

FINANCIAL and STATISTICAL REPORT for MAY 2018



PUBLIC UTILITY DISTRICT NO. 1 OF OKANOGAN COUNTY

TELEPHONE: (509)422-3310

FAX: (509)422-4020

POST OFFICE BOX 912

OKANOGAN, WASHINGTON 98840

PUBLIC UTILITY DISTRICT NO. 1 OF OKANOGAN COUNTY
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - COMBINED
FOR THE TWELVE CONSECUTIVE MONTH PERIODS ENDING MAY 31, 2018 AND 2017

	ELECTRIC SYSTEM	COMMUNICATIONS SYSTEM	TOTALS 2018	TOTALS 2017
<u>OPERATING REVENUE</u>				
RESIDENTIAL	\$23,667,468.40	\$0.00	\$23,667,468.40	\$24,164,380.99
GENERAL SERVICE	16,554,465.46	2,975,374.62	19,529,840.08	19,227,053.76
INDUSTRIAL	1,044,437.81	0.00	1,044,437.81	2,004,795.60
IRRIGATION AND FROST CONTROL	4,176,670.16	0.00	4,176,670.16	4,296,005.41
STREET LIGHTING	155,993.22	0.00	155,993.22	150,623.93
SALES FOR RESALE	2,745,290.61	0.00	2,745,290.61	2,186,081.10
TOTAL SALES	<u>\$48,344,325.66</u>	<u>\$2,975,374.62</u>	<u>\$51,319,700.28</u>	<u>\$52,028,940.79</u>
<u>OTHER OPERATING REVENUE</u>				
CARRYING CHARGES	\$140,110.00	\$1,197.26	\$141,307.26	\$146,683.70
MISCELLANEOUS SERVICE REVENUE	162,415.50	9,930.00	172,345.50	169,167.17
RENTS	109,280.28	0.00	109,280.28	109,280.28
OTHER OPERATING REVENUE	1,649,255.16	0.00	1,649,255.16	1,050,765.83
TOTAL OTHER REVENUE	<u>\$2,061,060.94</u>	<u>\$11,127.26</u>	<u>\$2,072,188.20</u>	<u>\$1,475,896.98</u>
TOTAL OPERATING REVENUE	<u>\$50,405,386.60</u>	<u>\$2,986,501.88</u>	<u>\$53,391,888.48</u>	<u>\$53,504,837.77</u>
<u>OPERATING EXPENSES</u>				
PRODUCTION	\$100,357.14	\$0.00	\$100,357.14	\$39,260.03
PURCHASED POWER	23,959,502.61	0.00	23,959,502.61	24,175,983.50
OTHER POWER SUPPLY	895,115.21	0.00	895,115.21	852,697.28
TRANSMISSION	139,439.97	0.00	139,439.97	84,766.31
DISTRIBUTION	6,574,275.99	0.00	6,574,275.99	5,821,883.54
TELECOMMUNICATIONS	0.00	1,011,643.68	1,011,643.68	849,739.49
CUSTOMER ACCOUNTING	1,576,799.34	0.00	1,576,799.34	1,558,107.32
CUSTOMER SERVICE AND INFORMATION	1,085,243.40	378.52	1,085,621.92	418,284.86
ADMINISTRATIVE AND GENERAL	3,503,197.68	62,209.24	3,565,406.92	3,968,123.65
TAXES	2,845,382.17	15,775.43	2,861,157.60	2,914,591.99
DEPRECIATION/AMORTIZATION	4,398,114.15	1,651,181.21	6,049,295.36	5,913,536.82
TOTAL OPERATING EXPENSES	<u>\$45,077,427.66</u>	<u>\$2,741,188.08</u>	<u>\$47,818,615.74</u>	<u>\$46,596,974.79</u>
OPERATING RATIO	89.43%	91.79%	89.56%	87.09%
<u>NET OPERATING REVENUES</u>				
	\$5,327,958.94	\$245,313.80	\$5,573,272.74	\$6,907,862.98
OTHER INCOME	\$539,940.96	\$95.91	\$540,036.87	\$3,890,516.00
CONTRIBUTIONS IN AID OF CONSTRUCTION	1,391,919.34	52,694.10	1,444,613.44	699,471.25
INTEREST EXPENSE	296,684.91	133,944.76	430,629.67	752,624.00
OTHER DEDUCTIONS	0.00	0.00	0.00	0.00
EXTRAORDINARY ITEMS	0.00	0.00	0.00	0.00
<u>CHANGE IN NET POSITION</u>	<u>\$6,963,134.33</u>	<u>\$164,159.05</u>	<u>\$7,127,293.38</u>	<u>\$10,745,226.23</u>
TOTAL NET POSITION, JUNE 1	<u>\$106,198,948.79</u>	<u>\$4,721,423.18</u>	<u>\$110,920,371.97</u>	<u>\$100,175,145.74</u>
<u>TOTAL NET POSITION, MAY 31</u>	<u><u>\$113,162,083.12</u></u>	<u><u>\$4,885,582.23</u></u>	<u><u>\$118,047,665.35</u></u>	<u><u>\$110,920,371.97</u></u>

PUBLIC UTILITY DISTRICT NO. 1 OF OKANOGAN COUNTY
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - COMBINED
FOR THE MONTHS ENDING MAY 31, 2018 AND 2017

	ELECTRIC SYSTEM	COMMUNICATIONS SYSTEM	TOTALS 2018	TOTALS 2017
<u>OPERATING REVENUE</u>				
RESIDENTIAL	\$1,455,155.48	\$0.00	\$1,455,155.48	\$1,487,885.76
GENERAL SERVICE	1,168,587.60	253,150.26	1,421,737.86	1,345,564.75
INDUSTRIAL	78,784.50	0.00	78,784.50	89,391.49
IRRIGATION AND FROST CONTROL	107,300.15	0.00	107,300.15	94,843.21
STREET LIGHTING	12,059.99	0.00	12,059.99	14,435.24
SALES FOR RESALE	185,750.25	0.00	185,750.25	315,791.30
TOTAL SALES	\$3,007,637.97	\$253,150.26	\$3,260,788.23	\$3,347,911.75
<u>OTHER OPERATING REVENUE</u>				
CARRYING CHARGES	\$12,850.00	\$74.29	\$12,924.29	\$16,113.39
MISCELLANEOUS SERVICE REVENUE	15,713.00	400.00	16,113.00	14,787.50
RENTS	0.00	0.00	0.00	0.00
OTHER OPERATING REVENUE	282,835.30	0.00	282,835.30	246,920.96
TOTAL OTHER REVENUE	\$311,398.30	\$474.29	\$311,872.59	\$277,821.85
TOTAL OPERATING REVENUE	\$3,319,036.27	\$253,624.55	\$3,572,660.82	\$3,625,733.60
<u>OPERATING EXPENSES</u>				
PRODUCTION	\$19,628.23	\$0.00	\$19,628.23	\$3,479.56
PURCHASED POWER	1,836,736.00	0.00	1,836,736.00	1,749,927.50
OTHER POWER SUPPLY	117,926.87	0.00	117,926.87	108,687.40
TRANSMISSION	2,974.64	0.00	2,974.64	3,842.94
DISTRIBUTION	558,415.04	0.00	558,415.04	557,369.39
TELECOMMUNICATIONS	0.00	90,713.30	90,713.30	82,519.76
CUSTOMER ACCOUNTING	130,045.68	0.00	130,045.68	126,160.65
CUSTOMER SERVICE AND INFORMATION	116,450.70	147.09	116,597.79	36,352.25
ADMINISTRATIVE AND GENERAL	321,566.24	6,023.48	327,589.72	423,724.80
TAXES	177,310.82	1,337.30	178,648.12	182,733.60
DEPRECIATION/AMORTIZATION	367,854.20	139,139.29	506,993.49	498,324.85
TOTAL OPERATING EXPENSES	\$3,648,908.42	\$237,360.46	\$3,886,268.88	\$3,773,122.70
OPERATING RATIO	109.94%	93.59%	108.78%	104.07%
<u>NET OPERATING REVENUES</u>				
	(\$329,872.15)	\$16,264.09	(\$313,608.06)	(\$147,389.10)
OTHER INCOME	\$203,291.80	\$0.00	\$203,291.80	\$202,638.83
INTEREST INCOME	7,777.28	11.64	7,788.92	8,158.09
GAIN/LOSS ON DISPOSITION OF PROPERTY	0.00	0.00	0.00	0.00
GRANT REVENUE	0.00	0.00	0.00	0.00
CONTRIBUTIONS IN AID OF CONSTRUCTION	106,514.49	4,885.82	111,400.31	77,812.00
INTEREST EXPENSE	(60,408.59)	(10,551.17)	(70,959.76)	(42,026.54)
OTHER DEDUCTIONS	0.00	0.00	0.00	0.00
EXTRAORDINARY ITEMS	0.00	0.00	0.00	0.00
<u>CHANGE IN NET POSITION</u>	<u>(\$72,697.17)</u>	<u>\$10,610.38</u>	<u>(\$62,086.79)</u>	<u>\$99,193.28</u>

PUBLIC UTILITY DISTRICT NO. 1 OF OKANOGAN COUNTY
COMPARATIVE STATEMENT OF NET POSITION - COMBINED
AS OF MAY 31, 2018 AND 2017

	ELECTRIC SYSTEM	COMMUNICATIONS SYSTEM	TOTALS 2018	TOTALS 2017
<u>CURRENT AND ACCRUED ASSETS</u>				
REVENUE FUND & DEPOSITORIES	\$12,945,653.74	\$0.00	\$12,945,653.74	\$14,379,378.21
WORKING FUNDS & PETTY CASH	20,250.00	0.00	20,250.00	20,250.00
TEMPORARY CASH INVESTMENTS	1,164,748.17	0.00	1,164,748.17	569,015.77
ACCOUNTS RECEIVABLE	2,103,831.57	93,381.25	2,197,212.82	2,373,656.89
MATERIALS AND SUPPLIES	2,466,403.86	0.00	2,466,403.86	2,447,727.47
STORES EXPENSE-UNDISTRIBUTED	286,807.82	0.00	286,807.82	218,296.79
PREPAYMENTS	111,136.45	0.00	111,136.45	113,910.45
ACCRUED UTILITY REVENUES	3,494,622.38	0.00	3,494,622.38	3,489,777.99
TOTAL CURRENT AND ACCRUED ASSETS	<u>\$22,593,453.99</u>	<u>\$93,381.25</u>	<u>\$22,686,835.24</u>	<u>\$23,612,013.57</u>
<u>RESTRICTED ASSETS</u>				
BOND SINKING FUNDS	\$1,697,766.68	\$0.00	\$1,697,766.68	\$1,706,488.90
COMPENSATED ABSENCES	2,000,000.00	0.00	2,000,000.00	2,000,000.00
OTHER SPECIAL FUNDS	6,135,000.00	0.00	6,135,000.00	6,135,000.00
DEBT SERVICE RESERVE FUNDS	1,944,500.36	0.00	1,944,500.36	1,944,500.36
BOND CONSTRUCTION FUNDS	0.00	0.00	0.00	0.00
CUSTOMER DEPOSITS	600,000.00	0.00	600,000.00	600,000.00
TOTAL RESTRICTED ASSETS	<u>\$12,377,267.04</u>	<u>\$0.00</u>	<u>\$12,377,267.04</u>	<u>\$12,385,989.26</u>
<u>NONCURRENT ASSETS</u>				
<u>UTILITY PLANT</u>				
PLANT IN SERVICE	\$151,740,596.85	\$15,306,762.13	\$167,047,358.98	\$162,778,353.00
CONSTRUCTION WORK IN PROGRESS	43,019,453.81	181,169.24	43,200,623.05	39,648,220.15
LESS: PROVISION FOR RETIREMENT	(76,380,921.96)	(7,199,607.13)	(83,580,529.09)	(80,524,838.36)
TOTAL UTILITY PLANT	<u>\$118,379,128.70</u>	<u>\$8,288,324.24</u>	<u>\$126,667,452.94</u>	<u>\$121,901,734.79</u>
<u>OTHER ASSETS & DEFERRALS</u>				
INVESTMENT IN ASSOCIATED COMPANIES	\$0.00	\$0.00	\$0.00	\$0.00
ELECTRIC INVESTMENT IN TELECOM	657,920.00	0.00	657,920.00	891,726.00
NOTES RECEIVABLE	240,108.85	0.00	240,108.85	210,356.73
DEFERRED OUTFLOWS - DRS PENSION	944,133.00	0.00	944,133.00	1,537,393.00
UNAMORTIZED LOSS ON REACQUIRED DEBT	289,305.29	0.00	289,305.29	364,250.81
CLEARING ACCOUNTS	(163,841.34)	85,361.21	(78,480.13)	(33,076.39)
TOTAL OTHER ASSETS & DEFERRALS	<u>\$1,967,625.80</u>	<u>\$85,361.21</u>	<u>\$2,052,987.01</u>	<u>\$2,970,650.15</u>
<u>TOTAL ASSETS</u>	<u><u>\$155,317,475.53</u></u>	<u><u>\$8,467,066.70</u></u>	<u><u>\$163,784,542.23</u></u>	<u><u>\$160,870,387.77</u></u>

PUBLIC UTILITY DISTRICT NO. 1 OF OKANOGAN COUNTY
COMPARATIVE STATEMENT OF NET POSITION - COMBINED
AS OF MAY 31, 2018 AND 2017

	ELECTRIC SYSTEM	COMMUNICATIONS SYSTEM	TOTALS 2018	TOTALS 2017
<u>CURRENT AND ACCRUED LIABILITIES</u>				
WARRANTS OUTSTANDING	\$159,044.76	\$0.00	\$159,044.76	\$979,509.30
ACCOUNTS PAYABLE	2,119,618.40	0.00	2,119,618.40	1,810,482.35
TAXES ACCRUED	618,600.22	4,333.87	622,934.09	642,968.90
MISCELLANEOUS ACCRUED LIABILITIES	131,625.20	0.00	131,625.20	106,776.29
TOTAL CURRENT AND ACCRUED LIABILITIES	<u>\$3,028,888.58</u>	<u>\$4,333.87</u>	<u>\$3,033,222.45</u>	<u>\$3,539,736.84</u>
<u>PAYABLES FROM RESTRICTED ASSETS</u>				
CURRENT PORTION OF LONG TERM DEBT	\$1,907,533.96	\$0.00	\$1,907,533.96	\$1,866,548.78
INTEREST ON LONG TERM DEBT	0.00	0.00	0.00	0.00
CUSTOMER DEPOSITS	630,604.18	1,500.00	632,104.18	591,181.17
COMPENSATED ABSENCES	1,961,722.28	0.00	1,961,722.28	2,056,846.17
TOTAL PAYABLES FROM RESTRICTED ASSETS	<u>\$4,499,860.42</u>	<u>\$1,500.00</u>	<u>\$4,501,360.42</u>	<u>\$4,514,576.12</u>
<u>NONCURRENT LIABILITIES</u>				
REVENUE BONDS	\$27,615,271.08	\$0.00	\$27,615,271.08	\$29,522,805.04
COMMUNICATIONS ADVANCE FROM ELECTRIC	0.00	657,920.00	657,920.00	891,726.00
OTHER LONG TERM DEBT	0.00	2,917,730.60	2,917,730.60	3,067,222.95
UNAMORTIZED PREM/DISC ON LONG TERM DEBT	297,934.33	0.00	297,934.33	307,068.85
NET PENSION LIABILITY	5,365,558.00	0.00	5,365,558.00	7,800,644.00
TOTAL NONCURRENT LIABILITIES	<u>\$33,278,763.41</u>	<u>\$3,575,650.60</u>	<u>\$36,854,414.01</u>	<u>\$41,589,466.84</u>
<u>OTHER LIABILITIES & DEFERRALS</u>				
DEFERRED INFLOWS - DRS PENSION	\$1,347,880.00	\$0.00	\$1,347,880.00	\$306,236.00
TOTAL OTHER LIABILITIES & DEFERRALS	<u>\$1,347,880.00</u>	<u>\$0.00</u>	<u>\$1,347,880.00</u>	<u>\$306,236.00</u>
TOTAL LIABILITIES	<u>\$42,155,392.41</u>	<u>\$3,581,484.47</u>	<u>\$45,736,876.88</u>	<u>\$49,950,015.80</u>
<u>NET POSITION</u>				
INVESTED IN CAPITAL ASSETS, NET OF DEBT RESTRICTED FOR CAPITAL CONSTRUCTION	\$88,847,694.62	\$5,370,593.64	\$94,218,288.26	\$87,502,339.98
RESTRICTED FOR DEBT SERVICE	0.00	0.00	0.00	0.00
RESTRICTED FOR CONTINGENCIES	3,642,267.04	0.00	3,642,267.04	3,650,989.26
UNRESTRICTED	6,142,673.54	(1,500.00)	6,141,173.54	6,086,972.66
CONTRIBUTIONS IN AID OF CONSTRUCTION	2,971,048.08	(483,511.41)	2,487,536.67	2,121,670.23
	11,558,399.84	0.00	11,558,399.84	11,558,399.84
TOTAL NET POSITION	<u>\$113,162,083.12</u>	<u>\$4,885,582.23</u>	<u>\$118,047,665.35</u>	<u>\$110,920,371.97</u>
<u>TOTAL LIABILITIES AND NET POSITION</u>	<u>\$155,317,475.53</u>	<u>\$8,467,066.70</u>	<u>\$163,784,542.23</u>	<u>\$160,870,387.77</u>

PUBLIC UTILITY DISTRICT NO. 1 OF OKANOGAN COUNTY
MONTHLY BUDGET SUMMARY
MAY 31, 2018

PERCENT OF YEAR COMPLETE 41.67%

CODE	DESCRIPTION	ELECTRIC			BROADBAND			TOTALS		
		BUDGET	YTD ACTUAL	PERCENT	BUDGET	YTD ACTUAL	PERCENT	BUDGET	YTD ACTUAL	PERCENT
REVENUE										
001	Sales - Retail	47,849,000	20,275,972	42.37%		0	0.00%	47,849,000	20,275,972	42.37%
002	Sales - Wholesale	1,190,400	1,709,875	143.64%	2,950,000	1,257,222	42.62%	4,140,400	2,967,097	71.66%
003	Interest	135,000	53,376	39.54%		0	0.00%	135,000	53,376	39.54%
004	Miscellaneous	1,220,000	449,367	36.83%		166	0.00%	1,220,000	449,533	36.85%
005	Rental Income	110,000	18,080	16.44%		0	0.00%	110,000	18,080	16.44%
006	Construction Contributions	692,000	422,516	61.06%		37,742	0.00%	692,000	460,258	66.51%
007	Grant Proceeds	1,163,900	509,277	43.76%		0	0.00%	1,163,900	509,277	43.76%
	Total Revenue	52,360,300	23,438,463	44.76%	2,950,000	1,295,130	43.90%	55,310,300	24,733,593	44.72%
EXPENDITURES										
010	Wages	8,395,000	3,239,515	38.59%	358,600	213,127	59.43%	8,753,600	3,452,642	39.44%
011	Benefits	3,566,700	1,422,443	39.88%	155,600	91,591	58.86%	3,722,300	1,514,034	40.67%
020	Travel	155,000	41,211	26.59%	18,000	3,579	19.88%	173,000	44,790	25.89%
021	Tuition	118,100	48,013	40.65%	24,000	3,082	12.84%	142,100	51,095	35.96%
030	Transportation	662,700	380,674	57.44%	18,900	25,331	134.03%	681,600	406,005	59.57%
040	Insurance	352,500	100,258	28.44%		0	0.00%	352,500	100,258	28.44%
050	Utilities	107,100	34,409	32.13%		0	0.00%	107,100	34,409	32.13%
060	Postage, Printing and Stationery	155,200	53,503	34.47%	800	753	94.13%	156,000	54,256	34.78%
070	Advertising	31,900	4,426	13.87%	600	0	0.00%	32,500	4,426	13.62%
071	Conservation Expenditures	461,700	294,446	63.77%		0	0.00%	461,700	294,446	63.77%
080	Misc. Contractual Services	3,554,800	703,699	19.80%	104,200	8,120	7.79%	3,659,000	711,819	19.45%
081	Legal Services	232,100	81,616	35.16%	5,000	690	13.80%	237,100	82,306	34.71%
082	Maintenance Contracts	227,500	34,480	15.16%	113,500	50,643	44.62%	341,000	85,123	24.96%
083	Software Licenses and Support	617,100	278,130	45.07%	145,300	47,052	32.38%	762,400	325,182	42.65%
084	Permits and Fees	11,300	2,451	21.69%	41,000	11,478	28.00%	52,300	13,929	26.63%
085	Rents and Leases	89,900	34,435	38.30%	68,100	42,250	62.04%	158,000	76,685	48.53%
090	Materials and Supplies	530,000	215,308	40.62%	131,700	28,993	22.01%	661,700	244,301	36.92%
091	Small Tools (under \$1,000)	35,700	5,403	15.13%	1,000	443	44.30%	36,700	5,846	15.93%
092	Miscellaneous	97,900	5,137	5.25%		0	0.00%	97,900	5,137	5.25%
099	Unforeseen Operating Contingency	250,000	1,143	0.46%		0	0.00%	250,000	1,143	0.46%
120	Purchased Power	24,269,000	10,672,442	43.98%		0	0.00%	24,269,000	10,672,442	43.98%
210	Taxes	2,871,000	1,253,425	43.66%	15,000	6,874	45.83%	2,886,000	1,260,299	43.67%
	Total Expenditures	46,792,200	18,906,567	40.41%	1,201,300	534,006	44.45%	47,993,500	19,440,573	40.51%
DEBT SERVICE										
810	Debt Service - Principal	1,667,000	694,597	41.67%	392,300	162,457	41.41%	2,059,300	857,054	41.62%
811	Debt Service - Interest	1,450,100	631,480	43.55%	124,400	52,983	42.59%	1,574,500	684,463	43.47%
	Total Debt Service	3,117,100	1,326,077	42.54%	516,700	215,440	41.70%	3,633,800	1,541,517	42.42%
AVAILABLE FOR CAPITAL OUTLAY		2,451,000	3,205,819	130.80%	1,232,000	545,684	44.29%	3,683,000	3,751,503	101.86%
CAPITAL OUTLAY										
581	Capital - Contractual Services	4,994,846	273,786	5.48%		0	0.00%	4,994,846	273,786	5.48%
591	Capital - Materials and Supplies	3,123,000	701,333	22.46%	584,800	198,857	34.00%	3,707,800	900,190	24.28%
592	Capital - Meter Purchases	70,000	0	0.00%		0	0.00%	70,000	0	0.00%
593	Capital - Transformer Purchases	400,000	188,022	47.01%		0	0.00%	400,000	188,022	47.01%
710	Capital - Tools and Equipment	5,000	0	0.00%		0	0.00%	5,000	0	0.00%
711	Capital - Buildings	279,800	0	0.00%		0	0.00%	279,800	0	0.00%
712	Capital - Equipment (Over \$2,000)	336,500	127,440	37.87%	52,000	3,639	7.00%	388,500	131,079	33.74%
713	Capital - Vehicles	309,000	(3,542)	-1.15%		0	0.00%	309,000	(3,542)	-1.15%
714	Capital - Personal Computers	32,200	7,679	23.85%		0	0.00%	32,200	7,679	23.85%
901	Unforeseen Capital Contingencies	250,000	17,652	7.06%		0	0.00%	250,000	17,652	7.06%
	Total Capital Outlay	9,800,346	1,312,370	13.39%	636,800	202,496	31.80%	10,437,146	1,514,866	14.51%
RESERVES/DEBT		(7,349,346)	1,893,449	-25.76%	595,200	343,188	57.66%	(6,754,146)	2,236,637	-33.12%

May 31, 2018

The following is an explanation of fund balances established by resolution for the payment of ordinary and extraordinary operating expenses and the establishment of reserves against contingent and/or unforeseen liabilities. The fund descriptions and balances are as follow:

OTHER INVESTMENTS AND FUNDS:

Sinking Funds - Bond Principal and Interest Investments		\$1,697,766.68
Other Special Funds - 2010 Debt Service Reserve Account	\$1,944,500.36	
2010 Bond Construction Fund Account	0.00	
Employee Annual Leave	2,000,000.00	
Rate Stabilization Fund	<u>6,135,000.00</u>	\$10,079,500.36
Revenue Fund - Less Warrants Outstanding	\$12,684,691.90	
Temporary Cash Investments	1,164,748.16	
Customer Deposit Reserve	<u>600,000.00</u>	<u>\$14,449,440.06</u>
Total Investments and Funds		<u><u>\$26,226,707.10</u></u>