

**PUD NO 1 OF SKAGIT COUNTY**  
**STATEMENT OF NET POSITION (Unaudited)**  
**AS OF MARCH 31, 2017**

	2016	2017
<b>ASSETS</b>		
CURRENT ASSETS		
CASH AND INVESTMENTS	\$ 9,460,772	\$ 14,865,235
ACCOUNTS RECEIVABLE (NET)	817,121	1,192,815
ACCRUED UNBILLED REVENUES	1,278,280	1,572,498
INVENTORY	1,689,461	1,476,146
PREPAID INSURANCE	164,522	141,643
OTHER CURRENT AND ACCRUED ASSETS	129,877	149,944
TOTAL CURRENT ASSETS	<u>13,540,033</u>	<u>19,398,281</u>
RESTRICTED ASSETS		
CASH AND INVESTMENTS	226,816	316,120
GRANTS AND FED STIMULUS RECEIVABLE	16,547	16,529
TOTAL RESTRICTED ASSETS	<u>243,363</u>	<u>332,649</u>
NONCURRENT ASSETS		
PRELIM SURVEY AND INVESTIGATION	1,779,528	809,133
LUD ASSESSMENTS RECEIVABLE	847,933	850,964
UNAMORTIZED DEBT EXPENSE	123,470	136,012
CAPITAL ASSETS		
NON OPERATING PROPERTY	29,521	29,521
LAND AND LAND RIGHTS	579,821	579,821
PLANT	201,211,128	205,230,981
EQUIPMENT	9,743,322	9,819,330
CONSTRUCTION IN PROGRESS	8,787,350	17,360,722
COMPLETED CONST NOT CLASSIFIED	251,921	1,697,458
ACCUMULATED DEPRECIATION	(67,356,221)	(71,731,656)
TOTAL NONCURRENT ASSETS	<u>155,997,773</u>	<u>164,782,288</u>
TOTAL ASSETS	<u>\$ 169,781,169</u>	<u>\$ 184,513,218</u>
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	562,579	1,136,027
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 562,579</u>	<u>\$ 1,136,027</u>

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**PUD NO 1 OF SKAGIT COUNTY  
STATEMENT OF NET POSITION (Unaudited)  
AS OF MARCH 31, 2017**

	2016	2017
<b>LIABILITIES</b>		
CURRENT LIABILITIES:		
ACCOUNTS PAYABLE	540,510	652,408
CUSTOMER DEPOSITS	166,693	150,902
ACCRUED TAXES PAYABLE	104,590	108,324
ACCRUED INTEREST ON DEBT	147,779	191,592
BONDS AND LOANS PAYABLE	2,647,223	2,934,307
COMPENSATED ABSENCES	821,551	980,390
CUSTOMER ADVANCES FOR CONSTRUCTION	67,362	41,544
RETAINAGE PAYABLE	0	206,752
OTHER DEFERRED CREDITS	0	0
TOTAL CURRENT LIABILITIES	4,495,708	5,266,218
NONCURRENT LIABILITIES		
OTHER POSTEMPLOYMENT BENEFITS	1,018,703	1,285,524
UNAMORTIZED DEBT PREMIUMS	47,003	24,405
REVENUE BONDS OUTSTANDING	5,180,000	10,167,917
PUBLIC WORKS TRUST FUND LOANS	9,808,321	7,525,123
DRINKING WATER STATE REV FUND LOANS	1,445,816	5,527,079
TOTAL NONCURRENT LIABILITIES	17,499,843	24,530,048
NET PENSION LIABILITY	4,783,347	6,078,187
TOTAL LIABILITIES	\$ 26,778,898	\$ 35,874,453
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	713,799	105,213
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 713,799	\$ 105,213
NET POSITION		
INVESTED IN CAPITAL ASSETS NET OF DEBT	\$ 134,165,482	\$ 136,831,753
RESTRICTED ASSETS	243,363	332,649
UNRESTRICTED ASSETS	8,442,206	12,505,176
TOTAL NET POSITION	\$ 142,851,051	\$ 149,669,579

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**PUD NO 1 OF SKAGIT COUNTY**  
**REVENUES, EXPENSES AND CHANGES IN NET POSITION (Unaudited)**  
**FOR THE THREE MONTHS ENDING MARCH 31, 2017**

	2016 1st Qtr Actual	2017 1st Qtr Actual	2017 1st Qtr Budget	Actual to Budget favorable (unfavorable)	
<b>OPERATING REVENUE</b>					
RESIDENTIAL-MULTIPLE	\$ 2,896,133	\$ 3,274,321	\$ 3,633,500	\$ (359,179)	90%
COMMERCIAL-INDUSTRIAL-FARMS-FIRE PROTECTION	934,627	1,119,475	1,188,500	(69,025)	94%
GOVERNMENTAL	108,509	147,662	143,500	4,162	103%
RESALE	16,590	18,920	25,000	(6,080)	76%
IRRIGATION	31,792	27,522	116,250	(88,728)	24%
TOTAL WATER SALES	<u>3,987,651</u>	<u>4,587,899</u>	<u>5,106,750</u>	<u>(518,851)</u>	90%
OTHER WATER REVENUES	101,192	72,240	62,572	9,668	115%
BROADBAND REVENUES	3,989	3,249	3,250	(1)	100%
TOTAL OPERATING REVENUES	<u>4,092,832</u>	<u>4,663,388</u>	<u>5,172,572</u>	<u>(509,184)</u>	90%
<b>OPERATING EXPENSES</b>					
SUPPLY	66,637	64,880	211,575	146,695	31%
TREATMENT	377,434	333,654	542,473	208,819	62%
TRANSMISSION AND DISTRIBUTION	584,405	220,812	497,254	276,442	44%
BROADBAND	11,001	11,590	7,500	(4,090)	155%
CUSTOMER ACCOUNTS	298,640	360,933	412,411	51,478	88%
ADMINISTRATIVE AND GENERAL	924,017	1,362,028	1,320,153	(41,875)	103%
UTILITY TAXES	209,390	239,442	257,250	17,808	93%
DEPRECIATION EXPENSE	1,128,541	1,147,566	1,261,726	114,160	91%
TOTAL OPERATING EXPENSES	<u>3,600,065</u>	<u>3,740,906</u>	<u>4,510,342</u>	<u>769,436</u>	83%
OPERATING INCOME (LOSS)	<u>492,767</u>	<u>922,482</u>	<u>662,230</u>	<u>260,252</u>	139%
<b>NON OPERATING REVENUE</b>					
MERCHANDISING & JOBBING	(5,856)	0	0	0	100%
INTEREST INCOME	25,543	63,978	15,750	48,228	406%
INTEREST AND PENALTY INCOME ON LUDS	4,578	4,555	8,500	(3,945)	54%
MISCELLANEOUS INCOME	10,407	5,942	8,750	(2,808)	68%
GRANT AND FEDERAL STIMULUS INCOME	16,547	16,529	0	16,529	100%
TOTAL NON OPERATING REVENUE	<u>51,219</u>	<u>91,004</u>	<u>33,000</u>	<u>58,004</u>	276%
<b>NON OPERATING EXPENSE</b>					
MISCELLANEOUS EXPENSE	176	13	550	537	2%
INTEREST ON DEBT, NET	110,840	142,866	145,227	2,361	
OTHER TAXES	38	15,829	4,300	(11,529)	368%
TOTAL NON OPERATING EXPENSE	<u>111,054</u>	<u>158,707</u>	<u>150,077</u>	<u>(8,630)</u>	106%
INCOME (LOSS) BEFORE CONTRIBUTIONS	<u>432,932</u>	<u>854,779</u>	<u>545,153</u>	<u>309,626</u>	157%
<b>CAPITAL CONTRIBUTIONS</b>					
NON DONATED PLANT	31,985	58,100	60,000	(1,900)	97%
DONATED PLANT	243,775	121,978	125,000	(3,022)	98%
SYSTEM DEVELOPMENT FEES	292,812	365,098	255,000	110,098	143%
PIPE REPLACEMENT	128,197	148,830	150,000	(1,170)	99%
SERVICES	79,275	112,944	100,000	12,944	113%
LOCAL UTILITY DISTRICTS	0	0	43,750	(43,750)	0%
GRANTS	31,836	0	99,375	(99,375)	100%
TOTAL CAPITAL CONTRIBUTIONS	<u>807,880</u>	<u>806,949</u>	<u>833,125</u>	<u>(26,176)</u>	97%
<b>CHANGE IN NET POSITION</b>	<u>1,240,812</u>	<u>1,661,728</u>	<u>\$ 1,378,278</u>	<u>\$ 283,450</u>	121%
NET POSITION, JANUARY 1	<u>141,610,239</u>	<u>148,007,851</u>			
NET POSITION, MARCH 31	<u>\$ 142,851,051</u>	<u>\$ 149,669,579</u>			

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

	2016 YTD Actual	2,017 YTD Actual	2017 YTD Budget	Actual to Budget favorable (unfavorable)	
<b>OPERATING REVENUE</b>					
<b>WATER SALES</b>					
JUDY SYSTEM	\$ 3,860,597	4,439,709			
FIDALGO/SIMILK	53,531	61,017			
CEDARGROVE	23,075	27,395			
ROCKPORT	7,802	9,304			
MOUNTAIN VIEW	2,275	2,486			
ALGER/SAMISH	18,764	21,883			
POTLATCH	9,240	9,933			
SKAGIT VIEW VILLAGE	9,133	11,405			
MARBLEMOUNT	3,235	4,767			
TOTAL WATER SALES	<u>3,987,652</u>	<u>4,587,899</u>	<u>\$ 5,106,750</u>	<u>\$ (518,851)</u>	90%
<b>OTHER OPERATING REVENUE</b>					
MISC SERVICE CHARGES AND CONTRACTS	66,240	72,048	62,500	9,548	115%
WATER TESTING SALES	48	192	72	120	100%
BROADBAND SERVICES	3,989	3,249	3,250	(1)	100%
TOTAL OTHER OPERATING REVENUE	<u>70,277</u>	<u>75,489</u>	<u>65,822</u>	<u>9,667</u>	115%
TOTAL OPERATING REVENUE	<u>4,057,929</u>	<u>4,663,388</u>	<u>5,172,572</u>	<u>(509,184)</u>	90%
<b>OPERATING EXPENSES</b>					
SALARIES/WAGES/BENEFITS	1,989,543	1,799,459	2,116,926	317,467	85%
GENERAL SUPPLIES AND SERVICES	259,688	297,466	444,162	146,696	67%
WATER PURCHASED FROM OTHERS	29,446	32,027	46,250	14,223	69%
ELECTRICITY PURCHASED FOR PUMPING	32,822	29,692	131,125	101,433	23%
CHEMICALS FOR TREATMENT	55,407	71,176	100,513	29,337	71%
UTILITIES	25,509	36,278	40,318	4,040	90%
POSTAGE AND SHIPPING	21,106	24,126	23,640	(486)	102%
EQUIP MAINT CONTRACTS	7,426	6,009	6,700	691	90%
BROADBAND GEN EXPENSE	11,000	11,590	7,500	(4,090)	155%
MEMBERSHIPS	16,234	24,431	18,738	(5,693)	130%
ACQUIRED PROFESSIONAL SERVICES	34,750	86,982	179,300	92,318	49%
EQUIPMENT AND VEHICLE EXPENSE	16,747	13,428	43,750	30,322	31%
INSURANCE EXPENSE	79,693	85,372	84,845	(527)	101%
ADVERTISING EXPENSE	2,039	7,105	5,250	(1,855)	135%
BAD DEBT EXPENSE	1,939	4,932	7,500	2,568	66%
MISCELLANEOUS EXPENSES	0	0	0	0	0%
UTILITY TAXES	209,390	239,442	257,250	17,808	93%
TRANSFERS TO CONSTRUCTION IN PROGRESS	(321,216)	(176,175)	(270,000)	(93,825)	65%
TOTAL OPERATING EXPENSES	<u>2,471,523</u>	<u>2,593,340</u>	<u>3,243,767</u>	<u>650,427</u>	80%
<b>NET OPERATING INCOME BEFORE DEPRECIATION AND OPEB COSTS</b>	<u>\$ 1,586,406</u>	<u>2,070,048</u>	<u>\$ 1,928,805</u>	<u>\$ 141,243</u>	107%

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