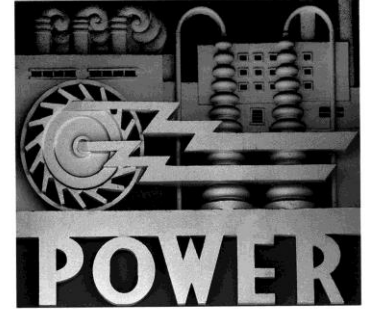


Burbank Water and Power



Estimated Financial Report May-20

UNAUDITED

**Burbank Water and Power
Electric Fund (496)
Estimated Statement of Changes in Net Assets ^{(1) (2) (5)}
MTD and FYTD May 2020
(\$ in 000's except MWh Sales)**

MTD FY 19-20	MTD May-20 Budget	\$ Variance ⁽²⁾	% Variance		FYTD FY 19-20	FYTD May-20 Budget	\$ Variance ⁽²⁾	% Variance
81,274	90,936	(9,662)	(11%) ^(a)	NEL MWh	967,387	1,047,123	(79,736)	(8%) ^(A)
				Retail				
\$ 11,893	\$ 13,370	\$ (1,476)	(11%)	Retail Sales	\$ 145,795	\$ 155,541	\$ (9,746)	(6%)
379	587	(208)	(35%) ^(b)	Other Revenues ⁽³⁾	5,467	6,458	(991)	(15%) ^(B)
9,466	9,945	478	5% ^(c)	Retail Power Supply & Transmission	99,120	109,120	10,000	9% ^(C)
2,806	4,012	(1,206)	(30%)	Retail Margin	52,142	52,879	(736)	(1%)
				Wholesale				
1,559	3,789	(2,230)	(59%)	Wholesale Sales	7,729	43,727	(35,998)	(82%)
1,297	3,694	2,397	65%	Wholesale Power Supply	6,913	42,633	35,720	84%
262	95	167	176%	Wholesale Margin	815	1,093	(278)	(25%)
3,068	4,107	(1,039)	(25%)	Gross Margin	52,958	53,972	(1,014)	(2%)
				Operating Expenses				
953	953	-	0%	Distribution	10,846	10,221	(625)	(6%)
139	139	-	0%	Administration/Safety	1,202	1,428	226	16% ^(D)
220	220	-	0%	Finance, Fleet, & Warehouse	2,306	2,474	168	7%
507	507	-	0%	Transfer to General Fund for Cost Allocation	5,580	5,580	0	0%
446	446	-	0%	Customer Service, Marketing & Conservation	3,634	4,901	1,267	26% ^(E)
370	370	-	0%	Public Benefits	4,141	4,310	169	4%
224	224	-	0%	Security/Oper Technology	2,196	1,896	(300)	(16%) ^(F)
110	110	-	0%	Telecom	1,247	1,275	28	2%
183	183	-	0%	Construction & Maintenance	1,661	2,008	347	17% ^(G)
1,575	1,575	-	0%	Depreciation	17,007	17,320	313	2%
4,726	4,726	-	0% ^(d)	Total Operating Expenses	49,820	51,413	1,594	3%
\$ (1,658)	\$ (619)	\$ (1,039)	(168%)	Operating Income/(Loss)	\$ 3,138	\$ 2,558	\$ 580	23%

**Burbank Water and Power
Electric Fund (496)
Estimated Statement of Changes in Net Assets ^{(1) (2) (5)}
MTD and FYTD May 2020**

(\$ in 000's)					(\$ in 000's)			
MTD FY 19-20	MTD May-20 Budget	\$ Variance ⁽²⁾	% Variance		FYTD FY 19-20	FYTD May-20 Budget	\$ Variance ⁽²⁾	% Variance
\$ (1,658)	\$ (619)	\$ (1,039)	(168%)	Operating Income/(Loss)	\$ 3,138	\$ 2,558	\$ 580	23%
				Other Income/(Expenses)				
162	162	-	0%	Interest Income	1,885	1,784	101	6%
106	106	-	0%	Other Income/(Expense) ⁽⁴⁾	(2,167)	(2,268)	101	4% ^(H)
(344)	(344)	-	0%	Bond Interest/ (Expense)	(3,788)	(3,788)	-	0%
(76)	(76)	-	0%	Total Other Income/(Expenses)	(4,069)	(4,271)	202	5%
(1,734)	(695)	(1,039)	(149%)	Net Income	(932)	(1,713)	781	46%
359	359	-	0%	Capital Contributions (AIC)	3,203	2,546	657	26% ^(I)
<u>\$ (1,375)</u>	<u>\$ (336)</u>	<u>\$ (1,039)</u>	<u>(309%)</u>	Net Change in Net Assets	<u>\$ 2,272</u>	<u>\$ 833</u>	<u>\$ 1,438</u>	<u>173%</u>

1. This report may not foot due to rounding.

2. () = Unfavorable

3. Other Revenues include transmission, telecom and internet revenues as well as other items such as damaged property recovery, connection fees, late fees, and tampering fees.

4. Other Income/(Expense) includes miscellaneous revenue from the sale of scrap materials, inventory, and assets, as well as BABS subsidy.

5. MTD is estimated for May 2020; FYTD reports July 2019 through April 2020 actuals.

**Burbank Water and Power
Electric Fund (496)
Estimated Statement of Changes in Net Assets - Footnotes
MTD May 2020
(\$ in 000's)**

Foot-note #	Accounts/Description	Actual	Budget	Variance to Budget	Explanation
a.	Electric Usage in MWh	81,274	90,936	(9,662)	- MTD NEL is 11% lower than budget, which is driven primarily by the closing of businesses within Burbank due to the "Safer at home" order issued by Los Angeles County officials and California Governor Newsom on March 19th, 2020, partially offset by higher than average temperature. For the month of May, average high temperature was 80.3°F, compared to the normal of 75.3°F. MTD HDD were 17 versus the 15 year average of 64. MTD CDD were 121 versus the 15 year average of 64.
b.	Other Revenues	379	587	(208)	- Other revenues include transmission, telecom and internet revenues as well as other items such as damaged property recovery, connection fees, late fees, and tampering fees which tend to fluctuate.
c.	Retail Power Supply & Transmission	9,466	9,945	478	- The favorable variance is attributable to various components within Retail Power Supply & Transmission. Please refer to page 5 for additional details.
d.	Total Operating Expenses	4,726	4,726	-	- Expenses for May 2020 are estimated at budgeted values.

Burbank Water and Power
Electric Fund (496)
Estimated Statement of Changes in Net Assets - Footnotes
FYTD May 2020
(\$ in 000's)

Foot-note #	Accounts/Description	Actual	Budget	Variance to Budget	Explanation
A.	Electric Usage in MWh	967,387	1,047,123	(79,736)	- NEL is 8% lower than budget, which is impacted by the closing of businesses within Burbank due to the "Safer at home" order issued by Los Angeles County officials and California Governor Newsom on March 19th, 2020 . FYTD actual average high temperature from July to October is 86.9°F and the 15 year summer average high temperature is 85.9°F. FYTD CDD were 1,295 versus the 15 year average of 1,231. FYTD HDD were 1,399 versus the 15 year average of 1,300.
B.	Other Revenues	5,467	6,458	(991)	- Other revenues include transmission, telecom and internet revenues as well as other items such as damaged property recovery, connection fees, late fees, and tampering fees which tend to fluctuate.
C.	Retail Power Supply & Transmission	99,120	109,120	10,000	- The favorable variance is attributable to various components within Retail Power Supply & Transmission. Please refer to page 6 for additional details.
D.	Administration / Safety	1,202	1,428	226	- The favorable variance is primarily attributable to timing of expenditures for other professional services, training and general travel.
E.	Customer Service, Marketing & Conservation	3,634	4,901	1,267	- The favorable variance is primarily attributable to budgetary savings due to vacant positions, and lower than planned spending on other professional services and software & hardware.
F.	Security/Oper Technology	2,196	1,896	(300)	- The unfavorable variance is primarily attributable to less work on capital and O&M than planned, offset by lower than planned spending on professional services.
G.	Construction & Maintenance	1,661	2,008	347	- The favorable variance is primarily attributable to lower than planned work performed from Power Supply; and the timing of expenditures for building grounds maintenance & repair, and custodial services.
H.	Other Income/(Expense)	(2,167)	(2,268)	101	- Other Income/(Expense) includes miscellaneous revenue from the sale of scrap materials, inventory and assets, as well as the BABS subsidy, which tend to fluctuate. July 2019 includes a one-time pension payment to CalPERS of \$3.43M.
I.	Capital Contributions (AIC)	3,203	2,546	657	- The favorable variance is due to \$2.55M received in April-20 from the State of California for relocation of the Burbank Bridge.

Estimated May 2020 Budget to Actual P&L Variance Highlights - Electric Fund
(\$ in 000's)

	Variance Month-to-Date		
	<u>Favorable Items</u>	<u>Unfavorable Items</u>	<u>Budget to Actual Variance</u>
<u>MTD NET INCOME/(LOSS): (\$1,734)</u>		\$ (1,039)	\$ (1,039)
<u>MTD GROSS MARGIN VARIANCE</u>			
Retail Sales		(1,476)	(1,476)
Power Supply and Transmission			
- Lower transmission	216		216
- Lower retail load	135		135
- Lower energy prices and economic dispatch	103		103
- Lower than planned renewables	24		24
Other Revenues & Other income/(Expenses)		(208)	(208)
Wholesale Margin	167		167
Total	<u>645</u>	<u>(1,684)</u>	<u>(1,039)</u>

Estimated May 2020 Budget to Actual P&L Variance Highlights - Electric Fund
(\$ in 000's)

	Variance Fiscal Year-to-Date		
	<u>Favorable Items</u>	<u>Unfavorable Items</u>	<u>Budget to Actual Variance</u>
<u>FYTD NET INCOME / (LOSS): (\$932)</u>	\$ 781		\$ 781
<u>FYTD GROSS MARGIN VARIANCE</u>			
Retail Sales		(9,747)	(9,747)
Power Supply and Transmission			
- Lower energy prices and economic dispatch	3,383		3,383
- Lower retail load	1,821		1,821
- Lower than planned annual true up	1,529		1,529
- Lower O&M expenses than planned	1,489		1,489
- Lower than planned transmission expenses	1,061		1,061
- Lower than planned renewables	717		717
Other Revenues		(991)	(991)
Wholesale Margin		(278)	(278)
Total	<u>10,000</u>	<u>(11,016)</u>	<u>(1,016)</u>
<u>FYTD O&M AND OTHER VARIANCES</u>			
Distribution		(625)	(625)
Administration/Safety	226		226
Finance, Fleet, & Warehouse	168		168
Customer Service, Marketing & Conservation	1,267		1,267
Public Benefits	169		169
Security/Oper Technology		(300)	(300)
Telecom	28		28
Construction & Maintenance	347		347
Depreciation expense	313		313
All other	204		204
Total	<u>2,722</u>	<u>(925)</u>	<u>1,797</u>

**Burbank Water and Power
Electric Fund (496)
Estimated Statement of Cash Balances ^(a)
(\$ in 000's)**

	<u>May-20</u>	<u>Apr-20</u>	<u>Mar-20</u>	<u>Dec-19</u>	<u>Sep-19</u>	<u>Jun-19</u>	<u>Recommended Reserves</u>	<u>Minimum Reserves</u>
Cash and Investments								
General Operating Reserve	\$ 53,606 ^(d)	\$ 62,791	\$ 63,968	\$ 67,481	\$ 62,047	\$ 67,320 ^(b)	\$ 52,010	\$ 37,570
Capital & Debt Reduction Fund	10,000	10,000	10,000	10,000	10,000	10,000	21,000	5,200
BWP Projects Reserve Deposits at SCPPA	17,097	17,097	17,062	17,014	16,912	16,817		
Sub-Total Cash and Investments	<u>80,703</u>	<u>89,888</u>	<u>91,029</u>	<u>94,495</u>	<u>88,959</u>	<u>94,137</u>	<u>73,010</u>	<u>42,770</u>
Customer Deposits	(1,699)	(6,300)	(6,300)	(6,632)	(4,822)	(5,641)		
Public Benefits Obligation	(7,149)	(6,952)	(6,849)	(7,125)	(6,607)	(6,069)		
Pacific Northwest DC Intertie	(246)	(246)	(255)	(855)	(1,389)	(2,218)		
Low Carbon Fuel Standard ^(c)	(3,642)	(2,267)	(2,267)	(2,267)	(2,267)	(2,267)		
Cash and Investments (less Commitments)	<u><u>67,967</u></u>	<u><u>74,123</u></u>	<u><u>75,360</u></u>	<u><u>77,615</u></u>	<u><u>73,874</u></u>	<u><u>77,942</u></u>	<u><u>73,010</u></u>	<u><u>42,770</u></u>

^(a) The Statement of Cash Balances may not add up due to rounding.

^(b) Includes a \$3.95M loan to the Water Fund for the purchase of cyclic storage water.

^(c) Denotes funds reserved related to the sale of Low Carbon Fuel Standard (LCFS) credits, net of Electric Vehicle charger infrastructure expenditures.

^(d) Includes early redemption of the 2010A Electric Bonds (\$7.63M).

**Burbank Water and Power
Water Fund (497)
Estimated Statement of Changes in Net Assets ^{(1) (2) (5)}
MTD and FYTD May 2020
(\$ in 000's except Gallons)**

MTD FY 19-20	MTD May-20 Budget	\$ Variance ⁽²⁾	% Variance		FYTD FY 19-20	FYTD May-20 Budget	\$ Variance ⁽²⁾	% Variance
455	412	42	10% ^(a)	Water put into the system in Millions of Gallons	4,784	4,744	39	1% ^(A)
100	90	10	11% ^(b)	Metered Recycled Water in Millions of Gallons	846	896	(50)	(6%) ^(B)
Operating Revenues								
2,538	2,291	\$ 248	11% ^(c)	Potable Water	26,297	26,183	\$ 114	0%
419	370	48	13%	Recycled Water	3,557	3,670	(113)	(3%) ^(C)
41	62	(21)	(34%) ^(d)	Other Revenue ⁽³⁾	687	681	6	1%
<u>2,998</u>	<u>2,723</u>	<u>274</u>	<u>10%</u>	Total Operating Revenues	<u>30,541</u>	<u>30,533</u>	<u>7</u>	<u>0%</u>
1,113	993	(121)	(12%) ^(e)	Water Supply Expense	11,883	11,499	(383)	(3%) ^(D)
<u>1,884</u>	<u>1,730</u>	<u>154</u>	<u>9%</u>	Gross Margin	<u>18,658</u>	<u>19,034</u>	<u>(376)</u>	<u>(2%)</u>
Operating Expenses								
688	688	-	0%	Operations & Maintenance - Potable	6,928	7,632	705	9% ^(E)
138	138	-	0%	Operations & Maintenance - Recycled	1,334	1,531	197	13% ^(F)
217	217	-	0%	Allocated O&M	1,946	2,305	358	16% ^(G)
172	172	-	0%	Transfer to General Fund for Cost Allocation	1,897	1,897	0	0%
<u>370</u>	<u>370</u>	<u>-</u>	<u>0%</u>	Depreciation	<u>3,617</u>	<u>4,067</u>	<u>451</u>	<u>11%</u>
<u>1,585</u>	<u>1,585</u>	<u>-</u>	<u>0%</u> ^(f)	Total Operating Expenses	<u>15,722</u>	<u>17,432</u>	<u>1,711</u>	<u>10%</u>
<u>299</u>	<u>145</u>	<u>154</u>	<u>106%</u>	Operating Income/(Loss)	<u>2,936</u>	<u>1,601</u>	<u>1,335</u>	<u>83%</u>
Other Income/(Expenses)								
21	21	-	0%	Interest Income	282	233	49	21%
39	39	-	0%	Other Income/(Expense) ⁽⁴⁾	(142)	(124)	(18)	(14%)
(159)	(159)	-	0%	Bond Interest/(Expense)	(1,735)	(1,746)	11	1%
<u>(99)</u>	<u>(99)</u>	<u>-</u>	<u>0%</u>	Total Other Income/(Expenses)	<u>(1,595)</u>	<u>(1,637)</u>	<u>42</u>	<u>3%</u>
<u>200</u>	<u>47</u>	<u>154</u>	<u>329%</u>	Net Income/(Loss)	<u>1,342</u>	<u>(35)</u>	<u>1,377</u>	<u>3912%</u>
40	40	-	0%	Aid in Construction	120	443	(323)	(73%) ^(H)
<u>\$ 241</u>	<u>\$ 87</u>	<u>\$ 154</u>	<u>177%</u>	Net Change in Net Assets	<u>\$ 1,462</u>	<u>\$ 408</u>	<u>\$ 1,054</u>	<u>258%</u>

1. This report may not foot due to rounding.

2. () = Unfavorable

3. Other Revenue includes items such as damaged property recovery, connection fees, late fees, and tampering fees.

4. Other Income/(Expense) includes miscellaneous revenue from the sale of scrap materials, inventory, and assets.

5. MTD is estimated for May 2020; FYTD reports July 2019 through April 2020 actuals.

Burbank Water and Power
Water Fund (497)
Estimated Statement of Changes in Net Assets - Footnotes
MTD May 2020
(\$ in 000's except Gallons)

Foot-note #	Accounts/Description	Actual	Budget	Variance to Budget	Explanation	
a.	Water put into the system in Millions of Gallons	455	412	42	- Potable water demand was higher than budget. For the month of May, average high temperature was 80.3°F, compared to the normal of 75.3°F. MTD HDD were 17 versus the 15 year average of 64. MTD CDD were 121 versus the 15 year average of 64. Burbank received .30 inches of rainfall in May as compared to the monthly norm of .35 inches.	
b.	Recycled Water Usage in Millions of Gallons	100	90	10	- Recycled water demand was higher than budget. Please refer to footnote (a).	
c.	Potable Water Revenue	2,538	2,291	248	- The WCAC impact increased potable water revenues by \$158k MTD. Without this adjustment, potable water revenues would be favorable by 4%.	
						MTD Actual
					WCAC Revenue	\$955
					WCAC Expenses	\$1,113
					WCAC revenue deferral/(accrual)	(\$158)
d.	Other Revenue	41	62	(21)	- Other revenues include items such as damaged property recovery, connection fees, late fees, and tampering fees, which tend to fluctuate.	
e.	Water Supply Expense	1,113	993	(121)	- Water supply expense is higher than budget, corresponding to the higher demand. The unfavorable variance was also impacted by higher than planned purchase of MWD treated water since the Burbank Operable Unit (BOU) was not running at full capacity.	
f.	Total Operating Expenses	1,585	1,585	-	- Expenses for May 2020 are at budgeted values.	

**Burbank Water and Power
Water Fund (497)
Estimated Statement of Changes in Net Assets - Footnotes
FYTD May 2020
(\$ in 000's except Gallons)**

Foot- note #	Accounts/Description	Actual	Budget	Variance to Budget	Explanation
A.	Water put into the system in Millions of Gallons	4,784	4,744	39	- FYTD Potable water sales are slightly higher than budget. Rainfall season-to-date was 14.5 inches, 2.7 inches less than the season norm of 17.2 inches. FYTD actual average high temperature from July to October is 86.9°F and the 15 year summer average high temperature is 85.9°F. FYTD CDD were 1,295 versus the 15 year average of 1,231. FYTD HDD were 1,399 versus the 15 year average of 1,300.
B.	Metered Recycled Water in Millions of Gallons	846	896	(50)	- FYTD Recycled water sales are lower than budget. Please refer to footnote (A).
C.	Potable Water	26,297	26,183	114	- The WCAC impact increased potable water revenues by \$538k YTD. Without this adjustment, potable revenues would be unfavorable by 2%
					FYTD Actual
					WCAC Revenue
					<u>\$11,340</u>
					WCAC Expenses
					<u>\$11,878</u>
					<u>WCAC revenue deferral/(accrual)</u>
					<u>(\$538)</u>
D.	Water Supply Expense	11,883	11,499	(383)	- Water supply expense is higher than budget due to no water provided from local production in Feb-20 through the beginning of March (thus using more expensive treated water) due to a coordinated shutdown of Valley Pumping Plant, and work performed on the B-5 connection, in tandem with work performed at the Valley Forebay. Valley Pumping Plant production has since resumed. The unfavorable variance was also impacted by higher than planned purchase of MWD treated water in April and May since the Burbank Operable Unit (BOU) was not running at full capacity as a result of damages suffered from the Golden State Station fire.
E.	Operations & Maintenance - Potable	6,928	7,632	705	- The favorable variance is primarily attributable to budgetary savings due to vacant positions, and the timing of expenditures for other professional services; offset by lower than planned capital work and work for others.
F.	Operations & Maintenance - Recycled	1,334	1,531	197	- The favorable variance is attributable to the timing of expenditures for other professional services, private contractual services, and electricity for water pumping; offset by higher than planned work performed by others.
G.	Allocated O&M	1,946	2,305	358	- Allocated O&M is lower than budget due to favorable variances in allocated expenses (Administration, Safety, Finance, Customer Service, Marketing, Construction and Maintenance) from the Electric Fund.
H.	Aid in Construction	120	443	(323)	- The unfavorable variance is attributable to the timing of AIC projects.

Estimated May 2020 Budget to Actual P&L Variance Highlights - Water Fund
(\$ in 000's)

	Variance Month-to-Date		
	<u>Favorable Items</u>	<u>Unfavorable Items</u>	<u>Budget to Actual Variance</u>
<u>MTD NET INCOME (LOSS): \$200</u>	\$ 154		\$ 154
<u>MTD GROSS MARGIN VARIANCE</u>			
Potable Revenues	248		248
Recycled Revenues	48		48
Other Revenue		(21)	(21)
Water Supply Expense		(121)	(121)
Total	<u>296</u>	<u>(142)</u>	<u>154</u>

Estimated May 2020 Budget to Actual P&L Variance Highlights - Water Fund
(\$ in 000's)

	<u>Variance Fiscal Year-to-Date</u>		
	<u>Favorable</u>	<u>Unfavorable</u>	<u>Budget to</u>
	<u>Items</u>	<u>Items</u>	<u>Actual</u>
			<u>Variance</u>
<u>FYTD NET INCOME: \$1,342</u>	\$ 1,377		\$ 1,377
 <u>FYTD GROSS MARGIN VARIANCE</u>			
Potable Revenues	114		114
Recycled Revenues		(113)	(113)
Other Revenue	6		6
Water Supply Expense		(383)	(383)
Total	<u>120</u>	<u>(496)</u>	<u>(376)</u>
 <u>FYTD O&M AND OTHER VARIANCES</u>			
Potable O&M	705		705
Recycled Water O&M	197		197
Allocated O&M	358		358
Depreciation Expense	451		451
All Other	42		42
Total	<u>1,753</u>	<u>-</u>	<u>1,753</u>

Water Fund (497)
Estimated Statement of Changes in Cash and Investment Balances ^(a)
(\$ in 000's)

	<u>May-20</u>	<u>Apr-20</u>	<u>Mar-20</u>	<u>Dec-19</u>	<u>Sep-19</u>	<u>Jun-19</u>	<u>Recommended Reserves</u>	<u>Minimum Reserves</u>
Cash and Investments								
General Operating Reserves	\$ 6,109 ^(c)	\$ 8,015	\$ 8,826	\$ 16,341	\$ 13,174	\$ 11,555 ^(b)	\$ 12,630	\$ 8,070
Capital Reserve Fund	2,220	2,220	2,220	2,220	2,220	2,220	5,200	1,300
Sub-Total Cash and Investments	<u>8,329</u>	<u>10,235</u>	<u>11,046</u>	<u>18,561</u>	<u>15,394</u>	<u>13,775</u>	<u>17,830</u>	<u>9,370</u>
Customer Deposits	(1,398)	(1,518)	(1,504)	(1,650)	(1,252)	(1,454)		
Cash and Investments (less commitments)	<u>6,930</u>	<u>8,717</u>	<u>9,543</u>	<u>16,911</u>	<u>14,142</u>	<u>12,321</u>	<u>17,830</u>	<u>9,370</u>

^(a) The Statement of Cash Balances may not add up due to rounding.

^(b) Includes a \$3.95M loan from the Electric Fund for the purchase of cyclic storage water.

^(c) Includes early redemption of the 2010A Water Bonds (\$2.07M).