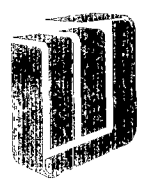


OCT 11 1994



MWD

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

Kevin E. Duff
EXECUTIVE SECRETARY

October 7, 1994

To: Board of Directors
From: General Manager
Subject: Executive Financial Summary

Transmitted herewith is the District's Executive Financial Summary for the 1994-95 fiscal year as of August 31, 1994.

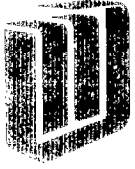
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John R. Wodraska

Greg D. Leddy

By: Greg D. Leddy
Chief Financial Officer

**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

October 7, 1994

To: General Manager
From: Controller
Subject: Monthly Financial Summary

Transmitted herewith is the Monthly Financial Summary as of August 31, 1994. Included in the report are the following statements:

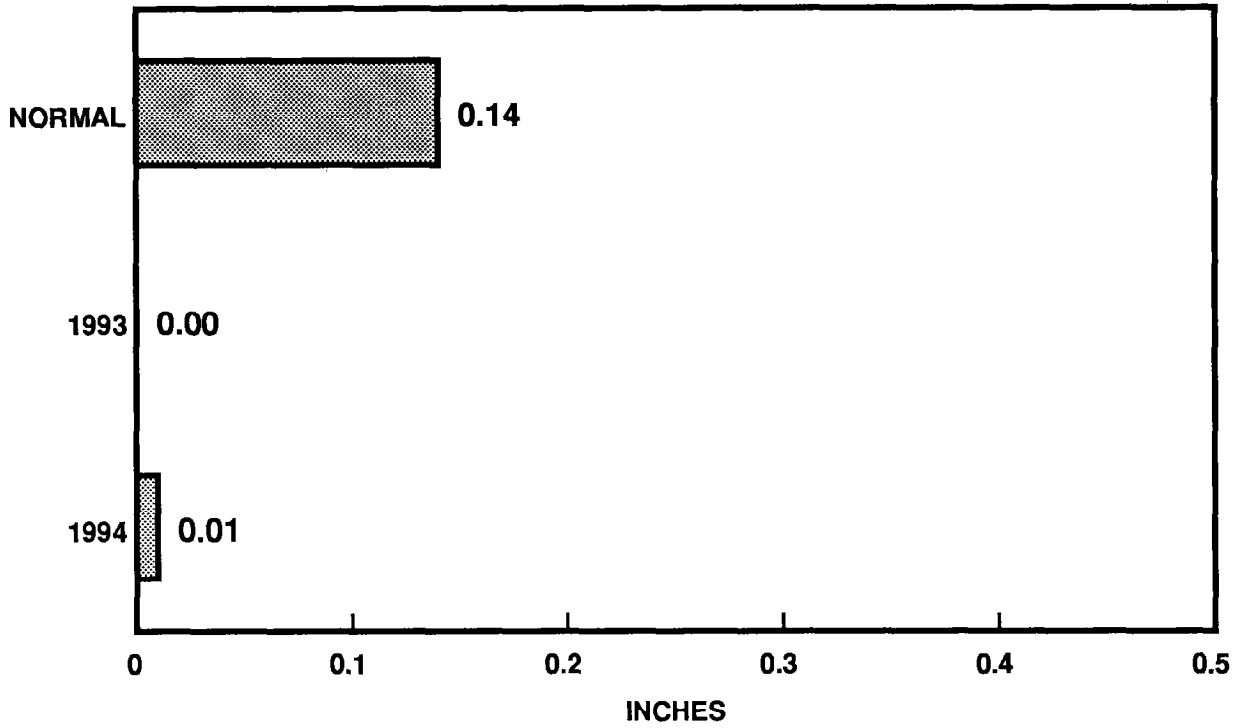
- Financial Board Charts
- Budget v. Cost Report
- Statement of Receipts, Disbursements, and Balances by Fund
- Statement of Operations--Accrual Basis
- Supplementary Information

There were no appropriations closed in the month of August 1994.

David I. Furukawa

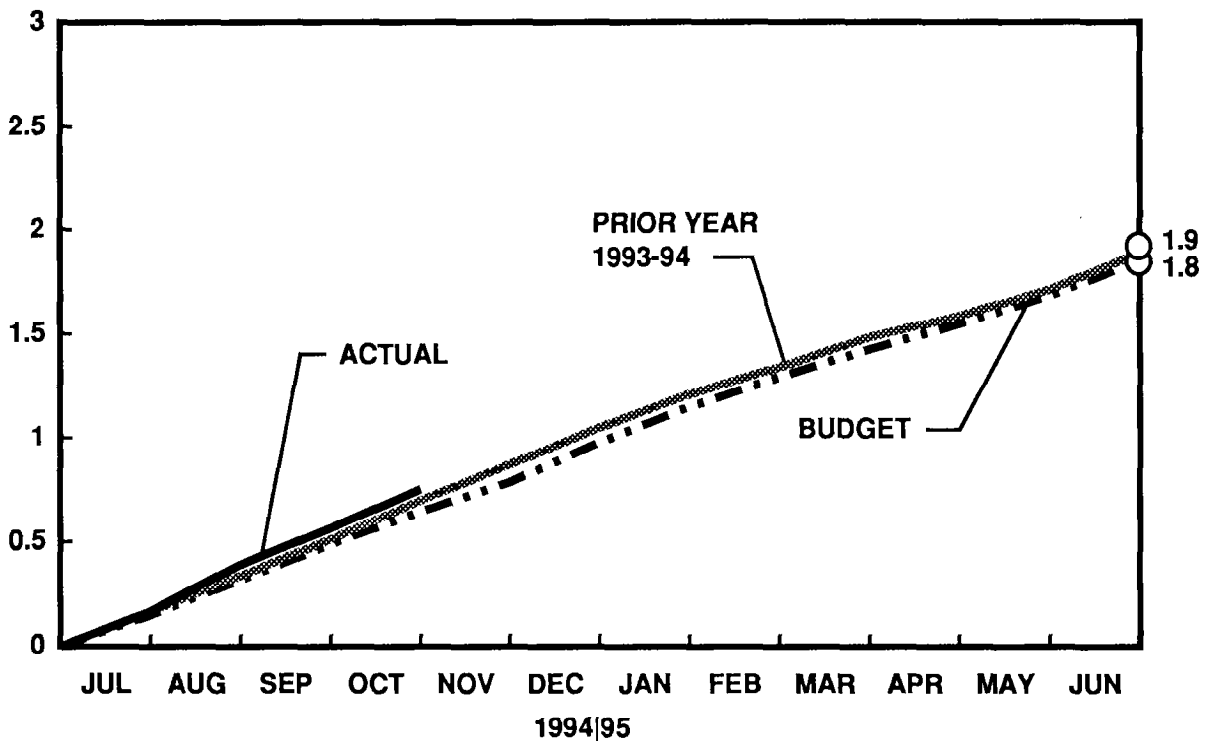
Encl.

RAINFALL AT LOS ANGELES CIVIC CENTER THROUGH THE MONTH OF AUGUST



ACRE-FEET SOLD

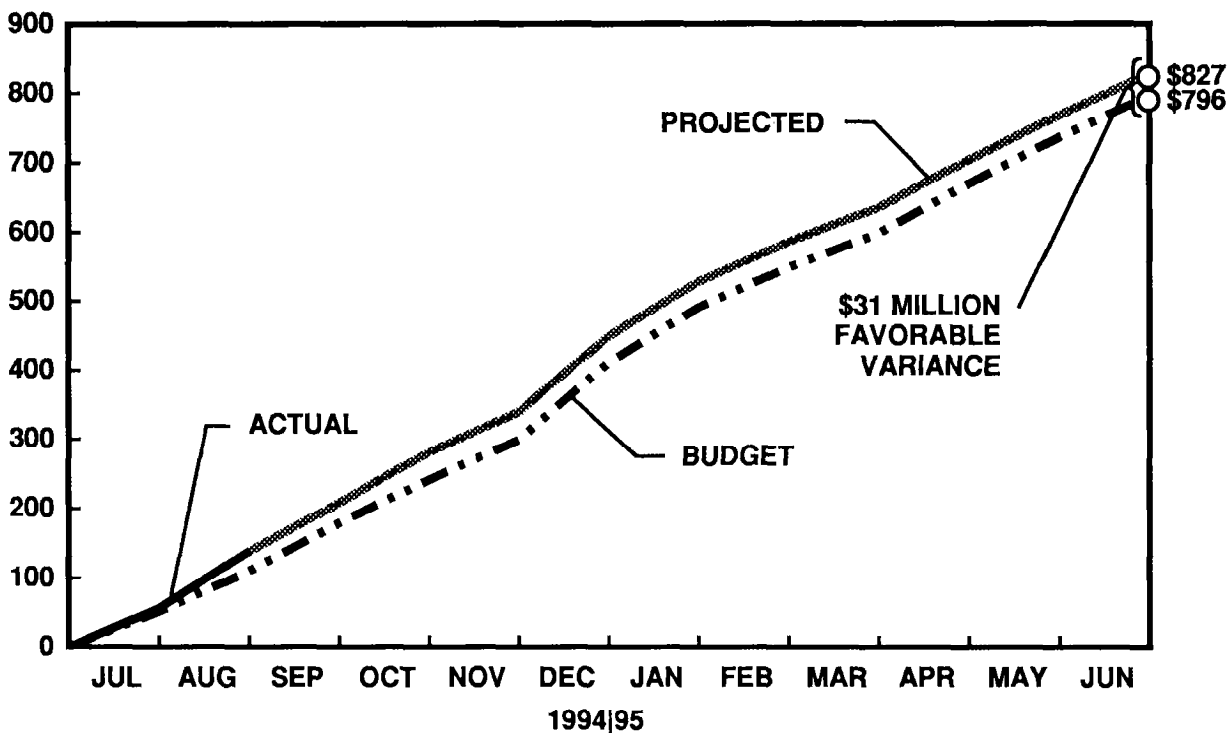
MILLIONS



RECEIPT COMPARISONS (BUDGET VS ACTUAL VS PROJECTED)

FY TO JUNE 30, 1995

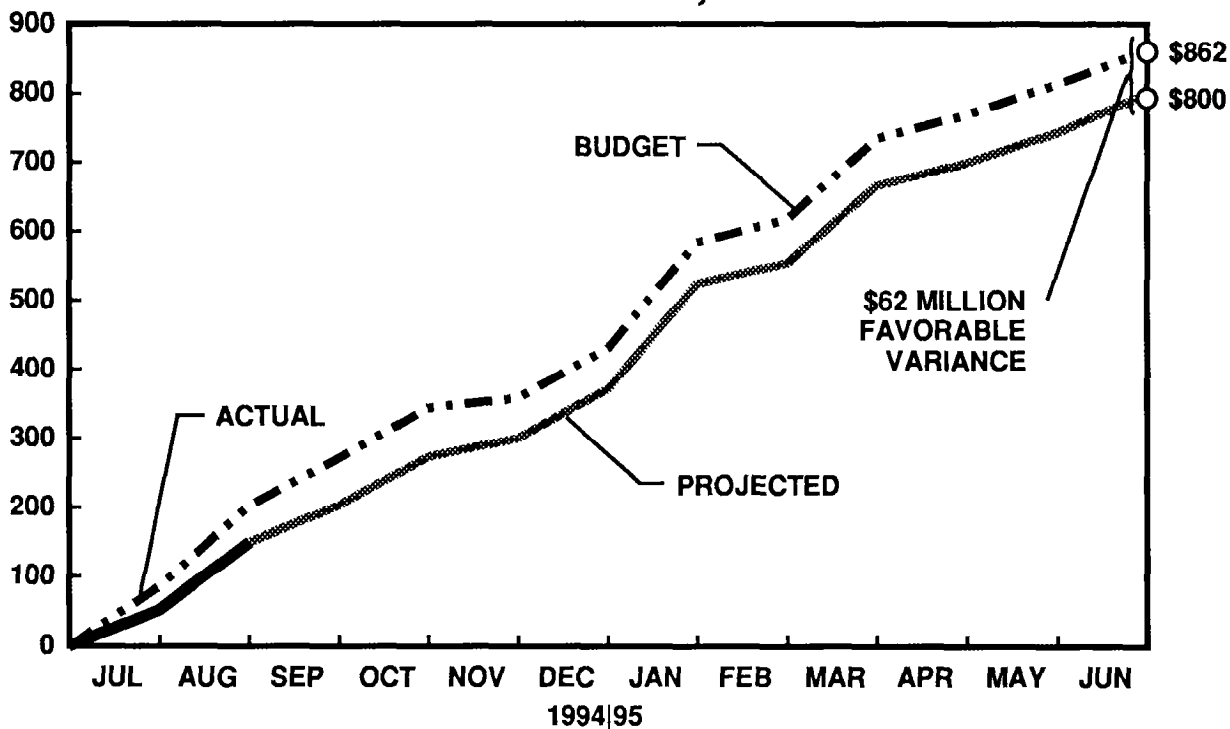
IN \$ MILLIONS



EXPENDITURE COMPARISONS (BUDGET VS ACTUAL VS PROJECTED)

FY TO JUNE 30, 1995

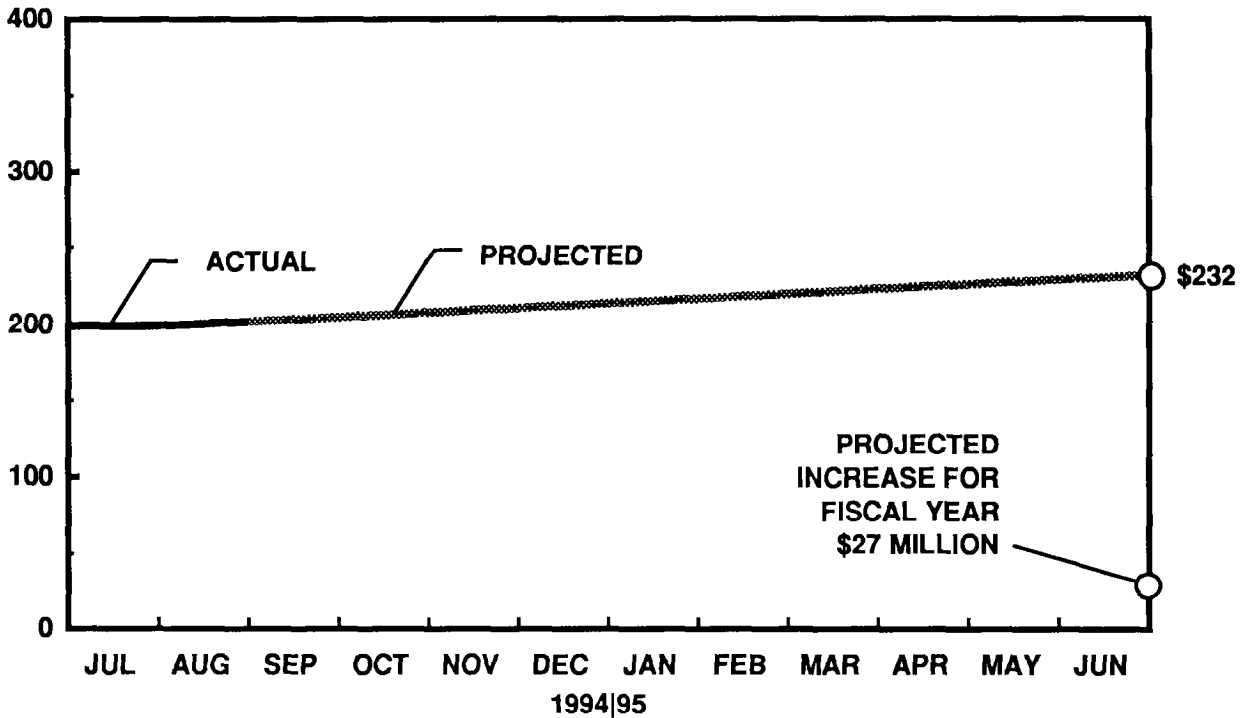
IN \$ MILLIONS



WATER RATE STABILIZATION BALANCES FY 1994-95

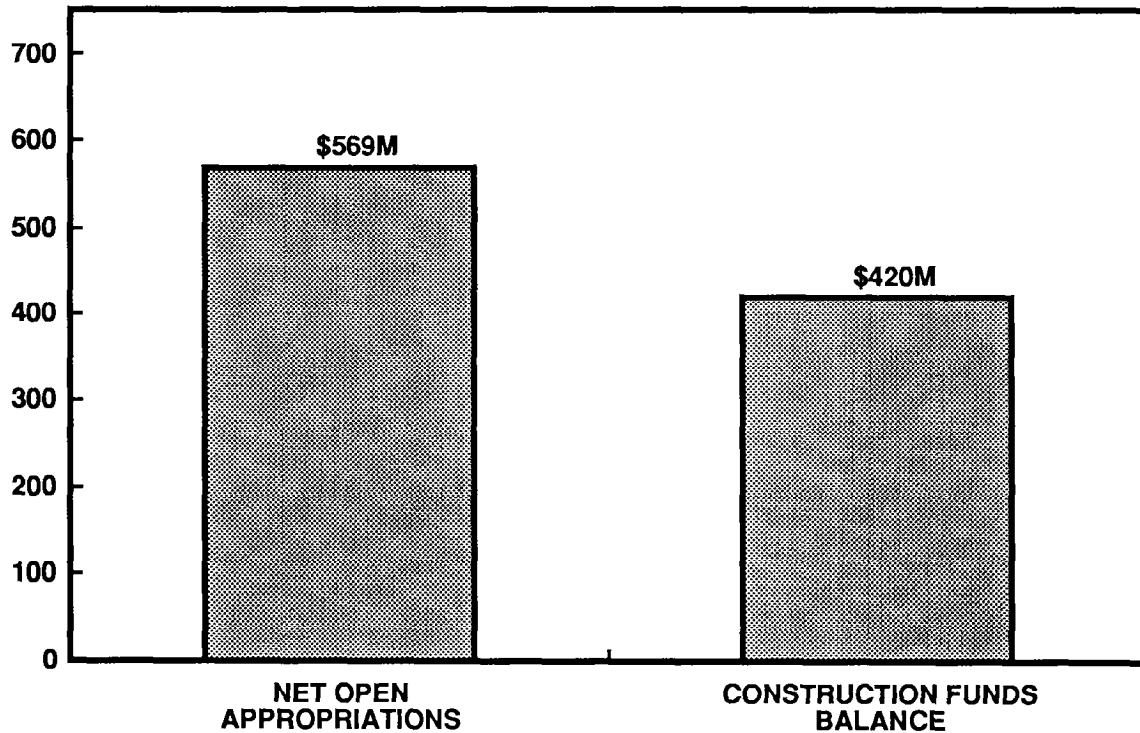
41084

\$ IN MILLIONS



APPROPRIATIONS APPROVED TO DATE AND UNEXPENDED APPROPRIATIONS AS OF JULY 31, 1994

\$ IN MILLIONS



BUDGET VS. COST REPORT
CASH BASIS
(\$ in Thousands)

FISCAL YEAR 1994-95	ANNUAL BUDGET	BUDGET THRU AUG. 94	ACTUAL THRU AUG. 94	VARIANCE		X-REF.
				DOLLARS	PERCENT	
<u>RECEIPTS</u>						
WATER SALES	\$615,627	\$96,275	\$116,823	\$20,548	21.3%	(a)
TAXES	87,654	4,086	7,491	3,405	83.3%	(b)
STANDBY CHARGES	50,000	442	1,326	884	200.0%	(c)
INTEREST	24,000	6,984	6,984	0	0.0%	
POWER RECOVERIES	18,000	1,598	4,059	2,461	154.0%	(d)
OTHER	750	124	248	124	100.0%	
TOTAL	796,031	109,509	136,931	27,422		
<u>EXPENDITURES</u>						
O&M	224,989	42,316	37,684	4,632	10.9%	(e)
OPERATING EQUIPMENT	3,586	1,100	931	169	15.4%	
<u>STATE WATER SUPPLIES</u>						
SWC CAPITAL	127,813	51,447	51,447	0	0.0%	
SWC OMP&R	89,321	22,479	22,431	48	0.2%	
OFF AQUEDUCT	103,972	26,130	24,043	2,087	8.0%	
SWC VARIABLE POWER	15,981	3,214	2,629	585	18.2%	(f)
SWC CREDITS	(40,000)	0	(48,805)	48,805	100.0%	(g)
WATER TRANSFERS\OPTIONS	24,000	0	10	(10)	100.0%	
<u>COLORADO RIVER SUPPLIES</u>						
IID CAPITAL	18,385	0	372	(372)	-100.0%	
IID O&M AND INDIRECT	6,621	4,600	4,600	0	0.0%	
ALL AMERICAN/COACHELLA	10,033	0	0	0	0.0%	
PVID	5,513	2,757	5,035	(2,278)	-82.6%	(h)
ARIZONA GROUNDWATER	10,000	0	0	0	0.0%	
CRA POWER	34,472	4,162	4,925	(763)	-18.3%	(i)
<u>MWD CAPITAL PROGRAM</u>						
REVENUE BOND DEBT SERVICE	78,830	38,257	38,170	87	0.2%	
G.O. BOND DEBT SERVICE	57,070	0	104	(104)	-100.0%	
COMM PAPER DEBT SERVICE	1,800	300	397	(97)	-32.3%	
SDCWA 1ST AQUEDUCT	150	37	101	(64)	-173.0%	
PAYG CONSTRUCTION	89,417	9,113	5,458	3,655	40.1%	(j)
TOTAL	\$861,953	\$205,912	\$149,532	\$56,380		
NET CHANGE IN CASH	(\$65,922)	(\$96,403)	(\$12,601)	\$83,802		
BOND CONSTRUCTION EXPENDITURES	\$445,083	\$78,142	\$31,451	\$46,691	59.8%	(k)

**CASH BASIS SUMMARY
VARIANCE EXPLANATIONS
Through August 31, 1994**

Criteria: (plus or minus) \$500,000 and 10 percent variance

RECEIPTS:

- (a) Receipts from water sales are \$20.5 million (21.3%) greater than budgeted as water sales in acre-feet for the month's of May and June are 22.5% greater than budgeted.
- (b) Tax receipts are \$3.4 million greater than budget due to prior year collections. Taxpayers from Los Angeles County that were impacted by the January 1994 earthquake were given an additional 90 days to pay their April 1994 tax bills. Therefore, current year tax collections reflect the deferral of these payments.
- (c) Water Standby Charges are \$ 0.9 million over budget mainly due to delinquencies and the 90 day tax payment deferral given to taxpayers in Los Angeles County that were impacted by the January 1994 earthquake.
- (d) Receipts from power recoveries are \$2.5 million over budget because power plants were operated at levels higher than anticipated in the budget and Southern California Edison is accelerating their payment schedule.

EXPENDITURES:

- (e) MWD O&M is \$4.6 million under budget through the month of August. Staff anticipates that expenditures will equal budget as the fiscal year progresses.
- (f) Variable power charges from the SWP are \$0.6 million under budget through the month of August. Staff anticipates that expenditures will continue to run under budget due to mid-year adjustments by the State, but will be more in line with monthly budget amounts by the end of the third quarter.
- (g) Credits of \$48.8 million were received through August from the Department of Water Resources. Refunds were given to MWD for the Oroville replacement fund (\$26.9 million), Control Systems replacement fund (\$4.6 million) and the Excess Variable replacement (\$17.3 million) deposits.
- (h) Payments made to PVID are \$2.3 million over budget through the month of August. The budget anticipated expenditures to be made in two installments, August 1994 and February 1995, however, the landowners received the entire amount during the months of July and August this fiscal year. Staff anticipates that expenditures will equal budget as the fiscal year progresses.
- (i) CRA Power is \$0.8 million over budget through the month of August. Staff anticipates that expenditures will equal budget as the fiscal year progresses.
- (j) Pay-As-You-Go construction disbursements are \$3.7 million less than budget due to lower than anticipated expenditures through August on construction projects being funded from the PAYG Fund.

(k) Construction expenditures from bond proceeds are 59.8 percent below budget due to delays in the site acquisition for Perris Filtration Plant, the Central Pool Augmentation Filtration Plant and the Inland Feeder. The Mills Filtration Plant had delays in contractor mobilization and there have been delays in the repair of Garvey Reservoir. The Chemical Containment Program for the distribution system and all filtration plants is expected to be less than originally anticipated as District personnel will design the project, rather than using consultants as originally planned, and has been delayed due to ongoing risk analysis which will omit some construction originally planned, reducing overall costs. Certain aspects of San Diego Pipeline No. 6 have been delayed pending results of the IRP which delayed release of RFP's for geotechnical investigations. Minor delays in the start-up of the Ozone program have resulted in an under run of costs. Staff anticipates expenditures to reflect current schedules of the Capital Programs as the fiscal year progresses.

STATEMENT OF RECEIPTS, DISBURSEMENTS, BALANCES AND APPROPRIATED FUNDS
 JULY 1, 1993 THROUGH AUGUST 31, 1994

	OPERATING FUNDS	STATE CONTRACT FUNDS	DEBT SERVICE FUNDS	RATE STABILIZATION FUNDS	PAY-AS-YOU-GO FUND	REVOLVING CONSTR. FUND	REVENUE BOND CONSTR. FUNDS	OTHER FUNDS
BALANCES - START OF PERIOD								
CASH AND INVESTMENTS	297,043,841.67	69,260,690.71	84,463,237.85	199,194,974.75	89,429,727.27	108,445.98	299,218,226.81	265,601,502.61
RECEIPTS								
Net Tax Collections		3,128,525.19	4,362,229.42					
Water Sales	116,823,134.50							
Water Standby Charge	1,326,038.50							
Power Recoveries	4,059,275.90							
Interest on Investments	2,305,612.84	714,969.55	458,419.49	2,649,346.58	807,215.46	806.89	3,903,843.81	115,123.27
Bond Sales/CP Sales								
Other Collections	247,992.65							
TOTAL RECEIPTS	124,762,054.39	3,843,494.74	4,820,648.91	2,649,346.58	807,215.46	806.89	3,903,843.81	115,123.27
INTER-FUND TRANSFERS	(39,623,489.53)	25,000,000.00	14,623,489.53				0.00	
REIMBURSEMENTS								
Operation & Maintenance	144,105.01							
Operating Equipment								
Inventories								
Construction	1,971,519.67				0.02		961,225.40	
Interest & Premium on Bonds							0.00	
TOTAL REIMBURSEMENTS	2,115,624.68				0.02		961,225.40	
DISBURSEMENTS								
Operation & Maintenance	47,027,137.45							
Operating Equipment (Net)	930,701.87							
Invent. & Undistr. Payroll (Net)	(4,599,108.27)							
Construction	8,405,258.75				4,430,873.13	(5,035.28)	32,411,783.97	
DWR - Capital Payments		51,446,680.00						
DWR - Minimum O&M	22,431,167.00							
Off Aqueduct Facilities	10,061,021.00	13,981,947.00						
CRA - Power	4,925,421.63							
SWC - Variable Power	2,629,322.00							
SWC - Credit	(48,804,673.00)							
DWR - Water Bank	10,000.00							
To SDCWA - 1st Aqueduct	100,917.97							
Debt Service on MWD Bonds			38,670,709.46					
Arbitrage Rebate Tax								5,753,900.00
Net Book (Gains) Losses on Investment Transactions	(29,187.91)			(20,527.05)				(654.08)
TOTAL DISBURSEMENTS	43,087,976.49	65,428,627.00	38,670,709.46	(20,527.05)	4,430,873.13	(5,035.28)	32,411,783.97	5,753,245.92
TRANSFERS TO ESCROW BANK ACCOUNT								
TRUST ACCOUNT TRANSACTIONS (NET)	1,213,580.09		(964,567.47)					(105,404.71)
BALANCES - END OF PERIOD								
CASH AND INVESTMENTS	342,423,632.81	32,675,558.45	64,272,099.36	201,864,848.38	85,806,069.62	114,288.15	271,871,512.05	259,857,975.25
APPROPRIATED FUNDS	671,128,000.00	265,546,000.00	133,729,000.00		168,926,000.00	266,000.00	450,836,000.00	

STATEMENT OF OPERATIONS

FISCAL YEAR THROUGH AUGUST 31, 1994

GROSS OPERATING INCOME

Water Sales:	Acre Feet		
Noninterruptible			
Untreated	87,604.2	29,633,862.30	
Treated	199,702.4	83,569,608.50	
Interruptible			
Untreated	19,243.2	4,148,919.80	
Treated	51,630.7	13,992,716.00	
Reclaimed Water	5,435.6	614,222.80	
	363,616.1	131,959,329.40	
Water Standby Charge		8,333,333.30	
Power Recoveries: (57,361,800 kWh)		2,756,548.51	143,049,211.21

OPERATION AND MAINTENANCE

Operations		34,570,772.18	
Power and Water Costs		35,560,557.48	70,131,329.66
Operating Income before Amort. & Depr.			72,917,881.55
Amort. of Participation Rights		13,886,408.00	
Depreciation, Plant		4,054,058.00	17,940,466.00
Operating Income			54,977,415.55

OTHER INCOME

Net Tax Revenues		13,506,310.88	
Interest Earned on Investments		9,641,245.05	
Current Interest Levies - Annexation Commitments		269,914.92	
Property Rentals		100,458.82	
Gain on Land Sales			
Earnings on Escrow Accounts			
Sundry Revenues		80,639.93	23,598,569.60

INTEREST AND OTHER EXPENSE

Bond Interest Expense		12,014,884.64	
Adjustment for OAPF Obligation			
Arbitrage Rebate Tax (1,110,628.96)	
Sundry Expense		183,064.15	11,087,319.83
Income before Annex. Inc. & Prior Years' Adjust.			67,488,665.32

ANNEXATION INCOME

Levies for Uncapitalized Annexation - Principal		1,034.30	
New Annexations - Principal		117,079.24	118,113.54

ADJUSTMENTS OF PRIOR YEARS' POWER AND WATER COSTS

EXTRAORDINARY LOSS ON DEFEASANCE OF BONDS

53,321,877.00

NET INCOME

120,928,655.86

RETAINED EARNINGS AT START OF YEAR

2,769,298,250.65

RETAINED EARNINGS TO DATE

2,890,226,906.51

STATEMENT OF OPERATIONS

41084

FISCAL YEAR THROUGH AUGUST 31, 1993

GROSS OPERATING INCOME

Water Sales:	Acre Feet		
Noninterruptible			
Untreated	58,358.4	19,485,026.70	
Treated	208,447.3	82,714,769.50	
Interruptible			
Untreated	35,442.1	6,955,039.70	
Treated	53,557.3	12,989,061.10	
Reclaimed Water	5,196.7	509,733.30	
	361,001.8	122,653,630.30	
Water Standby Charge		8,400,000.00	
Power Recoveries: (66,870,600 kWh)		3,596,008.43	134,649,638.73
OPERATION AND MAINTENANCE			
Operations		30,314,393.40	
Power and Water Costs		35,286,319.82	65,600,713.22
Operating Income before Amort. & Depr.			69,048,925.51
Amort. of Participation Rights		13,423,701.00	
Depreciation, Plant		3,762,111.03	17,185,812.03
Operating Income			51,863,113.48
OTHER INCOME			
Net Tax Revenues		13,782,801.57	
Interest Earned on Investments		8,923,332.32	
Current Interest Levies - Annexation Commitments		295,342.60	
Property Rentals		122,537.81	
Gain on Land Sales			
Earnings on Escrow Accounts			
Sundry Revenues		56,261.26	23,180,275.56
INTEREST AND OTHER EXPENSE			
Bond Interest Expense		13,872,206.23	
Adjustment for OAPF Obligation			
Arbitrage Rebate Tax			
Sundry Expense		40,886.13	13,913,092.36
Income before Annex. Inc. & Prior Years' Adjust.			61,130,296.68
ANNEXATION INCOME			
Levies for Uncapitalized Annexation - Principal		2,673.36	
New Annexations - Principal		17,079.65	19,753.01
ADJUSTMENTS OF PRIOR YEARS' POWER AND WATER COSTS			5,207,594.42
EXTRAORDINARY LOSS ON DEFEASANCE OF BONDS			(3,031,933.60)
NET INCOME			63,325,710.51
RETAINED EARNINGS AT START OF YEAR			2,448,106,359.14
RETAINED EARNINGS TO DATE			2,511,432,069.65

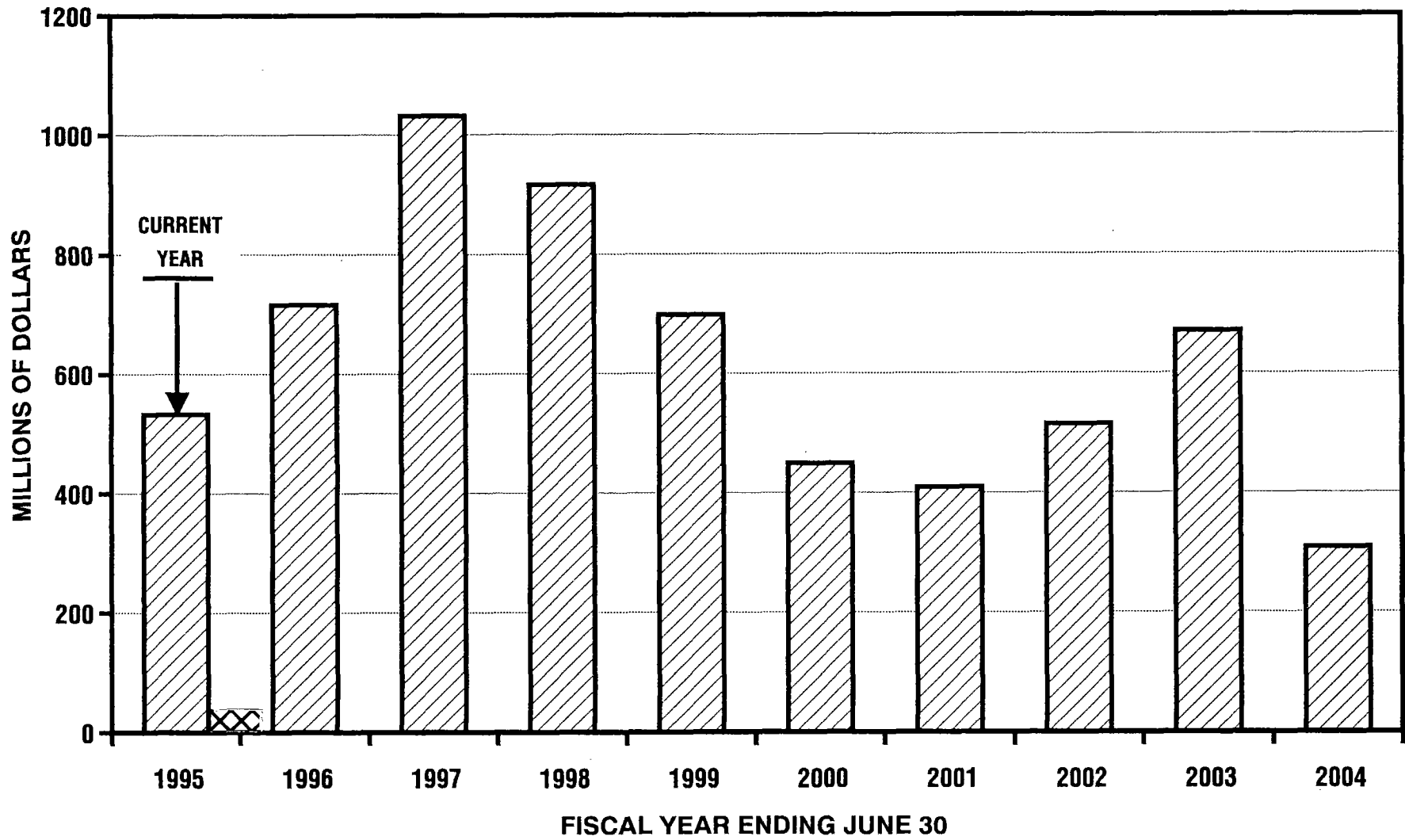
THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
PROJECTED AND ACTUAL CONSTRUCTION COSTS

AUGUST 1994

PROJECTED COSTS THROUGH 2004* ESCALATED AT 5%: TOTAL PROGRAM / \$ 6,249.1

EXPENDITURES TO DATE (F/Y 1994-95) X 35.9

APPROPRIATIONS APPROVED TO DATE (F/Y 1994-95) 111.4



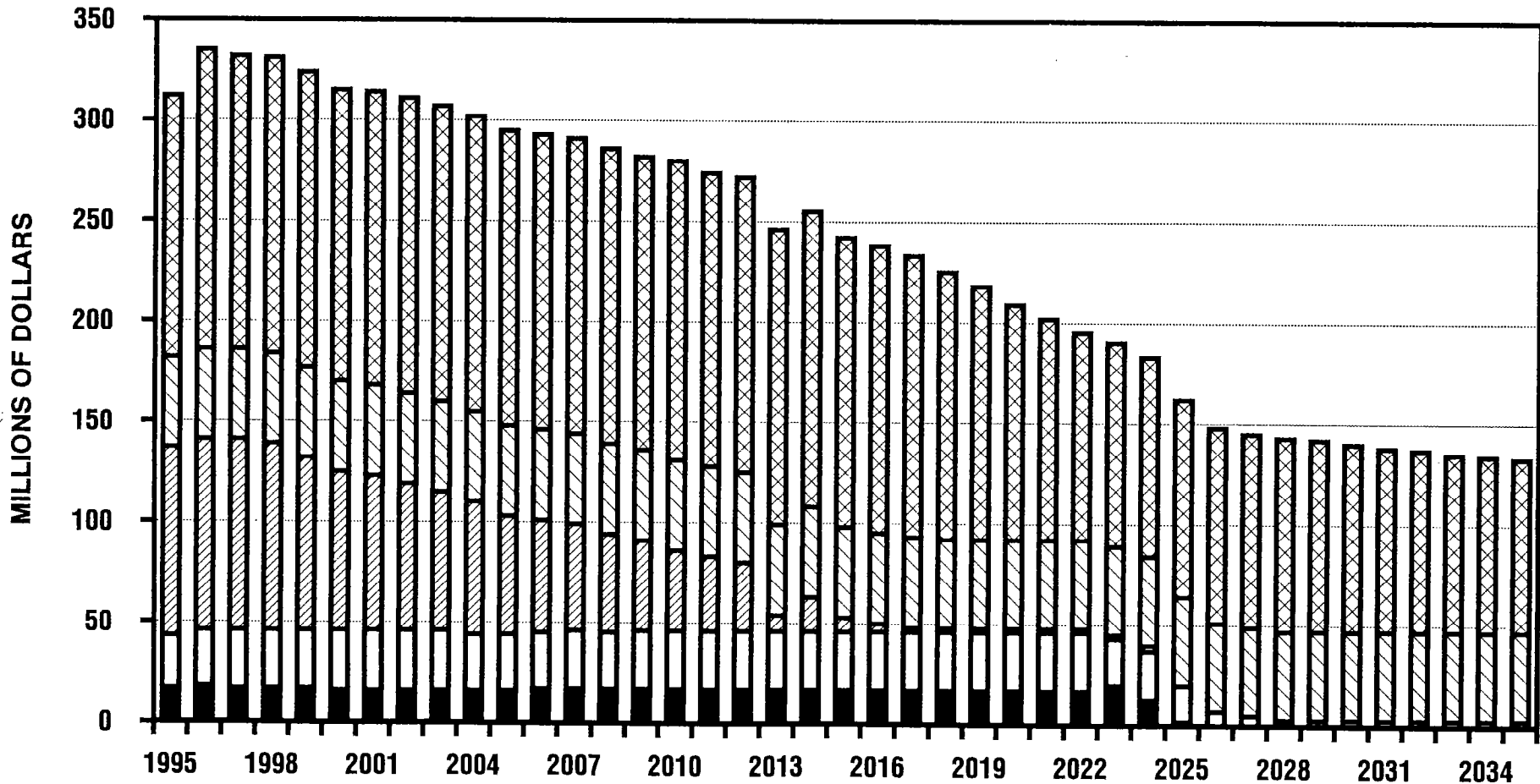
* BASED ON CAPITAL IMPROVEMENT PROGRAM AS OF 4/22/94. INCLUDES PROJECTED EXPENDITURES FOR SECURING ADDITIONAL WATER SUPPLIES ON THE COLORADO RIVER AQUEDUCT.

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
PROJECTED FIXED SWC CHARGES THROUGH 2035

☒	TRANSPORTATION	\$ 5,154
☐	STORAGE & CONSERVATION	1,827
▨	OFF-AQUEDUCT	1,253
□	EAST BRANCH ENLARGEMENT	909
■	REVENUE BOND SURCHARGE	506

* FROM ATTACHMENT 3, DEPARTMENT OF WATER RESOURCES INVOICE DATED JULY 1, 1994. ALL AMOUNTS IN 1994 DOLLARS. AMOUNT CHARGES ARE BASED ON ORIGINAL ENTITLEMENT OF 2,011,500 AF FOR 1995 - 2035.

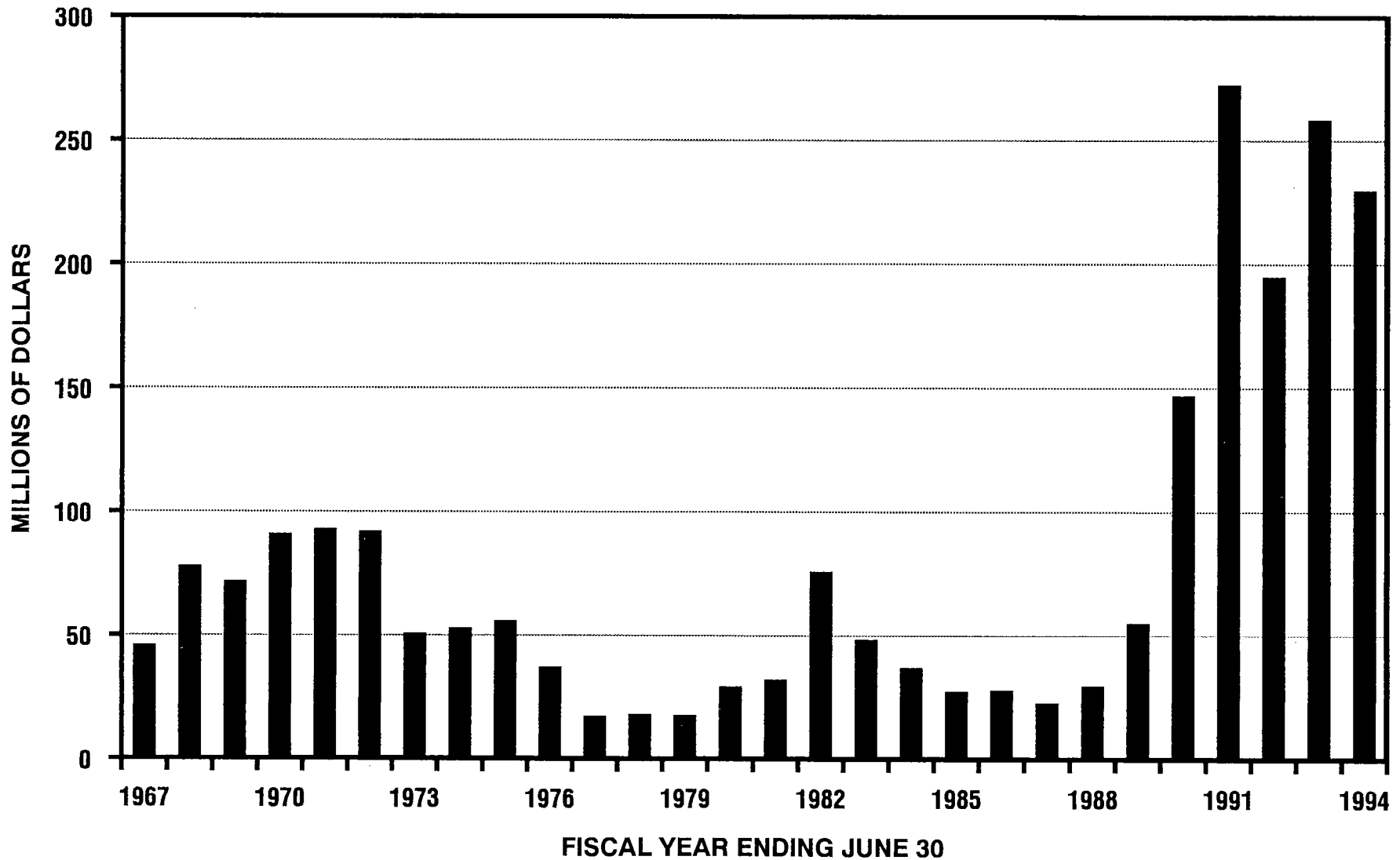
TOTAL \$ 9,649



THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
HISTORICAL CONSTRUCTION EXPENDITURES

from 7-1-66 through 6-30-94

■ EXPENDITURES THROUGH 6-30-94 \$ 2.21 BILLION



**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

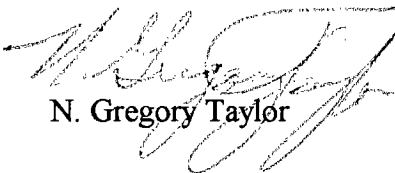
September 12, 1994

To: **Board of Directors**

From: **General Counsel**

Subject: **Review as to Eligibility of Securities Invested in by the Treasurer for the Month of August 1994**

Pursuant to Sections 2741(a) and 5101(b)(5) of the Administrative Code, this office has examined the Treasurer's Monthly Report to the Board for the month of August 1994 covering the investment of securities for that period. The reported forms of investment are within the eligible group of securities authorized by Section 5101(b)(2) of the Administrative Code, and as of the end of the month are within the percentage constraints specified in that section.



N. Gregory Taylor

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cc: J. R. Wodraska
G. D. Leddy
D. I. Furukawa
R. N. Marumoto

41084

**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

September 9, 1994

To: General Manager
 From: Acting Treasurer
 Subject: Treasurer's Monthly Report - August 1994

This letter transmits a summary report of investments and cash balances and yield comparisons for the end of the current month. A detail report of investments is filed each month with the Executive Secretary. These reports are required by Section 5114 of the MWD Administrative Code. All of the investments comply with Chapter 5101 of the MWD Administrative Code and the Investment Policy dated January 11, 1994.

District investments and cash balances are held in various funds designated for certain purposes as follows:

	<u>Book Value</u>
Operating Funds	\$342,423,000
State Water Contract Fund	32,676,000
Debt Service Funds	64,272,000
Rate Stabilization Funds	<u>201,865,000</u>
Total	\$641,236,000
 Construction and Trust Funds	 \$389,512,000

The average weighted days to maturity is 355 days. The return on investments ranged from 3.2 percent to 10.0 percent. Interest earnings and average weighted portfolio yields follow:

		<u>Interest Earnings</u>		
		<u>Month</u>	<u>Fiscal Year to Date</u>	<u>Portfolio Yield</u>
August	1994	\$4,047,385	\$8,117,183	4.78
August	1993	\$3,481,900	\$7,025,086	3.80

Roger N. Marumoto

RNM:yc

Attachments

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THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

41084

Summary Report of Investment Activity & Status of Cash for the Month Ending August 1994

(Shown at Book Value and in \$ Thousands)

SECURITIES:	BEGINNING BALANCE	PURCHASES DEPOSITS	WITH-		ENDING BALANCE	% of Portfolio ADMIN.	
			SALES	MATURITIES		ACT.	CODE
U. S. TREASURY	\$408,156	\$14,247	\$6,674	35,136	\$380,593	36.7	100
U.S. GUARANTEES-GNMA'S	2,908			63	2,845	0.3	100
FEDERAL AGENCIES	158,514	3,485		13	161,986	15.6	33
REPURCHASE AGREEMENTS	266,715	1,955,253		1,940,411	281,557	27.1	30
BANKERS' ACCEPTANCES	19,833				19,833	1.9	30
COMMERCIAL PAPER	153,185	136,411		138,736	150,860	14.5	30
NEGOTIABLE CERTIFICATES OF DEPOSIT	36,181			25,821	10,360	1.0	20
LOCAL AGENCY INVESTMENT FUND - CALIFORNIA	15,000				15,000	1.5	
ASSET-BACKED SECURITIES	2,591	12,398			14,989	1.4	(A)
CALIFORNIA SWP BONDS	35				35	0.0	(B)
SUBTOTAL	\$1,063,118	\$2,121,794	\$6,674	\$2,140,180	\$1,038,058	100.0	
CASH:							
DEMAND ACCOUNTS	\$2,336		\$1,680		\$656		
DRAFT/MWDCU/PETTY CASH	\$166		21		145		(C)
LESS OVERNIGHT INVEST.	(2,867)	(5,254)			(8,121)		(D)
SUBTOTAL	(\$365)	(\$5,254)	\$1,701	\$0	(\$7,320)		
TOTAL	\$1,062,753	\$2,116,540	\$8,375	\$2,140,180	\$1,030,738		

A) Maturities of asset-backed securities are five years or less.

B) Additional purchases limited to one \$5,000 bond of each series of SWP bonds.

C) Petty Cash, \$10,000; Draft Accounts, \$35,000; MWD Credit Union, \$100,000.

D) Includes investment of outstanding checks.

Note: Sales and Purchases may contain internal transfers.

Note: Excludes \$227,938,000 in cash and securities held in escrow for the District's crossover refunding bonds.

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

YIELD COMPARISONS

August 1994

<i>Month/Year at Month- End</i>	<u>CERTIFICATE OF DEPOSIT</u>			<u>U.S. TREASURY BILLS</u>			<u>MWD PORTFOLIO</u>
	<u>3 Mo.</u>	<u>6 Mo.</u>	<u>1 Yr.</u>	<u>3 Mo.</u>	<u>6 Mo.</u>	<u>1 Yr.</u>	
Apr. 1993	2.7	2.8	2.9	3.0	3.0	3.2	3.7
May 1993	2.7	2.9	3.1	3.1	3.3	3.6	3.6
June 1993	2.7	2.9	4.1	3.1	3.2	3.4	3.6
July 1993	2.7	2.9	3.2	3.1	3.3	3.5	3.7
Aug. 1993	2.7	2.8	2.9	3.0	3.1	3.2	3.8
Sep. 1993	2.6	2.8	2.9	3.0	3.1	3.4	4.0
Oct. 1993	2.7	2.8	2.9	3.1	3.3	3.4	3.9
Nov. 1993	2.7	2.8	3.0	3.1	3.3	3.4	3.9
Dec. 1993	2.7	2.8	3.0	3.1	3.3	3.6	3.9
Jan. 1994	2.6	2.7	3.0	2.9	3.1	3.4	4.0
Feb. 1994	2.9	3.2	3.5	3.4	3.6	3.8	4.1
Mar. 1994	3.2	3.6	3.9	3.5	3.9	4.4	4.1
Apr. 1994	3.5	3.9	4.5	3.7	4.4	4.8	4.2
May 1994	3.9	4.3	4.8	4.2	4.7	5.4	4.4
June 1994	4.1	4.5	5.0	4.2	4.6	5.5	4.5
July 1994	4.1	4.6	5.0	4.4	4.8	5.4	4.7
Aug. 1994	4.2	4.6	5.0	4.6	5.0	5.5	4.8