	-8.4%
18 Net cash used in capital and related financing activities	24,197,031	(14,987,222)	39,184,253	-261.5%
Cash flows from investing activities				
19 Payments for purchase of investments	-	-	-	0.0%
20 Proceeds from maturities of investments	-	(13,886,192)	13,886,192	-100.0%
21 Investment income	69,843	42,779	27,064	63.3%
22 Net cash provided by investing activities	69,843	(13,843,413)	13,913,256	-100.5%
23 Net increase in cash	40,392,725	6,291,021	34,101,704	542.1%
24 Cash at the beginning of the year	52,445,731	20,083,518	32,362,213	161.1%
25 Cash at the end of the period	92,838,456	26,374,539	66,463,917	252.0%
Reconciliation of cash and restricted cash				
26 Current assets - cash	29,361,796	15,646,539	13,715,257	87.7%
27 Current assets - designated	22,003,057	-	22,003,057	0.0%
28 Restricted assets -cash	41,473,603	10,728,000	30,745,603	286.6%
29 Total cash	92,838,456	26,374,539	66,463,917	252.0%

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

	A YTD Current Year	B YTD Prior Year	C YTD Variance	D %
Reconciliation of operating loss to net cash used in operating activities is as follows:				
Operating loss	17,400,284	14,896,443	2,503,841	16.8%
Adjustments to reconcile net operating loss to net cash used in operating activities:				
Depreciation	8,091,056	8,562,994	(471,938)	-5.5%
Provision for claims	229,817	446,183	(216,366)	-48.5%
Provision for (revision) doubtful accounts	385,704	381,511	4,193	1.1%
Amortization	-	101,764	(101,764)	-100.0%
Change in operating assets and liabilities:				
(Increase) decrease in customer and other receivables	(1,428,929)	(790,077)	(638,852)	80.9%
Increase in inventory	-	1	(1)	-100.0%
Increase (decrease) in prepaid expenses and other receivables	(597,566)	9,432,800	(10,030,366)	-106.3%
Decrease in net pension asset	-	-	-	0.0%
Increase (decrease) in accounts payable	(10,281,473)	-	(10,281,473)	0.0%
Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay	(467,197)	(302,056)	(165,141)	54.7%
Increase in net other postretirement benefits liability	1,490,274	1,875,389	(385,115)	-20.5%
Increase (decrease) in net pension obligation	956,988	768,480	188,508	24.5%
Decrease in other liabilities	(229,817)	(436,344)	206,527	-47.3%
Net cash used in operating activities	15,549,141	34,937,088	(19,387,947)	-55.5%

SEWERAGE AND WATER BOARD OF NEW ORLEANS
DRAINAGE SYSTEM FUND
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
WITH PRIOR YEAR COMPARISONS
SEPTEMBER 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	-	-	-	0.0%	-	-	-	0.0%
3 Plumbing inspection and license fees	-	-	-	0.0%	-	-	-	0.0%
4 Other revenues	2,928	254	2,674	1052.8%	581,694	535,359	46,335	8.7%
5 Total operating revenues	2,928	254	2,674	1052.8%	581,694	535,359	46,335	8.7%
Operating Expenses:								
6 Power and pumping	594,631	402,838	191,793	47.6%	5,121,824	3,993,813	1,128,011	28.2%
7 Treatment	11,697	-	11,697	0.0%	78,856	-	78,856	0.0%
8 Transmission and distribution	52,782	183,708	(130,926)	-71.3%	526,186	1,420,344	(894,158)	-63.0%
9 Customer accounts	549	2,921	(2,372)	-81.2%	5,190	31,979	(26,789)	-83.8%
10 Customer service	2,661	-	2,661	0.0%	79,955	-	79,955	0.0%
11 Administration and general	265,527	375,690	(110,163)	-29.3%	3,902,781	4,236,355	(333,574)	-7.9%
12 Payroll related	387,182	803,983	(416,801)	-51.8%	6,613,901	7,583,164	(969,263)	-12.8%
13 Maintenance of general plant	716,237	1,014,509	(298,272)	-29.4%	6,178,275	6,648,333	(470,058)	-7.1%
14 Depreciation	1,016,452	991,791	24,661	2.5%	9,148,068	8,926,119	221,949	2.5%
15 Amortization	-	968	(968)	-100.0%	-	8,714	(8,714)	-100.0%
16 Provision for doubtful accounts	-	-	-	0.0%	-	-	-	0.0%
17 Provision for claims	61,533	45,225	16,308	36.1%	337,321	542,513	(205,192)	-37.8%
18 Total operating expenses	3,109,251	3,821,633	(712,382)	-18.6%	31,992,357	33,391,334	(1,398,977)	-4.2%
19 Operating income (loss)	(3,106,323)	(3,821,379)	715,056	-18.7%	(31,410,663)	(32,855,975)	1,445,312	-4.4%
Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	-	88,950	(88,950)	-100.0%	13,121,422	12,860,519	260,903	2.0%
22 Six-mill tax	-	89,804	(89,804)	-100.0%	13,262,028	12,998,355	263,673	2.0%
23 Nine-mill tax	-	134,609	(134,609)	-100.0%	19,879,240	19,483,950	395,290	2.0%
24 Interest income	6,556	9,378	(2,822)	-30.1%	51,820	70,573	(18,753)	-26.6%
25 Other Income	-	-	-	0.0%	-	-	-	0.0%
26 Interest expense	-	-	-	0.0%	-	-	-	0.0%
27 Operating and maintenance grants	-	-	-	0.0%	23	-	23	0.0%
28 Total non-operating revenues	6,556	322,741	(316,185)	-98.0%	46,314,533	45,413,397	901,136	2.0%
29 Income before capital contributions	(3,099,767)	(3,498,638)	398,871	-11.4%	14,903,870	12,557,422	2,346,448	18.7%
30 Capital contributions	309	68,220	(67,911)	-99.5%	7,766,005	1,389,968	6,376,037	458.7%
31 Change in net position	(3,099,458)	(3,430,418)	330,960	-9.6%	22,669,875	13,947,390	8,722,485	62.5%
32 Net position, beginning of year					836,196,990	804,093,337	32,103,653	4.0%
33 Net position, end of year					858,866,865	818,040,727	40,826,138	5.0%

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

	A	B	C	D	E	F	G	H
	MTD Actual	MTD Budget	MTD Variance	%	YTD Actual	YTD Budget	YTD Variance	%
Operating revenues:								
1 Sales of water and delinquent fees	-	-	-	0.0%	-	-	-	0.0%
2 Sewerage service charges	-	-	-	0.0%	-	-	-	0.0%
3 Plumbing inspection and license fees	-	-	-	0.0%	-	-	-	0.0%
4 Other revenues	2,928	-	2,928	0.0%	581,694	-	581,694	0.0%
5 Total operating revenues	2,928	-	2,928	0.0%	581,694	-	581,694	0.0%
Operating Expenses:								
6 Power and pumping	594,631	709,472	(114,841)	-16.2%	5,121,824	6,385,250	(1,263,426)	-19.8%
7 Treatment	11,697	14,258	(2,561)	-18.0%	78,856	128,323	(49,467)	-38.5%
8 Transmission and distribution	52,782	95,440	(42,658)	-44.7%	526,186	858,959	(332,773)	-38.7%
9 Customer accounts	549	604	(55)	-9.2%	5,190	5,440	(250)	-4.6%
10 Customer service	2,661	9,946	(7,285)	-73.2%	79,955	89,513	(9,558)	-10.7%
11 Administration and general	265,527	627,273	(361,746)	-57.7%	3,902,781	5,645,459	(1,742,678)	-30.9%
12 Payroll related	387,182	369,570	17,612	4.8%	6,613,901	3,326,132	3,287,770	98.8%
13 Maintenance of general plant	716,237	1,300,652	(584,415)	-44.9%	6,178,275	11,705,867	(5,527,592)	-47.2%
14 Depreciation	1,016,452	991,791	24,661	2.5%	9,148,068	8,926,120	221,948	2.5%
15 Amortization	-	-	-	0.0%	-	-	-	0.0%
16 Provision for doubtful accounts	-	-	-	0.0%	-	-	-	0.0%
17 Provision for claims	61,533	104,961	(43,428)	-41.4%	337,321	944,645	(607,324)	-64.3%
18 Total operating expenses	3,109,251	4,223,967	(1,114,716)	-26.4%	31,992,357	38,015,706	(6,023,349)	-15.8%
19 Operating income (loss)	(3,106,323)	(4,223,967)	1,117,644	-26.5%	(31,410,663)	(38,015,706)	6,605,043	-17.4%
Non-operating revenues (expense):								
20 Two-mill tax	-	-	-	0.0%	-	-	-	0.0%
21 Three-mill tax	-	-	-	0.0%	13,121,422	13,311,740	(190,318)	-1.4%
22 Six-mill tax	-	-	-	0.0%	13,262,028	13,453,743	(191,715)	-1.4%
23 Nine-mill tax	-	-	-	0.0%	19,879,240	20,166,517	(287,277)	-1.4%
24 Interest income	6,556	-	6,556	0.0%	51,820	-	51,820	0.0%
25 Other Income	-	93,833	(93,833)	-100.0%	-	844,500	(844,500)	-100.0%
26 Interest expense	-	-	-	0.0%	-	-	-	0.0%
27 Operating and maintenance grants	-	-	-	0.0%	23	-	23	0.0%
28 Total non-operating revenues	6,556	93,833	(87,277)	-93.0%	46,314,533	47,776,500	(1,461,967)	-3.1%
29 Income before capital contributions	(3,099,767)	(4,130,134)	1,030,367	-24.9%	14,903,870	9,760,794	5,143,076	52.7%
30 Capital contributions	309	-	309	0.0%	7,766,005	-	7,766,005	0.0%
31 Change in net position	(3,099,458)	(4,130,134)	1,030,676	-25.0%	22,669,875	9,760,794	12,909,081	132.3%
32 Net position, beginning of year					836,196,990	804,093,337	32,103,653	4.0%
33 Net position, end of year					838,866,865	813,854,131	45,012,734	5.5%

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

Assets									

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

NET ASSETS AND LIABILITIES		A	B	C	D	E	F	G
		Prior Year	Variance	%	Current Year	Variance	%	Beginning of Year
Net position								
1	Net investments in capital assets	797,584,748	92,856,492	11.6%	890,441,240	30,348,517	3.5%	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	18,297,458	(51,760,723)	-282.9%	(33,463,265)	(9,476,760)	39.5%	(23,986,505)
4	Total net position	818,040,727	40,826,138	5.0%	858,866,865	22,669,872	2.7%	836,196,993
Long-term liabilities								
5	Claims payable	744,692	(106,823)	-14.3%	637,869	-	0.0%	637,869
6	Net pension obligation	4,536,812	1,743,614	38.4%	6,280,426	1,076,612	20.7%	5,203,814
7	Other postretirement benefits liability	15,995,473	2,036,579	12.7%	18,032,052	1,676,558	10.3%	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	55,626,474	17,116,670	30.8%	72,743,144	2,753,170	3.9%	69,989,974
Current liabilities (payable from current assets)								
13	Accounts payable and other liabilities	680,751	(861,936)	-126.6%	(181,185)	(4,845,317)	-103.9%	4,664,132
14	Due to City of New Orleans	-	-	0.0%	-	-	0.0%	-
15	Disaster Reimbursement Revolving Loan	4,337,329	3,589,044	82.7%	7,926,373	648,661	8.9%	7,277,712
16	Retainers and estimates payable	290,673	177,316	61.0%	467,989	110,337	30.9%	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	2,592,540	(345,474)	-13.3%	2,247,066	(411,517)	-15.5%	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	215,981	10,022	4.6%	226,003	-	0.0%	226,003
21	Advances from federal government	-	-	0.0%	-	-	0.0%	-
22	Other Liabilities	3,060	(1,786)	-58.4%	1,274	1,274	0.0%	-
23	Total current liabilities (payable from current assets)	11,623,211	3,155,246	27.1%	14,778,457	(4,497,833)	-23.3%	19,276,290
Current liabilities (payable from restricted assets)								
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	13,206,000	3,210,714	24.3%	16,416,714	(4,497,833)	-21.5%	20,914,547
30	Total liabilities	68,832,474	20,327,384	29.5%	89,159,858	(1,744,663)	-1.9%	90,904,521
Deferred inflows or resources:								
31	Unavailable revenue --refunding of bonds	-	-	0.0%	-	-	0.0%	-
32	TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	0.0%	-	-	0.0%	-
33	Total Net Position, Liabilities and Deferred Inflows of Resources	886,873,201	61,153,522	6.9%	948,026,723	20,925,209	2.3%	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	
Cash flows from operating activities				
1 Cash received from customers	-	-	-	0.0%
2 Cash payments to suppliers for goods and services	(13,695,396)	(9,893,160)	(3,802,236)	38.4%
3 Cash payments to employees for services	(1,767,437)	(11,790,261)	10,022,824	-85.0%
4 Other revenue	2,288,361	314,581	1,973,780	627.4%
5 Net cash used in operating activities	(13,174,472)	(21,368,840)	8,194,368	-38.3%
Cash flows from noncapital financing activities				
6 Proceeds from property taxes	46,383,786	45,342,824	1,040,962	2.3%
7 Proceeds from federal operating and maintenance grants	-	-	-	0.0%
8 Cash received paid to an other government	-	-	-	0.0%
9 Net cash provided by noncapital financing activities	46,383,786	45,342,824	1,040,962	2.3%
Cash flows from capital and related financing activities				
10 Acquisition and construction of capital assets	11,547,423	(16,509,289)	28,056,712	-169.9%
11 Principal payments on bonds payable	-	-	-	0.0%
12 Proceeds from bonds payable	-	-	-	0.0%
13 Payments for bond issuance costs	-	-	-	0.0%
14 Payment to refunded bond escrow agent	-	-	-	0.0%
15 Interest paid on bonds payable	(973,538)	899,900	(1,873,438)	-208.2%
16 Proceeds from construction fund, net	564,242	-	564,242	0.0%
17 Capital contributed by developers and federal grants	(30,421,995)	24,936	(30,446,931)	-122100.3%
18 Net cash used in capital and related financing activities	(19,283,868)	(15,584,453)	(3,699,415)	23.7%
Cash flows from investing activities				
19 Payments for purchase of investments	-	-	-	0.0%
20 Proceeds from maturities of investments	-	(3,834,073)	3,834,073	-100.0%
21 Investment income	45,263	70,573	(25,310)	-35.9%
22 Net cash provided by investing activities	45,263	(3,763,500)	3,808,763	-101.2%
23 Net increase (decrease) in cash	13,970,709	4,626,031	9,344,678	202.0%
24 Cash at the beginning of the year	23,264,514	26,144,838	(2,880,324)	-11.0%
25 Cash at the end of the period	37,235,223	30,770,869	6,464,354	21.0%
Reconciliation of cash and restricted cash				
26 Current assets - cash	3,590,118	4,965,272	(1,375,154)	-27.7%
27 Current assets - designated	26,393,042	-	26,393,042	0.0%
28 Restricted assets - cash	7,252,063	25,805,597	(18,553,534)	-71.9%
29 Total cash	37,235,223	30,770,869	6,464,354	21.0%

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

	A YTD Current Year	B YTD Prior Year	C YTD Variance	D %
1	(28,304,317)	(32,855,975)	4,551,658	-13.9%
2	8,131,616	8,926,119	(794,503)	-8.9%
3	275,788	542,513	(266,725)	-49.2%
4	-	-	-	0.0%
5	-	8,714	(8,714)	-100.0%
6	-	-	-	0.0%
7	-	-	-	0.0%
8	7,849,349	196,354	7,652,995	3897.5%
9	-	-	-	0.0%
10	(2,884,934)	-	(2,884,934)	0.0%
11	(414,722)	(292,876)	(121,846)	41.6%
12	1,490,274	1,875,389	(385,115)	-20.5%
13	956,988	768,480	188,508	24.5%
14	(274,514)	(537,558)	263,044	-48.9%
15	(13,174,472)	(21,368,840)	8,194,368	-38.3%

Reconciliation of operating loss to net cash used in operating activities is as follows:

Operating loss

Adjustments to reconcile net operating loss to net cash used in operating activities:

Depreciation

Provision for claims

Provision for (revision) doubtful accounts

Amortization

Change in operating assets and liabilities:

(Increase) decrease in customer and other receivables

Increase in inventory

Increase (decrease) in prepaid expenses and other receivables

Decrease in net pension asset

Increase (decrease) in accounts payable

Increase (decrease) in accrued salaries, due to pension and accrued vacation and sick pay

Increase in net other postretirement benefits liability

Increase (decrease) in net pension obligation

Decrease in other liabilities

Net cash used in operating activities

Sewerage & Water Board of New Orleans

Committee & Board of Director's Meeting Schedule

2015

THURSDAY	JANUARY 1, 2015	HOLIDAY	NEW YEAR'S DAY / OFFICE CLOSED
MONDAY	JANUARY 5, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	JANUARY 6, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	JANUARY 7, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	JANUARY 7, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	JANUARY 9, 2015	9:00 AM	EXECUTIVE COMMITTEE
MONDAY	JANUARY 19, 2015	HOLIDAY	MLK DAY / OFFICE CLOSED
WEDNESDAY	JANUARY 21, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	FEBRUARY 2, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	FEBRUARY 3, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	FEBRUARY 4, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	FEBRUARY 4, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	FEBRUARY 6, 2015	9:00 AM	EXECUTIVE COMMITTEE
TUESDAY	FEBRUARY 17, 2015	HOLIDAY	MARDI GRAS / OFFICE CLOSED
WEDNESDAY	FEBRUARY 18, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	MARCH 2, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	MARCH 3, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	MARCH 4, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	MARCH 4, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	MARCH 6, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	MARCH 18, 2015	9:00 AM	BOARD OF DIRECTOR'S
WEDNESDAY	APRIL 1, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	APRIL 1, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	APRIL 3, 2015	HOLIDAY	GOOD FRIDAY / OFFICE CLOSED
MONDAY	APRIL 6, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	APRIL 7, 2015	8:00 AM	FINANCE COMMITTEE
FRIDAY	APRIL 10, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	APRIL 15, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	MAY 4, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	MAY 5, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	MAY 6, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	MAY 6, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	MAY 8, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	MAY 20, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	MAY 25, 2015	HOLIDAY	MEMORIAL DAY / OFFICE CLOSED
MONDAY	JUNE 1, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	JUNE 2, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	JUNE 3, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	JUNE 3, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	JUNE 5, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	JUNE 17, 2015	9:00 AM	BOARD OF DIRECTOR'S

Sewerage & Water Board of New Orleans Committee & Board of Director's Meeting Schedule

2015

WEDNESDAY	JULY 1, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	JULY 1, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	JULY 3, 2015	HOLIDAY	INDEPENDENCE DAY/OFFICE CLOSED
MONDAY	JULY 6, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	JULY 7, 2015	8:00 AM	FINANCE COMMITTEE
FRIDAY	JULY 10, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	JULY 15, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	AUGUST 3, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	AUGUST 4, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	AUGUST 5, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	AUGUST 5, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	AUGUST 7, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	AUGUST 19, 2015	9:00 AM	BOARD OF DIRECTOR'S
TUESDAY	SEPTEMBER 1, 2015	8:00 AM	OPERATIONS/ FINANCE COMMITTEE
WEDNESDAY	SEPTEMBER 2, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	SEPTEMBER 2, 2015	10:30 AM	PENSION
FRIDAY	SEPTEMBER 4, 2015	9:00 AM	EXECUTIVE COMMITTEE
MONDAY	SEPTEMBER 7, 2015	HOLIDAY	LABOR DAY / OFFICE CLOSED
WEDNESDAY	SEPTEMBER 16, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	OCTOBER 5, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	OCTOBER 6, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	OCTOBER 7, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	OCTOBER 7, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	OCTOBER 9, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	OCTOBER 21, 2015	9:00 AM	BOARD OF DIRECTOR'S
MONDAY	NOVEMBER 2, 2015	8:00 AM	OPERATION COMMITTEE
TUESDAY	NOVEMBER 3, 2015	8:00 AM	FINANCE COMMITTEE
WEDNESDAY	NOVEMBER 4, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	NOVEMBER 4, 2015	10:30 AM	PENSION COMMITTEE
FRIDAY	NOVEMBER 6, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	NOVEMBER 18, 2015	9:00 AM	BOARD OF DIRECTOR'S
THURSDAY	NOVEMBER 26, 2015	HOLIDAY	THANKSGIVING / OFFICE CLOSED
FRIDAY	NOVEMBER 27, 2015	HOLIDAY	VETERANS DAY / OFFICE CLOSED
WEDNESDAY	DECEMBER 2, 2015	8:00 AM	COMMITTEE ON INFRASTRUCTURE
WEDNESDAY	DECEMBER 2, 2015	10:30 AM	PENSION COMMITTEE
MONDAY	DECEMBER 7, 2015	8:00 AM	OPERATIONS COMMITTEE
TUESDAY	DECEMBER 8, 2015	8:00 AM	FINANCE COMMITTEE
FRIDAY	DECEMBER 11, 2015	9:00 AM	EXECUTIVE COMMITTEE
WEDNESDAY	DECEMBER 16, 2015	9:00 AM	BOARD OF DIRECTOR'S
FRIDAY	DECEMBER 25, 2015	HOLIDAY	CHRISTMAS DAY / OFFICE CLOSED

NOTE: DUE TO THE LABOR DAY HOLIDAY IN SEPTEMBER, WE ARE ATTEMPTING TO HOLD THE OPERATIONS AND FINANCE COMMITTEES AS A JOINT MEETING.

Mark Your Calendar

(Invitation will follow)

You are cordially invited to attend the
Sewerage & Water Board of New Orleans

2014 ANNUAL EMPLOYEE AWARD CEREMONY

Saturday, March 7, 2015

At the Hilton New Orleans Riverside

Poydras at the Mississippi River

Grand Ballroom A-C, 1st Floor

Doors opens at 6:00 p.m.
Ceremony starts at 7:00 p.m.
Buffet to follow Ceremony

Invitation admits two (Employee & Guest)

No one under the age of 18 will be admitted
No Jeans or Shorts allowed
Event Parking (\$10.00 per car inside lot only)