

# NORTH PENN WATER AUTHORITY

STATEMENTS OF NET POSITION - DECEMBER 31, 2017 AND 2016

	2017	2016
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$10,632,279	\$14,626,792
Accounts receivable - customers	1,964,770	2,294,905
Accounts receivable - PECO Energy Company	596,066	640,524
Accounts receivable - other	498,578	223,089
Assessments receivable (current portion)	19,585	16,003
Unbilled revenues	1,977,167	2,230,590
Materials inventory	1,256,052	1,184,689
Interest receivable	7,383	3,947
Other	356,273	304,317
<b>Total Current Assets</b>	<b>17,308,153</b>	<b>21,524,856</b>
<b>Restricted Assets</b>		
Cash and cash equivalents	42,079,896	40,322,481
Investments at fair value	-	-
Prepaid pension asset	586,727	719,737
Interest receivable	100,823	11,202
<b>Total Restricted Assets</b>	<b>42,767,446</b>	<b>41,053,420</b>
<b>Utility Plant</b>		
Property, plant and equipment, net	126,510,851	124,177,912
Investment in Forest Park Water, net	42,627,863	44,105,426
<b>Total Utility Plant</b>	<b>169,138,714</b>	<b>168,283,338</b>
<b>Other Assets</b>		
Derivative instrument, rate swap	2,762,108	3,677,873
Assessments receivable (non-current portion)	29,538	108,375
<b>Total Other Assets</b>	<b>2,791,646</b>	<b>3,786,248</b>
<b>Total Assets</b>	<b>232,005,959</b>	<b>234,647,862</b>
<b>Deferred Outflows of Resources</b>		
Deferred charge on refunding	1,400,395	1,602,861
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable	639,465	364,413
Main extension deposits	793,331	1,190,850
Other	761,927	689,345
<b>Current liabilities payable from restricted assets</b>		
Accrued interest on bonds	465,662	467,645
Current portion of bonds payable	4,515,000	4,345,000
<b>Total Current Liabilities</b>	<b>7,175,385</b>	<b>7,057,253</b>
<b>Non-Current Liabilities</b>		
Long-term debt - bonds payable	69,725,000	74,240,000
Unamortized bond premium, net	4,622,545	4,918,598
<b>Total Non-Current Liabilities</b>	<b>74,347,545</b>	<b>79,158,598</b>
<b>Total Liabilities</b>	<b>81,522,930</b>	<b>86,215,851</b>
<b>Deferred Inflows of Resources</b>		
Accumulated increase in fair value of hedging derivative	2,762,108	3,677,873
Deferred pension credit	586,727	719,737
<b>Total Deferred Inflows of Resources</b>	<b>3,348,835</b>	<b>4,397,610</b>
<b>Net Position</b>		
Net investment in capital assets	107,135,246	102,163,932
Restricted assets	3,948,119	3,921,101
Unrestricted assets	37,451,224	39,552,229
<b>Total Net Position</b>	<b>\$148,534,589</b>	<b>\$145,637,262</b>

# NORTH PENN WATER AUTHORITY

## STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

### Years Ended December 31, 2017 and 2016

	2017	2016
<b>Operating Revenues</b>		
Metered sales	\$17,878,226	\$19,670,548
Unmetered sales	613,610	629,284
Other revenues	47,929	48,124
<b>Total Operating Revenues</b>	<b>18,539,765</b>	<b>20,347,956</b>
<b>Operating Expenses</b>		
Water collection system	2,129,055	2,450,422
Purification system	80,116	71,019
Laboratory costs	409,713	378,860
Pumping system	528,465	564,645
Metering and customer service	411,831	405,429
Distribution system	2,487,646	1,191,298
Landscape maintenance	33,537	26,564
Administration and engineering	1,984,743	1,869,453
General expenses	2,507,965	2,478,764
<b>Total Operating Expenses</b>	<b>10,573,071</b>	<b>9,436,454</b>
<b>Operating Income</b>	<b>7,966,694</b>	<b>10,911,502</b>
<b>Non-Operating Income</b>	<b>4,855,329</b>	<b>18,145,944</b>
<b>Income before Debt Service Costs and Depreciation and Amortization</b>	<b>12,822,023</b>	<b>29,057,446</b>
<b>Debt Service Costs</b>		
Interest on bonds	3,508,643	3,595,801
Bond issuance costs	-	-
Amortization of bond discount and premium	(296,053)	(296,053)
<b>Total Debt Service Costs</b>	<b>3,212,590</b>	<b>3,299,748</b>
<b>Income exclusive of Depreciation and Amortization</b>	<b>9,609,433</b>	<b>25,757,698</b>
<b>Depreciation and Amortization</b>		
Property, plant and equipment	4,560,879	4,405,265
Forest Park Water	2,151,227	2,150,705
<b>Total Depreciation and Amortization</b>	<b>6,712,106</b>	<b>6,555,970</b>
<b>Change in Net Position</b>	<b>2,897,327</b>	<b>19,201,728</b>
<b>Net Position, Beginning of Year</b>	<b>145,637,262</b>	<b>126,435,534</b>
<b>Net Position, End of Year</b>	<b>\$148,534,589</b>	<b>\$145,637,262</b>