

WEST LAFAYETTE WASTEWATER UTILITY

2012 ANNUAL FINANCIAL
MANAGEMENT REPORT

MARCH 20, 2013



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American Institute of CPAs
Indiana CPA Society

ACCOUNTANT'S COMPILATION REPORT

Honorable John Dennis, Mayor and
Members of the Board of Public Works and Safety
Mr. David S. Henderson, Utility Director
City of West Lafayette
City Hall
609 W. Navajo
West Lafayette, Indiana 47906

March 20, 2013

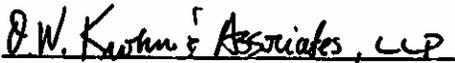
We have compiled the accompanying Statement of Net Assets of the West Lafayette Wastewater Utility as of December 31, 2012 and 2011, and the related Statement of Revenues, Expenses and Changes in Fund Net Assets and Statement of Cash Flows for the years then ended, and the accompanying supplementary information contained in pages 6-19, which is presented only for supplementary analysis purposes. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements and supplementary schedules in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements and supplementary schedules.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements and supplementary schedules without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements and supplementary schedules.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the West Lafayette Wastewater Utility's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

This report is intended solely for the information and internal use of management of the West Lafayette Wastewater Utility and should not be used for any other purpose. This restriction is not intended to limit distribution of this report, which is a matter of public record.


O.W. Krohn & Associates, LLP

WEST LAFAYETTE WASTEWATER UTILITY

GENERAL COMMENTS

Historical Financial Statements – Pages 1 – 5

The accounts of the Wastewater Utility are maintained and the financial statements are presented on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred. The accounting guide in use by the Utility is the Uniform System of Accounts for Wastewater (Sewage) Utilities, published by the National Association of Regulatory Utility Commissioners.

The primary activity of the Utility is the collection and treatment of sanitary wastewater. They are also responsible for storm water management, sanitation solid waste handling services and recycling.

Included on pages 1 through 5 are the compiled statement of net assets as of December 31, 2012 and December 31, 2011, and the compiled revenues, expenses and changes in fund net assets for the calendar years ended December 31, 2012 and 2011, and the compiled statements of cash flows for calendar year 2012 and 2011. The information presented in this report is based on the recorded books and records of the Utility.

Statement of Net Assets – Pages 1-2

This statement reports the assets and liabilities of the Utility as of year end for 2012 and 2011. The Utility's most significant assets are cash/investments and capital assets. Operating cash and the improvement fund decreased approximately \$171,000 and \$3,444,000, respectively. The decrease in the improvement fund was due to planned expenditures on capital projects including the new aeration tank, Western Interceptor Division V, Cumberland Road and others. Total capital assets net of depreciation increased \$2,172,390. Interceptor sewers increased approximately \$3.3 million due to the completion and capitalization of the Western Interceptor Division V and the North River Road Interceptor.

Key liabilities include accounts payable and bonds payable. Interest payable increased \$556,552 because of timing of payment of the January 1st interest payments. In connection with the issuance of the 2012 Bonds, all bond and interest funds were transferred to the trustee who controls the timing of these payments. Bonds payable are all State Revolving Loan Program debt. The total bonds outstanding decreased approximately \$1,350,680 due to the initial draws of funds on the 2012 Bonds net of \$1,985,000 of scheduled principal payments made during the year.

GENERAL COMMENTS (continued)

Statement of Revenues, Expenditures and Changes in Fund Net Assets – Page 3

Wastewater sales were basically flat from 2011 to 2012. Total Utility revenues increased slightly in 2012 due to gains in penalties, recycling revenues and other miscellaneous revenues. Operating expenses increased \$503,857; see further discussion below. The higher depreciation provision reflects the new capital assets put into service in the past year together with the impact of a comprehensive update to the Utility's depreciation calculations. Depreciable lives were reviewed and revised to comply with the capital asset policy and the related deprecation provision since the date of acquisition was recalculated. In the category of non-operating revenue and expenses, interest income continues to be affected by historically low market investment returns on the type of investments legally available to the City. Reported interest expense increased approximately \$181,000 due to interest on the 2004 Bonds. The interest expense in 2011 was low because a portion of it was capitalized as a cost of the interceptor project which was completed and put into service during 2011.

Net income decreased as a result of increased operation and maintenance expenses and increased interest expense with a decrease of about \$1,344,000. Contributions to the Utility in 2012 included \$64,000 in assets from developers.

Statement of Cash Flows – Pages 4-5

This schedule converts the previous statement of revenue and expenditures which is on the accrual basis of accounting to a cash basis. It begins with cash generated by operations and then adjusts for other non-operating cash receipts and disbursements to account for the net change in cash balances for the Utility. The most significant adjustments outside of operating receipts and disbursements are expenditures for capital assets, debt transactions (both new debt issuance and payment of existing debt) and other fees and contributions. Overall, the Utility's cash balances at \$12.1 million are still strong even with the net use of \$2,980,260 in cash during the year to fund capital expenditures.

Detail of Operation and Maintenance Expenses – Pages 6 - 7

Pages 6 and 7 include line item operating expense detail by function for 2012 and 2011. Total expenditures increased \$503,857 in 2012 compared to the prior year. The largest increases by department were in plant operation, administration and sanitation. Wages, insurance and benefits represented \$308,192 of the increase. Land application costs were \$129,000 higher due to timing of sludge application which had to be deferred from 2011 to 2012 because of wet conditions in late 2011. Administrative consulting and legal costs increased in 2012 due to the following activities: storm water utility analysis to establish budgets, ERU's, rates; feasibility analysis related to the proposed annexation; ADA compliance efforts and bond issuance costs from the 2012 SRF Loan. These schedules also include the 2012 Budgeted amounts for

GENERAL COMMENTS (continued)

comparative purposes. Total expenditures were over the budget in 2012 by \$225,457 or 4.9%. Wages, insurance and benefits exceeded budgeted levels by \$165,531 in total. The most significant line item variance was \$94,256 for higher than anticipated land application costs.

Comparison of Fund Balances with Recommended Reserves – Page 8

This schedule highlights the Utility's cash and investment positions as of December 31, 2012. In total, the Utility's cash balances decreased approximately \$2,980,260 during 2012. Most of the decline in cash balance was a result of the improvement fund decreasing \$3,444,694. The improvement fund decreased due to planned capital expenditures for the Western Interceptor Division V, Aeration Tank, Cumberland Avenue reconstruction, Soldier's Home lift station and other projects. According to the terms of the outstanding bond ordinances, the Utility is required to maintain minimum balances in certain accounts in order to ensure that the Utility has adequate funds to pay the expected costs of operation and maintenance, repay outstanding debt, fund the debt service reserve, and provide an allowance for capital improvements. This analysis demonstrates that the Utility is maintaining all required reserves and has remaining cash balances to supplement the funding of future projects.

Amortization Schedules and Combined Debt Services – Pages 9 – 15

Pages 9 through 14 present amortization schedules for the principal and interest due on the outstanding 1994, 1998, 2001, 2004, 2006 and 2012 Bonds. All of the outstanding revenue bonds were sold to the State Revolving Loan fund at below market subsidized rates of interest ranging from 1.5% to 3.64%. The \$634,320 of SRF Loan proceeds for the 2012 Bonds were drawn down in 2012 to begin construction on Northside Regional lift station. Page 15 contains a combined debt service schedule. Maximum annual debt service totals \$3,245,298 in 2014.

Schedule of Gallons Treated and Billed – Page 16

Treated flows in 2012 totaled 2.37 billion gallons, an average of 6.50 MGD. Due to the dry conditions in 2012, plant flows were down 758 million gallons or 24% compared to 2011. The reduction in plant power and chemical costs is a result of the lower flows. This schedule also summarizes gallons and total dollars billed by month. Billed flows from Purdue University represented approximately 41% of both the total gallons and dollars billed for wastewater treatment. This is consistent with the prior year.

Billing Statistics by Meter Size – Page 17

This schedule shows 2012 monthly billing data by meter size including dollars billed, consumption in 1,000's of gallons and customer bill counts.

GENERAL COMMENTS (continued)

Current Rates and Charges – Page 18

Page 18 summarizes the Utility's rates and charges for wastewater treatment and solid waste removal services. Wastewater user rates were last amended effective July 1, 2006. In 2013, the City adopted storm water rates of \$8.00 per ERU. We have not included the storm water fee on this schedule since they will not be effective until 1/1/2014.

Comparison of Revenue, Revenue Requirements and Bond Coverage – Page 19

Revenue requirements are those items which the Utility would provide for in its rates and include: cash operating and maintenance expenditures, debt service, capital improvements and payment in lieu of taxes. We have compared actual and projected revenues versus revenue requirements for 2012 and the 2013 budget. Both the 2012 and 2013 budgets planned for capital expenditures on major projects that would be funded partially with Utility funds on hand rather than current revenues. The use of cash on hand for capital projects in 2012 was much less than budgeted due to the timing of expenditures for the Northside regional lift station and Soldier's Home projects.

Based upon actual 2012 pledged revenues, operating expenditures and debt service, the Utility generated a 143% bond coverage ratio. The minimum requirement of the SRF program, which has provided the past financings, is 125%.

General Overview

While the schedules presented in this report do not represent a comprehensive analysis of current rates and charges, they do give indications of the overall financial performance of the Utility on a historical basis. The Utility continues to maintain a strong financial position with adequate cash balances and reserves, and the required bond coverage ratios.

The Utility has planned for significant capital projects for both sanitary sewage services and storm water over the next few years. Funding will come from a combination of the following: 2012 SRF Bonds, improvement funds on hand and new storm water fee revenues. In addition, the City is evaluating the existing trash fees and will likely adjust those to cover the actual cost of trash and recycling services. The 2013 Budget assumes an increase in trash fees from \$9 to \$16 per month for half of 2013. With these new revenue sources, operating and capital needs should be covered in the next 3-5 years. At the same time, adequate reserves must be maintained for unanticipated needs, emergencies and interfund loans. Such reserves will help to address new needs including the phosphorus limits which are now under study to determine the most cost effective compliance plan. Management's priorities continue to include financial planning, budgeting and reporting processes intended to insure that the Utility's strong financial position does not decline in the long term.

WEST LAFAYETTE WASTEWATER UTILITY
HISTORICAL FINANCIAL INFORMATION

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF NET ASSETS

<u>ASSETS</u>	DECEMBER 31	
	2012	2011
CURRENT AND ACCRUED ASSETS:		
OPERATING FUND	\$797,846	\$968,879
ACCOUNTS RECEIVABLE - WASTEWATER	245,673	259,194
ACCOUNTS RECEIVABLE - SANITATION	33,179	35,606
ACCOUNTS RECEIVABLE - LIENS	59,750	58,504
OTHER ACCOUNTS RECEIVABLE	13,984	2,148
ACCRUED INTEREST RECEIVABLE	1,597	5,734
INVENTORY	118,421	125,908
TOTAL CURRENT AND ACCRUED ASSETS	<u>1,270,450</u>	<u>1,455,973</u>
NON-CURRENT ASSETS:		
RESTRICTED ASSETS:		
CASH WITH FISCAL AGENT	0	109
IMPROVEMENT FUND	6,451,608	9,896,302
BOND AND INTEREST FUND	1,589,487	992,534
DEBT SERVICE RESERVE FUND	3,182,936	3,179,227
CONSTRUCTION RETAINAGE FUND	63,254	28,340
TOTAL RESTRICTED ASSETS	<u>11,287,285</u>	<u>14,096,512</u>
CAPITAL ASSETS:		
LAND	604,120	604,120
PLANT	35,905,810	35,877,935
INTERCEPTOR SEWERS	42,513,340	39,246,335
LIFT STATIONS	7,130,426	7,113,774
VEHICLES AND OTHER EQUIPMENT	6,397,080	6,255,482
ACCUMULATED DEPRECIATION	(22,113,604)	(19,923,010)
CONSTRUCTION IN PROGRESS	3,737,322	2,827,468
NET CAPITAL ASSETS	<u>74,174,494</u>	<u>72,002,104</u>
OTHER ASSETS:		
NET PENSION ASSETS	<u>0</u>	<u>90,474</u>
TOTAL ASSETS	<u><u>\$86,732,229</u></u>	<u><u>\$87,645,063</u></u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF NET ASSETS
(CONTINUED)

	DECEMBER 31	
	2012	2011
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT AND ACCRUED LIABILITIES:		
ACCOUNTS PAYABLE	\$606,219	\$1,149,660
ACCRUED WAGES PAYABLE	58,456	44,518
COMPENSATED ABSENCES	244,970	231,686
ACCRUED INTEREST PAYABLE	568,751	2,199
RETAINAGE PAYABLE	63,254	28,340
CAPITAL LEASE OBLIGATIONS	163,282	338,659
CURRENT PORTION OF LONG-TERM DEBT		
1994 BONDS	1,190,000	1,155,000
1998 BONDS	485,000	470,000
2001 BONDS	350,000	340,000
2004 BONDS	5,000	5,000
2006 BONDS	15,000	15,000
	<hr/>	<hr/>
TOTAL CURRENT AND ACCRUED LIABILITIES	3,749,932	3,780,062
NON-CURRENT LIABILITIES:		
NET PENSION OBLIGATION	3,877	-
1994 BONDS	3,795,000	4,985,000
1998 BONDS	3,820,000	4,305,000
2001 BONDS	3,650,000	4,000,000
2004 BONDS	12,345,000	12,350,000
2006 BONDS	8,285,000	8,300,000
2012 BONDS	634,320	0
	<hr/>	<hr/>
TOTAL NON-CURRENT LIABILITIES	32,533,197	33,940,000
	<hr/>	<hr/>
TOTAL LIABILITIES	\$36,283,129	\$37,720,062
NET ASSETS		
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	\$39,433,015	\$35,738,445
RESTRICTED	10,165,543	13,117,044
UNRESTRICTED	850,542	1,069,512
	<hr/>	<hr/>
TOTAL NET ASSETS	\$50,449,100	\$49,925,001
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See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND NET ASSETS
FOR THE TWELVE MONTHS ENDED

	DECEMBER 31	
	2012	2011
OPERATING REVENUES:		
RESIDENTIAL AND COMMERCIAL SALES	\$4,928,288	\$4,924,331
PURDUE UNIVERITY SALES	3,393,768	3,394,861
PENALTIES	61,145	57,385
SANITATION TRASH FEES	530,233	527,706
RECYCLABLE SALES	62,327	60,270
RECYLCING GRANT	41,500	41,500
TOTERS AND BINS	10,888	8,152
FOG SALES	25,563	46,090
OTHER OPERATING REVENUE	67,998	41,749
TOTAL OPERATING REVENUES	9,121,710	9,102,044
OPERATING EXPENSES:		
ADMINISTRATIVE AND GENERAL	1,286,385	1,119,502
LABORATORY	145,524	116,607
COLLECTION SYSTEM	403,813	404,494
PLANT OPERATION	1,475,665	1,299,406
PLANT MAINTENANCE	100,926	60,254
BILLING EXPENSE	221,712	196,803
SANITATION SOLID WASTE REMOVAL	712,429	647,546
POLLUTION PREVENTION SYSTEM MAINTENANCE	332,332	339,909
UNDISTRIBUTED	106,022	96,430
SUB-TOTAL	4,784,808	4,280,951
DEPRECIATION	2,355,591	1,679,719
NET OPERATING INCOME	1,981,311	3,141,374
NON-OPERATING REVENUES (EXPENSES):		
INTEREST INCOME	37,989	53,544
TAP FEES	119,112	129,563
GAIN (LOSS) ON DISPOSAL OF ASSETS	20,700	(637)
PAYMENT IN LIEU OF TAXES	(528,200)	(528,200)
CAPITAL LEASE INTEREST	(6,936)	(7,697)
INTEREST ON 1994 BONDS	(166,875)	(201,075)
INTEREST ON 1998 BONDS	(131,660)	(145,145)
INTEREST ON 2001 BONDS	(120,930)	(130,645)
INTEREST ON 2004 BONDS	(449,631)	(212,096)
INTEREST ON 2006 BONDS	(293,255)	(293,697)
INTEREST ON 2012 BONDS	(1,101)	0
TOTAL NON-OPERATING REVENUES (EXPENSES)	(1,520,787)	(1,336,085)
NET INCOME BEFORE CONTRIBUTIONS	460,524	1,805,289
CONTRIBUTIONS	63,575	303,613
CHANGE IN NET ASSETS	524,099	2,108,902
NET ASSETS - BEGINNING	49,925,001	47,816,099
NET ASSETS - ENDING	\$50,449,100	\$49,925,001

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED

	<u>DECEMBER 31</u>	
	<u>2012</u>	<u>2011</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
CASH RECEIVED FROM CUSTOMERS	\$9,226,414	\$9,079,841
CASH PAID TO SUPPLIERS, EMPLOYERS AND OTHERS	<u>(5,301,027)</u>	<u>(3,203,513)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>3,925,387</u>	<u>5,876,328</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
PAYMENT IN LIEU OF TAXES	(528,200)	(528,200)
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES	<u>(528,200)</u>	<u>(528,200)</u>
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES:		
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(4,507,281)	(6,024,290)
CAPITAL LEASE FINANCING	0	191,702
CHANGE IN RETAINAGE PAYABLE	34,914	18,336
SRF PROCEEDS - 2004 AND 2006 REVENUE BONDS	0	2,384,663
SRF PROCEEDS - 2012 REVENUE BONDS	634,320	0
PRINCIPAL PAID ON 1994 REVENUE BONDS	(1,155,000)	(1,125,000)
PRINCIPAL PAID ON 1998 REVENUE BONDS	(470,000)	(460,000)
PRINCIPAL PAID ON 2001 REVENUE BONDS	(340,000)	(330,000)
PRINCIPAL PAID ON 2004 REVENUE BONDS	(5,000)	(5,000)
PRINCIPAL PAID ON 2006 REVENUE BONDS	(15,000)	(10,000)
INTEREST PAID ON 1994 REVENUE BONDS	(92,100)	(201,075)
INTEREST PAID ON 1998 REVENUE BONDS	(69,237)	(145,145)
INTEREST PAID ON 2001 REVENUE BONDS	(62,930)	(130,645)
INTEREST PAID ON 2004 REVENUE BONDS	(224,861)	(394,395)
INTEREST PAID ON 2006 REVENUE BONDS	(146,760)	(293,697)
INTEREST PAID ON CAPITAL LEASES	(7,948)	(6,549)
PRINCIPAL PAID ON CAPITAL LEASES	(175,377)	(120,195)
TAP FEES COLLECTED	119,112	129,563
CONTRIBUTIONS	<u>63,575</u>	<u>303,613</u>
NET CASH FROM CAPITAL AND FINANCING ACTIVITIES	<u>(6,419,573)</u>	<u>(6,218,114)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
INTEREST ON INVESTMENTS	<u>42,126</u>	<u>47,810</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(2,980,260)	(822,176)
CASH, BEGINNING OF YEAR	<u>15,065,391</u>	<u>15,887,567</u>
CASH, END OF YEAR	<u><u>\$12,085,131</u></u>	<u><u>\$15,065,391</u></u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED
(CONTINUED)

	<u>DECEMBER 31</u>	
	<u>2012</u>	<u>2011</u>
RECONCILIATION OF NET OPERATING INCOME TO CASH PROVIDED FROM OPERATIONS:		
NET OPERATING REVENUES	\$1,981,311	\$3,141,374
ADJUSTMENTS TO RECONCILE NET OPERATING REVENUES TO NET CASH PROVIDED BY OPERATIONS :		
DEPRECIATION	2,355,591	1,679,719
(INCREASE) DECREASE IN:		
ACCOUNTS RECEIVABLE	13,521	30,511
ACCOUNTS RECEIVABLE - SANITATION	2,427	(112)
ACCOUNTS RECEIVABLE - LIENS	(1,246)	(26,652)
OTHER ACCOUNTS RECEIVABLE	(11,836)	2,332
INVENTORY	7,487	(9,411)
NET PENSION ASSETS	94,351	(18,871)
INCREASE (DECREASE) IN:		
ACCOUNTS PAYABLE	(543,441)	1,068,092
ACCRUED WAGES PAYABLE	13,938	6,463
COMPENSATED ABSENCES	13,284	2,883
NET CASH PROVIDED FROM OPERATIONS	<u>\$3,925,387</u>	<u>\$5,876,328</u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

SUPPLEMENTAL INFORMATION

WEST LAFAYETTE WASTEWATER UTILITY

DETAIL OF OPERATION AND MAINTENANCE EXPENSES
FOR THE TWELVE MONTHS ENDED

	DECEMBER 31		BUDGET 2012
	2012	2011	
ADMINISTRATION - GENERAL			
UTILITY ADMINISTRATION WAGES	\$344,370	\$336,302	336,264
UTILITY ADMINISTRATION INSURANCE	53,318	44,682	53,494
UTILITY ADMINISTRATION BENEFITS	72,696	46,804	52,827
CITY ADMINISTRATION WAGES	360,111	317,838	340,277
CITY ADMINISTRATION INSURANCE	55,225	45,185	53,832
CITY ADMINISTRATION BENEFITS	75,970	44,595	56,160
SUPPLIES	4,848	2,282	8,000
PUBLIC RELATIONS	0	1,364	2,000
CONSULTING	220,445	180,299	164,000
LEGAL	49,179	34,156	20,000
PRINTING & ADVERTISING	1,514	852	3,000
EDUCATION & TRAVEL	3,099	2,769	2,500
SUBSCRIPTIONS & DUES	564	2,283	2,000
POSTAGE	0	282	1,000
TELEPHONE	10,460	7,654	7,000
SERVICE CONTRACTS	18,571	38,497	26,000
OFFICE EQUIP/REPAIR	1,904	609	5,000
LIENS & AUDITS	0	287	1,000
PERMIT & FEES	14,111	12,762	14,000
	<u>1,286,385</u>	<u>1,119,502</u>	<u>1,148,354</u>
SUBTOTAL			
LABORATORY			
WAGES	79,259	78,806	75,945
INSURANCE	726	650	762
EMPLOYEE BENEFITS	12,868	9,418	10,435
SUPPLIES	35,914	17,268	28,000
EQUIPMENT	10,240	0	2,000
SERVICE CONTRACTS	4,728	6,776	6,500
CONSULTING	125	3,125	5,000
MISCELLANEOUS	0	42	1,500
EQUIPMENT REPAIR	1,664	522	1,500
	<u>145,524</u>	<u>116,607</u>	<u>131,642</u>
SUBTOTAL			
COLLECTION SYSTEM			
WAGES	184,610	202,015	204,355
INSURANCE	57,893	49,522	57,893
EMPLOYEE BENEFITS	42,543	31,030	36,581
SUPPLIES & MATERIALS	20,073	32,327	40,000
MACHINERY & TOOLS	77	358	540
VEHICLE MAINTENANCE	6,849	7,033	10,000
CSO MONITORS	34,692	34,692	35,000
CONTRACTUAL	42,526	19,741	40,000
LIFT STATIONS	14,550	27,776	30,000
EQUIPMENT-LEASE	0	0	1,000
	<u>403,813</u>	<u>404,494</u>	<u>455,369</u>
SUBTOTAL			
PLANT MAINTENANCE			
SUPPLIES & MATERIALS	32,005	12,500	25,000
GASOLINE	18,272	18,731	22,000
LUBRICANTS	1,890	261	1,000
EQUIPMENT REPAIR (FIXED)	38,033	20,888	35,000
MACHINERY & TOOLS	10,726	7,874	5,000
	<u>100,926</u>	<u>60,254</u>	<u>88,000</u>
SUBTOTAL			

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

DETAIL OF OPERATION AND MAINTENANCE EXPENSES
FOR THE TWELVE MONTHS ENDED

	DECEMBER 31		BUDGET 2012
	2012	2011	
PLANT OPERATION			
WAGES	455,926	434,253	411,141
INSURANCE	106,917	96,494	110,217
EMPLOYEE BENEFITS	96,774	63,231	67,828
UTILITIES	354,254	374,117	385,000
SAFETY	6,070	5,425	5,500
UNIFORMS	17,622	16,413	16,000
SUPPLIES	3,744	3,986	7,000
CHEMICALS	47,469	52,717	65,000
POLYMER	3,863	3,863	5,000
TRAINING	20,400	19,600	22,000
SERVICE CONTRACTS	46,630	40,422	48,000
LANDFILL	9,433	11,006	15,000
LAND APPLICATION	304,256	175,366	210,000
EMERGENCY CONTRACTUAL	0	0	3,000
MACHINERY & TOOLS	2,307	2,513	1,000
SUBTOTAL	<u>1,475,665</u>	<u>1,299,406</u>	<u>1,371,686</u>
BILLING EXPENSE			
WAGES	89,712	64,321	85,999
INSURANCE	19,253	17,449	20,089
EMPLOYEE BENEFITS	18,328	9,220	14,345
SUPPLIES & POSTAGE	42,139	46,376	47,200
BILLING AND SERVICE CONTRACTS	26,711	40,626	27,000
BAD DEBT	(102)	715	2,000
TRAINING	199	178	1,500
OFFICE EQUIPMENT REPAIRS	309	0	500
LIEN FEES AND OTHER	25,163	17,918	20,000
SUBTOTAL	<u>221,712</u>	<u>196,803</u>	<u>218,633</u>
SANITATION SOLID WASTE REMOVAL			
WAGES	276,272	243,880	259,157
INSURANCE	60,397	57,713	74,460
EMPLOYEE BENEFITS	65,079	40,558	47,850
SUPPLIES	117,063	111,340	100,000
SERVICES	193,618	194,055	210,000
SUBTOTAL	<u>712,429</u>	<u>647,546</u>	<u>691,467</u>
POLLUTION PREVENTION SYSTEM MAINTENANCE			
WAGES	177,851	182,566	185,750
INSURANCE	45,945	40,012	48,098
EMPLOYEE BENEFITS	40,750	28,057	32,602
SUPPLIES	43,800	48,267	45,000
SERVICES	23,986	41,007	40,000
SUBTOTAL	<u>332,332</u>	<u>339,909</u>	<u>351,450</u>
UNDISTRIBUTED EXPENSE			
INSURANCE	86,251	79,510	86,394
WORKERS' COMP INSURANCE	19,771	16,920	16,356
SUBTOTAL	<u>106,022</u>	<u>96,430</u>	<u>102,750</u>
TOTAL OPERATING EXPENSES	<u>\$4,784,808</u>	<u>\$4,280,951</u>	<u>\$4,559,351</u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

COMPARISON OF ACCOUNT BALANCES WITH MINIMUM REQUIREMENTS
AT DECEMBER 31, 2012

	BALANCE AT 12/31/2012	MINIMUM RESERVE REQUIRED		AVAILABLE FOR TRANSFER
OPERATING FUND	\$797,846	\$797,468	(1)	\$378
BOND & INTEREST FUND	1,589,487	1,588,963	(2)	524
DEBT SERVICE RESERVE FUND	3,182,936	3,181,183	(3)	1,753
IMPROVEMENT FUND	6,451,608	-	(4)	6,451,608
CONSTRUCTION RETAINAGE FUND	63,254	63,254	(5)	-
TOTALS	\$12,085,131	\$5,630,868		\$6,454,263

(1) AN AMOUNT EQUAL TO TWO MONTHS OPERATING EXPENSES.

(2) AMOUNT EQUAL TO THE NEXT TWELVE MONTHS PRINCIPAL AND NEXT SIX MONTHS INTEREST.

(3) AN AMOUNT EQUAL TO THE MAXIMUM ANNUAL COMBINED DEBT SERVICE ON ALL OUTSTANDING BONDS BUILT UP OVER 60 MONTHS FROM DATE OF CLOSING ON EACH SRF LOAN. CURRENT REQUIREMENT CALCULATED AS FOLLOWS:

	TOTAL RESERVE REQUIREMENT	# MONTHS	12/31/2012 REQUIREMENT
1994 Bonds	\$1,112,640	60	\$1,112,640
1998 Bonds	508,636	60	508,636
2001 Bonds	381,477	60	381,477
2004 Bonds	699,374	60	699,374
2006 Bonds	476,845	60	476,845
2012 Bonds	66,327	2	2,211
TOTAL	\$3,245,299		\$3,181,183

(4) NO RESTRICTIONS ON TRANSFERS FROM THESE FUNDS WHICH ARE BOARD DESIGNATED FOR FUTURE PLANT EXPANSION AND IMPROVEMENTS, REPLACEMENTS AND EXTENSION OF THE SEWAGE WORKS.

(5) NOT AVAILABLE FOR TRANSFER; HELD IN ESCROW UNTIL COMPLETION AND ACCEPTANCE OF RELATED CONTRACTOR PROJECT.

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE

\$4,985,000 SEWAGE WORKS REVENUE BONDS OF 1994

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
1/1/2013				\$74,775.00	\$74,775.00	
7/1/2013	\$4,985,000	\$1,190,000	3.00%	74,775.00	1,264,775.00	\$1,339,550.00
1/1/2014				56,925.00	56,925.00	
7/1/2014	3,795,000	1,230,000	3.00%	56,925.00	1,286,925.00	1,343,850.00
1/1/2015				38,475.00	38,475.00	
7/1/2015	2,565,000	1,265,000	3.00%	38,475.00	1,303,475.00	1,341,950.00
1/1/2016				19,500.00	19,500.00	
7/1/2016	1,300,000	<u>1,300,000</u>	3.00%	<u>19,500.00</u>	<u>1,319,500.00</u>	<u>1,339,000.00</u>
TOTALS		<u>\$4,985,000</u>		<u>\$379,350.00</u>	<u>\$5,364,350.00</u>	<u>\$5,364,350.00</u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE

\$4,305,000 SEWAGE WORKS REVENUE BONDS OF 1998

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
1/1/2013				\$ 62,422.50	\$ 62,422.50	
7/1/2013	\$ 4,305,000	\$ 485,000	2.90%	62,422.50	547,422.50	\$ 609,845.00
1/1/2014				55,390.00	55,390.00	
7/1/2014	3,820,000	500,000	2.90%	55,390.00	555,390.00	610,780.00
1/1/2015				48,140.00	48,140.00	
7/1/2015	3,320,000	515,000	2.90%	48,140.00	563,140.00	611,280.00
1/1/2016				40,672.50	40,672.50	
7/1/2016	2,805,000	530,000	2.90%	40,672.50	570,672.50	611,345.00
1/1/2017				32,987.50	32,987.50	
7/1/2017	2,275,000	545,000	2.90%	32,987.50	577,987.50	610,975.00
1/1/2018				25,085.00	25,085.00	
7/1/2018	1,730,000	560,000	2.90%	25,085.00	585,085.00	610,170.00
1/1/2019				16,965.00	16,965.00	
7/1/2019	1,170,000	575,000	2.90%	16,965.00	591,965.00	608,930.00
01/01/20				8,627.50	8,627.50	
07/01/20	595,000	595,000	2.90%	8,627.50	603,627.50	612,255.00
TOTALS		<u>\$4,305,000</u>		<u>\$580,580.00</u>	<u>\$4,885,580.00</u>	<u>\$4,885,580.00</u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE

\$4,000,000 SEWAGE WORKS REVENUE BONDS OF 2001

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
1/1/2013				\$58,000.00	\$58,000.00	
7/1/2013	\$4,000,000	\$350,000	2.90%	58,000.00	408,000.00	\$466,000.00
1/1/2014				52,925.00	52,925.00	
7/1/2014	3,650,000	360,000	2.90%	52,925.00	412,925.00	465,850.00
1/1/2015				47,705.00	47,705.00	
7/1/2015	3,290,000	370,000	2.90%	47,705.00	417,705.00	465,410.00
1/1/2016				42,340.00	42,340.00	
7/1/2016	2,920,000	380,000	2.90%	42,340.00	422,340.00	464,680.00
1/1/2017				36,830.00	36,830.00	
7/1/2017	2,540,000	395,000	2.90%	36,830.00	431,830.00	468,660.00
1/1/2018				31,102.50	31,102.50	
7/1/2018	2,145,000	405,000	2.90%	31,102.50	436,102.50	467,205.00
1/1/2019				25,230.00	25,230.00	
7/1/2019	1,740,000	415,000	2.90%	25,230.00	440,230.00	465,460.00
01/01/20				19,212.50	19,212.50	
07/01/20	1,325,000	430,000	2.90%	19,212.50	449,212.50	468,425.00
01/01/21				12,977.50	12,977.50	
07/01/21	895,000	440,000	2.90%	12,977.50	452,977.50	465,955.00
01/01/22				6,597.50	6,597.50	
07/01/22	455,000	455,000	2.90%	6,597.50	461,597.50	468,195.00
TOTALS		<u>\$4,000,000</u>		<u>\$665,840.00</u>	<u>\$4,665,840.00</u>	<u>\$4,665,840.00</u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE
\$12,350,000 SEWAGE WORKS REVENUE BONDS OF 2004, SERIES A

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
1/1/2013				\$224,770.00	\$224,770.00	
7/1/2013	\$12,350,000	\$5,000	3.64%	224,770.00	229,770.00	\$454,540.00
1/1/2014				224,679.00	224,679.00	
7/1/2014	12,345,000	5,000	3.64%	224,679.00	229,679.00	454,358.00
1/1/2015				224,588.00	224,588.00	
7/1/2015	12,340,000	5,000	3.64%	224,588.00	229,588.00	454,176.00
1/1/2016				224,497.00	224,497.00	
7/1/2016	12,335,000	5,000	3.64%	224,497.00	229,497.00	453,994.00
1/1/2017				224,406.00	224,406.00	
7/1/2017	12,330,000	530,000	3.64%	224,406.00	754,406.00	978,812.00
1/1/2018				214,760.00	214,760.00	
7/1/2018	11,800,000	555,000	3.64%	214,760.00	769,760.00	984,520.00
1/1/2019				204,659.00	204,659.00	
7/1/2019	11,245,000	575,000	3.64%	204,659.00	779,659.00	984,318.00
01/01/20				194,194.00	194,194.00	
07/01/20	10,670,000	590,000	3.64%	194,194.00	784,194.00	978,388.00
01/01/21				183,456.00	183,456.00	
07/01/21	10,080,000	1,230,000	3.64%	183,456.00	1,413,456.00	1,596,912.00
01/01/22				161,070.00	161,070.00	
07/01/22	8,850,000	1,275,000	3.64%	161,070.00	1,436,070.00	1,597,140.00
01/01/23				137,865.00	137,865.00	
07/01/23	7,575,000	1,790,000	3.64%	137,865.00	1,927,865.00	2,065,730.00
01/01/24				105,287.00	105,287.00	
07/01/24	5,785,000	1,860,000	3.64%	105,287.00	1,965,287.00	2,070,574.00
01/01/25				71,435.00	71,435.00	
07/01/25	3,925,000	1,925,000	3.64%	71,435.00	1,996,435.00	2,067,870.00
01/01/26				36,400.00	36,400.00	
07/01/26	2,000,000	<u>2,000,000</u>	3.64%	<u>36,400.00</u>	<u>2,036,400.00</u>	<u>2,072,800.00</u>
TOTALS		<u>\$12,350,000</u>		<u>\$4,864,132.00</u>	<u>\$17,214,132.00</u>	<u>\$17,214,132.00</u>

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE
\$8,300,000 SEWAGE WORKS REVENUE BONDS OF 2006, SERIES B

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
1/1/2013				\$146,495.00	\$146,495.00	
7/1/2013	\$8,300,000	\$15,000	3.53%	146,495.00	161,495.00	\$307,990.00
1/1/2014				146,230.25	146,230.25	
7/1/2014	8,285,000	10,000	3.53%	146,230.25	156,230.25	302,460.50
1/1/2015				146,053.75	146,053.75	
7/1/2015	8,275,000	10,000	3.53%	146,053.75	156,053.75	302,107.50
1/1/2016				145,877.25	145,877.25	
7/1/2016	8,265,000	15,000	3.53%	145,877.25	160,877.25	306,754.50
1/1/2017				145,612.50	145,612.50	
7/1/2017	8,250,000	570,000	3.53%	145,612.50	715,612.50	861,225.00
1/1/2018				135,552.00	135,552.00	
7/1/2018	7,680,000	585,000	3.53%	135,552.00	720,552.00	856,104.00
1/1/2019				125,226.75	125,226.75	
7/1/2019	7,095,000	610,000	3.53%	125,226.75	735,226.75	860,453.50
01/01/20				114,460.25	114,460.25	
07/01/20	6,485,000	635,000	3.53%	114,460.25	749,460.25	863,920.50
01/01/21				103,252.50	103,252.50	
07/01/21	5,850,000	650,000	3.53%	103,252.50	753,252.50	856,505.00
01/01/22				91,780.00	91,780.00	
07/01/22	5,200,000	670,000	3.53%	91,780.00	761,780.00	853,560.00
01/01/23				79,954.50	79,954.50	
07/01/23	4,530,000	695,000	3.53%	79,954.50	774,954.50	854,909.00
01/01/24				67,687.75	67,687.75	
07/01/24	3,835,000	715,000	3.53%	67,687.75	782,687.75	850,375.50
01/01/25				55,068.00	55,068.00	
07/01/25	3,120,000	745,000	3.53%	55,068.00	800,068.00	855,136.00
01/01/26				41,918.75	41,918.75	
07/01/26	2,375,000	765,000	3.53%	41,918.75	806,918.75	848,837.50
01/01/27				28,416.50	28,416.50	
07/01/27	1,610,000	790,000	3.53%	28,416.50	818,416.50	846,833.00
01/01/28				14,473.00	14,473.00	
07/01/28	820,000	820,000	3.53%	14,473.00	834,473.00	848,946.00
TOTALS		<u>\$8,300,000</u>		<u>\$3,176,117.50</u>	<u>\$11,476,117.50</u>	<u>\$11,476,117.50</u>

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE
\$4,200,000 SEWAGE WORKS REVENUE BONDS OF 2012

DATING AND DATE OF DELIVERY - OCTOBER 31, 2012

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
7/1/2013	\$4,200,000		1.50%	\$42,175.00	\$42,175.00	\$42,175.00
1/1/2014				31,500.00	31,500.00	
7/1/2014	4,200,000	\$ 5,000	1.50%	31,500.00	36,500.00	68,000.00
1/1/2015				31,462.50	31,462.50	
7/1/2015	4,195,000	5,000	1.50%	31,462.50	36,462.50	67,925.00
1/1/2016				31,425.00	31,425.00	
7/1/2016	4,190,000	5,000	1.50%	31,425.00	36,425.00	67,850.00
1/1/2017				31,387.50	31,387.50	
7/1/2017	4,185,000	220,000	1.50%	31,387.50	251,387.50	282,775.00
1/1/2018				29,737.50	29,737.50	
7/1/2018	3,965,000	220,000	1.50%	29,737.50	249,737.50	279,475.00
1/1/2019				28,087.50	28,087.50	
7/1/2019	3,745,000	225,000	1.50%	28,087.50	253,087.50	281,175.00
1/1/2020				26,400.00	26,400.00	
7/1/2020	3,520,000	230,000	1.50%	26,400.00	256,400.00	282,800.00
1/1/2021				24,675.00	24,675.00	
7/1/2021	3,290,000	230,000	1.50%	24,675.00	254,675.00	279,350.00
1/1/2022				22,950.00	22,950.00	
7/1/2022	3,060,000	235,000	1.50%	22,950.00	257,950.00	280,900.00
1/1/2023				21,187.50	21,187.50	
7/1/2023	2,825,000	240,000	1.50%	21,187.50	261,187.50	282,375.00
1/1/2024				19,387.50	19,387.50	
7/1/2024	2,585,000	240,000	1.50%	19,387.50	259,387.50	278,775.00
1/1/2025				17,587.50	17,587.50	
7/1/2025	2,345,000	245,000	1.50%	17,587.50	262,587.50	280,175.00
1/1/2026				15,750.00	15,750.00	
7/1/2026	2,100,000	250,000	1.50%	15,750.00	265,750.00	281,500.00
1/1/2027				13,875.00	13,875.00	
7/1/2027	1,850,000	255,000	1.50%	13,875.00	268,875.00	282,750.00
1/1/2028				11,962.50	11,962.50	
7/1/2028	1,595,000	255,000	1.50%	11,962.50	266,962.50	278,925.00
1/1/2029				10,050.00	10,050.00	
7/1/2029	1,340,000	260,000	1.50%	10,050.00	270,050.00	280,100.00
1/1/2030				8,100.00	8,100.00	
7/1/2030	1,080,000	265,000	1.50%	8,100.00	273,100.00	281,200.00
1/1/2031				6,112.50	6,112.50	
7/1/2031	815,000	270,000	1.50%	6,112.50	276,112.50	282,225.00
1/1/2032				4,087.50	4,087.50	
7/1/2032	545,000	270,000	1.50%	4,087.50	274,087.50	278,175.00
1/1/2033				2,062.50	2,062.50	
7/1/2033	275,000	275,000	1.50%	2,062.50	277,062.50	279,125.00
TOTALS		<u>\$4,200,000</u>		<u>\$817,750.00</u>	<u>\$5,017,750.00</u>	<u>\$5,017,750.00</u>

NOTE: A total of \$634,320 has been drawn as of December 31, 2012.

See Accountant's Report.

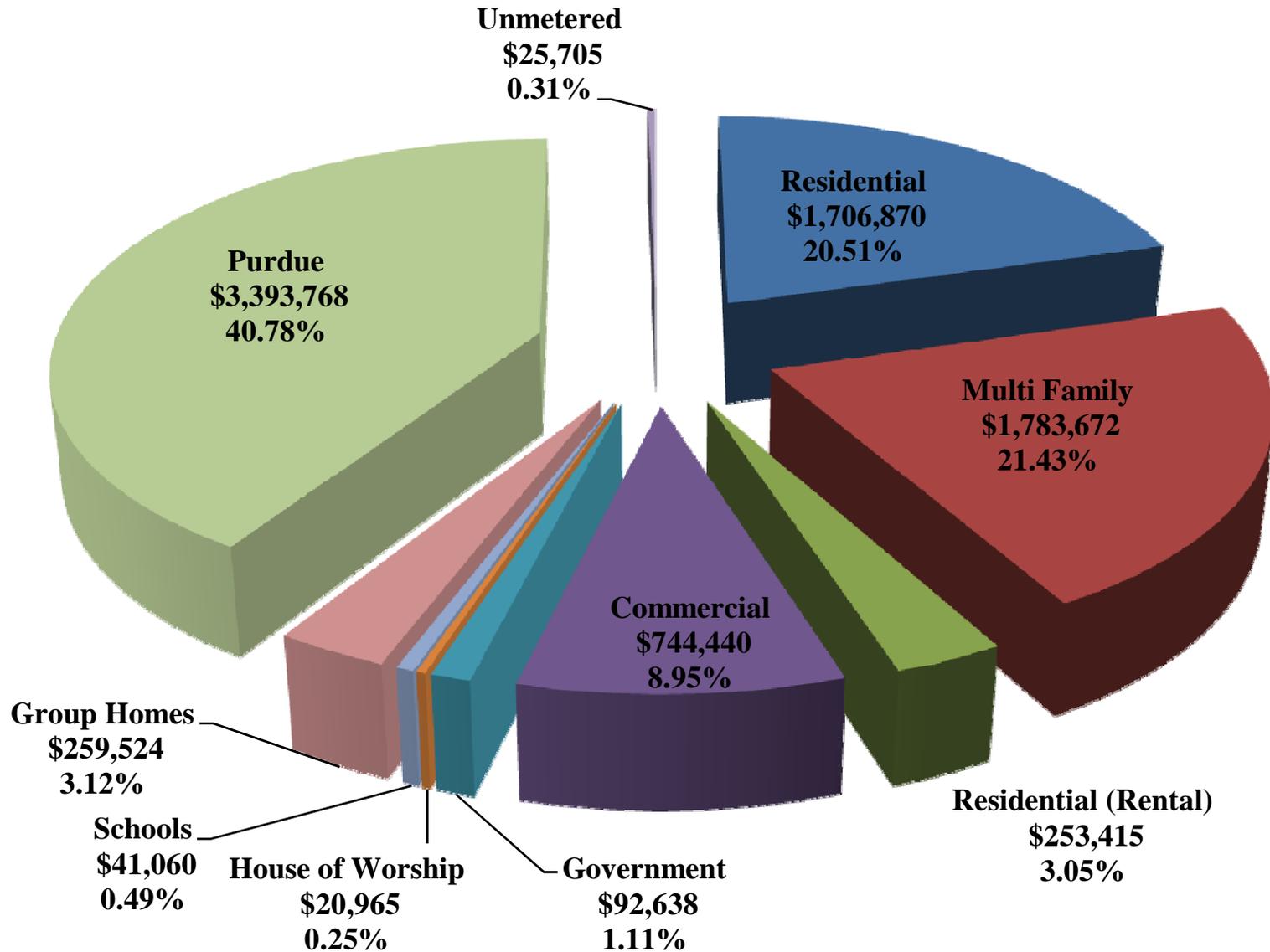
WEST LAFAYETTE WASTEWATER UTILITY

COMBINED DEBT SERVICE SCHEDULE

PAYMENT DATE	DEBT SERVICE						PERIOD TOTAL	BOND YEAR TOTAL
	1994 BONDS	1998 BONDS	2001 BONDS	2004A BONDS	2006B BONDS	2012 BONDS		
1/1/2013	\$ 74,775.00	\$ 62,422.50	\$ 58,000.00	\$ 224,770.00	\$ 146,495.00		\$ 566,462.50	
7/1/13	1,264,775.00	547,422.50	408,000.00	229,770.00	161,495.00	\$ 42,175.00	2,653,637.50	\$ 3,220,100.00
1/1/14	56,925.00	55,390.00	52,925.00	224,679.00	146,230.25	31,500.00	567,649.25	
7/1/14	1,286,925.00	555,390.00	412,925.00	229,679.00	156,230.25	36,500.00	2,677,649.25	3,245,298.50
1/1/15	38,475.00	48,140.00	47,705.00	224,588.00	146,053.75	31,462.50	536,424.25	
7/1/15	1,303,475.00	563,140.00	417,705.00	229,588.00	156,053.75	36,462.50	2,706,424.25	3,242,848.50
1/1/16	19,500.00	40,672.50	42,340.00	224,497.00	145,877.25	31,425.00	504,311.75	
7/1/16	1,319,500.00	570,672.50	422,340.00	229,497.00	160,877.25	36,425.00	2,739,311.75	3,243,623.50
1/1/17		32,987.50	36,830.00	224,406.00	145,612.50	31,387.50	471,223.50	
7/1/17		577,987.50	431,830.00	754,406.00	715,612.50	251,387.50	2,731,223.50	3,202,447.00
1/1/18		25,085.00	31,102.50	214,760.00	135,552.00	29,737.50	436,237.00	
7/1/18		585,085.00	436,102.50	769,760.00	720,552.00	249,737.50	2,761,237.00	3,197,474.00
1/1/19		16,965.00	25,230.00	204,659.00	125,226.75	28,087.50	400,168.25	
7/1/19		591,965.00	440,230.00	779,659.00	735,226.75	253,087.50	2,800,168.25	3,200,336.50
1/1/20		8,627.50	19,212.50	194,194.00	114,460.25	26,400.00	362,894.25	
7/1/20		603,627.50	449,212.50	784,194.00	749,460.25	256,400.00	2,842,894.25	3,205,788.50
1/1/21			12,977.50	183,456.00	103,252.50	24,675.00	324,361.00	
7/1/21			452,977.50	1,413,456.00	753,252.50	254,675.00	2,874,361.00	3,198,722.00
1/1/22			6,597.50	161,070.00	91,780.00	22,950.00	282,397.50	
7/1/22			461,597.50	1,436,070.00	761,780.00	257,950.00	2,917,397.50	3,199,795.00
1/1/23				137,865.00	79,954.50	21,187.50	239,007.00	
7/1/23				1,927,865.00	774,954.50	261,187.50	2,964,007.00	3,203,014.00
1/1/24				105,287.00	67,687.75	19,387.50	192,362.25	
7/1/24				1,965,287.00	782,687.75	259,387.50	3,007,362.25	3,199,724.50
1/1/25				71,435.00	55,068.00	17,587.50	144,090.50	
7/1/25				1,996,435.00	800,068.00	262,587.50	3,059,090.50	3,203,181.00
1/1/26				36,400.00	41,918.75	15,750.00	94,068.75	
7/1/26				2,036,400.00	806,918.75	265,750.00	3,109,068.75	3,203,137.50
1/1/27					28,416.50	13,875.00	42,291.50	
7/1/27					818,416.50	268,875.00	1,087,291.50	1,129,583.00
1/1/28					14,473.00	11,962.50	26,435.50	
7/1/28					834,473.00	266,962.50	1,101,435.50	1,127,871.00
1/1/29						10,050.00	10,050.00	
7/1/29						270,050.00	270,050.00	280,100.00
1/1/30						8,100.00	8,100.00	
7/1/30						273,100.00	273,100.00	281,200.00
1/1/31						6,112.50	6,112.50	
7/1/31						276,112.50	276,112.50	282,225.00
1/1/32						4,087.50	4,087.50	
7/1/32						274,087.50	274,087.50	278,175.00
1/1/33						2,062.50	2,062.50	
7/1/33						277,062.50	277,062.50	279,125.00
TOTALS	<u>\$ 5,289,575.00</u>	<u>\$ 4,823,157.50</u>	<u>\$ 4,607,840.00</u>	<u>\$ 16,989,362.00</u>	<u>\$ 11,329,622.50</u>	<u>\$ 5,017,750.00</u>	<u>\$ 48,057,307.00</u>	<u>\$ 48,623,769.50</u>

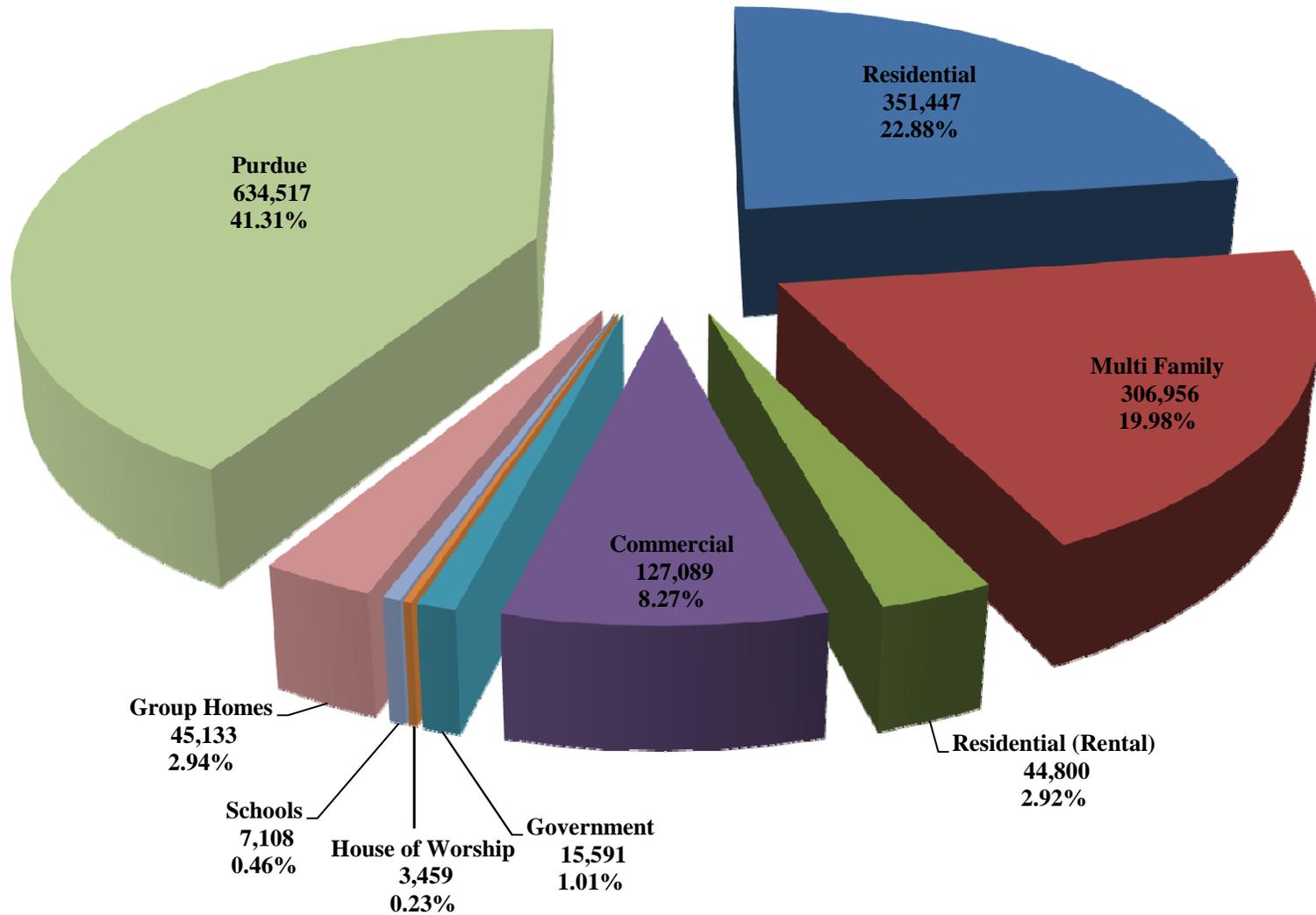
See Accountant's Report.

West Lafayette Wastewater Utility Revenues by Customer Type for 2012



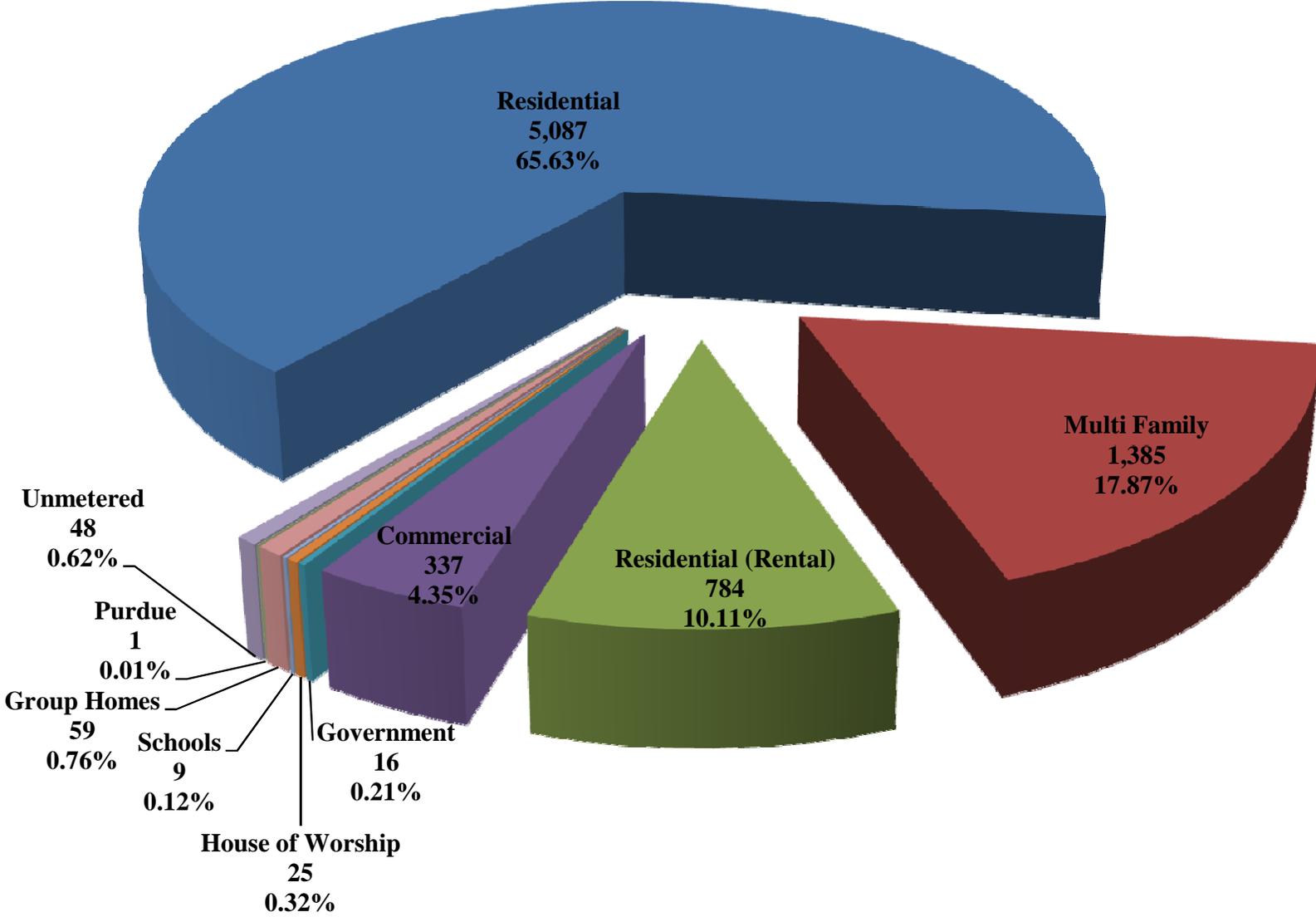
See Accountant's Report.

West Lafayette Wastewater Utility Gallons Billed by Customer Type for 2012



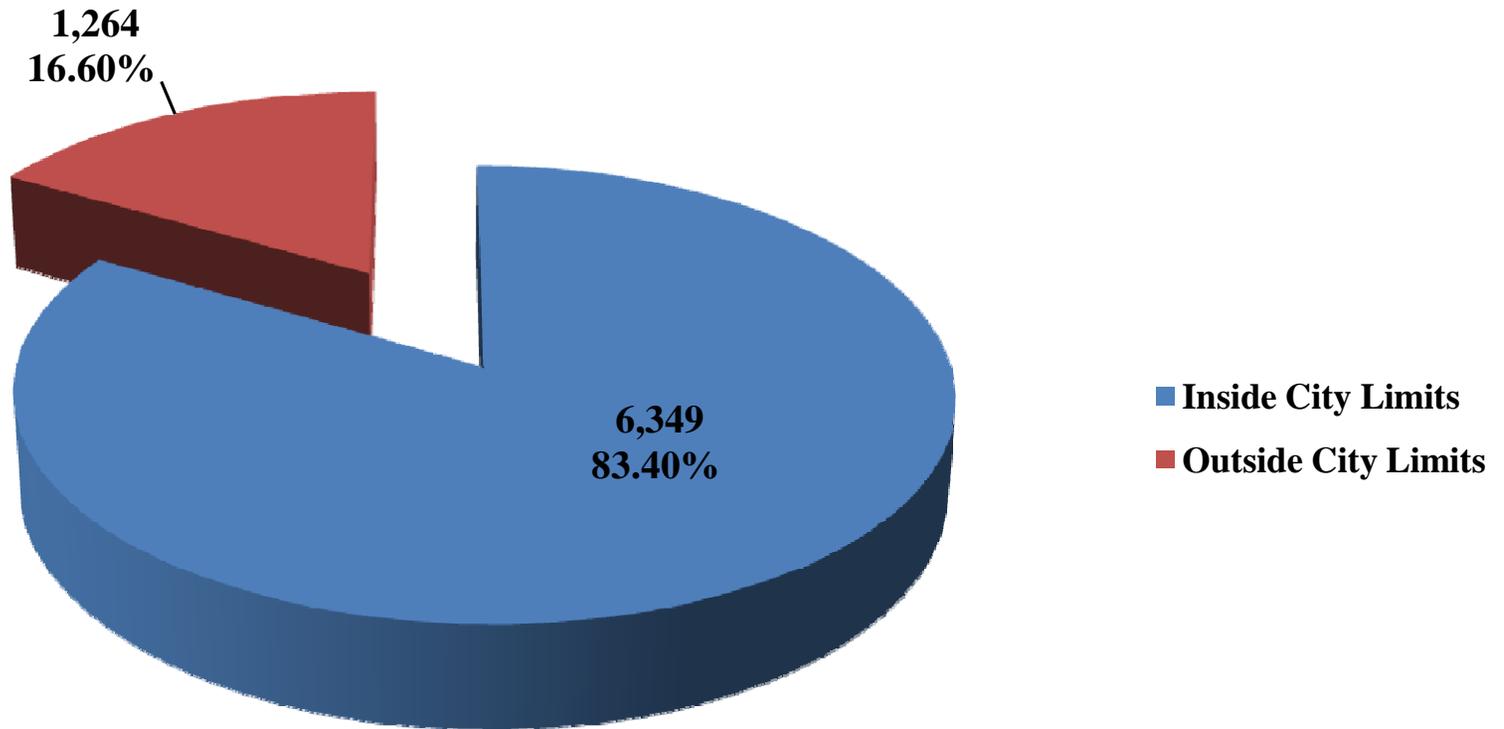
See Accountant's Report.

West Lafayette Wastewater Utility Bill Count by Sewer Customer Type for 2012



See Accountant's Report.

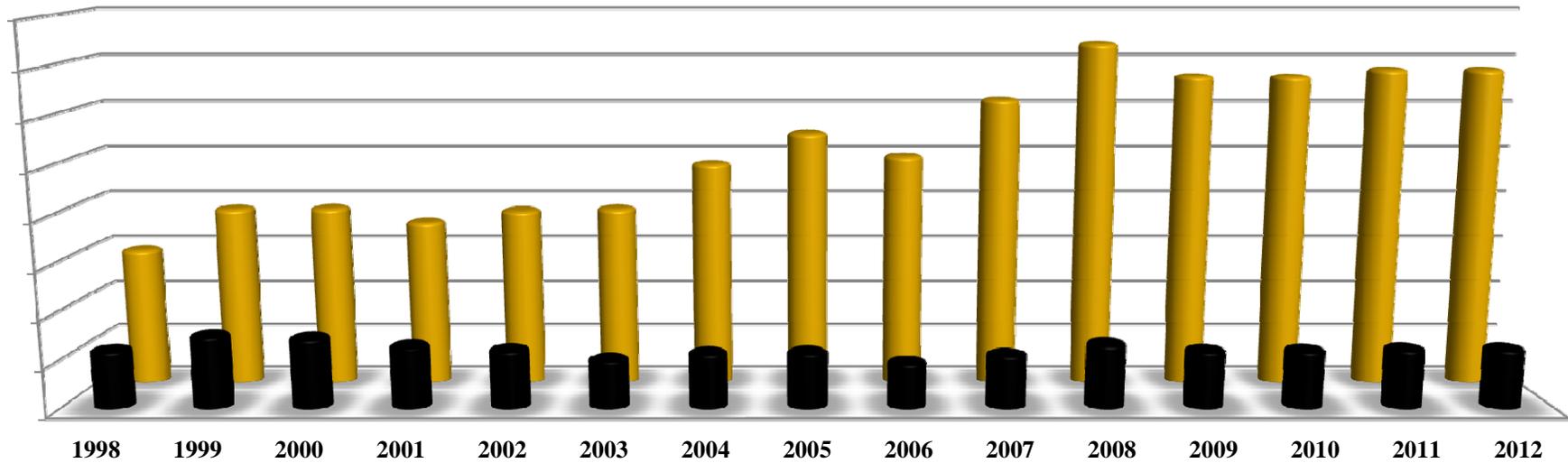
West Lafayette Wastewater Utility Breakdown of Inside/Outside Customers



Total Customers - 7,613

See Accountant's Report.

West Lafayette Wastewater Utility Purdue University Billing History



	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
■ 1,000 Gal.	619,030	770,152	748,201	665,793	625,955	524,486	591,435	599,758	488,915	576,157	686,255	620,155	621,417	634,518	634,517
■ Dollars	\$1,459,387	\$1,908,280	\$1,914,896	\$1,766,189	\$1,887,059	\$1,910,276	\$2,394,273	\$2,716,292	\$2,474,222	\$3,076,729	\$3,664,651	\$3,328,974	\$3,325,220	\$3,394,861	\$3,393,768

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

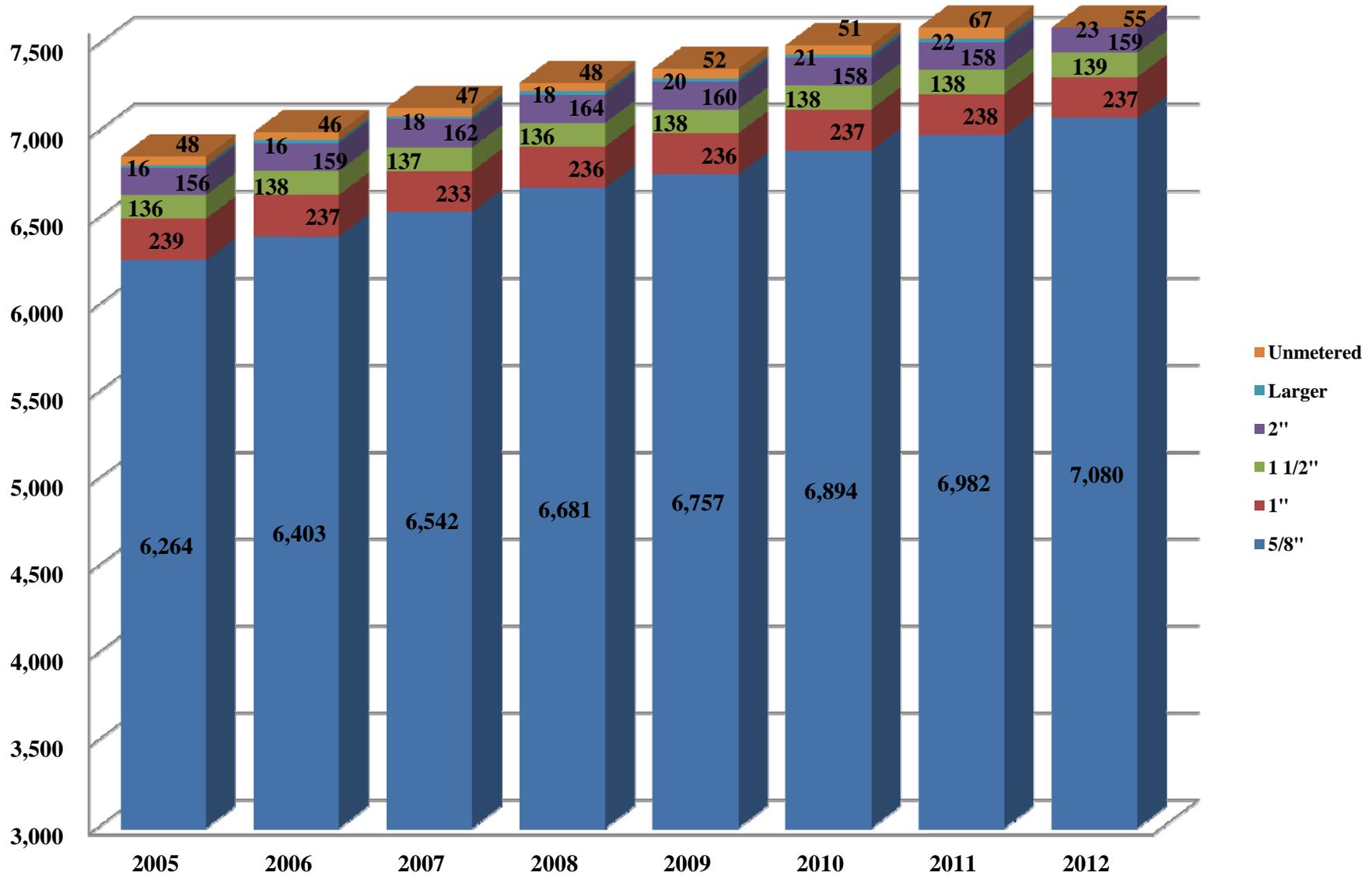
SCHEDULE OF GALLONS TREATED AND BILLED

FOR THE YEAR ENDED DECEMBER 31, 2012

<u>MONTH</u>	<u>GALLONS TREATED</u>	<u>GALLONS BILLED</u>			<u>VARIANCE</u>	<u>TOTAL DOLLARS BILLED</u>
		<u>RESIDENTIAL/COMML.</u>	<u>PURDUE</u>	<u>TOTAL</u>		
JANUARY 2012	304,920,000	68,797,000	43,973,982	112,770,982	192,149,018	\$646,461
FEBRUARY	238,950,000	67,687,000	51,110,638	118,797,638	120,152,362	675,562
MARCH	220,910,000	71,358,000	51,815,588	123,173,588	97,736,412	705,292
APRIL	179,440,000	71,488,000	48,352,243	119,840,243	59,599,757	699,774
MAY	165,390,000	65,546,000	56,062,870	121,608,870	43,781,130	698,600
JUNE	132,690,000	81,280,000	43,989,483	125,269,483	7,420,517	661,200
JULY	148,210,000	91,326,000	45,367,448	136,693,448	11,516,552	611,767
AUGUST	181,640,000	89,365,000	56,804,607	146,169,607	35,470,393	674,443
SEPTEMBER	191,220,000	80,833,000	59,962,030	140,795,030	50,424,970	745,759
OCTOBER	212,200,000	69,593,000	59,212,560	128,805,560	83,394,440	712,224
NOVEMBER	178,180,000	73,135,000	63,114,788	136,249,788	41,930,212	770,851
DECEMBER	<u>217,510,000</u>	<u>72,134,000</u>	<u>54,750,641</u>	<u>126,884,641</u>	<u>90,625,359</u>	<u>720,123</u>
TOTALS	<u>2,371,260,000</u>	<u>902,542,000</u>	<u>634,516,878</u>	<u>1,537,058,878</u>	<u>834,201,122</u>	<u>\$8,322,056</u>
PERCENT	<u>100.00%</u>	<u>38.06%</u>	<u>26.76%</u>	<u>64.82%</u>	<u>35.18%</u>	
AVERAGE DAILY GALLONS	<u>6,496,603</u>	<u>2,472,718</u>	<u>1,738,402</u>	<u>4,211,120</u>		

See Accountant's Report.

West Lafayette Wastewater Utility History of Customer Billing Counts (Excludes Purdue)



See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

BILLING STATISTICS BY METER SIZE

FOR THE YEAR ENDED DECEMBER 31, 2012

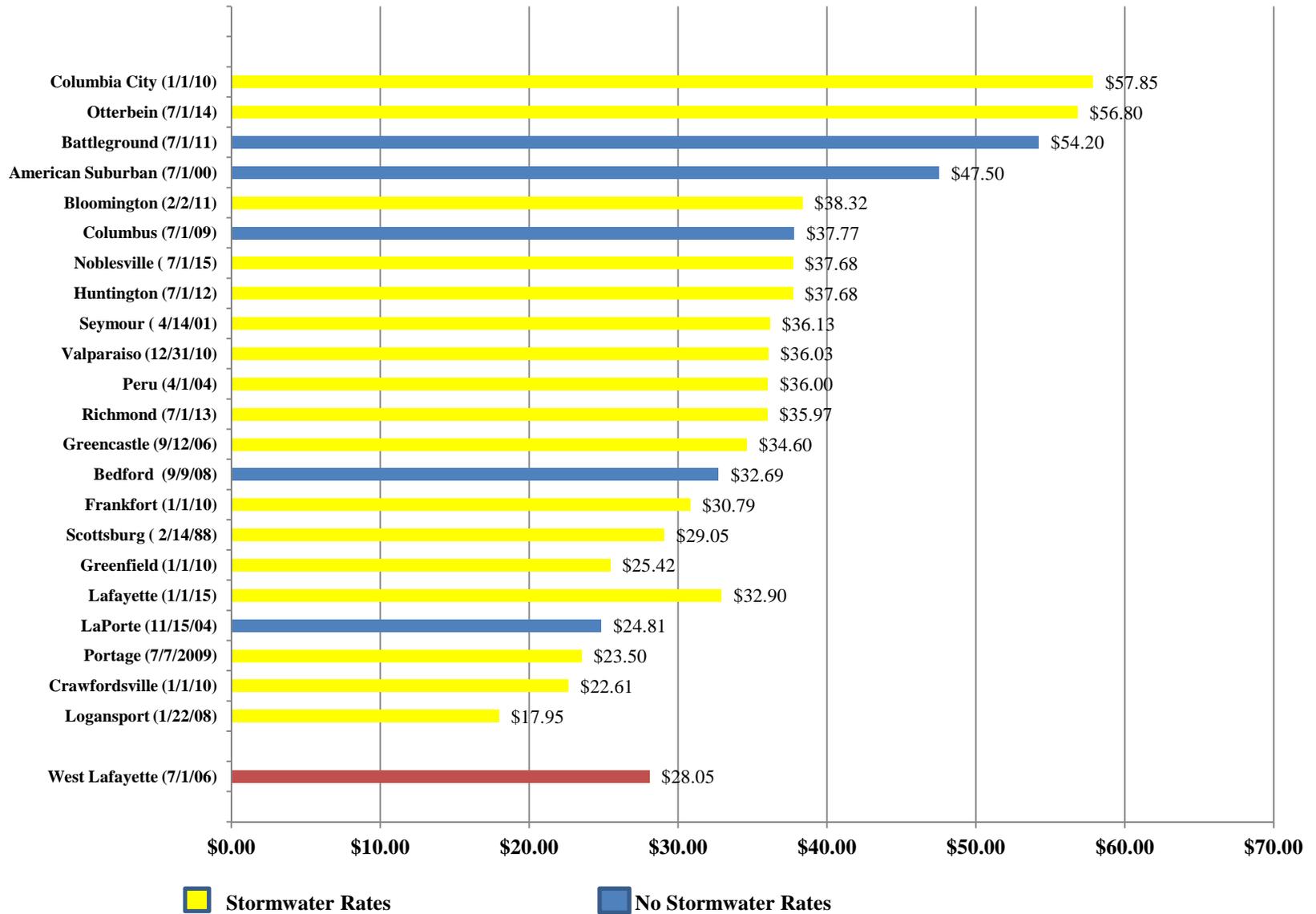
Dollar Amount	5/8 INCH	1 INCH	1 1/2 INCH	2 INCH	3-4 INCH	U.M.	PURDUE	TOTAL
January	\$ 207,055	\$ 31,758	\$ 34,530	\$ 70,787	\$ 60,617	\$ 2,367	\$ 235,268	\$ 642,382
February	186,842	35,410	41,138	79,342	53,738	2,367	273,378	672,215
March	207,863	35,949	43,416	81,003	53,099	2,411	277,143	700,884
April	226,875	36,179	41,963	79,572	52,576	2,310	258,654	698,129
May	203,936	35,298	43,556	84,172	45,558	2,310	299,846	714,676
June	241,338	29,800	34,659	71,685	47,292	2,310	235,368	662,452
July	194,118	26,485	32,757	67,191	47,096	2,310	242,710	612,667
August	193,905	28,589	33,581	68,173	43,035	2,434	303,801	673,518
September	195,964	38,507	43,601	93,423	50,714	2,400	320,667	745,276
October	185,153	36,471	39,814	87,196	39,764	2,400	316,642	707,440
November	212,059	39,231	43,141	94,697	42,816	2,417	337,475	771,836
December	205,987	43,499	41,486	89,917	44,532	2,344	292,816	720,581
Total	\$ 2,461,095	\$ 417,176	\$ 473,642	\$ 967,158	\$ 580,837	\$ 28,380	\$ 3,393,768	\$ 8,322,056

Gallons (1,000's) of Consumption	5/8 INCH	1 INCH	1 1/2 INCH	2 INCH	3-4 INCH	U.M.	PURDUE	TOTAL
January	34,398	5,442	5,992	12,269	10,695		43,974	112,770
February	31,063	6,117	7,234	13,816	9,452		51,111	118,793
March	34,487	6,226	7,646	14,114	9,380		51,816	123,669
April	35,203	6,269	7,370	13,857	9,323		48,352	120,374
May	33,847	6,108	7,675	14,770	8,046		56,063	126,509
June	51,712	5,095	6,072	12,349	8,323		43,989	127,540
July	61,182	4,568	5,611	11,441	8,312		45,367	136,481
August	51,651	4,898	5,795	11,717	7,528		56,805	138,394
September	42,227	6,736	7,657	16,374	8,932		59,962	141,888
October	32,420	6,333	6,907	15,251	6,973		59,212	127,096
November	35,476	6,817	7,490	16,557	7,510		63,115	136,965
December	34,620	6,542	7,192	15,674	7,801		54,751	126,580
Total	478,286	71,151	82,641	168,189	102,275	-	634,517	1,537,059

Bill Count	5/8 INCH	1 INCH	1 1/2 INCH	2 INCH	3-4 INCH	U.M.	PURDUE	TOTAL
January	6,976	237	138	157	22	60	3	7,593
February	6,560	236	138	157	23	60	3	7,177
March	7,389	238	138	158	22	55	3	8,003
April	7,018	236	139	159	22	52	3	7,629
May	7,128	236	139	159	22	52	3	7,739
June	7,097	239	139	160	22	53	3	7,713
July	7,139	236	140	158	22	53	4	7,752
August	7,443	246	139	159	22	57	4	8,070
September	7,061	232	138	159	22	54	4	7,670
October	7,049	234	138	159	23	54	4	7,661
November	7,049	236	138	160	22	55	3	7,663
December	7,050	237	138	160	22	54	3	7,664

See Accountant's Report.

West Lafayette Wastewater Rate Comparisons Monthly Bill for 5,000 gallons



See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

SCHEDULE OF CURRENT WASTEWATER RATES AND CHARGES

<u>FLOW RATE CHARGE</u>	<u>CURRENT RATES</u>
	(1)
PER 1,000 GALLONS	\$5.61
 <u>MINIMUM TOTAL MONTHLY CHARGE</u>	
5/8" WATER METER (3,000 GAL)	\$16.83
3/4" WATER METER (4,000 GAL)	22.44
1" WATER METER (7,000 GAL)	39.27
1 1/4" WATER METER (12,000 GAL)	67.32
1 1/2" WATER METER (15,000 GAL)	84.15
2" WATER METER (24,000 GAL)	134.64
3" WATER METER (45,000 GAL)	252.45
4" WATER METER (75,000 GAL)	420.75
6" WATER METER (150,000 GAL)	841.50
8" WATER METER (240,000 GAL)	1,346.40
10" WATER METER (345,000 GAL)	1,935.45
12" WATER METER (645,000 GAL)	3,618.45
 <u>UNMETERED RESIDENTIAL</u>	
PER MONTH (8,000 GAL)	\$44.86
 <u>PURDUE UNIVERSITY</u>	
FLOW RATE CHARGE - PER 1,000 GALLONS	\$5.34
MONTHLY BILLING CHARGE	\$4.25
 <u>TAP FEES</u>	
5/8" - 3/4" METER	\$200.00
1" METER	280.00
1 1/2" METER	520.00
2" METER	670.00
3" METER	900.00
4" METER	1,130.00
6" METER	1,270.00
 <u>SOLID WASTE REMOVAL</u>	
MONTHLY RESIDENTIAL CHARGE	\$9.00
MONTHLY DUMPSTER CHARGE	\$36.00

(1) THESE REPRESENT SEWER RATES AND CHARGES AS APPROVED ON MAY 3, 2004 AND EFFECTIVE JULY 1, 2006.

See Accountant's Report.

WEST LAFAYETTE WASTEWATER UTILITY

COMPARISON OF BUDGETED AND ACTUAL REVENUES,
REVENUE REQUIREMENTS AND BOND COVERAGE

	2012 BUDGETED	2012 ACTUAL	2013 BUDGETED
REVENUES:			
WASTEWATER USER FEES	\$ 8,400,000	\$8,322,056	\$ 8,350,000
PENALTIES	55,000	61,145	60,000
SANITATION TRASH FEES	525,000	530,233	715,000
RECYCLING REVENUES	105,500	114,715	111,500
FOG FEES	50,000	25,563	30,000
OTHER OPERATING REVENUE	25,000	67,998	40,000
TAP AND CONNECTION FEES	115,000	119,112	115,000
INTEREST INCOME	40,000	37,989	30,000
	<u>\$ 9,315,500</u>	<u>\$ 9,278,811</u>	<u>\$ 9,451,500</u>
REVENUE REQUIREMENTS:			
CASH OPERATING AND MAINTENANCE EXPENDITURES	\$ 4,559,351	\$ 4,784,808	\$ 4,851,809
COMBINED DEBT SERVICE (B)	3,176,777	3,148,452	3,220,100
CAPITAL IMPROVEMENTS	6,788,029	3,809,386	2,645,867
PAYMENT IN LIEU OF TAXES	528,200	528,200	528,200
	<u>\$ 15,052,357</u>	<u>\$ 12,270,846</u>	<u>\$ 11,245,976</u>
FUNDS ON HAND APPLIED TO CAPITAL PROJECTS	<u>\$ 5,736,857</u>	<u>\$ 2,992,035</u>	<u>\$ 1,794,476</u>

<u>BOND COVERAGE CALCULATION:</u>			
TOTAL PROJECTED REVENUES	\$ 9,315,500	\$ 9,278,811	\$ 9,451,500
LESS: CASH O & M EXPENDITURES	<u>4,559,351</u>	<u>4,784,808</u>	<u>4,851,809</u>
NET REVENUES AVAILABLE FOR DEBT SERVICE (A)	<u>\$ 4,756,149</u>	<u>\$ 4,494,003</u>	<u>\$ 4,599,691</u>
BOND COVERAGE (A / B)	<u>150%</u>	<u>143%</u>	<u>143%</u>

See Accountant's Report.