

PUD NO 1 OF SKAGIT COUNTY
STATEMENT OF NET POSITION (Unaudited)
AS OF MARCH 31, 2018

	<u>2017</u>	<u>2018</u>
ASSETS		
CURRENT ASSETS		
CASH AND INVESTMENTS	\$ 4,986,739	\$ 6,616,103
CUSTOMER ACCOUNTS RECEIVABLE (NET)	2,568,686	2,202,741
ACCOUNTS RECEIVABLE, OTHER	193,137	169,208
MATERIALS INVENTORY	1,410,751	1,738,918
PREPAID EXPENSES	141,643	151,734
OTHER CURRENT ASSETS	163,031	197,551
TOTAL CURRENT ASSETS	<u>9,463,987</u>	<u>11,076,255</u>
RESTRICTED ASSETS		
CASH AND INVESTMENTS	6,517,268	8,878,945
GRANTS AND FED STIMULUS RECEIVABLE	16,529	45,800
TOTAL RESTRICTED ASSETS	<u>6,533,797</u>	<u>8,924,745</u>
NONCURRENT ASSETS		
INVESTMENTS	3,639,006	3,174,719
LUD ASSESSMENTS RECEIVABLE	850,964	695,089
PRECONSTRUCTION COSTS	816,087	1,593,122
CAPITAL ASSETS		
NON OPERATING PROPERTY	29,521	29,521
LAND AND LAND RIGHTS	579,821	579,821
EARTHEN IMPOUNDING RESERVOIR	12,375,489	12,375,489
CONSTRUCTION IN PROGRESS	8,375,070	14,282,427
PLANT	209,806,226	218,396,524
EQUIPMENT	3,782,599	4,143,826
ACCUMULATED DEPRECIATION	(71,185,639)	(76,172,869)
TOTAL NONCURRENT ASSETS	<u>169,069,144</u>	<u>179,097,669</u>
TOTAL ASSETS	<u>\$ 185,066,928</u>	<u>\$ 199,098,669</u>
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	1,136,027	780,492
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 1,136,027</u>	<u>\$ 780,492</u>

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STATEMENT OF NET POSITION (Unaudited)
AS OF MARCH 31, 2018

	<u>2017</u>	<u>2018</u>
LIABILITIES		
CURRENT LIABILITIES:		
ACCOUNTS PAYABLE	\$ 696,720	\$ 292,457
RETAINAGE PAYABLE	206,752	104,165
TAXES PAYABLE	103,349	107,917
CUSTOMER DEPOSITS	150,901	148,024
ACCRUED INTEREST ON DEBT	191,913	301,048
BONDS AND LOANS PAYABLE	2,934,307	2,947,205
OTHER CURRENT LIABILITIES	144,066	148,427
TOTAL CURRENT LIABILITIES	4,428,008	4,049,243
NONCURRENT LIABILITIES		
OTHER POSTEMPLOYMENT BENEFITS	1,285,524	1,547,541
COMPENSATED ABSENCES	936,332	936,093
REVENUE BONDS OUTSTANDING, NET	10,186,166	13,046,585
PUBLIC WORKS TRUST FUND LOANS	7,525,123	6,168,922
DRINKING WATER STATE REV FUND LOANS	5,527,139	9,917,417
TOTAL NONCURRENT LIABILITIES	25,460,284	31,616,558
NET PENSION LIABILITY	6,078,187	4,189,495
TOTAL LIABILITIES	\$ 35,966,479	\$ 39,855,296
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	105,213	1,052,374
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 105,213	\$ 1,052,374
NET POSITION		
INVESTED IN CAPITAL ASSETS NET OF DEBT	\$ 127,215,684	\$ 128,407,510
RESTRICTED ASSETS	6,533,797	8,924,745
UNRESTRICTED ASSETS	16,381,782	21,639,236
TOTAL NET POSITION	\$ 150,131,263	\$ 158,971,491

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PUD NO 1 OF SKAGIT COUNTY
REVENUES, EXPENSES AND CHANGES IN NET POSITION (Unaudited)
FOR THREE MONTHS ENDING MARCH 31, 2018

	2017 <u>1st Qtr Actual</u>	2018 <u>1st Qtr Actual</u>	2018 <u>1st Qtr Budget</u>	Actual to Budget <u>favorable (unfavorable)</u>	
OPERATING REVENUE					
RESIDENTIAL-MULTIPLE	\$ 3,274,321	\$ 3,505,646	\$ 3,608,677	\$ (103,031)	97%
COMMERCIAL-INDUSTRIAL-FARMS-FIRE PROTECTION	1,119,475	1,148,429	1,134,447	13,982	101%
GOVERNMENTAL	147,662	126,706	137,599	(10,893)	92%
RESALE	18,919	17,011	17,024	(13)	100%
IRRIGATION	<u>27,522</u>	<u>42,287</u>	<u>30,879</u>	<u>11,408</u>	137%
TOTAL WATER SALES	4,587,899	4,840,079	4,928,626	(88,547)	98%
OTHER WATER REVENUES	72,240	73,162	56,122	17,040	130%
BROADBAND REVENUES, NET OF COSTS	<u>(2,661)</u>	<u>(1,166)</u>	<u>(1,617)</u>	<u>451</u>	72%
TOTAL OPERATING REVENUES	<u>4,657,478</u>	<u>4,912,075</u>	<u>4,983,131</u>	<u>(71,056)</u>	99%
OPERATING EXPENSES					
SUPPLY	64,880	70,662	197,532	126,870	36%
TREATMENT	333,867	427,126	551,356	124,230	77%
TRANSMISSION AND DISTRIBUTION	221,055	212,780	313,384	100,604	68%
PURCHASED TELECOMMUNICATIONS SVCS	7,932	15,877	13,802	(2,075)	115%
CUSTOMER ACCOUNTS	360,933	376,799	427,595	50,796	88%
ADMINISTRATIVE AND GENERAL	1,374,416	1,355,882	1,611,082	255,200	84%
UTILITY TAXES	228,532	242,244	247,862	5,618	98%
DEPRECIATION EXPENSE	<u>651,694</u>	<u>639,374</u>	<u>1,234,225</u>	<u>594,851</u>	52%
TOTAL OPERATING EXPENSES	<u>3,243,309</u>	<u>3,340,744</u>	<u>4,596,838</u>	<u>1,256,094</u>	73%
OPERATING INCOME (LOSS)	<u>1,414,169</u>	<u>1,571,331</u>	<u>386,293</u>	<u>1,185,038</u>	407%
NON OPERATING REVENUE					
INTEREST INCOME	25,636	59,799	19,550	40,249	306%
INTEREST AND PENALTY INCOME ON LUDS	4,555	9,367	8,176	1,191	115%
MISCELLANEOUS INCOME	5,769	6,366	11,250	(4,884)	57%
GAINS ON CAPITAL ASSET DIPOSITIONS	<u>33</u>	<u>437</u>	<u>0</u>	<u>437</u>	100%
TOTAL NON OPERATING REVENUE	<u>35,993</u>	<u>75,969</u>	<u>38,976</u>	<u>36,993</u>	195%
NON OPERATING EXPENSE					
MISCELLANEOUS EXPENSE	(80)	73	200	127	37%
INTEREST ON DEBT, NET	<u>117,877</u>	<u>146,877</u>	<u>207,383</u>	<u>60,506</u>	71%
TOTAL NON OPERATING EXPENSE	<u>117,797</u>	<u>146,950</u>	<u>207,583</u>	<u>60,633</u>	71%
INCOME (LOSS) BEFORE CONTRIBUTIONS	<u>1,332,365</u>	<u>1,500,350</u>	<u>217,686</u>	<u>1,282,664</u>	689%
CAPITAL CONTRIBUTIONS					
NON DONATED PLANT	58,100	158,000	75,000	83,000	211%
DONATED PLANT	40,865	48,093	100,000	(51,907)	48%
SYSTEM DEVELOPMENT FEES	365,098	430,923	275,000	155,923	157%
SERVICES	112,944	102,975	102,000	975	101%
PIPE REPLACEMENT	148,830	150,364	136,559	13,805	110%
LOCAL UTILITY DISTRICTS	0	0	0	0	0%
GRANTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	0%
TOTAL CAPITAL CONTRIBUTIONS	<u>725,837</u>	<u>890,355</u>	<u>688,559</u>	<u>201,796</u>	129%
CHANGE IN NET POSITION	2,058,202	2,390,705	<u>\$ 906,245</u>	<u>\$ 1,484,460</u>	264%
NET POSITION, JANUARY 1	<u>148,073,061</u>	<u>156,580,786</u>			
NET POSITION, MARCH 31	<u>\$ 150,131,263</u>	<u>\$ 158,971,491</u>			

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PUD NO 1 OF SKAGIT COUNTY
OPERATING REVENUES AND EXPENSE TRACKING (Unaudited)
FOR THREE MONTHS ENDING MARCH 31, 2018

	2017 <u>YTD Actual</u>	2018 <u>YTD Actual</u>	2018 <u>YTD Budget</u>	Actual to Budget <u>favorable (unfavorable)</u>	
OPERATING REVENUE					
WATER SALES					
JUDY SYSTEM	\$ 4,439,709	\$ 4,702,049	\$ 4,749,189	\$ (47,140)	99%
FIDALGO/SIMILK	61,017	65,683	106,143	(40,460)	62%
CEDARGROVE	27,395	30,293	21,398	8,895	142%
ROCKPORT	9,304	10,692	7,699	2,993	139%
MOUNTAIN VIEW	2,486	2,674	2,469	205	108%
ALGER/SAMISH	21,883	448	18,400	(17,952)	2%
POTLATCH	9,933	11,645	10,923	722	107%
SKAGIT VIEW VILLAGE	11,405	12,243	9,139	3,104	134%
MARBLEMOUNT	4,767	4,352	3,266	1,086	133%
TOTAL WATER SALES	<u>4,587,899</u>	<u>4,840,079</u>	<u>4,928,626</u>	<u>(88,547)</u>	98%
OTHER OPERATING REVENUE					
MISC SERVICE CHARGES	72,240	73,162	56,122	17,040	130%
BROADBAND SERVICES, NET OF COSTS	(2,661)	(1,166)	(1,617)	451	72%
TOTAL OTHER OPERATING REVENUE	<u>69,579</u>	<u>71,996</u>	<u>54,505</u>	<u>17,491</u>	132%
TOTAL OPERATING REVENUE	<u>4,657,478</u>	<u>4,912,075</u>	<u>4,983,131</u>	<u>(71,056)</u>	99%
OPERATING EXPENSES					
SALARIES/WAGES/BENEFITS	1,802,730	1,876,125	2,137,525	261,400	88%
WATER PURCHASED FROM OTHERS	32,027	31,871	46,250	14,379	69%
ELECTRICITY PURCHASED FOR PUMPING	29,692	35,988	121,125	85,137	30%
CHEMICALS FOR TREATMENT	71,176	112,579	106,638	(5,941)	106%
GENERAL SUPPLIES AND SERVICES	184,239	172,806	294,582	121,776	59%
UTILITIES	36,046	36,205	47,828	11,623	76%
POSTAGE AND SHIPPING	24,126	11,411	23,740	12,329	48%
EQUIP MAINT CONTRACTS	6,009	3,418	4,638	1,220	74%
PURCHASED TELECOMMUNICATIONS SVCS	7,698	15,877	9,776	(6,101)	162%
MEMBERSHIPS	24,431	22,382	20,767	(1,615)	108%
TECHNOLOGY/SCADA/SUPPORT	40,378	122,783	115,723	(7,060)	106%
PROFESSIONAL SERVICES	77,902	65,377	157,186	91,809	42%
TRAVEL AND TRAINING	41,782	8,286	58,968	50,682	14%
EQUIPMENT AND VEHICLE EXPENSE	13,428	25,751	48,544	22,793	53%
INSURANCE EXPENSE	91,753	90,460	111,771	21,311	81%
ADVERTISING EXPENSE	7,105	7,910	9,775	1,865	81%
BAD DEBT EXPENSE	4,932	4,132	7,500	3,368	55%
HEALTH PERMITS	34,010	34,010	34,265	255	99%
MISCELLANEOUS EXPENSES	26,739	11,345	8,150	(3,195)	0%
UTILITY TAXES	228,532	242,244	247,862	5,618	98%
TRANSFERS TO CONSTRUCTION IN PROGRESS	(193,120)	(229,590)	(250,000)	(20,410)	92%
TOTAL OPERATING EXPENSES	<u>2,591,615</u>	<u>2,701,370</u>	<u>3,362,613</u>	<u>661,243</u>	80%
NET OPERATING INCOME BEFORE DEPRECIATION AND OPEB COSTS	<u>\$ 2,065,863</u>	<u>\$ 2,210,705</u>	<u>\$ 1,620,518</u>	<u>\$ 590,187</u>	136%

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