



November 22, 2017

The Hon. Jorge O. Elorza
Mayor

Ricky Caruolo
General Manager

Mrs. Luly Massaro
Commission Clerk
RI Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

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RE: Dk 4618: Revenue Reserve Filing
Dear Mrs. Massaro:

Enclosed please find an original and nine (9) copies of Providence Water's responses to the Public Utilities Commission's Data Request Set 1 dated November 2, 2017.

An electronic copy of this document has been provided to the service list. If you have any questions I can be reached at 521- 6300 extension 7217.

Sincerely,

Mary L. Deignan-White
Senior Manager of Regulatory

cc: service list(via email)

MEMBER

Rhode Island Water Works Assn.
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PROVIDENCE WATER SUPPLY BOARD

Docket No. 4618

Data Requests of the Commission

November 2, 2017

COMM 1-1 What was the total consumption in FY 2017?

Response: Consumption for FY2017 was 25,261,135 hcf.

Providence Water Docket 4618

Public Utilities Commission Data Request – Set 1
November 2, 2017

PUC 1-2. Please provide the semi-annual report for the period ending June 30, 2017.

Response: Please see the attached *unaudited* semi-annual report for the period ending June 30, 2017.

TO: R. I. PUBLIC UTILITIES COMMISSION

FROM: Providence Water

SEMI-ANNUAL FILING OF FINANCIAL AND OPERATING DATA FOR THE
SIX MONTH PERIOD ENDING:

30-Jun-17

Nancy Carrillo
Signature

November 13, 2017
Date

Title Senior Manager

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COST OF SERVICE /OPERATING RESULTS (UNAUDITED)

For the period ended: 6/30/17

(Note: Please insert whole dollar amounts, do not record cents.)

Revenues

Water Sales	\$ 67,724,272
Interest Income Non-Restricted	10,466
Miscellaneous Income	1,455,406
Total Revenues	\$ 69,190,144

Expenditures

Operations/Maintenance:

Source of Supply/Purchased water	\$ 2,082,900
Pumping Operations	868,652
Water Treatment	4,593,849
Transmission & Distribution	6,120,351
Customer Account	3,844,891
Administrative & General	11,197,026
Total Operations	\$ 28,707,670
Debt Service--Principal (from Operations)	0
Interest (from Operations)	0
Interest Expense - Other	0
Capital Expenses (from Operations)	274,075
Property Taxes	6,693,738
Payment/charges from Affiliates	839,167
Transfer of Revenues to Restricted Funds:	
Water Insurance	1,969,069
Infrastructure Replacement	25,100,000
Western Cranston	54,713
Water Meter Replacement	833,333
Water Capital	2,127,000
Vehicles & Equipment	600,000
Property Tax Reserve	-116,667
Revenue Reserve	344,447
Chemical & Sludge	3,933,333
Lead Service Replacement	83,333

Total Expenditures \$ 71,443,212

Surplus/ (Deficit) from Operations \$ -2,253,068

REVENUE SUMMARY

	<u>Current Reporting Year</u>		<u>Prior Fiscal Year</u>	
	<u>Six Months</u> 6/30/2017	<u>Year</u> FY 2017	<u>Six Months</u> 6/30/2016	<u>Year</u> FY 2016
Retail Sales	\$	\$ 38,014,751	\$	\$ 36,891,315
Retail Service Charge		7,401,807		7,412,397
East Smithfield Surcharge		30,320		
Wholesale sales		17,007,836		16,929,522
Fire Service:				
Hydrant Service Charge		1,208,390		1,133,276
PFP Service Charge		1,189,280		1,189,662
Sub-total	0	2,397,670	0	2,322,938
Private		2,902,806		2,560,507
Public Authorities	0	67,755,190		
Interest Income:				
Restricted	0	0	0	0
Non-Restricted *		10,466		8,336
Late Charges		382,262		413,947
Misc. Services		871,204		960,035
Bad Checks		19,860		17,900
Refunds		-30,918		-25,022
TOTAL REVENUES	\$ 0	\$ 69,008,064	0	\$ 67,491,875

OTHER FUNDING SOURCES

Loans from Affiliates				
Short-term loan proceeds				
Sale of properties				
Grants				
Surcharge Revenues		182,080		185,255
Water Quality Protection Funds		1,760,419		1,725,294
Water Quality Interest	0	0	0	0
Total Other Funding	\$ 0	\$ 1,942,499	0	\$ 1,910,549

* Non-restricted includes Operations fund only

EXPENDITURE/DEBT REPAYMENT DATA

List below all disbursements which are not recorded on the 'Cost of Service/Operating Expense' Schedule; this would include items such as repayment of loans to affiliates, repayment of short-term borrowing, acquisitions from Water Quality Protection Funds, etc.

Disbursements from Water Quality Protection Funds:	
Debt Service	\$604,896
Property Taxes	\$467,619
Legal	\$44,601
Land	\$232,860
Other disbursements	\$713,465

DEBT SERVICE/CAPITAL LEASE PAYMENTS

		This Report Period June 2017	Prior Fiscal Year June 2016	Next Fiscal Year June 2018
Bond Issues:				
RI Clean Water Finance Agency:				
2002, \$2,500,000 , 3.61%	P	141,276	136,537	146,179
09/01/2021	I	16,048	18,418	13,596
RI Clean Water Finance Agency:				
2008, \$35,000,000 , 2.846%	P	1,522,000	1,478,000	1,568,000
9/1/2029	I	925,974	971,058	877,458
RI Clean Water Finance Agency:				
2008 ESWD, \$200,000 3%	P			10,000
6/30/29	I	2,450		4,375
RI Clean Water Finance Agency:				
2009 ESWD, \$400,000 3.514%	P			19,969
9/1/2027	I	3,746		7,091
ARRA Stimulus Bond				
2009, (\$13,250,000)- 3,930,000, .041% - 3.14%	P		626,533	
9/1/2015	I		7,926	
ARRA Stimulus Bond				
2009, (\$13,250,000)- 9,320,000, .041% - 3.14%	P	304,146	296,465	312,594
9/1/2030	I	188,243	196,190	179,481
RI Clean Water Finance Agency:				
2012, \$3,000,000 , .72% - 3.26%	P	112,681	110,934	114,428
09/01/2032	I	58,329	59,716	56,716
RI Clean Water Finance Agency:				
2013A ESWD, \$600,000 2.782%	P			22,638
9/1/2033	I	8,511		16,753
RI Clean Water Finance Agency:				
2013, \$4,200,000 .019% - 2.53%	P	161,783	160,884	163,580
9/1/2033	I	81,918	83,378	80,201
RI Clean Water Finance Agency:				
2013, \$25,000,000 .022% - 2.63%	P	987,601	979,060	997,991
9/1/2034	I	560,343	544,173	549,120
RI Clean Water Finance Agency:				
2014, \$8,000,000 1.829%	P	316,283	314,389	319,123
9/1/2034	I	186,114	164,851	182,967
RI Infrastructure Bank:				
2015, \$30,000,000 1.775%	P	934		1,243,021
9/1/2035	I	499,536	72,151	702,759
RI Infrastructure Bank:				
2017, \$16,272,095 1.558%	P			890
9/1/2036	I			228,629
Totals	\$	6,077,915	\$ 6,220,662	\$ 7,817,561

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¹ List debt service payments/commitments separately for each bond issue or capital lease; show year of issue, amount, rate, and date of final payment in this column. Amounts reflect annual payments.

² Disclose source of funding entity, initial and final date of lease payments, imputed interest rates, etc.

PROPERTY TAX EXPENSE SUMMARY

<u>Municipality</u>	<u>Expense This Period 6/30/2017</u>	<u>Expense 6/30/2016</u>
North Providence	\$ 297,224	\$ 297,224
Glocester	62,631	60,222
West Glocester Fire District	3,708	3,708
Harmony Fire District	196	175
Chepachet Fire District	134	134
Scituate	5,836,875	5,706,534
Johnston	89,354	95,699
Foster	285,767	271,567
Cranston	114,513	115,410
West Warwick	3,336	3,865
Totals	\$ 6,693,738	\$ 6,554,538

PERSONNEL DATA

For the current fiscal year, record the number authorized and employed as of the last week of the month:

	<u>July</u>	<u>Aug</u>	<u>Sept</u>	<u>Oct</u>	<u>Nov</u>	<u>Dec</u>	<u>Jan</u>	<u>Feb</u>	<u>Mar</u>	<u>Apr</u>	<u>May</u>	<u>June</u>
Authorized												
Full time	237	226	226	232	233	232	241	228	227	237	234	237
Part-time	11	11	11	11	11	11	11	11	11	11	11	11
Temporary	1	0	0	0	0	0	0	0	0	0	0	0
Totals	249	237	237	243	244	243	252	239	238	248	245	248

CASH & INVESTMENTS ACCOUNT DATA

For the Current fiscal year, report balances for all cash and investments accounts; report separately balances for accounts restricted by PUC orders, grants, etc.

<u>Account Description</u>	<u>June 30, 2016</u>	<u>Balances at:</u>	
		<u>December 31, 2016</u>	<u>June 30, 2017</u>
Water Operating	\$ 2,363,110	4,904,244	\$ 1,323,210
Water Insurance	1,487,593	424,546	1,552,125
Water Capital	8,708,874	9,040,999	9,942,398
Water Quality Protection	4,427,378	4,600,609	5,232,877
Infrastructure Replacement	5,459,520	-44,815	2,799,455
Meter Replacement	2,550,180	2,454,793	2,436,383
Vehicles & Equipment	1,433,922	1,560,535	1,931,539
Revenue Reserve Account	5,580,153	5,692,024	4,612,572
Property Tax Reserve	578,249	734,942	607,509
Western Cranston	465,003	366,353	321,443
Chemical/Sludge	2,758,347	1,891,510	3,742,835
Lead Service Replacement	0	0	83,333

Note: Cash only portion

RESTRICTED ACCOUNTS SUMMARY

For each account restricted by PUC report and order, list the accounts separately and show account activity for current fiscal period to date of this report. If the last ('Balance') column is for date other than the end of the current reporting period insert that date above the column.

Account Description	1-Jul-16	Funding/Sources	Expenses/Uses	Balance June 30, 2017
Water Insurance	\$ 2,366,246			
Docket 4618 \$2,302,113		1,969,069		
Interest Income		70		
Expenses	\$		2,703,636	1,631,748
	\$			
Water Capital	\$ 9,890,381			
Investments				
Docket 4618 \$2,127,000	\$	2,127,000		
Bond Proceeds		716,924		
Interest Income		7,484		
Interest Income - Others		66		
Expenses	\$		2,805,651	9,936,203
	\$			
Infrastructure Replacement	\$ 7,493,790			
Docket 4618 \$27,300,000	\$	25,100,000		
Debt Service Reserve Refund				
Interest				
Interest Income - Others		168,970		
Misc Revenue		191,818		
Expenses	\$		27,897,285	5,057,293
	\$			
Meter Replacement	\$ 3,297,833			
Investments				
Docket 4618 \$500,000	\$	833,333		
ESWD Fee		30,320		
Interest Income		2,224		
Expenses			1,552,984	2,610,726
Western Cranston	\$ 523,341			
Docket 4618 \$40,000	\$	54,713		
Bank Fee Reimbursement		110		
Impact Fees		60,570		
Expenses	\$		224,688	414,045
	\$			
Vehicles & Equipment	\$ 1,609,118			
Docket 4618 \$600,000		600,000		
Interest Income		4,517		
Expenses	\$		438,585	1,775,049
	\$			
Chemical & Sludge	\$ 2,706,579			
Docket 4618 \$2,800,000		3,933,333		
Expenses	\$		2,953,670	3,686,242
	\$			
Revenue Reserve Account	\$ 5,553,051			
Docket 4618 \$362,119		344,447		
Interest Income		4,193		
Expenses	\$		1,232,319	4,669,373
	\$			
Property Tax Reserve Account	\$ 549,175			
Docket 4618				
Tax Settlement		175,000		
Expenses			121,278	602,898
Lead Service Replacement Fund	\$ 0			
Docket 4618 \$250,000		83,333		
Loan Reimbursements				
Loan Disbursements				83,333

For each PUC restricted account, indicate in the description section the annual amount of funding required and the PUC Docket.

PROVIDENCE WATER SUPPLY ADDENDUM
Pursuant to Docket 4618

- | | |
|---|----------------------|
| 1 Property Tax Refund Reconciliation | See Attached Report |
| 2 Capitalized Labor, Fringe and Overhead for 7/1/2017 -06/30/2017 | \$1,856,408 |
| 3 Pension Actuarial Recommendation and Contribution as of 6/30/2017
To include Providence Water, City of Providence and School Dept. | Available March 2018 |
| 4 Retiree Health Care Reporting GASB 43/45 | Available March 2018 |
| 5 Consumption Year to Date 6/30/2017 in HCF | 25,261,135 |
| 6 Accounts Receivable Balance as of 6/30/2017 | See below |

	June
Current	\$4,962,392.08
31 - 60 days	\$834,138.49
61 - 90 days	\$387,653.03
91 - 120 days	\$396,406.20
121 - 360 days	\$637,959.39
Over 360 days	\$234,162.74
TOTAL	\$7,452,711.93

- | | |
|------------------------------------|---------------------|
| 7 Capital Improvements Fund Report | See Attached Report |
| 8 Insurance Fund Activity | See Attached Report |
| 9 IFR/CIP Status Report | See Attached Report |

PROVIDENCE WATER
Property Tax Refund Account
Fiscal year 07/01/2016 - 6/30/2017

Semi-Annual
Addendum #1

Cash Balance at 12/31/16		\$734,942
Tax Refund		
Interest Income	<u>\$0</u>	
Sub-total		\$0
Disbursements:		
Transfer to Operations	(\$116,667)	
Litigation expenses	(\$10,767)	
Appraisal services		
Other	<u>\$0</u>	
Sub-total		<u>(\$127,434)</u>
Cash Balance at 6/30/17		\$607,509

PROVIDENCE WATER
Capital Improvements Fund
Addendum to Semi Annual Report
Fiscal year 01/01/2017 - 06/30/2017

Semi-Annual
Addendum # 7

Cash & Investments @ 1/1/2017	\$9,040,999	
Transfer from Operations/Revenue Reserve	2,651,333	
Investment Income	7,484	
Bond Reimbursement	<u>264,389</u>	
		\$ 11,964,205
Debt Service	\$291,325	
Payments:		
	Bank Fees	10,657
	De-Chlorination of Lagoon	23,875
Various	IT Virtualization	209,766
Various	Design/Build/Other COF	837,751
Various	New Fence/Roads	8,611
National Grid	Johnston (Citizens Bank)	17,422
Pare	East Smithfield	7,389
Iannuccillo	Water mains Tie Installed	91,438
CDM	Renewable Energy	121,000
Various	GIS Project	264,588
Weston & Sampson	UDF Program	128,680
Garofalo/Panel Built	Security Project	<u>9,304</u>
		\$1,730,482
Sub-Total Payments & Debt Service		\$ 2,021,807
Total Cash & Investments @ 6/30/2017		<u>\$ 9,942,398</u>

PROVIDENCE WATER
Activity in Insurance Fund
For period - 1/1/2017 to 6/30/2017

Semi-Annual
Addendum # 8

General Ledger Account	Vendor/Detail	Amount
INSURANCE	SAFETY SOUR (Safety Jackets High Visible)	4,923
INSURANCE Total	07 19811SAFETY SOUR 01/25/17 N 102 AD	498
		\$ 5,420
GENERAL LIABILITY & OTHER INSURANCE	08 105332BRADFORD-SU 02/01/17 N 153 AD	4,144
	09 63479G & L INSUR 03/16/17 N 73 AD	500
	11 63479G & L INSUR 05/09/17 N 37 AD	418
GENERAL LIABILITY & OTHER INSURANCE Total		\$ 5,062
WORKER COMPENSATION INSURANCE	08 70353THE HARTFOR 02/01/17 N 153 AD	36,533
	09 70353THE HARTFOR 03/01/17 N 154 AD	43,739
	09 70353THE HARTFOR 03/01/17 N 154 AD	160,544
	10 70353THE HARTFOR 04/01/17 N 162 AD	32,298
	12 70353THE HARTFOR 06/08/17 N 167 AD	65,299
WORKER COMPENSATION INSURANCE Total		\$ 338,413
PAY OF CLAIMS & DAMAGES	07 105137LISA YACINO 01/06/17 N 32 AD	701
	08 105402GEMMA LAW A 02/01/17 N 147 AD	14,000
	08 102745BROWNSTONE 02/16/17 N 76 AD	1,050
	09 71461NLC INSURAN 03/13/17 N 40 AD	11,270
	11 105515NATIONAL SU 05/16/17 N 69 AD	8,785
	12 102745BROWNSTONE 06/02/17 N 18 AD	1,820
	12 105825MICHAEL S. 06/02/17 N 18 AD	3,000
	12 79958AMICA A/S/O 06/08/17 N 51 AD	700
	12 104523OUTSIDE PLA 06/30/17 N 225 AD	1,237
	12 97696SERVPRO 06/30/17 N 237 AD	2,772
PAY OF CLAIMS & DAMAGES Total		\$ 45,336
BANK COMMISSIONS & FEES	12 68409US BANK COR 06/27/17 N 135 AD	2,100
BANK COMMISSIONS & FEES Total		\$ 2,100
MISC. EXPENSES	BANK OF AMERICA (Police Reports for Claims/Accide	10
	LIFE SUPPORT (AED Maintenance)	594
	BANK OF AMERICA (Police Reports for Claims/Accide	10
	OCCUPATIONAL (Respirator evaluations)	210
	ALLEN TRENCH (Shoring Equipment)	4,460
	BANK OF AMERICA (Police Reports for Claims/Accide	60
	LIFE SUPPORT (AED Maintenance)	198
	BANK OF AMERICA (Police Reports for Claims/Accide	10
	BANK OF AMERICA (Police Reports for Claims/Accide	20
MISC. EXPENSES Total		\$ 5,572
SAFETY GEAR	GT SAFETY (Road Signs)	2,033
SAFETY GEAR	AMAZON (Magnet Manhole Lifter)	2,000
SAFETY GEAR Total		\$ 4,033
Grand Total		\$ 405,936

Note: All items in bold are no longer charged to Insurance Fund effective 7/1/2017.

**Providence Water
IFR Project Status Report
As of June 30, 2017**

<u>IFR Project</u>	<u>Latest Cost Estimate</u>	<u>Funds Expended to Date</u>	<u>Funds Needed for Completion</u>	<u>Current Phase</u>	<u>% Complete</u>	<u>(Projected) Start Date</u>	<u>(Projected) End Date</u>
Plant Influent and Aerator Rehabilitation	NA	\$5,873,965	NA	Complete	100%	Oct 13	Jun 16
Chlorine Room Monorail and Scales Replacement	NA	\$218,890	NA	Complete	100%	Dec 16	Feb 17
Replace sand filters	NA	\$49,622,315	NA	Complete	100%	Sep 09	Oct 16
Fruit Hill Pump Station Upgrades	NA	\$129,308	NA	Complete	100%	Apr 16	Dec 16
90" and 60" influent conduits inspection / rehabilitation	\$800,000	\$782,117	\$17,883	Construction	95%	Oct 13	(Jun 18)
Aerated, Settled, and Filter Influent Conduits	\$1,300,000	\$1,172,035	\$127,965	Construction	90%	Oct 13	(Jun 18)
Storage Tanks Inspections / Improvements	\$408,000	\$115,527	\$292,473	Construction	25%	Sep 14	(Jun 19)
102" & 78" Aqueducts - Investigation Rehabilitation (2016)	\$6,000,000	\$2,641,890	\$3,358,110	Construction	50%	Sep 15	(Jun 18)
Lime System Upgrades	\$1,300,000	\$105,833	\$1,194,167	Design	100%	Jun 15	Apr 17
Pretreatment Pilot-Scale Evaluation	\$1,800,000	\$1,744,934	\$55,066	Design	Project is a Study		
Atwood Ave and Ashby Street Pump Station Upgrades	\$2,000,000	\$0	\$2,000,000	Design	10%	Jun 17	(Jan 18)
Greenville Ave Pump Station Upgrades	\$650,000	\$21,816	\$628,184	Design	50%	May 17	(Dec 17)
Aqueduct, Neutaconkanut and Bath Street Pump Station Upgrades	\$500,000	\$16,463	\$483,537	Planning	0%	Jul 17	(Dec 17)
Condition Assessment Transmission Mains	\$500,000	\$41,446	\$458,554	Planning	25%	Jan 16	----
Large Dam Improvements		\$248,396		Project is Ongoing			
Treatment Process and Water Quality Studies		\$3,792,866		Project is Ongoing			
Treatment Plant Architectural Upgrades		\$887,562		Project is Ongoing			
Lab Improvements		\$129,381		Project is Ongoing			
Process Control and Control System Upgrades		\$1,902,506		Project is Ongoing			
Various Pumping and Storage Improvements		\$311,867		Project is Ongoing			
Replace 16 inch & larger valves		\$6,649,664		Project is Ongoing			
Replace / upgrade water mains		\$85,902,723		Project is Ongoing			
Replace distribution valves		\$3,470,323		Project is Ongoing			
Replace lead services		\$56,311,105		Project is Ongoing			
Replace fire hydrants		\$6,395,737		Project is Ongoing			
Replace blowoffs		\$0		Project is Ongoing			
Various Support System and Facility Improvements		\$499,380		Project is Ongoing			
Rehabilitate Access Roads and Fencing - PW Property		\$1,357,698		Project is Ongoing			

Ongoing projects are to accumulate annual budgeted spending of funds and do not have an overall project budget, start date, or an end date.

Providence Water CIP Project Status Report As of June 30, 2017

<u>CIP Project</u>	<u>Latest Cost Estimate</u>	<u>Funds Expended to Date</u>	<u>Funds Needed for Completion</u>	<u>Current Phase</u>	<u>% Complete</u>	<u>(Projected) (Projected) Start Date End Date</u>
Unidirectional Flushing (UDF) Program Development	NA	\$1,668,518	NA	Complete	100%	Feb 13 Jun 17
Treatment Plant On Site Waste Treatment System	NA	\$121,343	NA	Complete	100%	Jun 15 Oct 15
GIS System and Asset Management System	\$6,000,000	\$4,504,944	\$1,495,056	Construction	80%	Nov 05 (Jun 18)
Central Operations Facility	\$30,000,000	\$24,690,285	\$5,309,715	Construction	90%	Jun 16 Oct 17
Central Operations Facility (Operating Expenses)	\$500,000	\$154,471	\$345,529	Construction	90%	Dec 15 Sep 17
Security Equipment / CCTV / Readers	\$190,000	\$0	\$190,000	Construction	0%	Mar 17 Oct 17
Security Improvements - Treatment Plant	\$1,300,000	\$115,854	\$1,184,146	Construction	0%	Sep 17 (Jun 18)
Water Main Tie-ins	\$280,000	\$130,940	\$149,060	Construction	40%	Sep 16 (Jun 18)
De-Chlorination System Sludge Lagoons	\$125,000	\$87,185	\$37,815	Construction	70%	Mar 17 (Dec 17)
Transmission & Distribution System Improvements - Johnstor	\$1,700,000	\$31,594	\$1,668,406	Construction	10%	Mar 17 (Jul 18)
Renewable Energy / Feasibility Study	\$1,700,000	\$145,980	\$1,554,020	Construction	0%	Sep 17 (Dec 17)
Computer / IT Equipment - Virtualization	\$2,200,000	\$210,557	\$1,989,443	Construction	0%	Jan 17 (Jul 18)
Cyber Security	\$800,000	\$0	\$800,000	Planning	50%	Sep 15 -----
Orthophosphate Storage/Transfer/Feed System	\$1,000,000	\$0	\$1,000,000	Planning	0%	(Jan 19) -----
New fencing and roads - PW property	NA	\$187,571	NA	Project is Ongoing		

Ongoing projects are to accumulate annual budgeted spending of funds and do not have an overall project budget, start date, or an end date.

PROVIDENCE WATER SUPPLY BOARD

Docket No. 4618

Data Requests of the Commission

November 2, 2017

COMM 1-3 Please provide the annual report for the period ending June 30, 2017.

Response: The annual report for the period ending June 30, 2017 is not available at this time. As the Commission is aware, this report has historically been filed in the April time frame of the following year after the conclusion of the annual financial audit performed by the City of Providence's independent auditor. Providence Water is working internally with the auditors to complete the FY2017 audit as quickly as possible. Providence Water will complete the annual report and file it with the Commission once the final audit report is published.

PROVIDENCE WATER SUPPLY BOARD

Docket No. 4618

Data Requests of the Commission

November 2, 2017

COMM 1-4 Does Providence Water anticipate filing a rate increase to adjust for consumption? If so, when? If not, why not?

Response: No, at this time. However, Providence Water anticipates a possible abbreviated filing in FY2019 that would adjust consumption as well as expenses to reflect increases in property taxes and any other eligible changes in operating costs. A final decision has not yet been made.

As part of the report and order from Docket 4618, we have been asked to perform a full cost of service study for the next full rate filing which we currently expect to be filed in three to five years.

PROVIDENCE WATER SUPPLY BOARD

Docket No. 4618

Data Requests of the Commission

November 2, 2017

COMM 1-5 Please provide the East Smithfield retail consumption from acquisition to present.

Response: Retail consumption that Providence Water billed the East Smithfield Water District area customers from January through October 17, 2017 was 206,132.10 hcf.

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COMM 1-6 Please provide the restricted account balances as of October 1, 2017,
including all activity from January 1, 2017 to October 1, 2017.

Response: Please see data response BCWA 1-3 A through F.

Providence Water Docket 4618

Public Utilities Commission Data Request – Set 1
November 2, 2017

PUC 1-7. Please provide an itemization of deferrals resulting from the claimed \$2,394,651.28 shortfall.

Response: The attached are the amounts required by each department to cut in order to make up for reduced revenues. Requisitions were monitored closely and only approved if necessary. Funding to the restricted funds was deferred until cash was available for transfers.

**Providence Water
Budget Cuts/Defferals**

<u>Department</u>	<u>Cost Center</u>	<u>Acct Number</u>	<u>Description</u>	<u>Amount Cut</u>	
All Departments	All	53105	Travel	\$ 10,000	\$ 10,000
Finance	601-120	53557	Professional fees	\$ 10,000	\$ 10,000
Engineering	601-340	53401	Private Contractor	\$ 50,000	\$ 50,000
IT	601-710	52700	Training	\$ 20,000	\$ 20,000
Trans & Disb	601-220	52185	Dues & Subcriptions	5,000	
	601-220	52926	Cleaning	4,000	
	601-220	53450	Police Detail	10,000	
	601-220	53455	Repairs to Streets	25,000	
	601-220	54776	Pipe	3,000	
	601-220	50060	Overtime	<u>68,000</u>	
			Sub-Total	\$ 115,000	\$115,000
Support Services	601-410	54000	Office Supplies	5,000	
	601-430	54830	Miscellaneous Materials	2,000	
	601-440	52911	Maint & Service	54,000	
	601-440	54740	Housekeeping Supplies	7,000	
	601-440	52933	Repairs to Comm Equip	175,000	
	601-443	52912	Repairs to Autos	4,000	
	601-443	54700	Auto Parts	5,000	
	601-446	54791	Safety Gear	<u>3,000</u>	
			Sub-Total	\$ 255,000	\$255,000
Water Supply	601-510	53401	Private Contractor	30,000	
	601-520	53557	Professional fees	15,000	
	601-530	52911	Maint & Service	5,000	
	601-530	54797	Maint- Paint	3,000	
	601-533	52911	Maint & Service	35,000	
	601-533	54797	Supplies	2,000	
	601-536	53401	Private Contractor	2,000	
	601-536	53450	Contractual Services	2,500	
	601-536	57022	Seeds Fertilizer	6,000	
	601-543	53401	Private Contractor	25,000	
	601-220	50060	Overtime	<u>33,000</u>	
			Sub-Total	\$ 158,500	\$158,500
Customer Service	601-630	50060	Overtime	\$ 30,000	\$ 30,000
Total Operational Cuts				\$ 648,500	\$648,500
Transfers to Restricted Funds					
	848-848		IFR Transfer	\$ 2,275,000	
	849-849		Meter Replacement	<u>166,668</u>	
Total Restricted Transfers				\$ 2,441,668	
Grand Total				\$ 3,090,168	

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COMM 1-8 Please describe how the PWSB has managed its revenue shortfall due to consumption.

Response: Providence Water reviews consumption on a monthly basis. Providence Water noted that consumption was trending down and was projected be to less than what had been estimated in the Docket 4618 rate filing. Providence Water therefore reviewed its budget and implemented the contingencies noted in the response to data request COMM 1-7 to manage the shortfall..