

**PINEWOOD SANITARY DISTRICT**

Statements of Net Position

June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<u>Assets</u>		
Current assets:		
Cash	\$ 65,658	\$ 100,338
Cash for restricted purposes	491,259	22,944
Prepaid expense	9,948	19,673
Accounts receivable, net	<u>29,742</u>	<u>34,059</u>
Total current assets	<u>596,607</u>	<u>177,014</u>
Capital assets, at cost	18,194,699	17,963,882
Less accumulated depreciation	<u>(10,405,421)</u>	<u>(9,774,954)</u>
Net capital assets	<u>7,789,278</u>	<u>8,188,928</u>
Deferred outflows of resources related to pensions and other postemployment benefits	<u>173,191</u>	<u>245,133</u>
Total assets	\$ <u>8,559,076</u>	\$ <u>8,611,075</u>
<u>Liabilities</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 149,813	\$ 101,481
Long-term obligations due within one year	<u>493,817</u>	<u>132,515</u>
Total current liabilities	<u>643,630</u>	<u>233,996</u>
Noncurrent liabilities		
Net pension liability	1,147,557	1,435,864
Capital lease and installment notes	58,630	191,146
WIFA loans	2,997,850	2,865,043
Less current portion of long-term obligations	<u>(493,817)</u>	<u>(132,515)</u>
Total noncurrent liabilities	<u>3,710,220</u>	<u>4,359,538</u>
Total liabilities	<u>4,353,850</u>	<u>4,593,534</u>
Deferred inflows of resources related to pensions and other postemployment benefits	<u>249,819</u>	<u>92,029</u>
<u>Net Position</u>		
Invested in capital assets, net of related debt	4,732,798	5,132,739
Restricted - capital projects	1,756	3,834
Restricted - debt service	491,259	19,110
Unrestricted	<u>(1,270,406)</u>	<u>(1,230,171)</u>
Total net position	<u>3,955,407</u>	<u>3,925,512</u>
Total liabilities and net position	\$ <u>8,559,076</u>	\$ <u>8,611,075</u>

See accompanying notes to financial statements.

**PINEWOOD SANITARY DISTRICT**  
**Statements of Revenues, Expenses and Changes in Net Position**  
**Years ended June 30, 2019 and 2018**

	<u>2019</u>	<u>2018</u>
Operating Revenue		
Service fees:		
Operations and maintenance	\$ 1,844,962	\$ 1,644,573
WIFA loan repay	355,089	364,023
WIFA loan reserve	88,761	91,008
Other income	<u>57,762</u>	<u>103,077</u>
Total operating revenue	<u>2,346,574</u>	<u>2,202,681</u>
Operating expenses		
Personnel expenses	890,629	928,624
Administrative and office	70,637	75,269
Professional services	19,729	15,949
Telephone and utilities	115,537	109,487
Insurance	218,820	226,079
Plant operation and maintenance	242,789	239,148
System operation and maintenance	40,694	43,716
Depreciation	<u>630,467</u>	<u>624,204</u>
Total operating expenses	<u>2,229,302</u>	<u>2,262,476</u>
Operating income (loss)	<u>117,272</u>	<u>(59,795)</u>
Nonoperating revenues (expenses)		
Interest income	5,042	3,623
Gain on disposal of assets	-	4,500
Interest expense - leases and loans	<u>(92,419)</u>	<u>(153,713)</u>
	<u>(87,377)</u>	<u>(145,590)</u>
Change in net position	29,895	(205,385)
Net position at beginning of year	<u>3,925,512</u>	<u>4,130,897</u>
Net position at end of year	\$ <u>3,955,407</u>	\$ <u>3,925,512</u>

See accompanying notes to financial statements.

**PINEWOOD SANITARY DISTRICT**  
**Statements of Cash Flows**  
**Years ended June 30, 2019 and 2018**

	<u>2019</u>	<u>2018</u>
<u>Cash flows from operating activities</u>		
Receipts from customers and users	\$ 2,350,891	\$ 2,235,724
Payments to suppliers	(741,025)	(707,693)
Payments to employees	<u>(935,801)</u>	<u>(869,786)</u>
Net cash provided by operating activities	<u>674,065</u>	<u>658,245</u>
<u>Cash flows from capital and related financing activities</u>		
Payment of WIFA loans	0	(850,047)
Cash received from WIFA loan draws	132,807	602,014
Cash received from asset sale	0	7,000
Payment of leases and installment notes	(132,516)	(131,544)
Interest paid on long-term obligations	(47,380)	(153,713)
Cash paid for asset acquisition and construction	<u>(198,382)</u>	<u>(636,873)</u>
Net cash used by financing activities	<u>(245,471)</u>	<u>(1,163,163)</u>
<u>Cash flows from investing activities</u>		
Interest income	<u>5,042</u>	<u>3,623</u>
Net cash provided by investing activities	<u>5,042</u>	<u>3,623</u>
Net change in cash and restricted cash	433,636	(501,295)
Cash and restricted cash at beginning of year	<u>123,282</u>	<u>624,577</u>
Cash and restricted cash at end of year	\$ <u><u>556,918</u></u>	\$ <u><u>123,282</u></u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 29,895	\$ (59,795)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	630,467	624,204
Pension expense	36,131	153,171
Pension contributions	(84,803)	(94,333)
Changes in assets and liabilities:		
Accounts receivable	4,317	33,043
Prepaid expenses	9,725	25,697
Accounts payable and accrued expenses	<u>48,333</u>	<u>(23,742)</u>
Net cash provided by operating activities	\$ <u><u>674,065</u></u>	\$ <u><u>658,245</u></u>
Payments to employees capitalized to asset construction	\$ <u><u>58,980</u></u>	\$ <u><u>107,786</u></u>
Interest payments capitalized to asset construction	\$ <u><u>-</u></u>	\$ <u><u>4,442</u></u>

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