

**Town of Reading, Massachusetts**  
**Municipal Light Department**  
**Statement of Net Assets**  
**August 31, 2019**

	<i><b>AUGUST</b></i> <i><b>2019</b></i>	<i><b>AUGUST</b></i> <i><b>2018</b></i>
<b>ASSETS</b>		
Current:		
Unrestricted Cash	\$ 19,799,843	\$ 17,142,873
Restricted Cash	32,677,847	32,070,721
Restricted Investments	1,245,105	1,251,280
Receivables, Net	8,152,951	9,923,236
Prepaid Expenses	1,854,793	644,974
Inventory	2,132,581	1,491,241
Total Current Assets	<u>65,863,120</u>	<u>62,524,325</u>
Noncurrent:		
Investment in Associated Companies	629,226	258,758
Capital Assets, Net	79,383,748	78,432,863
Total Noncurrent Assets	<u>80,012,974</u>	<u>78,691,621</u>
Deferred Outflows - Pension Plan	<u>5,779,858</u>	<u>3,996,947</u>
<b>TOTAL ASSETS</b>	<u><u>151,655,953</u></u>	<u><u>145,212,893</u></u>
<b>LIABILITIES</b>		
Current		
Accounts Payable	7,900,750	6,823,848
Accrued Liabilities	538,145	693,283
Customer Deposits	1,287,530	1,165,147
Advances from Associated Companies	200,000	200,000
Customer Advances for Construction	2,107,271	2,044,404
Total Current Liabilities	<u>12,033,696</u>	<u>10,926,681</u>
Non-current		
Accrued Employee Compensated Absences	2,354,824	3,193,676
Net OPEB Obligation	7,374,246	7,158,353
Net Pension Liability	10,781,819	10,781,819
Total Non-current Liabilities	<u>20,510,889</u>	<u>21,133,848</u>
Deferred Inflows - Pension Plan	2,105,560	2,105,560
<b>TOTAL LIABILITIES</b>	<u>34,650,146</u>	<u>34,166,089</u>
<b>NET POSITION</b>		
Invested in Capital Assets, Net of Related Debt	79,383,748	78,432,863
Restricted for Depreciation Fund	9,314,316	7,673,197
Restricted for Pension Trust	5,878,179	5,695,996
Unrestricted	22,429,564	19,244,748
	<u>117,005,807</u>	<u>111,046,804</u>
	<u><u>151,655,953</u></u>	<u><u>145,212,893</u></u>

**Town of Reading, Massachusetts**  
**Municipal Light Department**  
**Business Type Proprietary Fund**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**August 31, 2019**

	<b>AUGUST 2019</b>	<b>AUGUST 2018</b>	<b>Year to Date Current Year</b>	<b>Year to Date Last Year</b>
<b>Operating Revenues</b>				
Base Revenue	\$ 2,830,300	\$ 2,883,774	\$ 18,309,057	\$ 17,861,291
Fuel Revenue	3,011,067	3,278,632	18,733,085	23,488,133
Purchased Power Capacity & Transmission	3,405,758	3,943,883	24,035,731	27,199,951
Forfeited Discounts	80,566	94,294	554,600	558,580
Energy Conservation Revenue	65,988	68,127	430,017	438,282
NYPA Credit	(80,689)	(50,821)	(845,859)	(800,340)
Total Operating Revenues	9,312,991	10,217,890	61,216,630	68,745,897
<b>Expenses</b>				
<b>Power Expenses:</b>				
547 Purchased Power Fuel	2,356,123	3,185,046	19,492,168	21,476,051
555 Purchased Power Capacity	1,798,410	1,808,792	14,702,208	16,810,561
565 Purchased Power Transmission	1,513,673	1,352,807	8,474,809	8,995,714
Total Purchased Power	5,668,206	6,346,646	42,669,185	47,282,326
<b>Operations and Maintenance Expenses:</b>				
580 Supervision and Engineering	74,747	84,617	599,162	454,268
581 Station/Control Room Operators	51,586	64,844	360,804	444,547
582 Station Technicians	28,505	50,066	234,935	444,893
583 Line General Labor	44,838	12,166	175,635	365,372
585 Street Lighting	-	33,976	59,998	179,091
586 Meter General	12,602	18,177	78,859	125,749
588 Materials Management	44,979	53,749	277,734	366,217
593 Maintenance of Lines - Overhead	15,017	41,940	322,846	725,233
593 Maintenance of Lines - Tree Trimming	68,663	4,401	297,085	341,201
594 Maintenance of Lines - Underground	8,492	10,732	74,030	24,308
595 Maintenance of Line - Transformers	1,250	11,007	64,223	96,648
598 Line General Leave Time Labor	25,704	60,330	254,212	92,541
Total Operations and Maintenance	376,381	446,004	2,799,522	3,660,067
<b>General &amp; Administration Expenses:</b>				
902 Meter Reading	1,062	781	2,834	16,279
903 Customer Collections	115,301	118,429	799,842	1,270,313
904 Uncollectible Accounts	8,750	12,500	70,000	39,142
916 Energy Audit	50,736	46,500	316,120	337,875
916 Energy Conservation	99,268	124,040	394,798	524,188
920 Administrative and General Salaries	169,863	164,962	1,222,303	821,787
921 Office Supplies and Expense	155	906	8,388	5,342
923 Outside Services - Legal	1,375	45,031	239,226	328,088
923 Outside Services - Contract	13,402	2,582	177,397	163,350
923 Outside Services - Education	5,477	6,936	48,924	90,277
924 Property Insurance	29,016	28,373	232,622	226,570
925 Injuries and Damages	4,486	3,856	38,530	50,098
926 Employee Pensions and Benefits	147,905	269,067	2,162,581	2,169,917
930 Miscellaneous General Expense	11,338	5,426	87,430	61,886
931 Rent Expense	13,952	13,930	149,179	143,381
933 Vehicle Expenses	29,405	19,666	204,256	175,046
933 Vehicle Expenses - Capital	(32,454)	(31,325)	(213,124)	(223,318)
935 Maintenance of General Plant	33,374	10,983	281,351	214,659
935 Maintenance of Building & Garage	53,242	46,206	525,124	476,838
Total General & Administration Expenses	755,652	888,847	6,747,783	6,891,717

**Town of Reading, Massachusetts**  
**Municipal Light Department**  
**Business Type Proprietary Fund**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**August 31, 2019**

	<b>AUGUST 2019</b>	<b>AUGUST 2018</b>	<b>Year to Date Current Year</b>	<b>Year to Date Last Year</b>
Other Operating Expenses:				
403 Depreciation	377,166	376,333	3,017,328	2,905,661
408 Voluntary Payments to Towns	130,806	127,951	1,046,445	992,265
Total Other Expenses	507,972	504,284	4,063,773	3,897,926
Operating Income	2,004,780	2,032,109	4,936,367	7,013,862
Non Operating Revenues (Expenses):				
415 Contribution in Aid of Construction				
419 Interest Income	44,979	33,114	325,195	131,231
419 Other	173,047	121,758	1,032,252	973,393
426 Return on Investment to Reading	(206,709)	(201,648)	(1,653,671)	(1,677,026)
426 Loss on Disposal				
431 Interest Expense	(1,523)	(964)	(24,144)	(9,522)
Total Non Operating Revenues (Expenses)	9,795	(47,739)	(320,369)	(581,923)
Change in Net Assets	\$ 2,014,575	\$ 1,984,369	\$ 4,615,998	\$ 6,431,939

**Town of Reading, Massachusetts**  
**Municipal Light Department**  
**Statement of Budgeted Revenues, Expenses and Changes in Fund Net Assets**  
**August 31, 2019**

	Actual	Budget	Budget to Actual	% Over
	Year to Date	8 Mos Ended 8/31/2019	Over/(Under) \$	or -Under
<b>Operating Revenues</b>				
Base Revenue	\$ 18,309,057	\$ 18,507,432	\$ (198,375)	-1.07%
Fuel Revenue	18,733,085	20,217,929	(1,484,843)	-7.34%
Purchased Power Capacity & Transmission	24,035,731	25,171,261	(1,135,531)	-4.51%
Forfeited Discounts	554,600	555,223	(623)	-0.11%
Energy Conservation Revenue	430,017	441,387	(11,370)	-2.58%
NYPA Credit	(845,859)	(800,000)	(45,859)	5.73%
	61,216,630	64,093,232	(2,876,602)	-4.49%
<b>Expenses</b>				
<b>Power Expenses:</b>				
547 Purchased Power Fuel	19,492,168	19,417,929	74,240	0.38%
555 Purchased Power Capacity	14,702,208	15,193,225	(491,017)	-3.23%
565 Purchased Power Transmission	8,474,809	9,978,037	(1,503,228)	-15.07%
Total Purchased Power	42,669,185	44,589,190	(1,920,005)	-4.31%
<b>Operations and Maintenance Expenses:</b>				
580 Supervision and Engineering	599,162	722,639	(123,478)	-17.09%
581 Station/Control Room Operators	360,804	321,301	39,503	12.29%
582 Station Technicians	234,935	348,243	(113,309)	-32.54%
583 Line General Labor	175,635	224,000	(48,365)	-21.59%
585 Street Lighting	59,998	33,815	26,183	77.43%
586 Meter General	78,859	144,922	(66,063)	-45.59%
588 Materials Management	277,734	294,707	(16,973)	-5.76%
593 Maintenance of Lines - Overhead	322,846	471,415	(148,569)	-31.52%
593 Maintenance of Lines - Tree Trimming	297,085	599,689	(302,605)	-50.46%
594 Maintenance of Lines - Underground	74,030	270,101	(196,070)	-72.59%
595 Maintenance of Line - Transformers	64,223	270,997	(206,774)	-76.30%
598 Line General Leave Time Labor	254,212	188,866	65,346	34.60%
Total Operations and Maintenance Expenses	2,799,522	3,890,696	(1,091,174)	-28.05%
<b>General &amp; Administration Expenses:</b>				
902 Meter Reading	2,834	22,733	(19,899)	-87.53%
903 Customer Collections	799,842	769,466	30,376	3.95%
904 Uncollectible Accounts	70,000	70,000	-	0.00%
916 Energy Audit	316,120	336,367	(20,247)	-6.02%
916 Energy Conservation	394,798	656,079	(261,281)	-39.82%
920 Administrative and General Salaries	1,222,303	1,366,842	(144,539)	-10.57%
921 Office Supplies and Expense	8,388	13,333	(4,945)	-37.09%
923 Outside Services - Legal	239,226	355,267	(116,040)	-32.66%
923 Outside Services - Contract	177,397	257,133	(79,736)	-31.01%
923 Outside Services - Education	48,924	162,595	(113,672)	-69.91%
924 Property Insurance	232,622	284,133	(51,511)	-18.13%
925 Injuries and Damages	38,530	37,607	922	2.45%
926 Employee Pensions and Benefits	2,162,581	2,387,743	(225,162)	-9.43%
930 Miscellaneous General Expense	87,430	328,985	(241,554)	-73.42%
931 Rent Expense	149,179	141,333	7,846	5.55%
933 Vehicle Expenses	204,256	207,467	(3,210)	-1.55%
933 Vehicle Expenses - Capital	(213,124)	(168,908)	(44,216)	26.18%
935 Maintenance of General Plant	281,351	256,667	24,684	9.62%
935 Maintenance of Building & Garage	525,124	664,539	(139,414)	-20.98%
Total General & Administration Expenses	6,747,783	8,149,381	(1,401,598)	-17.20%

**Town of Reading, Massachusetts**  
**Municipal Light Department**  
**Statement of Budgeted Revenues, Expenses and Changes in Fund Net Assets**  
**August 31, 2019**

	<b>Actual</b>	<b>Budget</b>	<b>Budget to Actual</b>	<b>% Over</b>
	<b>Year to Date</b>	<b>8 Mos Ended 8/31/2019</b>	<b>Over/(Under) \$</b>	<b>or -Under</b>
<b>Other Operating Expenses:</b>				
403 Depreciation	3,017,328	3,016,000	1,328	0.04%
408 Voluntary Payments to Towns	1,046,445	1,047,240	(795)	-0.08%
Total Other Expenses	4,063,773	4,063,240	533	0.01%
Operating Income	4,936,367	3,400,725	1,535,641	45.16%
<b>Non Operating Revenues (Expenses):</b>				
415 Contribution in Aid of Construction				
419 Interest Income	325,195	116,667	208,528	178.74%
419 Other	1,032,252	566,667	465,585	82.16%
426 Return on Investment to Reading	(1,653,671)	(1,653,671)	0	0.00%
426 Loss on Disposal	-	(66,667)	66,667	-100.00%
431 Interest Expense	(24,144)	(10,667)	(13,478)	126.35%
Total Non Operating Revenues (Expenses)	(320,369)	(1,047,671)	727,302	-69.42%
Change in Net Assets	\$ 4,615,998	\$ 2,353,054	\$ 2,262,944	96.17%