

# Revenues and Expenses

## Proposed 2014 Budget

1	<b>OPERATING REVENUES</b>	
2	Irrigation sales	2,023,654
3	Treated water sales	6,934,428
4	Other water sales	17,019
5	Electric sales	307,000
6	Other	1,085,704
7	<b>Total Operating Revenues</b>	10,367,805
8		
9	<b>NONOPERATING REVENUES</b>	
10	Proposition 13 subvention	3,565,470
11	Interest income	361,073
12	Changes in market value of investments	0
13	Gain (loss) on property and equipment	0
14	Tri-Dam Power Authority distributions	1,000,000
15	Tri-Dam Project distributions	7,198,000
16	Undistributed earnings of Tri-Dam Project	0
17	Capital contributions	6,044,246
18	<b>Total Nonoperating Revenues</b>	18,168,789
19		
20	<b>TOTAL REVENUES</b>	28,536,594
21		
22	<b>OPERATING EXPENSES</b>	
23	Wages	6,574,896
24	Payroll taxes and benefits	5,200,093
25	Materials and supplies	1,990,991
26	Maintenance and repairs	744,002
27	Utilities	1,261,783
28	Conservation	498,000
29	General and administrative	3,225,137
30	Depreciation (Note 1)	7,087,435
31	<b>Total Operating Expenses</b>	26,582,337
32		
33	<b>NONOPERATING EXPENSES</b>	
34	Interest expense (Note 4)	348,029
35		
36	<b>TOTAL EXPENSES</b>	26,930,366
37		
38	<b>CHANGE IN NET ASSETS</b>	1,606,228

## Debt Service Coverage Proposed 2014 Budget

1	<b>Revenue</b>	
2	Operating revenues	10,367,805
3	Tri-Dam Power Authority distributions	1,000,000
4	Tri-Dam Project distributions	7,198,000
5	Proposition 13 subvention	3,565,470
6	Interest income	361,073
7	Gain (loss) on property and equipment	0
8	<b>Total Revenue</b>	22,492,348
9		
10	<b>Operation and Maintenance Costs</b>	
11	Operating expenses	26,582,337
12	Less: retail electric operating expenses	(2,053,172)
13	Less: depreciation	(7,087,435)
14	<b>Total Operation and Maintenance Costs</b>	17,441,730
15		
16	<b>Net Revenues</b>	5,050,617
17		
18	<b>Debt Service 2012A Bonds</b>	
19	4/1/2014 Interest	267,350
20	10/1/2014 Interest	267,350
21	10/1/2014 Principal	2,110,000
22	<b>Total debt service</b>	2,644,700
23		
24	<b>Debt Service Coverage Ratio</b>	<b>191%</b>
25		
26	Minimum required net revenue (to provide 125% coverage)	3,305,875
27	Excess net revenue (above requirement for 125% coverage)	1,744,742

## Capital and Debt Expenditures Proposed 2014 Budget

Account No.	Account Title	Project Description	Amount
<b>Sum of Budget Total</b>			
GL No.	GL Description	Project Description	Total
10-000-1132-00	Woodward Reservoir	Patch exposed steel on tower structure	15,000
		Reseal lining on face of Dam # 2	100,000
<b>10-000-1132-00 Total</b>			<b>115,000</b>
10-000-1143-00	Distributary Laterals	Replace a portion of Lateral Web-18-dd	50,000
		Replace a portion of Lateral Haa--dd	48,000
		Replace a portion of Lateral Web- 18-dd	50,000
		Install meters on pipeline in compliance with SBx7-7 as outlined in the flow measurement plan. Remove per Jeff	0
		Lateral "Da"spill connection to Lateral "B"	500,000
		Miscellaneous upgrades for Division 9 such as parts, equipment, etc., not covered under warranty. (Potentially includes spare radio, sound wall, well and additional moisture sensors.)	250,000
		Replace a portion of Lateral Haa-dd	48,000
		Replace and relocate a portion of Lateral B-15 Phase II	195,000
		Shotcrete Lateral T	100,000
		Pressurization study	700,000
<b>10-000-1143-00 Total</b>			<b>1,941,000</b>
10-000-1160-00	Motor Vehicles	Div. 2 & 5 replacement trucks	26,750
		Div 1 replacement truck	30,525
		Asst. Water Super. replacement truck	37,595
		Industrial Electrician truck	48,035
		Replace 1985 1 ton crewcab work truck	54,675
<b>10-000-1160-00 Total</b>			<b>197,580</b>
<b>CHEMICAL STORAGE</b>			
20-000-1115-00	TANKS	Hypo Tanks (2)	70,000
<b>20-000-1115-00 Total</b>			<b>70,000</b>
<b>Total Capital Expenditures</b>			<b>2,323,580</b>
<b>2012A Bonds Payable -</b>			
10-000-3561-00	current	Principal repayment on 2012A Bonds	2,110,000
<b>Total Capital and Debt Expenditures</b>			<b>4,433,580</b>

Proposed 2014 Budget  
Compared to 2013 Budget and Estimated Actual Amounts for 2013 Full Year

	1	2	3	4	5	6
	2014 Proposed Budget	2013 Budget	2014 change from 2013 Budget	2013 Full Yr Estimated	2014 change from 2013 Full Year	2013 Est. Budget Variance Over (Under)
<b>1 OPERATING REVENUES</b>						
2 Irrigation sales	2,023,654	1,499,175	524,479	1,534,856	488,798	35,681
3 Treated water sales	6,934,428	6,736,120	198,308	6,711,119	223,309	(25,000)
4 Other water sales	17,019	25,015	(7,996)	4,046,973	(4,029,954)	4,021,958
5 Electric sales	307,000	760,120	(453,120)	842,034	(535,034)	81,914
6 Other	1,085,704	88,693	997,012	171,409	914,295	82,717
7 <b>Total Operating Revenues</b>	<b>10,367,805</b>	<b>9,109,122</b>	<b>1,258,683</b>	<b>13,306,391</b>	<b>(2,938,586)</b>	<b>4,197,269</b>
8						
<b>9 OPERATING EXPENSES</b>						
10 Wages	6,574,896	6,429,023	145,873	6,344,276	230,620	(84,747)
11 Payroll taxes and benefits	5,200,093	5,025,997	174,096	5,032,370	167,723	6,373
12 Materials and supplies	1,990,991	2,098,324	(107,333)	1,952,202	38,789	(146,122)
13 Maintenance and repairs	744,002	757,632	(13,630)	746,125	(2,123)	(11,507)
14 Utilities	1,261,783	1,089,981	171,802	1,149,114	112,668	59,133
15 Conservation	498,000	716,000	(218,000)	784,396	(286,396)	68,396
16 General and administrative	3,225,137	3,371,802	(146,665)	2,943,437	281,700	(428,365)
17 Depreciation	7,087,435	7,135,104	(47,669)	6,816,638	270,797	(318,466)
18 <b>Total Operating Expenses</b>	<b>26,582,337</b>	<b>26,623,864</b>	<b>(41,527)</b>	<b>25,768,559</b>	<b>813,778</b>	<b>(855,305)</b>
19						
20 <b>Net Income (Loss) From Operations</b>	<b>(16,214,532)</b>	<b>(17,514,742)</b>	<b>1,300,210</b>	<b>(12,462,168)</b>	<b>(3,752,364)</b>	<b>5,052,574</b>
21						
<b>22 NONOPERATING REVENUES (EXPENSES)</b>						
23 Proposition 13 subvention	3,565,470	3,322,242	243,228	3,322,242	243,228	0
26 Investment earnings	361,073	405,996	(44,923)	367,204	(6,131)	(38,792)
27 Interest expense	(348,029)	(389,574)	41,545	(389,579)	41,550	(5)
28 Gain (loss) on property and equipment	0	0	0	82,082	(82,082)	82,082
29 Tri-Dam Power Authority distributions	1,000,000	1,500,000	(500,000)	900,000	100,000	(600,000)
30 Tri-Dam Project distributions	7,198,000	7,000,000	198,000	6,582,000	616,000	(418,000)
31 Undistributed earnings of Tri-Dam Project	0	0	0	0	0	0
32 <b>Total Nonoperating Revenues (Expenses)</b>	<b>11,776,514</b>	<b>11,838,664</b>	<b>(62,150)</b>	<b>10,863,948</b>	<b>912,566</b>	<b>(974,716)</b>
33						
34 <b>Income before Capital Contributions</b>	<b>(4,438,018)</b>	<b>(5,676,078)</b>	<b>1,238,060</b>	<b>(1,598,220)</b>	<b>(2,839,798)</b>	<b>4,077,858</b>
35 Capital contributions	6,044,246	3,445,858	2,598,388	2,689,504	3,354,742	(756,354)
36 <b>Change in Net Assets</b>	<b>1,606,228</b>	<b>(2,230,220)</b>	<b>3,836,448</b>	<b>1,091,284</b>	<b>514,944</b>	<b>3,321,504</b>