

Town of Reading, Massachusetts
Municipal Light Department
Statement of Net Assets
6/30/2019

	<u>2019</u>	<u>2018</u>
ASSETS		
Current:		
Unrestricted Cash	\$19,948,332.26	\$12,411,639.13
Restricted Cash	32,523,323.36	31,142,939.69
Restricted Investments	1,245,105.06	1,251,280.33
Receivables, Net	8,368,995.42	10,285,724.68
Prepaid Expenses	1,257,995.06	809,046.48
Inventory	1,784,964.53	1,432,068.25
Total Current Assets	<u>65,128,715.69</u>	<u>57,332,698.56</u>
Noncurrent:		
Investment in Associated Companies	295,845.90	258,596.36
Capital Assets, Net	78,888,564.82	78,275,204.33
Total Noncurrent Assets	<u>79,184,410.72</u>	<u>78,533,800.69</u>
Deferred Outflows - Pension Plan	<u>5,779,858.00</u>	<u>3,996,947.00</u>
TOTAL ASSETS	<u><u>150,092,984.41</u></u>	<u><u>139,863,446.25</u></u>
LIABILITIES		
Current		
Accounts Payable	9,082,192.18	5,331,888.56
Accrued Liabilities	376,182.27	420,426.90
Customer Deposits	1,271,644.70	1,155,870.51
Advances from Associated Companies	200,000.00	200,000.00
Customer Advances for Construction	2,315,231.24	1,949,463.50
Total Current Liabilities	<u>13,245,250.39</u>	<u>9,057,649.47</u>
Non-current		
Accrued Employee Compensated Absences	2,999,639.45	3,193,676.07
Net OPEB Obligation	7,374,246.00	7,158,353.00
Net Pension Liability	10,781,819.00	10,781,819.00
Total Non-current Liabilities	<u>21,155,704.45</u>	<u>21,133,848.07</u>
Deferred Inflows - Pension Plan	2,105,560.00	2,105,560.00
TOTAL LIABILITIES	<u>36,506,514.84</u>	<u>32,297,057.54</u>
NET POSITION		
Invested in Capital Assets, Net of Related Debt	78,888,564.82	78,275,204.33
Restricted for Depreciation Fund	9,781,528.07	7,812,621.94
Restricted for Pension Trust	5,878,178.80	5,683,014.26
Unrestricted	19,038,197.88	15,795,548.18
TOTAL NET POSITION	<u>113,586,469.57</u>	<u>107,566,388.71</u>
Total Liabilities and Net Assets	<u><u>150,092,984.41</u></u>	<u><u>139,863,446.25</u></u>

Town of Reading, Massachusetts
Municipal Light Department
Business Type Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Assets
6/30/2019

	JUNE 2019	JUNE 2018	Year to Date Current Year	Year to Date Last Year
Operating Revenues				
Base Revenue	\$2,081,229	\$2,003,105	\$12,953,835	\$12,400,705
Fuel Revenue	2,336,736	3,259,284	13,036,566	16,994,759
Purchased Power Capacity & Transmission	2,780,426	3,554,952	17,392,846	19,731,567
Forfeited Discounts	52,529	36,512	407,665	394,614
Energy Conservation Revenue	51,243	51,741	304,689	309,509
NYPA Credit	(103,775)	(53,305)	(660,936)	(696,135)
Total Operating Revenues	7,198,386	8,852,289	43,434,665	49,135,019
Expenses				
Power Expenses:				
547 Purchased Power Fuel	1,630,930	1,986,849	14,396,109	15,449,829
555 Purchased Power Capacity	1,522,581	2,133,870	11,231,103	12,946,410
565 Purchased Power Transmission	1,003,350	1,106,831	5,756,352	6,280,251
Total Purchased Power	4,156,861	5,227,550	31,383,564	34,676,490
Operations and Maintenance Expenses:				
580 Supervision and Engineering	70,909	45,936	455,994	310,167
581 Station/Control Room Operators	23,278	66,531	251,228	336,545
582 Station Technicians	25,612	106,643	182,698	358,207
583 Line General Labor	28,162	54,464	93,228	338,403
585 Street Lighting	(640)	15,976	53,263	126,593
586 Meter General	9,448	23,245	59,177	101,787
588 Materials Management	43,354	35,652	203,222	284,103
593 Maintenance of Lines - Overhead	26,272	97,220	296,640	717,870
593 Maintenance of Lines - Tree Trimming	50,279	60,878	224,056	334,285
594 Maintenance of Lines - Underground	(2,585)	748	40,904	10,128
595 Maintenance of Line - Transformers	27,730	16,108	41,489	85,642
598 Line General Leave Time Labor	26,339		196,172	-
Total Operations and Maintenance	328,157	523,399	2,098,070	3,003,728
General & Administration Expenses:				
902 Meter Reading		1,140	1,772	14,965
903 Customer Collections	86,903	138,660	598,376	866,251
904 Uncollectible Accounts	8,750	(48,358)	52,500	14,142
916 Energy Audit	35,615	42,053	228,026	262,747
916 Energy Conservation	73,282	72,420	265,037	365,929
920 Administrative and General Salaries	149,290	81,956	914,145	537,409
921 Office Supplies and Expense	1,779	884	6,361	162,758
923 Outside Services - Legal	28,974	154,811	199,393	282,557
923 Outside Services - Contract	62,534	23,521	160,252	160,768
923 Outside Services - Education	7,839	11,934	38,203	76,695
924 Property Insurance	29,016	28,373	174,117	169,824
925 Injuries and Damages	6,455	10,135	24,615	42,700
926 Employee Pensions and Benefits	289,745	(336,463)	1,909,080	1,431,248
930 Miscellaneous General Expense	12,789	4,564	56,083	53,305
931 Rent Expense	13,951	19,276	103,095	102,560
933 Vehicle Expenses	34,947	31,721	156,320	146,891
933 Vehicle Expenses - Capital	(24,875)	(35,960)	(153,117)	(162,265)
935 Maintenance of General Plant	46,262	32,118	224,374	183,462
935 Maintenance of Building & Garage	68,229	113,588	378,361	392,776
Total General & Administration Expenses	931,485	345,488	5,336,995	5,104,723

Town of Reading, Massachusetts
Municipal Light Department
Business Type Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Assets
6/30/2019

	JUNE 2019	JUNE 2018	Year to Date Current Year	Year to Date Last Year
Other Operating Expenses:				
403 Depreciation	377,166.00	358,832.29	2,262,996.00	2,152,994
408 Voluntary Payments to Towns	130,806.00	133,445.65	784,836.00	736,363
Total Other Expenses	<u>507,972.00</u>	<u>492,277.94</u>	<u>3,047,832.00</u>	<u>2,889,357</u>
Operating Income	<u>1,273,911.98</u>	<u>2,263,574.32</u>	<u>1,568,204.27</u>	<u>3,460,721.02</u>
Non Operating Revenues (Expenses):				
415 Contribution in Aid of Construction				
419 Interest Income	42,255	(47,419)	239,807	67,295
419 Other	87,617	316,819	650,111	717,872
426 Return on Investment to Reading	(206,709)	(265,493)	(1,240,253)	(1,273,731)
426 Loss on Disposal				
431 Interest Expense	(1,336)	777	(21,209)	(7,651)
Total Non Operating Revenues (Expenses)	<u>(78,174)</u>	<u>4,683</u>	<u>(371,543)</u>	<u>(496,216)</u>
Change in Net Assets	<u>1,195,738</u>	<u>2,268,258</u>	<u>1,196,661</u>	<u>2,964,505</u>

Town of Reading, Massachusetts
Municipal Light Department
Statement of Budgeted Revenues, Expenses and Changes in Fund Net Assets
June 30, 2019

	Actual	Budget	Budget	Budget to Actual	Remaining	Remaining
	Year to Date	Full Year	6 Mos Ended	Over/(Under)	Budget	Budget %
			43646			
Operating Revenues						
Base Revenue	\$12,953,835	\$27,761,148	\$13,880,574	(\$926,739)	\$14,807,313	53.3%
Fuel Revenue	13,036,566	30,326,893	15,163,447	(2,126,881)	17,290,327	57.0%
Purchased Power Capacity & Transmission	17,392,846	37,756,892	18,878,446	(1,485,600)	20,364,046	53.9%
Forfeited Discounts	407,665	832,834	416,417	(8,752)	425,169	51.1%
Energy Conservation Revenue	304,689	662,081	331,041	(26,351)	357,392	54.0%
NYPA Credit	(660,936)	(1,200,000)	(600,000)	(60,936)	(539,064)	44.9%
	43,434,665	96,139,849	48,069,924	(4,635,259)	52,705,184	54.8%
Expenses						
Power Expenses:						
547 Purchased Power Fuel	14,396,109	29,126,893	14,563,447	(167,338)	14,730,784	50.6%
555 Purchased Power Capacity	11,231,103	22,789,837	11,394,919	(163,815)	11,558,734	50.7%
565 Purchased Power Transmission	5,756,352	14,967,055	7,483,528	(1,727,176)	9,210,703	61.5%
Total Purchased Power	31,383,564	66,883,785	33,441,893	(2,058,329)	35,500,221	53.1%
Operations and Maintenance Expenses:						
580 Supervision and Engineering	455,994	1,083,959	541,980	(85,986)	627,965	57.9%
581 Station/Control Room Operators	251,228	481,952	240,976	10,252	230,724	47.9%
582 Station Technicians	182,698	522,365	261,183	(78,485)	339,667	65.0%
583 Line General Labor	93,228	336,000	168,000	(74,772)	242,772	72.3%
585 Street Lighting	53,263	50,722	25,361	27,902	(2,541)	-5.0%
586 Meter General	59,177	217,383	108,692	(49,515)	158,206	72.8%
588 Materials Management	203,222	442,061	221,031	(17,809)	238,839	54.0%
593 Maintenance of Lines - Overhead	296,640	707,122	353,561	(56,921)	410,482	58.0%
593 Maintenance of Lines - Tree Trimming	224,056	899,534	449,767	(225,711)	675,478	75.1%
594 Maintenance of Lines - Underground	40,904	405,151	202,576	(161,671)	364,247	89.9%
595 Maintenance of Line - Transformers	41,489	406,496	203,248	(161,759)	365,007	89.8%
598 Line General Leave Time Labor	196,172	283,299	141,650	54,522	87,127	30.8%
Total Operations and Maintenance Expenses	2,098,070	5,836,044	2,918,022	(819,952)	3,737,974	64.0%
General & Administration Expenses:						
902 Meter Reading	1,772	34,100	17,050	(15,278)	32,328	94.8%
903 Customer Collections	598,376	1,154,199	577,100	21,276	555,823	48.2%
904 Uncollectible Accounts	52,500	105,000	52,500	0	52,500	50.0%
916 Energy Audit	228,026	504,550	252,275	(24,249)	276,524	54.8%
916 Energy Conservation	265,037	984,118	492,059	(227,022)	719,081	73.1%
920 Administrative and General Salaries	914,145	2,050,263	1,025,132	(110,986)	1,136,118	55.4%
921 Office Supplies and Expense	6,361	20,000	10,000	(3,639)	13,639	68.2%
923 Outside Services - Legal	199,393	532,900	266,450	(67,057)	333,507	62.6%
923 Outside Services - Contract	160,252	385,700	192,850	(32,598)	225,448	58.5%
923 Outside Services - Education	38,203	243,893	121,947	(83,744)	205,690	84.3%
924 Property Insurance	174,117	426,200	213,100	(38,983)	252,083	59.1%
925 Injuries and Damages	24,615	56,411	28,206	(3,590)	31,796	56.4%
926 Employee Pensions and Benefits	1,909,080	3,581,615	1,790,808	118,273	1,672,535	46.7%
930 Miscellaneous General Expense	56,083	493,477	246,739	(190,655)	437,394	88.6%
931 Rent Expense	103,095	212,000	106,000	(2,905)	108,905	51.4%
933 Vehicle Expenses	156,320	311,200	155,600	720	154,880	49.8%
933 Vehicle Expenses - Capital	(153,117)	(253,362)	(126,681)	(26,436)	(100,245)	39.6%
935 Maintenance of General Plant	224,374	385,000	192,500	31,874	160,626	41.7%
935 Maintenance of Building & Garage	378,361	996,808	498,404	(120,043)	618,447	62.0%
Total General & Administration Expenses	5,336,995	12,224,072	6,112,036	(775,041)	6,887,077	56.3%
Other Operating Expenses:						
403 Depreciation	2,262,996.00	4,524,000.00	2,262,000.00	996.00	2,261,004.00	50.0%
408 Voluntary Payments to Towns	784,836.00	1,570,860.00	785,430.00	(594.00)	786,024.00	50.0%
Total Other Expenses	3,047,832.00	6,094,860.00	3,047,430.00	402.00	3,047,028.00	50.0%
Operating Income	1,568,204	5,101,088	2,550,544	(982,340)	3,532,883	69.3%

Town of Reading, Massachusetts
Municipal Light Department
Statement of Budgeted Revenues, Expenses and Changes in Fund Net Assets
June 30, 2019

Non Operating Revenues (Expenses):

415 Contribution in Aid of Construction						
419 Interest Income	239,807	175,000	87,500	152,307	(64,807)	-37.0%
419 Other	650,111	850,000	425,000	225,111	199,889	23.5%
426 Return on Investment to Reading	(1,240,253)	(2,480,506)	(1,240,253)	0	(1,240,253)	50.0%
426 Loss on Disposal	0	(100,000)	(50,000)	50,000	(100,000)	100.0%
431 Interest Expense	(21,209)	(16,000)	(8,000)	(13,209)	5,209	-32.6%
Total Non Operating Revenues (Expenses)	(371,543)	(1,571,506)	(785,753)	414,210	(1,199,963)	76.4%
Change in Net Assets	1,196,661	3,529,582	1,764,791	(568,130)	2,332,921	66.1%