



Financial Highlights

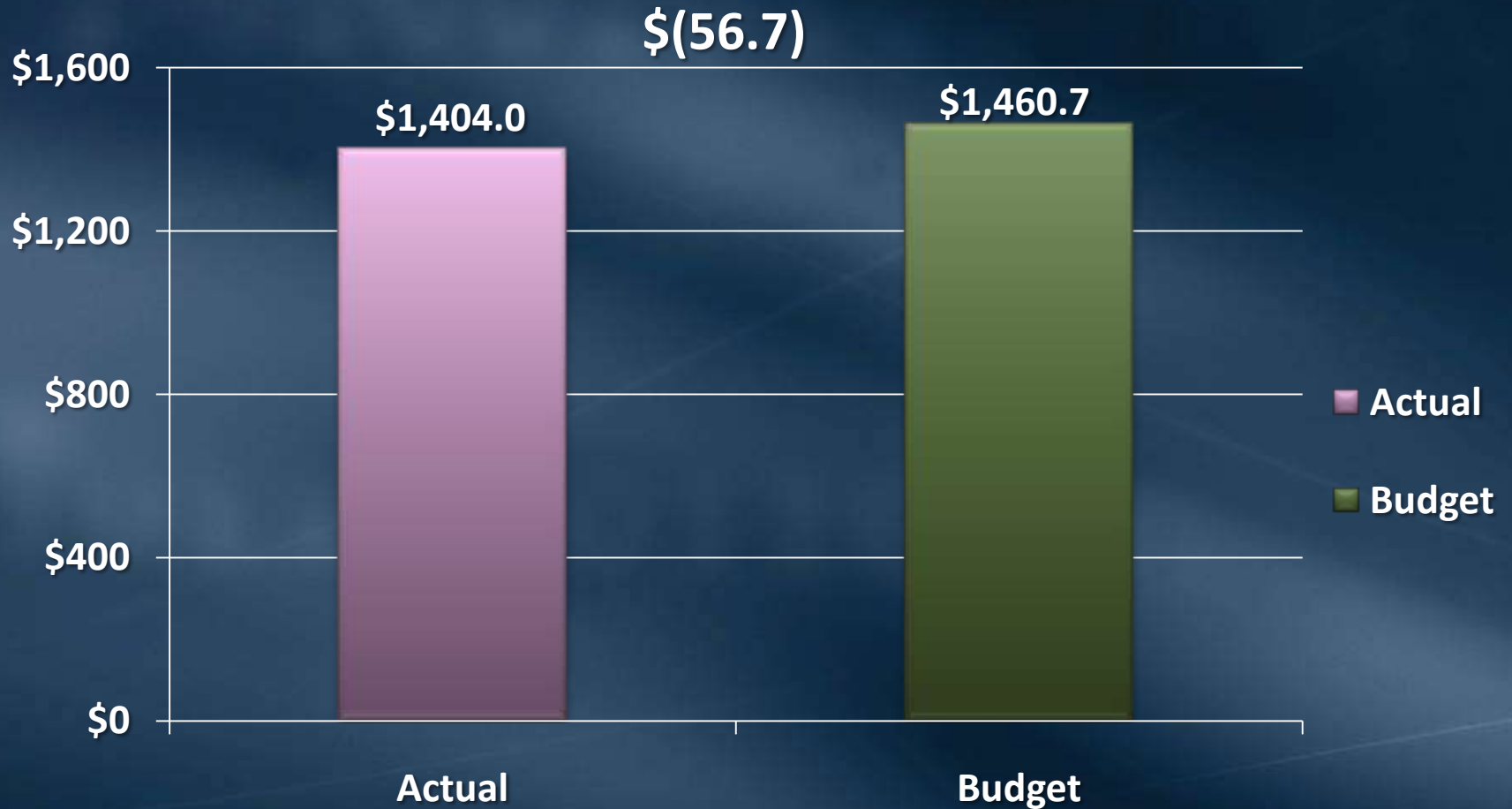
Finance and Insurance Committee

Item # 3b

July 9, 2012

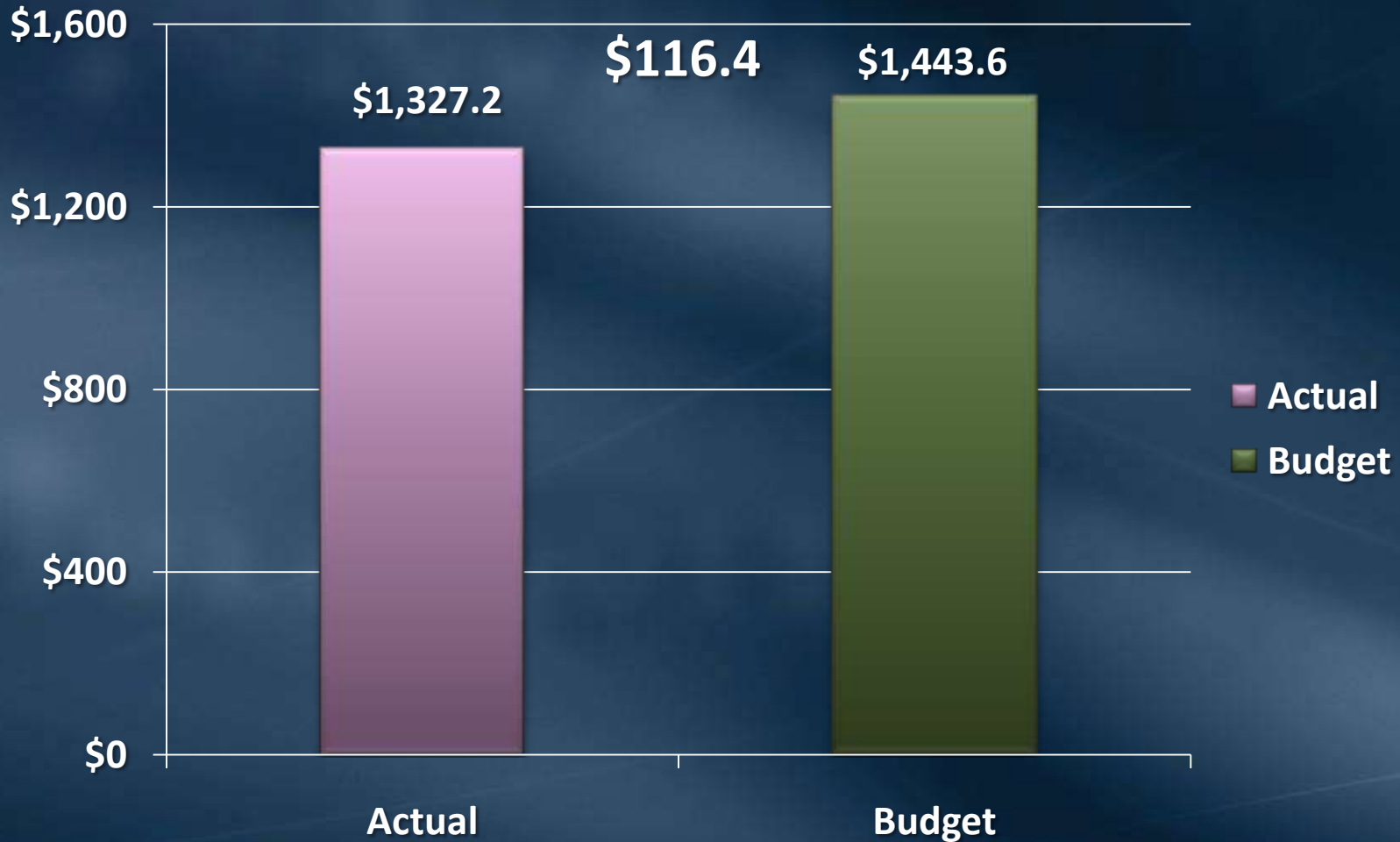
FY 11/12 Receipts

As of June 30, 2012
(\$'s in millions)



FY 11/12 Expenditures

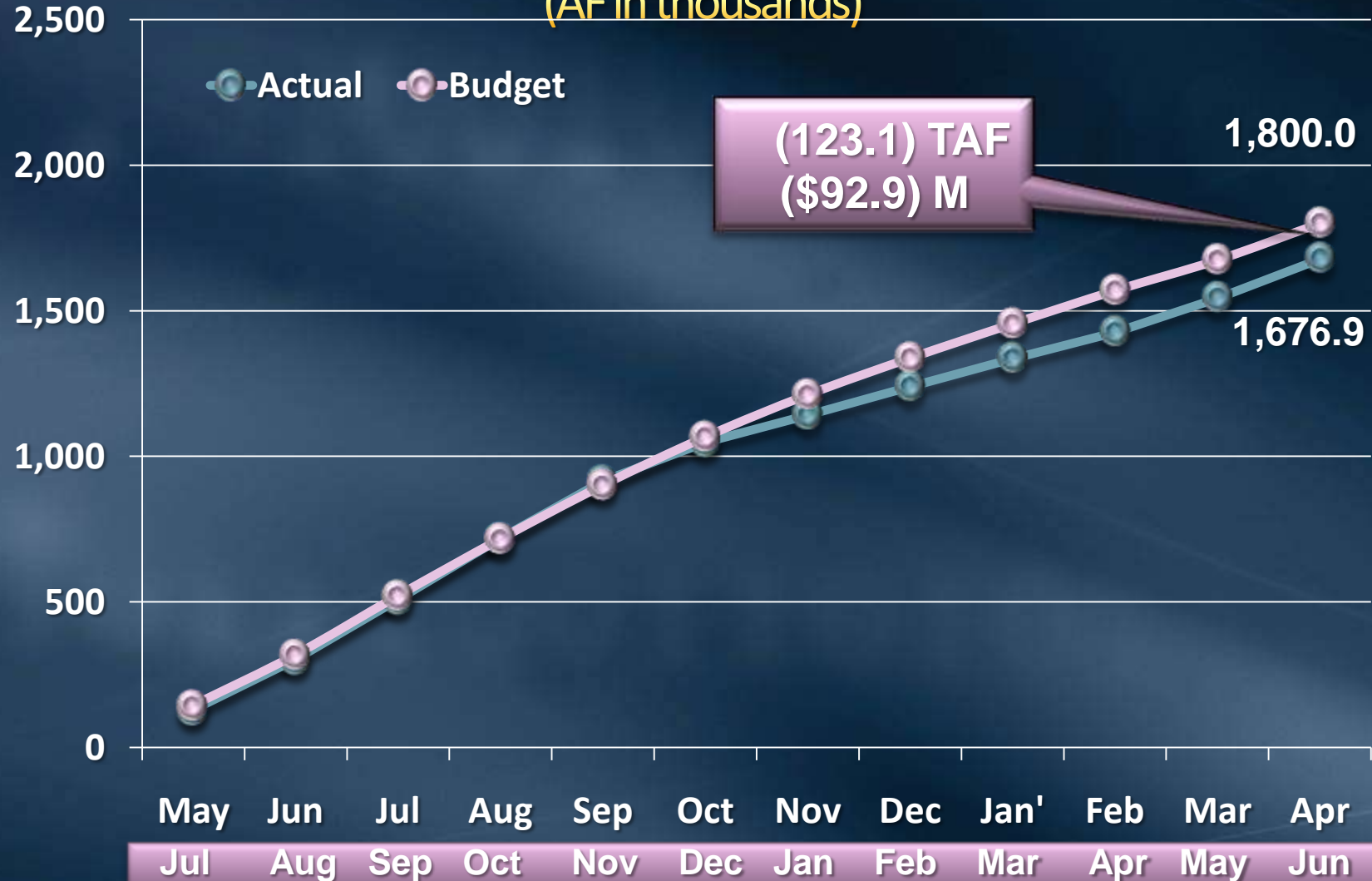
As of June 30, 2012
(\$'s in millions)



Cumulative Water Sales/Exchange Volumes

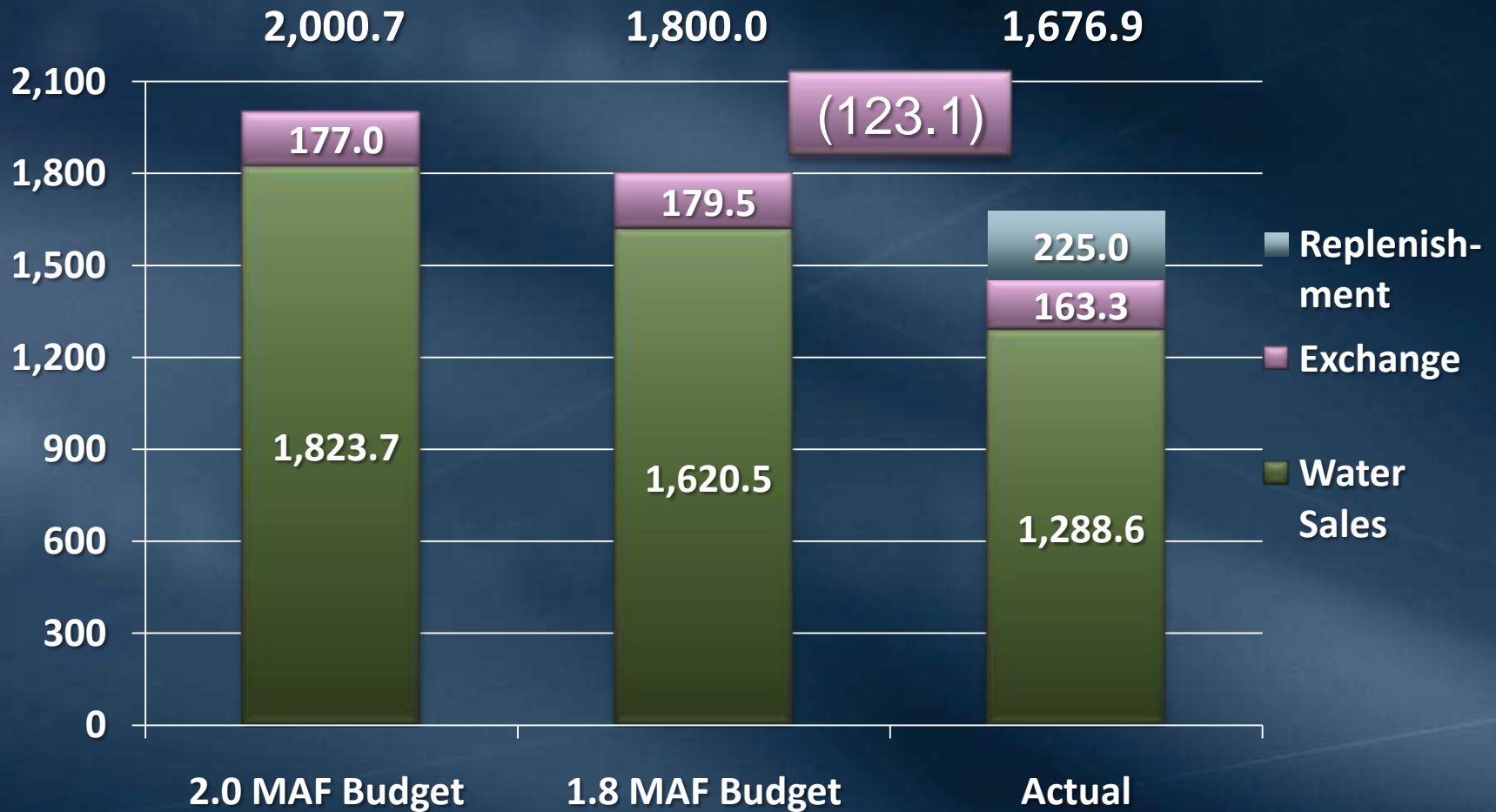
As of June 30, 2012

(AF in thousands)



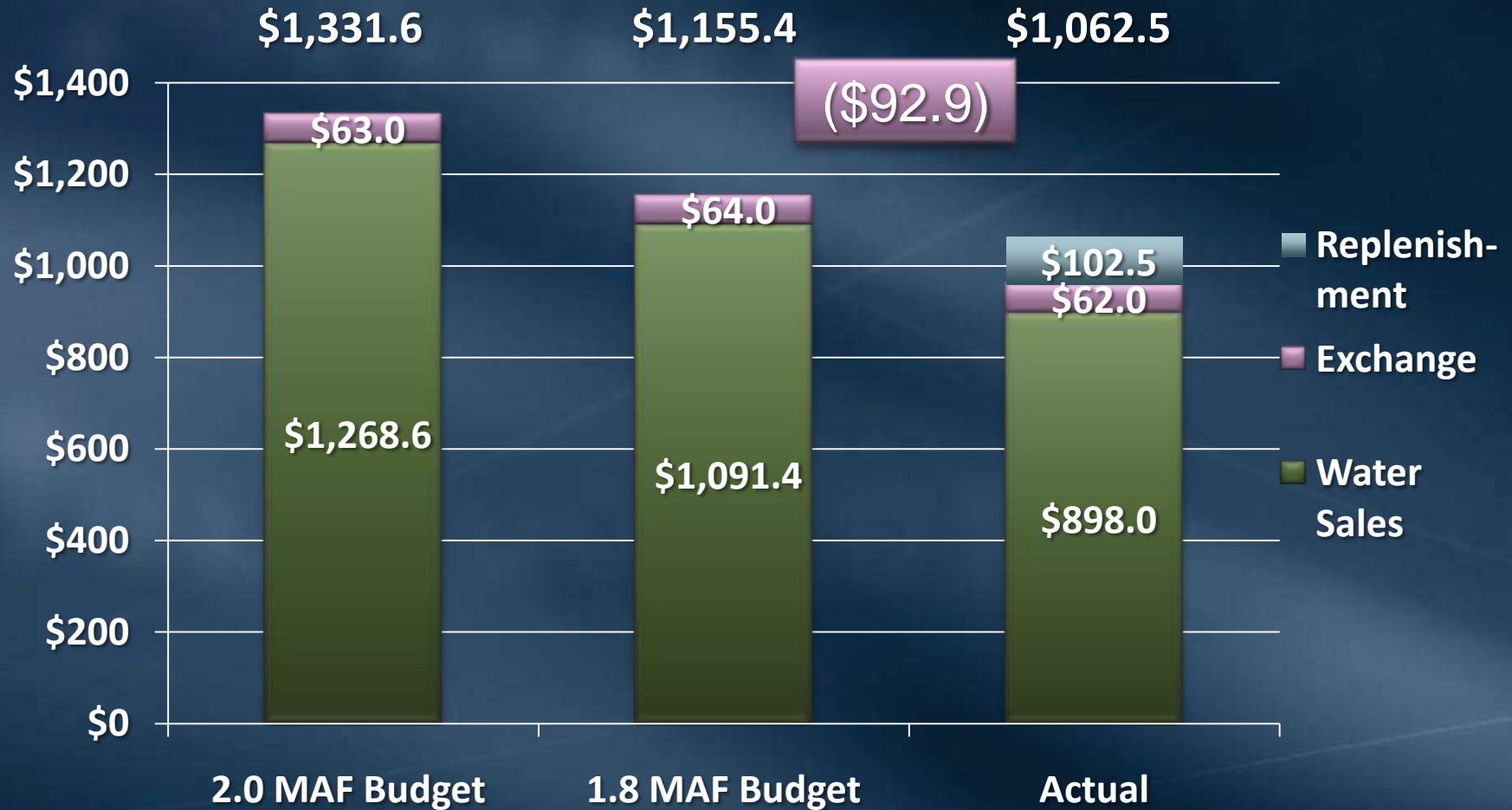
FY 11/12 Sales Mix

As of June 30, 2012
(AF in thousands)



FY 11/12 Sales Mix

As of June 30, 2012
(\$'s in millions)



FY 11/12 Receipts

As of June 30, 2012

(\$'s in millions)

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
Water	\$ 1,062.5	\$ 1,155.4	\$ (92.9)
RTS	133.9	135.5	(1.6)
Capacity Charge	33.2	34.7	(1.5)
Power	31.0	21.5	9.5
Taxes, net	90.1	81.0	9.1
Interest	10.8	14.4	(3.6)
Other	42.5	18.2	24.3
Total Receipts	\$ 1,404.0	\$ 1,460.7	\$ (56.7)

FY 11/12 Receipts

As of June 30, 2012

(\$'s in millions)

	Actual	8 MAF Budget	Variance
Water	\$ 1,062.5	\$ 1,155.4	\$ (92.9)
RTS	133.9	135.5	(1.6)
Capacity Charge	33.2	34.7	(1.5)
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timing

FY 11/12 Receipts

As of June 30, 2012

(\$'s in millions)

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Taxes, net			9.1
Interest			(3.6)
Other	42.5	18.2	24.3
Total Receipts	\$ 1,404.0	\$ 1,460.7	\$ (56.7)

Higher SWP allocations

FY 11/12 Receipts

As of June 30, 2012

(\$'s in millions)

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Interest			(3.6)
Other			24.3
Total Receipts	\$ 1,404.0	\$ 1,460.7	\$ (56.7)

Delinquencies lower than budgeted

FY 11/12 Receipts

As of June 30, 2012

(\$'s in millions)

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Taxes, net	90.1	81.0	9.1
Interest	10.8	14.4	(3.6)
Other			24.3
Total F			\$ (56.7)

\$3.9 M loss on sale of Lehman securities

FY 11/12 Receipts

As of June 30, 2012

(\$'s in millions)

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
Water	\$ 1,062.5	\$ 1,155.4	\$ (92.9)
RTS	133.9	135.5	(1.6)
Capacity Charge	33.2	34.7	(1.5)
Power			9.5
		Coachella Valley sale \$18.2	
		Gas Hedging Deposit 7.0	
Taxes, net		<u>(0.9)</u>	9.1
Interest		\$24.3	(3.6)
Other	42.5	18.2	24.3
Total Receipts	\$ 1,404.0	\$ 1,460.7	\$ (56.7)

FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
State Water Contract	\$ 479.8	\$ 557.5	\$ 77.7
Supply Programs	51.3	47.5	(3.8)
CRA Power Costs	30.0	45.4	15.4
Debt Service	330.0	332.8	2.8
Demand Management	41.5	59.2	17.7
Departmental O&M	349.6	356.2	6.6
R&R/General Fund	45.0	45.0	--
Total Expenditures	\$ 1,327.2	\$ 1,443.6	\$ 116.4

FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
State Water Contract	\$ 479.8	\$ 557.5	\$ 77.7
Supply Programs		DHCCP/BDCP \$19.0	(3.8)
		Rate mgmt credits 13.1	
CRA Power Costs		Power 39.6	15.4
Debt Service		Refund – RAS 7.5	2.8
		Other, net <u>(1.5)</u>	
Demand Management		\$ 77.7	17.7
Departmental O&M	349.6	356.2	6.6
R&R/General Fund	45.0	45.0	--
Total Expenditures	\$ 1,327.2	\$ 1,443.6	\$ 116.4

FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
State Water Contract	\$ 479.8	\$ 557.5	\$ 77.7
Supply Programs	51.3	47.5	(3.8)
CRA Power			15.4
Debt Serv		Higher volumes (125.5 TAF) Lower cost	2.8
Demand		\$(17.5) <u>13.7</u> \$(3.8)	17.7
Departmental O&M	349.6	356.2	6.6
R&R/General Fund	45.0	45.0	--
Total Expenditures	\$ 1,327.2	\$ 1,443.6	\$ 116.4

FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

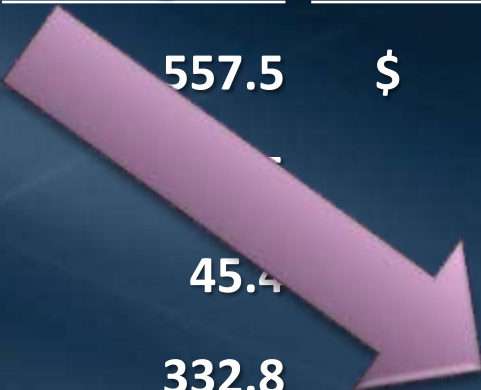
	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
State Water Contract	\$ 479.8	\$ 557.5	\$ 77.7
Supply Programs	51.3	47.5	(3.8)
CRA Power Costs	30.0	45.4	15.4
Debt Service			2.8
Demand Management			17.7
Departmental O&M	349.6	356.2	6.6
R&R/General Fund	45.0	45.0	--
Total Expenditures	\$ 1,327.2	\$ 1,443.6	\$ 116.4

200 TAF stored in Lake Mead

FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
State Water Contract	\$ 479.8	557.5	\$ 77.7
Supply Programs	51.3		(3.8)
CRA Power Costs	30.0	45.4	15.4
Debt Service	330.0	332.8	2.8
Demand Management	41.5	59.2	17.7
Departmental O&M	349.6	356.2	6.6
R&R/General Fund	45.0	45.0	--
Total Expenditures	\$ 1,327.2	\$ 1,443.6	\$ 116.4



FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

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State Water Contract	\$ 479.8	\$ 557.5	\$ 77.7
Supply Programs	51.3	47.5	(3.8)
CRA Power Costs	30.0	45.4	15.4
Debt Service	330.0	332.8	2.8
Demand Management	41.5	59.2	17.7

	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>	
LRP	\$ 31.1	\$ 39.4	\$ 8.3	6.6
Conservation	<u>10.4</u>	<u>19.8</u>	<u>9.4</u>	--
	\$ 41.5	\$ 59.2	\$17.7	\$ 116.4

FY 11/12 Expenditures

As of June 30, 2012
(\$'s in millions)

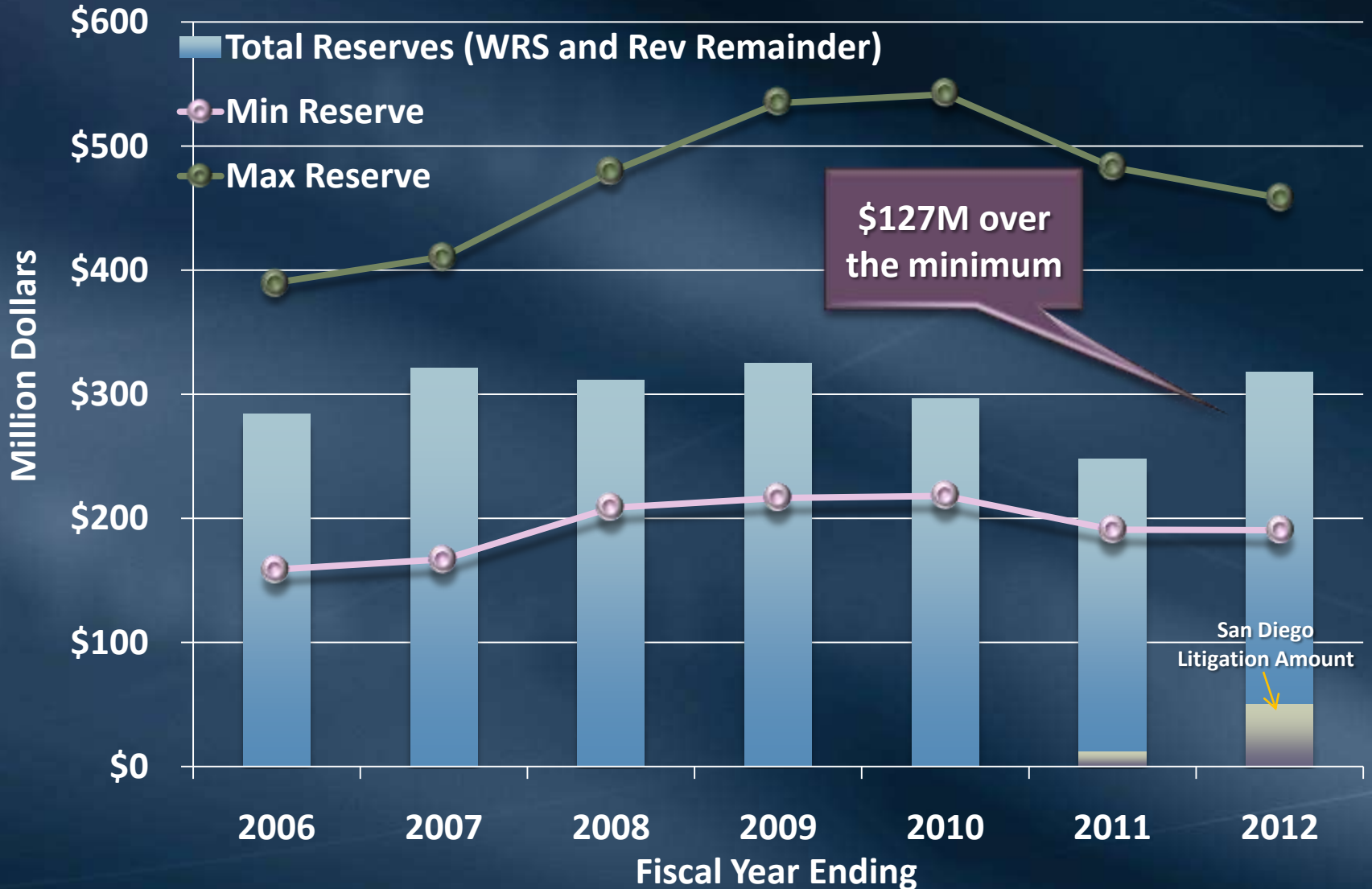
	<u>Actual</u>	<u>1.8 MAF Budget</u>	<u>Variance</u>
State Water Contract	\$ 479.8	\$ 557.5	\$ 77.7
Supply Program			
MOU payout	\$(9.3)	47.5	(3.8)
Outside services	6.6		
CRA Power (C)			
Operating equipment	4.7	45.4	15.4
Debt Service			
Advertising	1.3	32.8	2.8
Other, net	<u>3.3</u>		
Demand Management	\$ 6.6	50.0	17.7
Departmental O&M	349.6	356.2	6.6
R&R/General Fund	<u>45.0</u>	<u>45.0</u>	<u>--</u>
Total Expenditures	\$ 1,327.2	\$ 1,443.6	\$ 116.4

Covering the Revenue Shortfall

FY 2011-12

Dollars in Millions	Difference from 1.8 MAF Budget
Water sales	(92.9)
Other revenue	36.2
Total revenue shortfall	(56.7)
Lower State Water Project Costs	(77.7)
Lower CRA Power Costs	(15.4)
Higher Supply Programs	3.8
Lower O&M Costs	(6.6)
Lower Demand Management	(17.7)
Lower Debt Service	(2.8)
Lower net expenditures	(116.4)
Reserves	59.7
Total Coverage	(56.7)

Stabilization Reserve Fund Balance



Financial Ratios

As of June 30, 2012

	<u>Actual</u>	<u>Target</u>
Revenue Bond Debt Service Coverage ⁽¹⁾	1.81 x	> 2.00 x
Fixed Charge Coverage ⁽¹⁾	1.30 x	≥ 1.20 x
Revenue Bond Debt as a Percent of Equity ⁽²⁾	73.6%	<100.0%

Target based on:

(1) Board adopted guideline

(2) MWD Act

Cash and Investments

As of June 30, 2012

(\$'s in millions)

Book Value

	Restricted		Unrestricted	Total
	Contractual	Board		
Funds Required for Operations	\$ 173.1	\$ 85.8	\$ 0.9	\$ 259.8
Debt Service Funds	309.4	-	-	309.4
Construction	136.4	-	33.8	170.2
Stabilization Funds (1)	36.9	-	280.9	317.8
Trust & Other Funds	54.2	19.9	-	74.1
Total	\$ 710.0	\$ 105.7	\$ 315.6	\$ 1,131.3


\$ 815.7

(1) Restricted investments of \$31.2 million and \$5.7 million were posted as collateral with Morgan Stanley and JP Morgan Chase, respectively, pursuant to Metropolitan's interest rate swap agreements.

