

Proprietary Funds
Statement of Net Position
September 30, 2020
(In thousands)

	<u>Austin Energy</u>
ASSETS	
Current assets:	
Cash	\$ 26
Pooled investments and cash	402,292
Pooled investments and cash - restricted	38,185
Total pooled investments and cash	440,477
Investments - restricted	81,383
Cash held by trustee	--
Cash held by trustee - restricted	--
Working capital advances	2,724
Accounts receivable, net of allowance	141,686
Interest receivable	1,176
Receivables from other governments	--
Receivables from other governments - restricted	1,596
Due from other funds	392
Inventories, at cost	98,220
Prepaid items	21,566
Other receivables - restricted	--
Other assets	3,500
Total current assets	792,746
Noncurrent assets:	
Cash - restricted	4,839
Pooled investments and cash - restricted	65,646
Advances to other funds	6,105
Advances to other funds - restricted	--
Investments - restricted	297,288
Investments held by trustee - restricted	235,554
Interest receivable - restricted	464
Depreciable capital assets, net	2,669,442
Nondepreciable capital assets	298,395
Derivative instruments - energy risk management	96
Regulatory assets, net of accumulated amortization	941,174
Other receivables - restricted	5,369
Other long-term assets	740
Other long-term assets - restricted	52,945
Total noncurrent assets	4,578,057
Total assets	5,370,803
DEFERRED OUTFLOWS OF RESOURCES	\$ 454,456

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	<u>Austin Energy</u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 86,180
Accounts and retainage payable from restricted assets	16,815
Accrued payroll	10,144
Accrued compensated absences	11,867
Claims payable	242
Due to other funds	--
Due to other governments	4,349
Accrued interest payable from restricted assets	28,253
Interest payable on other debt	60
Bonds payable	--
Bonds payable from restricted assets	78,890
Other postemployment benefits liability	6,818
Capital lease obligations payable	63
Customer and escrow deposits payable from restricted assets	36,991
Accrued landfill closure and postclosure costs	--
Decommissioning liability payable from restricted assets	1,194
Other liabilities	1,133
Other liabilities payable from restricted assets	517
Total current liabilities	<u>283,516</u>
Noncurrent liabilities, net of current portion:	
Accrued compensated absences	1,633
Claims payable	10
Advances from other funds	--
Advances from other funds payable from restricted assets	--
Commercial paper notes payable, net of discount	162,480
Bonds payable, net of discount and inclusive of premium	1,821,102
Net pension liability	325,229
Other postemployment benefits liability	417,226
Capital lease obligations payable	756
Accrued landfill closure and postclosure costs	--
Asset retirement obligations	416,680
Derivative instruments - energy risk management	76
Derivative instruments - interest rate swaps	--
Other liabilities	34,108
Other liabilities payable from restricted assets	1,792
Total noncurrent liabilities	<u>3,181,092</u>
Total liabilities	<u>3,464,608</u>
 DEFERRED INFLOWS OF RESOURCES	 <u>\$ 486,654</u>

Proprietary Funds
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	<u>Austin Energy</u>
NET POSITION	
Net investment in capital assets	\$ 626,987
Restricted for:	
Bond reserve	32,034
Capital projects	51,244
Debt service	53,130
Operating reserve	--
Passenger facility charges	--
Renewal and replacement	70,293
Strategic reserve	217,419
Unrestricted	822,890
Total net position	<u><u>\$ 1,873,997</u></u>
Reconciliation to government-wide Statement of Net Position	
Adjustment to consolidate internal service activities	37,305
Total net position - Business-type activities	<u><u>\$ 1,911,302</u></u>

Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the year ended September 30, 2020
(In thousands)

	<u>Austin Energy</u>
OPERATING REVENUES	
Utility services	\$ 1,373,556
User fees and rentals	--
Billings to departments	--
Employee contributions	--
Operating revenues from other governments	--
Other operating revenues	--
Total operating revenues	<u>1,373,556</u>
OPERATING EXPENSES	
Operating expenses before depreciation	1,132,315
Depreciation and amortization	286,142
Total operating expenses	<u>1,418,457</u>
Operating income (loss)	<u>(44,901)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest and other revenues	16,334
Interest on revenue bonds and other debt	(70,641)
Passenger facility charges	--
Loss on in-substance defeasance	--
Cost (recovered) to be recovered in future years	138,250
Other nonoperating revenue (expense)	2,397
Total nonoperating revenues (expenses)	<u>86,340</u>
Income (loss) before contributions and transfers	41,439
Capital contributions	43,908
Transfers in	168
Transfers out	(120,070)
Change in net position	<u>(34,555)</u>
Beginning net position	<u>1,908,552</u>
Ending net position	<u><u>\$ 1,873,997</u></u>
Reconciliation to government-wide Statement of Activities	
Change in net position	(34,555)
Adjustment to consolidate internal service activities	5,054
Change in net position - Business-type activities	<u><u>\$ (29,501)</u></u>

Proprietary Funds
Statement of Cash Flows
For the year ended September 30, 2020
(In thousands)

	<u>Austin Energy</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers	\$ 1,405,141
Cash received from other funds	29,865
Cash payments to suppliers for goods and services	(725,664)
Cash payments to other funds	(60,783)
Cash payments to employees for services	(227,216)
Cash payments to claimants/beneficiaries	(46)
Taxes collected and remitted to other governments	(42,554)
Net cash provided by operating activities	<u>378,743</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers in	168
Transfers out	(120,070)
Collections from other sources	--
Loans to other funds	--
Loans from other funds	--
Loan repayments to other funds	--
Loan repayments from other funds	445
Collections from other governments	5,163
Net cash provided (used) by noncapital financing activities	<u>(114,294)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Proceeds from the sale of commercial paper notes	135,850
Proceeds from the sale of general obligation bonds and other tax supported debt	--
Proceeds from the sale of revenue bonds	--
Principal paid on long-term debt	(79,140)
Proceeds from the sale of capital assets	834
Interest paid on revenue bonds and other debt	(73,716)
Passenger facility charges	--
Acquisition and construction of capital assets	(265,971)
Contributions from state and federal governments	--
Contributions in aid of construction	43,908
Bond issuance costs	--
Bond premiums	--
Cash paid for bond defeasance	--
Bonds issued for advanced refundings of debt	9
Cash paid for bond refunding escrow	(9)
Cash paid to payoff commercial paper	--
Cash paid for nuclear fuel inventory	(16,321)
Net cash provided (used) by capital and related financing activities	<u>(254,556)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchase of investment securities	(533,077)
Proceeds from sale and maturities of investment securities	530,785
Interest on investments	7,830
Net cash provided (used) by investing activities	<u>5,538</u>
Net increase (decrease) in cash and cash equivalents	15,431
Cash and cash equivalents, beginning	495,557
Cash and cash equivalents, ending	<u><u>\$ 510,988</u></u>

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Austin Energy

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED BY OPERATING ACTIVITIES:**

Operating income (loss)	\$ (44,901)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization	286,142
Change in assets and liabilities:	
Decrease in working capital advances	(326)
(Increase) decrease in accounts receivable	5,619
Increase in allowance for doubtful accounts	1,520
Increase in receivables from other governments	--
(Increase) decrease in inventory	(18,486)
(Increase) decrease in prepaid expenses and other assets	31,738
Increase in advances to other funds	--
Decrease in other long-term assets	20,893
(Increase) decrease in deferred outflows	(76,573)
Decrease in accounts payable	(1,249)
Increase in accrued payroll and compensated absences	3,828
Increase in claims payable	20
Increase (decrease) in customer deposits	13,292
Increase (decrease) in net pension liability	6,450
Increase in other postemployment benefits liability	129,883
Increase (decrease) in other liabilities	95
Increase (decrease) in deferred inflows	20,798
Total adjustments	423,644
Net cash provided by operating activities	\$ 378,743

**NONCASH INVESTING, CAPITAL AND FINANCING
ACTIVITIES:**

Capital assets contributed from other funds	\$ --
Capital assets contributed to other funds	--
Contributed facilities	--
Increase in the fair value of investments	428
Amortization of bond (discounts) premiums	10,353
Amortization of deferred loss on refundings	(4,274)
Gain (loss) on disposal of assets	(2,802)
Costs (recovered) to be recovered	138,250
Transfers from other funds	--
Transfers to other funds	--