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**OCTOBER**

***TACOMA POWER***

**2020**

**INTERIM  
FINANCIAL  
REPORT**





# Public Utility Board

**BRYAN FLINT**

Chair

**MARK PATTERSON**

Vice-Chair

**CHRISTINE COOLEY**

Secretary

**CARLOS M. WATSON**

Member

**JOE BUSHNELL**

Member

**JACKIE FLOWERS**

Director of Utilities

**CHRIS ROBINSON**

Power Superintendent/COO

**ANDREW CHERULLO**

Finance Director

DEPARTMENT OF PUBLIC UTILITIES

CITY OF TACOMA

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CITY OF TACOMA, WASHINGTON  
DEPARTMENT OF PUBLIC UTILITIES, LIGHT DIVISION

Doing Business As

# TACOMA POWER

## TABLE OF CONTENTS

*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.*

*Reclassification: Changes have been made to prior period account classifications as needed to conform to the current period presentation format.*

Statements of Net Position (Unaudited) .....	1
Statements of Revenues, Expenses and Changes in Net Position (Unaudited) .....	3
Summary of Revenues and Billings (Unaudited) .....	5
Gross Generation Report (Unaudited) .....	7
Supplemental Data .....	10

City of Tacoma, Washington  
Department of Public Utilities  
Tacoma Power  
Statements of Net Position (Unaudited)  
October 31, 2020 and October 31, 2019

<b>ASSETS AND DEFERRED OUTFLOWS</b>	2020	2019
<b>UTILITY PLANT</b>		
Electric Plant in Service	\$2,180,029,754	\$2,143,786,240
Less Depreciation and Amortization	<u>(1,176,742,486)</u>	<u>(1,131,681,967)</u>
Total	1,003,287,268	1,012,104,273
Construction Work in Progress	<u>74,639,376</u>	<u>53,053,298</u>
Net Utility Plant	<u>1,077,926,644</u>	<u>1,065,157,571</u>
 <b>NON-UTILITY PROPERTY</b>	 182,051	 182,051
 <b>RESTRICTED ASSETS</b>		
Cash and Equity in Pooled Investments:		
2019 Construction Fund	102,608	-
Provision for Debt Service	12,631,701	14,366,950
Special Bond Reserves	4,997,639	4,997,639
Wynoochee Reserve - State of Washington	2,728,249	2,682,608
Fish and Wildlife Reserves	<u>25,239,105</u>	<u>24,118,804</u>
Total Restricted Assets	<u>45,699,302</u>	<u>46,166,001</u>
 <b>CURRENT ASSETS</b>		
Cash and Equity in Pooled Investments:		
Current Fund	143,250,558	124,520,609
Customers' and Contractors' Deposits	2,316,539	2,731,677
Conservation Loan Fund	4,684,439	4,028,195
Rate Stabilization Fund	38,000,000	48,000,000
Receivables:		
Customers	24,512,389	18,248,009
Accrued Unbilled Revenue	32,547,727	30,730,773
Others	9,820,653	7,478,023
Provision for Uncollectibles	(6,716,773)	(2,046,223)
Materials and Supplies	7,306,161	6,365,662
Prepayments and Other	<u>13,179,396</u>	<u>11,438,228</u>
Total Current Assets	<u>268,901,089</u>	<u>251,494,953</u>
 <b>OTHER ASSETS</b>		
Regulatory Asset - Conservation	42,268,757	47,108,212
Net Pension Asset	-	15,506,238
Conservation Loan Fund Receivables	<u>1,975,428</u>	<u>2,446,734</u>
Total Other Assets	<u>44,244,185</u>	<u>65,061,184</u>
 Total Assets	 1,436,953,271	 1,428,061,760
 <b>DEFERRED OUTFLOWS</b>		
Deferred Outflow for Pensions	54,329,250	19,885,557
Deferred Outflow for OPEB	<u>952,121</u>	<u>957,357</u>
Total Deferred Outflows	<u>55,281,371</u>	<u>20,842,914</u>
 TOTAL ASSETS AND DEFERRED OUTFLOWS	 <u>\$1,492,234,642</u>	 <u>\$1,448,904,674</u>

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

<b>NET POSITION, LIABILITIES AND DEFERRED INFLOWS</b>	<u>2020</u>	<u>2019</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$587,916,891	\$610,289,372
Restricted for:		
Wynoochee Reserve - State of Washington	2,728,249	2,682,608
Fish and Wildlife Reserves	25,239,105	24,118,804
Debt Service	6,225,000	7,804,166
Net Pension Asset	-	15,506,238
Unrestricted	<u>218,503,547</u>	<u>184,810,911</u>
TOTAL NET POSITION	<u>840,612,792</u>	<u>845,212,099</u>
<b>LONG-TERM DEBT</b>		
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	88,655,000	96,125,000
2013B Electric System Rev & Refunding Bonds	35,620,000	35,620,000
2017 Electric System Revenue Bonds	<u>70,575,000</u>	<u>70,575,000</u>
Total Bonded Indebtedness	366,105,000	373,575,000
Less: Unamortized Bond Premiums	<u>20,364,441</u>	<u>21,857,890</u>
Net Bonded Indebtedness	386,469,441	395,432,890
Line of Credit	<u>101,250,000</u>	-
Total Long-Term Debt	<u>487,719,441</u>	<u>395,432,890</u>
<b>CURRENT LIABILITIES</b>		
Salaries and Wages Payable	2,052,467	5,666,127
Taxes and Other Payables	12,724,006	12,503,858
Purchases and Transmission of Power Accrued	11,586,845	14,372,578
Interest Payable	6,406,701	6,562,784
Unearned Revenue	20,340	-
Customers' Deposits	6,569,459	2,678,060
Current Portion of Long-Term Debt	7,470,000	64,615,000
Current Accrued Compensated Absences	<u>1,138,107</u>	<u>1,091,328</u>
Total Current Liabilities	<u>47,967,925</u>	<u>107,489,735</u>
<b>LONG-TERM LIABILITIES</b>		
Long-Term Accrued Compensated Absences	10,242,961	9,821,955
Net OPEB Liability	10,562,836	12,272,355
Net Pension Liability	45,902,976	-
Other Long-Term Liabilities	<u>3,607,858</u>	<u>4,221,625</u>
Total Long-Term Liabilities	<u>70,316,631</u>	<u>26,315,935</u>
TOTAL LIABILITIES	<u>606,003,997</u>	<u>529,238,560</u>
<b>DEFERRED INFLOWS</b>		
Deferred Inflow for Pensions	6,031,613	26,395,236
Deferred Inflow for OPEB	1,586,240	58,779
Rate Stabilization	<u>38,000,000</u>	<u>48,000,000</u>
Total Deferred Inflows	45,617,853	74,454,015
TOTAL NET POSITION, LIABILITIES AND DEFERRED INFLOWS	<u>\$1,492,234,642</u>	<u>\$1,448,904,674</u>

City of Tacoma, Washington  
Department of Public Utilities  
Tacoma Power  
Statements of Revenues, Expenses and Changes in Net Position (Unaudited)  
October 31, 2020 and October 31, 2019

	October 2020	October 2019
<b>OPERATING REVENUES</b>		
Sales of Electric Energy	\$31,652,426	\$33,235,166
Other Operating Revenues	1,553,469	1,393,255
Click! Network Operating Revenues	-	2,115,724
Total Operating Revenue	33,205,895	36,744,145
<b>OPERATING EXPENSES</b>		
Production Expense		
Hydraulic Power Production	2,709,842	3,063,866
Other Production Expense	599,094	664,400
Total Expense Power Produced	3,308,936	3,728,266
Purchased Power	11,731,433	12,942,681
Total Production Expense	15,040,369	16,670,947
Transmission Expense	3,728,822	3,143,528
Distribution Expense	3,665,654	3,079,380
Click! Network Commercial Operations Expense	85,027	1,669,090
Customer Accounts Expense (CIS)	1,595,549	1,081,771
Conservation and Other Customer Assistance	1,442,083	1,601,005
Taxes	1,401,283	198,681
Depreciation	3,999,619	3,998,553
Administrative and General	3,337,506	3,513,593
Total Operating Expenses	34,295,912	34,956,548
<b>OPERATING INCOME (LOSS)</b>	<b>(1,090,017)</b>	<b>1,787,597</b>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Interest Income	257,094	412,550
Contribution to Family Need	(41,667)	(41,667)
Other Net Non-Op Revenues and Deductions	14,828	107,776
Interest on Long-Term Debt	(1,667,215)	(1,755,579)
Amort of Debt Related Costs	123,513	129,158
Interest Charged to Construction	-	(293)
Total Non-Operating Revenues (Expenses)	(1,313,447)	(1,148,055)
Net Income (Loss) Before Capital Contributions and Transfers	(2,403,464)	639,542
Capital Contributions		
Cash	267,989	895,910
Donated Fixed Assets	-	6,607
BABs and CREBs Interest Subsidies	329,553	329,553
Transfers		
City Gross Earnings Tax	(2,422,184)	(2,888,422)
<b>CHANGE IN NET POSITION</b>	<b>(4,228,106)</b>	<b>(1,016,810)</b>

TOTAL NET POSITION - January 1

TOTAL NET POSITION - October 31



YEAR TO DATE			
October 31, 2020	October 31, 2019	2020/2019 VARIANCE	PERCENT CHANGE
\$359,600,904	\$339,978,341	\$19,622,563	5.8%
20,103,320	15,900,647	4,202,673	26.4%
6,201,512	21,378,135	(15,176,623)	-71.0%
<u>385,905,736</u>	<u>377,257,123</u>	<u>8,648,613</u>	2.3%
25,747,029	31,305,074	(5,558,045)	-17.8%
6,242,326	5,341,728	900,598	16.9%
31,989,355	36,646,802	(4,657,447)	-12.7%
<u>118,297,212</u>	<u>134,042,696</u>	<u>(15,745,484)</u>	-11.7%
150,286,567	170,689,498	(20,402,931)	-12.0%
33,845,873	31,130,156	2,715,717	8.7%
29,432,942	29,185,102	247,840	0.8%
4,955,387	17,552,881	(12,597,494)	-71.8%
15,712,452	11,877,704	3,834,748	32.3%
15,155,375	15,155,779	(404)	0.0%
17,542,619	16,633,564	909,055	5.5%
40,075,380	40,717,114	(641,734)	-1.6%
33,774,318	33,542,350	231,968	0.7%
<u>340,780,913</u>	<u>366,484,148</u>	<u>(25,703,235)</u>	-7.0%
45,124,823	10,772,975	34,351,848	318.9%
1,675,818	5,463,204	(3,787,386)	-69.3%
(416,667)	(416,667)	-	0.0%
1,052,029	1,662,479	(610,450)	-36.7%
(16,866,387)	(17,599,481)	733,094	4.2%
1,235,134	1,291,576	(56,442)	-4.4%
-	(5,557)	5,557	100.0%
<u>(13,320,073)</u>	<u>(9,604,446)</u>	<u>(3,715,627)</u>	-38.7%
31,804,750	1,168,529	30,636,221	2621.8%
3,859,666	5,720,799	(1,861,133)	-32.5%
184,386	299,665	(115,279)	-38.5%
3,295,532	3,078,632	216,900	7.0%
<u>(30,558,870)</u>	<u>(28,487,310)</u>	<u>(2,071,560)</u>	-7.3%
8,585,464	(18,219,685)	26,805,149	147.1%
<u>832,027,328</u>	<u>863,431,784</u>	<u>(31,404,456)</u>	-3.6%
<u>\$840,612,792</u>	<u>\$845,212,099</u>	<u>(\$4,599,307)</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 (Unaudited)  
 October 31, 2020 and October 31, 2019

	<u>For the month of October 2020</u>	<u>For the month of October 2019</u>
<b>OPERATING REVENUE</b>		
Sales of Electric Energy		
Residential	\$12,620,279	\$15,717,717
Commercial	2,170,635	2,885,679
General	11,281,088	12,026,538
Contract Industrial	1,957,983	2,035,350
Public Street and Highway Lighting	102,536	73,825
Sales to Other Electric Utilities	31,948	30,385
Total Sales to Customers	<u>28,164,469</u>	<u>32,769,494</u>
Bulk Power Sales	<u>3,487,957</u>	<u>465,672</u>
Total Sales of Electric Energy	<u>31,652,426</u>	<u>33,235,166</u>
Other Operating Revenue		
Rentals and Leases from Elect. Property	438,995	190,065
Wheeling	824,379	874,782
Service Fees and Other	290,095	328,408
Telecommunications Revenue	-	2,115,724
Total Other Operating Revenues	<u>1,553,469</u>	<u>3,508,979</u>
<b>TOTAL OPERATING REVENUES</b>	<u><u>\$33,205,895</u></u>	<u><u>\$36,744,145</u></u>
<b>BILLINGS (Number of Months Billed)</b>		
Residential	168,639	206,797
Commercial	16,968	20,667
General	2,793	3,148
Contract Industrial	2	2
Public Streets and Highway Lighting	792	883
Sales to Other Electric Utilities	<u>1</u>	<u>1</u>
<b>TOTAL BILLINGS</b>	<u><u>189,195</u></u>	<u><u>231,498</u></u>

YEAR TO DATE			
October 31, 2020	October 31, 2019	2020/2019 VARIANCE	PERCENT CHANGE
\$154,664,755	\$152,234,329	\$2,430,426	1.6%
23,863,662	25,194,397	(1,330,735)	-5.3%
109,222,246	108,753,136	469,110	0.4%
19,912,981	19,679,628	233,353	1.2%
1,106,278	1,108,282	(2,004)	-0.2%
385,738	372,220	13,518	3.6%
309,155,660	307,341,992	1,813,668	0.6%
50,445,244	32,636,349	17,808,895	54.6%
359,600,904	339,978,341	19,622,563	5.8%
4,530,816	2,891,622	1,639,194	56.7%
8,292,029	8,633,215	(341,186)	-4.0%
7,280,475	4,375,810	2,904,665	66.4%
6,201,512	21,378,135	(15,176,623)	-71.0%
26,304,832	37,278,782	(10,973,950)	-29.4%
\$385,905,736	\$377,257,123	\$8,648,613	2.3%
1,637,649	1,637,109	540	0.0%
168,961	166,271	2,690	1.6%
25,987	25,955	32	0.1%
20	20	-	0.0%
9,475	9,348	127	1.4%
10	10	-	0.0%
1,842,102	1,838,713	3,389	0.2%

City of Tacoma, Washington  
 Department of Public Utilities  
 Tacoma Power  
 Gross Generation Report (Unaudited)  
 October 31, 2020 and October 31, 2019

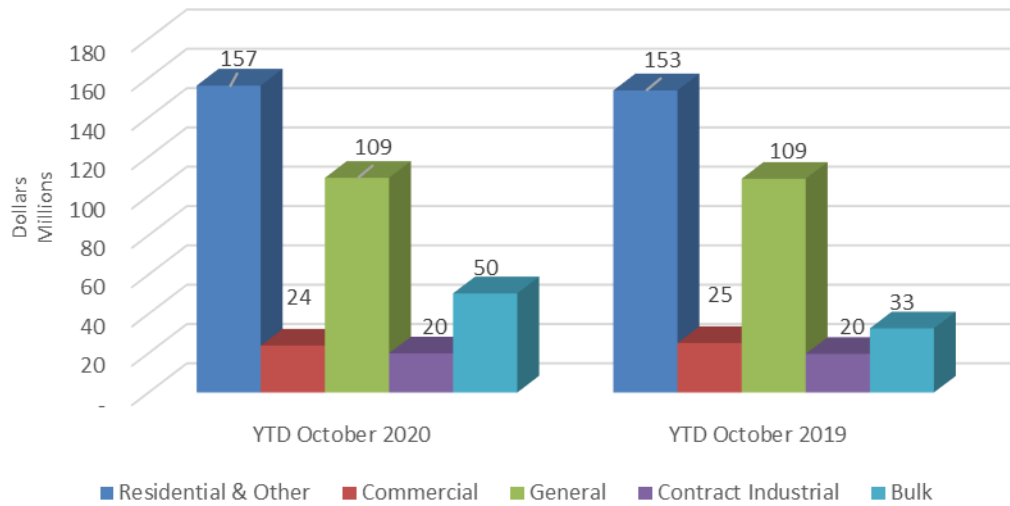
	For the month of October 2020	For the month of October 2019
KWH GENERATED, PURCHASED AND INTERCHANGED - Gross		
Generated - LaGrande	26,803,000	18,837,000
Generated - Alder	17,223,000	11,075,000
TOTAL NISQUALLY	<u>44,026,000</u>	<u>29,912,000</u>
Generated - Cushman No 1	17,752,000	12,611,000
Generated - Cushman No 2	28,900,000	20,710,000
TOTAL CUSHMAN	<u>46,652,000</u>	<u>33,321,000</u>
Generated - Mossyrock	46,064,000	46,182,000
Generated - Septemberfield	34,409,000	34,602,000
TOTAL COWLITZ	<u>80,473,000</u>	<u>80,784,000</u>
Generated - Wynoochee	1,599,000	260,000
Generated - Hood Street	-	342,600
Tacoma's Share of Priest Rapids	1,429,000	1,298,000
Tacoma's Share of GCPHA	15,109,000	14,828,000
TOTAL KWH GENERATED - TACOMA SYSTEM	189,288,000	160,745,600
Purchased Power		
BPA Slice Contract	144,051,000	126,764,000
BPA Block Contract	97,144,000	96,313,000
Interchange Net	(47,124,250)	25,233,750
TOTAL KWH GENERATED, PURCHASED AND INTERCHANGED	<u>383,358,750</u>	<u>409,056,350</u>
Losses	1,610,088	1,619,058
Baldi Replacement	15,263	17,857
Ketron	21,722	24,109
NT PC Mutuals Schedules	(2,468,000)	(2,725,000)
PC Mutual Inadvertent	61,602	(16,181)
TACOMA SYSTEM FIRM LOAD	<u>382,599,425</u>	<u>407,976,193</u>
Maximum Kilowatts (System Firm Load)	731,786	829,254
Average Kilowatts (System Firm Load)	514,247	548,355
PIERCE COUNTY MUTUAL LOAD	113,703,000	125,736,000
KWH BILLED		
Residential Sales	120,451,198	153,102,721
Commercial Sales	22,945,728	30,456,045
General	154,982,041	170,981,375
Contract Industrial	40,714,380	42,649,200
Public Street and Highway Lighting	776,716	1,172,531
Sales to Other Electric Utilities	496,800	489,600
TOTAL FIRM	<u>340,366,863</u>	<u>398,851,473</u>
Bulk Power Sales	74,953,000	41,623,000
TOTAL KWH BILLED	<u>415,319,863</u>	<u>440,474,473</u>

YEAR TO DATE			
October 31, 2020	October 31, 2019	2020/2019 VARIANCE	PERCENT CHANGE
274,888,000	211,169,000	63,719,000	30.2%
165,338,000	124,591,000	40,747,000	32.7%
440,226,000	335,760,000	104,466,000	31.1%
76,976,000	64,395,000	12,581,000	19.5%
108,964,000	89,310,000	19,654,000	22.0%
185,940,000	153,705,000	32,235,000	21.0%
955,413,000	507,729,000	447,684,000	88.2%
602,500,000	383,894,000	218,606,000	56.9%
1,557,913,000	891,623,000	666,290,000	74.7%
18,228,000	10,326,000	7,902,000	76.5%
2,344,400	3,012,683	(668,283)	-22.2%
22,392,000	17,306,000	5,086,000	29.4%
258,512,000	220,239,000	38,273,000	17.4%
2,485,555,400	1,631,971,683	853,583,717	52.3%
1,899,039,000	1,692,102,000	206,937,000	12.2%
1,138,253,000	1,243,324,000	(105,071,000)	-8.5%
(1,646,550,333)	(634,241,250)	(1,012,309,083)	-159.6%
3,876,297,067	3,933,156,433	(56,859,366)	-1.4%
32,990,977	29,624,693	3,366,284	11.4%
1,144,296	194,492	949,804	488.4%
237,589	223,539	14,050	6.3%
(25,668,000)	(25,657,000)	(11,000)	0.0%
(2,556,301)	721,214	(3,277,515)	-454.4%
3,882,445,628	3,938,263,371	(55,817,743)	-1.4%
1,169,552,000	1,186,561,000	(17,009,000)	-1.4%
1,584,648,313	1,587,582,233	(2,933,921)	-0.2%
256,314,613	272,697,445	(16,382,832)	-6.0%
1,567,113,966	1,625,644,430	(58,530,465)	-3.6%
413,923,902	411,738,660	2,185,242	0.5%
8,488,556	8,892,018	(403,462)	-4.5%
6,205,500	6,218,100	(12,600)	-0.2%
3,836,694,849	3,912,772,887	(76,078,037)	-1.9%
2,068,375,000	1,289,034,000	779,341,000	60.5%
5,905,069,849	5,201,806,887	703,262,963	13.5%

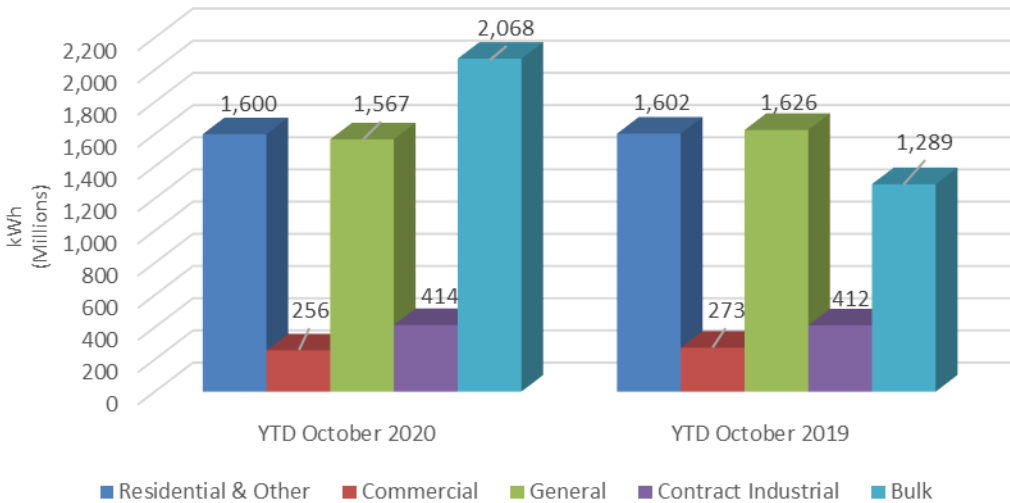
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# Supplemental Data

### Sales of Electric Energy Year to Date - October 2020 & 2019

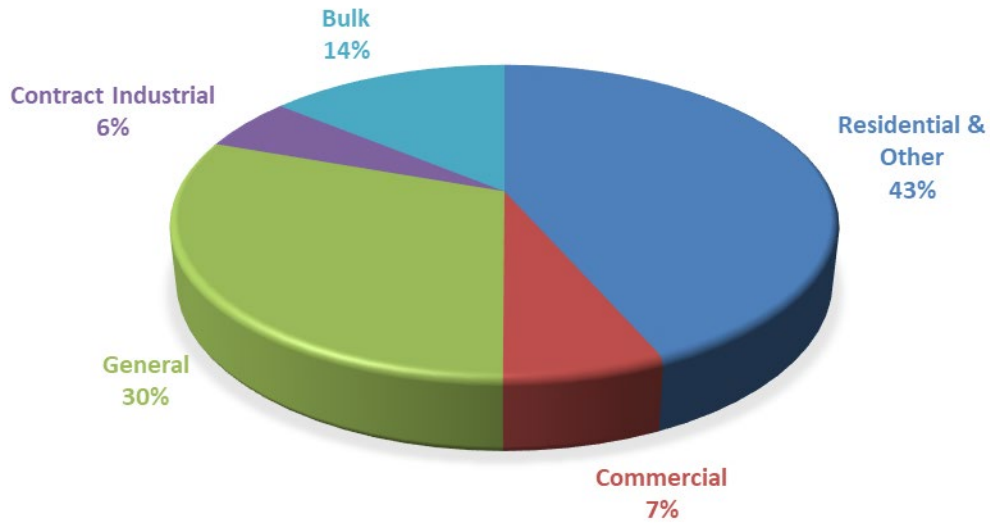


### Total Power Billed Year to Date - October 2020 & 2019

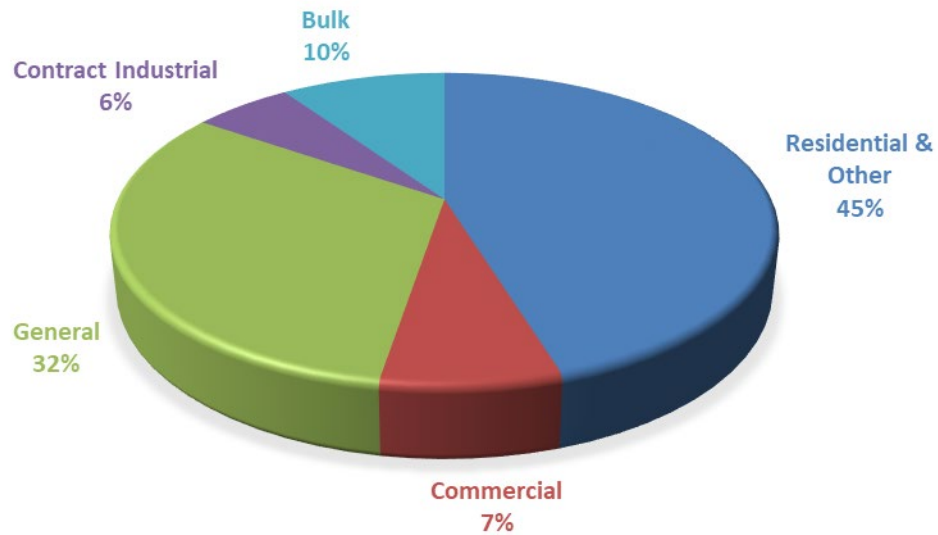




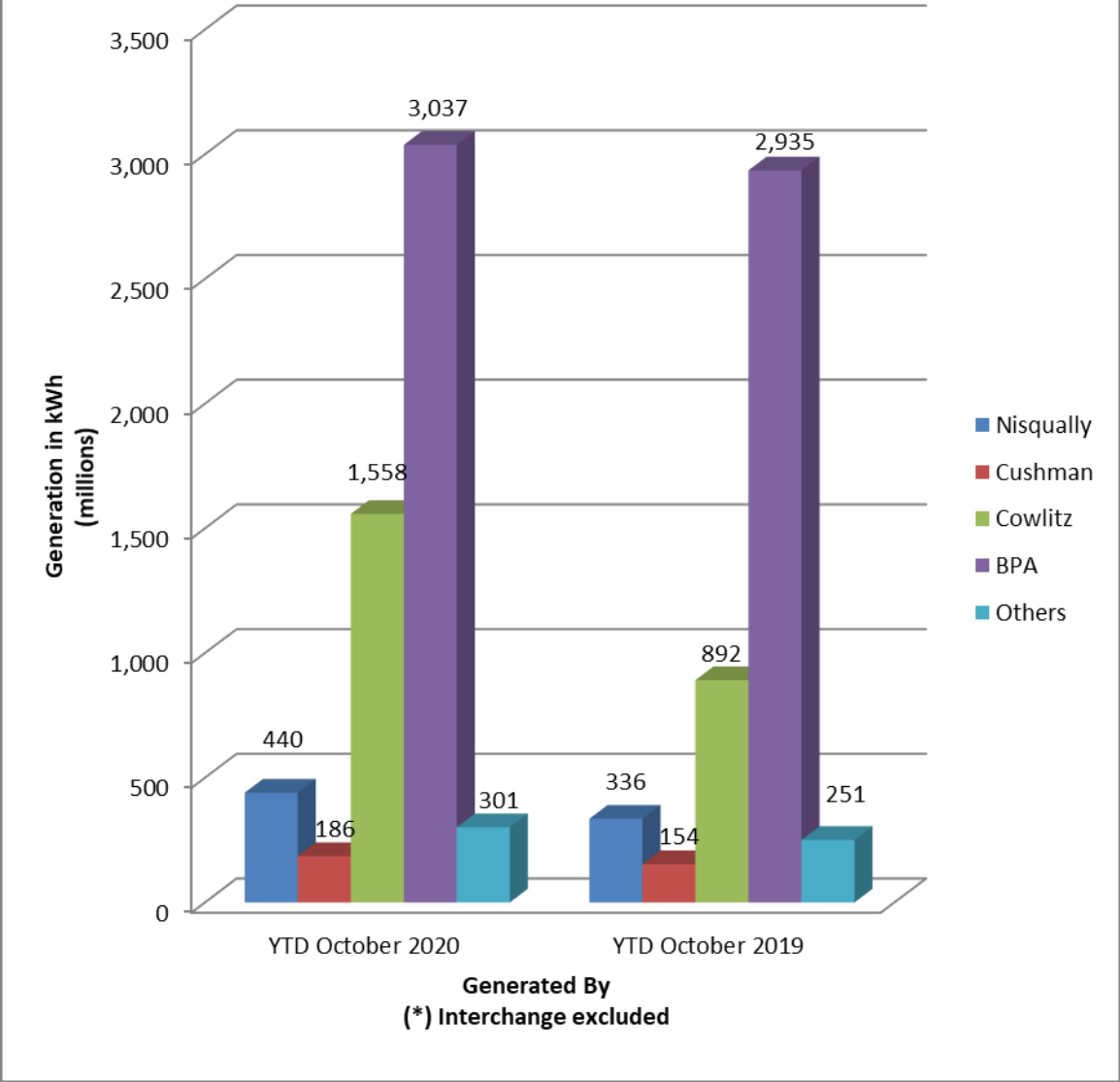
**SALES OF ELECTRIC ENERGY  
YEAR TO DATE - OCTOBER 2020 (\$359,600,904)**



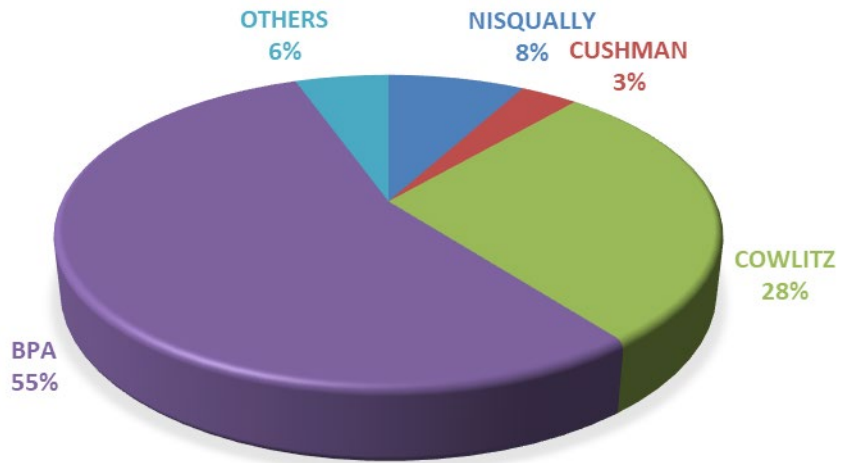
**SALES OF ELECTRIC ENERGY  
YEAR TO DATE - OCTOBER 2019 (\$339,978,341)**



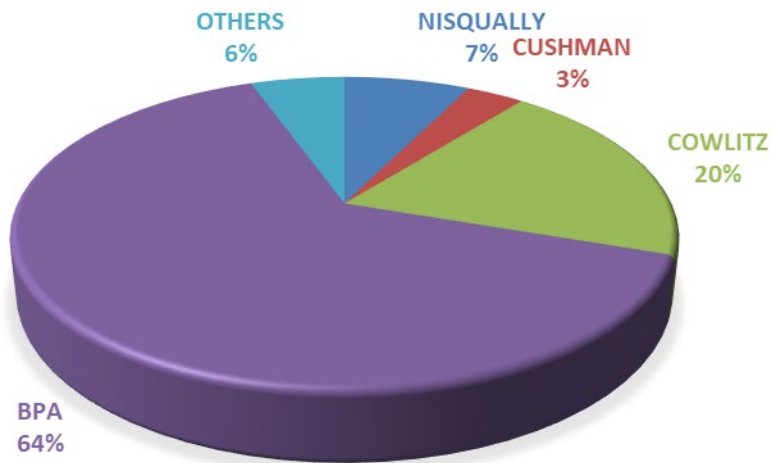
### Power Sources (\*) Year to Date October 2020 & 2019



**POWER SOURCES (\*)**  
**YEAR TO DATE - OCTOBER 2020**

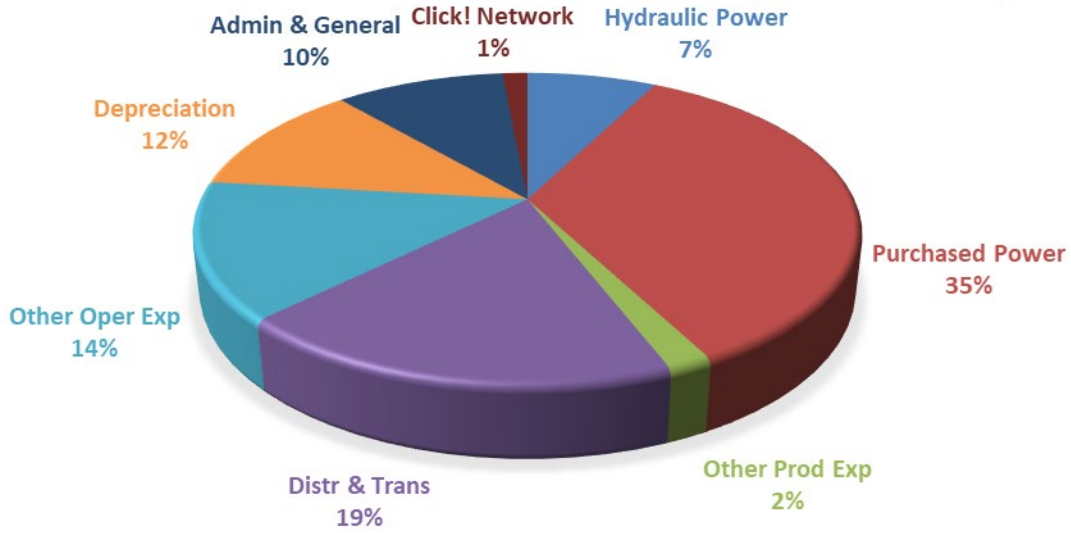


**POWER SOURCES (\*)**  
**YEAR TO DATE - OCTOBER 2019**

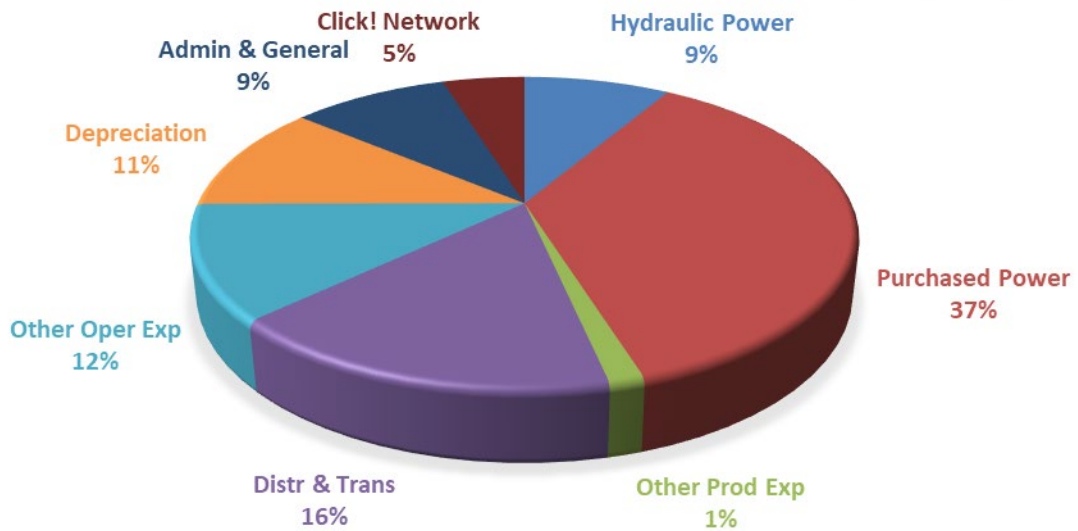


(\*) Interchange excluded

**TOTAL OPERATING EXPENSES \***  
**YEAR TO DATE - OCTOBER 2020 (\$340,780,913)**



**TOTAL OPERATING EXPENSES \***  
**YEAR TO DATE - OCTOBER 2019 (\$366,484,148)**



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

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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.