

Energy and Environment Committee, November 2, 2016

OPA Comments

Items 2, 3, and 4 on request for authority to issue bonds

In the future, when requesting action related to bonds, the Committee should consider requesting DWP to provide updated financial metrics such as the attached with each bond request.

Item 5 on Ormesa

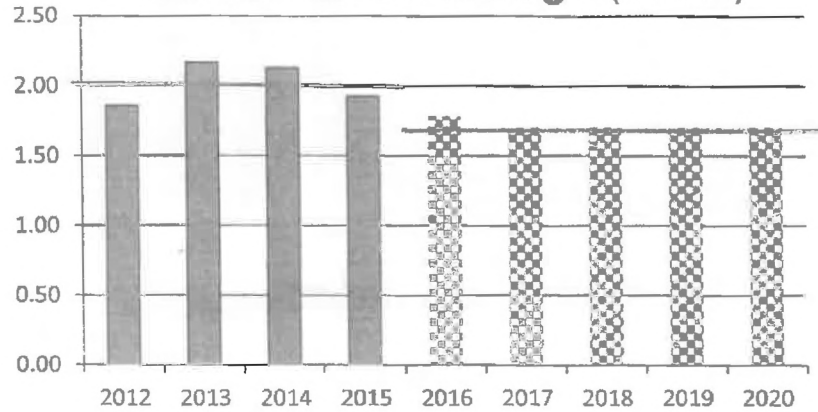
OPA has reviewed, and is OK with approval of this contract.

Date: Nov - 2, 2016
Submitted to: EE Committee
Council File No: 16-1145
Item No: 3
~~Deputy~~: OPA

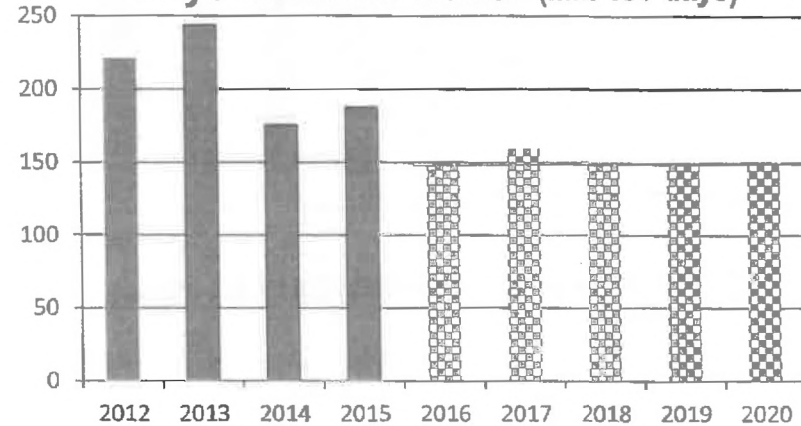


Water System Financial Performance

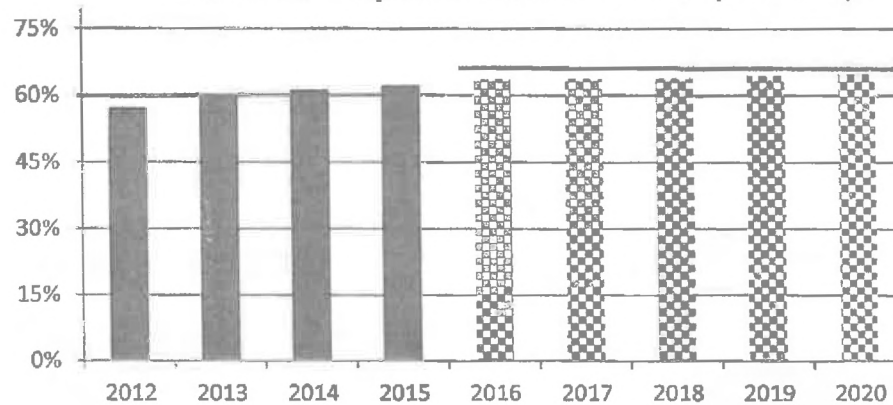
Debt Service Coverage (Min 1.7x)



Days Cash on Hand* (Min 150 days)



Debt to Capitalization Ratio (Max 65%)



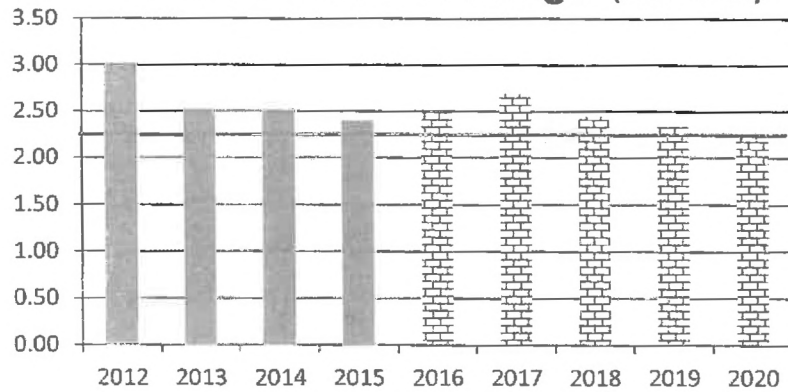
* Prior to FY2016 the Board Approved Financial Metric for Minimum cash balance was \$200 million
Source: Projected results from 2016 through 2020 are based on the Water System's Financial Plan



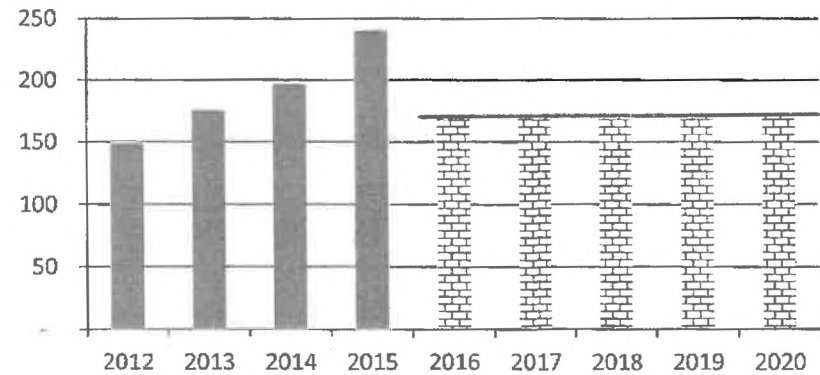
Los Angeles
Department of
Water & Power

Power System Financial Performance

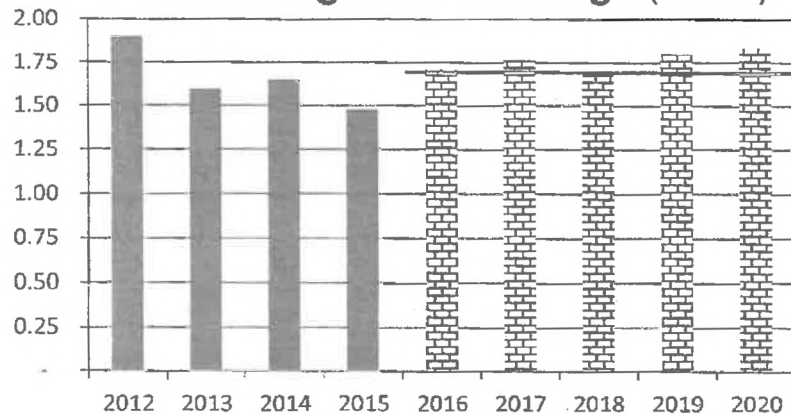
Debt Service Coverage (Min 2.25x)



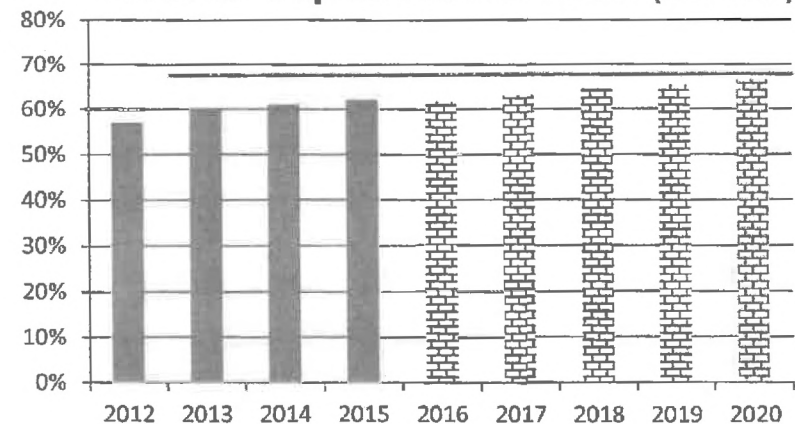
Days Cash on Hand* (Min 170 days)



Full Obligation Coverage (Min 1.7)



Debt to Capitalization Ratio (Max 68%)



* Prior to FY 2016, the Board Approved Financial Metric for Minimum Cash on Hand was \$300 million
Source: Projected results from 2016 through 2020 are based on the Power System's Financial Plan