

DEPARTMENT OF WATER AND POWER

This Department, under the City Charter, is responsible for supplying the City and its inhabitants with water and electric energy by constructing, operating, and maintaining for that purpose works extending throughout the City and to Inyo and Mono Counties to import water and electric energy and to other western states to import electric energy; fixes rates for water and electric service subject to approval of the Council by ordinance; controls its own funds; and maintains a retirement, disability, and death benefit insurance plan.

WATER REVENUE FUND

RECEIPTS

| Receipts 2015-16 | Estimated Receipts 2016-17 | | Estimated Receipts 2017-18 |
|-------------------------|----------------------------------|---|----------------------------------|
| \$ 452,300,000 | \$ 736,100,000 | Balance available, July 1..... | \$ 588,300,000 |
| | | Less: | |
| -- | -- | Payments to City of Los Angeles (Held in Reserve)..... | -- |
| <u>\$ 452,300,000</u> | <u>\$ 736,100,000</u> | Adjusted Balance..... | <u>\$ 588,300,000</u> |
| 944,800,000 | 1,148,000,000 | Sale of Water (1)..... | 1,326,000,000 |
| 271,636,700 | 316,515,000 | From Power Revenue Fund for services and materials..... | 341,530,900 |
| 831,600,000 | 309,000,000 | Proceeds from sale of bonds for construction | |
| | | expenditures made by Water Revenue Fund..... | -- |
| -- | -- | Proceeds from Securitization (2)..... | -- |
| | 130,000,000 | Proceeds from Revolving Line of Credit..... | 42,000,000 |
| 73,400,000 | 68,000,000 | Proceeds from State of California Loan..... | 67,000,000 |
| 46,800,000 | 26,000,000 | Contributions in aid of construction..... | 27,000,000 |
| 36,274,887 | 40,644,000 | Customers' deposits..... | 41,578,487 |
| 6,956,600 | 3,596,000 | From individuals, companies and governmental | |
| | | agencies for services and materials..... | 3,595,900 |
| <u>28,300,000</u> | <u>23,000,000</u> | Miscellaneous..... | <u>22,000,000</u> |
| <u>\$ 2,692,068,187</u> | <u>\$ 2,800,855,000</u> | Total Water Revenue Fund..... | <u>\$ 2,459,005,287</u> |

APPROPRIATIONS

| Expenditures 2015-16 | Estimated Expenditures 2016-17 | | Estimated Appropriation 2017-18 |
|-------------------------|--------------------------------------|---|---------------------------------------|
| \$ 356,789,800 | \$ 363,444,000 | Salaries and wages..... | \$ 389,899,700 |
| 105,600,800 | 185,525,000 | Materials, supplies and equipment..... | 206,193,000 |
| 262,000,000 | 205,000,000 | Water purchased for resale..... | 114,000,000 |
| 201,545,800 | 261,817,000 | Contracts - Construction work..... | 212,900,600 |
| 9,161,700 | 11,736,000 | Contracts - Operation and maintenance work..... | 9,514,700 |
| 30,960,400 | 28,481,000 | Rentals and leases..... | 30,135,200 |
| 84,790,900 | 83,669,000 | Outside services and regulatory fees..... | 107,506,800 |
| 10,838,700 | 699,000 | Purchase of land and buildings..... | 3,773,400 |
| 13,906,200 | 14,800,000 | Property taxes..... | 15,900,000 |
| 26,710,100 | 21,264,000 | Utility services for electricity and heat..... | 21,320,800 |
| 27,578,900 | 12,466,000 | Injuries and damages..... | 18,961,800 |
| 43,800 | 47,000 | Postal services..... | 43,700 |
| 43,503,700 | 46,444,000 | Professional services..... | 68,968,600 |

WATER REVENUE FUND

APPROPRIATIONS (Continued)

| Expenditures 2015-16 | Estimated Expenditures 2016-17 | | Estimated Appropriation 2017-18 |
|-------------------------|--------------------------------------|--|---------------------------------------|
| \$ 2,075,900 | \$ 1,890,000 | Transportation, lodging and employee mileage reimbursements in connection with construction, operation and maintenance work..... | \$ 1,788,200 |
| 4,573,400 | 9,672,000 | Insurance..... | 9,671,900 |
| 7,117,424 | 6,942,000 | Refunds of customers' deposits..... | 7,101,862 |
| 301,822,700 | 313,805,000 | Reimbursements to Power System for proportional share of intradepartmental facilities and activities..... | 326,494,800 |
| 246,500,000 | 276,000,000 | Bond redemption and interest Water Works Revenue Bonds..... | 313,000,000 |
| 86,272,100 | 97,462,000 | Health Care Plans..... | 100,528,200 |
| 113,290,800 | 147,944,000 | Retirement and Death Benefit Insurance Plan..... | 160,865,100 |
| \$ 1,935,083,124 | \$ 2,089,107,000 | Total Appropriations (3)..... | \$ 2,118,568,362 |
| | | Less: | |
| \$ (20,885,063) | \$ (123,448,000) | Adjustments (Accrual, etc.)..... | \$ (72,636,925) |
| 736,100,000 | 588,300,000 | Unexpended Balance..... | -- |
| -- | -- | Unappropriated Balance..... | 267,800,000 |
| \$ 2,692,068,187 | \$ 2,800,855,000 | Total Water Revenue Fund..... | \$ 2,459,005,287 |

1. Included "pass-throughs" for water supply costs, water quality improvements, water reclamation and conservation projects, water infrastructure, water expense stabilization, Owens Valley regulatory adjustment, low income subsidy adjustment and water right revenue.
2. Proceeds from securitization of capital expenditures for mandated and local water supply projects.
3. Net of receipts from Power System, individuals and companies, contributions in aid of construction, customer deposits, and other miscellaneous sources, the Water Revenue Fund Operating Budget is \$1,682,863,075.