



Comprehensive Annual Financial Report

For the Year Ended June 30, 2020

Administration Committee

November 10, 2020

Presenter: Wally Ritchie, Controller



CAFR Overview



Meet criteria for GFOA Award - 25 Consecutive Awards

Present OCSD's Financial Information

3 Areas of Review

- Financial Position
- Available Resources
- Financial Performance

Independent Auditor – Macias Gini & O'Connell, LLP

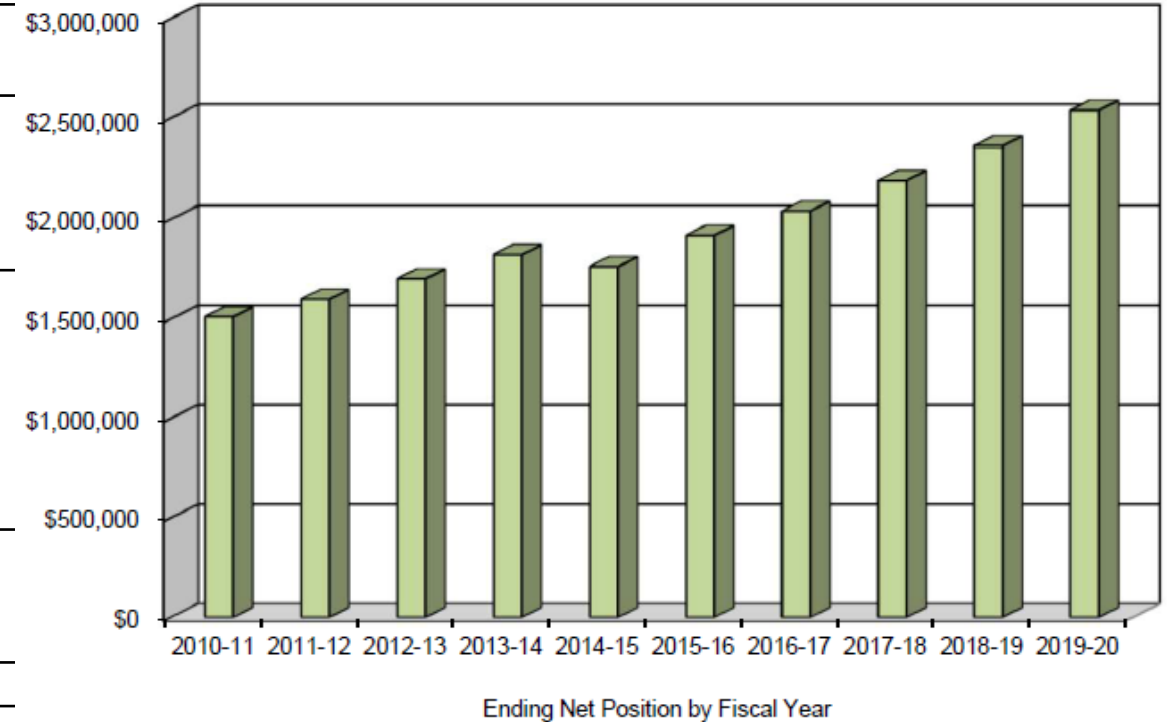
Financial Position



- Net Position - \$2.5 billion
 - Change in Net Position - \$178.5 million

(Dollars in thousands)

	June 30, 2020	June 30, 2019	Increase (Decrease)	% Increase (Decrease)
Total Revenues	492,397	477,088	15,309	3.2%
Total Expenses	(336,482)	(332,407)	4,075	1.2%
Income before capital contributions	155,915	144,681	11,234	7.8%
Capital facilities capacity charges	22,593	21,032	1,561	7.4%
Increase in net position	178,508	165,713	12,795	7.7%
Beginning net position	2,360,502	2,194,789	165,713	7.6%
Ending net position	\$ 2,539,010	\$ 2,360,502	\$ 178,508	7.6%



Capital Assets



Major capital asset additions for the current fiscal year included the following:

- \$23.0 million Newhope-Placentia Trunk Replacement
- \$19.8 million Ocean Outfall System Rehabilitation
- \$12.0 million Primary Treatment Rehabilitation at Plant No. 2
- \$ 9.8 million Headworks Rehabilitation and Expansion at Plant No. 1
- \$ 6.5 million Safety Improvements Program
- \$ 5.6 million Headquarters Complex and Site Security at Plant No. 1
- \$ 5.2 million Westminster Blvd Force Main Replacement
- \$ 4.5 million Sludge Dewatering and Odor control at Plant 1
- \$ 4.4 million Sludge Dewatering and Odor Control at Plant 2
- \$ 3.4 million Digester Gas Facilities Rehabilitation

Available Resources

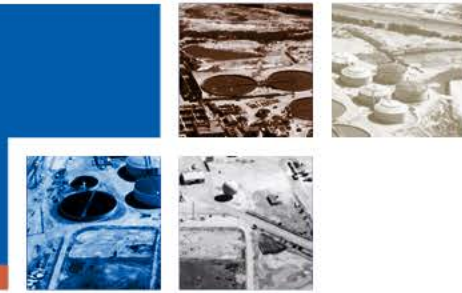


- Cash & Investments - \$880.8 million
 - Increase of \$120.3 million

Cash and investments consist of the following as of June 30, 2020:

Cash on hand	\$ 6,500
Deposits with financial institutions	9,056,262
Managed portfolio - cash and investments	<u>871,718,615</u>
Subtotal - unrestricted cash and investments	880,781,377
Monies held by trustees:	
Cash and cash equivalents	<u>6,998</u>
Grand total cash and investments	<u><u>\$ 880,788,375</u></u>

Financial Performance – Operations



<u>Category</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>Change</u>	<u>%</u>
Salaries and benefits	\$ 82.9 M	\$ 85.5 M	\$ (2.6 M)	-3.0%
Utilities	8.6 M	7.7 M	0.9 M	11.7%
Supplies, repairs and maintenance	44.1 M	31.8 M	12.3 M	38.7%
Contractual services	24.6 M	26.1 M	(1.5 M)	-5.8%
Feasibility studies	5.1 M	5.9 M	(0.8 M)	-13.6%
Other	3.0 M	9.6 M	(6.6 M)	68.8%
Total	\$ 168.3 M	\$ 166.6 M	\$ 1.7 M	1.0%

- \$12.3 million increase in supplies, repairs and maintenance due to \$9.9 million increase in repairs and maintenance services and materials