



Kent County Water Authority

February 14, 2020

Mrs. Luly Massaro
Commission Clerk
Public Utilities Commission
89 Jefferson Boulevard
Warwick, Rhode Island 02888

Re: Financial Statements

Dear Mrs. Massaro:

We have enclosed the semi-annual financial reporting forms for the fiscal period ending December 31, 2019, along with a comparative audited financial statement for the same period.

If you have any questions, please do not hesitate to call.

Very truly yours,
Kent County Water Authority

A handwritten signature in black ink, appearing to read "Michael Lanfredi". The signature is fluid and cursive, written over the printed name.

Michael Lanfredi
Director of Finance & Human Resources

PO Box 192
West Warwick, RI 02893-0192
401-821-9300
www.kentcountywater.org

TO: R. I. PUBLIC UTILITIES COMMISSION

FROM: Kent County Water Authority

SEMI-ANNUAL FILING OF FINANCIAL AND OPERATING DATA FOR THE

SIX/TWELVE-MONTH PERIOD ENDING: December 31, 2019

signature

1/22/2020
date

title Director of Finance & Human Resources

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COST OF SERVICE/OPERATING RESULTS

For the 6 months ended December 31, 2019

(Note: Please insert whole dollar amounts, do not record cents.)

Revenues

Water Sales (461-466)	\$	11,708,041
Interest Income (419)		304,701
Miscellaneous Income (184,415,416,421,471,473,475)		166,203
Water Quality Protection (474)		25,768
Total Revenues	<u>\$</u>	<u>12,204,713</u>

Expenditures

Source of Supply/Purchased water	\$	2,373,985
Pumping Operations		435,410
Water Treatment		266,066
Transmission & Distribution		534,422
Customer Account		234,156
Administrative & General		1,511,488
Taxes/Depreciation/Interest		1,504,370
Total Expenditures	<u>\$</u>	<u>6,859,897</u>

Account Funding

Renewal and Replacement Fund	\$	50,000
Infrastructure	\$	2,076,477
Meter Replacement D 4611	\$	1,150,000
Cash Capital Account D 4611	\$	726,909
2012 Debt Service Reserve	\$	1,091,625
2017 Series A Debt Service Reserve	\$	923,523
Total Account Funding	<u>\$</u>	<u>6,018,534</u>
Total Expense and Funding	<u>\$</u>	<u>12,878,431</u>
Surplus/(Deficit) from Operations	<u>\$</u>	<u>(673,718)</u>

REVENUE SUMMARY

Retail Sales		
General	\$	8,313,038
Industrial Commercial		1,829,028
Public Authority		451,230
Sales for Resale		114,066
Fire Service		
Public		902,737
Private		97,941
Interest Income		304,701
Miscellaneous Income		79,481
Service & Late Charges		86,721
Water Quality Protection		25,768
TOTAL REVENUE	\$	<u>12,204,713</u>

OTHER FUNDING SOURCES

Loans from Affiliates		
Short-term loan proceeds		
Sale of properties		
Grants		
Surcharge Revenues		
TOTAL	\$	<u>12,204,713</u>

DEBT SERVICE/ CAPITAL LEASE PAYMENTS

	This Report Period	
Bond Issues ¹ :	Principal & Interest	
\$17,290,000 of 2012 Series "A" Refunding Bearing Interest at 4% to 5% and Maturing in 2023	\$	1,979,375
\$12,000,000 of 2017 Series "A" Refunding Bearing Interest at 2.035 and Maturing in 2024		88,523
TOTAL	<u>\$</u>	<u>2,067,898</u>

¹ List debt service payments/commitments separately for each bond issue or capital lease; show year of issue, amount, rate, and date of final payment in this column.

PROPERTY TAX EXPENSE SUMMARY

<u>Municipality</u>	<u>Current FY 6/30/20</u>	<u>Prior FY 6/30/19</u>
<u>Coventry</u>	<u>\$ 12,813</u>	<u>\$ 12,813</u>
<u>West Warwick</u>	<u>8,265</u>	<u>8,265</u>
<u>Warwick</u>	<u>64</u>	<u>64</u>
<u>West Greenwich</u>	<u>4,229</u>	<u>8,457</u>
 Totals	 <u>\$ 25,370</u>	 <u>\$ 29,599</u>

Note: Property tax expense on this page represents an accrual over a twelve month period.

PERSONNEL DATA

For the current reporting period, record the number authorized and employed as of the last week of the month:

Month	December 2019
Authorized	36
Full time	36
Part-time	
Temporary	
Board	7

CASH & INVESTMENTS ACCOUNT DATA

For the Current fiscal year, report balances for all cash and investments accounts; report separately balances for accounts restricted by PUC orders, grants, etc.

<u>Account Description</u>	Balance December 2019	Balance June 2019	Account Activity
Deposit	413,409	263,389	150,020
Checking	80,849	240,475	(159,626)
Revenue	3,102,143	2,561,054	541,089
Debt Service Fund 2012	1,136,610	2,015,790	(879,180)
Debt Service Reserve	2,370,621	2,425,981	(55,360)
Debt Service Fund 2017	1,797,165	950,980	846,185
Totals	<u>\$ 8,900,797</u>	<u>\$ 8,457,669</u>	<u>\$ 443,128</u>

RESTRICTED ACCOUNTS SUMMARY

For each account restricted by PUC report and order, list the accounts separately and show account activity for current fiscal period to date of this report. If the last ('Balance') column is for date other than the end of the current reporting period insert that date above the column.

<u>Account Description</u>	Balance December 2019	Balance June 2019	Account Activity
Revenue	3,102,143	2,561,054	541,089
Operating Revenue Allowance	1,400,964	1,387,155	13,809
Operation & Maintenance Fund	-	-	-
R&R Reserve	1,518,443	1,503,476	14,967
R&R Fund	154,638	103,481	51,158
Infrastructure Fund	2,971,039	2,956,418	14,622
O&M Reserve	2,763,742	2,736,501	27,242
Meter Replacement D 4611	5,656,761	5,085,471	571,290
Cash Capital Account D 4611	8,525,636	9,449,787	(924,151)
Debt Service Reserve	2,370,621	2,425,981	(55,360)
Debt Service Fund 2012	1,136,610	2,015,790	(879,180)
Debt Service Fund 2017	1,797,165	950,980	846,185
Totals	<u>31,397,762</u>	<u>31,176,092</u>	<u>221,670</u>