

EL PASO WATER UTILITIES
SELECTED FINANCIAL AND STATISTICAL DATA
10 Years

	2003	2002 Restated	2001	2000 Restated	1999	1998	1997	1996	1995	1994
FINANCIAL DATA*										
Total Revenue	\$114,491,777	\$108,172,868	\$99,320,529	\$113,168,052	\$92,855,694	\$91,723,076	\$85,029,993	\$82,613,486	\$76,426,790	\$78,425,556
Water System Income	54,252,737	50,319,695	48,862,970	47,364,576	45,931,220	46,540,212	43,763,405	43,968,970	44,615,068	45,929,986
Wastewater System Income	41,536,501	38,914,948	35,474,735	36,297,159	33,241,835	32,214,084	32,392,784	32,204,057	27,052,157	26,153,983
Misc. Revenue (Interest, etc.)	18,702,539	18,938,225	14,982,824	29,506,317	13,682,639	12,968,780	8,873,804	6,440,459	4,759,565	6,341,587
Paid to City of El Paso per bond covenants	6,164,963	5,742,378	5,525,245	5,861,811	5,142,066	5,370,963	4,197,908	4,089,523	4,286,356	4,486,387
Net Income (Loss)	2,068,050	(1,792,870)	2,462,131	20,830,980	9,912,964	8,254,054	5,777,365	3,355,892	1,067,659	1,293,472
Water Revenue per Customer	333.23	316.95	314.66	310.32	308.16	319.99	307.65	313.77	323.74	337.82
Wastewater Revenue per Customer	252.42	243.86	229.20	241.93	228.77	227.82	238.05	239.96	204.66	200.98
Number of Employees - Annual Average	672	662	621	629	637	647	676	693	704	679
Expenditures for Plant Additions	\$73,328,977	\$53,576,910	\$55,149,019	\$44,548,410	\$34,018,759	\$40,380,345	\$37,368,912	\$27,331,290	\$33,748,124	\$46,297,342
Bonded Debt	360,052,000	277,753,000	288,987,000	183,276,000	171,654,000	162,565,000	168,675,000	143,820,000	152,311,000	158,107,000
Outstanding Commercial Paper	10,000,000	25,000,000	-	17,000,000	15,000,000	10,000,000	10,000,000	-	-	-
Debt Service Coverage	1.59	1.51	1.86	2.85	2.98	2.94	2.43	2.36	1.96	2.09
FINANCIAL RATIOS*										
Current Ratio (Current Assets/Current Liabilities)	2.62	2.88	3.14	3.38	3.01	2.19	1.82	2.14	2.24	2.21
Acid Test Ratio (Cash & Cash Equivalents/Current Liabilities)	0.83	0.75	1.12	1.59	0.75	0.43	0.21	0.34	0.26	0.36
Operating Ratio (O&M/Total Operating Revenue)	0.60	0.65	0.61	0.57	0.59	0.61	0.62	0.65	0.68	0.71
Net Take-Down Ratio ((Total Operating Income-O&M)/Gross Revenue)	0.40	0.33	0.37	0.38	0.40	0.37	0.37	0.34	0.30	0.27
Total Liabilities to Total Assets	0.45	0.40	0.40	0.33	0.32	0.32	0.34	0.29	0.31	0.32
Debt to Equity Ratio (Total Outstanding Debt/Equity)	0.71	0.59	0.60	0.43	0.42	0.41	0.44	0.37	0.40	0.43
Debt Ratio (Total Outstanding Debt/Total Assets)	0.39	0.36	0.36	0.29	0.29	0.28	0.29	0.26	0.28	0.29
Debt Service Safety Margin ((Net Operating Income-Debt Service)/Gross Revenue)	0.13	0.09	0.17	0.24	0.28	0.27	0.22	0.21	0.15	0.14
Restricted Assets/Restricted Liabilities	4.14	3.41	4.31	2.86	2.79	2.15	2.69	2.06	2.36	3.50

*Fiscal Year March 1 of Year Shows thru February 29 of Following Year.

EL PASO WATER UTILITIES
SELECTED FINANCIAL AND STATISTICAL DATA
10 Years

	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994
WATER PRODUCTION AND USAGE DATA*										
Water Customers Retail at End of Year	162,810	158,764	155,289	152,631	149,049	145,444	142,250	140,131	137,810	135,958
Water Customers Retail & Wholesale at End of Year	178,561	173,633	169,317	165,743	161,341	155,942	150,885	148,140	144,692	141,869
Water Pumped - Million Gallons	36,999	38,462	39,444	40,464	40,719	40,345	39,726	40,220	40,563	40,428
Water Metered - Million Gallons - Retail	31,805	33,391	33,644	34,374	34,161	33,868	33,334	33,436	33,866	34,912
Water Metered - Million Gallons - (Retail/Wholesale)	33,898	35,372	35,387	36,022	35,771	35,071	34,541	34,648	34,870	35,673
Percent of Water Billed vs Water Pumped (R/W)	92%	92%	90%	89%	88%	87%	87%	86%	86%	88%
Annual Billed Water per Customer Retail -1000 Gallons	195	210	217	225	229	233	234	239	246	257
Annual Billed Water per Customer (R/W) -1000 Gallons	190	204	209	217	222	225	229	234	241	251
Average Daily Water Demand-Million Gallons	101.7	105.7	108.1	110.0	111.6	110.5	108.8	109.8	111.1	110.8
Maximum Daily Water Demand-Million Gallons	161.8	174.2	167.9	181.0	184.5	190.7	180.0	189.1	185.9	193.8
Minimum Daily Water Demand-Million Gallons	60.9	59.3	60.2	58.0	57.4	61.4	60.7	63.5	55.6	55.5
Daily Average Consumption in Peak Week-Million Gallons	158.2	159.5	167.9	162.0	164.9	174.3	164.3	171.8	168.1	179.8
Peak day	July 23	June 11	June 6	July 20	June 30	June 23	July 01	June 25	July 25	June 29
Miles of Water Mains Installed	49.21	24.28	60.00	43.43	22.39	46.81	23.37	56.75	29.17	17.23
Miles of Water Mains Replaced or Abandoned	7.03	1.67	6.00	6.00	1.95	8.63	2.00	6.29	1.47	1.30
Miles of Water Mains in Place	2,303	2,261	2,238	2,184	2,146	2,126	2,088	2,066	2,016	1,988
Number of Fire Hydrants Installed	182	298	154	176	90	220	80	198	135	293
Number of Fire Hydrants in Place	8,696	8,514	8,216	8,062	7,886	7,796	7,576	7,496	7,298	7,163
WASTEWATER SYSTEM DATA*										
Wastewater Customers Retail & Wholesale at End of Year	164,555	159,576	154,779	150,034	145,306	141,400	136,077	134,208	132,183	130,130
Average Daily Flow - Million Gallons	60.02	62.64	60.65	60.88	63.80	62.92	61.88	65.03	64.72	63.64
Maximum Daily Flow - Million Gallons	70.62	70.74	70.39	67.39	68.92	80.25	77.60	81.80	71.10	68.63
Minimum Daily Flow - Million Gallons	48.81	51.10	51.41	49.23	51.35	46.25	42.57	45.83	51.94	51.85
Average Daily Flow per Customer - Gallons	365	393	392	406	439	445	455	485	490	489
Miles of Wastewater Line Installed	38.68	22.00	36.00	22.00	19.00	28.00	14.00	17.08	28.11	20.20
Miles of Wastewater Line in Place	1,914	1,875	1,853	1,817	1,795	1,776	1,748	1,734	1,717	1,689

*Calendar Year

PUBLIC SERVICE BOARD - EL PASO WATER UTILITIES
A COMPONENT UNIT OF THE CITY OF EL PASO

MISCELLANEOUS STATISTICAL DATA

February 29, 2004 and February 28, 2003

UNAUDITED

	2004	2003
Number of metered water customers, beginning of year	159,081	155,755
Additions, net	4,141	3,326
Number of metered water customers, end of year	163,222	159,081
Properties connected to the wastewater system, Beginning of year	152,165	148,847
Additions, net	3,634	3,318
Properties connected to the wastewater system, End of year	155,799	152,165
Average daily consumption of water for the year (gallons)	101,314,000	104,711,000
Record day's consumption of water this year (gallons), July 23, 2003 and June 11, 2002	161,832,000	174,197,000
Maximum daily capacity of water production (gallons)		
With surface supply	255,000,000	255,000,000
Without surface supply	155,000,000	155,000,000
Water mains (miles)	2,303	2,267
Sewer mains (miles)	1,914	1,881

The principal source of water is from underground formations. The other source is the Rio Grande River. Approximately 55% of water requirements is taken from underground sources. River water is available to the City through contracts executed with the Irrigation District. The City utilizes all river water that is available to it.

PUBLIC SERVICE BOARD - EL PASO WATER UTILITIES
A COMPONENT UNIT OF THE CITY OF EL PASO

WATER RATES
(Per Month)

February 29, 2004

UNAUDITED

WATER SERVICE CHARGES

Monthly minimum charges for water service, based on size of meter with a 400 cubic feet volume allowance:

Meter Size	Minimum Monthly Bill	Meter Size	Minimum Monthly Bill
Less than 1"	\$4.10	3"	26.29
1"	6.38	4"	\$39.23
1 ½"	10.93	6"	59.49
2"	13.16	8"	101.90

The additional charge for property that is outside the City Limits of El Paso shall be 115% of the rates for similar service to customers whose property is inside the City Limits.

Water used by single, duplex or triplex residences in excess of the volume allowance included in the minimum charge shall be billed at the following rates:

Block 1 Over 4 Ccf's to 150% of AWC*	\$0.94 per Ccf
Block 2 150% to 250% of AWC	\$1.77 per Ccf
Block 3 Over 250% of AWC	\$2.28 per Ccf

*Average Winter Consumption (AWC) is the average amount of water used during the most recent December, January and February billing periods.

Any Customer that at the time of service has not established an AWC will be assigned the class average AWC by meter size for their customer classification.

Charges for services less than the normal 30 days reading cycle shall be calculated in the same manner as a full reading cycle.

WATER SUPPLY REPLACEMENT CHARGE

There shall be collected from the users of each and every service connected to the water system, including Local Government Turf Accounts and Very Large Water Users, a monthly Water Supply Replacement Charge, as follows:

Meter Size	Monthly Charge
Less than 1"	\$4.36
1"	\$10.90
1 ½"	\$21.79
2"	\$34.87
3"	\$69.74
4"	\$108.97
6"	\$217.93
8"	\$405.35

PUBLIC SERVICE BOARD - EL PASO WATER UTILITIES
A COMPONENT UNIT OF THE CITY OF EL PASO

WASTEWATER RATES
(Per Month)

February 29, 2004

UNAUDITED

WASTEWATER SERVICE CHARGES

Monthly minimum wastewater charge for City water customers, based on size of water meter with a 400 cubic feet volume allowance:

Meter Size	Minimum Monthly Bill	Meter Size	Minimum Monthly Bill
Less than 1"	\$8.42	3"	114.50
1"	19.33	4"	\$176.35
1 ½"	41.17	6"	273.15
2"	51.79	8"	475.98

Commodity Charge:

The commodity charge for wastewater service to all customers shall be set at \$1.06 per Ccf. The commodity charge shall be calculated based on 90% of AWC* in excess of the volume allowance included in the minimum charge. The minimum and commodity charge will be set through the following February billing cycle.

*Average Winter Consumption (AWC) is the average amount of water used during the most recent December, January and February billing periods.

The commodity charge for new customers will be calculated using the class average AWC by meter size for their respective class until they establish an AWC base.

Residential Charge:

Charges for services less than the normal 30-day reading cycle shall be calculated in the same manner as a full reading cycle.

Wastewater service to facilities where all or part of the water supply is obtained from other than the City water system shall be charged on the basis of the actual wastewater volume as estimated by the Utility or as measured by a meter installed at the customer's expense, except as provided herein for certain residential properties. The charge for such wastewater service shall be \$12.06 per month, plus \$1.06 per hundred cubic feet of the total actual or estimated wastewater volume for all users.

**PUBLIC SERVICE BOARD - EL PASO WATER UTILITIES
A COMPONENT UNIT OF THE CITY OF EL PASO**

**WASTEWATER RATES
(Per Month)**

February 29, 2004

UNAUDITED

WASTEWATER SERVICE CHARGES (Continued)

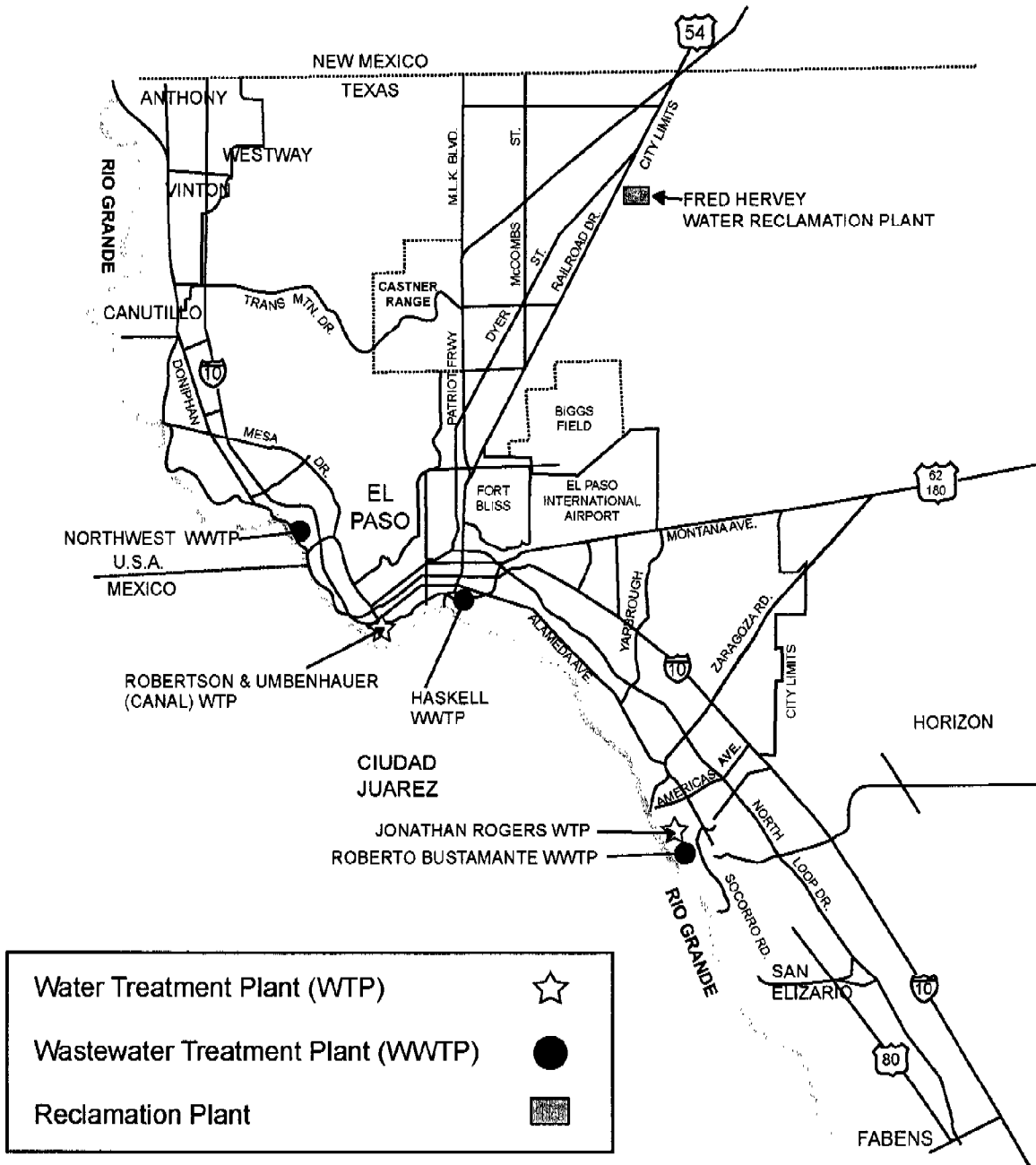
Where the wastewater service charge is based on water consumption and the use of the water is such that a considerable portion thereof is not returned to the sanitary wastewater system, the user may, at his option, install a meter for the purpose of measuring such water that does not return to the wastewater or a meter to measure the amount of wastewater actually entering the system, and the monthly wastewater charges shall be based on the difference between the two water meters or on the readings of the wastewater meter, whichever is applicable. Meter installations as described herein shall be made at the user's expense. The charge for wastewater service based on actual volume of wastewater shall be \$15.00 per month plus \$1.06 per hundred cubic feet of the total measured wastewater volume.

Wastewater charges are based on the "normal" quality (or strength) of wastewater. A surcharge shall be added for strengths exceeding the normal limits based upon analysis of samples taken by the Utility under provisions of the Rules and Regulations, and upon the quantities of wastewater determined by the same methods used to calculate the regular wastewater charge. The surcharge shall be 15.0 cents for each pound of BOD in excess of 300 parts per million (ppm), plus 14.0 cents for each pound of suspended solids in excess of 300 ppm.

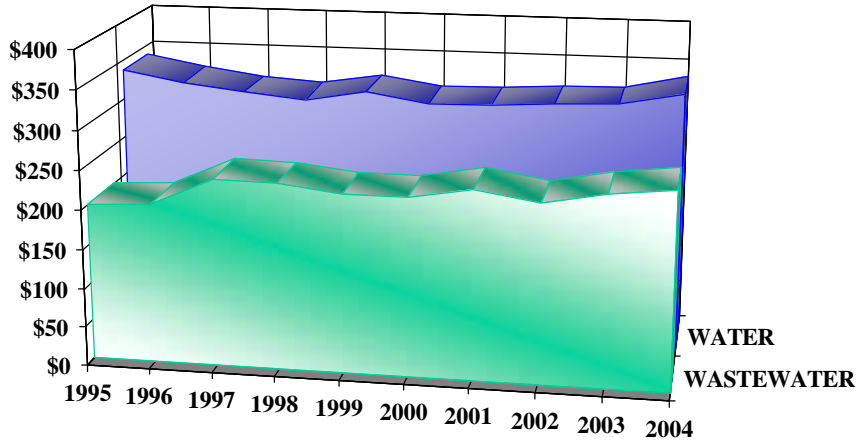
Permit fees for Wastewater Discharge Permits (two types) and Waste Hauler Permits shall be as follows:

	<u>Permit Fee</u>
Categorical Industries	\$1,090 per year
Non-categorical Industries	\$ 218 per year
Waste Haulers	\$ 109 per year

El Paso Water & Wastewater System

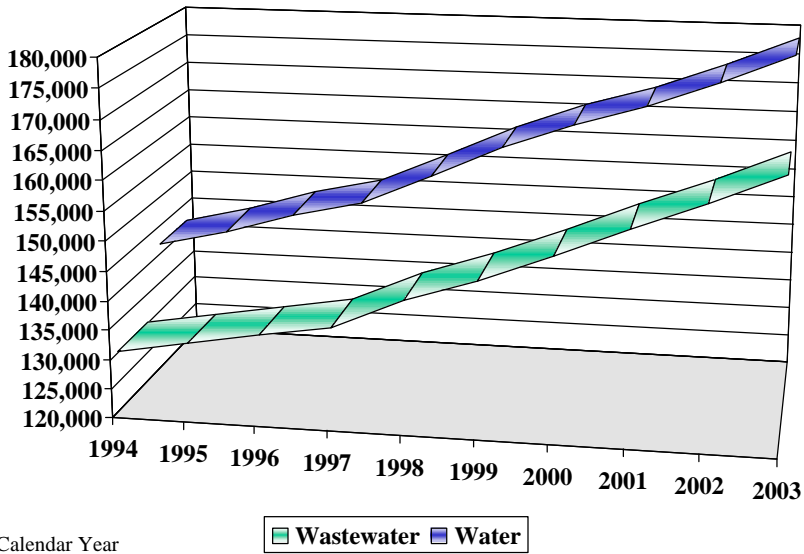


Average Annual Water & Wastewater Revenue - Per Customer 10 Years*



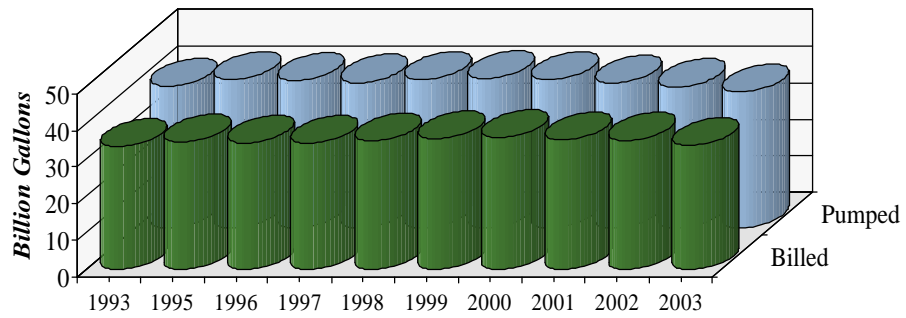
* Fiscal Year - Ending February 28 of year shown.
All Customers are included.

Water & Wastewater Customer Growth 10 Years*



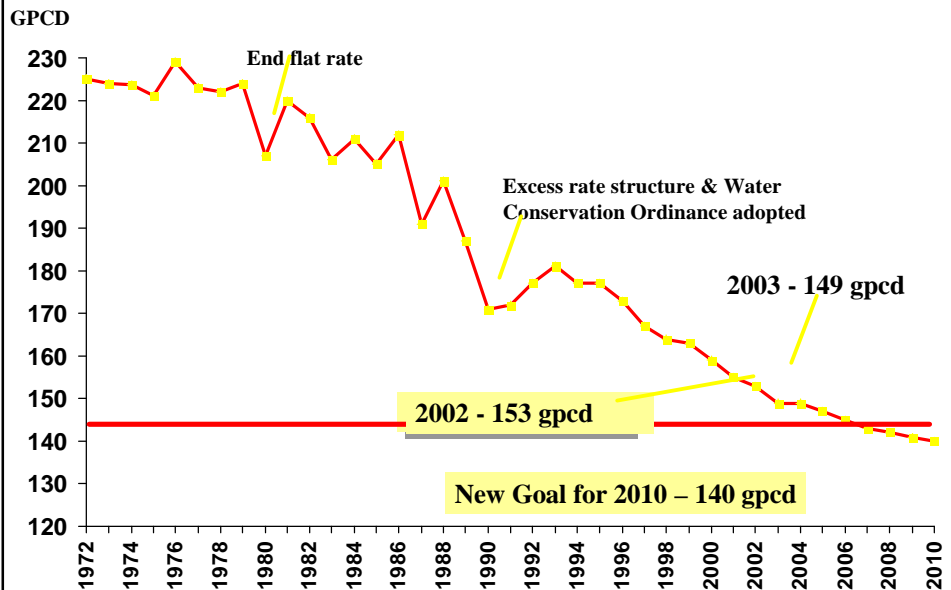
*Calendar Year

Water Pumped vs. Water Billed

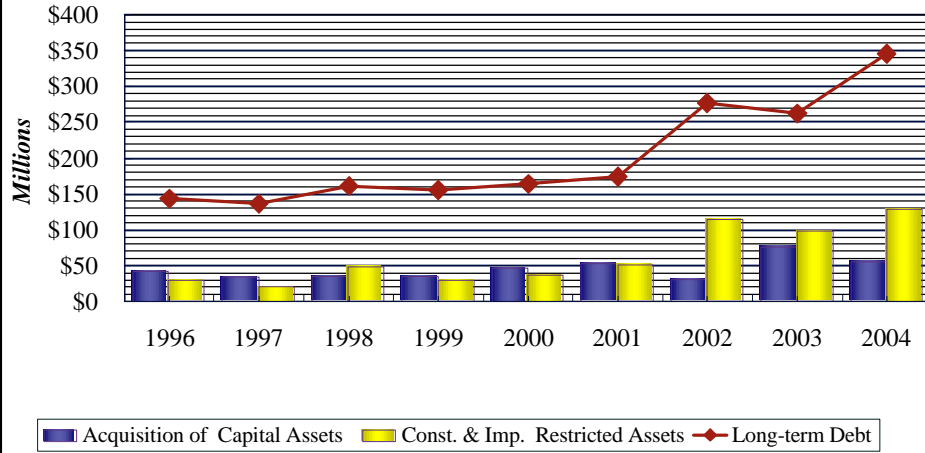


*Calendar Year

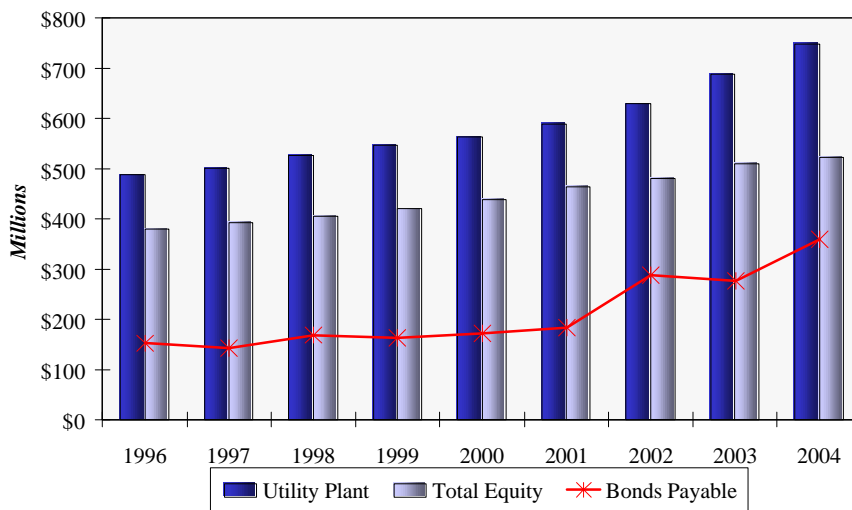
Per Capita Consumption-All EPWU Customers



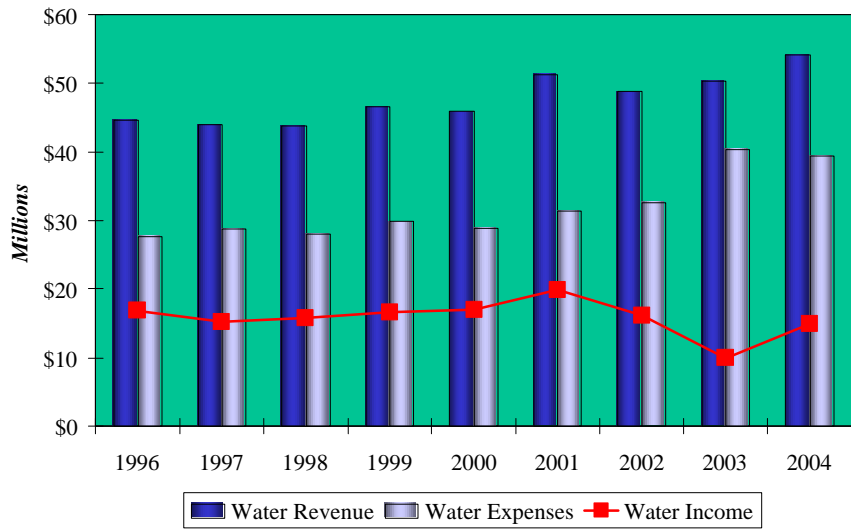
Funding of Capital Acquisitions and Improvements



Trend Analysis of Utility Plant, Bonds Payable, and Total Equity



Trend Analysis of Water Operations



Trend Analysis of Wastewater Operations

