

PINEWOOD SANITARY DISTRICT

Statements of Net Position

June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Assets</u>		
Current assets:		
Cash	\$ 272,612	\$ 65,658
Cash for restricted purposes	504,106	491,259
Prepaid expense	14,894	9,948
Accounts receivable, net	<u>25,546</u>	<u>29,742</u>
Total current assets	<u>817,158</u>	<u>596,607</u>
Capital assets, at cost	18,421,510	18,194,699
Less accumulated depreciation	<u>(10,978,533)</u>	<u>(10,405,421)</u>
Net capital assets	<u>7,442,977</u>	<u>7,789,278</u>
Deferred outflows of resources related to pensions and other postemployment benefits	<u>113,541</u>	<u>173,191</u>
Total assets	\$ <u>8,373,676</u>	\$ <u>8,559,076</u>
<u>Liabilities</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 133,292	\$ 149,813
Long-term obligations due within one year	<u>471,108</u>	<u>493,817</u>
Total current liabilities	<u>604,400</u>	<u>643,630</u>
Noncurrent liabilities:		
Net pension liability	995,442	1,147,557
Capital lease and installment notes	11,366	58,630
WIFA loans	2,688,085	2,997,850
Less current portion of long-term obligations	<u>(471,108)</u>	<u>(493,817)</u>
Total noncurrent liabilities	<u>3,223,785</u>	<u>3,710,220</u>
Total liabilities	<u>3,828,185</u>	<u>4,353,850</u>
Deferred inflows of resources related to pensions and other postemployment benefits	<u>255,388</u>	<u>249,819</u>
<u>Net Position</u>		
Invested in capital assets, net of related debt	4,743,525	4,732,798
Restricted - capital projects	970	1,756
Restricted - debt service	503,136	491,259
Unrestricted	<u>(957,528)</u>	<u>(1,270,406)</u>
Total net position	<u>4,290,103</u>	<u>3,955,407</u>
Total liabilities and net position	\$ <u>8,373,676</u>	\$ <u>8,559,076</u>

See accompanying notes to financial statements.

PINEWOOD SANITARY DISTRICT
Statements of Revenues, Expenses and Changes in Net Position
Years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating Revenue		
Service fees:		
Operations and maintenance	\$ 1,900,614	\$ 1,844,962
WIFA loan repay	365,972	355,089
WIFA loan reserve	91,531	88,761
Other income	<u>126,388</u>	<u>57,762</u>
Total operating revenue	<u>2,484,505</u>	<u>2,346,574</u>
Operating expenses		
Personnel expenses	826,709	890,629
Administrative and office	86,909	70,637
Professional services	51,152	19,729
Telephone and utilities	124,277	115,537
Insurance	176,503	218,820
Plant operation and maintenance	245,500	242,789
System operation and maintenance	28,413	40,694
Depreciation	<u>573,113</u>	<u>630,467</u>
Total operating expenses	<u>2,112,576</u>	<u>2,229,302</u>
Operating income (loss)	<u>371,929</u>	<u>117,272</u>
Nonoperating revenues (expenses)		
Interest income	2,820	5,042
Interest expense - leases and loans	<u>(40,053)</u>	<u>(92,419)</u>
	<u>(37,233)</u>	<u>(87,377)</u>
Change in net position	334,696	29,895
Net position at beginning of year	<u>3,955,407</u>	<u>3,925,512</u>
Net position at end of year	\$ <u><u>4,290,103</u></u>	\$ <u><u>3,955,407</u></u>

See accompanying notes to financial statements.

PINEWOOD SANITARY DISTRICT

Statements of Cash Flows

Years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Cash flows from operating activities</u>		
Receipts from customers and users	\$ 2,488,701	\$ 2,350,891
Payments to suppliers	(739,543)	(741,025)
Payments to employees	<u>(964,811)</u>	<u>(935,801)</u>
Net cash provided by operating activities	<u>784,347</u>	<u>674,065</u>
<u>Cash flows from capital and related financing activities</u>		
Payment of WIFA loans	(446,553)	0
Cash received from WIFA loan draws	136,788	132,807
Payment of leases and installment notes	(47,264)	(132,516)
Interest paid on long-term obligations	(73,687)	(47,380)
Cash paid for asset acquisition and construction	<u>(136,650)</u>	<u>(198,382)</u>
Net cash used by financing activities	<u>(567,366)</u>	<u>(245,471)</u>
<u>Cash flows from investing activities</u>		
Interest income	<u>2,820</u>	<u>5,042</u>
Net cash provided by investing activities	<u>2,820</u>	<u>5,042</u>
Net change in cash and restricted cash	219,801	433,636
Cash and restricted cash at beginning of year	<u>556,917</u>	<u>123,281</u>
Cash and restricted cash at end of year	\$ <u><u>776,718</u></u>	\$ <u><u>556,917</u></u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 371,929	\$ 117,272
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	573,113	630,467
Capitalized wages paid	(51,206)	(58,980)
Pension expense	1,228	26,228
Pension contributions	(88,124)	(84,803)
Changes in assets and liabilities:		
Accounts receivable	4,196	4,317
Prepaid expenses	(4,946)	9,725
Accounts payable and accrued expenses	<u>(21,843)</u>	<u>29,839</u>
Net cash provided by operating activities	\$ <u><u>784,347</u></u>	\$ <u><u>674,065</u></u>
Payments to employees capitalized to asset construction	\$ <u><u>51,206</u></u>	\$ <u><u>58,980</u></u>
Interest payments capitalized to asset construction	\$ <u><u>38,956</u></u>	\$ <u><u>-</u></u>

See accompanying notes to financial statements.