

PUD NO 1 OF SKAGIT COUNTY
STATEMENT OF NET POSITION (Unaudited)
AS OF DECEMBER 31, 2016

	2015	2016
ASSETS		
CURRENT ASSETS		
CASH AND INVESTMENTS	\$ 8,780,701	\$ 13,922,440
ACCOUNTS RECEIVABLE (NET)	929,126	1,389,173
ACCRUED UNBILLED REVENUES	1,278,280	1,278,280
INVENTORY	1,647,024	1,513,136
PREPAID INSURANCE	26,073	227,461
OTHER CURRENT AND ACCRUED ASSETS	167,578	168,545
TOTAL CURRENT ASSETS	12,828,782	18,499,035
RESTRICTED ASSETS		
CASH AND INVESTMENTS	377,162	750,972
GRANTS AND FED STIMULUS RECEIVABLE	39,931	0
TOTAL RESTRICTED ASSETS	417,093	750,972
NONCURRENT ASSETS		
PRELIM SURVEY AND INVESTIGATION	1,781,775	649,828
LUD ASSESSMENTS RECEIVABLE	879,191	957,862
UNAMORTIZED DEBT EXPENSE	133,797	145,703
CAPITAL ASSETS		
NON OPERATING PROPERTY	29,521	29,521
LAND AND LAND RIGHTS	579,821	579,821
PLANT	201,211,128	201,211,128
EQUIPMENT	9,743,322	9,743,322
CONSTRUCTION IN PROGRESS	7,666,801	15,960,405
COMPLETED CONST NOT CLASSIFIED	0	4,520,488
ACCUMULATED DEPRECIATION	(66,227,679)	(70,967,040)
TOTAL NONCURRENT ASSETS	155,797,677	162,831,038
TOTAL ASSETS	\$ 169,043,552	\$ 182,081,045
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	562,579	562,579
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 562,579	\$ 562,579

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AS OF DECEMBER 31, 2016

	2015	2016
LIABILITIES		
CURRENT LIABILITIES:		
WARRANTS PAYABLE	\$ 92,625	\$ 205,995
ACCOUNTS PAYABLE	1,128,701	519,569
CUSTOMER DEPOSITS	165,688	154,354
ACCRUED TAXES PAYABLE	118,339	157,115
ACCRUED INTEREST ON DEBT	194,568	271,448
BONDS AND LOANS PAYABLE	2,647,223	2,934,307
COMPENSATED ABSENCES	820,061	841,729
CUSTOMER ADVANCES FOR CONSTRUCTION	59,507	49,574
RETAINAGE PAYABLE	89,840	323,480
OTHER DEFERRED CREDITS	250	42
TOTAL CURRENT LIABILITIES	<u>5,316,802</u>	<u>5,457,613</u>
NONCURRENT LIABILITIES		
OTHER POSTEMPLOYMENT BENEFITS	1,018,703	1,018,703
UNAMORTIZED DEBT PREMIUMS	54,958	29,287
2008 REV BOND OUTSTANDING	1,520,000	680,000
2009B REV BOND OUTSTANDING	3,660,000	3,430,000
2016 REV BOND OUTSTANDING	0	6,057,917
PUBLIC WORKS TRUST FUND LOANS	8,881,324	7,525,123
DRINKING WATER STATE REV FUND LOANS	2,146,010	4,237,349
TOTAL NONCURRENT LIABILITIES	<u>17,280,995</u>	<u>22,978,379</u>
NET PENSION LIABILITY	4,783,347	4,783,347
TOTAL LIABILITIES	<u>\$ 27,381,144</u>	<u>\$ 33,219,339</u>
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	713,799	713,799
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>\$ 713,799</u>	<u>\$ 713,799</u>
NET POSITION		
INVESTED IN CAPITAL ASSETS NET OF DEBT	\$ 134,148,357	\$ 136,212,949
RESTRICTED ASSETS	417,093	750,972
UNRESTRICTED ASSETS	6,945,738	11,746,565
TOTAL NET POSITION	<u>\$ 141,511,188</u>	<u>\$ 148,710,486</u>

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PUD NO 1 OF SKAGIT COUNTY
REVENUES, EXPENSES AND CHANGES IN NET POSITION (Unaudited)
FOR THE TWELVE MONTHS ENDING DECEMBER 31, 2016

	2015 12-Months Actual	2016 12-Months Actual	2016 12-Months Budget	Actual to Budget favorable (unfavorable)	
OPERATING REVENUE					
RESIDENTIAL-MULTIPLE	\$ 12,597,211	\$ 13,221,738	\$ 13,206,274	\$ 15,464	100%
COMMERCIAL-INDUSTRIAL-FARMS	4,122,563	4,439,132	4,395,205	43,927	101%
GOVERNMENTAL	505,485	517,434	525,333	(7,899)	98%
RESALE	96,143	83,302	92,003	(8,701)	91%
IRRIGATION	416,131	386,779	426,232	(39,453)	91%
TOTAL WATER SALES	17,737,533	18,648,385	18,645,047	3,338	100%
OTHER WATER REVENUES	416,434	401,616	388,000	13,616	104%
BROADBAND REVENUES	14,368	15,738	0	15,738	100%
TOTAL OPERATING REVENUES	18,168,335	19,065,739	19,033,047	32,692	100%
OPERATING EXPENSES					
SUPPLY	735,439	726,207	846,450	120,243	86%
TREATMENT	1,718,875	1,611,668	1,904,876	293,208	85%
TRANSMISSION AND DISTRIBUTION	2,867,310	2,264,075	2,771,592	507,517	82%
BROADBAND	35,316	36,781	45,000	8,219	82%
CUSTOMER ACCOUNTS	1,109,612	1,238,585	1,298,320	59,735	95%
ADMINISTRATIVE AND GENERAL	4,276,836	3,625,813	4,710,822	1,085,009	77%
UTILITY TAXES	906,570	955,213	1,005,923	50,710	95%
DEPRECIATION EXPENSE	4,561,160	4,739,360	4,682,000	(57,360)	101%
TOTAL OPERATING EXPENSES	16,211,118	15,197,702	17,264,983	2,067,281	88%
OPERATING INCOME (LOSS)	<u>1,957,217</u>	<u>3,868,037</u>	<u>1,768,064</u>	<u>2,099,973</u>	219%
NON OPERATING REVENUE					
MERCHANDISING & JOBBING	5,856	0	0	0	100%
INTEREST INCOME	7,948	85,803	14,000	71,803	613%
INTEREST AND PENALTY INCOME ON LUDS	44,442	36,768	55,000	(18,232)	67%
MISCELLANEOUS INCOME	35,095	31,007	34,500	(3,493)	90%
GAIN FROM DISPOSAL OF ASSETS	104,394	38,920	0		
GRANT AND FEDERAL STIMULUS INCOME	66,009	66,151	0	66,151	100%
TOTAL NON OPERATING REVENUE	263,744	258,649	103,500	116,229	250%
NON OPERATING EXPENSE					
MISCELLANEOUS EXPENSE	2,341	2,388	2,500	112	96%
INTEREST ON DEBT, NET	383,998	449,558	547,700	98,142	82%
OTHER TAXES	14,880	13,999	18,000	4,001	78%
TOTAL NON OPERATING EXPENSE	401,219	465,945	568,200	102,255	82%
INCOME (LOSS) BEFORE CONTRIBUTIONS	<u>1,819,742</u>	<u>3,660,741</u>	<u>1,303,364</u>	<u>2,357,377</u>	281%
CAPITAL CONTRIBUTIONS					
NON DONATED PLANT	269,388	310,374	90,000	220,374	345%
DONATED PLANT	513,224	610,646	300,000	310,646	204%
SYSTEM DEVELOPMENT FEES	1,216,991	1,341,132	850,000	491,132	158%
PIPE REPLACEMENT	374,345	591,860	600,456	(8,596)	99%
SERVICES	248,944	367,340	820,000	(452,660)	45%
LOCAL UTILITY DISTRICTS	0	269,796	0	269,796	0%
GRANTS	39,931	47,409	0	47,409	100%
TOTAL CAPITAL CONTRIBUTIONS	2,662,823	3,538,557	2,660,456	878,101	133%
CHANGE IN NET POSITION	<u>4,482,565</u>	<u>7,199,298</u>	<u>\$ 3,963,820</u>	<u>\$ 3,235,478</u>	182%
NET POSITION, JANUARY 1	<u>137,028,623</u>	<u>141,511,188</u>			
NET POSITION, DECEMBER 31	<u>\$ 141,511,188</u>	<u>\$ 148,710,486</u>			

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PUD NO 1 OF SKAGIT COUNTY
OPERATING REVENUES AND EXPENSE TRACKING (Unaudited)
FOR THE TWELVE MONTHS ENDING DECEMBER 31, 2016

	2015 YTD Actual	2016 YTD Actual	2016 YTD Budget	Actual to Budget favorable (unfavorable)	
OPERATING REVENUE					
WATER SALES					
JUDY SYSTEM	\$ 17,107,451	\$ 17,973,639			
FIDALGO/SIMILK	367,830	409,628			
CEDARGROVE	76,539	78,482			
ROCKPORT	26,163	27,257			
MOUNTAIN VIEW	8,423	8,831			
ALGER/SAMISH	66,796	65,014			
POTLATCH	39,618	39,183			
SKAGIT VIEW VILLAGE	32,665	32,295			
MARBLEMOUNT	12,048	14,056			
TOTAL WATER SALES	<u>17,737,533</u>	<u>18,648,385</u>	<u>\$ 18,645,047</u>	<u>\$ 3,338</u>	100%
OTHER OPERATING REVENUE					
MISC SERVICE CHARGES AND CONTRACTS	295,493	265,530	260,000	5,530	102%
FIRE PROTECTION SERVICES	120,611	135,535	128,000	7,535	106%
WATER TESTING SALES	330	551	0	551	100%
BROADBAND SERVICES	14,368	15,738	0	15,738	100%
TOTAL OTHER OPERATING REVENUE	<u>430,802</u>	<u>417,354</u>	<u>388,000</u>	<u>29,354</u>	108%
TOTAL OPERATING REVENUE	<u>18,168,335</u>	<u>19,065,739</u>	<u>19,033,047</u>	<u>32,692</u>	100%
OPERATING EXPENSES					
SALARIES/WAGES/BENEFITS	7,564,313	7,420,178	8,177,259	757,081	91%
GENERAL SUPPLIES AND SERVICES	1,604,758	1,486,642	1,797,201	310,559	83%
WATER PURCHASED FROM OTHERS	215,131	248,659	200,000	(48,659)	124%
ELECTRICITY PURCHASED FOR PUMPING	473,729	452,041	543,750	91,709	83%
CHEMICALS FOR TREATMENT	403,266	295,465	420,000	124,535	70%
UTILITIES	124,916	118,310	157,850	39,540	75%
POSTAGE AND SHIPPING	88,662	94,201	91,000	(3,201)	104%
EQUIPMENT MAINT CONTRACTS	17,333	15,306	25,000	9,694	61%
BROADBAND GEN EXPENSE	35,316	36,781	45,000	8,219	82%
MEMBERSHIPS	71,766	60,647	70,000	9,353	87%
PROFESSIONAL SERVICES	179,324	276,293	406,000	129,707	68%
EQUIPMENT AND VEHICLE EXPENSE	165,790	146,785	249,500	102,715	59%
INSURANCE EXPENSE	363,223	407,451	400,000	(7,451)	102%
ADVERTISING EXPENSE	14,894	13,927	30,000	16,073	46%
BAD DEBT EXPENSE	28,169	44,667	30,000	(14,667)	149%
WATER SYSTEMS HEALTH PERMITS	2,921	3,283	2,500	(783)	131%
UTILITY TAXES	906,570	955,214	1,005,923	50,709	95%
TRANSFERS TO CONSTRUCTION IN PROGRESS	(885,362)	(1,617,508)	(1,065,000)	552,508	152%
TOTAL OPERATING EXPENSES	<u>11,374,719</u>	<u>10,458,342</u>	<u>12,585,983</u>	<u>2,127,641</u>	83%
NET OPERATING INCOME BEFORE DEPRECIATION AND OPEB	<u>\$ 6,793,616</u>	<u>\$ 8,607,397</u>	<u>\$ 6,447,064</u>	<u>\$ 2,160,333</u>	134%

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