



PUD1 – Executive Summary – September 2018

This report summarizes information on the current financial status of Mason County PUD No. 1 for the month of September 2018.

- **Work in Progress:**
 - Financial Policies Development
 - Budget Planning 2019
 - Long-Term Debt Payoff Plan

- **Completed Projects:**
 - 2017 Privilege Tax Return – Due March 15th
 - Form 7 Filing for 2017 – Due March 31st
 - State Audit for 2016
 - 2017 Annual Report for State Auditors – Due May 30th

- **Planned Key Milestones, Activities and / or Events:**
 - Develop benchmark financial ratios, to compare PUD No. 1's ratios to other like-size districts.
 - Assist PUD No. 1's management with long range financial and budgetary planning – ongoing.

Financial Highlights:

- Revenue – Gross Revenue was \$818,034 for the month of September 2018.

- Expenditures –Gross expenditures were \$660,192 for the month of September 2018.

Financial Metrics as Compared with Prior Year:	September 2018	September 2017
Total General Cash and Investments	\$1,136,082	\$1,219,694
Current Ratio (Current Assets/Current Liabilities)	4.07 to 1	2.72 to 1
Debt Service Coverage (O&M/ Debt Service)	2.67	3.02
Long-Term Debt to Net Plant	48%	32%
Total Debt to Equity Ratio (Total Liabilities/Total Equity)	70%	56%
Long Term Debt to Equity Ratio (Long Term Debt / Total Equity)	66%	47%
Times Interest Earned Ratio (Earnings before Interest & Taxes/Total Interest)	4.28	6.85
Cash on Hand (Total Available Cash/Average Daily Costs) *Not including Special Funds	54 Days	63 Days



Mason County PUD No 1

Budget Summary by Division For the Month Ended September 30, 2018

	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>	<u>Totals</u>
Total Revenue	\$ 594,059.14	\$ 223,085.22	\$ 889.99	\$ 818,034.35
Total Expenditures	\$ 514,788.99	\$ 145,283.69	\$ 119.62	\$ 660,192.30
Net Operating Margins	\$ 79,270.15	\$ 77,801.53	\$ 770.37	\$ 157,842.05
Cash Flow				
Beginning Cash (General Fund)	209,711.10	94,625.53	4,150.39	308,487.02
Net Operating Margin (Excluding Depreciation)	18,305.52	110,539.66	727.94	129,573.12
Cash Transferred to / from Special Funds	719,631.68	(341,178.11)	(764.13)	377,689.44
Change in Accounts Receivable	(393,222.85)	254,613.28	0.00	(138,609.57)
Change in Accounts Payable	(389,945.89)	20,532.75	81.00	(369,332.14)
Cash Expended on Utility Plant	(294,773.31)	(30,976.89)	0.00	(325,750.20)
Change in CWIP	332,420.54	(13,707.98)	0.00	318,712.56
Ending Cash (General Fund)	202,126.79	94,448.24	4,195.20	300,770.23



Mason County PUD No 1

Budget Summary by Division for the Nine Months Ended September 30, 2018

	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>	<u>Totals</u>
Total Revenue	\$ 6,475,828.96	\$ 1,409,740.09	\$ 7,874.38	\$ 7,893,443.43
2018 Budget	\$ 8,021,521.45	\$ 1,652,172.81	\$ 11,118.07	\$ 9,684,812.33
Difference (-/+)	\$ (1,545,692.49)	\$ (242,432.72)	\$ (3,243.69)	\$ (1,791,368.90)
% of Budget	81%	85%	71%	82%
Total Expenditures	\$ 5,824,084.99	\$ 1,020,918.41	\$ 1,169.63	\$ 6,846,173.03
2018 Budget	\$ 7,625,227.76	\$ 1,448,267.78	\$ 8,435.76	\$ 9,081,931.30
Difference (-/+)	\$ (1,801,142.77)	\$ (427,349.37)	\$ (7,266.13)	\$ (2,235,758.27)
% of Budget	76%	70%	14%	75%
Net Operating Margins	\$ 651,743.97	\$ 388,821.68	\$ 6,704.75	\$ 1,047,270.40
2018 Budget	\$ 396,293.69	\$ 203,905.03	\$ 2,682.31	\$ 602,881.03
Difference (-/+)	\$ 255,450.28	\$ 184,916.65	\$ 4,022.44	\$ 444,389.37
% of Budget	164%	191%	250%	174%

Cash Flow

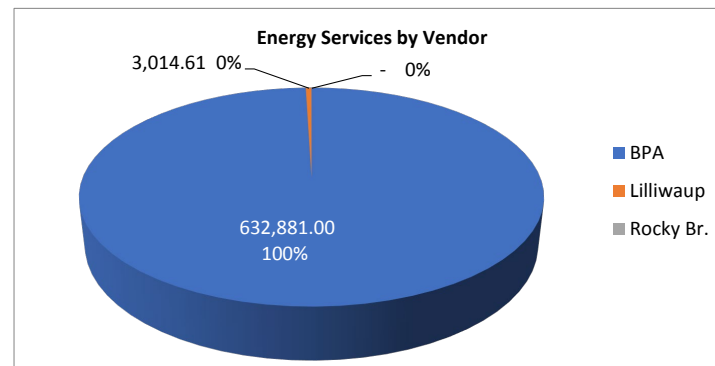
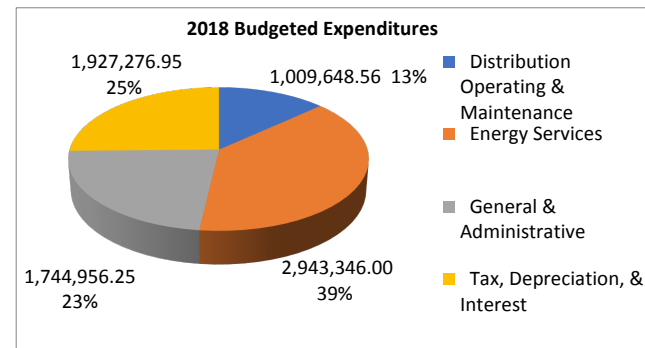
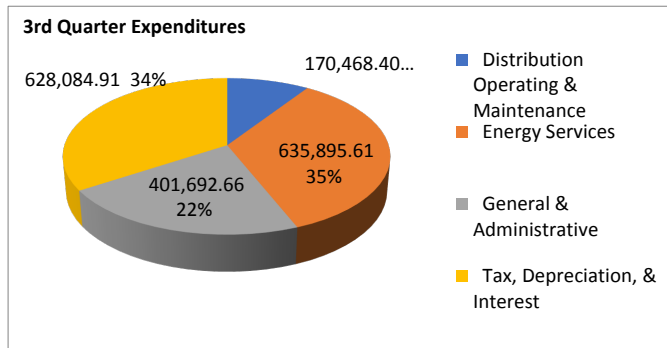
Beginning Cash (General Fund)	368,208.75	279,112.95	7,578.48	654,900.18
Net Operating Margin (Excluding Depreciation)	856,523.51	605,357.44	6,674.78	1,468,555.73
Cash Transferred to / from Special Funds	644,683.98	925,273.33	(9,307.23)	1,560,650.08
Change in Accounts Receivable	(1,565.65)	125,918.31	(1,075.25)	123,277.41
Change in Accounts Payable	(433,608.74)	(43,535.14)	324.42	(476,819.46)
Cash Expended on Utility Plant	(1,713,564.39)	(1,608,260.15)	0.00	(3,321,824.54)
Change in CWIP	481,449.33	(189,418.50)	0.00	292,030.83
Ending Cash (General Fund)	202,126.79	94,448.24	4,195.20	300,770.23

Mason County PUD No. 1

Status of Budget
As of September 30, 2018

ELECTRIC DIVISION

	3rd Quarter 2018	2018 Year-to-Date	2018 Budget	% of Annual Budget
Revenue	1,759,453.28	6,475,828.96	8,021,521.45	81%
Expenditures				
Distribution Operating & Maintenance	170,468.40	587,164.14	1,009,648.56	58%
Energy Services	635,895.61	2,396,376.57	2,943,346.00	81%
General & Administrative	401,692.66	1,264,405.95	1,744,956.25	72%
Tax, Depreciation, & Interest	628,084.91	1,576,138.33	1,927,276.95	82%
TOTAL EXPENDITURES	\$ 1,836,141.58	\$ 5,824,084.99	\$ 7,625,227.76	76%
NET OPERATING MARGINS	\$ (76,688.30)	\$ 651,743.97	\$ 396,293.69	164%



Mason County PUD No. 1

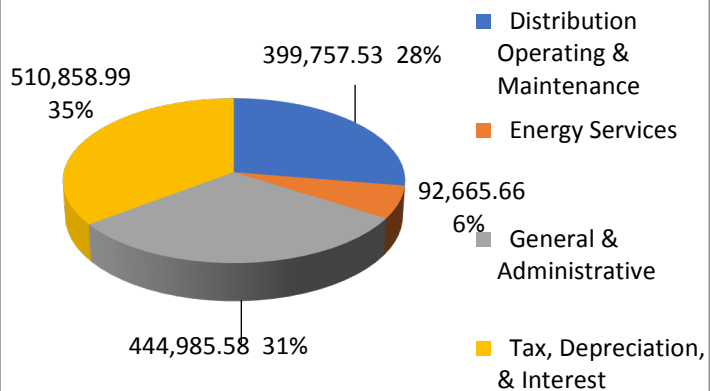
Status of Budget

As of September, 2018

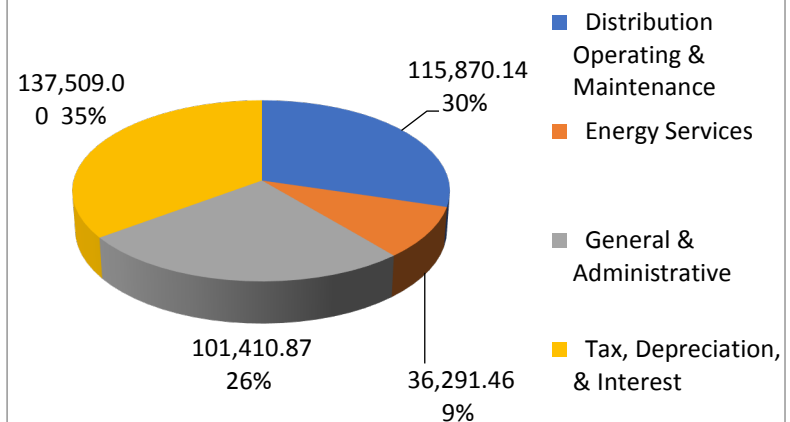
WATER DIVISION

	3rd Quarter 2018	2018 Year-to-Date	2018 Budget	% of Annual Budget
Revenue	571,301.45	1,409,740.09	1,652,172.81	85%
Expenditures				
Distribution Operating & Maintenance	115,870.14	251,871.24	399,757.53	63%
Energy Services	36,291.46	85,549.56	92,665.66	92%
General & Administrative	101,410.87	327,853.43	444,985.58	74%
Tax, Depreciation, & Interest	137,509.00	355,644.18	510,858.99	70%
TOTAL EXPENDITURES	\$ 391,081.47	\$ 1,020,918.41	\$ 1,448,267.76	70%
NET OPERATING MARGINS	\$ 180,219.98	\$ 388,821.68	\$ 203,905.05	191%

2018 Budgeted Expenditures



3rd Quarter Expenditures



Mason County PUD No. 1

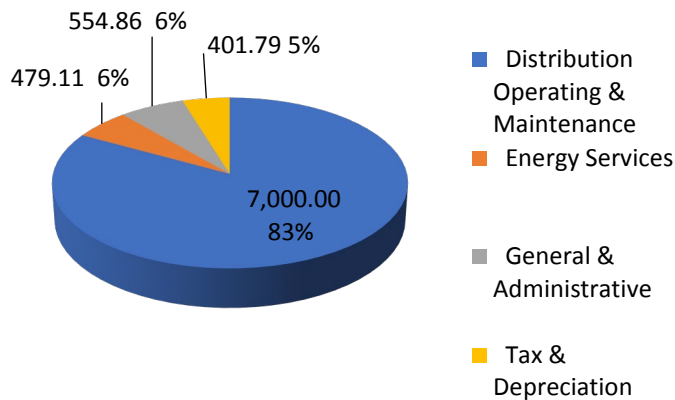
Status of Budget

As of September 30, 2018

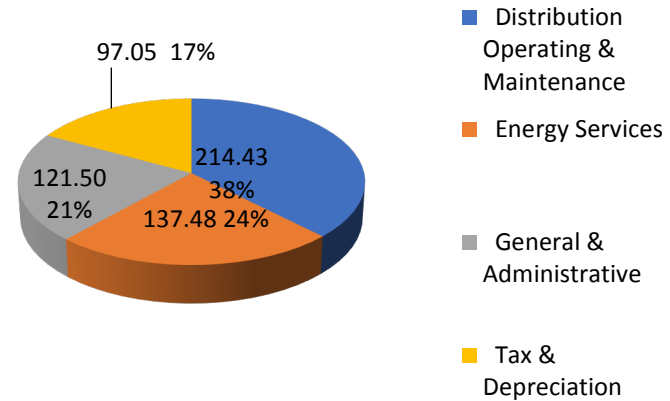
SEWER DIVISION

	3rd Quarter 2018	2018 Year-to- Date	2018 Budget	% of Annual Budget
Revenue	2,660.49	7,874.38	11,118.07	71%
<u>Expenditures</u>				
Distribution Operating & Maintenance	214.43	214.43	7,000.00	3%
Energy Services	137.48	259.05	479.11	54%
General & Administrative	121.50	405.00	554.86	73%
Tax & Depreciation	97.05	291.15	401.79	72%
TOTAL EXPENDITURES	\$ 570.46	\$ 1,169.63	\$ 8,435.76	14%
NET OPERATING MARGINS	\$ 2,090.03	\$ 6,704.75	\$ 2,682.31	250%

2018 Budgeted Expenditures



3rd Quarter Expenditures



Mason County PUD No. 1
Treasurer's Report to Commission
 September 30, 2018

	<u>BALANCE</u>
General Electric Cash	201,526.79
General Water Cash	94,448.24
General Sewer Cash	4,195.20
Investments	835,311.51
Petty and Register	600.00
General Funds Total	1,136,081.74
Designated Reserves	
Commerical Liability Fund	67,058.88
Computer Replacement Fund	202,904.15
Facility Building	442,124.13
Material Purchases	599,311.55
Pole Yard	247,265.54
Replacement Equipment Fund	285,030.43
Designated Reserves Total	\$ 1,843,694.68
Restricted Funds	
Electric System Bond Reserve 2014	184,613.73
Electric System Revenue Bond 2014	245,157.15
RUS Treasury Bond	37,482.70
US Treasury Reserves	235,946.79
Canal Comfort Donations	4,002.59
Customer Deposits	97,659.40
Electric Revenue Bond '18	2,372,455.10
Electric Revenue Bond Reserve '18	481,618.92
Water System Revenue Bond '18	1,920,324.29
Restricted Funds Total	5,579,260.67
TOTAL ALL FUNDS	\$ 8,559,037.09
Long-Term Debt	
RUS Long Term Debt	3,133,846.25
Electric Revenue Bond 2018	6,730,000.00
Electric Revenue Bond 2014	3,115,000.00
PWTF	1,107,910.69
Water Bond '18	3,000,000.00
Total Long Term Debt	17,086,756.94