

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - SUMMARY  
DECEMBER 2018

MONTH			YEAR-TO-DATE			FULL YEAR			
Actual	Forecast	FC Var	DECEMBER 2018	Actual	Forecast	FC Var	Actual	Budget	Variance
<b>Income Statement</b>									
(534,284)	(514,244)	(20,040)	Suburban Water	(51,208)	(144,791)	93,583	(51,208)	(305,584)	254,376
(149,603)	(145,226)	(4,377)	Suburban Wastewater	(658,072)	(560,384)	(97,688)	(658,072)	883,715	(1,541,787)
(2,256,976)	(1,905,395)	(351,581)	City Division	(6,009,928)	(7,282,037)	1,272,109	(6,009,928)	(7,267,990)	1,258,062
<u>(2,940,863)</u>	<u>(2,564,865)</u>	<u>(375,998)</u>	Total LCA	<u>(6,719,208)</u>	<u>(7,987,213)</u>	<u>1,268,004</u>	<u>(6,719,208)</u>	<u>(6,689,859)</u>	<u>(29,349)</u>
<b>Cash Flow Statement</b>									
(307,622)	(1,384,244)	1,076,622	Suburban Water	4,418,568	1,720,310	2,698,258	4,418,568	(4,392,584)	8,811,152
(237,845)	531,709	(769,554)	Suburban Wastewater	3,082,460	3,147,664	(65,204)	3,082,460	(2,751,285)	5,833,745
(24,696,473)	(24,912,155)	215,682	City Division	3,482,778	1,778,703	1,704,074	3,482,778	(5,085,490)	8,568,268
<u>(25,241,939)</u>	<u>(25,764,690)</u>	<u>522,751</u>	Total LCA	<u>10,983,806</u>	<u>6,646,678</u>	<u>4,337,128</u>	<u>10,983,806</u>	<u>(12,229,359)</u>	<u>23,213,165</u>
<b>Debt Service Coverage Ratio</b>									
(0.39)	0.01	(0.40)	Suburban Water	1.18	1.41	(0.22)	1.18	1.24	(0.05)
5.13	4.74	0.38	Suburban Wastewater	6.51	6.69	(0.18)	6.51	8.95	(2.44)
1.98	1.00	0.97	City Division	1.59	1.44	0.15	1.59	1.25	0.34

LEHIGH COUNTY AUTHORITY  
MONTHLY FINANCIAL STATEMENTS - CONSOLIDATED  
DECEMBER 2018

MONTH				YEAR-TO-DATE				FULL YEAR FORECAST				
Suburban Water	Suburban Wastewater	City Division	LCA TOTAL	DECEMBER 2018 INCOME STATEMENT	Suburban Water	Suburban Wastewater	City Division	LCA TOTAL	Suburban Water	Suburban Wastewater	City Division	LCA TOTAL
668,533	3,875,009	3,731,933	8,275,474	<b>Operating Revenues</b>	9,089,776	13,677,260	35,897,463	58,664,499	9,089,776	13,677,260	35,897,463	58,664,499
8,005	-	-	8,005	Charges For Services	91,546	-	-	91,546	91,546	-	-	91,546
1,919	-	20,768	22,687	Rent	113,101	-	519,893	632,994	113,101	-	519,893	632,994
<u>678,457</u>	<u>3,875,009</u>	<u>3,752,701</u>	<u>8,306,167</u>	Other Income	<u>9,294,423</u>	<u>13,677,260</u>	<u>36,417,356</u>	<u>59,389,039</u>	<u>9,294,423</u>	<u>13,677,260</u>	<u>36,417,356</u>	<u>59,389,039</u>
				Total Operating Revenues								
				<b>Operating Expenses</b>								
68,200	33,566	414,016	515,782	Salaries and Wages	1,035,186	460,904	5,410,578	6,906,668	1,035,186	460,904	5,410,578	6,906,668
173,571	66,766	784,073	1,024,409	General and Administrative	1,258,634	490,478	6,623,682	8,372,794	1,258,634	490,478	6,623,682	8,372,794
(2,018)	28,791	205,878	232,651	Utilities	437,255	290,197	1,985,067	2,712,518	437,255	290,197	1,985,067	2,712,518
50,859	56,681	117,709	225,249	Materials and Supplies	294,619	265,176	1,196,225	1,756,021	294,619	265,176	1,196,225	1,756,021
740,369	1,632,106	344,043	2,716,518	Miscellaneous Services	2,771,668	7,049,847	1,753,015	11,574,530	2,771,668	7,049,847	1,753,015	11,574,530
-	1,827,240	-	1,827,240	Treatment & Transportation	-	1,919,146	9,827	1,928,973	-	1,919,146	9,827	1,928,973
245,832	397,865	466,667	1,110,364	Depreciation and Amortization	2,949,984	4,774,380	5,600,004	13,324,368	2,949,984	4,774,380	5,600,004	13,324,368
<u>1,276,814</u>	<u>4,043,016</u>	<u>2,332,385</u>	<u>7,652,214</u>	Total Operating Expenses	<u>8,747,345</u>	<u>15,250,129</u>	<u>22,578,398</u>	<u>46,575,872</u>	<u>8,747,345</u>	<u>15,250,129</u>	<u>22,578,398</u>	<u>46,575,872</u>
				<b>Operating Income</b>	<u>547,078</u>	<u>(1,572,870)</u>	<u>13,838,958</u>	<u>12,813,167</u>	<u>547,078</u>	<u>(1,572,870)</u>	<u>13,838,958</u>	<u>12,813,167</u>
<u>(598,356)</u>	<u>(168,007)</u>	<u>1,420,316</u>	<u>653,953</u>	<b>Non-Operating Revenues (Expenses)</b>								
12,860	22,394	29,752	65,006	Tapping and Capital Recovery fees	221,405	902,732	563,921	1,688,058	221,405	902,732	563,921	1,688,058
8,250	-	966	9,216	Meter Sales	85,259	-	8,397	93,656	85,259	-	8,397	93,656
44,895	8,880	20,465	74,240	Inspection and Plan Reviews	180,579	36,898	44,961	262,438	180,579	36,898	44,961	262,438
-	-	361,572	361,572	Project Reimbursements	(0)	-	372,527	372,527	(0)	-	372,527	372,527
15,417	20,177	249,762	285,356	Interest Income	222,022	219,054	1,047,648	1,488,724	222,022	219,054	1,047,648	1,488,724
2,815	105	3,240	6,160	Other Income	30,205	1,565	47,662	79,432	30,205	1,565	47,662	79,432
(18,257)	(17,465)	(3,899,437)	(3,935,159)	Interest Expense	(1,334,604)	(197,000)	(19,329,507)	(20,861,111)	(1,334,604)	(197,000)	(19,329,507)	(20,861,111)
(1,908)	(15,687)	(443,612)	(461,207)	Other Expense	(3,152)	(48,452)	(2,604,496)	(2,656,100)	(3,152)	(48,452)	(2,604,496)	(2,656,100)
<u>64,072</u>	<u>18,404</u>	<u>(3,677,292)</u>	<u>(3,594,816)</u>	Total Non-Operating Revenues (Expenses)	<u>(598,286)</u>	<u>914,797</u>	<u>(19,848,886)</u>	<u>(19,532,375)</u>	<u>(598,286)</u>	<u>914,797</u>	<u>(19,848,886)</u>	<u>(19,532,375)</u>
				<b>Net Income Before Capital Contributions</b>	<u>(51,208)</u>	<u>(658,072)</u>	<u>(6,009,928)</u>	<u>(6,719,208)</u>	<u>(51,208)</u>	<u>(658,072)</u>	<u>(6,009,928)</u>	<u>(6,719,208)</u>
				<b>Capital Contributions</b>	-	-	-	-	-	-	-	-
<u>(534,284)</u>	<u>(149,603)</u>	<u>(2,256,976)</u>	<u>(2,940,863)</u>	<b>NET INCOME</b>	<u>(51,208)</u>	<u>(658,072)</u>	<u>(6,009,928)</u>	<u>(6,719,208)</u>	<u>(51,208)</u>	<u>(658,072)</u>	<u>(6,009,928)</u>	<u>(6,719,208)</u>

LEHIGH COUNTY AUTHORITY  
MONTHLY FINANCIAL STATEMENTS - CONSOLIDATED  
DECEMBER 2018

MONTH				YEAR-TO-DATE				FULL YEAR FORECAST								
Suburban Water	Suburban Wastewater	City Division	LCA TOTAL	DECEMBER 2018 CASH FLOW STATEMENT				Suburban Water	Suburban Wastewater	City Division	LCA TOTAL	Suburban Water	Suburban Wastewater	City Division	LCA TOTAL	
678,457	3,875,009	3,752,701	8,306,167	<b>Cash Flows From Operating Activities</b>				9,294,423	13,677,260	36,417,356	59,389,039	9,294,423	16,777,260	36,417,356	62,489,039	
(1,030,982)	(3,645,151)	(1,865,718)	(6,541,850)	Operating Revenues				(5,797,361)	(10,475,749)	(16,978,394)	(33,251,504)	(5,797,361)	(13,575,749)	(16,978,394)	(36,351,504)	
3,144,665	(198,280)	777,278	3,723,663	Operating Expenses (ex D&A)				(240,756)	76,879	(113,542)	(277,419)	(240,756)	76,879	(113,542)	(277,419)	
2,792,141	31,578	2,664,261	5,487,980	Non-Cash Working Capital Changes				3,256,306	3,278,389	19,325,420	25,860,116	3,256,306	3,278,389	19,325,420	25,860,116	
				Net Cash Provided by (Used in) Operating Activities												
				<b>Cash Flows From Financing Activities</b>												
-	-	-	-	Lease Payments to City				-	-	(511,560)	(511,560)	-	-	(511,560)	(511,560)	
-	-	-	-	Capital Contributions				-	-	-	-	-	-	-	-	
-	-	-	-	Proceeds New Borrowing				-	-	18,735,000	18,735,000	-	-	18,735,000	18,735,000	
(692,253)	(14,839)	(6,523,861)	(7,230,953)	Interest Payments				(1,508,149)	(171,690)	(13,321,283)	(15,001,122)	(1,508,149)	(171,690)	(13,321,283)	(15,001,122)	
(1,751,365)	(40,799)	(18,735,000)	(20,527,164)	Principal Payments				(2,076,353)	(499,265)	(18,735,000)	(21,310,618)	(2,076,353)	(499,265)	(18,735,000)	(21,310,618)	
(2,443,618)	(55,637)	(25,258,861)	(27,758,116)	Net Cash Provided by (Used in) Financing Activities				(3,584,502)	(670,956)	(13,832,843)	(18,088,300)	(3,584,502)	(670,956)	(13,832,843)	(18,088,300)	
				<b>Cash Flows from Capital and Related Activities</b>												
68,820	31,379	54,423	154,622	Non-Operating Revenues				517,448	941,195	664,941	2,123,584	517,448	941,195	664,941	2,123,584	
-	-	361,572	361,572	Project Reimbursement				(0)	-	372,527	372,527	(0)	-	372,527	372,527	
2,294	3,917	-	6,210	Non-Operating Expenses				5,089	4,585	-	9,673	5,089	4,585	-	9,673	
(1,272,631)	(755,341)	(2,767,630)	(4,795,602)	Capital Expenditures				(5,348,970)	(2,740,221)	(8,094,916)	(16,184,107)	(5,348,970)	(2,740,221)	(8,094,916)	(16,184,107)	
(1,201,517)	(720,045)	(2,351,636)	(4,273,198)	Net Cash Provided By (Used In) Capital and Related Activities				(4,826,433)	(1,794,442)	(7,057,448)	(13,678,323)	(4,826,433)	(1,794,442)	(7,057,448)	(13,678,323)	
				<b>Cash Flows From Investing Activities</b>												
759,772	504,296	-	1,264,068	Investments Converting To Cash				17,125,196	3,615,209	4,000,000	24,740,405	17,125,196	3,615,209	4,000,000	24,740,405	
(229,815)	(18,214)	-	(248,029)	Purchased Investments				(7,774,021)	(1,564,795)	-	(9,338,816)	(7,774,021)	(1,564,795)	-	(9,338,816)	
15,417	20,177	249,762	285,356	Interest Income				222,022	219,054	1,047,648	1,488,724	222,022	219,054	1,047,648	1,488,724	
545,374	506,259	249,762	1,301,395	Net Cash Provided By (Used In) Investing Activities				9,573,197	2,269,468	5,047,648	16,890,313	9,573,197	2,269,468	5,047,648	16,890,313	
<b>(307,622)</b>	<b>(237,845)</b>	<b>(24,696,473)</b>	<b>(25,241,939)</b>	<b>FUND NET CASH FLOWS</b>				<b>4,418,568</b>	<b>3,082,460</b>	<b>3,482,778</b>	<b>10,983,806</b>	<b>4,418,568</b>	<b>3,082,460</b>	<b>3,482,778</b>	<b>10,983,806</b>	
				<b>DEBT SERVICE RATIO</b>												
(265,994)	285,331	2,149,347	2,168,684	Total Cash Available For Debt Service				4,241,621	4,366,344	20,696,843	29,304,808	4,241,621	4,366,344	20,696,843	29,304,808	
689,852	55,637	1,087,310	1,832,799	Debt Service				3,584,502	670,956	13,047,721	17,303,179	3,584,502	670,956	13,047,721	17,303,179	
<b>(0.39)</b>	<b>5.13</b>	<b>1.98</b>	<b>1.18</b>	DSCR				<b>1.18</b>	<b>6.51</b>	<b>1.59</b>	<b>1.69</b>	<b>1.18</b>	<b>6.51</b>	<b>1.59</b>	<b>1.69</b>	

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - SUBURBAN WATER  
DECEMBER 2018

MONTH					DECEMBER 2018	YEAR-TO-DATE					FULL YEAR				
Actual	Forecast	Prior Yr	FC Var	PY Var	INCOME STATEMENT	Actual	Forecast	Prior Yr	FC Var	PY Var	Actual	Budget	Prior Yr	Bud Var	PY Var
					<b>Operating Revenues</b>										
668,533	768,131	795,177	(99,598)	(126,644)	Charges For Services	9,089,776	9,219,521	8,863,788	(129,745)	225,988	9,089,776	9,591,000	8,863,788	(501,224)	225,988
8,005	7,827	9,511	178	(1,506)	Rent	91,546	91,416	91,019	130	527	91,546	91,000	91,019	546	527
1,919	3,000	34,005	(1,081)	(32,086)	Other Income	113,101	110,840	99,307	2,262	13,794	113,101	51,000	99,307	62,101	13,794
678,457	778,958	838,693	(100,501)	(160,236)	Total Operating Revenues	9,294,423	9,421,777	9,054,114	(127,354)	240,309	9,294,423	9,733,000	9,054,114	(438,577)	240,309
					<b>Operating Expenses</b>										
68,200	76,000	87,546	7,800	19,346	Salaries and Wages	1,035,186	1,049,922	1,042,565	14,737	7,379	1,035,186	1,064,358	1,042,565	29,172	7,379
173,571	107,000	140,144	(66,571)	(33,427)	General and Administrative	1,258,634	1,226,237	1,257,063	(32,397)	(1,571)	1,258,634	1,251,856	1,257,063	(6,778)	(1,571)
(2,018)	87,000	29,972	89,018	31,990	Utilities	437,255	539,048	420,812	101,793	(16,443)	437,255	584,346	420,812	147,091	(16,443)
50,859	24,000	75,929	(26,859)	25,069	Materials and Supplies	294,619	260,069	422,730	(34,550)	128,111	294,619	320,654	422,730	26,035	128,111
740,369	741,000	346,249	631	(394,120)	Miscellaneous Services	2,771,668	2,852,517	2,270,359	80,849	(501,309)	2,771,668	2,758,370	2,270,359	(13,298)	(501,309)
-	-	-	-	-	Treatment & Transportation	-	-	-	-	-	-	-	-	-	-
245,832	245,837	(37,933)	5	(283,765)	Depreciation and Amortization	2,949,984	2,949,991	2,695,548	7	(254,436)	2,949,984	2,950,000	2,695,548	16	(254,436)
1,276,814	1,280,837	641,906	4,023	(634,907)	Total Operating Expenses	8,747,345	8,877,784	8,109,077	130,439	(638,268)	8,747,345	8,929,584	8,109,077	182,239	(638,268)
(598,356)	(501,879)	196,787	(96,477)	(795,143)	<b>Operating Income</b>	547,078	543,993	945,037	3,085	(397,959)	547,078	803,416	945,037	(256,338)	(397,959)
					<b>Non-Operating Revenues (Expenses)</b>										
12,860	222,000	33,775	(209,140)	(20,915)	Tapping and Capital Recovery fees	221,405	435,865	455,405	(214,460)	(234,000)	221,405	485,000	455,405	(263,595)	(234,000)
8,250	8,000	4,686	250	3,564	Meter Sales	85,259	84,238	112,468	1,021	(27,209)	85,259	105,000	112,468	(19,741)	(27,209)
44,895	20,000	100,023	24,895	(55,127)	Inspection and Plan Reviews	180,579	174,676	154,433	5,904	26,146	180,579	156,000	154,433	24,579	26,146
-	-	64,047	-	(64,047)	Project Reimbursements	(0)	(0)	109,343	-	(109,343)	(0)	23,000	109,343	(23,000)	(109,343)
15,417	20,000	48,714	(4,583)	(33,298)	Interest Income	222,022	226,471	127,486	(4,450)	94,536	222,022	125,000	127,486	97,022	94,536
2,815	3,000	(26,745)	(185)	29,560	Other Income	30,205	30,580	-	(375)	30,205	30,205	-	-	30,205	30,205
(18,257)	(285,365)	20,987	267,108	(39,244)	Interest Expense	(1,334,604)	(1,638,658)	(1,371,796)	304,054	37,192	(1,334,604)	(2,003,000)	(1,371,796)	668,396	37,192
(1,908)	-	(421,742)	(1,908)	419,834	Other Expense	(3,152)	(1,956)	(427,991)	(1,197)	424,839	(3,152)	-	(427,991)	(3,152)	424,839
64,072	(12,365)	(176,254)	76,437	240,326	Total Non-Operating Revenues (Expenses)	(598,286)	(688,784)	(840,652)	90,498	242,366	(598,286)	(1,109,000)	(840,652)	510,714	242,366
(534,284)	(514,244)	20,533	(20,040)	(554,817)	<b>Net Income Before Capital Contributions</b>	(51,208)	(144,791)	104,385	93,583	(155,593)	(51,208)	(305,584)	104,385	254,376	(155,593)
-	-	6,324,208	-	(6,324,208)	<b>Capital Contributions</b>	-	-	6,324,208	-	(6,324,208)	-	-	6,324,208	-	(6,324,208)
<u>(534,284)</u>	<u>(514,244)</u>	<u>6,344,741</u>	<u>(20,040)</u>	<u>(6,879,025)</u>	<b>NET INCOME</b>	<u>(51,208)</u>	<u>(144,791)</u>	<u>6,428,593</u>	<u>93,583</u>	<u>(6,479,801)</u>	<u>(51,208)</u>	<u>(305,584)</u>	<u>6,428,593</u>	<u>254,376</u>	<u>(6,479,801)</u>

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - SUBURBAN WATER  
DECEMBER 2018

MONTH					DECEMBER 2018					YEAR-TO-DATE					FULL YEAR												
Actual	Forecast	Prior Yr	FC Var	PY Var	CASH FLOW STATEMENT					Actual	Forecast	Prior Yr	FC Var	PY Var	Actual	Budget	Prior Yr	Bud Var	PY Var								
<b>Cash Flows From Operating Activities</b>																											
678,457	778,958	838,693	(100,501)	(160,236)	Operating Revenues	9,294,423	9,421,777	9,054,114	(127,354)	240,309	9,294,423	9,733,000	9,054,114	(438,577)	240,309	Operating Expenses (ex D&A)	(5,797,361)	(5,927,793)	(5,413,529)	130,432	(383,832)	(5,797,361)	(5,979,584)	(5,413,529)	182,223	(383,832)	
(1,030,982)	(1,035,000)	(679,839)	4,018	(351,142)	Non-Cash Working Capital Changes	(240,756)	(586,329)	(284,104)	345,573	43,348	(240,756)	-	(284,104)	(240,756)	43,348	Net Cash Provided by (Used in) Operating Activities	3,256,306	2,907,655	3,356,481	348,651	(100,175)	3,256,306	3,753,416	3,356,481	(497,110)	(100,175)	
3,144,665	900,000	(284,104)	2,244,665	3,428,769																							
2,792,141	643,958	(125,250)	2,148,183	2,917,391																							
<b>Cash Flows From Financing Activities</b>																											
-	-	6,324,208	-	(6,324,208)	Capital Contributions	-	-	-	-	-	-	-	-	-	-	Proceeds New Borrowing	-	-	15,292,006	-	(15,292,006)	-	-	15,292,006	-	(15,292,006)	
(692,253)	(422,754)	295,947	(269,499)	(988,201)	Interest Payments	(1,508,149)	(1,448,659)	(1,202,612)	(59,490)	(305,537)	(1,508,149)	(2,003,000)	(1,202,612)	494,851	(305,537)	Principal Payments	(2,076,353)	(1,708,853)	(1,667,818)	(367,500)	(408,535)	(2,076,353)	(1,741,000)	(1,667,818)	(335,353)	(408,535)	
(1,751,365)	(1,220,370)	(169,855)	(530,995)	(1,581,510)	Net Cash Provided by (Used in) Financing Activities	(3,584,502)	(3,157,512)	12,421,576	(426,990)	(16,006,078)	(3,584,502)	(3,744,000)	12,421,576	159,498	(16,006,078)												
68,820	253,000	111,739	(184,180)	(42,918)	Non-Operating Revenues	517,448	725,359	722,306	(207,910)	(204,858)	517,448	746,000	722,306	(228,552)	(204,858)	Project Reimbursement	(0)	(0)	109,343	-	(109,343)	(0)	23,000	109,343	(23,000)	(109,343)	
-	-	64,047	-	(64,047)	Non-Operating Expenses	5,089	871	-	4,218	5,089	5,089	-	-	5,089	5,089	Capital Expenditures	(5,348,970)	(4,885,289)	(5,698,875)	(463,681)	349,905	(5,348,970)	(9,296,000)	(5,698,875)	3,947,030	349,905	
2,294	-	291	2,294	2,002	Net Cash Provided By (Used In) Capital and Related Activities	(4,826,433)	(4,159,059)	(4,867,226)	(667,374)	40,793	(4,826,433)	(8,527,000)	(4,867,226)	3,700,567	40,793												
(1,272,631)	(658,078)	(2,186,836)	(614,553)	914,205																							
(1,201,517)	(405,078)	(2,010,759)	(796,439)	809,241																							
<b>Cash Flows From Investing Activities</b>																											
759,772	-	5,520,144	759,772	(4,760,372)	Investments Converting To Cash	17,125,196	11,806,248	5,520,144	5,318,948	11,605,052	17,125,196	4,000,000	5,520,144	13,125,196	11,605,052	Purchased Investments	(7,774,021)	(5,903,493)	(12,309,800)	(1,870,528)	4,535,779	(7,774,021)	-	(12,309,800)	(7,774,021)	4,535,779	
(229,815)	-	(12,309,800)	(229,815)	12,079,985	Interest Income	222,022	226,471	127,486	(4,450)	94,536	222,022	125,000	127,486	97,022	94,536	Net Cash Provided by (Used In) Investing Activities	9,573,197	6,129,226	(6,662,170)	3,443,970	16,235,367	9,573,197	4,125,000	(6,662,170)	5,448,197	16,235,367	
15,417	20,000	48,714	(4,583)	(33,298)																							
545,374	20,000	(6,740,942)	525,374	7,286,315																							
(307,622)	(1,384,244)	(2,426,651)	1,076,622	2,119,029																							
<b>FUND NET CASH FLOWS</b>																											
						<b>4,418,568</b>	<b>1,720,310</b>	<b>4,248,661</b>	<b>2,698,258</b>	<b>169,907</b>	<b>4,418,568</b>	<b>(4,392,584)</b>	<b>4,248,661</b>	<b>8,811,152</b>	<b>169,907</b>												
<b>DEBT SERVICE RATIO</b>																											
(265,994)	16,958	319,598	(282,952)	(585,592)	Total Cash Available For Debt Service	4,241,621	4,446,685	4,490,377	(205,064)	(248,756)	4,241,621	4,624,416	4,490,377	(382,795)	(248,756)	Debt Service	3,584,502	3,157,512	2,870,430	426,990	714,072	3,584,502	3,744,000	2,870,430	(159,498)	714,072	
689,852	1,643,124	(126,092)	(953,272)	815,944	DSCR	1.18	1.41	1.56	(0.22)	(0.38)	1.18	1.24	1.56	(0.05)	(0.38)												
(0.39)	0.01	(2.53)	(0.40)	2.15																							

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - SUBURBAN WATER  
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FORECAST VARIANCES - MONTH

INCOME STATEMENT	Actual	Forecast	Variance	Comments
<b>Operating Revenues</b>				
Charges For Services	668,533	768,131	(99,598)	Lower industrial/commercial and residential revenues
Rent	8,005	7,827	178	
Other Income	1,919	3,000	(1,081)	
Total Operating Revenues	<u>678,457</u>	<u>778,958</u>	<u>(100,501)</u>	Lower customer charges
<b>Operating Expenses</b>				
Salaries and Wages	68,200	76,000	7,800	
General and Administrative	173,571	107,000	(66,571)	Higher internal service charges
Utilities	(2,018)	87,000	89,018	Lower utilities charges
Materials and Supplies	50,859	24,000	(26,859)	Higher D&C purchases
Miscellaneous Services	740,369	741,000	631	
Treatment & Transportation	-	-	-	
Depreciation and Amortization	245,832	245,837	5	
Total Operating Expenses	<u>1,276,814</u>	<u>1,280,837</u>	<u>4,023</u>	Higher G&A along with higher D&C purchases more than offset by lower utilities costs
<b>Operating Income</b>	<u>(598,356)</u>	<u>(501,879)</u>	<u>(96,477)</u>	Lower operating revenues
<b>Non-Operating Revenues (Expenses)</b>				
Tapping and Capital Recovery fees	12,860	222,000	(209,140)	Lower tapping fees
Meter Sales	8,250	8,000	250	
Inspection and Plan Reviews	44,895	20,000	24,895	
Project Reimbursements	-	-	-	
Interest Income	15,417	20,000	(4,583)	
Other Income	2,815	3,000	(185)	
Interest Expense	(18,257)	(285,365)	267,108	Favorable interest expense adjustment not forecasted
Other Expense	(1,908)	-	(1,908)	
Total Non-Operating Revenues (Expenses)	<u>64,072</u>	<u>(12,365)</u>	<u>76,437</u>	Lower interest expense offset partly by lower tapping fees
<b>Net Income Before Capital Contributions</b>	<u>(534,284)</u>	<u>(514,244)</u>	<u>(20,040)</u>	Lower operating income partially offset by higher non-operating revenues
<b>Capital Contributions</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>NET INCOME</b>	<u>(534,284)</u>	<u>(514,244)</u>	<u>(20,040)</u>	

FORECAST VARIANCES - MONTH

CASH FLOW STATEMENT	Actual	Forecast	Variance	Comments
<b>Cash Flows From Operating Activities</b>				
Operating Revenues	678,457	778,958	(100,501)	Lower customer charges
Operating Expenses (ex D&A)	(1,030,982)	(1,035,000)	4,018	
Non-Cash Working Capital Changes	3,144,665	900,000	2,244,665	More favorable working capital movements
Net Cash Provided by (Used in) Operating Activities	<u>2,792,141</u>	<u>643,958</u>	<u>2,148,183</u>	Favorable working capital movements
<b>Cash Flows From Financing Activities</b>				
Capital Contributions	-	-	-	
Proceeds New Borrowing	-	-	-	
Interest Payments	(692,253)	(422,754)	(269,499)	Timing issue on payments
Principal Payments	(1,751,365)	(1,220,370)	(530,995)	Timing issue on payments
Net Cash Provided by (Used in) Financing Activities	<u>(2,443,618)</u>	<u>(1,643,124)</u>	<u>(800,494)</u>	Unfavorable timing issue on debt service payments
<b>Cash Flows from Capital and Related Activities</b>				
Non-Operating Revenues	68,820	253,000	(184,180)	
Project Reimbursement	-	-	-	
Non-Operating Expenses	2,294	-	2,294	
Capital Expenditures	(1,272,631)	(658,078)	(614,553)	Higher project spending for the year
Net Cash Provided By (Used In) Capital and Related Activities	<u>(1,201,517)</u>	<u>(405,078)</u>	<u>(796,439)</u>	
<b>Cash Flows From Investing Activities</b>				
Investments Converting To Cash	759,772	-	759,772	Not forecasted
Purchased Investments	(229,815)	-	(229,815)	
Interest Income	15,417	20,000	(4,583)	
Net Cash Provided By (Used In) Investing Activities	<u>545,374</u>	<u>20,000</u>	<u>525,374</u>	
<b>FUND NET CASH FLOWS</b>	<u>(307,622)</u>	<u>(1,384,244)</u>	<u>1,076,622</u>	

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - SUBURBAN WASTEWATER  
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MONTH					DECEMBER 2018	YEAR-TO-DATE					FULL YEAR				
Actual	Forecast	Prior Yr	FC Var	PY Var	INCOME STATEMENT	Actual	Forecast	Prior Yr	FC Var	PY Var	Actual	Budget	Prior Yr	Bud Var	PY Var
3,875,009	3,392,573	(2,725,953)	482,436	6,600,961	<b>Operating Revenues</b>	13,677,260	16,017,809	12,858,781	(2,340,549)	818,479	13,677,260	15,697,000	12,858,781	(2,019,740)	818,479
-	-	-	-	-	Charges For Services	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	Rent	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	Other Income	-	-	-	-	-	-	-	-	-	-
3,875,009	3,392,573	(2,725,953)	482,436	6,600,961	Total Operating Revenues	13,677,260	16,017,809	12,858,781	(2,340,549)	818,479	13,677,260	15,697,000	12,858,781	(2,019,740)	818,479
33,566	37,000	34,385	3,434	819	<b>Operating Expenses</b>	460,904	460,694	424,208	(210)	(36,696)	460,904	461,482	424,208	578	(36,696)
66,766	47,000	103,884	(19,766)	37,119	Salaries and Wages	490,478	479,707	493,696	(10,771)	3,218	490,478	464,057	493,696	(26,421)	3,218
28,791	32,000	16,807	3,209	(11,984)	General and Administrative	290,197	294,668	226,197	4,471	(64,000)	290,197	285,486	226,197	(4,711)	(64,000)
56,681	47,000	29,863	(9,681)	(26,818)	Utilities	265,176	281,030	155,503	15,854	(109,673)	265,176	372,250	155,503	107,074	(109,673)
1,632,106	1,648,000	(650,776)	15,894	(2,282,882)	Materials and Supplies	7,049,847	7,606,277	6,435,229	556,430	(614,618)	7,049,847	7,079,017	6,435,229	29,170	(614,618)
1,827,240	1,424,799	(1,035,686)	(402,441)	(2,862,926)	Miscellaneous Services	1,919,146	3,692,376	3,516,548	1,773,230	1,597,402	1,919,146	1,969,993	3,516,548	50,847	1,597,402
397,865	398,000	587,462	135	189,597	Treatment & Transportation	4,774,380	4,774,785	4,599,096	405	(175,284)	4,774,380	4,776,000	4,599,096	1,620	(175,284)
4,043,016	3,633,799	(914,061)	(409,217)	(4,957,077)	Depreciation and Amortization	15,250,129	17,589,538	15,850,477	2,339,409	600,348	15,250,129	15,408,285	15,850,477	158,156	600,348
					Total Operating Expenses										
(168,007)	(241,226)	(1,811,892)	73,219	1,643,885	<b>Operating Income</b>	(1,572,870)	(1,571,729)	(2,991,696)	(1,140)	1,418,826	(1,572,870)	288,715	(2,991,696)	(1,861,585)	1,418,826
22,394	100,000	(604,186)	(77,606)	626,580	<b>Non-Operating Revenues (Expenses)</b>	902,732	998,648	449,376	(95,916)	453,356	902,732	1,015,000	449,376	(112,268)	453,356
-	-	-	-	-	Tapping and Capital Recovery fees	-	-	-	-	-	-	-	-	-	-
8,880	1,000	6,043	7,880	2,837	Meter Sales	36,898	30,917	12,444	5,980	24,454	36,898	92,000	12,444	(55,102)	24,454
-	-	-	-	-	Inspection and Plan Reviews	-	-	-	-	-	-	-	-	-	-
20,177	15,000	158,200	5,177	(138,022)	Project Reimbursements	219,054	206,094	162,034	12,960	57,020	219,054	5,000	162,034	214,054	57,020
105	-	5,740	105	(5,635)	Interest Income	1,565	1,185	7,520	380	(5,955)	1,565	-	7,520	1,565	(5,955)
(17,465)	(18,000)	(8,145)	535	(9,320)	Other Income	(197,000)	(201,026)	(204,418)	4,026	7,418	(197,000)	(216,000)	(204,418)	19,000	7,418
(15,687)	(2,000)	(29,134)	(13,687)	13,447	Interest Expense	(48,452)	(24,474)	(30,104)	(23,978)	(18,348)	(48,452)	(301,000)	(30,104)	252,548	(18,348)
18,404	96,000	(471,482)	(77,596)	489,886	Other Expense	914,797	1,011,345	396,852	(96,547)	517,945	914,797	595,000	396,852	319,797	517,945
					Total Non-Operating Revenues (Expenses)										
(149,603)	(145,226)	(2,283,374)	(4,377)	2,133,771	<b>Net Income Before Capital Contributions</b>	(658,072)	(560,384)	(2,594,844)	(97,688)	1,936,772	(658,072)	883,715	(2,594,844)	(1,541,787)	1,936,772
-	-	2,055,943	-	(2,055,943)	<b>Capital Contributions</b>	-	-	2,055,943	-	(2,055,943)	-	-	2,055,943	-	(2,055,943)
(149,603)	(145,226)	(227,431)	(4,377)	77,828	<b>NET INCOME</b>	(658,072)	(560,384)	(538,901)	(97,688)	(119,171)	(658,072)	883,715	(538,901)	(1,541,787)	(119,171)

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FINANCIAL STATEMENTS - SUBURBAN WASTEWATER  
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MONTH					DECEMBER 2018	YEAR-TO-DATE					FULL YEAR				
Actual	Forecast	Prior Yr	FC Var	PY Var	CASH FLOW STATEMENT	Actual	Forecast	Prior Yr	FC Var	PY Var	Actual	Budget	Prior Yr	Bud Var	PY Var
<b>Cash Flows From Operating Activities</b>															
3,875,009	3,392,573	(2,725,953)	482,436	6,600,961	Operating Revenues	13,677,260	16,017,809	12,858,781	(2,340,549)	818,479	16,777,260	15,697,000	12,858,781	1,080,260	3,918,479
(3,645,151)	(3,235,799)	1,501,523	(409,352)	(5,146,674)	Operating Expenses (ex D&A)	(10,475,749)	(12,814,753)	(11,251,381)	2,339,004	775,632	(13,575,749)	(10,632,285)	(11,251,381)	(2,943,464)	(2,324,368)
(198,280)	697,135	(1,578,452)	(895,415)	1,380,172	Non-Cash Working Capital Changes	76,879	(61,909)	(1,578,452)	138,788	1,655,331	76,879	-	(1,578,452)	76,879	1,655,331
31,578	853,909	(2,802,882)	(822,331)	2,834,460	Net Cash Provided by (Used in) Operating Activities	3,278,389	3,141,147	28,948	137,243	3,249,441	3,278,389	5,064,715	28,948	(1,786,326)	3,249,441
<b>Cash Flows From Financing Activities</b>															
-	-	2,055,943	-	(2,055,943)	Capital Contributions	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	Proceeds New Borrowing	-	-	-	-	-	-	-	-	-	-
(14,839)	(18,000)	(38,764)	3,161	23,925	Interest Payments	(171,690)	(182,922)	(204,418)	11,232	32,728	(171,690)	(216,000)	(204,418)	44,310	32,728
(40,799)	(39,500)	(39,943)	(1,299)	(856)	Principal Payments	(499,265)	(481,161)	(475,585)	(18,105)	(23,680)	(499,265)	(474,000)	(475,585)	(25,265)	(23,680)
(55,637)	(57,500)	1,977,236	1,863	(2,032,873)	Net Cash Provided by (Used in) Financing Activities	(670,956)	(664,083)	(680,003)	(6,873)	9,047	(670,956)	(690,000)	(680,003)	19,044	9,047
<b>Cash Flows from Capital and Related Activities</b>															
31,379	101,000	(592,403)	(69,621)	623,782	Non-Operating Revenues	941,195	1,030,751	469,340	(89,556)	471,855	941,195	1,107,000	469,340	(165,805)	471,855
-	-	-	-	-	Project Reimbursement	-	-	-	-	-	-	-	-	-	-
3,917	-	-	3,917	3,917	Non-Operating Expenses	4,585	708	-	3,877	4,585	4,585	-	-	4,585	4,585
(755,341)	(380,700)	(260,459)	(374,641)	(494,882)	Capital Expenditures	(2,740,221)	(2,281,245)	(2,865,337)	(458,977)	125,116	(2,740,221)	(11,718,000)	(2,865,337)	8,977,779	125,116
(720,045)	(279,700)	(852,862)	(440,345)	132,817	Net Cash Provided By (Used In) Capital and Related Activities	(1,794,442)	(1,249,786)	(2,395,997)	(544,656)	601,555	(1,794,442)	(10,611,000)	(2,395,997)	8,816,558	601,555
<b>Cash Flows From Investing Activities</b>															
504,296	-	5,445,346	504,296	(4,941,050)	Investments Converting To Cash	3,615,209	2,734,745	5,445,346	880,464	(1,830,137)	3,615,209	3,480,000	5,445,346	135,209	(1,830,137)
(18,214)	-	(5,618,502)	(18,214)	5,600,288	Purchased Investments	(1,564,795)	(1,020,453)	(5,618,502)	(544,342)	4,053,707	(1,564,795)	-	(5,618,502)	(1,564,795)	4,053,707
20,177	15,000	158,200	5,177	(138,022)	Interest Income	219,054	206,094	162,034	12,960	57,020	219,054	5,000	162,034	214,054	57,020
506,259	15,000	(14,956)	491,259	521,216	Net Cash Provided By (Used In) Investing Activities	2,269,468	1,920,386	(11,122)	349,082	2,280,590	2,269,468	3,485,000	(11,122)	(1,215,532)	2,280,590
<b>(237,845)</b>	<b>531,709</b>	<b>(1,693,464)</b>	<b>(769,554)</b>	<b>1,455,619</b>	<b>FUND NET CASH FLOWS</b>	<b>3,082,460</b>	<b>3,147,664</b>	<b>(3,058,174)</b>	<b>(65,204)</b>	<b>6,140,634</b>	<b>3,082,460</b>	<b>(2,751,285)</b>	<b>(3,058,174)</b>	<b>5,833,745</b>	<b>6,140,634</b>
<b>DEBT SERVICE RATIO</b>															
285,331	272,774	(1,658,633)	12,557	1,943,964	Total Cash Available For Debt Service	4,366,344	4,440,609	2,238,774	(74,265)	2,127,570	4,366,344	6,176,715	2,238,774	(1,810,371)	2,127,570
55,637	57,500	78,707	(1,863)	(23,070)	Debt Service	670,956	664,083	680,003	6,873	(9,047)	670,956	690,000	680,003	(19,044)	(9,047)
5.13	4.74	(21.07)	0.38	26.20	DSCR	6.51	6.69	3.29	(0.18)	3.22	6.51	8.95	3.29	(2.44)	3.22



LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - SUBURBAN WASTEWATER  
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FORECAST VARIANCES - MONTH

INCOME STATEMENT	Actual	Forecast	Variance	Comments
<b>Operating Revenues</b>				
Charges For Services	3,875,009	3,392,573	482,436	Higher Flows in WLI and higher hauler fees
Rent	-	-	-	
Other Income	-	-	-	
Total Operating Revenues	<u>3,875,009</u>	<u>3,392,573</u>	<u>482,436</u>	
<b>Operating Expenses</b>				
Salaries and Wages	33,566	37,000	3,434	
General and Administrative	66,766	47,000	(19,766)	Higher internal service charges
Utilities	28,791	32,000	3,209	
Materials and Supplies	56,681	47,000	(9,681)	
Miscellaneous Services	1,632,106	1,648,000	15,894	
Treatment & Transportation	1,827,240	1,424,799	(402,441)	Higher flows and loads
Depreciation and Amortization	397,865	398,000	135	
Total Operating Expenses	<u>4,043,016</u>	<u>3,633,799</u>	<u>(409,217)</u>	Higher Treatment & Transportation costs
<b>Operating Income</b>	<u>(168,007)</u>	<u>(241,226)</u>	<u>73,219</u>	Higher operating revenues partially offset by higher Treatment & Transportation costs
<b>Non-Operating Revenues (Expenses)</b>				
Tapping and Capital Recovery fees	22,394	100,000	(77,606)	Lower tapping fees
Meter Sales	-	-	-	
Inspection and Plan Reviews	8,880	1,000	7,880	
Project Reimbursements	-	-	-	
Interest Income	20,177	15,000	5,177	
Other Income	105	-	105	
Interest Expense	(17,465)	(18,000)	535	
Other Expense	(15,687)	(2,000)	(13,687)	
Total Non-Operating Revenues (Expenses)	<u>18,404</u>	<u>96,000</u>	<u>(77,596)</u>	
<b>Net Income Before Capital Contributions</b>	<u>(149,603)</u>	<u>(145,226)</u>	<u>(4,377)</u>	
<b>Capital Contributions</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>NET INCOME</b>	<u>(149,603)</u>	<u>(145,226)</u>	<u>(4,377)</u>	

FORECAST VARIANCES - MONTH

CASH FLOW STATEMENT	Actual	Forecast	Variance	Comments
<b>Cash Flows From Operating Activities</b>				
Operating Revenues	3,875,009	3,392,573	482,436	
Operating Expenses (ex D&A)	(3,645,151)	(3,235,799)	(409,352)	
Non-Cash Working Capital Changes	(198,280)	697,135	(895,415)	Unfavorable working capital movements
Net Cash Provided by (Used in) Operating Activities	<u>31,578</u>	<u>853,909</u>	<u>(822,331)</u>	
<b>Cash Flows From Financing Activities</b>				
Capital Contributions	-	-	-	
Proceeds New Borrowing	-	-	-	
Interest Payments	(14,839)	(18,000)	3,161	
Principal Payments	(40,799)	(39,500)	(1,299)	
Net Cash Provided by (Used in) Financing Activities	<u>(55,637)</u>	<u>(57,500)</u>	<u>1,863</u>	
<b>Cash Flows from Capital and Related Activities</b>				
Non-Operating Revenues	31,379	101,000	(69,621)	
Project Reimbursement	-	-	-	
Non-Operating Expenses	3,917	-	3,917	
Capital Expenditures	(755,341)	(380,700)	(374,641)	Higher than forecast on project spending
Net Cash Provided By (Used In) Capital and Related Activities	<u>(720,045)</u>	<u>(279,700)</u>	<u>(440,345)</u>	
<b>Cash Flows From Investing Activities</b>				
Investments Converting To Cash	504,296	-	504,296	
Purchased Investments	(18,214)	-	(18,214)	
Interest Income	20,177	15,000	5,177	
Net Cash Provided By (Used In) Investing Activities	<u>506,259</u>	<u>15,000</u>	<u>491,259</u>	
<b>FUND NET CASH FLOWS</b>	<u>(237,845)</u>	<u>531,709</u>	<u>(769,554)</u>	

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - CITY DIVISION  
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MONTH					DECEMBER 2018					YEAR-TO-DATE					FULL YEAR					
Actual	Forecast	Prior Yr	FC Var	PY Var	INCOME STATEMENT					Actual	Forecast	Prior Yr	FC Var	PY Var	Forecast	Budget	Prior Yr	Bud Var	PY Var	
					<b>Operating Revenues</b>															
3,731,933	2,387,856	2,060,185	1,344,077	1,671,748	Charges For Services					35,897,463	33,765,808	32,451,561	2,131,655	3,445,902	35,897,463	33,039,000	32,802,663	2,858,463	3,094,800	
-	-	-	-	-	Rent					-	-	-	-	-	-	-	-	-	-	-
20,768	33,412	8,710	(12,644)	12,058	Other Income					519,893	548,181	444,364	(28,288)	75,529	519,893	530,000	93,262	(10,107)	426,631	
<u>3,752,701</u>	<u>2,421,268</u>	<u>2,068,895</u>	<u>1,331,433</u>	<u>1,683,806</u>	Total Operating Revenues					<u>36,417,356</u>	<u>34,313,989</u>	<u>32,895,925</u>	<u>2,103,367</u>	<u>3,521,431</u>	<u>36,417,356</u>	<u>33,569,000</u>	<u>32,895,925</u>	<u>2,848,356</u>	<u>3,521,431</u>	
					<b>Operating Expenses</b>															
414,016	410,000	403,355	(4,016)	(10,661)	Salaries and Wages					5,410,578	5,402,086	4,989,618	(8,492)	(420,960)	5,410,578	5,483,083	5,756,508	72,505	345,930	
784,073	490,000	243,593	(294,073)	(540,479)	General and Administrative					6,623,682	6,371,986	6,035,799	(251,696)	(587,883)	6,623,682	5,988,429	5,268,909	(635,253)	(1,354,773)	
205,878	170,000	256,127	(35,878)	50,249	Utilities					1,985,067	1,962,638	1,903,666	(22,428)	(81,401)	1,985,067	1,983,202	1,903,666	(1,865)	(81,401)	
117,709	156,000	174,944	38,291	57,235	Materials and Supplies					1,196,225	1,246,040	1,312,551	49,815	116,326	1,196,225	1,489,546	1,312,551	293,321	116,326	
344,043	167,000	430,724	(177,043)	86,681	Miscellaneous Services					1,753,015	1,584,345	2,620,544	(168,670)	867,529	1,753,015	1,845,730	2,620,544	92,715	867,529	
-	-	5,161	-	5,161	Treatment & Transportation					9,827	4,624	10,096	(5,203)	269	9,827	12,000	10,096	2,173	269	
466,667	466,663	937,307	(4)	470,640	Depreciation and Amortization					5,600,004	5,600,000	5,887,307	(4)	287,303	5,600,004	5,600,000	5,887,307	(4)	287,303	
<u>2,332,385</u>	<u>1,859,663</u>	<u>2,451,211</u>	<u>(472,722)</u>	<u>118,827</u>	Total Operating Expenses					<u>22,578,398</u>	<u>22,171,720</u>	<u>22,759,581</u>	<u>(406,678)</u>	<u>181,183</u>	<u>22,578,398</u>	<u>22,401,990</u>	<u>22,759,581</u>	<u>(176,408)</u>	<u>181,183</u>	
<u>1,420,316</u>	<u>561,605</u>	<u>(382,316)</u>	<u>858,712</u>	<u>1,802,632</u>	Operating Income					<u>13,838,958</u>	<u>12,142,270</u>	<u>10,136,344</u>	<u>1,696,688</u>	<u>3,702,614</u>	<u>13,838,958</u>	<u>11,167,010</u>	<u>10,136,344</u>	<u>2,671,948</u>	<u>3,702,614</u>	
					<b>Non-Operating Revenues (Expenses)</b>															
29,752	13,000	492,251	16,752	(462,499)	Tapping and Capital Recovery fees					563,921	559,830	741,982	4,091	(178,061)	563,921	144,000	725,230	419,921	(161,309)	
966	1,000	(16,484)	(34)	17,450	Meter Sales					8,397	9,159	435	(762)	7,962	8,397	15,000	17,187	(6,603)	(8,790)	
20,465	2,000	432,185	18,465	(411,720)	Inspection and Plan Reviews					44,961	30,825	447,545	14,136	(402,584)	44,961	293,000	1,132,206	(248,039)	(1,087,245)	
361,572	190,000	0	171,572	361,572	Project Reimbursements					372,527	190,000	684,661	182,527	(312,134)	372,527	2,480,000	-	(2,107,473)	372,527	
249,762	60,000	(130,513)	189,762	380,275	Interest Income					1,047,648	807,046	341,431	240,602	706,217	1,047,648	348,000	341,431	699,648	706,217	
3,240	-	1,084,452	3,240	(1,081,212)	Other Income					47,662	39,817	1,123,827	7,845	(1,076,165)	47,662	-	1,123,827	47,662	(1,076,165)	
(3,899,437)	(2,533,000)	(4,624,299)	(1,366,437)	724,862	Interest Expense					(19,329,507)	(18,532,280)	(18,516,650)	(797,227)	(812,857)	(19,329,507)	(16,735,000)	(18,516,650)	(2,594,507)	(812,857)	
(443,612)	(200,000)	(919,708)	(243,612)	476,096	Other Expense					(2,604,496)	(2,528,705)	(3,312,624)	(75,791)	708,128	(2,604,496)	(4,980,000)	(3,312,624)	2,375,504	708,128	
<u>(3,677,292)</u>	<u>(2,467,000)</u>	<u>(3,682,115)</u>	<u>(1,210,292)</u>	<u>4,823</u>	Total Non-Operating Revenues (Expenses)					<u>(19,848,886)</u>	<u>(19,424,307)</u>	<u>(18,489,393)</u>	<u>(424,579)</u>	<u>(1,359,493)</u>	<u>(19,848,886)</u>	<u>(18,435,000)</u>	<u>(18,489,393)</u>	<u>(1,413,886)</u>	<u>(1,359,493)</u>	
(2,256,976)	(1,905,395)	(4,064,432)	(351,581)	1,807,455	Net Income Before Capital Contributions					(6,009,928)	(7,282,037)	(8,353,049)	1,272,109	2,343,121	(6,009,928)	(7,267,990)	(8,353,049)	1,258,062	2,343,121	
-	-	-	-	-	Capital Contributions					-	-	-	-	-	-	-	-	-	-	-
<u>(2,256,976)</u>	<u>(1,905,395)</u>	<u>(4,064,432)</u>	<u>(351,581)</u>	<u>1,807,455</u>	NET INCOME					<u>(6,009,928)</u>	<u>(7,282,037)</u>	<u>(8,353,049)</u>	<u>1,272,109</u>	<u>2,343,121</u>	<u>(6,009,928)</u>	<u>(7,267,990)</u>	<u>(8,353,049)</u>	<u>1,258,062</u>	<u>2,343,121</u>	

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - CITY DIVISION  
DECEMBER 2018

MONTH					DECEMBER 2018					YEAR-TO-DATE					FULL YEAR				
Actual	Forecast	Prior Yr	FC Var	PY Var	CASH FLOW STATEMENT					Actual	Forecast	Prior Yr	FC Var	PY Var	Forecast	Budget	Prior Yr	Bud Var	PY Var
<b>Cash Flows From Operating Activities</b>																			
3,752,701	2,421,268	2,068,895	1,331,433	1,683,806	Operating Revenues	36,417,356	34,313,989	32,895,925	2,103,367	3,521,431	36,417,356	33,569,000	32,895,925	2,848,356	3,521,431				
(1,865,718)	(1,393,000)	(1,513,904)	(472,718)	(351,813)	Operating Expenses (ex D&A)	(16,978,394)	(16,571,720)	(16,872,274)	(406,674)	(106,120)	(16,978,394)	(16,801,990)	(16,872,274)	(176,404)	(106,120)				
777,278	863,438	(1,880,139)	(86,160)	2,657,417	Non-Cash Working Capital Changes	(113,542)	(407,997)	(1,880,139)	294,455	1,766,597	(113,542)	-	(1,880,139)	(113,542)	1,766,597				
<u>2,664,261</u>	<u>1,891,706</u>	<u>(1,325,148)</u>	<u>772,556</u>	<u>3,989,409</u>	Net Cash Provided by (Used in) Operating Activities	<u>19,325,420</u>	<u>17,334,273</u>	<u>14,143,512</u>	<u>1,991,147</u>	<u>5,181,908</u>	<u>19,325,420</u>	<u>16,767,010</u>	<u>14,143,512</u>	<u>2,558,410</u>	<u>5,181,908</u>				
<b>Cash Flows From Financing Activities</b>																			
-	-	4,000	-	(4,000)	Lease Payments to City	(511,560)	(511,560)	(504,000)	-	(7,560)	(511,560)	(512,000)	(504,000)	440	(7,560)				
-	-	-	-	-	Capital Contributions	-	-	-	-	-	-	-	-	-	-				
-	-	-	-	-	Proceeds New Borrowing	18,735,000	18,735,000	-	-	18,735,000	18,735,000	1,720,000	-	17,015,000	18,735,000				
(6,523,861)	(6,523,861)	(6,523,860)	0	(1)	Interest Payments	(13,321,283)	(13,321,283)	(13,047,721)	0	(273,562)	(13,321,283)	(13,748,000)	(13,047,721)	426,717	(273,562)				
(18,735,000)	(18,735,000)	-	-	(18,735,000)	Principal Payments	(18,735,000)	(18,735,000)	-	-	(18,735,000)	(18,735,000)	-	-	(18,735,000)	(18,735,000)				
<u>(25,258,861)</u>	<u>(25,258,861)</u>	<u>(6,519,860)</u>	<u>0</u>	<u>(18,739,001)</u>	Net Cash Provided by (Used in) Financing Activities	<u>(13,832,843)</u>	<u>(13,832,843)</u>	<u>(13,551,721)</u>	<u>0</u>	<u>(281,122)</u>	<u>(13,832,843)</u>	<u>(12,540,000)</u>	<u>(13,551,721)</u>	<u>(1,292,843)</u>	<u>(281,122)</u>				
<b>Cash Flows from Capital and Related Activities</b>																			
54,423	16,000	1,992,404	38,423	(1,937,981)	Non-Operating Revenues	664,941	639,631	2,313,789	25,310	(1,648,848)	664,941	452,000	2,313,789	212,941	(1,648,848)				
361,572	190,000	0	171,572	361,572	Project Reimbursement	372,527	190,000	684,661	182,527	(312,134)	372,527	2,480,000	684,661	(2,107,473)	(312,134)				
-	-	-	-	-	Non-Operating Expenses	-	(2,240)	-	2,240	-	-	-	-	-	-				
(2,767,630)	(1,811,000)	(2,162,678)	(956,630)	(604,952)	Capital Expenditures	(8,094,916)	(7,357,164)	(7,759,310)	(737,752)	(335,606)	(8,094,916)	(12,592,500)	(7,759,310)	4,497,584	(335,606)				
<u>(2,351,636)</u>	<u>(1,605,000)</u>	<u>(170,274)</u>	<u>(746,636)</u>	<u>(2,181,362)</u>	Net Cash Provided By (Used In) Capital and Related Activities	<u>(7,057,448)</u>	<u>(6,529,773)</u>	<u>(4,760,860)</u>	<u>(527,675)</u>	<u>(2,296,588)</u>	<u>(7,057,448)</u>	<u>(9,660,500)</u>	<u>(4,760,860)</u>	<u>2,603,052</u>	<u>(2,296,588)</u>				
<b>Cash Flows From Investing Activities</b>																			
-	-	10,136,360	-	(10,136,360)	Investments Converting To Cash	4,000,000	4,000,000	10,136,360	-	(6,136,360)	4,000,000	-	10,136,360	4,000,000	(6,136,360)				
-	-	-	-	-	Purchased Investments	-	-	-	-	-	-	-	-	-	-				
249,762	60,000	(130,513)	189,762	380,275	Interest Income	1,047,648	807,046	341,431	240,602	706,217	1,047,648	348,000	341,431	699,648	706,217				
<u>249,762</u>	<u>60,000</u>	<u>10,005,847</u>	<u>189,762</u>	<u>(9,756,085)</u>	Net Cash Provided By (Used In) Investing Activities	<u>5,047,648</u>	<u>4,807,046</u>	<u>10,477,791</u>	<u>240,602</u>	<u>(5,430,143)</u>	<u>5,047,648</u>	<u>348,000</u>	<u>10,477,791</u>	<u>4,699,648</u>	<u>(5,430,143)</u>				
<u>(24,696,473)</u>	<u>(24,912,155)</u>	<u>1,990,566</u>	<u>215,682</u>	<u>(26,687,038)</u>	<b>FUND NET CASH FLOWS</b>	<u>3,482,778</u>	<u>1,778,703</u>	<u>6,308,722</u>	<u>1,704,074</u>	<u>(2,825,944)</u>	<u>3,482,778</u>	<u>(5,085,490)</u>	<u>6,308,722</u>	<u>8,568,268</u>	<u>(2,825,944)</u>				
<b>DEBT SERVICE RATIO</b>																			
2,149,347	1,091,638	2,207,354	1,057,709	(58,007)	Total Cash Available For Debt Service	20,696,843	18,750,918	18,325,297	1,945,925	2,371,546	20,696,843	17,129,856	18,325,297	3,566,987	2,371,546				
1,087,310	1,087,310	-	-	1,087,310	Debt Service (Pro-Rated)	13,047,721	13,047,721	13,047,722	-	(1)	13,047,721	13,748,000	13,047,722	(700,279)	(1)				
<u>1.98</u>	<u>1.00</u>	<u>#DIV/0!</u>	<u>0.97</u>	<u>#DIV/0!</u>	DSCR	<u>1.59</u>	<u>1.44</u>	<u>1.40</u>	<u>0.15</u>	<u>0.18</u>	<u>1.59</u>	<u>1.25</u>	<u>1.40</u>	<u>0.34</u>	<u>0.18</u>				

LEHIGH COUNTY AUTHORITY  
FINANCIAL STATEMENTS - CITY DIVISION  
DECEMBER 2018

FORECAST VARIANCES - MONTH				
INCOME STATEMENT	Actual	Forecast	Variance	Comments
<b>Operating Revenues</b>				
Charges For Services	3,731,933	2,387,856	1,344,077	Higher water and wastewater revenues
Rent	-	-	-	
Other Income	20,768	33,412	(12,644)	
<b>Total Operating Revenues</b>	<b>3,752,701</b>	<b>2,421,268</b>	<b>1,331,433</b>	Higher user charges
<b>Operating Expenses</b>				
Salaries and Wages	414,016	410,000	(4,016)	
General and Administrative	784,073	490,000	(294,073)	Higher internal service costs
Utilities	205,878	170,000	(35,878)	Higher utilities costs
Materials and Supplies	117,709	156,000	38,291	Lower purchases
Miscellaneous Services	344,043	167,000	(177,043)	Higher Maintenance & Miscellaneous services
Treatment & Transportation	-	-	-	
Depreciation and Amortization	466,667	466,663	(4)	
<b>Total Operating Expenses</b>	<b>2,332,385</b>	<b>1,859,663</b>	<b>(472,722)</b>	
<b>Operating Income</b>	<b>1,420,316</b>	<b>561,605</b>	<b>858,712</b>	
<b>Non-Operating Revenues (Expenses)</b>				
Tapping and Capital Recovery fees	29,752	13,000	16,752	
Meter Sales	966	1,000	(34)	
Inspection and Plan Reviews	20,465	2,000	18,465	
Project Reimbursements	361,572	190,000	171,572	
Interest Income	249,762	60,000	189,762	
Other Income	3,240	-	3,240	
Interest Expense	(3,899,437)	(2,533,000)	(1,366,437)	Higher expenses for accretion
Other Expense	(443,612)	(200,000)	(243,612)	Higher capex charged to expense
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(3,677,292)</b>	<b>(2,467,000)</b>	<b>(1,210,292)</b>	
<b>Net Income Before Capital Contributions</b>	<b>(2,256,976)</b>	<b>(1,905,395)</b>	<b>(351,581)</b>	
<b>Capital Contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>NET INCOME</b>	<b>(2,256,976)</b>	<b>(1,905,395)</b>	<b>(351,581)</b>	

FORECAST VARIANCES - MONTH				
CASH FLOW STATEMENT	Actual	Forecast	Variance	Comments
<b>Cash Flows From Operating Activities</b>				
Operating Revenues	3,752,701	2,421,268	1,331,433	
Operating Expenses (ex D&A)	(1,865,718)	(1,393,000)	(472,718)	
Non-Cash Working Capital Changes	777,278	863,438	(86,160)	
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>2,664,261</b>	<b>1,891,706</b>	<b>772,556</b>	
<b>Cash Flows From Financing Activities</b>				
Lease Payments to City	-	-	-	
Capital Contributions	-	-	-	
Proceeds New Borrowing	-	-	-	
Interest Payments	(6,523,861)	(6,523,861)	0	
Principal Payments	(18,735,000)	(18,735,000)	-	
<b>Net Cash Provided by (Used in) Financing Activities</b>	<b>(25,258,861)</b>	<b>(25,258,861)</b>	<b>0</b>	
<b>Cash Flows from Capital and Related Activities</b>				
Non-Operating Revenues	54,423	16,000	38,423	
Project Reimbursement	361,572	190,000	171,572	
Non-Operating Expenses	-	-	-	
Capital Expenditures	(2,767,630)	(1,811,000)	(956,630)	Higher than forecasted project spending
<b>Net Cash Provided By (Used In) Capital and Related Activities</b>	<b>(2,351,636)</b>	<b>(1,605,000)</b>	<b>(746,636)</b>	
<b>Cash Flows From Investing Activities</b>				
Investments Converting To Cash	-	-	-	
Purchased Investments	-	-	-	
Interest Income	249,762	60,000	189,762	Higher income on invested balances
<b>Net Cash Provided By (Used In) Investing Activities</b>	<b>249,762</b>	<b>60,000</b>	<b>189,762</b>	
<b>FUND NET CASH FLOWS</b>	<b>(24,696,473)</b>	<b>(24,912,155)</b>	<b>215,682</b>	

**CASH & INVESTMENT SUMMARY**  
**DECEMBER 2018**  
**YTD CHANGES IN CASH BALANCES**

	<b>Suburban Water</b>	<b>Suburban Wastewater</b>	<b>City Division</b>
<b>CURRENT MONTH</b>			
CASH			
Operating	8,283,969.69	5,314,951.71	18,017,729.33
Capital	5,772,084.72	7,739,379.19	42,935.90
Restricted	1,564,965.39	337,562.23	34,521,520.50
Escrow	4,990,657.44	-	6,361.22
Total Cash	<u>20,611,677.24</u>	<u>13,391,893.13</u>	<u>52,588,546.95</u>
INVESTMENTS			
Operating	3,356,991.39	-	-
Capital	3,393,212.74	6,455,704.16	-
Restricted	25,521.88	-	3,940,640.00
Total Investments	<u>6,775,726.01</u>	<u>6,455,704.16</u>	<u>3,940,640.00</u>
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>27,387,403.25</u></b>	<b><u>19,847,597.29</u></b>	<b><u>56,529,186.95</u></b>
<b>BEGINNING OF YEAR</b>			
CASH			
Operating	3,480,685.21	5,203,439.94	6,004,473.80
Capital	6,174,637.53	4,768,722.61	3,484,302.55
Restricted	1,547,128.82	337,270.77	39,610,631.77
Escrow	4,869,303.03	-	6,358.99
Total Cash	<u>16,071,754.59</u>	<u>10,309,433.32</u>	<u>49,105,767.11</u>
INVESTMENTS			
Operating	6,151,902.67	-	-
Capital	9,949,476.50	8,506,119.27	-
Restricted	25,508.45	-	7,940,640.00
Total Investments	<u>16,126,887.62</u>	<u>8,506,119.27</u>	<u>7,940,640.00</u>
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>32,198,642.21</u></b>	<b><u>18,815,552.59</u></b>	<b><u>57,046,407.11</u></b>
<b>YTD CHANGE IN BALANCES</b>			
CASH			
Operating	4,803,284.48	111,511.77	12,013,255.53
Capital	(402,552.81)	2,970,656.58	(3,441,366.65)
Restricted	17,836.57	291.46	(5,089,111.27)
Escrow	121,354.41	-	2.23
Total Cash	<u>4,539,922.65</u>	<u>3,082,459.81</u>	<u>3,482,779.84</u>
INVESTMENTS			
Operating	(2,794,911.28)	-	-
Capital	(6,556,263.76)	(2,050,415.11)	-
Restricted	13.43	-	(4,000,000.00)
Total Investments	<u>(9,351,161.61)</u>	<u>(2,050,415.11)</u>	<u>(4,000,000.00)</u>
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>(4,811,238.96)</u></b>	<b><u>1,032,044.70</u></b>	<b><u>(517,220.16)</u></b>
<b>CASH WITHOUT ESCROW</b>	<b><u>4,418,568.24</u></b>	<b><u>3,082,459.81</u></b>	<b><u>3,482,777.61</u></b>