



Finance & Risk Management Committee Meeting

September 14, 2023

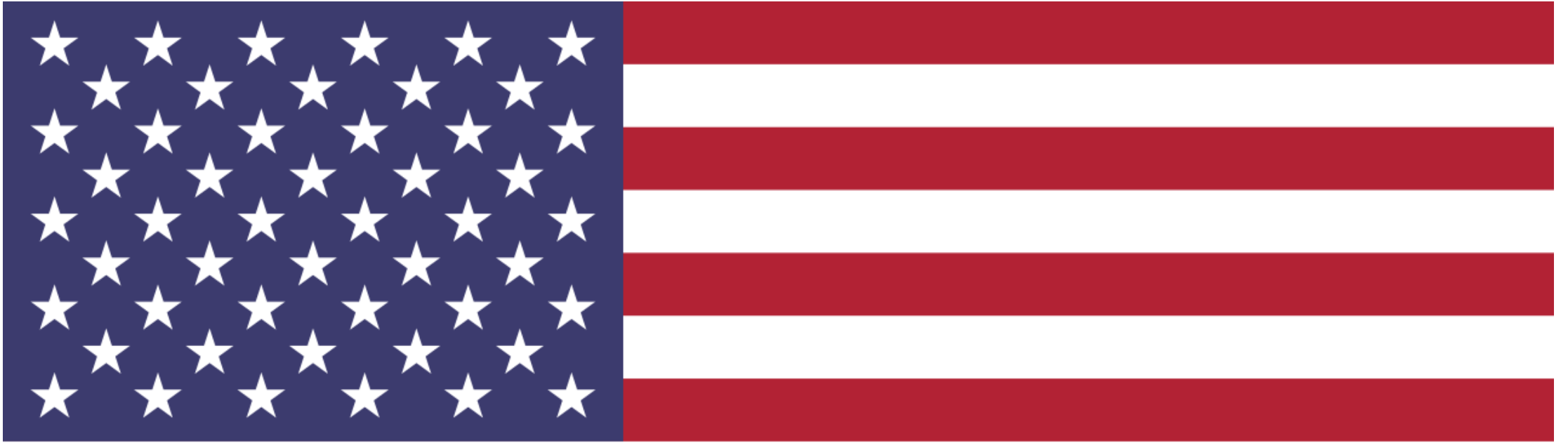


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**Welcome
&
Call to
Order**


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Roll Call





**Items to
be Added,
Withdrawn
or
Reordered
on the
Agenda**

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Public Comment for Items NOT on the Agenda

Regular Meeting Agenda

Welcome

Roll Call

Items to be Added, Withdrawn or Reordered on
the Agenda

Public Comment for items Not on the Agenda

REGULAR AGENDA

1. Approval of June 8, 2023 Meeting Minutes
2. Treasurer's Report for Period Ending 6/30/23
3. Treasurer's Report for Period Ending 7/31/23

Committee Member Announcements

Adjournment

Item 1

Approval of June 8, 2023 Meeting Minutes


Recommendation:

Approve June 8, 2023 Meeting Minutes

Presenter:

Sandra Vences

Deputy Clerk of the Board

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Public Comment for Item 1

Item 2

Treasurer's Report for Period Ending 06/30/23

Recommendation: Receive and File Treasurer's Report for Period Ending 06/30/23

Presenter:

Dr. Eric Washington,
Chief Financial Officer

Item 2: Treasurer's Report

YTD FY23 Budget v. Actual

Results for the period underperformed overall compared to the adopted budget:

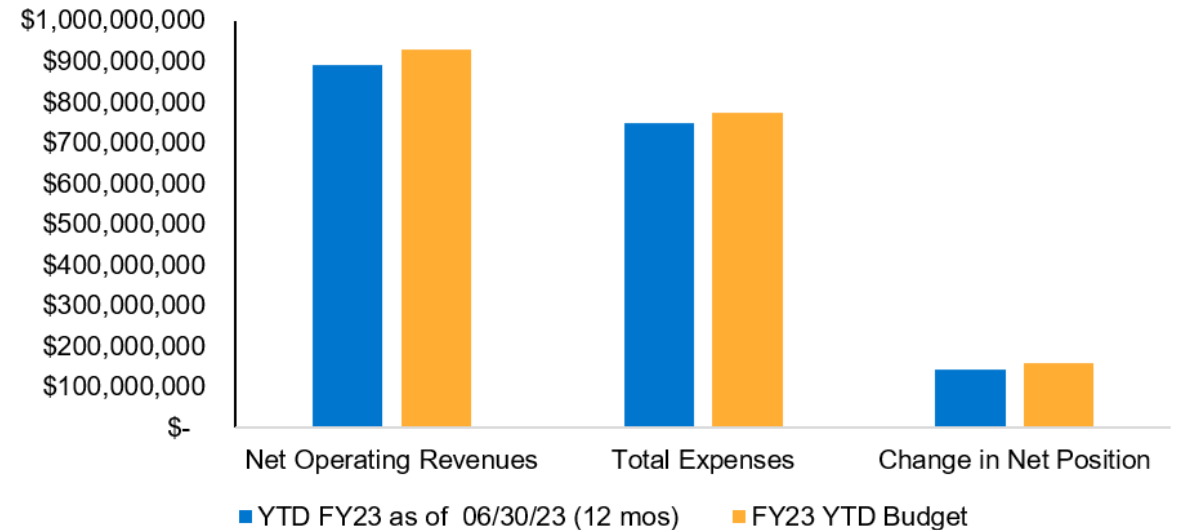
- Net operating revenues 4.0 percentage points under budget.
- Operating expenses came in 3.0 percentage points under budget

Financial results for the YTD FY23:

- \$891.17M in net operating revenues
- \$747.74M in total expenses (includes energy costs of \$720.34M or 84% of net revenues)
- \$143.44M change in YTD net position

Budget Comparison					
	YTD FY23 as of 06/30/23 (12 mos)		FY23 YTD Budget	Budget Variance (\$)	Budget (%)
Net Operating Revenues	\$	891,178,064	\$ 929,791,929	\$ (38,613,865)	96%
Total Expenses	\$	747,742,888	\$ 772,078,709	\$ (24,335,821)	97%
Change in Net Position	\$	143,435,176	\$ 157,713,220	\$ (14,278,044)	-9%

YTD FY23 Results v. Budget



Item 2: Treasurer's Report

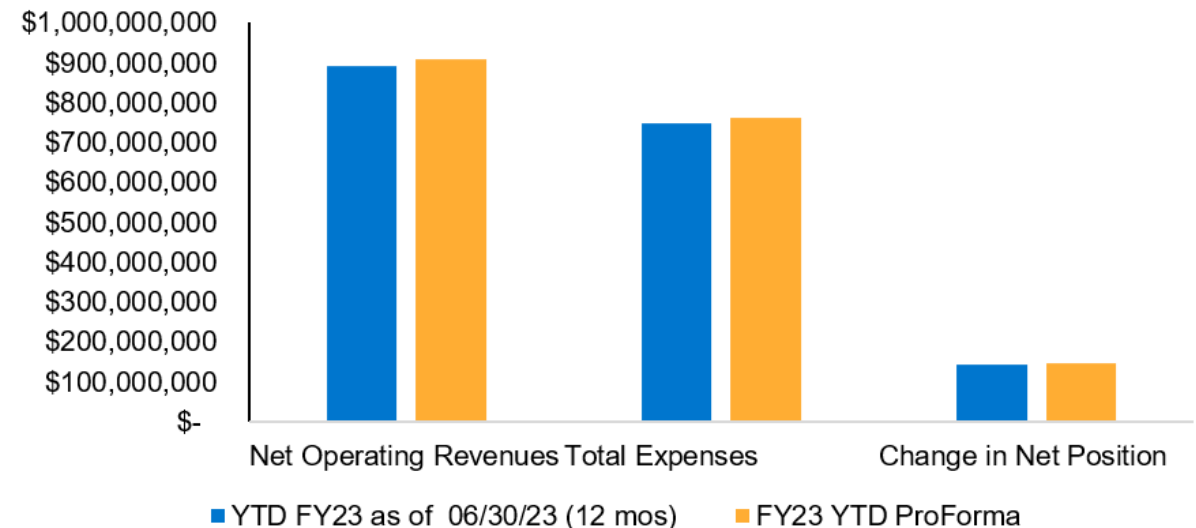
YTD FY23 Proforma v. Actual

Year-to-date financial results compared to projections:

- Net operating revenues were 2% lower than proforma projections
- Total expenses were 2% under the proforma projections
- Change in net position was \$4.8M under what was projected


Proforma Comparison					
	YTD FY23 as of 06/30/23 (12 mos)		FY23 YTD ProForma	ProForma Variance (\$)	Proforma (%)
Net Operating Revenues	\$	891,178,064	\$ 909,999,155	\$ (18,821,091)	-2%
Total Expenses	\$	747,742,888	\$ 761,751,150	\$ (14,008,262)	-2%
Change in Net Position	\$	143,435,176	\$ 148,248,005	\$ (4,812,829)	-3%

YTD FY23 Results v. Proforma



Item 2: Treasurer's Report

Category	Actuals YTD	Budget YTD	YTD Surplus/(Shortfall)
Revenue			
Gross Ratepayer Revenues	\$ 909,365,372	\$ 939,183,767	\$ (29,818,395)
(Less 2%* Uncollectible Customer Accounts)	\$ (18,187,307)	\$ (9,391,838)	\$ (8,795,469)
Total	\$ 891,178,064	\$ 929,791,929	\$ (38,613,864)
Expenditures			
Cost of Energy	\$ 720,327,704	\$ 738,800,294	\$ (18,472,590)
Non-energy Costs	\$ 25,819,769	\$ 31,993,120	\$ (6,173,351)
Subtotal Operating Expense	\$ 746,147,473	\$ 770,793,414	\$ (24,645,941)
Debt service	\$ (1,595,415)	\$ (1,285,295)	\$ (310,120)
Total	\$ 747,742,888	\$ 772,078,709	\$ (24,335,821)
Net Position	\$ 143,435,176	\$ 157,713,220	\$ (14,278,043)

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Public Comment for Item 2

Item 2

Treasurer's Report for Period Ending 06/30/23

Recommendation: Receive and File Treasurer's Report for Period Ending 06/30/23

Presenter:

Dr. Eric Washington,
Chief Financial Officer

Item 3

Treasurer's Report for Period 7/31/2023

Recommendation: Receive and File Treasurer's Report for Period Ending 7/31/2023

Presenter:

Dr. Eric Washington,
Chief Financial Officer

Item 3: Treasurer's Report

YTD FY24 Budget v. Actual

Results for the period met expectations compared to the adopted budget:

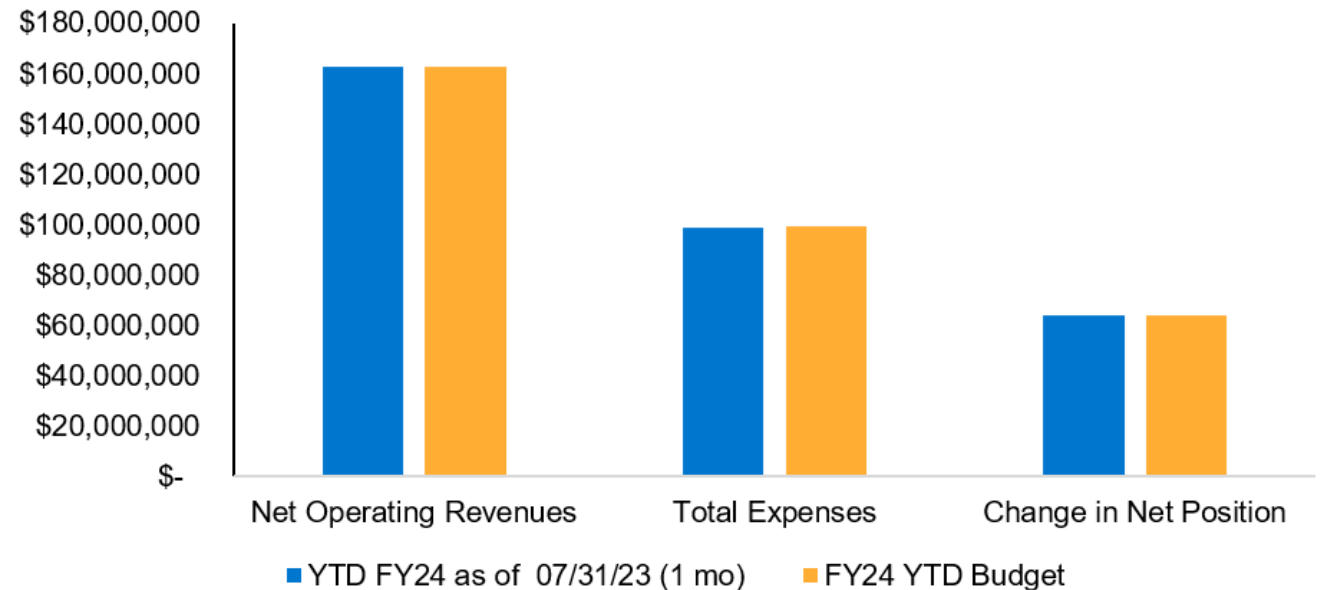
- Net operating revenues were slightly over budget
- Operating expenses came in slightly under budget

Financial results for the YTD FY24:

- \$162.85M in net operating revenues
- \$98.88M in total expenses (includes energy costs of \$96.2M or 59% of net revenues)
- \$63.97M change in YTD net position

Budget Comparison					
	YTD FY24 as of 07/31/23 (1 mo)	FY24 YTD Budget	Budget Variance (\$)	Budget (%)	
Net Operating Revenues	\$ 162,851,417	\$ 162,702,375	\$ 149,042	100%	
Total Expenses	\$ 98,884,860	\$ 99,042,975	\$ (158,115)	100%	
Change in Net Position	\$ 63,966,557	\$ 63,659,400	\$ 307,157	0%	

YTD FY23 Results v. Budget



Item 3: Treasurer's Report

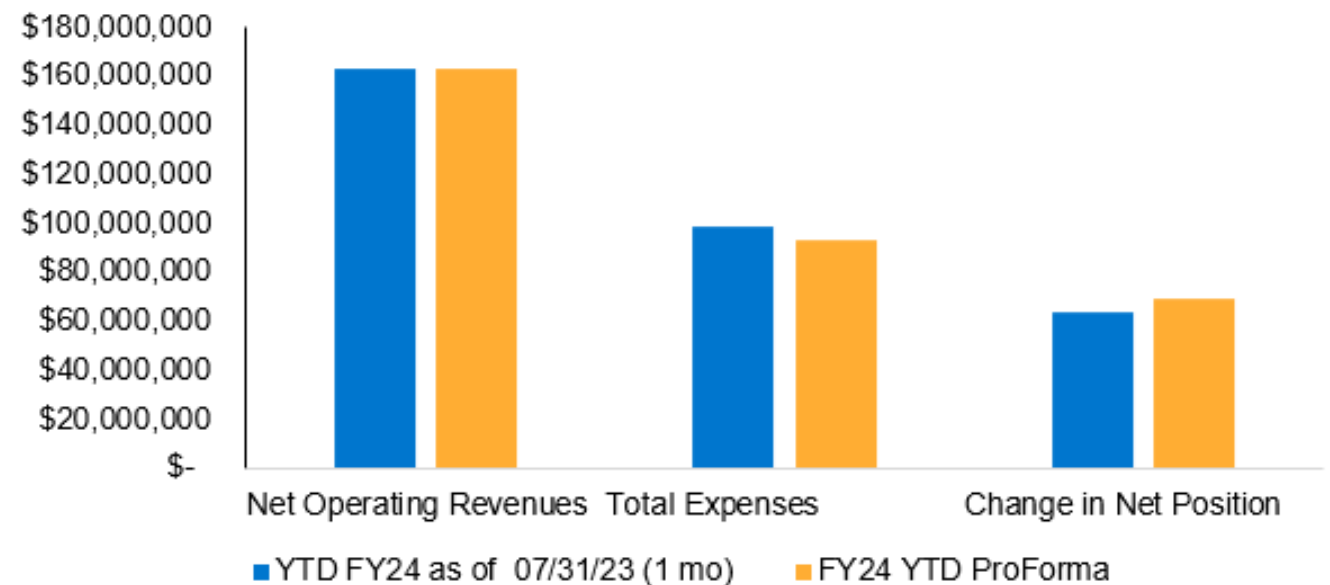
YTD FY24 Proforma v. Actual

Year-to-date financial results compared to projections:

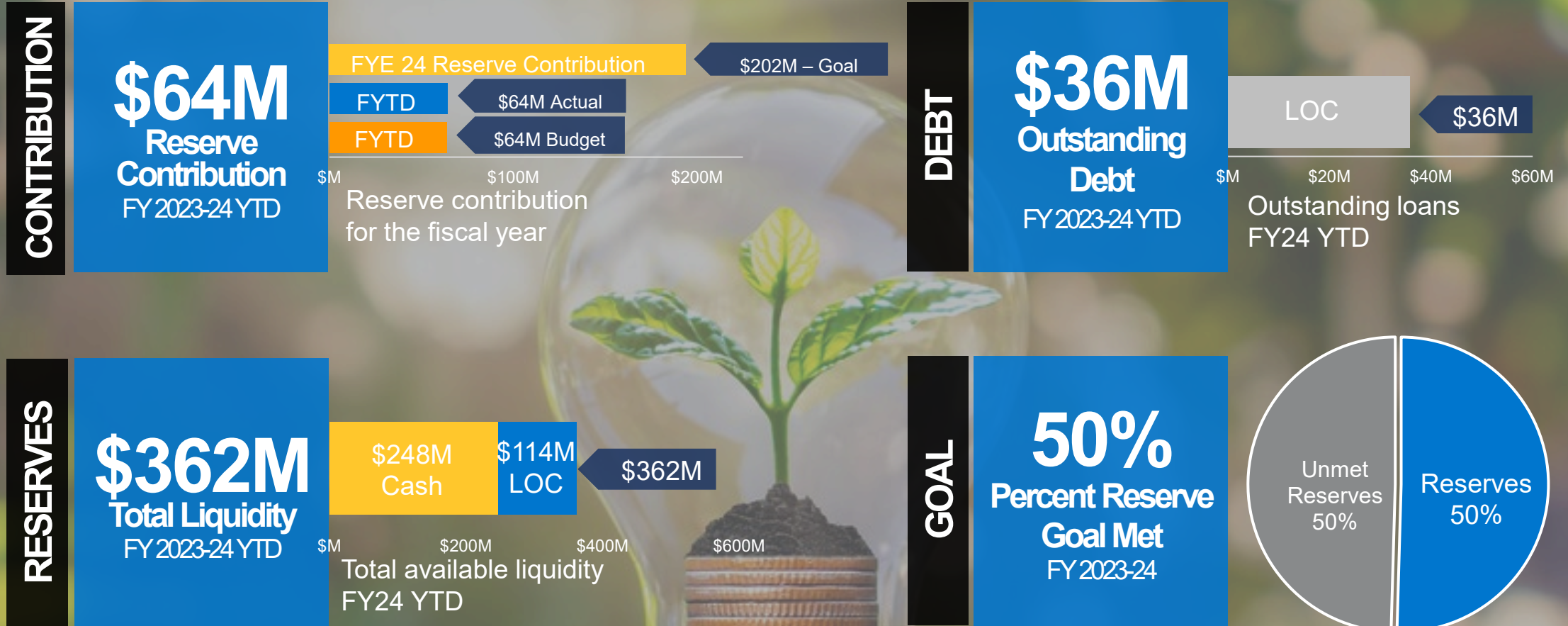
- Net operating revenues were less than 1% higher than proforma projections
- Total expenses were 6% higher than proforma projections
- Change in net position was \$5.12M under the projected

Proforma Comparison					
	YTD FY24 as of 07/31/23 (1 mo)	FY24 YTD ProForma	ProForma Variance (\$)	Proforma (%)	
Net Operating Revenues	\$ 162,851,417	\$ 162,702,375	\$ 149,042	0%	
Total Expenses	\$ 98,884,860	\$ 93,619,750	\$ 5,265,110	6%	
Change in Net Position	\$ 63,966,557	\$ 69,082,625	\$ (5,116,068)	-7%	

YTD FY23 Results v. Proforma

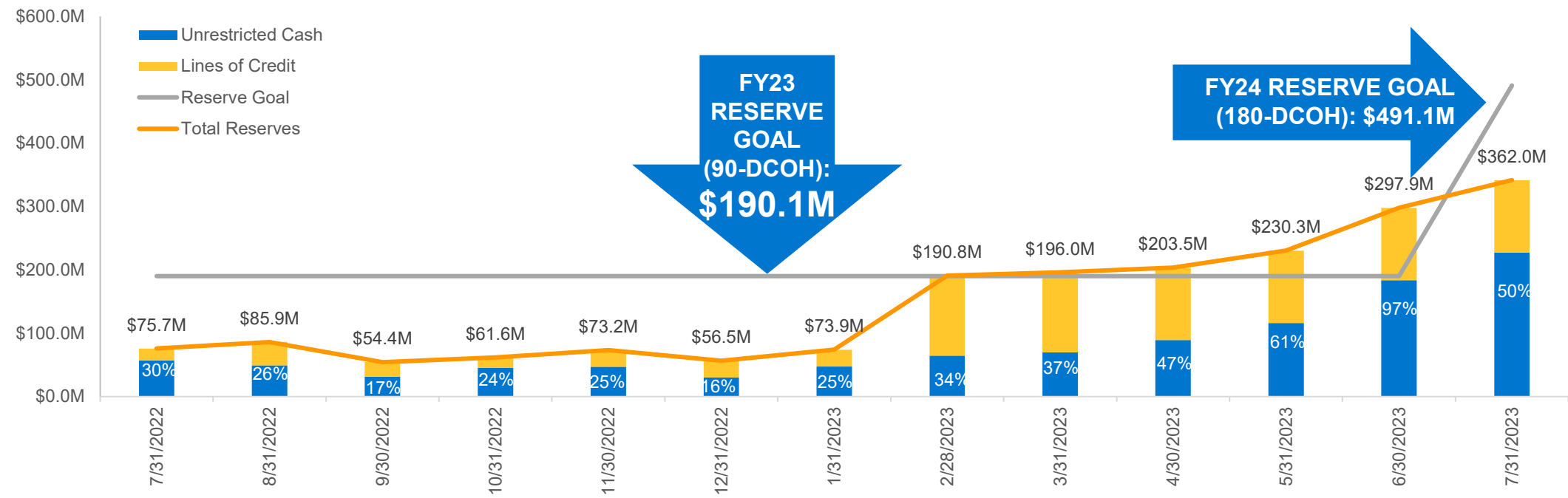


Item 3: Treasurer's Report

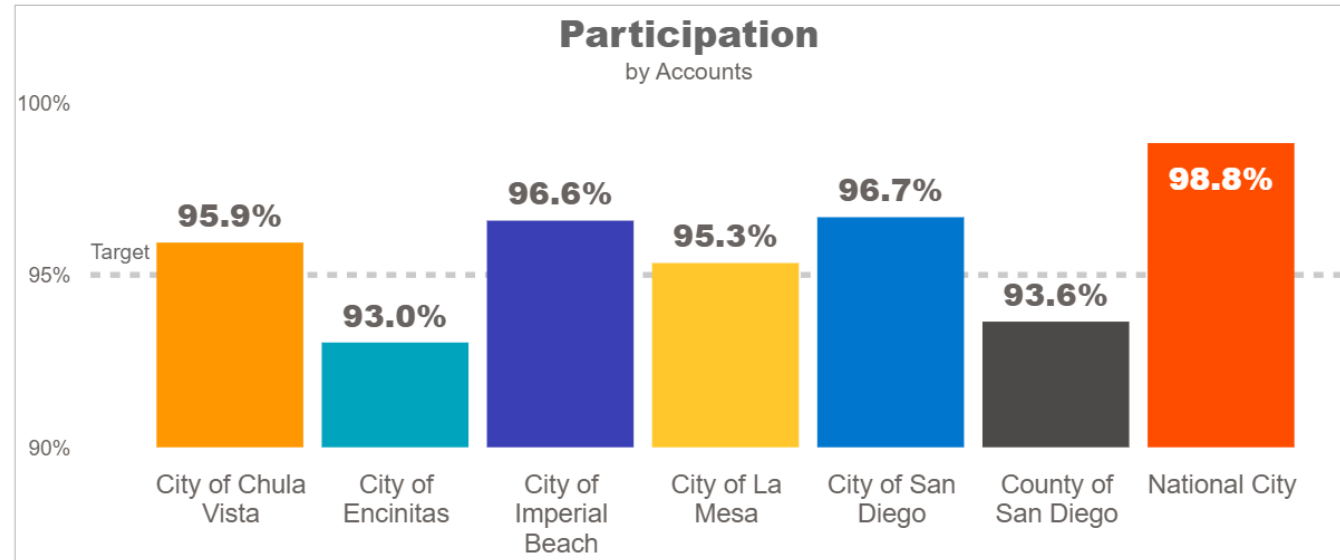


Item 3: Treasurer's Report


Rolling 12 Months Year-to-Date Reserves FY 2023-24



Item 3: Treasurer's Report



Jurisdiction	Active	Eligible	Opt Outs	Participation
City of Chula Vista	93,347	97,301	3,954	95.9%
City of Encinitas	26,477	28,458	1,981	93.0%
City of Imperial Beach	10,567	10,942	375	96.6%
City of La Mesa	28,054	29,424	1,370	95.3%
City of San Diego	598,968	619,587	20,619	96.7%
County of San Diego	140,457	168,435	10,705	93.6%
National City	18,256	18,928	223	98.8%
Total	916,126	973,075	39,227	96.0%

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Public Comment for Item 3

Item 3

Treasurer's Report for Period Ending 7/31/2023

Recommendation: Receive and File Treasurer's Report for Period Ending 7/31/2023

Presenter:

Dr. Eric Washington,
Chief Financial Officer

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Committee Member Announcements



Adjournment



Next Regular **Finance & Risk Management Committee Meeting**

October 19, 2023
(moved from October 12th)

