



Financial Services Audit Committee Communication

Date: November 16, 2018

To: Great Lakes Water Authority Audit Committee

From: Nicolette N. Bateson, CPA, Chief Financial Officer/Treasurer

Re: FY 2030 Financial Forecast

Background: Earlier this calendar year, the Great Lakes Water Authority (GLWA) initiated an FY 2030 financial forecast. This desired outcome of this effort is a roadmap for financially sound and sustainable utility that meets its capital and operational needs in an environmentally responsible manner.

Analysis: The Foster Group LLC has developed a model to assist GLWA in this planning effort. Attached is a report and related analysis (the latter is designed for 8.5 x 14 printing).

Mr. Foster will be in attendance at the Audit Committee to provide a live demonstration of the model as we discuss a range of possible assumptions (such as capital spending, budget levels, paygo capital, debt management, charge adjustments, and others) and the related outcomes.

Proposed Action: Receive and file report.