
OCTOBER

TACOMA POWER

2018

**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

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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 - October 31, 2018 AND October 31, 2017

ASSETS AND DEFERRED OUTFLOWS	2018	2017
UTILITY PLANT		
Electric Plant in Service	\$2,068,759,165	\$2,036,644,162
Less Depreciation and Amortization	(1,089,890,589)	(1,041,652,826)
Total	978,868,576	994,991,336
Construction Work in Progress	80,803,234	38,445,850
Net Utility Plant	1,059,671,810	1,033,437,186
NON-UTILITY PROPERTY	182,051	182,051
RESTRICTED ASSETS		
Cash and Equity in Pooled Investments:		
2013 Construction Fund	-	3
2015 Construction Fund	-	6,728,933
Provision for Debt Service	15,126,869	16,323,406
Special Bond Reserves	4,997,639	4,997,639
Wynoochee Reserve - State of Washington	2,628,735	2,589,343
Total Restricted Assets	22,753,243	30,639,324
CURRENT ASSETS		
Cash and Equity in Pooled Investments:		
Current Fund	137,590,598	147,754,998
Customers' and Contractors' Deposits	2,699,678	2,671,044
Conservation Loan Fund	3,687,862	3,688,904
Rate Stabilization Fund	48,000,000	48,000,000
Receivables:		
Customers	14,333,252	16,595,884
Accrued Unbilled Revenue	30,701,425	28,587,295
Others	7,865,297	8,413,570
Provision for Uncollectibles	(1,272,973)	(2,841,570)
Materials and Supplies	6,715,185	6,746,091
Prepayments and Other	7,773,143	5,975,729
Total Current Assets	258,093,467	265,591,945
OTHER ASSETS		
Regulatory Asset - Conservation	47,465,417	47,995,043
Conservation Loan Fund Receivables	2,603,775	2,606,799
Total Other Assets	50,069,192	50,601,842
Total Assets	1,390,769,763	1,380,452,348
DEFERRED OUTFLOWS		
Deferred Outflow for Pensions	38,426,742	39,469,454
Total Deferred Outflows	38,426,742	39,469,454
TOTAL ASSETS AND DEFERRED OUTFLOWS.....	\$1,429,196,505	\$1,419,921,802

These statements should be read in conjunction with the Notes to Financial Statements contained in the 2017 Annual Report.

NET POSITION, LIABILITIES AND DEFERRED INFLOWS	2018	2017
NET POSITION		
Net Investment in Capital Assets	\$648,147,754	\$625,287,300
Restricted for:		
Wynoochee Reserve - State of Washington	2,628,735	2,589,343
Debt Service	8,412,500	9,645,834
Unrestricted	196,149,080	207,128,618
TOTAL NET POSITION	855,338,069	844,651,095
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	105,490,000	115,585,000
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	382,940,000	393,035,000
Less: Unamortized Bond Premiums	23,418,745	24,993,986
Net Bonded Indebtedness	406,358,745	418,028,986
Line of Credit	250,000	250,000
Total Long-Term Debt	406,608,745	418,278,986
CURRENT LIABILITIES		
Salaries and Wages Payable	5,089,078	4,459,853
Taxes and Other Payables	11,863,426	10,929,338
Purchases and Transmission of Power Accrued	12,588,517	11,332,851
Interest Payable	6,714,369	6,677,572
Customers' Deposits	2,721,232	2,760,332
Current Portion of Long-Term Debt	10,095,000	11,575,000
Current Accrued Compensated Absences	1,044,235	1,075,771
Total Current Liabilities	50,115,857	48,810,717
LONG TERM LIABILITIES		
Long Term Accrued Compensated Absences	9,398,115	9,681,941
Net Pension Liability	36,687,245	34,177,293
Other Long Term Liabilities	15,143,610	14,033,787
Total Long Term Liabilities	61,228,970	57,893,021
TOTAL LIABILITIES	517,953,572	524,982,724
DEFERRED INFLOWS		
Deferred Inflow for Pensions	7,904,864	2,287,983
Rate Stabilization	48,000,000	48,000,000
Total Deferred Inflows	55,904,864	50,287,983
TOTAL NET POSITION, LIABILITIES AND DEFERRED INFLOWS	\$1,429,196,505	\$1,419,921,802

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
October 31, 2018 AND October 31, 2017

	October 2018	October 2017
OPERATING REVENUES		
Sales of Electric Energy	\$28,611,484	\$27,631,348
Other Operating Revenues	1,434,975	1,381,304
Click! Network Operating Revenues	2,103,275	2,180,449
Total Operating Revenue	<u>32,149,734</u>	<u>31,193,101</u>
OPERATING EXPENSES		
Production Expense		
Hydraulic Power Production	3,171,012	2,573,602
Other Production Expense	516,990	457,968
Total Expense Power Produced	<u>3,688,002</u>	<u>3,031,570</u>
Purchased Power	11,303,358	11,723,099
Total Production Expense	<u>14,991,360</u>	<u>14,754,669</u>
Transmission Expense	3,107,453	2,927,721
Distribution Expense	2,909,681	2,012,988
Click! Network Commercial Operations Expense .	1,845,099	2,067,667
Customer Accounts Expense (CIS)	1,222,506	1,014,939
Conservation and Other Customer Assistance ...	1,353,819	1,162,958
Taxes	1,615,431	1,184,969
Depreciation	4,317,580	4,725,587
Administrative and General	2,687,840	2,196,828
Total Operating Expenses	<u>34,050,769</u>	<u>32,048,326</u>
OPERATING INCOME (LOSS)	<u>(1,901,035)</u>	<u>(855,225)</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	322,788	261,158
Contribution to Family Need	(8,333)	(8,333)
Other Net Non-Op Revenues and Deductions	178,517	(1,920,434)
Interest on Long-Term Debt	(1,733,202)	(1,827,397)
Amort. of Debt Related Costs	134,639	2,744,653
Interest Charged to Construction	(66,763)	107,478
Total Non-Operating Revenues (Expenses) ...	<u>(1,172,354)</u>	<u>(642,875)</u>
Net Income (Loss) Before Capital Contributions and Transfers	(3,073,389)	(1,498,100)
Capital Contributions		
Cash	535,479	273,206
Donated Fixed Assets	-	-
BABs and CREBs Interest Subsidies	329,553	329,553
Transfers		
City Gross Earnings Tax	(1,976,067)	(2,404,550)
Transfers from (to) Other Funds	-	-
CHANGE IN NET POSITION	<u>(\$4,184,424)</u>	<u>(\$3,299,891)</u>
TOTAL NET POSITION - January 1		
TOTAL NET POSITION - October 31		

YEAR TO DATE		2018 OVER (UNDER) 2017	PERCENT CHANGE
October 31, 2018	October 31, 2017		
\$344,336,509	\$327,532,626	\$16,803,883	5.1%
15,162,064	15,421,537	(259,473)	-1.7%
21,227,209	22,097,497	(870,288)	-3.9%
<u>380,725,782</u>	<u>365,051,660</u>	<u>15,674,122</u>	4.3%
25,058,034	24,464,485	593,549	2.4%
<u>4,771,085</u>	<u>4,496,504</u>	<u>274,581</u>	6.1%
29,829,119	28,960,989	868,130	3.0%
<u>112,099,310</u>	<u>112,611,742</u>	<u>(512,432)</u>	-0.5%
141,928,429	141,572,731	355,698	0.3%
28,647,902	26,301,528	2,346,374	8.9%
26,355,358	23,972,941	2,382,417	9.9%
19,870,514	20,678,676	(808,162)	-3.9%
11,583,984	12,090,784	(506,800)	-4.2%
12,629,741	11,295,989	1,333,752	11.8%
17,480,428	16,416,298	1,064,130	6.5%
45,376,906	47,663,738	(2,286,832)	-4.8%
26,059,354	20,419,242	5,640,112	27.6%
<u>329,932,616</u>	<u>320,411,927</u>	<u>9,520,689</u>	3.0%
<u>50,793,166</u>	<u>44,639,733</u>	<u>6,153,433</u>	13.8%
4,355,917	3,255,310	1,100,607	33.8%
(83,333)	(83,333)	-	0.0%
1,619,127	(2,005,812)	3,624,939	-180.7%
(17,018,394)	(16,554,569)	(463,825)	2.8%
1,346,392	3,904,007	(2,557,615)	65.5%
1,348,376	1,210,189	138,187	11.4%
<u>(8,431,915)</u>	<u>(10,274,208)</u>	<u>1,842,293</u>	-17.9%
42,361,251	34,365,525	7,995,726	23.3%
8,216,079	12,650,036	(4,433,957)	-35.1%
185,437	154,891	30,546	19.7%
3,165,029	3,159,097	5,932	0.2%
(28,729,242)	(27,694,147)	(1,035,095)	3.7%
<u>(31,158)</u>	<u>-</u>	<u>(31,158)</u>	0.0%
25,167,396	22,635,402	2,531,994	11.2%
830,170,673	821,995,693	8,174,980	1.0%
<u>\$855,338,069</u>	<u>\$844,631,095</u>	<u>10,706,974</u>	

These statements should be read in conjunction with the Management Discussion and Analysis in the September 2018 Financial Report.

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER

SUMMARY OF REVENUES AND BILLINGS
October 31, 2018 AND October 31, 2017

	<u>For the month of October 2018</u>	<u>For the month of October 2017</u>
OPERATING REVENUE		
Sales of Electric Energy		
Residential	\$11,725,216	\$11,495,259
Commercial	2,239,292	2,278,168
General	10,606,071	10,225,358
Contract Industrial	2,029,772	1,951,506
Public Street and Highway Lighting	140,745	36,929
Sales to Other Electric Utilities	28,677	27,985
Total Sales to Customers	<u>26,769,773</u>	<u>26,015,205</u>
Bulk Power Sales	<u>1,841,711</u>	<u>1,616,143</u>
Total Sales of Electric Energy	<u>28,611,484</u>	<u>27,631,348</u>
Other Operating Revenue		
Rentals and Leases from Elect. Property ...	195,343	145,002
Wheeling	840,948	831,828
Service Fees and Other	398,684	404,474
Telecommunications Revenue	2,103,275	2,180,449
Total Other Operating Revenues	<u>3,538,250</u>	<u>3,561,753</u>
 TOTAL OPERATING REVENUES	 <u><u>\$32,149,734</u></u>	 <u><u>\$31,193,101</u></u>
 BILLINGS (Number of Months Billed)		
Residential	163,270	166,016
Commercial	16,003	16,466
General	2,744	2,798
Contract Industrial	2	2
Public Streets and Highway Lighting	764	771
Sales to Other Utilities	<u>1</u>	<u>1</u>
 TOTAL BILLINGS	 <u><u>182,784</u></u>	 <u><u>186,054</u></u>

YEAR TO DATE		2018 OVER (UNDER) 2017	PERCENT CHANGE
October 31, 2018	October 31, 2017		
\$146,081,040	\$140,334,636	\$5,746,404	4.1%
24,604,702	24,375,396	229,306	0.9%
105,223,475	99,713,068	5,510,407	5.5%
19,445,872	18,422,730	1,023,142	5.6%
1,170,712	1,051,445	119,267	11.3%
362,122	341,563	20,559	6.0%
296,887,923	284,238,838	12,649,085	4.5%
47,448,586	43,293,788	4,154,798	9.6%
344,336,509	327,532,626	16,803,883	5.1%
2,805,618	2,727,660	77,958	2.9%
8,275,043	8,347,285	(72,242)	-0.9%
4,081,403	4,346,592	(265,189)	-6.1%
21,227,209	22,097,497	(870,288)	-3.9%
36,389,273	37,519,034	(1,129,761)	-3.0%
\$380,725,782	\$365,051,660	\$15,674,122	4.3%
1,605,872	1,589,897	15,975	1.0%
160,935	159,749	1,186	0.7%
26,008	25,830	178	0.7%
20	20	-	0.0%
9,153	9,251	(98)	-1.1%
10	10	-	0.0%
1,801,998	1,784,757	17,241	1.0%

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA POWER

GROSS GENERATION REPORT - October 31, 2018 AND October 31, 2017

	For the month of October 2018	For the month of October 2017
KWH GENERATED, PURCHASED AND INTERCHANGED - Gross		
Generated - LaGrande	16,022,000	23,714,000
Generated - Alder	8,528,000	13,116,000
TOTAL NISQUALLY	<u>24,550,000</u>	<u>36,830,000</u>
Generated - Cushman No. 1	11,203,000	14,206,000
Generated - Cushman No. 2	17,007,000	23,634,000
TOTAL CUSHMAN	<u>28,210,000</u>	<u>37,840,000</u>
Generated - Mossyrock	53,685,000	53,180,000
Generated - Mayfield	34,901,000	39,306,000
TOTAL COWLITZ	<u>88,586,000</u>	<u>92,486,000</u>
Generated - Wynoochee	<u>11,000</u>	<u>3,207,000</u>
Generated - Hood Street	<u>302,400</u>	<u>351,941</u>
Tacoma's Share of Priest Rapids	<u>1,373,000</u>	<u>1,338,000</u>
Tacoma's Share of GCPHA	<u>14,175,000</u>	<u>14,622,000</u>
TOTAL KWH GENERATED - TACOMA SYSTEM	157,207,400	186,674,941
Purchased Power		
BPA Slice Contract	132,735,000	132,216,000
BPA Block Contract	106,118,000	103,337,000
Interchange Net	(5,584,833)	(25,357,000)
TOTAL KWH GENERATED, PURCHASED AND INTERCHANGED ..	<u>390,475,567</u>	<u>396,870,941</u>
Losses	1,478,592	1,797,427
Baldi Replacement	19,849	131,439
Ketron	23,942	20,304
NT PC Mutuals Schedules	(2,422,000)	(2,524,000)
PC Mutual Inadvertent	69,362	55,704
TACOMA SYSTEM FIRM LOAD	<u>389,645,312</u>	<u>396,351,815</u>
Maximum Kilowatts (System Firm Load)	586,445	726,116
Average Kilowatts (System Firm Load)	523,717	532,731
PIERCE COUNTY MUTUAL LOAD	115,415,000	118,361,000
KWH BILLED		
Residential Sales	113,641,202	120,337,757
Commercial Sales	23,870,714	25,000,565
General	157,580,718	156,762,070
Contract Industrial	43,417,620	44,263,860
Public Street and Highway Lighting	1,206,873	739,691
Sales to Other Electric Utilities	486,900	492,300
TOTAL FIRM	<u>340,204,027</u>	<u>347,596,243</u>
Bulk Power Sales	<u>42,339,000</u>	<u>58,926,000</u>
TOTAL KWH BILLED	<u><u>382,543,027</u></u>	<u><u>406,522,243</u></u>

YEAR TO DATE		2018 OVER (UNDER) 2017	PERCENT CHANGE
October 31 2018	October 31 2017		
290,856,000	312,445,000	(21,589,000)	-6.9%
182,257,000	175,973,000	6,284,000	3.6%
473,113,000	488,418,000	(15,305,000)	-3.1%
76,438,000	102,530,000	(26,092,000)	-25.4%
113,584,000	159,177,000	(45,593,000)	-28.6%
190,022,000	261,707,000	(71,685,000)	-27.4%
787,587,000	1,005,032,000	(217,445,000)	-21.6%
545,866,000	687,285,000	(141,419,000)	-20.6%
1,333,453,000	1,692,317,000	(358,864,000)	-21.2%
14,872,000	24,389,000	(9,517,000)	-39.0%
2,204,100	2,592,461	(388,361)	-15.0%
23,222,000	23,565,000	(343,000)	-1.5%
241,233,000	228,781,000	12,452,000	5.4%
2,278,119,100	2,721,769,461	(443,650,361)	-16.3%
2,111,410,000	2,108,099,000	3,311,000	0.2%
1,223,069,000	1,248,777,000	(25,708,000)	-2.1%
(1,672,344,166)	(2,043,426,000)	371,081,834	-18.2%
3,940,253,934	4,035,219,461	(94,965,527)	-2.4%
36,113,230	32,286,695	3,826,535	11.9%
421,699	690,604	(268,905)	-38.9%
236,744	229,293	7,451	3.2%
(25,306,000)	(24,843,000)	(463,000)	1.9%
(3,986,254)	23,822,551	(27,808,805)	-116.7%
3,947,733,353	4,067,405,604	(119,672,251)	-2.9%
1,168,950,000	1,211,052,000	(42,102,000)	-3.5%
1,560,316,210	1,610,887,288	(50,571,078)	-3.1%
269,856,714	274,329,185	(4,472,471)	-1.6%
1,619,282,963	1,618,561,512	721,451	0.0%
422,952,600	422,553,780	398,820	0.1%
(972,366)	22,768,246	(23,740,612)	-104.3%
6,356,700	6,219,000	137,700	2.2%
3,877,792,821	3,955,319,011	(77,526,190)	-2.0%
2,176,495,000	2,331,194,000	(154,699,000)	-6.6%
6,054,287,821	6,286,513,011	(232,225,190)	-3.7%

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

OPERATIONAL SUMMARY - October 31, 2018

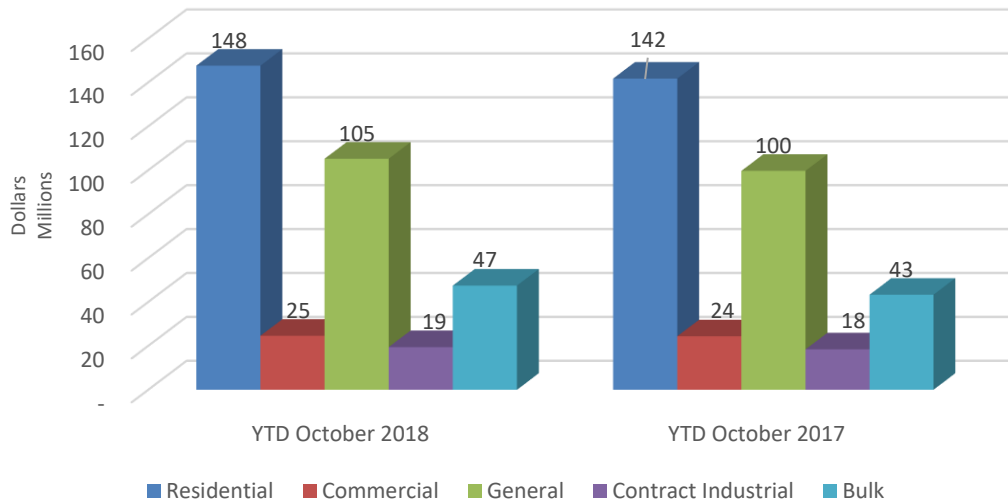
	October 2018	October 2017
TELECOMMUNICATIONS REVENUE		
CATV	\$1,381,948	\$1,443,111
Broadband	82,893	94,166
ISP	613,026	620,526
Interdepartmental	25,408	22,646
Total Operating Revenue	<u>2,103,275</u>	<u>2,180,449</u>
TELECOMMUNICATIONS EXPENSE-COMMERCIAL		
Administration & Sales Expense		
Salaries & Wages Expense	231,155	268,756
General Expense	29,284	44,906
Contract Services	1,047,144	1,097,286
IS & Intergovernmental Services	131,467	137,678
Fleet Services	208	283
Capitalized A & G Expense	(1,055)	(4,207)
Total Admin. & Sales Expense	<u>1,438,203</u>	<u>1,544,702</u>
Operations & Maintenance Expense ...		
Salaries & Wages Expense	323,335	401,740
General Expense	25,645	43,451
Contract Services	45,693	64,215
IS & Intergovernmental Services	3,344	7,319
Fleet Services	18,521	20,047
New Connect Capital	(9,642)	(13,807)
Total Oper. & Maint. Expense	<u>406,896</u>	<u>522,965</u>
Total Telecommunications Expense .	1,845,099	2,067,667
Net Revenues (Expenses) Before Taxes and Depreciation and Amortization	258,176	112,782
Taxes	289,349	300,652
Depreciation and Amortization	<u>189,291</u>	<u>203,591</u>
	478,640	504,243
NET OPERATING REVENUES (EXPENSES)	<u>(220,464)</u>	<u>(391,461)</u>

YEAR TO DATE			
October 31 2018	October 31 2017	2018/2017 VARIANCE	PERCENT CHANGE
\$13,977,301	\$14,838,508	(\$861,207)	-5.8%
877,907	909,378	(31,471)	-3.5%
6,128,615	6,116,498	12,117	0.2%
243,386	233,113	10,273	4.4%
21,227,209	22,097,497	(870,288)	-3.9%
2,551,017	2,660,352	(109,335)	-4.1%
360,132	366,816	(6,684)	-1.8%
10,912,398	11,025,135	(112,737)	-1.0%
1,329,785	1,313,109	16,676	1.3%
6,569	7,090	(521)	-7.3%
(27,010)	(34,406)	7,396	21.5%
15,132,891	15,338,096	(205,205)	-1.3%
3,805,345	4,374,284	(568,939)	-13.0%
284,581	350,378	(65,797)	-18.8%
524,750	446,033	78,717	17.6%
27,196	43,299	(16,103)	-37.2%
180,387	230,697	(50,310)	-21.8%
(84,636)	(104,111)	19,475	18.7%
4,737,623	5,340,580	(602,957)	-11.3%
19,870,514	20,678,676	(808,162)	-3.9%
1,356,695	1,418,821	(62,126)	-4.4%
2,915,884	3,060,603	(144,719)	-4.7%
1,899,968	2,048,292	(148,324)	-7.2%
4,815,852	5,108,895	(293,043)	
(3,459,157)	(3,690,074)	230,917	6.3%

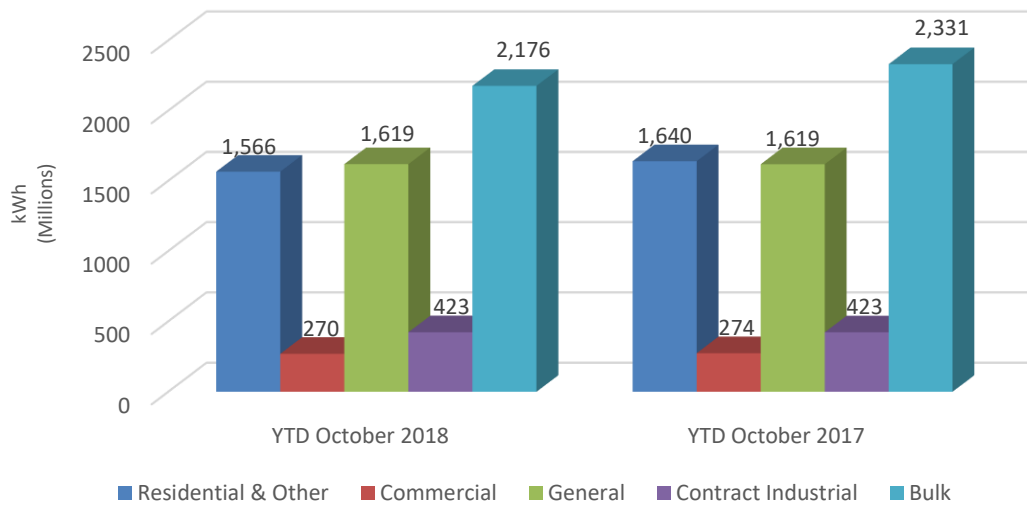
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Supplemental Data

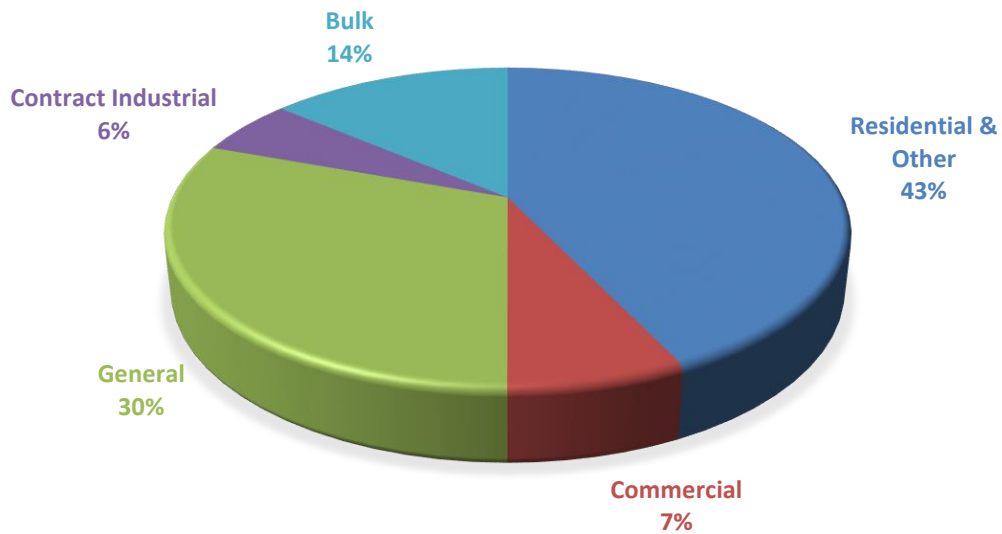
Sales of Electric Energy Year to Date - October 2018 & 2017



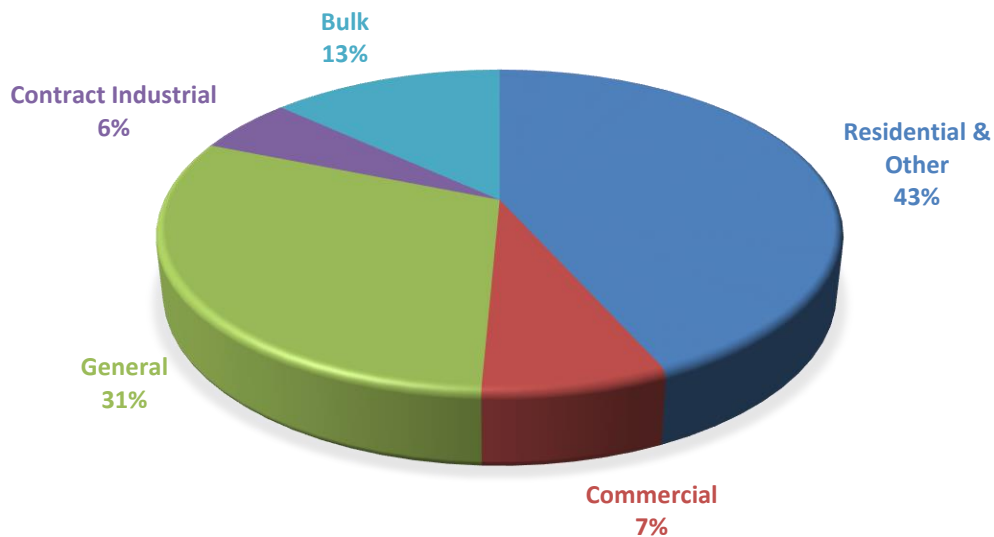
Total Power Billed Year to Date - October 2018 & 2017



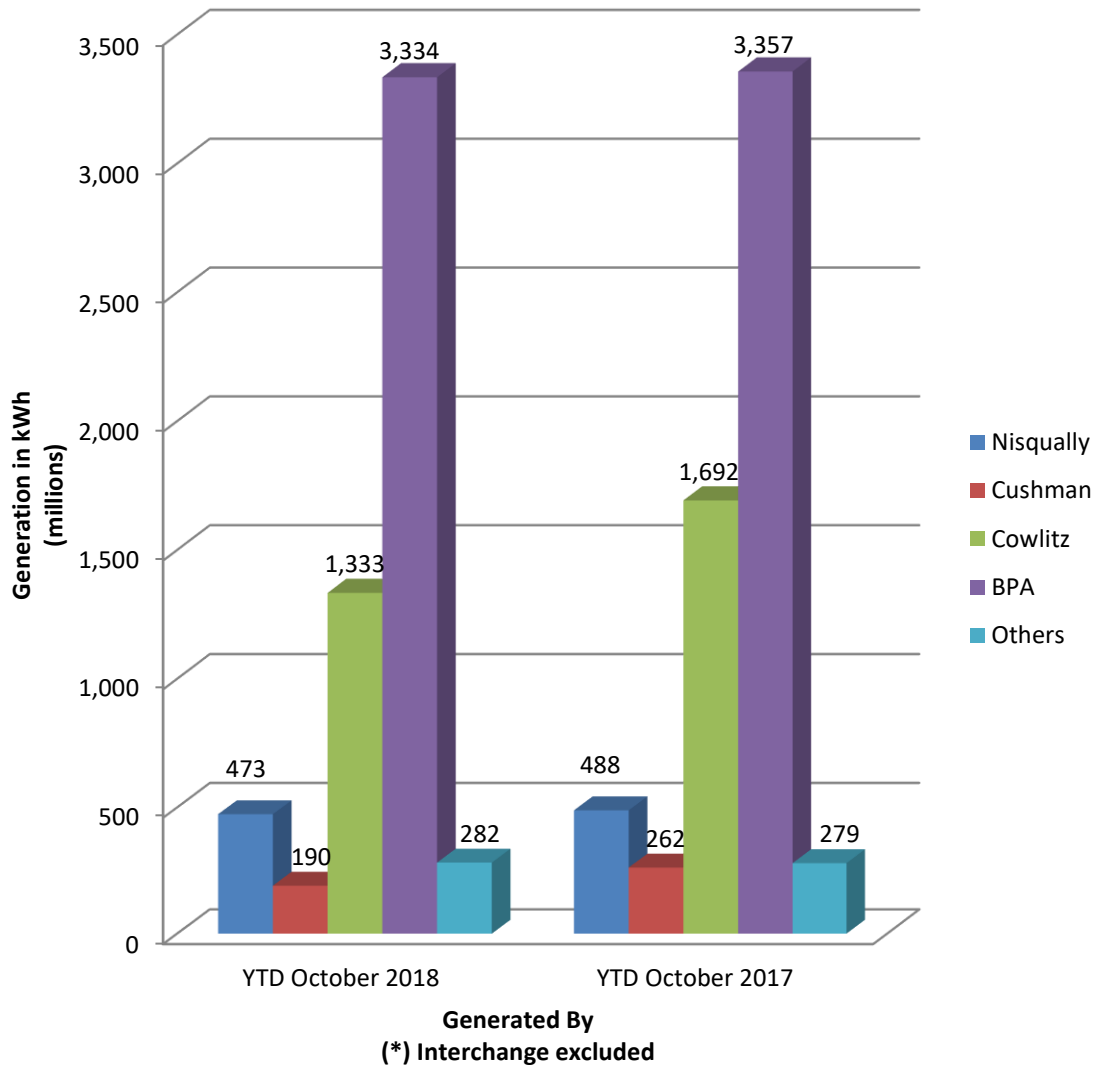
**SALES OF ELECTRIC ENERGY
YEAR TO DATE - OCTOBER 2018 (\$344,336,509)**



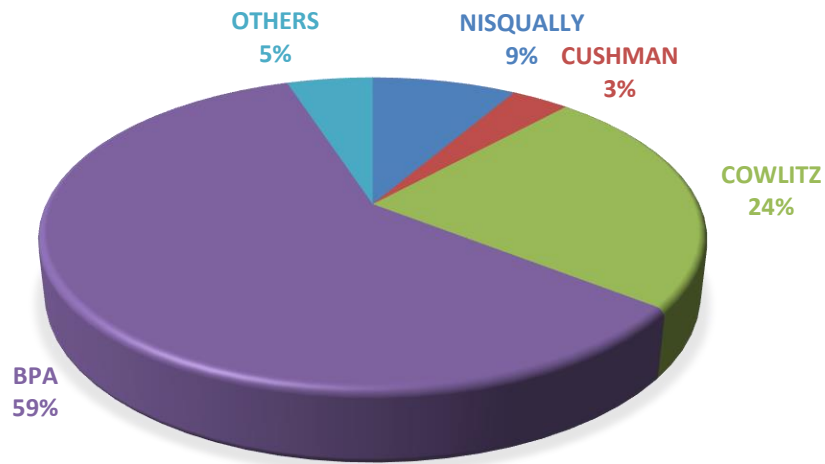
**SALES OF ELECTRIC ENERGY
YEAR TO DATE - OCTOBER 2017 (\$327,532,626)**



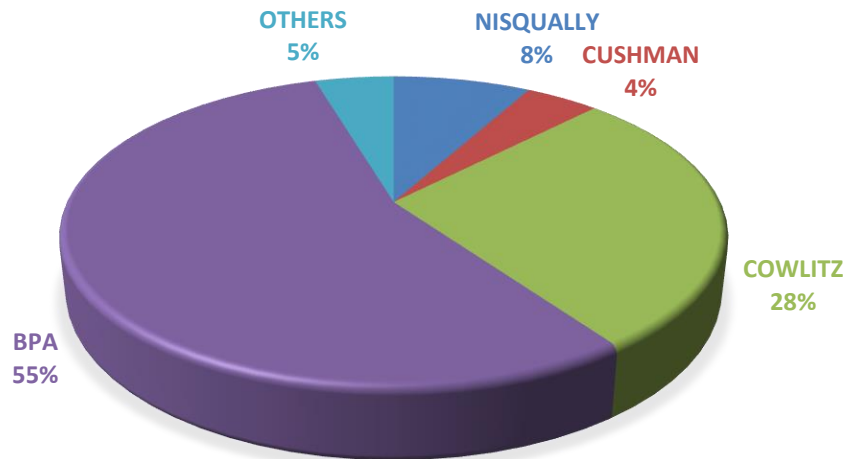
Power Sources (*) Year to Date October 2018 & 2017



POWER SOURCES (*)
YEAR TO DATE - OCTOBER 2018

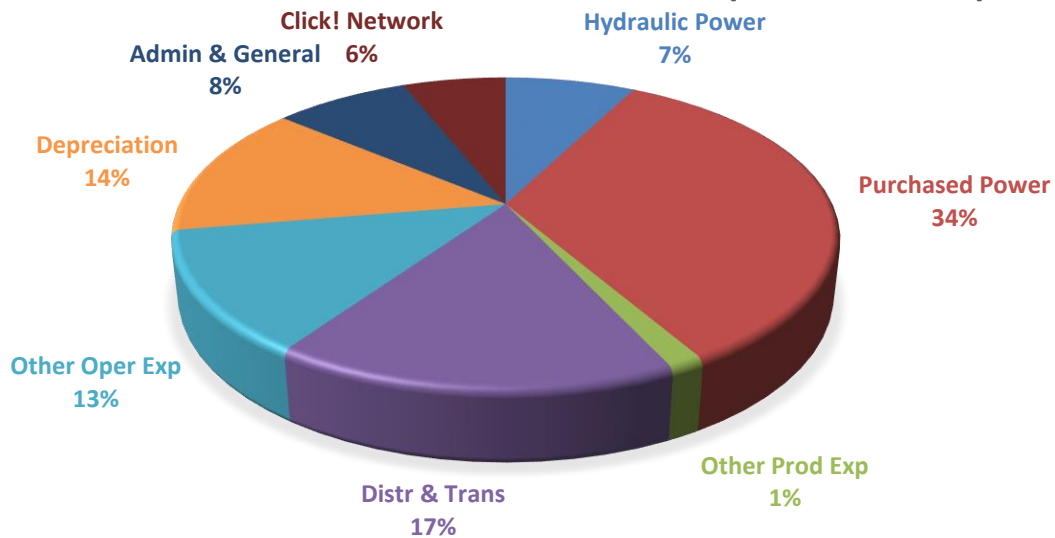


POWER SOURCES (*)
YEAR TO DATE - OCTOBER 2017

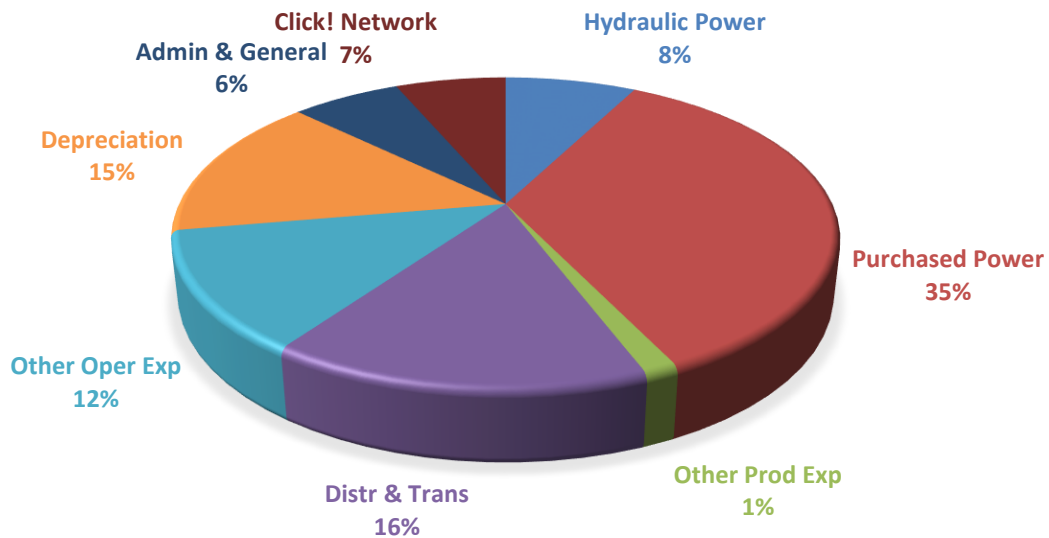


(*) Interchange excluded

TOTAL OPERATING EXPENSES *
YEAR TO DATE - OCTOBER 2018 (\$329,932,616)



TOTAL OPERATING EXPENSES *
YEAR TO DATE - OCTOBER 2017 (\$320,411,927)



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



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OCTOBER

TACOMA WATER

2018

**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

SCOTT DEWHIRST

Water Superintendent

ANDREW CHERULLO

Finance Director

DEPARTMENT OF PUBLIC UTILITIES

CITY OF TACOMA

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

TACOMA WATER

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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 WATER

STATEMENTS OF NET POSITION - OCTOBER 31, 2018 AND OCTOBER 31, 2017

ASSETS AND DEFERRED OUTFLOWS	<u>2018</u>	<u>2017</u>
UTILITY PLANT		
Water Plant in Service	\$1,109,685,006	\$1,080,941,723
Less Depreciation and Amortization	(258,390,771)	(234,656,843)
Total	851,294,235	846,284,880
Construction Work in Progress	19,824,599	27,100,334
Net Utility Plant	871,118,834	873,385,214
NON-UTILITY PROPERTY	492,963	492,963
RESTRICTED ASSETS		
Cash and Equity in Pooled Investments:		
2010 Construction Fund	10,110,913	18,479,659
2013 Construction Fund	16,306,983	15,555,724
Regional Water Supply System Operating Fund	1,226,266	1,128,202
Provision for Debt Payment	17,738,996	12,429,847
Customer Water Main Deposits	3,349,186	3,268,885
Water Supply Forum Fund	320,064	357,087
Special Bond Reserves	22,107,853	22,103,295
Water Customer Contribution Fund	624,095	(203,504)
Water Capital Reserves	36,272,955	29,708,816
Water System Development Charge	66,594,033	61,593,224
Total Restricted Assets	174,651,344	164,421,235
CURRENT ASSETS		
Cash and Equity in Pooled Investments:		
Current Fund	64,590,579	60,374,453
Customers' Deposits	314,190	321,360
Receivables:		
Customers	5,938,502	5,788,578
Accrued Unbilled Revenues	5,457,221	4,797,144
Others	2,791,248	1,016,745
BABs Interest Subsidies	1,600,320	1,600,320
Provision for Uncollectible Accounts	(219,687)	(450,631)
Materials and Supplies	2,410,055	2,271,011
Prepayments	1,070,180	912,254
Total Current Assets	83,952,608	76,631,234
TOTAL ASSETS	<u>1,130,215,749</u>	<u>1,114,930,646</u>
OTHER ASSETS		
Regulatory Assets - Public Fire Protection Fees	-	667,118
Regulatory Assets - Surcharges	981,105	1,470,959
Total Other Assets	981,105	2,138,077
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized Losses on Refunding Bonds	1,207,391	1,394,636
Deferred Outflows for Pensions	8,671,039	8,994,103
Total Deferred Outflows	9,878,430	10,388,739
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$1,141,075,284</u>	<u>\$1,127,457,462</u>

These statements should be read in conjunction with the Notes to Financial statements contained in the 2017 Annual Report.

NET POSITION, LIABILITIES AND DEFERRED INFLOWS	2018	2017
NET POSITION		
Net Investment in Capital Assets	\$441,547,329	\$440,975,401
Restricted for:		
Water Capital Reserves	31,163,563	24,120,418
Water System Development Charge	31,018,586	26,017,777
Debt Service Funds	8,869,836	4,437,985
Unrestricted	64,602,814	64,112,736
TOTAL NET POSITION	577,202,128	559,664,317
LONG-TERM DEBT		
Revenue Bonds Outstanding:		
2005 Water Revenue Bonds Refunding	5,000	5,000
2009 Water Revenue Bonds	76,775,000	76,775,000
2010 Water Revenue Bonds Refunding	21,890,000	25,825,000
2010 Water Revenue Bonds	74,985,000	74,985,000
2013 Water Revenue Bonds Refunding	74,355,000	74,355,000
2015 Water Refunding Bonds, Series A	12,340,000	13,800,000
2010 RWSS Revenue Bonds, Series A	1,955,000	2,245,000
2010 RWSS Revenue Bonds, Series B	44,245,000	44,245,000
2013 RWSS Refunding Bonds	59,400,000	60,165,000
Total Outstanding Revenue Bonds	365,950,000	372,400,000
Plus: Unamortized Bond Premium	10,779,875	12,315,231
Net Outstanding Revenue Bonds	376,729,875	384,715,231
PWTF Pre-Construction Loans	480,435	640,609
PWTF Construction Loans	16,834,030	19,370,627
State Drinking Water Loans	61,381,554	65,612,800
Total Long-Term Debt	455,425,894	470,339,267
CURRENT LIABILITIES		
Salaries and Wages Payable	1,176,615	1,039,701
Purchases and Contracts Payable	686,604	742,738
Interest Expense Accrued	8,869,160	7,991,862
Taxes Accrued	1,926,327	1,788,325
Customers' and Contractors' Deposits	353,984	359,085
Current Portion of Long-Term Debt	17,786,195	13,334,372
Other Current Liabilities	3,695,164	902,031
Current Accrued Compensated Absences	229,834	269,819
Total Current Liabilities	34,723,883	26,427,933
LONG-TERM LIABILITIES		
Muckleshoot Agreements	6,585,519	6,762,451
Customer Advances for Construction	7,405,737	5,600,679
Unearned Revenue	7,511,981	7,744,657
Other Long-Term Liabilities	4,513,928	4,604,811
Pension Liability	8,278,522	7,788,151
Long-Term Accrued Compensated Absences	2,068,503	2,428,375
Total Long-Term Liabilities	36,364,190	34,929,124
TOTAL LIABILITIES	526,513,967	531,696,324
DEFERRED INFLOWS OF RESOURCES		
Rate Stabilization	35,575,447	35,575,447
Deferred Inflows for Pensions	1,783,742	521,374
Total Deferred Inflows	37,359,189	36,096,821
TOTAL NET POSITION, LIABILITIES AND DEFERRED INFLOWS .	\$1,141,075,284	\$1,127,457,462

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA WATER

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	OCTOBER 2018	OCTOBER 2017
OPERATING REVENUES		
Sales of Water	\$8,512,225	\$8,425,674
Other Operating Revenues	1,164,934	933,021
Contract Resource Obligation Revenue	372,219	420,569
Total Operating Revenues	<u>10,049,378</u>	<u>9,779,264</u>
OPERATING EXPENSES		
Production Expense:		
Source of Supply	711,564	637,136
Water Treatment	562,144	464,373
Total Production Expense	<u>1,273,708</u>	<u>1,101,509</u>
Power Pumping Expense	34,370	47,999
Transmission and Storage Expense	254,422	211,752
Distribution Expense	1,100,478	1,068,214
Customer Accounting and Consumer Service ...	491,171	426,079
Taxes	484,633	431,133
Depreciation	2,057,529	1,998,909
Administrative and General	889,091	927,886
Total Operating Expenses	<u>6,585,402</u>	<u>6,213,481</u>
OPERATING INCOME (LOSS)	3,463,976	3,565,783
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	350,108	226,694
Miscellaneous	14,453	(630)
Interest on Long-Term Debt	(1,321,611)	(1,344,312)
Interest on Long-Term Debt BABs Sub	(320,064)	(320,064)
Amortization Of Debt Premium	110,934	111,548
Interest Charged to Construction	71,282	47,466
Total Non-Operating Revenues (Expenses)	<u>(1,094,898)</u>	<u>(1,279,298)</u>
Net Income (Loss) Before Capital Contributions and Transfers	2,369,078	2,286,485
Capital Contributions:		
Cash	2,505,340	287,911
Donated Fixed Assets	221,620	-
Federal BABs Subsidies	320,064	320,064
Transfers:		
City Gross Earnings Tax	(768,046)	(732,127)
Transfer from (to) Other Funds	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	<u>\$4,648,056</u>	<u>\$2,162,333</u>
NET POSITION - JANUARY 1		
TOTAL NET POSITION - OCTOBER 31		

YEAR TO DATE		2018 OVER (UNDER) 2017	PERCENT CHANGE
OCTOBER 31 2018	OCTOBER 31 2017		
\$ 73,486,877	\$ 67,661,608	\$5,825,269	8.6%
9,536,287	8,558,946	977,341	11.4%
3,613,158	3,842,029	(228,871)	-6.0%
<u>86,636,322</u>	<u>80,062,583</u>	<u>6,573,739</u>	8.2%
6,294,544	5,929,440	365,104	6.2%
<u>5,623,726</u>	<u>5,356,488</u>	<u>267,238</u>	5.0%
11,918,270	11,285,928	632,342	5.6%
472,363	457,742	14,621	3.2%
1,978,822	2,043,791	(64,969)	-3.2%
11,035,247	11,464,356	(429,109)	-3.7%
4,333,888	4,117,441	216,447	5.3%
4,385,572	3,994,966	390,606	9.8%
22,003,234	20,029,634	1,973,600	9.9%
9,021,459	8,902,977	118,482	1.3%
<u>65,148,855</u>	<u>62,296,835</u>	<u>2,852,020</u>	4.6%
21,487,467	17,765,748	3,721,719	20.9%
4,365,366	2,694,542	1,670,824	62.0%
268,980	1,217,777	(948,797)	-77.9%
(13,375,469)	(13,608,336)	232,867	-1.7%
(3,095,018)	(3,090,217)	(4,801)	0.2%
1,109,338	1,115,480	(6,142)	-0.6%
429,423	418,866	10,557	2.5%
<u>(10,297,380)</u>	<u>(11,251,888)</u>	<u>954,508</u>	-8.5%
11,190,087	6,513,860	4,676,227	71.8%
9,069,230	4,576,617	4,492,613	98.2%
3,647,590	1,869,582	1,778,008	95.1%
3,095,018	3,090,217	4,801	0.2%
(6,547,590)	(6,038,185)	(509,405)	8.4%
<u>31,158</u>	<u>-</u>	<u>31,158</u>	NA
20,485,493	10,012,091	10,473,402	104.6%
556,716,635	549,652,226	7,064,409	
<u>\$577,202,128</u>	<u>\$559,664,317</u>	<u>\$17,537,811</u>	3.1%

These statements should be read in conjunction with the Management Discussion and Analysis in the September 2018 Financial Report.

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA WATER

SUMMARY OF REVENUES AND BILLINGS
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	OCTOBER 2018	OCTOBER 2017
SALES OF WATER		
Residential and Domestic	\$5,731,550	\$5,813,429
Commercial and Industrial	1,907,229	1,756,479
Special Rate	640,580	590,518
Sales to Other Utilities	232,866	265,248
Total	<u>\$8,512,225</u>	<u>\$8,425,674</u>

BILLINGS (NUMBER OF MONTHS BILLED)

Residential and Domestic	107,078	106,884
Commercial and Industrial	6,976	7,112
Sales to Other Utilities	15	17
Total	<u>114,069</u>	<u>114,013</u>

YEAR TO DATE		2018 OVER (UNDER) 2017	PERCENT CHANGE
OCTOBER 31, 2018	OCTOBER 31, 2017		
\$48,423,643	\$44,976,306	\$3,447,337	7.7%
16,626,959	14,913,076	1,713,883	11.5%
5,700,158	5,220,943	479,215	9.2%
2,736,117	2,551,283	184,834	7.2%
<u>\$73,486,877</u>	<u>\$67,661,608</u>	<u>\$5,825,269</u>	8.6%
972,208	957,431	14,777	1.5%
66,852	65,946	906	1.4%
150	170	(20)	-11.8%
<u>1,039,210</u>	<u>1,023,547</u>	<u>15,663</u>	1.5%

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA WATER

SUMMARY OF WATER BILLED
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	MILLION GALLONS, TOTAL			
	OCTOBER 2018	OCTOBER 2017	YEAR TO DATE	
			OCTOBER 31, 2018	OCTOBER 31, 2017
WATER BILLED				
Residential and Domestic	890.58	988.01	7,425.14	7,207.71
Commercial and Industrial	345.41	320.91	2,950.46	2,725.29
Special Rate	516.95	507.27	4,835.36	4,702.92
Sales to Other Utilities	70.73	80.27	715.34	768.66
	<u>1,823.67</u>	<u>1,896.46</u>	<u>15,926.30</u>	<u>15,404.58</u>

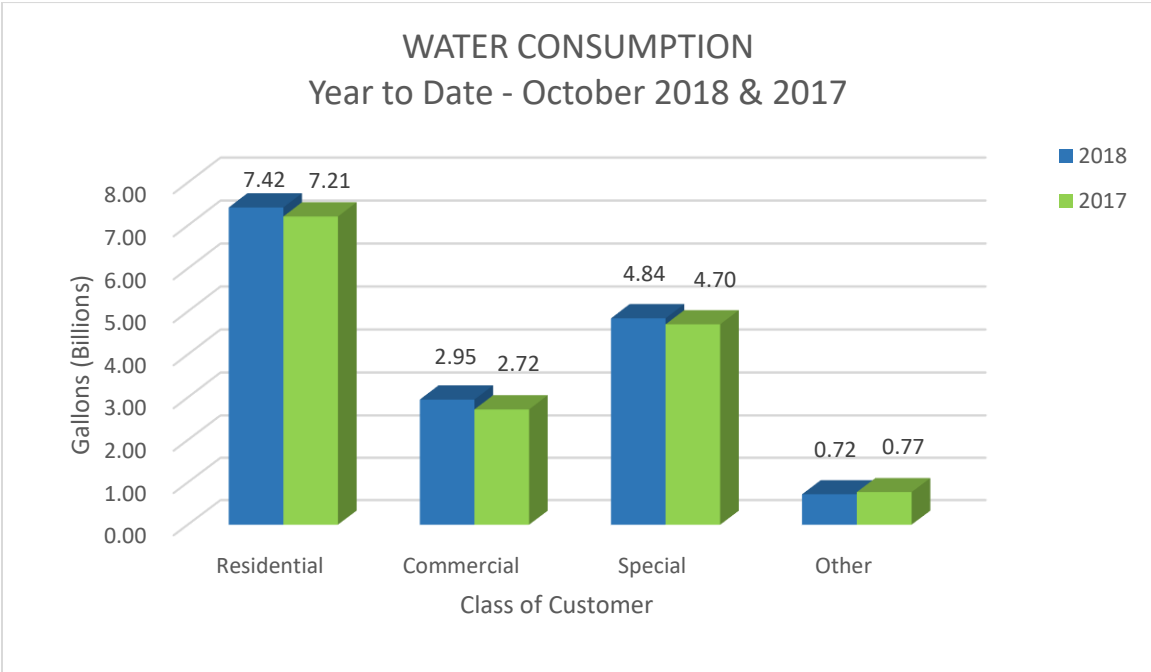
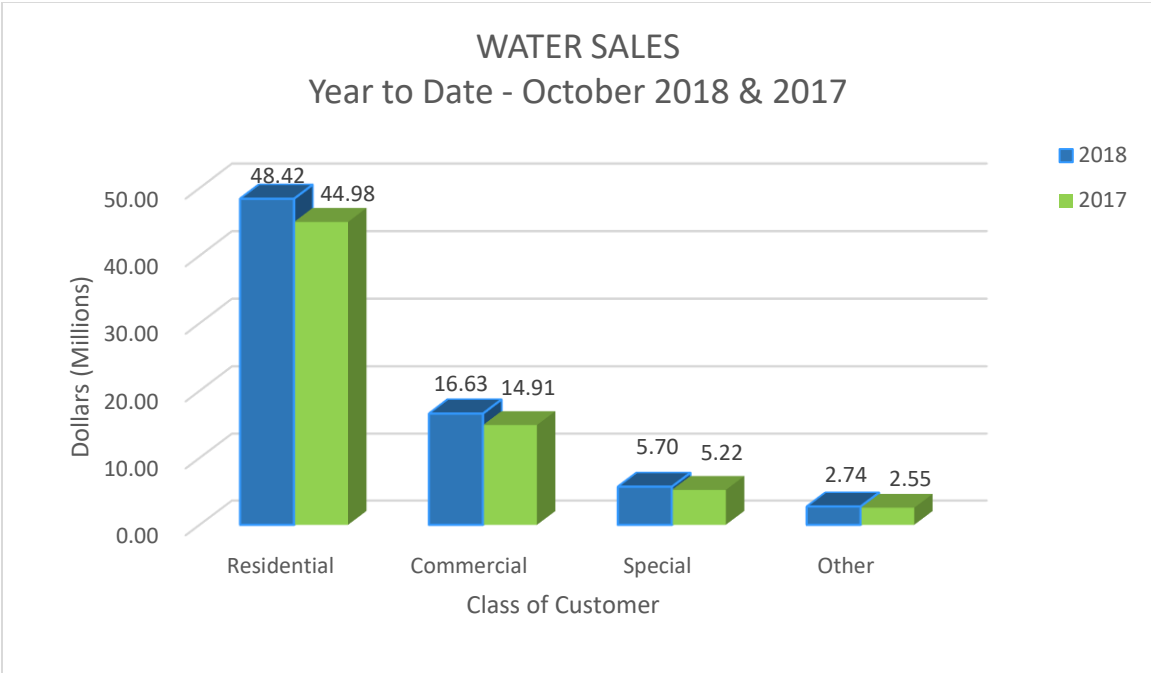
NOTE: For conversion purposes, there are approximately 748 gallons in every 100 cubic feet of water.

MILLION GALLONS, AVERAGE DAILY

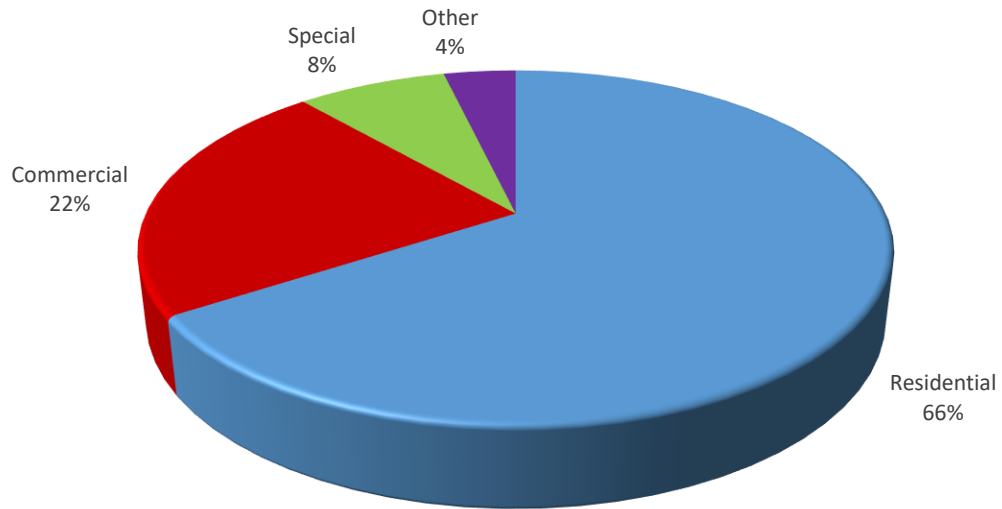
OCTOBER 2018	OCTOBER 2017
28.73	31.87
11.14	10.35
16.68	16.36
2.28	2.59
58.83	61.17

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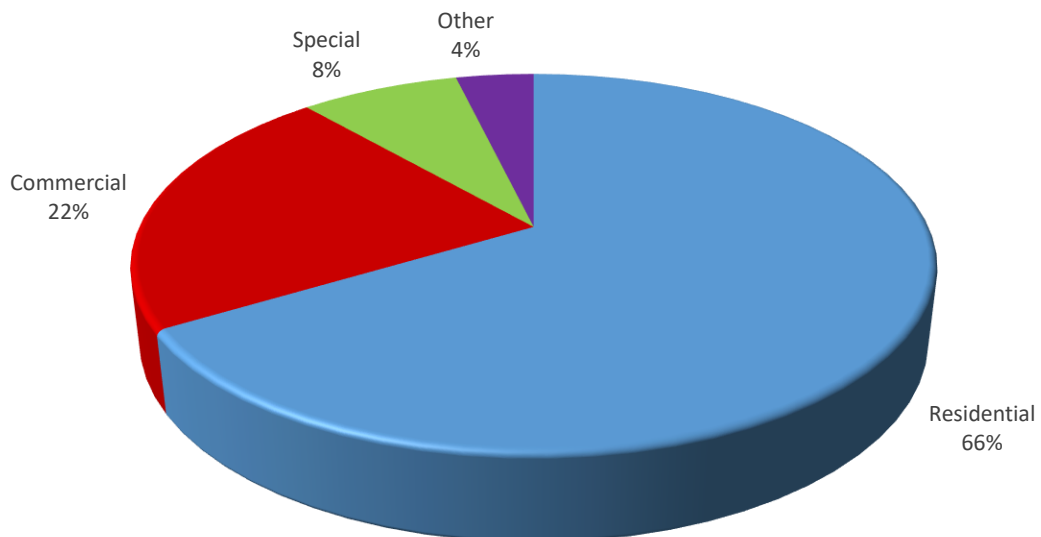
Supplemental Data



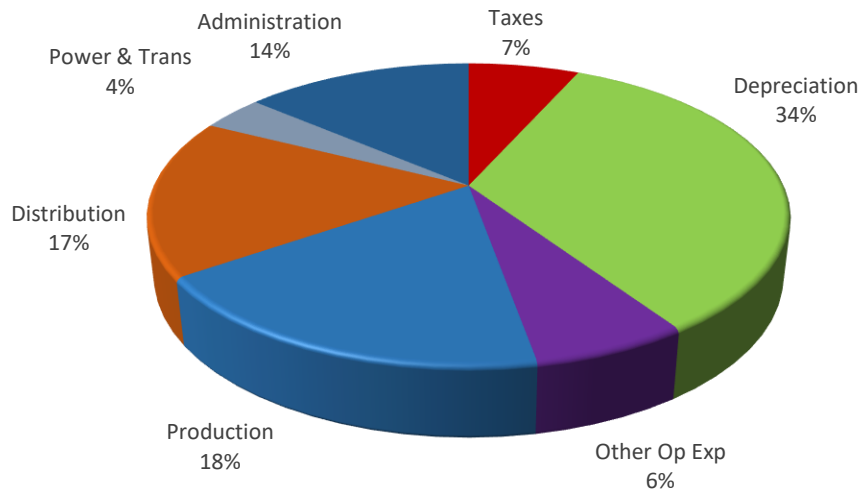
WATER SALES
Year to Date - October 2018
(\$73,486,877)



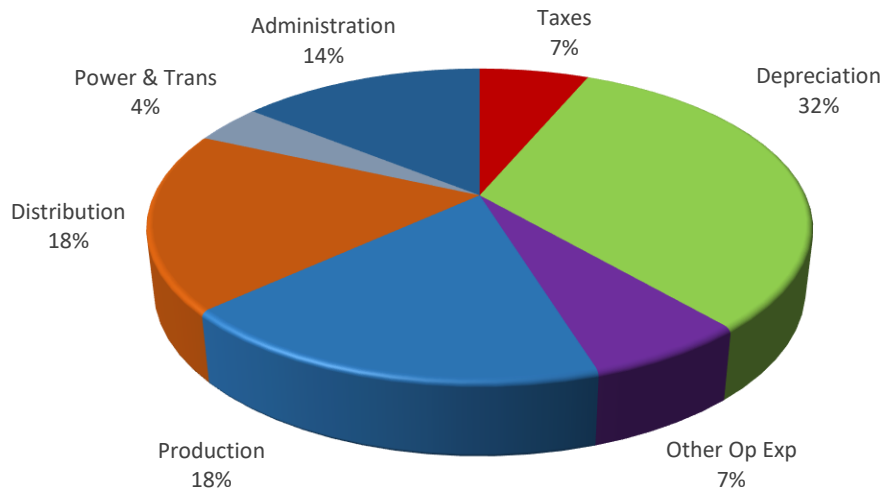
WATER SALES
Year to Date - October 2017
(\$67,661,608)



TOTAL OPERATING EXPENSES
Year to Date - October 2018
(\$65,148,855)



TOTAL OPERATING EXPENSES
Year to Date - October 2017
(\$62,296,835)





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OCTOBER

TACOMA RAIL

2018

**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

DALE KING

Rail Superintendent

ANDREW CHERULLO

Finance Director

DEPARTMENT OF PUBLIC UTILITIES

CITY OF TACOMA

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

TACOMA RAIL

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.

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CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA RAIL

STATEMENTS OF NET POSITION

ASSETS	OCTOBER 31,	
	2018	2017
CAPITAL ASSETS		
Road and Equipment Property	\$46,585,758	\$43,727,752
Less Accumulated Depreciation	(21,506,618)	(19,793,587)
Total	25,079,140	23,934,165
Construction Work in Progress	670,204	2,983,039
Net Capital Assets	25,749,344	26,917,204
 CURRENT ASSETS		
Cash & Equity in Pooled Investments	12,523,860	9,472,826
Customer Accounts Receivable	3,168,161	2,625,308
Prepayments	297,968	1,424,890
Materials and Supplies Inventory.....	1,249,325	1,092,848
Total Current Assets	17,239,314	14,615,872
 TOTAL ASSETS	\$42,988,658	\$41,533,076

These statements should be read in conjunction with the Notes to Financial Statements contained in the 2017 Annual Report.

	OCTOBER 31,	OCTOBER 31,
NET POSITION AND LIABILITIES	2018	2017
NET POSITION		
Net Investment in Capital Assets.....	\$20,434,860	\$20,782,477
Unrestricted	10,611,397	9,256,727
TOTAL NET POSITION	31,046,257	30,039,204
LONG-TERM DEBT, NET OF CURRENT MATURITIES		
State Loans.....	4,494,234	5,314,478
Total Long-Term Liabilities	4,494,234	5,314,478
CURRENT LIABILITIES		
Accounts Payable	537,411	481,355
Wages Payable	571,109	517,828
Unemployment and other Tax Payables	296,488	193,933
Volume Incentive Payable	83,334	-
Current Portion of Long Term Debt	820,250	820,250
Current Portion of Compensated Absences	112,418	111,516
Total Current Liabilities	2,421,010	2,124,882
LONG-TERM LIABILITIES		
On the Job Injury Reserve	817,990	809,945
Long Term Portion of Compensated Absences	1,011,762	1,003,644
Other Long-Term Liabilities	3,197,405	2,240,923
Total Long-Term Liabilities	5,027,157	4,054,512
TOTAL LIABILITIES	11,942,401	11,493,872
TOTAL NET POSITION AND LIABILITIES	\$42,988,658	\$41,533,076

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA RAIL

STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

	OCTOBER 2018	OCTOBER 2017
OPERATING REVENUES		
Switching Revenues	\$2,249,837	\$1,930,947
Demurrage and Other Operating Revenues	469,681	344,337
Total Operating Revenues	2,719,518	2,275,284
OPERATING EXPENSES		
Maintenance of Way and Structures		
Salaries and Wages	85,867	83,052
Supplies and Expense	169,746	108,149
Mechanical		
Salaries and Wages	175,765	170,340
Supplies and Expense	438,966	308,598
Operations		
Salaries and Wages	854,725	786,705
Supplies and Expense	124,645	136,898
Administration		
Salaries and Wages	202,490	195,200
Supplies and Expense	270,388	253,057
Taxes - State	38,025	32,058
Depreciation	144,998	152,340
Total Operating Expenses	2,505,615	2,226,397
Net Operating Income	213,903	48,887
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	16,800	8,398
Loss from Disposition of Property	-	(649,715)
Miscellaneous	84,169	71,770
Interest Expense	-	-
Total Non-Operating Revenues	100,969	(569,547)
Contributions - Grants	-	-
Contributions - Others	-	-
Total Contributions	-	-
Transfers		
City of Tacoma Gross Earnings Tax	(225,639)	(136,459)
Total Transfers	(225,639)	(136,459)
CHANGE IN NET POSITION	<u>\$89,233</u>	<u>(\$657,119)</u>
TOTAL NET POSITION - JANUARY 1		
TOTAL NET POSITION - OCTOBER 31		

These statements should be read in conjunction with the Management Discussion and Analysis in the September 2018 Financial Report.

YEAR TO DATE			
OCTOBER 31, 2018	OCTOBER 31, 2017	2018/2017 VARIANCE	PERCENT CHANGE
\$23,060,306	\$22,275,067	\$785,239	3.5%
4,343,956	3,334,625	1,009,331	30.3%
27,404,262	25,609,692	1,794,570	7.0%
759,808	773,699	(13,891)	-1.8%
1,254,099	1,071,115	182,984	17.1%
1,645,713	1,627,383	18,330	1.1%
3,336,955	2,640,937	696,018	26.4%
8,168,637	8,173,093	(4,456)	-0.1%
1,246,754	1,359,078	(112,324)	-8.3%
2,133,471	1,969,959	163,512	8.3%
3,061,298	3,544,162	(482,864)	-13.6%
384,100	361,082	23,018	6.4%
1,448,095	1,379,436	68,659	5.0%
23,438,930	22,899,944	538,986	2.4%
3,965,332	2,709,748	1,255,584	46.3%
178,520	105,028	73,492	70.0%
-	(649,715)	649,715	-100.0%
896,811	878,087	18,724	2.1%
-	(6)	6	-100.0%
1,075,331	333,394	741,937	222.5%
112,306	-	112,306	100.0%
-	36,254	(36,254)	-100.0%
112,306	36,254	76,052	209.8%
(2,274,087)	(2,074,090)	199,997	9.6%
(2,274,087)	(2,074,090)	199,997	9.6%
2,878,882	1,005,306	\$1,873,576	186.4%
28,167,375	29,033,898		
\$31,046,257	\$30,039,204		

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
TACOMA RAIL

SUMMARY OF SWITCHING REVENUES AND SWITCHING ACTIVITIES
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	October 2018	October 2017
SWITCHING REVENUES		
LINE HAULS--INTERMODAL	\$955,552	\$691,878
LINE HAULS--COMMERCIAL	1,066,395	968,025
LINE HAULS--CAPITAL DIVISION	38,760	17,529
MISCELLANEOUS SWITCHES	189,130	253,515
TOTAL SWITCHING REVENUES	<u>\$2,249,837</u>	<u>\$1,930,947</u>
 SWITCHING ACTIVITIES (CARS)		
LINE HAULS--INTERMODAL	5,713	3,844
LINE HAULS--COMMERCIAL	2,137	1,889
LINE HAULS--CAPITAL DIVISION	68	42
MISCELLANEOUS SWITCHES	1,132	1,692
TOTAL CARS SWITCHED	<u>9,050</u>	<u>7,467</u>

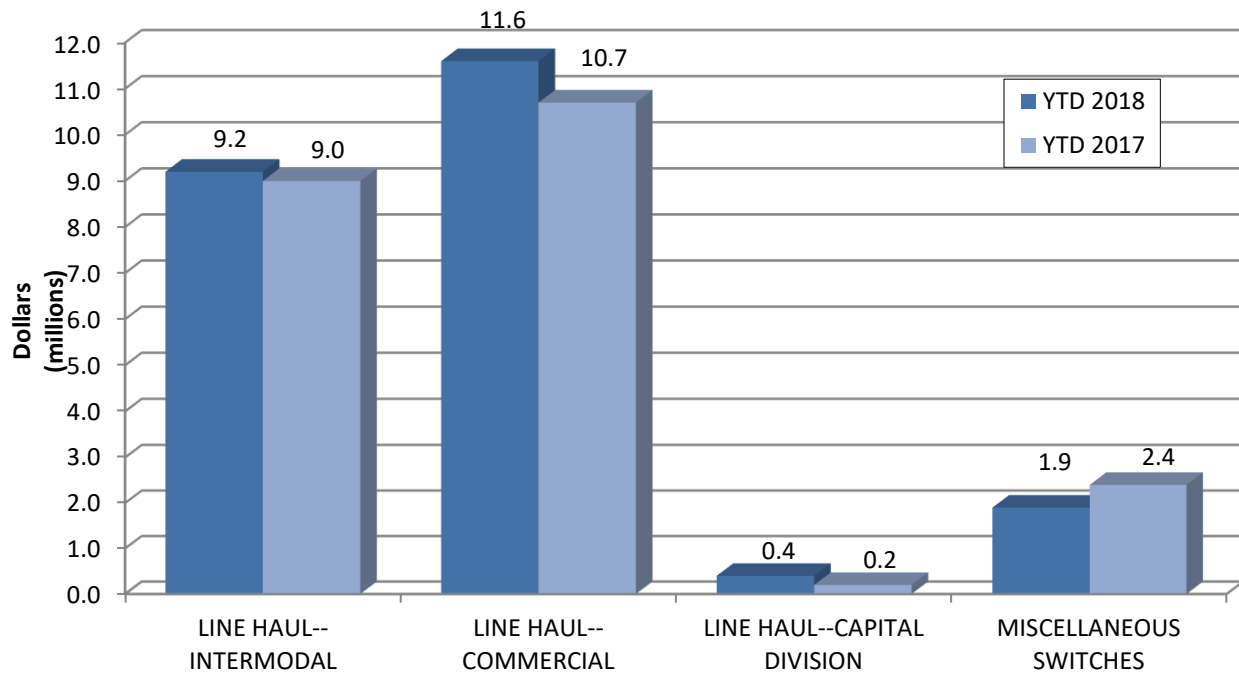
YEAR TO DATE			
October 31, 2018	October 31, 2017	2018/2017 VARIANCE	PERCENT CHANGE
\$9,171,334	\$8,968,221	\$203,113	2.3%
11,651,592	10,689,230	962,362	9.0%
359,503	234,974	124,529	53.0%
<u>1,877,877</u>	<u>2,382,642</u>	<u>(504,765)</u>	<u>-21.2%</u>
<u>\$23,060,306</u>	<u>\$22,275,067</u>	<u>\$785,239</u>	<u>3.5%</u>
54,175	51,823	2,352	4.5%
23,085	23,302	(217)	-0.9%
648	563	85	15.1%
<u>11,203</u>	<u>13,762</u>	<u>(2,559)</u>	<u>-18.6%</u>
<u>89,111</u>	<u>89,450</u>	<u>(339)</u>	<u>-0.4%</u>

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Supplemental Data

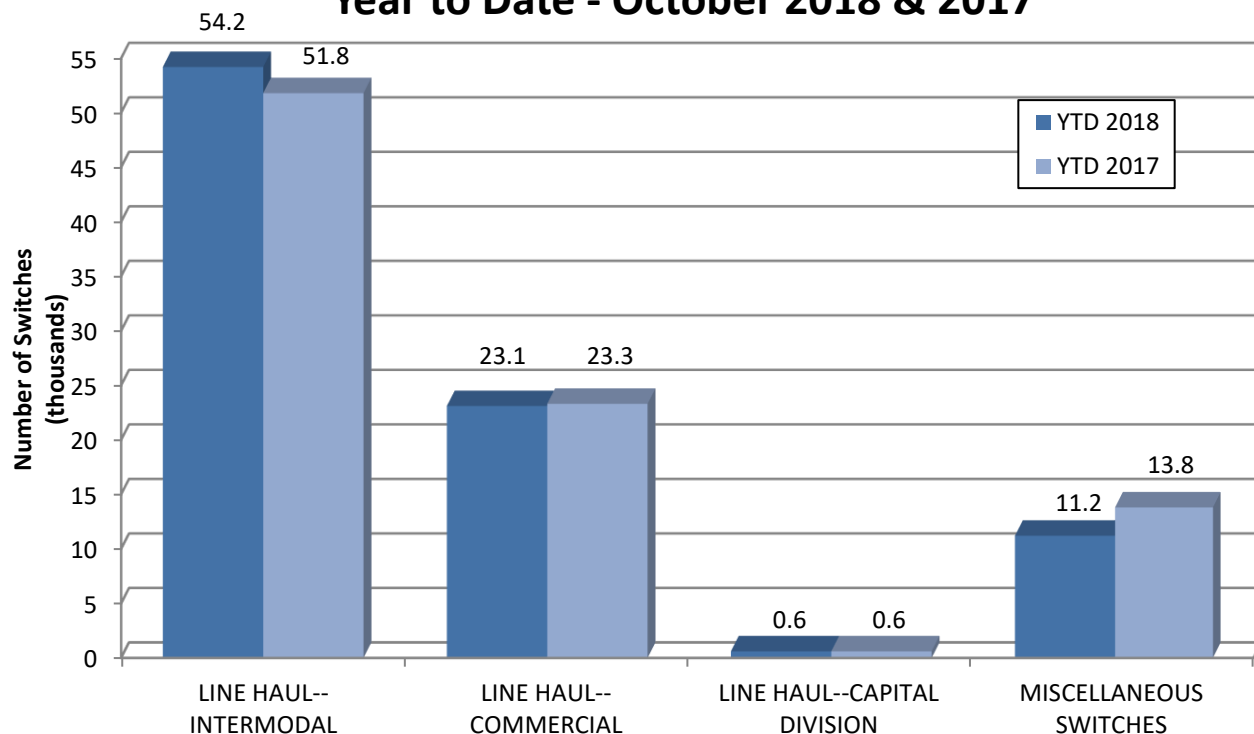
SWITCHING REVENUES

Year to Date - October 2018 & 2017

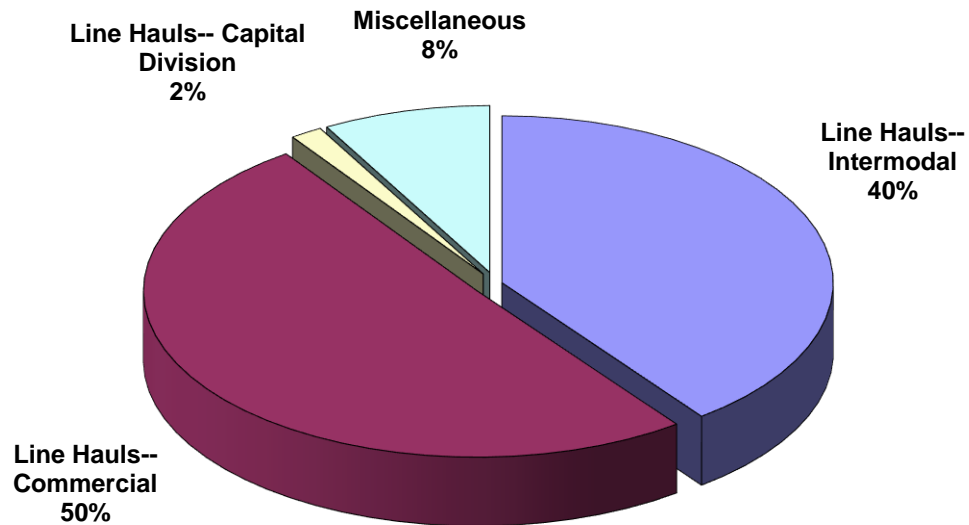


SWITCHING ACTIVITIES

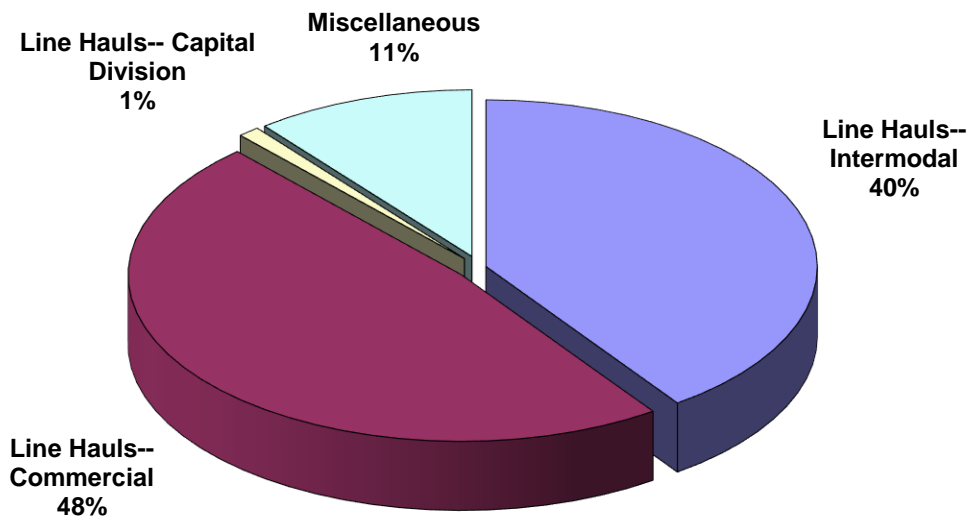
Year to Date - October 2018 & 2017



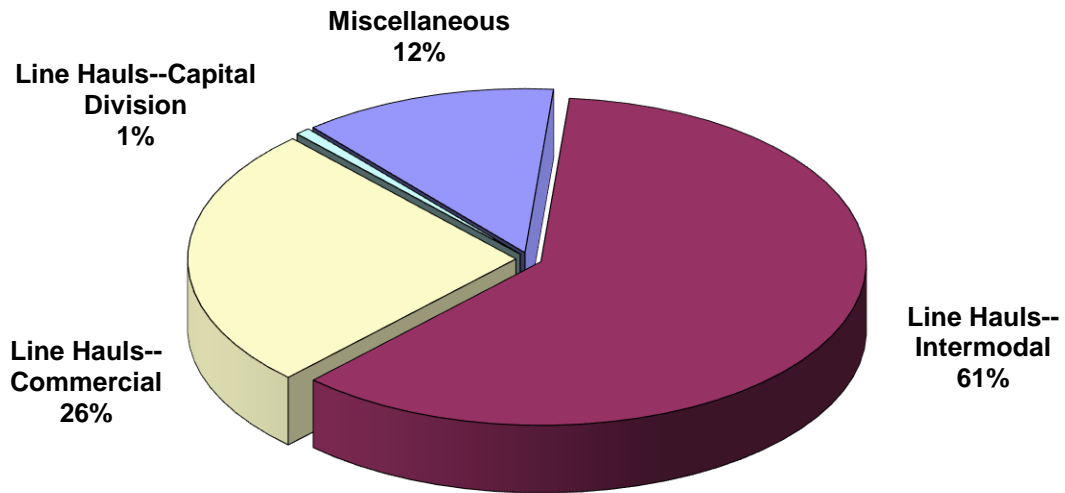
SWITCHING REVENUES
Year to Date - October 2018 (\$23,060,306)



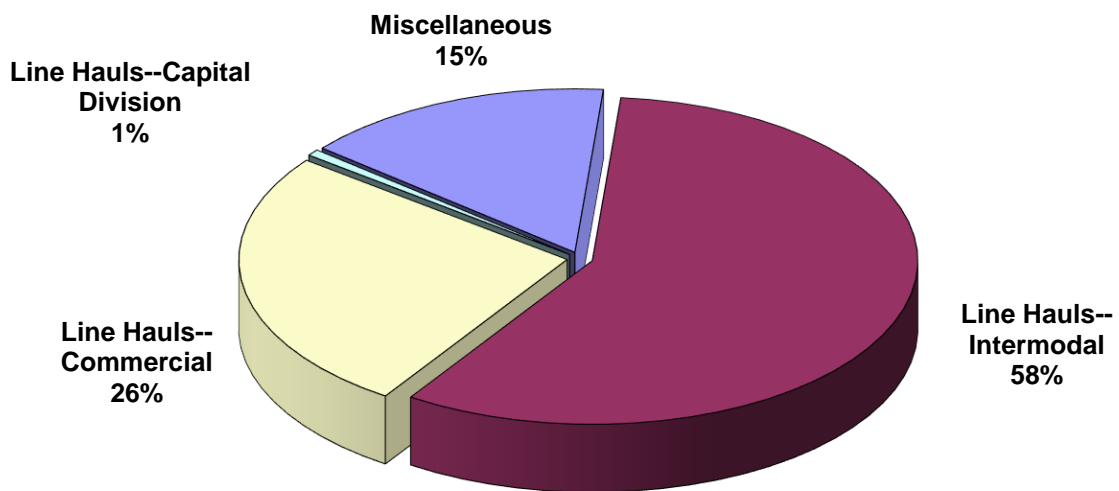
SWITCHING REVENUES
Year to Date - October 2017 (\$22,275,067)



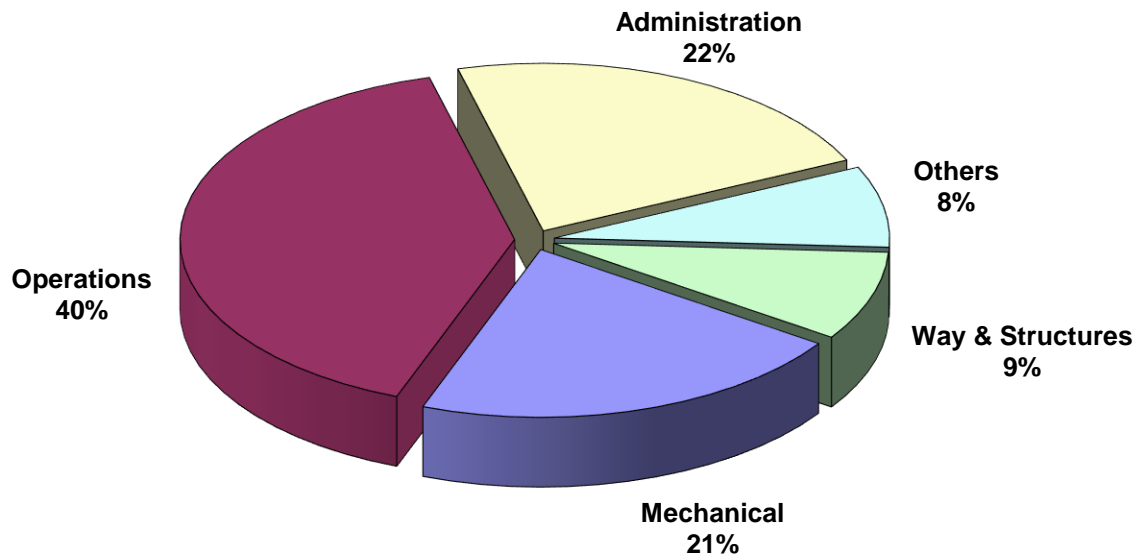
SWITCHING ACTIVITY
Year to Date - October 2018 (89,111 cars)



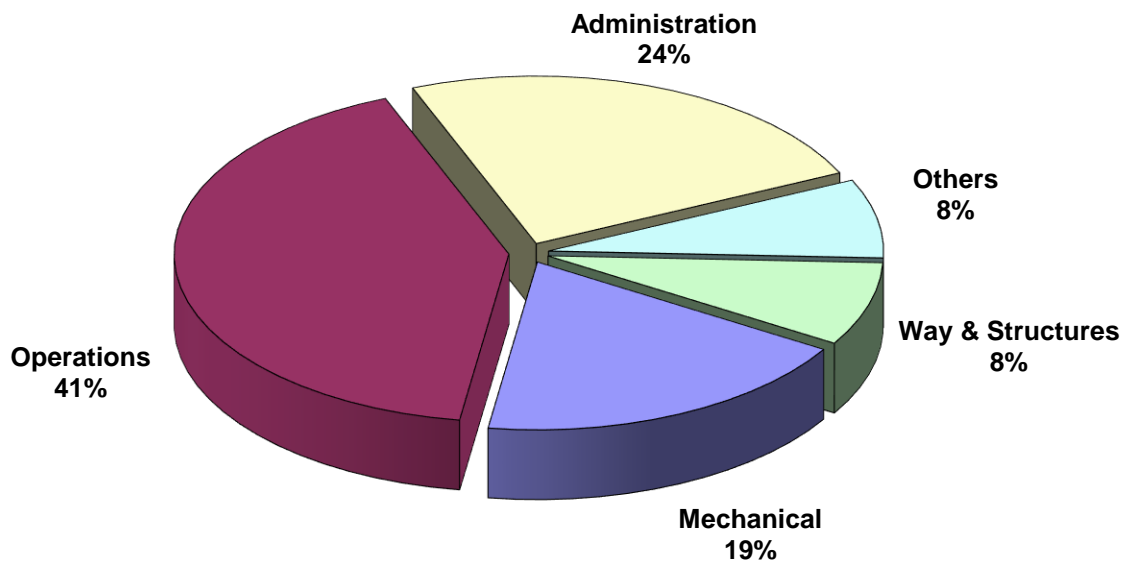
SWITCHING ACTIVITY
Year to Date - October 2017 (89,450 cars)



TOTAL OPERATING EXPENSES
Year to Date - October 2018 (\$23,438,930)



TOTAL OPERATING EXPENSES
Year to Date - October 2017 (\$22,899,944)





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OCTOBER

FLEET SERVICES FUND

2018

**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

DON ASHMORE

Utilities Fleet Manager

ANDREW CHERULLO

Finance Director

DEPARTMENT OF PUBLIC UTILITIES

CITY OF TACOMA

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CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES

FLEET SERVICES FUND

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.

STATEMENTS OF NET POSITION	1 - 2
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	3 - 4
SUPPLEMENTAL DATA	6 - 8

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
FLEET SERVICES FUND

STATEMENTS OF NET POSITION
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
FIXED		
Office Furniture and Equipment	\$616,901	\$616,901
Stores and Shop Equipment	719,411	719,381
Transportation Equipment	46,724,372	42,380,203
Power-Operated Equipment	16,749,357	16,783,385
Accumulated Depreciation	<u>(39,124,606)</u>	<u>(37,499,200)</u>
Total Fixed Assets	25,685,435	23,000,670
Construction Work in Progress	<u>915,283</u>	<u>2,614,253</u>
Net Fixed Assets	26,600,718	25,614,923
CURRENT		
Current Fund Cash & Equity in Pooled Investments	16,392,499	19,171,015
Materials and Supplies	<u>345,865</u>	<u>305,990</u>
Total Current Assets	16,738,364	19,477,005
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows for Pensions	<u>915,881</u>	<u>964,710</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS.....	<u><u>\$44,254,963</u></u>	<u><u>\$46,056,638</u></u>

These statements should be read in conjunction with the Notes to Financial Statements contained in the 2017 Annual Report.

	2018	2017
NET POSITION AND LIABILITIES		
NET POSITION		
Net Investment in Capital Assets	\$26,600,718	\$25,614,923
Restricted for:		
Tacoma Power	18,095,346	18,095,346
Tacoma Water	7,199,933	7,199,933
Tacoma Rail	981,147	981,147
Unrestricted	<u>(10,226,703)</u>	<u>(7,317,227)</u>
TOTAL NET POSITION	42,650,441	44,574,122
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable & Other	183,859	230,470
Wages Payable	<u>148,154</u>	<u>129,760</u>
Total Current Liabilities	332,013	360,230
LONG-TERM LIABILITIES		
Employee Vacation and Sick Leave Accrual	209,679	231,004
Net Pension Liability	<u>874,422</u>	<u>835,359</u>
Total Long-term Liabilities	1,084,101	1,066,363
TOTAL LIABILITIES	1,416,114	1,426,593
DEFERRED INFLOW OF RESOURCES		
Deferred Inflows for Pensions	<u>188,408</u>	<u>55,923</u>
TOTAL NET POSITION, LIABILITIES AND DEFERRED INFLOWS	<u>\$44,254,963</u>	<u>\$46,056,638</u>

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
FLEET SERVICES FUND

STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	OCTOBER 2018	OCTOBER 2017
OPERATING REVENUE		
Maintenance Revenue	\$208,672	\$188,321
Capital Recovery	213,684	205,423
Administrative Overhead	112,579	118,657
Fuel and Fuel Loading	6,951	5,086
Pool Car Rental	16,541	9,091
Total Operating Revenue	558,427	526,578
OPERATING EXPENSES		
Repairs and Servicing		
Shop Operations	219,019	188,375
Outside Services	124	176
Total Repairs and Servicing	219,143	188,551
Stores Operations	32,498	28,610
Administration	136,517	213,343
Depreciation	287,498	287,190
Total Operating Expenses	675,656	717,694
OPERATING INCOME	(117,229)	(191,116)
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	6,109	7,041
Gain (Loss) on Disposition of Equipment	-	312,275
Sale of Scrap	-	610
Total Non-Operating Revenues (Expenses)	6,109	319,926
CHANGE IN NET POSITION	(\$111,120)	\$128,810
TOTAL NET POSITION - JANUARY 1		
TOTAL NET POSITION - OCTOBER 31		

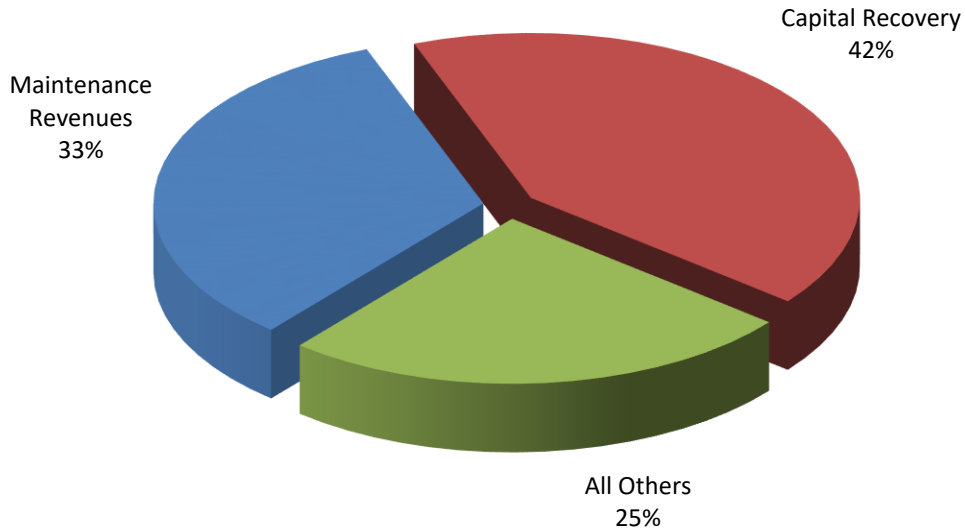
These statements should be read in conjunction with the Management Discussion and Analysis in the September 2018 Financial Report.

YEAR TO DATE			
OCTOBER 2018	OCTOBER 2017	2018/2017 VARIANCE	PERCENT CHANGE
\$1,680,490	\$1,850,797	(\$170,307)	-9.2%
2,107,022	1,944,249	162,773	8.4%
1,121,358	1,146,681	(25,323)	-2.2%
55,930	44,984	10,946	24.3%
108,003	96,219	11,784	12.2%
5,072,803	5,082,930	(10,127)	-0.2%
1,980,432	2,153,169	(172,737)	-8.0%
47,520	27,303	20,217	74.0%
2,027,952	2,180,472	(152,520)	-7.0%
277,425	260,219	17,206	6.6%
1,593,266	1,280,059	313,207	24.5%
2,966,435	2,925,005	41,430	1.4%
6,865,078	6,645,755	219,323	3.3%
(1,792,275)	(1,562,825)	(229,450)	14.7%
189,354	108,559	80,795	74.4%
185,876	433,568	(247,692)	-57.1%
555	13,123	(12,568)	-95.8%
375,785	555,250	(179,465)	-32.3%
(1,416,490)	(1,007,575)	(\$408,915)	40.6%
44,066,931	45,581,697		
\$42,650,441	\$44,574,122		

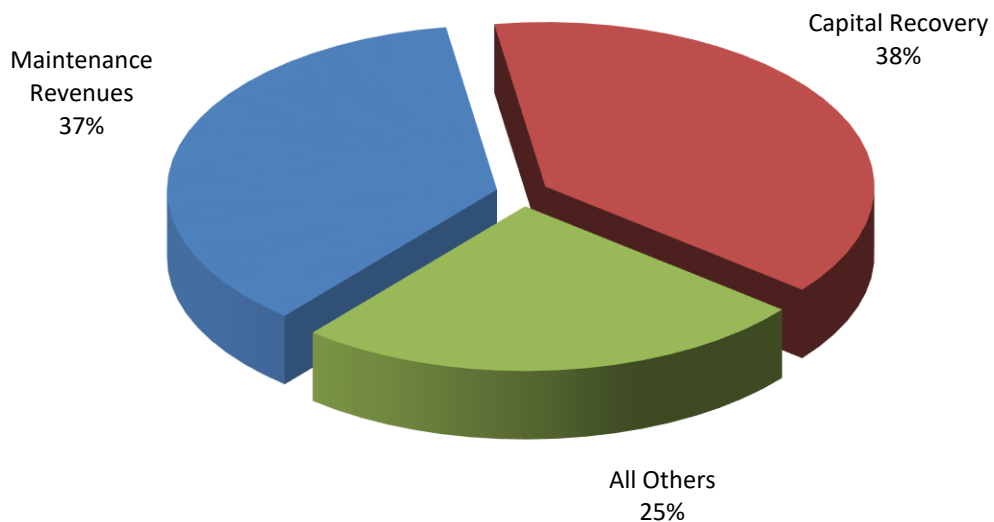
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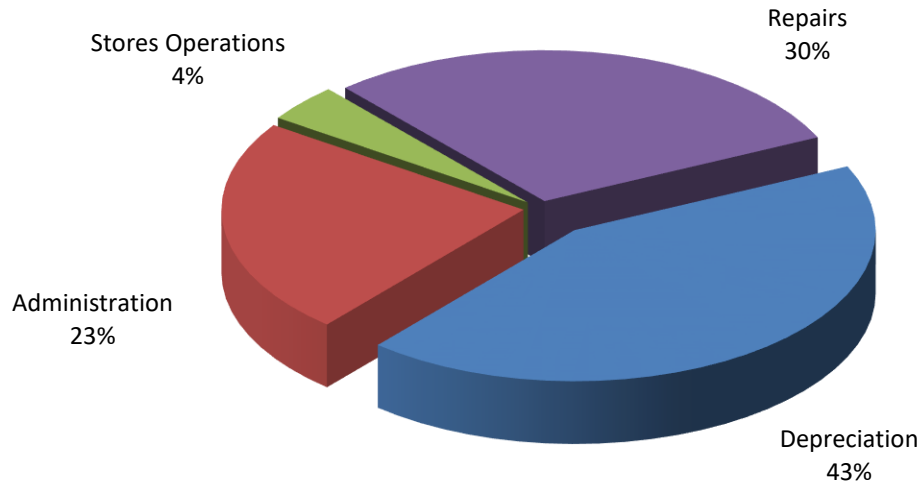
TOTAL OPERATING REVENUES
Year to Date - October 2018 (\$5,072,803)



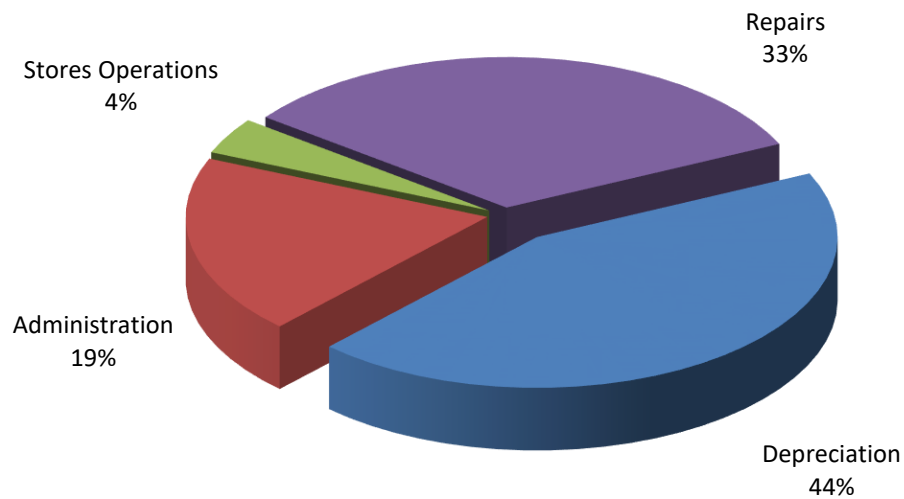
TOTAL OPERATING REVENUES
Year to Date - October 2017 (\$5,082,930)



TOTAL OPERATING EXPENSES
Year to Date - October 2018 (\$6,865,078)



TOTAL OPERATING EXPENSES
Year to Date - October 2017 (\$6,645,755)





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OCTOBER

SELF-INSURANCE CLAIM FUND

2018

**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

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CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES

SELF-INSURANCE CLAIM FUND

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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.

STATEMENTS OF NET POSITION	1
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	2 - 3

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CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
SELF-INSURANCE CLAIM FUND

STATEMENTS OF NET POSITION - OCTOBER 31, 2018 AND OCTOBER 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
CURRENT		
Cash and Equity in Pooled Investments	<u>\$7,828,909</u>	<u>\$6,885,591</u>
TOTAL ASSETS	<u><u>\$7,828,909</u></u>	<u><u>\$6,885,591</u></u>
 NET POSITION AND LIABILITIES		
NET POSITION		
Restricted:		
Interfund Contributions	<u>\$1,561,186</u>	<u>\$1,538,202</u>
TOTAL NET POSITION	1,561,186	1,538,202
CURRENT LIABILITIES		
Accounts Payable Claims	6,264,230	5,345,505
Accounts Payable Claims Handling	<u>3,493</u>	<u>1,884</u>
TOTAL LIABILITIES	<u>6,267,723</u>	<u>5,347,389</u>
TOTAL NET POSITION AND LIABILITIES	<u><u>\$7,828,909</u></u>	<u><u>\$6,885,591</u></u>

These statements should be read in conjunction with the Notes to Financial Statements contained in the 2017 Annual Report.

CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
SELF-INSURANCE CLAIM FUND

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
OCTOBER 31, 2018 AND OCTOBER 31, 2017

	OCTOBER 2018	OCTOBER 2017
INCOME		
Premiums	\$128,333	\$128,333
Interest	11,767	6,981
	<hr/>	<hr/>
TOTAL INCOME	140,100	135,314
 EXPENSES		
Claims	7,074	1,496
Litigation Expense and Settlements	30,499	15,725
Incidental and Administrative Expense	7,793	10,622
	<hr/>	<hr/>
TOTAL EXPENSES	45,366	27,843
	<hr/>	<hr/>
CHANGE IN NET POSITION	\$94,734	\$107,471
	<hr/>	<hr/>
TOTAL NET POSITION - JANUARY 1		
TOTAL NET POSITION - OCTOBER 31		

These statements should be read in conjunction with the Management Discussion and Analysis in the September 2018 Financial Report.

YEAR-TO-DATE			
OCTOBER 2018	OCTOBER 2017	2018/2017 VARIANCE	PERCENT CHANGE
\$2,983,333	\$950,000	\$ 2,033,333	214.0%
137,172	91,039	46,133	50.7%
3,120,505	1,041,039	2,079,466	199.7%
2,450,918	1,903,709	547,209	28.7%
112,181	289,100	(176,919)	-61.2%
146,628	116,479	30,149	25.9%
2,709,727	2,309,288	400,439	17.3%
410,778	(1,268,249)	1,679,027	-132.4%
1,150,408	2,806,451	(1,656,043)	
\$1,561,186	\$1,538,202	\$22,984	



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