

PUD NO 1 OF SKAGIT COUNTY
STATEMENT OF NET POSITION (Unaudited)
AS OF JUNE 30, 2017

	2016	2017
ASSETS		
CURRENT ASSETS		
CASH AND INVESTMENTS	\$ 14,104,108	\$ 14,076,887
ACCOUNTS RECEIVABLE (NET)	1,435,042	1,505,626
ACCRUED UNBILLED REVENUES	1,278,280	1,572,498
INVENTORY	1,537,710	1,822,643
PREPAID INSURANCE	94,349	110,600
OTHER CURRENT AND ACCRUED ASSETS	164,398	184,213
TOTAL CURRENT ASSETS	18,613,887	19,272,467
RESTRICTED ASSETS		
CASH AND INVESTMENTS	1,494,103	407,113
GRANTS AND FED STIMULUS RECEIVABLE	0	0
TOTAL RESTRICTED ASSETS	1,494,103	407,113
NONCURRENT ASSETS		
PRELIM SURVEY AND INVESTIGATION	721,328	950,502
LUD ASSESSMENTS RECEIVABLE	792,602	806,899
UNAMORTIZED DEBT EXPENSE	165,065	4,924
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	12,028,242	20,959,699
COMPLETED CONST NOT CLASSIFIED	314,995	1,885,645
ACCUMULATED DEPRECIATION	(68,484,762)	(72,879,222)
TOTAL NONCURRENT ASSETS	157,101,262	167,388,101
TOTAL ASSETS	\$ 177,209,252	\$ 187,067,682
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	562,579	1,136,027
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 562,579	\$ 1,136,027

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AS OF JUNE 30, 2017

	2016	2017
LIABILITIES		
CURRENT LIABILITIES:		
ACCOUNTS PAYABLE	\$ 472,675	\$ 890,603
CUSTOMER DEPOSITS	174,843	156,882
ACCRUED TAXES PAYABLE	175,376	175,017
ACCRUED INTEREST ON DEBT	220,633	211,361
BONDS AND LOANS PAYABLE	1,542,304	1,587,304
COMPENSATED ABSENCES	837,398	963,115
CUSTOMER ADVANCES FOR CONSTRUCTION	61,507	41,544
RETAINAGE PAYABLE	57,896	215,897
OTHER DEFERRED CREDITS	0	750
TOTAL CURRENT LIABILITIES	3,542,632	4,242,474
NONCURRENT LIABILITIES		
OTHER POSTEMPLOYMENT BENEFITS	1,018,703	1,285,524
UNAMORTIZED DEBT PREMIUMS	39,049	19,524
REVENUE BONDS OUTSTANDING	11,480,000	10,167,917
PUBLIC WORKS TRUST FUND LOANS	9,982,991	7,273,840
DRINKING WATER STATE REV FUND LOANS	1,445,816	7,531,146
TOTAL NONCURRENT LIABILITIES	23,966,559	26,277,951
NET PENSION LIABILITY	4,783,347	6,078,187
TOTAL LIABILITIES	\$ 32,292,538	\$ 36,598,612
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	\$ 130,971,156	\$ 139,065,569
RESTRICTED ASSETS	1,494,103	407,113
UNRESTRICTED ASSETS	12,300,235	12,027,202
TOTAL NET POSITION	\$ 144,765,494	\$ 151,499,884

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PUD NO 1 OF SKAGIT COUNTY
REVENUES, EXPENSES AND CHANGES IN NET POSITION (Unaudited)
FOR THE SIX MONTHS ENDING JUNE 30, 2017

	2016 2nd Qtr Actual	2017 2nd Qtr Actual	2017 2nd Qtr Budget	Actual to Budget favorable (unfavorable)	
OPERATING REVENUE					
RESIDENTIAL-MULTIPLE	\$ 6,426,365	\$ 6,842,182	\$ 6,874,455	\$ (32,273)	100%
COMMERCIAL-INDUSTRIAL-FARMS-FIRE PROTECTION	1,931,545	2,273,930	2,180,775	93,155	104%
GOVERNMENTAL	233,077	242,941	250,723	(7,782)	97%
RESALE	15,719	38,902	37,850	1,052	103%
IRRIGATION	<u>112,770</u>	<u>95,335</u>	<u>107,556</u>	<u>(12,221)</u>	89%
TOTAL WATER SALES	8,719,476	9,493,291	9,451,359	41,932	100%
OTHER WATER REVENUES	284,505	142,200	120,817	21,383	118%
BROADBAND REVENUES, NET OF COSTS	<u>2,289</u>	<u>2,909</u>	<u>3,500</u>	<u>(591)</u>	100%
TOTAL OPERATING REVENUES	<u>9,006,270</u>	<u>9,638,400</u>	<u>9,575,676</u>	<u>62,724</u>	101%
OPERATING EXPENSES					
SUPPLY	233,241	210,051	423,150	213,099	50%
TREATMENT	792,193	842,111	1,071,450	229,339	79%
TRANSMISSION AND DISTRIBUTION	1,148,002	1,047,141	1,020,389	(26,752)	103%
PURCHASED TELECOMMUNICATIONS SVCS	16,251	15,556	12,000	(3,556)	130%
CUSTOMER ACCOUNTS	579,561	729,043	815,740	86,697	89%
ADMINISTRATIVE AND GENERAL	1,698,562	2,009,711	2,644,456	634,745	76%
UTILITY TAXES	461,593	472,249	485,073	12,824	97%
DEPRECIATION EXPENSE	<u>2,257,082</u>	<u>2,295,132</u>	<u>2,523,452</u>	<u>228,320</u>	91%
TOTAL OPERATING EXPENSES	<u>7,186,485</u>	<u>7,620,995</u>	<u>8,995,710</u>	<u>1,374,715</u>	85%
OPERATING INCOME (LOSS)	<u>1,819,785</u>	<u>2,017,405</u>	<u>579,966</u>	<u>1,437,439</u>	348%
NON OPERATING REVENUE					
MERCHANDISING & JOBBING	(5,931)	0	0	0	100%
INTEREST INCOME	43,963	57,965	31,500	26,465	184%
INTEREST AND PENALTY INCOME ON LUDS	12,991	11,647	17,004	(5,357)	68%
MISCELLANEOUS INCOME	18,220	24,189	17,502	6,687	138%
GRANT AND FEDERAL STIMULUS INCOME	<u>33,093</u>	<u>33,058</u>	<u>35,510</u>	<u>(2,452)</u>	100%
TOTAL NON OPERATING REVENUE	<u>102,336</u>	<u>126,859</u>	<u>101,516</u>	<u>25,343</u>	125%
NON OPERATING EXPENSE					
MISCELLANEOUS EXPENSE	1,052	882	1,098	216	80%
INTEREST ON DEBT, NET	238,127	225,082	325,964	100,882	69%
OTHER TAXES	13,842	38,283	17,102	(21,181)	224%
LOSS FROM DISPOSITION OF ASSETS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	100%
TOTAL NON OPERATING EXPENSE	<u>253,021</u>	<u>264,248</u>	<u>344,164</u>	<u>79,916</u>	77%
INCOME (LOSS) BEFORE CONTRIBUTIONS	<u>1,669,100</u>	<u>1,880,017</u>	<u>337,318</u>	<u>1,542,699</u>	557%
CAPITAL CONTRIBUTIONS					
NON DONATED PLANT	62,085	162,100	120,000	42,100	135%
DONATED PLANT	243,775	310,164	250,000	60,164	124%
SYSTEM DEVELOPMENT FEES	685,768	733,522	510,000	223,522	144%
PIPE REPLACEMENT	284,249	308,302	282,840	25,462	109%
SERVICES	178,442	240,944	200,000	40,944	120%
LOCAL UTILITY DISTRICTS	\$ -	\$ -	87,502	(87,502)	0%
GRANTS	<u>31,836</u>	<u>0</u>	<u>198,752</u>	<u>(198,752)</u>	100%
TOTAL CAPITAL CONTRIBUTIONS	<u>1,486,155</u>	<u>1,755,032</u>	<u>1,649,094</u>	<u>105,938</u>	106%
CHANGE IN NET POSITION	<u>3,155,255</u>	<u>3,635,048</u>	<u>\$ 1,986,412</u>	<u>\$ 1,648,636</u>	183%
NET POSITION, JANUARY 1	<u>141,610,239</u>	<u>147,864,835</u>			
NET POSITION, JUNE 30	<u>\$ 144,765,494</u>	<u>\$ 151,499,884</u>			

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PUD NO 1 OF SKAGIT COUNTY
OPERATING REVENUES AND EXPENSE TRACKING (Unaudited)
FOR THE SIX MONTHS ENDING JUNE 30, 2017

	2016 YTD Actual	2017 YTD Actual	2017 YTD Budget	Actual to Budget favorable (unfavorable)	
OPERATING REVENUE					
WATER SALES					
JUDY SYSTEM	\$ 8,417,041	\$ 9,175,468	\$ 9,111,334	\$ 64,134	101%
FIDALGO/SIMILK	345,280	184,131	202,401	(18,270)	91%
CEDARGROVE	35,722	40,570	40,540	30	100%
ROCKPORT	12,227	13,839	14,893	(1,054)	93%
MOUNTAIN VIEW	3,826	3,778	5,205	(1,427)	73%
ALGER/SAMISH	28,873	32,210	32,886	(676)	98%
POTLATCH	17,646	20,200	21,214	(1,014)	95%
SKAGIT VIEW VILLAGE	14,550	16,791	17,442	(651)	96%
MARBLEMOUNT	5,341	6,664	5,588	1,076	119%
TOTAL WATER SALES	<u>8,880,506</u>	<u>9,493,650</u>	<u>9,451,503</u>	<u>42,147</u>	<u>100%</u>
OTHER OPERATING REVENUE					
MISC SERVICE CHARGES AND CONTRACTS	123,283	141,697	120,529	21,168	118%
WATER TESTING SALES	192	144	144	(0)	100%
BROADBAND SERVICES, NET OF COSTS	2,289	2,909	3,500	(591)	100%
TOTAL OTHER OPERATING REVENUE	<u>125,764</u>	<u>144,750</u>	<u>124,173</u>	<u>20,577</u>	<u>117%</u>
TOTAL OPERATING REVENUE	<u>9,006,270</u>	<u>9,638,400</u>	<u>9,575,676</u>	<u>62,724</u>	<u>101%</u>
OPERATING EXPENSES					
SALARIES/WAGES/BENEFITS	3,765,848	3,725,817	4,233,848	508,031	88%
GENERAL SUPPLIES AND SERVICES	618,839	686,114	921,355	235,241	74%
WATER PURCHASED FROM OTHERS	98,965	80,067	92,502	12,436	87%
ELECTRICITY PURCHASED FOR PUMPING	126,109	131,804	262,254	130,450	50%
CHEMICALS FOR TREATMENT	138,152	185,661	201,022	15,361	92%
UTILITIES	54,008	76,493	81,578	5,085	94%
POSTAGE AND SHIPPING	41,915	45,290	44,532	(758)	102%
EQUIP MAINT CONTRACTS	9,937	8,781	13,398	4,617	66%
PURCHASED TELECOMMUNICATIONS SVCS	16,250	15,556	12,000	(3,556)	130%
MEMBERSHIPS	30,827	39,719	37,476	(2,243)	106%
ACQUIRED PROFESSIONAL SERVICES	96,759	156,881	338,602	181,721	46%
EQUIPMENT AND VEHICLE EXPENSE	52,995	55,116	87,502	32,386	63%
INSURANCE EXPENSE	166,308	179,667	169,688	(9,979)	106%
ADVERTISING EXPENSE	7,984	18,792	16,428	(2,364)	114%
BAD DEBT EXPENSE	4,496	13,777	15,000	1,223	92%
MISCELLANEOUS EXPENSES	2,958	0	0	0	0%
UTILITY TAXES	461,593	472,249	485,073	12,824	97%
TRANSFERS TO CONSTRUCTION IN PROGRESS	(764,540)	(565,920)	(540,000)	25,920	105%
TOTAL OPERATING EXPENSES	<u>4,929,403</u>	<u>5,325,863</u>	<u>6,472,258</u>	<u>1,146,395</u>	<u>82%</u>
NET OPERATING INCOME BEFORE DEPRECIATION AND OPEB COSTS	<u>\$ 4,076,867</u>	<u>\$ 4,312,537</u>	<u>\$ 3,103,418</u>	<u>\$ 1,209,119</u>	<u>139%</u>

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