

Town of Reading, Massachusetts
Municipal Light Department
Statement of Net Assets
6/30/2021

	<u>2021</u>	<u>2020</u>
ASSETS		
Current:		
Unrestricted Cash	\$ 21,044,140	\$ 22,391,641
Restricted Cash	28,675,124	26,880,611
Restricted Investments	2,695,115	1,359,036
Receivables, Net	8,462,574	7,692,222
Prepaid Expenses	2,299,606	2,340,114
Inventory	1,855,055	1,882,168
Total Current Assets	<u>65,031,613</u>	<u>62,545,792</u>
Noncurrent:		
Investment in Associated Companies	874,494	802,470
Capital Assets, Net	84,190,610	81,623,888
Total Noncurrent Assets	<u>85,065,104</u>	<u>82,426,358</u>
Deferred Outflows - Pension Plan	<u>5,360,409</u>	<u>8,102,116</u>
TOTAL ASSETS	<u><u>155,457,126</u></u>	<u><u>153,074,265</u></u>
LIABILITIES		
Current		
Accounts Payable	7,243,068	7,023,631
Accrued Liabilities	405,281	361,285
Customer Deposits	1,438,125	1,361,015
Advances from Associated Companies	200,000	200,000
Customer Advances for Construction	2,399,961	1,975,590
Total Current Liabilities	<u>11,686,435</u>	<u>10,921,522</u>
Non-current		
Accrued Employee Compensated Absences	1,968,355	2,471,374
Net OPEB Obligation	7,166,506	7,094,569
Net Pension Liability	12,054,935	14,610,001
Total Non-current Liabilities	<u>21,189,796</u>	<u>24,175,944</u>
Deferred Inflows - Pension Plan	2,652,103	1,964,276
TOTAL LIABILITIES	<u>35,528,334</u>	<u>37,061,742</u>
NET POSITION		
Invested in Capital Assets, Net of Related Debt	84,190,610	81,623,888
Restricted for Depreciation Fund	8,922,391	7,108,736
Restricted for Pension Trust	6,592,771	6,365,431
Unrestricted	20,223,020	20,914,469
TOTAL NET POSITION	<u><u>119,928,792</u></u>	<u><u>116,012,524</u></u>
Total Liabilities and Net Assets	<u><u>\$ 155,457,126</u></u>	<u><u>\$ 153,074,265</u></u>

Town of Reading, Massachusetts
Municipal Light Department
Business Type Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Assets
6/30/2021

	Month Current Year	Month Last Year	Year to Date Current Year	Year to Date Last Year	Percent Change
Operating Revenues					
Base Revenue	\$ 2,360,725	\$ 2,136,870	\$ 13,260,408	\$ 12,824,424	3.4%
Fuel Revenue	2,326,933	1,859,414	12,305,422	11,432,039	7.6%
Purchased Power Capacity & Transmission	2,915,551	2,512,148	16,026,601	15,311,375	4.7%
Forfeited Discounts	62,563	66,223	392,092	392,790	(0.2%)
Energy Conservation Revenue	57,744	49,188	312,866	299,492	4.5%
NYPA Credit	(117,535)	(131,377)	(608,862)	(597,383)	1.9%
Total Operating Revenues	7,605,981	6,492,466	41,688,527	39,662,737	5.1%
Expenses					
Power Expenses:					
547 Purchased Power Fuel	2,201,905	1,986,711	13,434,270	13,303,416	1.0%
555 Purchased Power Capacity	1,379,315	1,466,444	8,674,381	9,695,489	(10.5%)
565 Purchased Power Transmission	1,428,730	1,123,148	6,940,671	5,636,553	23.1%
Total Purchased Power	5,009,950	4,576,302	29,049,322	28,635,459	1.4%
Operations and Maintenance Expenses:					
580 Supervision and Engineering	96,823	86,466	512,352	496,740	3.1%
581 Station/Control Room Operators	53,876	29,803	242,249	243,096	(0.3%)
582 Station Technicians	56,861	50,162	327,120	192,776	69.7%
583 Line General Labor	57,211	30,850	303,121	284,594	6.5%
586 Meter General	18,080	5,980	84,904	78,559	8.1%
588 Materials Management	39,535	32,715	211,548	214,955	(1.6%)
593 Maintenance of Lines - Overhead	21,656	17,854	167,104	150,186	11.3%
593 Maintenance of Lines - Tree Trimming	12,197	48,839	149,336	199,244	(25.0%)
594 Maintenance of Lines - Underground	(1,164)	(4,259)	5,335	17,209	(69.0%)
595 Maintenance of Line - Transformers	16,711	28,302	76,139	60,216	26.4%
598 Line General Leave Time Labor	31,201	12,491	158,115	182,589	(13.4%)
Total Operations and Maintenance	402,988	339,203	2,237,324	2,120,165	5.5%
General & Administration Expenses:					
903 Customer Collections	81,154	126,668	520,963	632,222	(17.6%)
904 Uncollectible Accounts	8,750	8,750	52,500	52,500	0.0%
916 Energy Audit	83,173	102,562	354,418	322,667	9.8%
916 Energy Conservation	140,275	48,351	751,530	378,927	98.3%
920 Administrative and General Salaries	196,905	155,988	954,650	1,036,607	(7.9%)
921 Office Supplies and Expense	351	345	5,715	3,394	68.4%
923 Outside Services - Legal	48,510	55,940	151,307	157,076	(3.7%)
923 Outside Services - Contract	22,174	59,625	143,357	105,349	36.1%
923 Outside Services - Education	2,631	3,602	10,421	22,685	(54.1%)
924 Property Insurance	33,111	29,739	229,523	204,951	12.0%
925 Injuries and Damages	3,557	3,268	11,584	28,302	(59.1%)
926 Employee Pensions and Benefits	(71,426)	238,821	1,756,602	1,974,559	(11.0%)
930 Miscellaneous General Expense	24,476	10,256	211,090	95,143	121.9%
931 Rent Expense	13,888	15,146	108,553	103,252	5.1%
933 Vehicle Expenses	325,646	14,652	446,835	78,136	471.9%
933 Vehicle Expenses - Capital	(305,560)	(38,041)	(452,280)	(157,124)	187.8%
935 Maintenance of General Plant	2,508	(39,063)	289,740	337,225	(14.1%)
935 Maintenance of Building & Garage	67,250	133,495	398,693	638,218	(37.5%)
Total General & Administration Expenses	677,373	930,103	5,945,201	6,014,091	(1.1%)

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Other Operating Expenses:

403 Depreciation	406,980	391,601	2,441,878	2,349,603	3.9%
408 Voluntary Payments to Towns	137,954	133,918	827,718	803,505	3.0%
Total Other Expenses	<u>544,933</u>	<u>525,518</u>	<u>3,269,596</u>	<u>3,153,108</u>	<u>3.7%</u>
Operating Income	970,736	121,339	1,187,084	(260,086)	(556.4%)

Non Operating Revenues (Expenses):

415 Contribution in Aid of Construction					
419 Interest Income	8,106	39,767	90,992	184,408	(50.7%)
419 Other	17,718	(5,928)	578,771	654,773	(11.6%)
426 Return on Investment to Reading	(206,709)	(206,709)	(1,240,253)	(1,240,253)	(0.0%)
426 Loss on Disposal	-	-	-	-	
431 Interest Expense	(3,783)	(2,332)	(22,614)	(35,263)	(35.9%)
Total Non Operating Revenues (Expenses)	<u>(184,668)</u>	<u>(175,202)</u>	<u>(593,104)</u>	<u>(436,336)</u>	<u>35.9%</u>
Change in Net Assets	786,068	(53,863)	593,980	(696,422)	(185.3%)

Net Assets at Beginning of Year	119,334,812	116,708,946	119,334,812	116,708,946	2.2%
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Ending Net Assets	<u>\$ 120,120,880</u>	<u>\$ 116,655,083</u>	<u>\$ 119,928,792</u>	<u>\$ 116,012,524</u>	<u>3.4%</u>
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Town of Reading, Massachusetts
Municipal Light Department
Business Type Proprietary Fund
Statement of Budgeted Revenues, Expenses and Changes in Fund Net Assets
6/30/2021

	Actual Year to Date	BUDGET Through June 2021	Over/(Under) Budget \$	Over/(Under) Budget %
Operating Revenues				
Base Revenue	\$ 13,260,408	\$ 14,146,494	\$ (886,086)	(6.3%)
Fuel Revenue	12,305,422	13,947,227	(1,641,805)	(11.8%)
Purchased Power Capacity & Transmission	16,026,601	17,732,774	(1,706,173)	(9.6%)
Forfeited Discounts	392,092	464,502	(72,410)	(15.6%)
Energy Conservation Revenue	312,866	326,997	(14,131)	(4.3%)
NYPA Credit	(608,862)	(571,787)	(37,075)	6.5%
Total Operating Revenues	41,688,527	46,046,207	(4,357,681)	(9.5%)
Expenses				
Power Expenses:				
555 Purchased Power Fuel	13,434,270	13,375,440	58,830	0.4%
555 Purchased Power Capacity	8,674,381	8,843,684	(169,303)	(1.9%)
565 Purchased Power Transmission	6,940,671	8,889,090	(1,948,419)	(21.9%)
Total Purchased Power	29,049,322	31,108,214	(2,058,892)	(6.6%)
Operations and Maintenance Expenses:				
580 Supervision and Engineering	512,352	571,597	(59,244)	(10.4%)
581 Station/Control Room Operators	242,249	248,968	(6,719)	(2.7%)
582 Station Technicians	327,120	224,007	103,113	46.0%
583 Line General Labor	303,121	529,380	(226,259)	(42.7%)
586 Meter General	84,904	92,066	(7,162)	(7.8%)
588 Materials Management	211,548	227,982	(16,434)	(7.2%)
593 Maintenance of Lines - Overhead	167,104	279,400	(112,296)	(40.2%)
593 Maintenance of Lines - Tree Trimming	149,336	459,424	(310,088)	(67.5%)
594 Maintenance of Lines - Underground	5,335	40,448	(35,112)	(86.8%)
595 Maintenance of Line - Transformers	76,139	113,665	(37,526)	(33.0%)
598 Line General Leave Time Labor	158,115	223,939	(65,824)	(29.4%)
Total Operations and Maintenance Expenses	2,237,324	3,010,876	(773,552)	(25.7%)
General & Administration Expenses:				
903 Customer Collection	520,963	484,694	36,269	7.5%
904 Uncollectible Accounts	52,500	52,500	-	0.0%
916 Energy Audit	354,418	300,710	53,708	17.9%
916 Energy Conservation	751,530	607,018	144,512	23.8%
920 Administrative and General Salaries	954,650	1,125,511	(170,861)	(15.2%)
921 Office Supplies and Expense	5,715	10,000	(4,285)	(42.8%)
923 Outside Services - Legal	151,307	248,500	(97,193)	(39.1%)
923 Outside Services - Contract	143,357	254,200	(110,843)	(43.6%)
923 Outside Services - Education	10,421	128,911	(118,490)	(91.9%)
924 Property Insurance	229,523	244,850	(15,327)	(6.3%)
925 Injuries and Damages	11,584	28,527	(16,943)	(59.4%)
926 Employee Pensions and Benefits	1,756,602	1,833,003	(76,401)	(4.2%)
930 Miscellaneous General Expense	211,090	253,145	(42,056)	(16.6%)
931 Rent Expense	108,553	106,000	2,553	2.4%
933 Vehicle Expense	446,835	194,300	252,535	130.0%
933 Vehicle Expense - Capital Clearing	(452,280)	(177,272)	(275,008)	155.1%
935 Maintenance of General Plant	289,740	231,888	57,852	24.9%
935 Maintenance of Building & Garage	398,693	466,737	(68,044)	(14.6%)
Total General & Administration Expenses	5,945,201	6,393,220	(448,019)	(7.0%)

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Other Operating Expenses:

403 Depreciation	2,441,878	2,458,173	(16,295)	(0.7%)
408 Voluntary Payments to Towns	827,718	827,230	488	0.1%
Total Other Expenses	3,269,596	3,285,403	(15,807)	(0.5%)
Operating Income	1,187,084	2,248,495	(1,061,411)	(47.2%)

Non Operating Revenues (Expenses):

415 Contribution in Aid of Construction	-	150,000	(150,000)	(100.0%)
419 Interest Income	90,992	250,000	(159,008)	(63.6%)
419 Other Income	578,771	442,500	136,271	30.8%
426 Return on Investment to Reading	(1,240,253)	(1,240,253)	-	0.0%
426 Loss on Disposal	-	(50,000)	50,000	(100.0%)
431 Interest Expense	(22,614)	(22,500)	(114)	0.5%
Total Non Operating Revenues (Expenses)	(593,104)	(470,253)	(122,851)	26.1%
Net Income	\$ 593,980	\$ 1,778,242	\$ (1,184,261)	(66.6%)