

**2019-2020 Financial Plan
WTD Operating Fund/00004611**

Category	2017-2018 Actual	2019-2020 Adopted Budget	2019-2020 Revised Budget	2019 Actuals Unaudited	2019-2020 Estimated	2021-2022 Projected	2023-2024 Projected
Beginning Fund Balance	\$ 129,723,257	\$ 170,981,552	\$ 135,934,375	\$ 135,934,375	\$ 135,934,375	\$ 171,432,969	\$ 173,314,668
Revenues							
Sewage Disposal Fees	805,239,395	835,904,000	835,904,000	415,279,412	833,156,012	882,007,996	937,666,333
Capacity Charge	169,451,000	168,391,000	168,391,000	102,146,233	194,448,233	194,886,000	208,271,000
Other Operating Revenues	37,433,000	29,199,390	32,258,604	19,023,661	37,504,602	37,515,598	33,011,129
Investment Income	15,011,000	15,149,000	15,149,000	10,764,759	18,316,577	12,132,634	17,315,191
Rate Stabilization	-	-	-	-	-	-	-
Total Revenues	1,027,134,395	1,048,643,390	1,051,702,604	547,214,065	1,083,425,424	1,126,542,228	1,196,263,653
Expenditures							
Total Expenditures	(300,788,000)	(335,900,000)	(342,181,413)	(154,272,234)	(323,158,234)	(362,440,000)	(402,390,100)
Estimated Underexpenditures	-						
Other Fund Transactions							
Transfers to Capital (3611)	(175,416,161)	(194,249,695)	(9,249,695)	(52,976,308)	(69,335,294)	(216,391,659)	(189,618,412)
Transfers to Capital (3612)	(7,849,719)		(2,514,528)	(1,442,088)	(3,550,343)	(1,129,039)	(149,979)
Debt Payment Transfers to 8920	(487,855,480)	(518,042,278)	(518,042,278)	(249,543,961)	(500,398,501)	(544,699,832)	(600,712,285)
Defeasance Transfers to 8920	-		(185,000,000)	(85,000,000)	(185,000,000)		
Working Capital Adjustment	(49,013,917)						
Total Other Fund Transactions	(720,135,277)	(712,291,973)	(714,806,501)	(388,962,357)	(758,284,138)	(762,220,529)	(790,480,676)
Ending Fund Balance	135,934,375	171,432,969	130,649,065	139,913,850	137,917,428	173,314,668	176,707,545
Reserves							
Rate Stabilization Reserve ¹	(46,250,000)	(46,250,000)	(46,250,000)	(46,250,000)	(46,250,000)	(46,250,000)	(46,250,000)
Liquidity Reserve ²	(15,258,900)	(16,813,418)	(16,888,600)	(15,427,233)	(16,888,600)	(18,591,678)	(20,777,325)
Total Reserves	(61,508,900)	(63,063,418)	(63,138,600)	(61,677,233)	(63,138,600)	(64,841,678)	(67,027,325)
Reserve Shortfall	-	-	-	-	-	-	-
Ending Undesignated Fund Balance	\$ 74,425,475	\$ 108,369,551	\$ 67,510,465	\$ 78,236,617	\$ 74,778,828	\$ 108,472,990	\$ 109,680,220

Financial Plan Notes

2017-2018 Actuals based on WTD Financial Audit.

2019-2020 Adopted Budget ties to Hyperion and matches 2019-2020 Estimates.

Outyear revenue and expenditure inflation assumptions are consistent with estimates made for the preparation of the 2019-2020 Budget.

2019-2020 Budget Revised Budget includes requests approved in the 1st and 2nd Omnibuses and includes Waterworks grants carryforward of \$3,888,959.

2019-2020 Estimated based on unaudited 2019 revenues and expenses and current estimates for 2020.

Revenues Notes:

Other Revenues revised from Adopted Budget and the projections to include all RIN Revenues in 4611. Earlier versions excluded RIN Revenues that were funding 3612 projects.

Decrease in 2019-2020 Estimated Sewage Disposal Fees over the adopted budget based on 5,052 fewer RCEs than what was projected for the Hyperion revenue estimates of July 2018. Current estimate based on 2019 RCEs of 763,436 and projection of 768,212 RCEs for 2020. **The 2020 RCE projection was made prior to the COVID-19 outbreak and is being reviewed.**

Expenditure Notes:

\$19.0M favorable expense variance mostly due to \$13.1M favorable expense variance in 2019.

Other Fund Transactions

Per County policy, Other Fund Transactions are not budget items. Transfers to Capital for 2019-2020 Revised Budget reduced by \$85M of net operating revenues used in the October 2019 defeasance and by \$100M for planned 2020 defeasance that is being requested in the 3rd Omnibus. \$39.9M of additional transfers to capital due to high level of 2019 prepaid capacity charges (\$31M) and lower than expected operating expenses (\$13M).

Transfers to 3612 are RIN revenues. In 2018 templates, these amounts were shown as revenues in fund 3612.

Reserve Notes:

¹ As established by Ordinance 12314, Section 13.D

² 10% of operating expenses as authorized by Motion 13798 of December 11, 2012, plus \$5.0 million, which is reported in the Construction Fund, 3611.

4/16/2020 Dan Kaplan