



# Quarterly Financial Review

March 31, 2015

*(Preliminary)*

Finance and Insurance Committee

Item # 6b

April 13, 2015

# Cumulative Water Sales

March 31, 2015  
(AF in thousands)



# FY 14/15 Revenues

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
Water	<b>\$ 1,043.5</b>	<b>\$ 1,430.1</b>	<b>\$ 1,290.0</b>	<b>\$ 140.1</b>
RTS	<b>122.5</b>	<b>162.0</b>	<b>162.0</b>	<b>-</b>
Capacity Charge	<b>26.6</b>	<b>37.5</b>	<b>37.5</b>	<b>-</b>
Power	<b>3.1</b>	<b>4.4</b>	<b>19.3</b>	<b>(14.9)</b>
Taxes, net	<b>77.0</b>	<b>99.5</b>	<b>90.2</b>	<b>9.3</b>
Interest	<b>13.5</b>	<b>17.6</b>	<b>16.1</b>	<b>1.5</b>
Other	<b>5.3</b>	<b>7.9</b>	<b>10.2</b>	<b>(2.3)</b>
<b>Total Revenues</b>	<b>\$ 1,291.5</b>	<b>\$ 1,759.0</b>	<b>\$ 1,625.3</b>	<b>\$ 133.7</b>

# FY 14/15 Revenues

March 31, 2015  
(\$ in millions)

	<b>YTD Actual</b>	<b>FY Projected</b>	<b>FY Budget</b>	<b>Variance</b>
Water	\$ 1,043.5	\$ 1,430.1	\$ 1,290.0	\$ 140.1
RTS	122.5	162.0	162.0	-
Capacity Charge	26.6	37.5	37.5	-
Power	3.1	4.4	19.3	(14.9)
Taxes, net				9.3
Interest				1.5
Other	5.3	7.9	10.2	(2.3)
<b>Total Revenues</b>	<b>\$ 1,291.5</b>	<b>\$ 1,759.0</b>	<b>\$ 1,625.3</b>	<b>\$ 133.7</b>

Lower water deliveries

# FY 14/15 Revenues

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
Water	<b>\$ 1,043.5</b>	<b>\$ 1,430.1</b>	<b>\$ 1,290.0</b>	<b>\$ 140.1</b>
RTS	<b>122.5</b>	<b>162.0</b>	<b>162.0</b>	<b>-</b>
Capacity Charge	<b>26.6</b>	<b>37.5</b>	<b>37.5</b>	<b>-</b>
Power	<b>3.1</b>	<b>4.4</b>	<b>19.3</b>	<b>(14.9)</b>
Taxes, net	<b>77.0</b>	<b>99.5</b>	<b>90.2</b>	<b>9.3</b>
Interest	<b>13.5</b>	<b>17.6</b>	<b>16.1</b>	<b>1.5</b>
Other	<b>5.3</b>	<b>7.9</b>	<b>10.2</b>	<b>(2.3)</b>
<b>Total Revenues</b>	<b>\$ 1,291.5</b>	<b>\$ 1,759.0</b>	<b>\$ 1,625.3</b>	<b>\$ 133.7</b>

# FY 14/15 Expenses

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
State Water Contract	\$ 367.9	\$ 449.4	\$ 495.7	\$ (46.3)
Supply Programs	101.4	136.0	138.2	(2.2)
CRA Power Costs	29.1	41.3	29.2	12.1
Debt Service	287.6	294.3	325.9	(31.6)
Demand Management	92.0	138.6	124.0	14.6
Departmental O&M	292.8	399.6	413.7	(14.1)
R&R/General Fund	160.7	215.0	245.4	(30.4)
<b>Total Expenses</b>	<b>\$ 1,331.5</b>	<b>\$ 1,674.2</b>	<b>\$ 1,772.1</b>	<b>\$ (97.9)</b>

\* Includes \$72.6M and \$61.8M Board-approved increase for Supply Programs and Conservation, respectively.

# FY 14/15 Expenses

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
State Water Contract	\$ 367.9	\$ 449.4	\$ 495.7	\$ (46.3)
Supply Programs				(2.2)
CRA Power Costs				12.1
Debt Service				(31.6)
Demand Management				14.6
Departmental O&M				(14.1)
R&R/General Fund	160.7	215.0	245.4	(30.4)
<b>Total Expenses</b>	<b>\$ 1,331.5</b>	<b>\$ 1,674.2</b>	<b>\$ 1,772.1</b>	<b>\$ (97.9)</b>

Lower water deliveries \$(66.8)

Higher power rates 17.0

Higher labor costs 31.8

Prior year variable credit (20.8)

Other (7.5)

\$(46.3)

\* Includes \$72.6M and \$61.8M Board-approved increase for Supply Programs and Conservation, respectively.

# FY 14/15 Expenses

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
State Water Contract	\$ 367.9	\$ 449.4	\$ 495.7	\$ (46.3)
Supply Programs	101.4	136.0	138.2	(2.2)
CRA Power Costs	29.1	41.3	29.2	12.1
Debt Service	287.6	294.3	325.9	(31.6)
Demand Management	92.0	138.6	124.0	14.6
Departmental O&M	292.8	399.6	413.7	(14.1)
R&R/General Fund	160.7	215.0	245.4	(30.4)
<b>Total Expenses</b>	<b>\$ 1,331.5</b>	<b>\$ 1,674.2</b>	<b>\$ 1,772.1</b>	<b>\$ (97.9)</b>

\* Includes \$72.6M and \$61.8M Board-approved increase for Supply Programs and Conservation, respectively.

# FY 14/15 Expenses

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
State Water Contract	\$ 367.9	\$ 449.4	\$ 495.7	\$ (46.3)
Supply Programs	101.4	136.0	138.2	(2.2)
CRA Power Costs	29.1	41.3	29.2	12.1
Debt Service				(31.6)
Demand Management				14.6
Departmental O&M	292.8	399.6	413.7	(14.1)
R&R/General Fund	160.7	215.0	245.4	(30.4)
<b>Total Expenses</b>	<b>\$ 1,331.5</b>	<b>\$ 1,674.2</b>	<b>\$ 1,772.1</b>	<b>\$ (97.9)</b>

Supplemental power costs

\* Includes \$72.6M and \$61.8M Board-approved increase for Supply Programs and Conservation, respectively.

# FY 14/15 Expenses

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
State Water Contract	\$ 367.9	\$ 449.4	\$ 495.7	\$ (46.3)
Supply Programs	101.4	136.0	138.2	(2.2)
CRA Power Costs	29.1	41.3	29.2	12.1
Debt Service	287.6	294.3	325.9	(31.6)
Demand Management				14.6
Departmental O&M				(14.1)
R&R/General Fund	160.7	215.0	245.4	(30.4)
<b>Total Expenses</b>	<b>\$ 1,331.5</b>	<b>\$ 1,674.2</b>	<b>\$ 1,772.1</b>	<b>\$ (97.9)</b>

\* Includes \$72.6M and \$61.8M Board-approved increase for Supply Programs and Conservation, respectively.

# FY 14/15 Expenses

March 31, 2015  
(\$ in millions)

	<b>YTD</b> <b>Actual</b>	<b>FY</b> <b>Projected</b>	<b>FY</b> <b>Budget</b>	<b>Variance</b>
State Water Contract	\$ 367.9	\$ 449.4	\$ 495.7	\$ (46.3)
Supply Programs	101.4	136.0	138.2	(2.2)
CRA Power Costs	29.1	41.3	29.2	12.1
Debt Service	287.6	294.3	325.9	(31.6)
Demand Management	92.0	138.6	124.0	14.6
Departmental O&M	292.8	399.6	413.7	(14.1)
R&R/General Fund	160.7	215.0	245.4	(30.4)
<b>Total Expenses</b>	<b>\$ 1,331.5</b>	<b>\$ 1,674.2</b>	<b>\$ 1,772.1</b>	<b>\$ (97.9)</b>

\* Includes \$72.6M and \$61.8M Board-approved increase for Supply Programs and Conservation, respectively.

# Water Management Fund

FY 2014/15  
(\$ in millions)

Board approved uses	Approve Date	Board Authorized	FY15 Projected Conservation	FY15 Projected Supply Programs
On-site retrofit program	05/13/14	\$(7.5)	\$1.8	\$ --
Semitropic program	09/09/14	(5.8)	--	5.8
San Bernardino	10/14/14	(1.0)	--	1.0
Yuba transfer program	10/14/14	(20.0)	--	8.8
Conservation program	12/09/14	(40.0)	40.0	--
Sacramento Valley-Admin	01/13/15	(0.5)	--	0.5
Multi-year water pool	02/10/15	(46.0)	--	--
Arvin-Edison program	03/10/15	(3.0)	--	3.0
Kern-Delta program	03/10/15	(2.5)	--	2.5
Sacramento Valley	03/10/15	(71.0)	--	51.0
Advertising & Outreach	03/10/15	<u>(2.5)</u>	--	--
		\$(199.8)	<u>\$41.8</u>	<u>\$72.6</u>
Balance at 6/30/14		<u>232.0</u>		
Remaining balance at 3/31/15		<u>\$32.2</u>		

**FY15 projected  
spending \$114.4**

# Impact on Water Rate Stabilization Fund (WRSF)

FY 2014/15  
(\$ in millions)

Projected revenues		\$1,759.0
Projected expenses		<u>(1,674.2)</u>
Net revenues		84.8
Expenses for Conservation funded in FY2013/14	20.0	
Expenses for Conservation funded by Water Mgmt Fund	41.8	
Expenses for Supply Programs funded by Water Mgmt Fund	<u>72.6</u>	
Subtotal		134.4
Less: Increase in required reserves		<u>(64.0)</u>
Projected increase in WRSF as of June 30, 2015		<u>\$155.2</u>

