



Financial Services
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Memorandum

Date: May 9, 2018

To: Great Lakes Water Authority Operations and Resource Committee

From: Jill Kusters, Manager, Financial Reporting & Accounting

RE: Construction Improvement Program (CIP) Program and Allowance Allocation

Background: The Program and Allowance Allocation report provides information and analysis related to the utilization of the GLWA CIP allowances and programs.

Analysis: For consideration at the May 9, 2018 Operations and Resource Committee meeting are three items requiring the use of CIP Allowance or Program funding as shown in the table below.

Legistar File Number	Description	FY 2018 Allowance/ Program Requirement	FY 2019 Allowance/Program Requirement
2018-730	CS-060	\$ 96,404	
2018-731	GLWA-CON-260		\$3,534,275
2018-732	GLWA-CS-201	500,000	500,000
	Total	\$596,404	\$4,034,275

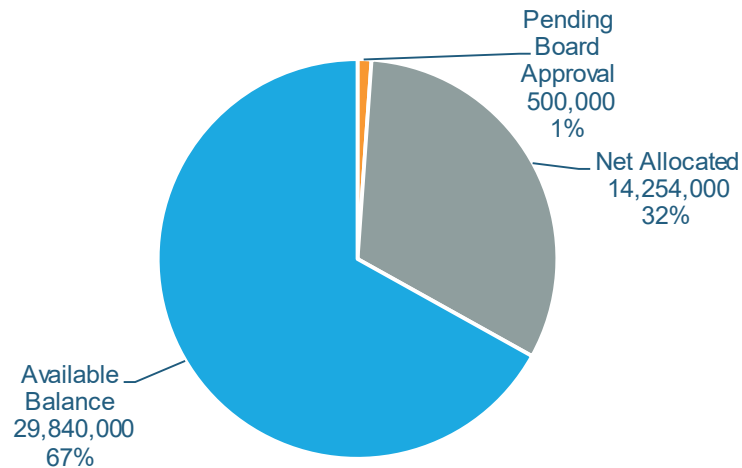
All proposed procurements are within available Allowance and Program balances.

Proposed Action: Receive and file report

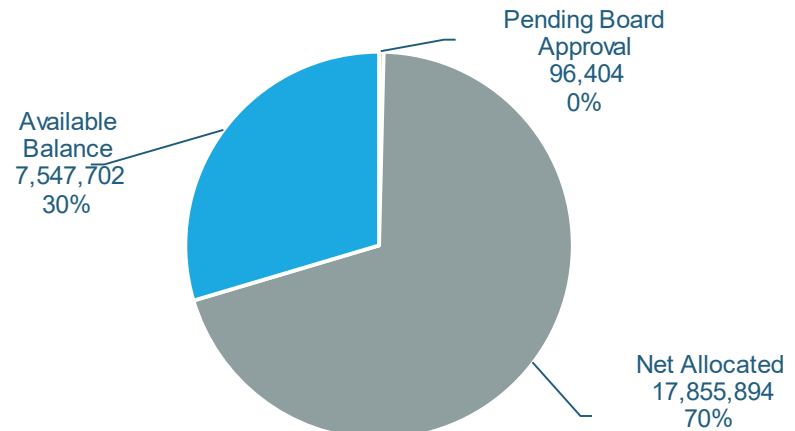
CIP Risk – Managing Allowances/Programs

The Program and Allowance Allocations in the Capital Improvement Program offset the risk of unknown or unpredicted capital needs as well as cost estimating risk. As we proceed through the fiscal year, the Water System CIP has utilized \$14.2 million, or 32%, of the program and allowance allocation of \$44.5 million. Similarly, the Sewer System has utilized \$17.9 million, or 70%, of the program and allowance allocation of \$ 25.5 million.

**FY 2018 Water System Program
and
Allowance Utilization
(as of 05/02/2018)**

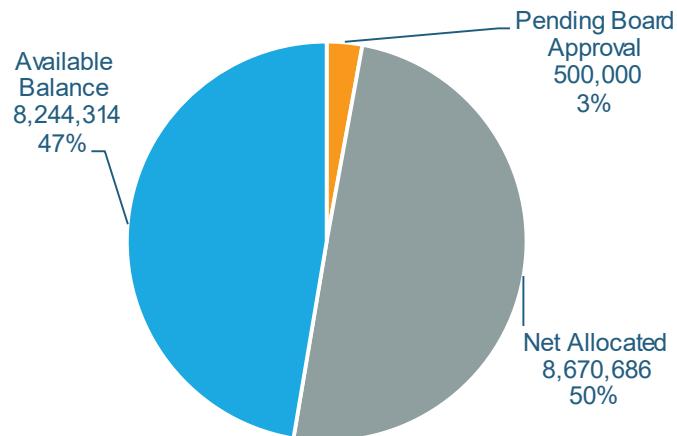


**FY 2018 Sewer System Program
and
Allowance Utilization
(as of 05/02/2018)**

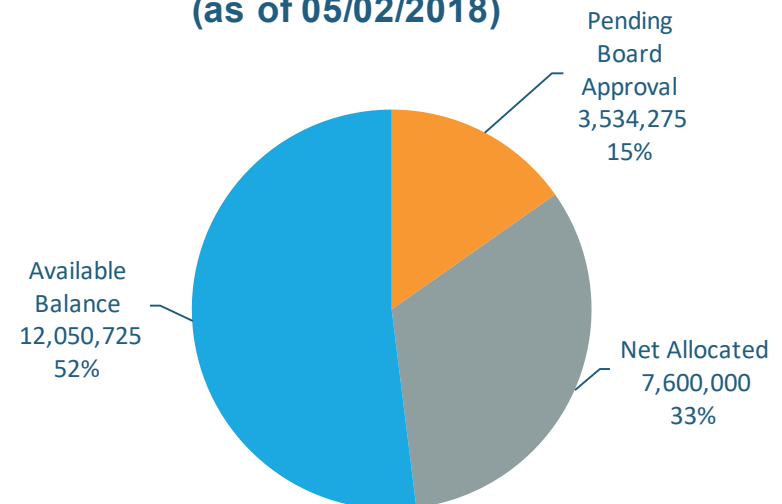


CIP Risk – Managing Allowances/Programs

**FY 2019 Water System Program
and
Allowance Utilization
(as of 05/02/2018)**

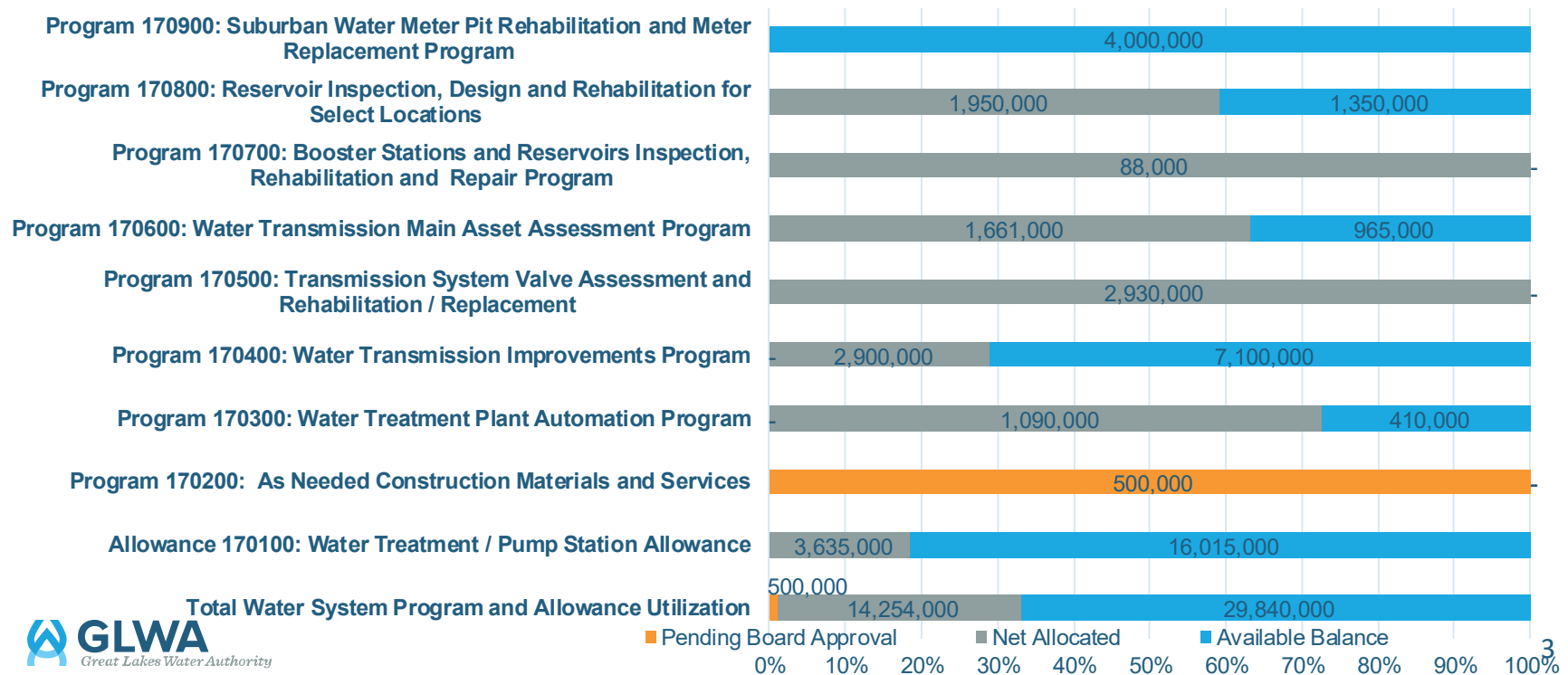


**FY 2019 Sewer System Program
and
Allowance Utilization
(as of 05/02/2018)**



CIP Risk – Managing Allowances/Programs

WATER CAPITAL IMPROVEMENT PROGRAM FY 2018 PROGRAM AND ALLOWANCE ALLOCATION DOLLARS REMAINING (AS OF 05/02/2018)



CIP Risk – Managing Allowances/Programs

