
APRIL

TACOMA POWER

2019

**FINANCIAL
REPORT**



Public Utility Board

WOODROW JONES

Chair

KAREN LARKIN

Vice-Chair

BRYAN FLINT

Secretary

MARK PATTERSON

Member

CHRISTINE COOLEY

Member

JACKIE FLOWERS

Director of Utilities

CHRIS ROBINSON

Power Superintendent/COO

ANDREW CHERULLO

Finance Director

DEPARTMENT OF PUBLIC UTILITIES

CITY OF TACOMA

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES, LIGHT DIVISION
Doing Business As

TACOMA POWER

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Note: These financial statements are interim, unaudited reports prepared primarily for the use of management. Not all transactions reported in these statements have been recorded on the full accrual basis of accounting or in accordance with generally accepted accounting principles.

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CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER

STATEMENTS OF NET POSITION - April 30, 2019 AND April 30, 2018

ASSETS AND DEFERRED OUTFLOWS	2019	2018
UTILITY PLANT		
Electric Plant in Service	\$2,119,613,865	\$2,060,690,322
Less Depreciation and Amortization	(1,112,178,328)	(1,067,186,512)
Total	1,007,435,537	993,503,810
Construction Work in Progress	56,417,602	47,869,248
Net Utility Plant	1,063,853,139	1,041,373,058
NON-UTILITY PROPERTY	182,051	182,051
RESTRICTED ASSETS		
Cash and Equity in Pooled Investments:		
2018 Construction Fund	384	-
Provision for Debt Service	9,686,329	10,079,369
Special Bond Reserves	4,998,653	4,997,639
Wynoochee Reserve - State of Washington	2,654,240	2,606,820
Fish and Wildlife Reserves.....	23,863,756	-
Total Restricted Assets	41,203,362	17,683,828
CURRENT ASSETS		
Cash and Equity in Pooled Investments:		
Current Fund	148,016,430	156,440,359
Customers' and Contractors' Deposits	2,655,846	2,704,983
Conservation Loan Fund	3,658,223	3,580,735
Rate Stabilization Fund	48,010,063	48,000,000
Receivables:		
Customers	23,916,659	22,024,513
Accrued Unbilled Revenue	30,730,773	30,701,425
Others	10,221,369	10,678,739
Provision for Uncollectibles	(1,194,452)	(1,057,739)
Materials and Supplies	6,925,841	7,211,822
Prepayments and Other	10,938,989	6,468,565
Total Current Assets	283,879,741	286,753,402
OTHER ASSETS		
Regulatory Asset - Conservation	49,453,610	48,707,828
Net Pension Asset	15,506,238	-
Conservation Loan Fund Receivables	2,699,490	2,671,856
Total Other Assets	67,659,338	51,379,684
Total Assets	1,456,777,631	1,397,372,023
DEFERRED OUTFLOWS		
Deferred Outflow for Pensions	19,885,557	38,426,742
Deferred Outflow for OPEB	957,357	-
Total Deferred Outflows	20,842,914	38,426,742
TOTAL ASSETS AND DEFERRED OUTFLOWS.....	\$1,477,620,545	\$1,435,798,765

These statements should be read in conjunction with the Notes to the Financial Statements contained in the previous year-end Financial Report

NET POSITION, LIABILITIES AND DEFERRED INFLOWS

	2019	2018
NET POSITION		
Net Investment in Capital Assets	\$608,211,007	\$629,041,167
Restricted for:		
Wynoochee Reserve - State of Washington	2,654,240	2,606,820
Fish and Wildlife Reserves	23,863,756	-
Debt Service	3,123,546	3,365,000
Net Pension Asset	15,506,238	-
Unrestricted	217,884,342	223,997,937
TOTAL NET POSITION	871,243,129	859,010,924
LONG-TERM DEBT		
2010B Electric System Refunding Bonds	147,070,000	147,070,000
2010C Electric System Refunding Bonds	24,185,000	24,185,000
2013A Electric System Rev & Refunding Bonds	96,125,000	105,490,000
2013B Electric System Rev & Refunding Bonds	35,620,000	35,620,000
2017 Electric System Revenue Bonds	70,575,000	70,575,000
Total Bonded Indebtedness	373,575,000	382,940,000
Less: Unamortized Bond Premiums	22,632,836	24,226,580
Net Bonded Indebtedness	396,207,836	407,166,580
Line of Credit	55,250,000	-
Total Long-Term Debt	451,457,836	407,166,580
CURRENT LIABILITIES		
Salaries and Wages Payable	4,810,103	4,247,356
Taxes and Other Payables	14,124,543	14,150,244
Purchases and Transmission of Power Accrued	15,524,015	13,229,599
Interest Payable	6,562,784	6,714,369
Customers' Deposits	2,671,857	2,756,624
Current Portion of Long-Term Debt	9,365,000	10,345,000
Current Accrued Compensated Absences	1,091,328	1,044,235
Total Current Liabilities	54,149,630	52,487,427
LONG-TERM LIABILITIES		
Long-Term Accrued Compensated Absences	9,821,955	9,398,115
Net OPEB Liability	12,272,355	-
Net Pension Liability	-	36,687,245
Other Long-Term Liabilities	4,221,625	15,143,610
Total Long-Term Liabilities	26,315,935	61,228,970
TOTAL LIABILITIES	531,923,401	520,882,977
DEFERRED INFLOWS		
Deferred Inflow for Pensions	26,395,236	7,904,864
Deferred Inflow for OPEB	58,779	-
Rate Stabilization	48,000,000	48,000,000
Total Deferred Inflows	74,454,015	55,904,864
TOTAL NET POSITION, LIABILITIES AND DEFERRED INFLOWS	\$1,477,620,545	\$1,435,798,765

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
April 30, 2019 AND April 30, 2018

	April 2019	April 2018
OPERATING REVENUES		
Sales of Electric Energy	\$36,665,990	\$33,425,913
Other Operating Revenues	1,483,086	1,363,249
Click! Network Operating Revenues	2,148,180	2,113,821
Total Operating Revenue	<u>40,297,256</u>	<u>36,902,983</u>
OPERATING EXPENSES		
Production Expense		
Hydraulic Power Production	3,837,948	2,999,747
Other Production Expense	483,271	556,633
Total Expense Power Produced	<u>4,321,219</u>	<u>3,556,380</u>
Purchased Power	14,197,501	12,630,029
Total Production Expense	<u>18,518,720</u>	<u>16,186,409</u>
Transmission Expense	3,489,377	3,178,144
Distribution Expense	2,440,703	2,270,653
Click! Network Commercial Operations Expense .	1,763,227	1,981,572
Customer Accounts Expense (CIS)	572,556	1,142,193
Conservation and Other Customer Assistance ...	1,562,920	1,201,919
Taxes	1,938,616	1,714,905
Depreciation	4,079,391	4,586,837
Administrative and General	3,726,793	2,039,599
Total Operating Expenses	<u>38,092,303</u>	<u>34,302,231</u>
OPERATING INCOME (LOSS)	<u>2,204,953</u>	<u>2,600,752</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	422,054	266,853
Contribution to Family Need	(41,667)	(8,333)
Other Net Non-Op Revenues and Deductions	127,447	107,781
Interest on Long-Term Debt	(1,780,402)	(1,747,917)
Amort. of Debt Related Costs	129,158	134,639
Interest Charged to Construction	-	216,261
Total Non-Operating Revenues (Expenses) ...	<u>(1,143,410)</u>	<u>(1,030,716)</u>
Net Income (Loss) Before Capital Contributions and Transfers	1,061,543	1,570,036
Capital Contributions		
Cash	316,987	195,864
Donated Fixed Assets	-	-
BABs and CREBs Interest Subsidiaries.....	329,553	329,553
Transfers		
City Gross Earnings Tax	<u>(3,086,406)</u>	<u>(2,570,352)</u>
CHANGE IN NET POSITION	<u>(\$1,378,323)</u>	<u>(\$474,899)</u>
 TOTAL NET POSITION - January 1		
 TOTAL NET POSITION - April 30		

YEAR TO DATE		2019 OVER (UNDER) 2018	PERCENT CHANGE
April 30, 2019	April 30, 2018		
\$158,661,662	\$156,466,240	\$2,195,422	1.4%
6,492,656	5,760,800	731,856	12.7%
8,681,146	8,591,776	89,370	1.0%
<u>173,835,464</u>	<u>170,818,816</u>	<u>3,016,648</u>	1.8%
12,082,751	7,225,476	4,857,275	67.2%
1,933,166	1,886,115	47,051	2.5%
<u>14,015,917</u>	<u>9,111,591</u>	<u>4,904,326</u>	53.8%
59,226,716	44,994,999	14,231,717	31.6%
<u>73,242,633</u>	<u>54,106,590</u>	<u>19,136,043</u>	35.4%
13,034,688	11,517,339	1,517,349	13.2%
11,620,593	11,028,491	592,102	5.4%
7,144,827	8,126,012	(981,185)	-12.1%
4,454,768	4,483,653	(28,885)	-0.6%
6,110,650	4,929,134	1,181,516	24.0%
7,558,675	7,401,578	157,097	2.1%
16,591,801	18,557,074	(1,965,273)	-10.6%
13,279,876	12,277,864	1,002,012	8.2%
<u>153,038,511</u>	<u>132,427,735</u>	<u>20,610,776</u>	15.6%
<u>20,796,953</u>	<u>38,391,081</u>	<u>(17,594,128)</u>	-45.8%
2,942,713	2,470,814	471,899	19.1%
(166,667)	(33,333)	(133,334)	400.0%
609,110	340,882	268,228	78.7%
(7,055,291)	(6,829,305)	(225,986)	3.3%
516,631	538,557	(21,926)	-4.1%
-	216,261	(216,261)	-100.0%
<u>(3,153,504)</u>	<u>(3,296,124)</u>	<u>142,620</u>	-4.3%
17,643,449	35,094,957	(17,451,508)	-49.7%
1,954,455	5,273,132	(3,318,677)	-62.9%
63,460	52,805	10,655	20.2%
1,223,906	1,318,213	(94,307)	-7.2%
<u>(13,073,925)</u>	<u>(12,898,856)</u>	<u>(175,069)</u>	1.4%
7,811,345	28,840,251	(21,028,906)	-72.9%
<u>863,431,784</u>	<u>830,170,673</u>	<u>33,261,111</u>	4.0%
<u>\$871,243,129</u>	<u>\$859,010,924</u>	<u>12,232,205</u>	

These statements should be read in conjunction with the Notes to the Financial Statements contained in the previous year-end Financial Report

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER

SUMMARY OF REVENUES AND BILLINGS
April 30, 2019 AND April 30, 2018

	For the month of April 2019	For the month of April 2018
OPERATING REVENUE		
Sales of Electric Energy		
Residential	\$17,187,725	\$15,898,717
Commercial	2,391,473	2,263,178
General	11,676,667	9,902,410
Contract Industrial	2,003,188	1,924,719
Public Street and Highway Lighting	115,756	36,186
Sales to Other Electric Utilities	41,500	39,638
Total Sales to Customers	33,416,309	30,064,848
Bulk Power Sales	3,249,681	3,361,065
Total Sales of Electric Energy	36,665,990	33,425,913
Other Operating Revenue		
Rentals and Leases from Elect. Property ...	121,042	118,997
Wheeling	929,553	829,218
Service Fees and Other	432,491	415,034
Telecommunications Revenue	2,148,180	2,113,821
Total Other Operating Revenues	3,631,266	3,477,070
TOTAL OPERATING REVENUES	\$40,297,256	\$36,902,983
 BILLINGS (Number of Months Billed)		
Residential	157,038	153,152
Commercial	15,107	14,455
General	2,726	2,489
Contract Industrial	2	2
Public Streets and Highway Lighting	798	713
Sales to Other Utilities	1	1
TOTAL BILLINGS	175,672	170,812

YEAR TO DATE		2019 OVER (UNDER) 2018	PERCENT CHANGE
April 30, 2019	April 30, 2018		
\$77,337,198	\$73,404,897	\$3,932,301	5.4%
10,898,897	10,693,821	205,076	1.9%
43,321,412	42,044,051	1,277,361	3.0%
7,343,714	7,155,761	187,953	2.6%
554,267	182,524	371,743	203.7%
183,823	175,598	8,225	4.7%
139,639,311	133,656,652	5,982,659	4.5%
19,022,351	22,809,588	(3,787,237)	-16.6%
158,661,662	156,466,240	2,195,422	1.4%
1,192,932	704,886	488,046	69.2%
3,634,858	3,380,562	254,296	7.5%
1,664,866	1,675,352	(10,486)	-0.6%
8,681,146	8,591,776	89,370	1.0%
15,173,802	14,352,576	821,226	5.7%
\$173,835,464	\$170,818,816	\$3,016,648	1.8%
645,490	632,144	13,346	2.1%
64,072	62,842	1,230	2.0%
10,047	10,104	(57)	-0.6%
8	8	-	0.0%
3,676	3,672	4	0.1%
4	4	-	0.0%
723,297	708,774	14,523	2.0%

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER

GROSS GENERATION REPORT - April 30, 2019 AND April 30, 2018

	For the month of April 2019	For the month of April 2018
KWH GENERATED, PURCHASED AND INTERCHANGED - Gross		
Generated - LaGrande	19,527,000	32,155,000
Generated - Alder	11,469,000	20,467,000
TOTAL NISQUALLY	<u>30,996,000</u>	<u>52,622,000</u>
Generated - Cushman No. 1	2,118,000	5,577,000
Generated - Cushman No. 2	1,000,000	7,790,000
TOTAL CUSHMAN	<u>3,118,000</u>	<u>13,367,000</u>
Generated - Mossyrock	21,073,000	44,732,000
Generated - Mayfield	31,363,000	52,896,000
TOTAL COWLITZ	<u>52,436,000</u>	<u>97,628,000</u>
Generated - Wynoochee	<u>382,000</u>	<u>1,873,000</u>
Generated - Hood Street	<u>374,800</u>	<u>336,400</u>
Tacoma's Share of Priest Rapids	<u>1,476,000</u>	<u>2,667,000</u>
Tacoma's Share of GCPHA	<u>22,200,000</u>	<u>29,529,000</u>
TOTAL KWH GENERATED - TACOMA SYSTEM	110,982,800	198,022,400
Purchased Power		
BPA Slice Contract	201,085,000	226,576,000
BPA Block Contract	132,648,000	129,171,000
Interchange Net	(67,513,500)	(155,957,583)
TOTAL KWH GENERATED, PURCHASED AND INTERCHANGED ..	<u>377,202,300</u>	<u>397,811,817</u>
Losses	3,107,060	3,776,135
Baldi Replacement	19,989	73,830
Ketron	20,743	33,619
NT PC Mutuals Schedules	(2,597,000)	(2,782,000)
PC Mutual Inadvertent	153,213	(34,441)
TACOMA SYSTEM FIRM LOAD	<u>377,906,305</u>	<u>398,878,960</u>
Maximum Kilowatts (System Firm Load)	694,407	738,364
Average Kilowatts (System Firm Load)	524,870	553,999
PIERCE COUNTY MUTUAL LOAD	112,314,000	118,634,000
KWH BILLED		
Residential Sales	184,185,400	177,925,374
Commercial Sales	26,097,371	25,114,572
General	176,177,962	155,014,382
Contract Industrial	43,221,120	44,284,860
Public Street and Highway Lighting	901,536	714,331
Sales to Other Electric Utilities	699,300	720,900
TOTAL FIRM	<u>431,282,689</u>	<u>403,774,419</u>
Bulk Power Sales	<u>204,673,000</u>	<u>234,842,000</u>
TOTAL KWH BILLED	<u><u>635,955,689</u></u>	<u><u>638,616,419</u></u>

YEAR TO DATE		2019 OVER (UNDER) 2018	PERCENT CHANGE
April 30 2019	April 30 2018		
99,407,000	157,110,000	(57,703,000)	-36.7%
58,664,000	104,017,000	(45,353,000)	-43.6%
158,071,000	261,127,000	(103,056,000)	-39.5%
34,169,000	39,890,000	(5,721,000)	-14.3%
50,075,000	65,474,000	(15,399,000)	-23.5%
84,244,000	105,364,000	(21,120,000)	-20.0%
258,816,000	425,481,000	(166,665,000)	-39.2%
218,550,000	327,519,000	(108,969,000)	-33.3%
477,366,000	753,000,000	(275,634,000)	-36.6%
10,066,000	12,918,000	(2,852,000)	-22.1%
1,053,683	1,136,200	(82,517)	-7.3%
7,131,000	10,992,000	(3,861,000)	-35.1%
24,346,000	36,108,000	(11,762,000)	-32.6%
762,277,683	1,180,645,200	(418,367,517)	-35.4%
723,606,000	974,354,000	(250,748,000)	-25.7%
588,331,000	572,912,000	15,419,000	2.7%
(290,346,750)	(944,513,833)	654,167,083	-69.3%
1,783,867,933	1,783,397,367	470,566	0.0%
9,034,592	17,452,029	(8,417,437)	-48.2%
95,805	317,515	(221,710)	-69.8%
131,329	144,813	(13,484)	-9.3%
(12,497,000)	(12,755,000)	258,000	-2.0%
508,839	391,963	116,876	29.8%
1,781,141,498	1,788,948,687	(7,807,189)	-0.4%
585,935,000	573,971,409	11,963,591	2.1%
860,060,657	845,912,319	14,148,338	1.7%
121,379,390	120,718,299	661,091	0.5%
676,963,903	672,256,753	4,707,150	0.7%
152,448,840	158,467,020	(6,018,180)	-3.8%
4,064,758	3,679,927	384,831	10.5%
3,157,200	3,175,200	(18,000)	-0.6%
1,818,074,748	1,804,209,518	13,865,230	0.8%
1,383,950,000	1,093,706,000	290,244,000	26.5%
3,202,024,748	2,897,915,518	304,109,230	10.5%

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
CLICK! NETWORK
COMMERCIAL OPERATIONS

OPERATIONAL SUMMARY - April 30, 2019

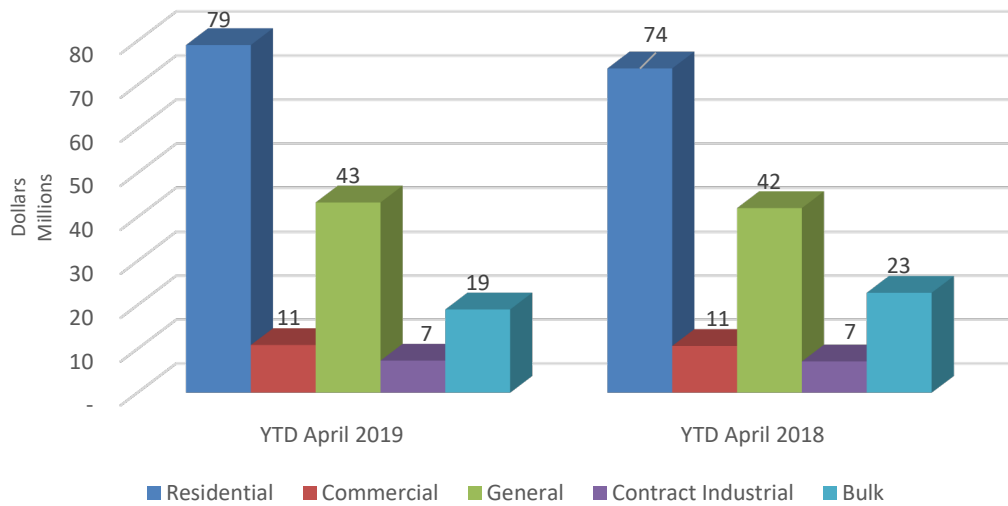
	April 2019	April 2018
TELECOMMUNICATIONS REVENUE		
CATV	\$1,356,732	\$1,396,509
Broadband	81,012	87,098
ISP	687,577	607,559
Interdepartmental	22,859	22,655
Total Operating Revenue	<u>2,148,180</u>	<u>2,113,821</u>
TELECOMMUNICATIONS EXPENSE-COMMERCIAL		
Administration & Sales Expense		
Salaries & Wages Expense	145,436	243,208
General Expense	45,189	36,465
Contract Services	1,079,859	1,081,430
IS & Intergovernmental Services	115,983	136,605
Fleet Services	502	203
Capitalized A & G Expense	(1,697)	(6,355)
Total Admin. & Sales Expense	<u>1,385,272</u>	<u>1,491,556</u>
Operations & Maintenance Expense ...		
Salaries & Wages Expense	269,624	382,159
General Expense	16,480	24,179
Contract Services	74,356	62,466
IS & Intergovernmental Services	2,422	1,984
Fleet Services	30,889	24,576
New Connect Capital	(15,816)	(5,348)
Total Oper. & Maint. Expense	<u>377,955</u>	<u>490,016</u>
Total Telecommunications Expense .	1,763,227	1,981,572
Net Revenues (Expenses) Before Taxes and Depreciation and Amortization	384,953	132,249
Taxes	292,054	290,380
Depreciation and Amortization	<u>142,614</u>	<u>188,984</u>
	434,668	479,364
NET OPERATING REVENUES (EXPENSES)	<u><u>(\$49,715)</u></u>	<u><u>(\$347,115)</u></u>

YEAR TO DATE			
April 30 2019	April 30 2018	2019/2018 VARIANCE	PERCENT CHANGE
\$5,509,338	\$5,705,405	(\$196,067)	-3.4%
327,462	352,050	(\$24,588)	-7.0%
2,744,747	2,443,559	\$301,188	12.3%
99,599	90,762	\$8,837	9.7%
8,681,146	8,591,776	89,370	1.0%
695,271	1,017,459	(322,188)	-31.7%
177,770	152,515	25,255	16.6%
4,306,647	4,471,321	(164,674)	-3.7%
468,612	548,244	(79,632)	-14.5%
2,456	1,237	1,219	98.5%
(9,406)	(12,713)	3,307	-26.0%
5,641,350	6,178,063	(536,713)	-8.7%
1,116,005	1,532,951	(416,946)	-27.2%
58,964	99,686	(40,722)	-40.9%
252,974	256,389	(3,415)	-1.3%
7,391	10,008	(2,617)	-26.1%
96,890	80,197	16,693	20.8%
(28,747)	(31,282)	2,535	-8.1%
1,503,477	1,947,949	(444,472)	-22.8%
7,144,827	8,126,012	(981,185)	-12.1%
1,536,319	465,764	1,070,555	229.8%
1,181,770	1,182,975	(1,205)	-0.1%
575,496	763,322	(187,826)	-24.6%
1,757,266	1,946,297	(189,031)	
(\$220,947)	(\$1,480,533)	\$1,259,586	-85.1%

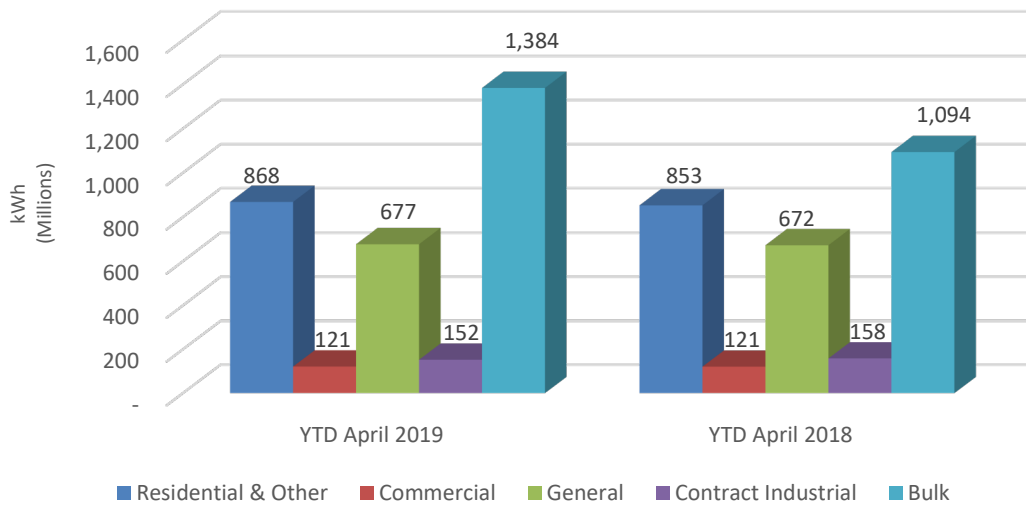
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Supplemental Data

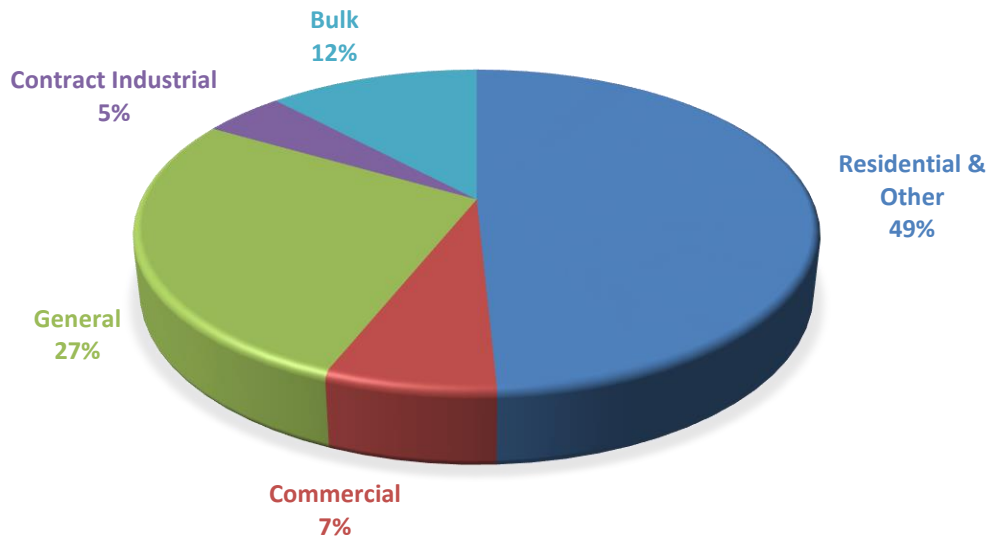
Sales of Electric Energy Year to Date - April 2019 & 2018



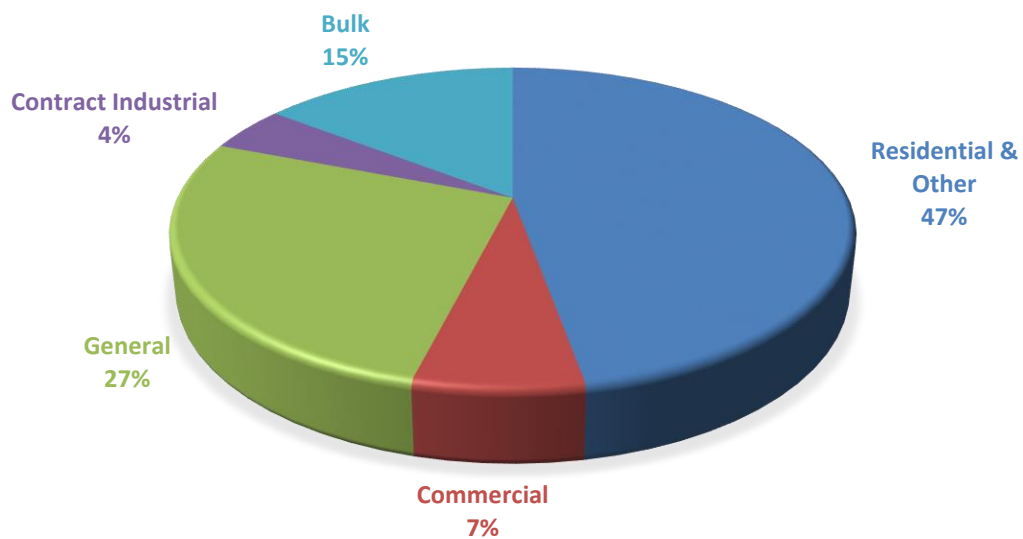
Total Power Billed Year to Date - April 2019 & 2018



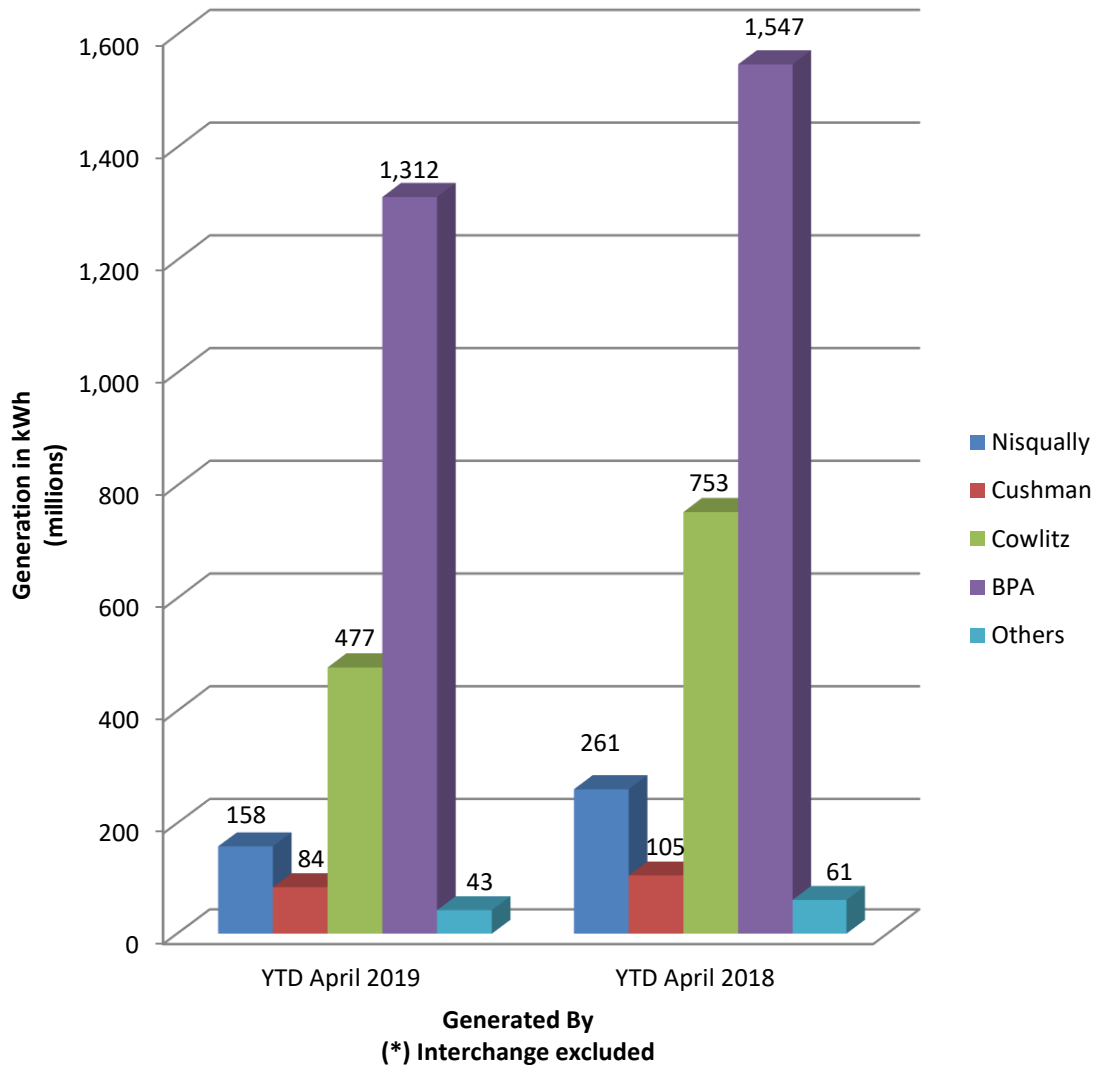
**SALES OF ELECTRIC ENERGY
YEAR TO DATE - APRIL 2019 (\$158,661,662)**



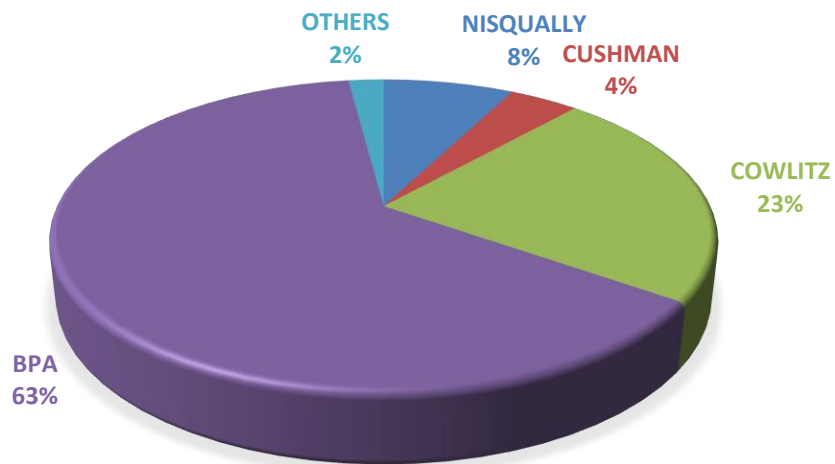
**SALES OF ELECTRIC ENERGY
YEAR TO DATE - APRIL 2018 (\$156,466,240)**



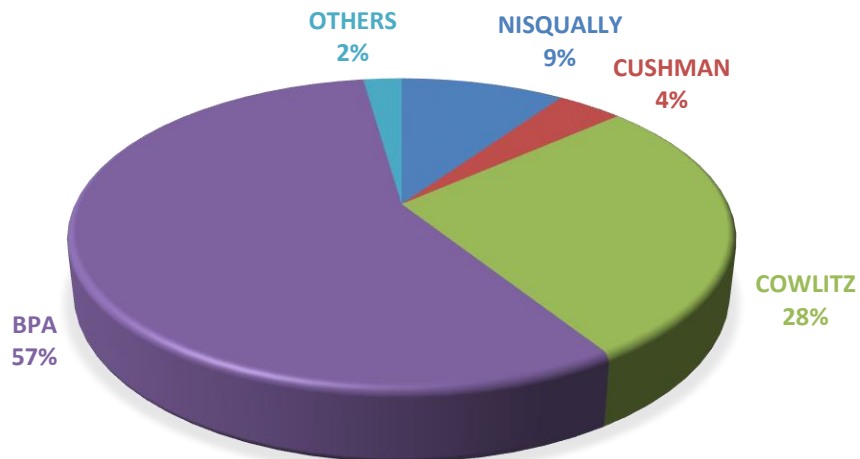
Power Sources (*) Year to Date April 2019 & 2018



POWER SOURCES (*)
YEAR TO DATE - APRIL 2019

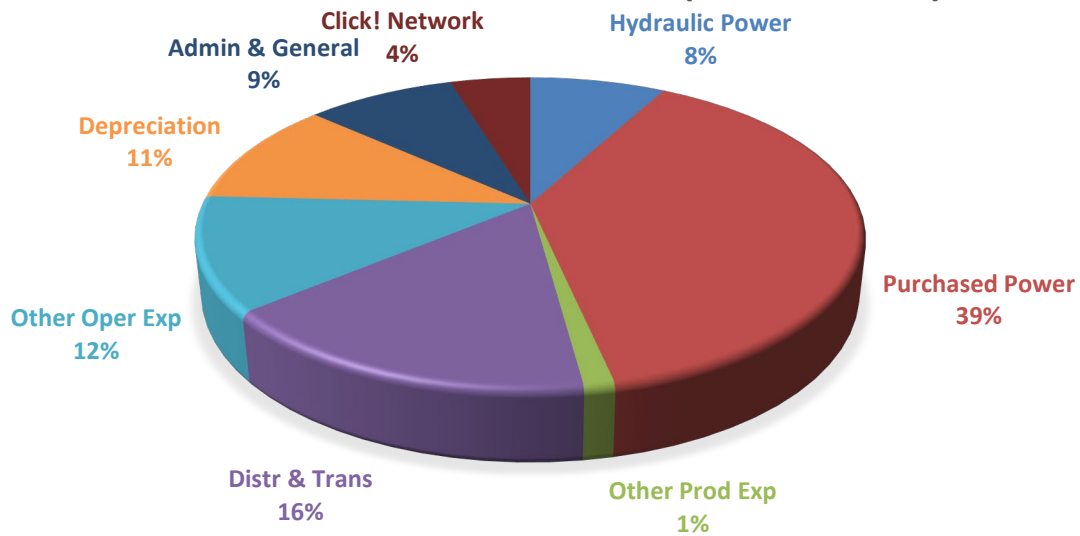


POWER SOURCES (*)
YEAR TO DATE - APRIL 2018

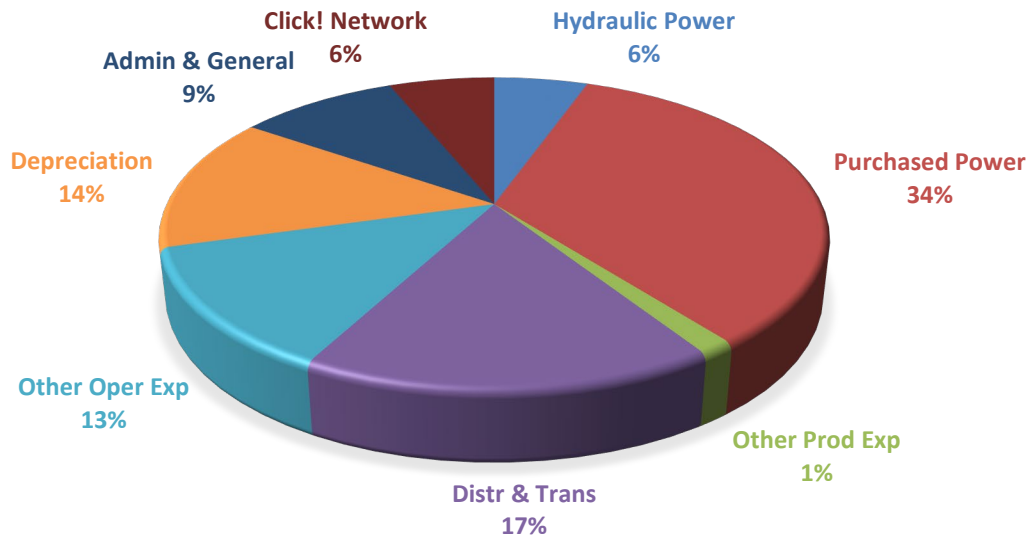


(*) Interchange excluded

TOTAL OPERATING EXPENSES *
YEAR TO DATE - APRIL 2019 (\$153,038,511)



TOTAL OPERATING EXPENSES *
YEAR TO DATE - APRIL 2018 (\$132,427,735)



* City Gross Earnings Taxes are not included in Total Operating Expenses.



The City of Tacoma does not discriminate on the basis of disability in any of its programs, activities, or services. To request this information in an alternative format or to request a reasonable accommodation, please contact the City Clerk's Office at (253) 591-5505. TTY or speech to speech users please dial 711 to connect to Washington Relay Services.

