

Lebanon Utilities

Financial Statements
December 2023

Lebanon Electric Utility

ELECTRIC UTILITY
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2023

Year to Date
2023

Assets

Current Assets:

Operating Cash and Cash Equivalents	\$3,507,751
Accounts Receivable - Customers, Net	1,794,444
Miscellaneous and Other Accounts Receivable	44,195
Interfund Receivable - Due From City	18,628
Prepaid Expense	12,858
Total Current Assets	\$5,377,876

Restricted Assets:

Renewal & Replacement Cash and Cash Equivalents	\$3,523,184
Energy Program Cash & Cash Equivalents	3,270
Debt Service Cash & Cash Equivalents	878,875
Bond & Interest Cash & Cash Equivalents	13,588
Customer Deposit Cash & Cash Equivalents	163,892
Total Restricted Assets	\$4,582,809

Deferred Debits:

Deferred Outflow - Pension Obligation	\$297,307
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Fixed Assets:

Utility Plant in Service	\$34,425,163
Construction in Progress	785,199
Accumulated Depreciation	(12,755,973)
Total Fixed Assets, Net	\$22,454,389

Total Assets

\$32,712,381

Liabilities and Equity

Current Liabilities (Payable from Current Assets):

Accounts Payable	\$3,451,609
Contracts Payable	7,892
Accrued Payroll and Withholdings Payable	76,434
Compensated Absences Payable	72,321
Taxes Payable	113,717
Revenue Bond Payable - Short Term	625,000

Current Liabilities (Payable from Restricted Assets):

Customer Deposits	163,892
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Total Current Liabilities

\$4,510,865

Long - Term Liabilities

Revenue Bond Payable - Long Term	\$6,585,000
Unamortized Bond Premium	116,520
Net Pension Liability	850,207
Total Long - Term Liabilities	\$7,551,727

Total Liabilities

\$12,062,592

Deferred Credits:

Deferred Inflow - Pension Obligation	\$1,374
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Equity:

Contributed Capital	\$142,188
Retained Earnings	20,506,227
Total Equity	\$20,648,415

Total Liabilities and Equity

\$32,712,381

ELECTRIC UTILITY
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2023

	December 2023	Year to Date 2023
Operating Revenue:		
Residential Sales	\$745,123	\$9,169,328
Commercial Sales	144,196	1,748,179
Industrial Sales	1,083,455	14,005,803
Small Power Sales	138,499	1,784,071
Public Street & Highway Lighting	13,341	156,380
Municipal Sales	12,133	155,024
Penalties	10,802	144,300
Reconnect / Disconnect	4,080	43,990
Other Operating	9,409	534,391
Total	\$2,161,038	\$27,741,466
Operating Expenses:		
Purchased Power	\$1,681,403	\$21,699,658
Distribution Expenses:		
Supervision And Engineering	15,370	153,748
Station Expense	2,416	28,412
Overhead Lines	79,659	792,059
Underground Lines	15,936	309,700
Transportation	4,579	51,242
Street Lights & Signals	0	3,507
Uniforms	428	15,750
Maintenance of General Plant	17	1,750
Rent	11,021	15,259
Other	0	85,142
Customer Records and Collection:		
Meter Reading	6,538	58,373
Meter Expense	269	22,345
Billing	3,375	31,906
Bad Debt Expense	0	68,083
Administrative and General Expenses:		
Salaries	26,987	257,959
Office Supplies / Expense	25,711	178,507
Outside Services Employed	93,544	687,590
Insurance	0	73,861
Employee Pensions and Benefits	202,416	994,828
Taxes	0	130
Utilities	4,435	39,699
Payment in Lieu of Taxes	14,021	169,292
Depreciation	91,543	1,074,383
Amortization	11,444	0
Lease Principal - New Building	0	79,515
Lease - Copiers/Printers	515	4,445
Other	3,031	120,834
Total Operating Expenses	\$2,294,658	\$27,017,977
Operating Income (Loss)	(\$133,620)	\$723,489
Nonoperating Revenue (Expenses):		
Loss on Disposal of Asset	\$0	(\$3,889)
Interest Income	35,263	430,983
Interest Expense	(7,241)	(231,173)
Total Nonoperating Revenue (Expenses)	\$28,022	\$195,921
Net Income (Loss)	(\$105,598)	\$919,410
Retained Earnings - Beginning of Period	20,611,825	19,586,817
Retained Earnings - End of Period	\$20,506,227	\$20,506,227

ELECTRIC UTILITY
CITY OF LEBANON
CASH FLOW
As of December 31, 2023

	December 2023	Year to Date 2023
Cash Flow From Operating Activities:		
Operating Income (Loss)	(\$133,620)	\$723,489
Adjustments To Reconcile Operating Income To		
Net Cash Provided By Operating Activities:		
Depreciation & Amortization	90,503	1,061,899
Pension Expense - GASB 68/71	81,017	81,017
Bad Debt Expense	0	68,083
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	(118,751)	(325,756)
Accounts Receivable - Other	(9,346)	9,454
Prepaid Expense	(12,858)	(3,102)
Increase (Decrease) in Liabilities:		
Accounts Payable	22,089	286,700
Contract Payable	7,892	7,515
Accrued Payroll and Withholdings Payable	76,434	1,929
Customer Deposits Payable	(609)	148,927
Compensated Absences Payable	185	(15,854)
Taxes Payable	9,236	8,949
Interest Payable	(98,625)	0
Net Cash Provided (Used) By Operating Activities	<u>(\$86,453)</u>	<u>\$2,053,250</u>
Cash Flow From Investing Activities:		
Interest on Investments	<u>\$35,263</u>	<u>\$430,983</u>
Net Cash Provided (Used) By Investing Activities	<u>\$35,263</u>	<u>\$430,983</u>
Cash Flows From Capital And Related Financing Activities:		
Principal Paid on Revenue Bonds	(\$305,000)	(\$605,000)
Interest on Revenue Bonds & Lease	(7,241)	(231,173)
Acquisition and Construction of Capital Assets	<u>(182,912)</u>	<u>(1,649,041)</u>
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(\$495,153)</u>	<u>(\$2,485,214)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(\$546,343)	(\$981)
Cash and Cash Equivalents - Beginning of Period	<u>8,636,903</u>	<u>8,091,541</u>
Cash and Cash Equivalents - End of Period	<u>\$8,090,560</u>	<u>\$8,090,560</u>
Check Total - Ending Cash Per Books	<u>\$8,090,560</u>	<u>\$8,090,560</u>

Budget To Actual

ELECTRIC UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Revenues					
Residential	9,169,328	9,797,891	(628,563)	9,797,891	(628,563)
Commercial	1,748,179	1,987,408	(239,229)	1,987,408	(239,229)
Industrial	14,005,803	12,731,242	1,274,561	12,731,242	1,274,561
Small Power	1,784,071	2,244,462	(460,391)	2,244,462	(460,391)
Street & Highway Lighting	109,715	120,877	(11,162)	120,877	(11,162)
Security Lights	46,665	50,098	(3,433)	50,098	(3,433)
Interdepartmental	155,024	134,291	20,733	134,291	20,733
Late Penalties	144,300	166,779	(22,479)	166,779	(22,479)
Total Operating Revenue	27,163,085	27,233,049	(69,964)	27,233,049	(69,964)
Other Revenue					
Other	578,381	259,155	319,226	259,155	319,226
Total Other Revenue	578,381	259,155	319,226	259,155	319,226
Total Revenue (less interest)	27,741,466	27,492,204	249,262	27,492,204	249,262
Purchased Services					
Purchased Power	21,699,658	21,992,378	(292,720)	21,992,378	(292,720)
Telephone	19,411	17,436	1,975	17,436	1,975
Contractual Services - Testing	52,785	50,000	2,785	50,000	2,785
Contractual Services - IT	101,586	105,555	(3,969)	105,555	(3,969)
Contractual Services - Other	389,868	385,738	4,130	385,738	4,130
Accounting Fees	4,470	13,000	(8,530)	13,000	(8,530)
Engineering Fees	33,835	50,000	(16,165)	50,000	(16,165)
Legal Fees	76,759	63,627	13,132	63,627	13,132
Utilities	39,699	48,830	(9,131)	48,830	(9,131)
Total Purchased Services	22,418,071	22,726,563	(308,492)	22,726,563	(308,492)
Wages & Benefits					
Operation Supervision	92,934	95,600	(2,666)	95,600	(2,666)
Engineering	60,814	51,630	9,184	51,630	9,184
Line Work	857,240	845,753	11,487	845,753	11,487
Line Locating	16,704	20,337	(3,633)	20,337	(3,633)
Meter Reading	58,373	64,806	(6,433)	64,806	(6,433)
Billing	31,906	32,326	(420)	32,326	(420)
Administrative	140,763	149,574	(8,811)	149,574	(8,811)
Office Personnel	117,196	127,080	(9,884)	127,080	(9,884)
Sick/Vacation Pay	224,216	176,610	47,606	176,611	47,605
FICA Taxes	119,898	114,721	5,177	114,721	5,177
Group Insurance	342,547	373,358	(30,811)	373,358	(30,811)
Pension	307,623	124,138	183,485	124,138	183,485
Miscellaneous Payroll	26,061	17,616	8,445	17,616	8,445
Total Wages & Benefits	2,396,275	2,193,550	202,725	2,193,550	202,725

ELECTRIC UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Supplies & Expense					
Station Expenses	3,583	0	3,583	0	3,583
Street Lights and Signals	328	8,786	(8,458)	8,786	(8,458)
Security Lights	3,179	2,225	954	2,225	954
Meter Expense	22,345	11,590	10,755	11,590	10,755
Tools & Equipment	14,413	20,000	(5,587)	20,000	(5,587)
Safety Equipment	18,919	15,000	3,919	15,000	3,919
Rents	15,259	3,885	11,374	3,885	11,374
Maintenance of Lines	251,543	199,033	52,510	199,033	52,510
Maintenance of Station Equipment	1,101	10,942	(9,841)	10,942	(9,841)
General Maintenance	11,918	10,906	1,012	10,906	1,012
Office Supplies	14,147	9,689	4,458	9,689	4,458
Janitorial Services	18,158	18,900	(742)	18,900	(742)
Exterior Landscaping	10,129	16,501	(6,372)	16,501	(6,372)
Computer Equipment	7,388	8,313	(925)	8,313	(925)
Software Expense	15,874	17,248	(1,374)	17,248	(1,374)
Maintenance Agreements	97,261	93,869	3,392	93,869	3,392
Dues & Subscriptions	19,915	18,578	1,337	18,578	1,337
Postage	975	996	(21)	996	(21)
Insurance	73,861	69,023	4,838	69,023	4,838
Conference & Training	33,108	57,229	(24,121)	57,229	(24,121)
Promotion	172	3,180	(3,008)	3,180	(3,008)
Employee Recognition	544	930	(386)	930	(386)
Transportation	51,242	46,309	4,933	46,309	4,933
Uniforms	15,750	18,691	(2,941)	18,691	(2,941)
Payment in Lieu of Taxes	169,292	189,224	(19,932)	189,224	(19,932)
Depreciation Expense	1,074,383	1,076,939	(2,556)	1,076,939	(2,556)
Amortization - Deferred Costs	0	(12,484)	12,484	(12,484)	12,484
Bad Debt Expense	68,083	68,083	0	68,083	0
Lease Rental Payments - Principal	79,515	79,515	0	79,515	0
Lease - Copiers/Printers	4,445	2,481	1,964	2,481	1,964
Bank Fees - Credit Card	32,132	28,364	3,768	28,364	3,768
Miscellaneous	74,669	43,953	30,716	43,953	30,716
Total Operating Supplies & Expense	2,203,631	2,137,898	65,733	2,137,898	65,733
Total Expenses	27,017,977	27,058,012	(40,035)	27,058,011	(40,034)
Operating Income (Loss)					
	723,489	434,193	289,296	434,193	289,296
Interest					
Interest Revenue	430,983	127,300	303,683	127,300	303,683
Interest Expense	(231,173)	(243,657)	12,484	(243,657)	12,484
Total Interest Revenue (Expense)	199,810	(116,357)	316,167	(116,357)	316,167
Extraordinary Items					
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	(3,889)	(42,298)	38,409	(42,298)	38,409
Contributions	0	0	0	0	0
Total Extraordinary Items	(3,889)	(42,298)	38,409	(42,298)	38,409
Net Margin	919,410	275,538	643,872	275,538	643,872

ELECTRIC UTILITY 2023 Budget to Actual

Capital Additions

		YTD			
		Budget	Dec-23	Variance	Complete
1	Annexation Loop Feed - Const. of a distribution line to create a loop feed to the annexed area. This will include all materials, legal, engineering, permits and other fees.	350,000	180,845	(169,155)	
2	New and Replacement Transformers - Ongoing transformer purchase allotment for new units (customer driven).	300,000	405,466	105,466	
3	Service to New Facilities - Ongoing service extensions for new customers. Includes Noble St. Subdivision, Cedar Ridge Phase 2, Sunbrook Phase 4.	300,000	672,290	372,290	
4	Operation Building Expansion - Additional building to allow for additional space as needed.	300,000		(300,000)	
5	UTE Line Truck/Digger Derrick - Equipment that will allow us to set poles and hang transformers. This unit will replace truck 19 which is a 2007.	291,572		(291,572)	
6	AMI - Ongoing program for replacement of meter infrastructure.	240,000	111,510	(128,490)	
7	Backyard Digger Derrick - Equipment that will allow us to set poles and work on the electric line in right of ways that cannot be accessed with a normal truck. We currently have 1,053 poles in back yard right of ways.	219,166		(219,166)	
8	System Upgrades and Improvements - Includes but is not limited to reclosures for the annexation, wire, poles, omni switches, switchgears, capacitor banks and other equipment.	200,000	171,583	(28,417)	
9	South Substation - Engineering, land acquisitions and legal work to construct a new substation on the south side of Lebanon.	100,000		(100,000)	
10	Electric's Portion of the IT Budget - The estimated cost to the Electric Utility for IT Functions.	37,758	22,238	(15,520)	
11	Meter Tester - Equipment that will allow us to test all single-phase and three-phase AMI meters.	15,500	15,543	43	X
12	Electric's Portion of Administration Vehicles - Electric's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	-			
12	Unbudgeted or Unable to Determine	-	69,566	69,566	
		<u><u>2,353,996</u></u>	<u><u>1,649,041</u></u>	<u><u>(704,955)</u></u>	

Lebanon Water Utility

WATER UTILITY
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2023

	<u>Year to Date 2023</u>
<u>Assets</u>	
Current Assets:	
Operating Cash and Cash Equivalents	\$5,851,406
Accounts Receivable - Customers, Net	335,755
Miscellaneous and Other Accounts Receivable	6,240
Materials and Supplies	150,291
Prepaid Expense	<u>11,348</u>
 Total Current Assets	 <u>\$6,355,040</u>
Restricted Assets:	
Availability Cash & Cash Equivalents	\$5,216,685
Depreciation Cash & Cash Equivalents	1,330,469
Construction Cash & Cash Equivalents	448,354
Customer Deposit Cash & Cash Equivalents	11,355
Debt Service Cash & Cash Equivalents	401,899
Bond & Interest Cash & Cash Equivalents	<u>354,962</u>
 Total Restricted Assets	 <u>\$7,763,724</u>
Deferred Debits:	
Deferred Outflow - Pension Obligation	<u>\$229,351</u>
Fixed Assets:	
Utility Plant in Service	\$35,814,298
Construction in Progress	6,295,547
Accumulated Depreciation	<u>(11,790,633)</u>
 Total Fixed Assets, Net	 <u>\$30,319,212</u>
Total Assets	<u>\$44,667,327</u>
<u>Liabilities and Equity</u>	
Current Liabilities (Payable from Current Assets):	
Accounts Payable	\$86,983
Contracts Payable	2,300
Accrued Wages Payable	49,408
Compensated Absences Payable	136,896
Interest Payable on Bonds	93,130
Taxes Payable	22,427
Revenue Bond Payable - Short Term	<u>439,000</u>
 Current Liabilities (Payable from Restricted Assets):	
Customer Deposits	<u>11,355</u>
 Total Current Liabilities	 <u>\$841,499</u>
Long - Term Liabilities	
Revenue Bond Payable - Long Term	\$8,874,000
Net Pension Liability	<u>655,874</u>
 Total Liabilities	 <u>\$10,371,373</u>
Deferred Credits:	
Deferred Inflow - Pension Obligation	<u>\$1,060</u>
Equity:	
Contributed Capital	\$927,252
Retained Earnings	<u>33,367,642</u>
 Total Equity	 <u>\$34,294,894</u>
Total Liabilities and Equity	<u>\$44,667,327</u>

WATER UTILITY
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2023

	December 2023	Year to Date 2023
Operating Revenue:		
Residential	\$210,908	\$2,664,864
Commercial	120,006	1,646,569
Industrial	29,737	413,253
Fire Protection	49,671	567,780
Reconnect / Disconnect Fees	3,400	33,550
Rent	2,203	11,822
Inspection/Connection Fees	290	48,648
Late Penalties	2,292	28,589
Other	14,394	76,889
Total	<u>\$432,901</u>	<u>\$5,491,964</u>
Operating Expenses:		
Source of Supply / Transmission:		
Salaries & Wages	\$24,256	\$202,047
Fuel / Transportation	3,079	17,615
Chemicals	3,229	145,561
Well Expense	0	5,783
Miscellaneous	37	60,432
Distribution		
Salaries & Wages	27,398	250,754
Fuel / Transportation	1,444	12,211
Materials & Supplies	(10,056)	28,319
Miscellaneous	350	9,055
Customer Accounts:		
Salaries & Wages	9,796	89,193
Materials & Supplies	104	2,110
Bad Debt Expense	0	13,353
Administrative & General		
Salaries & Wages	36,516	334,774
Employee Benefits	98,616	607,894
Office Supplies / Expense	2,496	98,767
Outside Services	58,792	460,153
Regulatory Fees	0	4,416
Depreciation	65,867	786,373
Insurance	0	65,440
Utilities	26,681	214,013
Taxes	0	120
Payment in Lieu of Taxes	20,043	232,677
General Maintenance Agreements	3,792	61,843
Lease Principal - New Building	0	79,515
Lease - Copiers/Printers	515	4,445
Other	5,985	93,073
Total Operating Expenses	<u>\$378,940</u>	<u>\$3,879,936</u>
Operating Income (Loss)	<u>\$53,961</u>	<u>\$1,612,028</u>
Nonoperating Revenue (Expenses):		
Availability Fees	\$6,600	\$1,503,700
Interest Income	54,438	685,152
Interest Expense	(15,511)	(190,887)
Total Nonoperating Revenue (Expenses)	<u>\$45,527</u>	<u>\$1,997,965</u>
Net Income (Loss)	<u>\$99,488</u>	<u>\$3,609,993</u>
Retained Earnings - Beginning of Period	<u>33,268,154</u>	<u>29,757,649</u>
Retained Earnings - End of Period	<u><u><u>\$33,367,642</u></u></u>	<u><u><u>\$33,367,642</u></u></u>

**WATER UTILITY
CITY OF LEBANON
CASH FLOW**
As of December 31, 2023

	December 2023	Year to Date 2023
Cash Flow From Operating Activities:		
Operating Income (Loss)	\$53,961	\$1,612,028
Adjustments To Reconcile Operating Income To		
Net Cash Provided By Operating Activities:		
Depreciation & Amortization	65,867	786,373
Pension Expense - GASB 68/71	23,922	23,922
Availability Fees	6,600	1,503,700
Bad Debt Expense	0	13,353
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	(1,093)	(7,864)
Accounts Receivable - Other	1,789	7,053
Inventory - Materials & Supplies	2,903	(734)
Prepaid Expense	(11,348)	(1,371)
Increase (Decrease) in Liabilities:		
Accounts Payable	19,196	(31,269)
Contracts Payable	2,300	(279,338)
Customer Deposits Payable	1,600	1,209
Wages & FICA Payable	49,408	(354)
Compensated Absences Payable	2,843	(6,020)
Taxes Payable	(131)	310
Interest Payable	15,511	(4,310)
Net Cash Provided (Used) By Operating Activities	<u>\$233,328</u>	<u>\$3,616,688</u>
Cash Flow From Investing Activities:		
Interest on Investments	\$54,438	\$685,152
Net Cash Provided (Used) By Investing Activities	<u>\$54,438</u>	<u>\$685,152</u>
Cash Flows From Capital And Related Financing Activities:		
Principal Paid on Revenue Bonds	\$0	(\$431,000)
Interest on Revenue Bonds & Lease	(15,511)	(190,887)
Acquisition and Construction of Capital Assets	(41,189)	(1,028,430)
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(\$56,700)</u>	<u>(\$1,650,317)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$231,066	\$2,651,523
Cash and Cash Equivalents - Beginning of Period	13,384,064	10,963,607
Cash and Cash Equivalents - End of Period	<u>\$13,615,130</u>	<u>\$13,615,130</u>
Check Total - Ending Cash Per Books	<u>\$13,615,130</u>	<u>\$13,615,130</u>

Budget to Actual

**WATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023**

	YTD December 2023	YTD Budget 2023		Budget 2023	
			Variance		Variance
Operating Revenues					
Residential	2,664,864	2,688,525	(23,661)	2,688,525	(23,661)
Commercial	1,646,569	1,617,728	28,841	1,617,728	28,841
Industrial	413,253	421,316	(8,063)	421,316	(8,063)
Fire Protection	567,780	575,964	(8,184)	575,964	(8,184)
Rent	11,822	11,273	549	11,273	549
Late Penalties	28,589	26,403	2,186	26,403	2,186
Total Operating Revenue	<u>5,332,877</u>	<u>5,341,209</u>	<u>(8,332)</u>	<u>5,341,209</u>	<u>(8,332)</u>
Other Revenue					
Other	159,087	154,654	4,433	154,654	4,433
Total Other Revenue	<u>159,087</u>	<u>154,654</u>	<u>4,433</u>	<u>154,654</u>	<u>4,433</u>
Total Revenue (less Interest)	<u>5,491,964</u>	<u>5,495,863</u>	<u>(3,899)</u>	<u>5,495,863</u>	<u>(3,899)</u>
Purchased Services					
Engineering Fees	112,597	225,000	(112,403)	225,000	(112,403)
Accounting Fees	6,960	10,000	(3,040)	10,000	(3,040)
Legal Fees	94,079	54,535	39,544	54,535	39,544
Contractual Services - Testing	15,161	35,000	(19,839)	35,000	(19,839)
Contractual Services - IT	101,586	105,555	(3,969)	105,555	(3,969)
Contractual Services - Other	127,822	113,738	14,084	113,738	14,084
Telephone Expense	25,593	19,692	5,901	19,692	5,901
Utilities	214,013	216,919	(2,906)	216,919	(2,906)
Total Purchased Services	<u>697,811</u>	<u>780,439</u>	<u>(82,628)</u>	<u>780,439</u>	<u>(82,628)</u>
Wages & Benefits					
Salaries WT	202,047	204,321	(2,274)	204,321	(2,274)
Salaries WD	234,251	203,057	31,194	203,057	31,194
Meter Reading	58,253	64,672	(6,419)	64,672	(6,419)
Billing Salaries	30,940	31,346	(406)	31,346	(406)
Administrative Salaries	185,121	194,234	(9,113)	194,234	(9,113)
Office Salaries	149,653	161,720	(12,067)	161,720	(12,067)
Line Locating	16,503	19,524	(3,021)	19,524	(3,021)
Sick/Vacation Leave	144,268	127,470	16,798	127,470	16,798
FICA Taxes	74,134	75,747	(1,613)	75,747	(1,613)
Pension	150,221	92,511	57,710	92,511	57,710
Group Insurance	238,670	273,791	(35,121)	273,791	(35,121)
Total Wages & Benefits	<u>1,484,061</u>	<u>1,448,393</u>	<u>35,668</u>	<u>1,448,393</u>	<u>35,668</u>

**WATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023**

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Supplies & Expense					
Chemicals	145,561	163,338	(17,777)	163,338	(17,777)
Materials & Supplies	28,443	28,417	26	28,417	26
Meter Expense	2,110	5,379	(3,269)	5,379	(3,269)
Office Supplies	6,394	12,194	(5,800)	12,194	(5,800)
Janitorial Services	5,658	5,881	(223)	5,881	(223)
Interior Landscaping	0	177	(177)	177	(177)
Exterior Landscaping	1,839	2,509	(670)	2,509	(670)
Sand / Gravel / Pavement	5,151	2,720	2,431	2,720	2,431
SCADA	13,327	22,189	(8,862)	22,189	(8,862)
Safety Equipment	609	742	(133)	742	(133)
Miscellaneous Equipment	13,790	7,723	6,067	7,723	6,067
Tools	4,968	2,997	1,971	2,997	1,971
Transportation	33,432	43,531	(10,099)	43,531	(10,099)
Insurance	65,439	74,254	(8,815)	74,254	(8,815)
Regulatory Expense	4,416	5,491	(1,075)	5,491	(1,075)
Well Expense	5,783	4,194	1,589	4,194	1,589
Dues & Subscriptions	10,810	11,578	(768)	11,578	(768)
Promotional Expense	172	4,180	(4,008)	4,180	(4,008)
Employee Recognition	601	930	(329)	930	(329)
Bad Debt Expense	13,353	13,353	0	13,353	0
Postage	1,307	1,357	(50)	1,357	(50)
Conferences & Training	22,791	25,829	(3,038)	25,829	(3,038)
Uniforms - Cleaning	12,067	9,944	2,123	9,944	2,123
General Maintenance	48,967	26,580	22,387	26,580	22,387
Computer Equipment	10,517	8,313	2,204	8,313	2,204
Software Expense	14,308	9,090	5,218	9,090	5,218
Maintenance Agreements	61,843	64,255	(2,412)	64,255	(2,412)
Payment in Lieu of Taxes	232,677	208,680	23,997	208,680	23,997
Depreciation	786,373	791,974	(5,601)	791,974	(5,601)
Lease Rental Payments	79,515	79,515	0	79,515	0
Lease - Copiers/Printers	4,445	2,481	1,964	2,481	1,964
Bank Fees - Credit Card	31,199	27,537	3,662	27,537	3,662
Miscellaneous	30,199	25,522	4,677	25,522	4,677
Total Operating Supplies & Expense	1,698,064	1,692,854	5,210	1,692,854	5,210
Total Expenses	3,879,936	3,921,686	(41,750)	3,921,686	(41,750)
Operating Income (Loss)	1,612,028	1,574,177	37,851	1,574,177	37,851
Interest					
Interest Revenue	685,152	219,273	465,879	219,273	219,273
Interest Expense	(190,887)	(190,887)	0	(190,887)	(190,887)
Total Interest Revenue (Expense)	494,265	28,386	465,879	28,386	465,879
Extraordinary Items					
Availability Fees	1,503,700	8,670,800	(7,167,100)	8,670,800	8,670,800
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	0	(111,600)	111,600	(111,600)	(111,600)
Total Extraordinary Items	1,503,700	8,559,200	(7,055,500)	8,559,200	(7,055,500)
Net Margin	3,609,993	10,161,763	(6,551,770)	10,161,763	(6,551,770)

WATER UTILITY
2023 Budget to Actual

Capital Additions

		Budget	YTD		
			Dec-23	Variance	Complete
1	Abner Longley Water Storage Facility - Construction of a 2 MG storage tank, booster station and water main.	400,000	470,543	70,543	X
2	Lakeshore Drive and SR 39 Water Main Replacement - Replacement of failing water main in the system.	350,000		(350,000)	
3	Automated Meter Infrastructure - Annual amount for meter replacements as needed. This is year 3 of a 5 year program.	243,500	264,218	20,718	
4	Facility Rehab & Improvements - Miscellaneous facility improvements as deemed necessary.	150,000		(150,000)	
5	Water Tower Asset Management Program - Asset management program to maintain OSHA and AWWA compliance.	150,000		(150,000)	
6	Ulen/Elmwood Bridge Water Main Reroute - Relocation of 6" water main as part of the bridge replacement project. (380' of 6" main).	150,000	14,300	(135,700)	
7	Vacuum Excavator with Trailer - This will be used for potholing, soft excavation and clean-up tasks.	125,000		(125,000)	
8	Unforseen Distribution System Repairs & Upgrades - Misc. distribution system improvements as deemed necessary.	100,000	49,113	(50,887)	
9	Unforseen Equipment Repair & Replacement - Allows for misc. equipment repair or replacement.	85,000	23,927	(61,073)	
10	Well Improvement, Rehab and Upgrades - Program to upgrade, maintain and clean wells.	80,000	176,240	96,240	
11	Water's Portion of the IT Budget - The estimated cost to the Water Utility for IT Functions.	37,758	17,889	(19,869)	
12	Water's Portion of Administration Vehicles - Water's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	-		-	
13	Unbudgeted or Unable to Determine	-	12,200	12,200	
		<hr/> <u>1,871,258</u>	<hr/> <u>1,028,430</u>	<hr/> <u>(842,828)</u>	

Lebanon Wastewater Utility

WASTEWATER UTILITY
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2023

	Year to Date 2023
<u>Assets</u>	
Current Assets:	
Operating Cash and Cash Equivalents	\$3,167,411
Accounts Receivable - Customers, Net	286,715
Accounts Receivable - Miscellaneous	24,330
Materials and Supplies	12,858
Prepaid Expense	12,701
Total Current Assets	<u>\$3,504,015</u>
Restricted Assets:	
Availability Cash & Cash Equivalents	\$13,618,925
Improvement Cash & Cash Equivalents	2,512,490
Debt Service Cash & Cash Equivalents	1,045,313
Customer Deposits Cash & Cash Equivalents	235
Bond & Interest Cash & Cash Equivalents	19,994
Total Restricted Assets	<u>\$17,196,957</u>
Deferred Debits:	
Deferred Loss on Refunding	\$2,398
Deferred Outflow - Pension Obligation	280,319
Total Deferred Debits	<u>\$282,717</u>
Fixed Assets:	
Utility Plant in Service	\$54,684,672
Construction in Progress	2,982,246
Accumulated Depreciation	(21,435,696)
Total Fixed Assets, Net	<u>\$36,231,222</u>
Total Assets	<u>\$57,214,911</u>
<u>Liabilities and Equity</u>	
Current Liabilities (Payable from Current Assets):	
Accounts Payable	\$89,950
Contracts Payable	56,550
Accrued Wages Payable	56,146
Compensated Absences Payable	95,212
Revenue Bond Payable - Short Term	680,000
Current Liabilities (Payable from Restricted Assets):	
Customer Deposits	<u>235</u>
Total Current Liabilities	<u>\$978,093</u>
Long - Term Liabilities	
Revenue Bond Payable - Long Term	\$9,995,000
Unamortized Bond Premium	53,239
Net Pension Liability	801,625
Total Long - Term Liabilities	<u>\$10,849,864</u>
Total Liabilities	<u>\$11,827,957</u>
Deferred Credits:	
Deferred Inflow - Pension Obligation	<u>\$1,297</u>
Equity:	
Contributed Capital	\$2,642,130
Retained Earnings	42,743,527
Total Equity	<u>\$45,385,657</u>
Total Liabilities and Equity	<u>\$57,214,911</u>

WASTEWATER UTILITY
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2023

	December 2023	Year to Date 2023
Operating Revenue:		
Residential	\$238,672	\$2,924,947
Commercial	159,177	2,207,135
Industrial	27,683	367,307
Surcharges	3,211	141,544
Late Penalties	8,091	93,281
Inspection Fees	550	10,055
Other	7,115	58,524
Total	<u><u>\$444,499</u></u>	<u><u>\$5,802,793</u></u>
Operating Expenses:		
Collection System:		
Salaries & Wages	\$28,765	\$248,296
Fuel & Transportation	608	6,673
Materials & Supplies	889	18,043
Other	0	27,041
Pumping Expense:		
Salaries & Wages (Lab)	8,172	68,835
Other	0	4,161
Treatment & Disposal:		
Salaries & Wages	23,117	201,996
Fuel & Transportation	747	6,936
Sludge Removal	5,391	91,440
Chemicals	3,795	66,298
Liftstation Expense	89	30,390
Contractual	24,695	113,468
Other	2,467	56,613
Customer Accounts:		
Salaries & Wages	9,796	89,193
Meter Expense	0	10,886
Bad Debt Expense	0	14,357
Administrative & General		
Salaries & Wages	37,823	351,665
Employee Benefits	159,033	771,575
Office Supplies	2,058	96,300
Outside Services	26,464	307,723
Depreciation	83,153	983,958
Amortization	1,440	0
Insurance	0	75,256
Payment in lieu of Taxes	22,777	270,507
General Maintenance Agreements	3,792	62,776
Utilities	24,032	292,958
Regulatory Expense	0	12,022
Lease Principal - New Building	0	79,515
Lease - Copiers/Printers	515	4,445
Other	8,503	124,652
Total Operating Expenses	<u><u>\$478,121</u></u>	<u><u>\$4,487,978</u></u>
Operating Income (Loss)	<u><u>(\$33,622)</u></u>	<u><u>\$1,314,815</u></u>
Nonoperating Revenue (Expenses):		
Interest Income	\$84,612	\$646,805
Availability Fees	4,800	12,910,448
Contributed Capital	0	272,206
Interest Expense	(\$29,533)	(\$383,790)
Total Nonoperating Revenue (Expenses)	<u><u>\$59,879</u></u>	<u><u>\$13,445,669</u></u>
Net Income (Loss)	<u><u>\$26,257</u></u>	<u><u>\$14,760,484</u></u>
Retained Earnings - Beginning of Period	<u><u>42,717,270</u></u>	<u><u>27,983,043</u></u>
Retained Earnings - End of Period	<u><u>\$42,743,527</u></u>	<u><u>\$42,743,527</u></u>

WASTEWATER UTILITY
CITY OF LEBANON
CASH FLOW
Year to Date - December 31, 2023

	December 2023	Year to Date 2023
Cash Flow From Operating Activities:		
Operating Income	(\$33,622)	\$1,314,815
Adjustments To Reconcile Operating Income To		
Net Cash Provided By Operating Activities:		
Depreciation & Amortization	83,022	982,387
Pension Expense - GASB 68/71	77,187	77,187
Availability Fees	4,800	12,910,448
Bad Debt Expense	0	14,357
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	(2,946)	(12,103)
Accounts Receivable - Miscellaneous	8,186	(3,047)
Inventory - Materials & Supplies	(2,094)	(4,658)
Prepaid Expense	(12,701)	(2,139)
Increase (Decrease) in Liabilities:		
Accounts Payable	29,236	(34,572)
Contracts Payable	56,550	(230,242)
Customer Deposits Payable	0	(1,172)
Salary & Wages Payable	56,146	(2,019)
Compensated Absences Payable	185	(50,104)
Interest Payable	(158,450)	0
Net Cash Provided (Used) By Operating Activities	<u>\$105,499</u>	<u>\$14,959,138</u>
Cash Flow From Investing Activities:		
Interest on Investments	<u>\$84,612</u>	<u>\$646,805</u>
Net Cash Provided (Used) By Investing Activities	<u>\$84,612</u>	<u>\$646,805</u>
Cash Flows From Capital And Related Financing Activities:		
Principal Paid on Revenue Bonds	(\$330,000)	(\$660,000)
Interest on Revenue Bonds & Lease	(29,533)	(383,790)
Contributed Capital	0	272,206
Acquisition and Construction of Capital Assets	(306,860)	(2,247,919)
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(\$666,393)</u>	<u>(\$3,019,503)</u>
Net Increase (Decrease) in Cash and Cash Equivalents		
Cash and Cash Equivalents - Beginning of Period	<u>(\$476,282)</u>	<u>\$12,586,440</u>
	<u>20,840,650</u>	<u>7,777,928</u>
Cash and Cash Equivalents - End of Period	<u>\$20,364,368</u>	<u>\$20,364,368</u>
Check Total - Ending Cash Per Books	<u>\$20,364,368</u>	<u>\$20,364,368</u>

Budget To Actual

WASTEWATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Revenues					
Residential	2,924,947	2,990,512	(65,565)	2,990,512	(65,565)
Commercial	2,207,135	2,092,458	114,677	2,092,458	114,677
Industrial	367,307	389,748	(22,441)	389,748	(22,441)
Surcharges	141,544	149,571	(8,027)	149,571	(8,027)
Inspection Fees	10,055	10,562	(507)	10,562	(507)
Late Penalties	93,281	109,986	(16,705)	109,986	(16,705)
Total Operating Revenues	5,744,269	5,742,837	1,432	5,742,837	1,432
Other Revenues					
Other	58,524	135,445	(76,921)	135,445	(76,921)
Total Other Revenue	58,524	135,445	(76,921)	135,445	(76,921)
Total Revenue (less Interest)	5,802,793	5,878,282	(75,489)	5,878,282	(75,489)
Purchased Services					
Engineering Fees	115,511	255,000	(139,489)	255,000	(139,489)
Accounting Fees	8,100	10,000	(1,900)	10,000	(1,900)
Legal Fees	73,030	56,057	16,973	56,057	16,973
Contractual Services - Sludge Removal	91,440	80,000	11,440	80,000	11,440
Contractual Services - IT	103,586	105,555	(1,969)	105,555	(1,969)
Contractual Services - Other	113,468	258,738	(145,270)	258,738	(145,270)
Telephone Expense	19,775	17,530	2,245	17,530	2,245
Utilities	292,958	328,287	(35,329)	328,287	(35,329)
Total Purchased Services	817,868	1,111,167	(293,299)	1,111,167	(293,299)
Wages & Benefits					
Salaries WWC	248,296	186,047	62,249	186,047	62,249
Salaries WWT	201,996	276,912	(74,916)	276,912	(74,916)
Meter Reading	58,253	64,672	(6,419)	64,672	(6,419)
Line Locating	16,503	18,773	(2,270)	18,773	(2,270)
Mapping	388	0	388	0	388
Billing Salaries	30,940	31,346	(406)	31,346	(406)
Laboratory Salaries	68,835	65,813	3,022	65,813	3,022
Administrative Salaries	185,121	194,234	(9,113)	194,234	(9,113)
Office Salaries	149,653	161,720	(12,067)	161,720	(12,067)
Vacation/Sick Leave	165,619	132,073	33,546	132,073	33,546
FICA Taxes	86,440	81,809	4,631	81,809	4,631
Pension	233,837	102,080	131,757	102,080	131,757
Group Insurance	284,735	290,334	(5,599)	290,334	(5,599)
Total Wages & Benefits	1,730,616	1,605,813	124,803	1,605,813	124,803

WASTEWATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Supplies & Expense					
Chemicals	66,298	45,099	21,199	45,099	21,199
Materials & Supplies	7,491	11,769	(4,278)	11,769	(4,278)
Lab	10,552	14,851	(4,299)	14,851	(4,299)
Liftstations	30,390	26,095	4,295	26,095	4,295
Office Supplies	6,907	9,170	(2,263)	9,170	(2,263)
Janitorial Services	5,658	5,881	(223)	5,881	(223)
Interior Landscaping	0	177	(177)	177	(177)
Exterior Landscaping	1,839	2,509	(670)	2,509	(670)
Meter Expense	10,886	13,000	(2,114)	13,000	(2,114)
Safety Equipment	5,383	958	4,425	958	4,425
SCADA Equipment	13,602	16,370	(2,768)	16,370	(2,768)
Sand / Gravel / Pavement	0	418	(418)	418	(418)
Miscellaneous Equipment	6,267	1,503	4,764	1,503	4,764
General Maintenance	64,198	65,868	(1,670)	65,868	(1,670)
Transportation	16,858	25,297	(8,439)	25,297	(8,439)
Computer Equipment	10,772	8,313	2,459	8,313	2,459
Software Expense	17,518	10,081	7,437	10,081	7,437
Maintenance Agreements	62,776	68,875	(6,099)	68,875	(6,099)
Insurance	75,256	62,707	12,549	62,707	12,549
Promotional Expense	172	6,180	(6,008)	6,180	(6,008)
Employee Recognition	944	930	14	930	14
Regulatory Expense	12,022	11,748	274	11,748	274
Bad Debt Expense	14,357	14,357	(0)	14,357	0
Dues & Subscriptions	10,388	11,579	(1,191)	11,579	(1,191)
Postage	1,077	1,206	(129)	1,206	(129)
Conferences & Training	33,806	25,829	7,977	25,829	7,977
Uniforms	17,089	14,765	2,324	14,765	2,324
Safety / Medical Expense	8,672	5,439	3,233	5,439	3,233
Payment in Lieu of Taxes	270,507	292,409	(21,902)	292,409	(21,902)
Depreciation Expense	983,958	967,943	16,015	967,943	16,015
Amortization - Deferred Costs	0	(1,572)	1,572	(1,572)	1,572
Lease Rental Payments - Principal	79,515	79,515	0	79,515	0
Lease - Copiers/Printers	4,445	2,481	1,964	2,481	1,964
Bank Fees - Credit Card	31,199	27,345	3,854	27,345	3,854
Pump Expense	4,161	0	4,161	0	4,161
Miscellaneous	54,531	45,939	8,592	45,939	8,592
Total Operating Supplies & Expense	1,939,494	1,895,034	44,460	1,895,034	44,460
Total Expenses	4,487,978	4,612,014	(124,036)	4,612,014	(124,036)
Operating Income (Loss)	1,314,815	1,266,268	48,547	1,266,268	48,547
Interest					
Interest Revenue	646,805	202,142	444,663	202,142	444,663
Interest Expense	(383,790)	(385,362)	1,572	(385,362)	1,572
Total Interest Revenue (Expense)	263,015	(183,220)	446,235	(183,220)	446,235
Extraordinary Items					
Availability Fees	12,910,448	14,158,400	(1,247,952)	14,158,400	(1,247,952)
Contributed Capital	272,206	600,000	(327,794)	600,000	(327,794)
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	0	(111,600)	111,600	(111,600)	111,600
Total Extraordinary Items	13,182,654	14,646,800	(1,464,146)	14,646,800	(1,464,146)
NET MARGIN	14,760,484	15,729,848	(969,364)	15,729,848	(969,364)

WASTEWATER UTILITY
2023 Budget to Actual

Capital Additions

		Budget	YTD Dec-23	Variance	Complete
1	Reese Park Lift Station & Gravity Sewer Improvements Phase 2 - New gravity sewers upstream of the new LS to reduce SSO's.	2,100,000		(2,100,000)	
2	Reese Park Lift Station & Gravity Sewer Improvements Phase I - Construction of lift station and force main to reduce SSO's.	1,300,000	723,875	(576,125)	
3	Vac Truck - Vac Truck for the Wastewater Department.	600,000	562,877	(37,123)	X
4	Business Park Regional Lift Station - Design of new regional lift station, sewers & forcemain for the Business Park.	500,000	334,225	(165,775)	
5	Hickory Junction Lift Station - Phase 2 - Pump upgrades and forcemain extension to expand LS capacity.	500,000	97,925	(402,075)	
6	Collection System Repairs & Upgrades - Used for various repairs and upgrades in the collection system.	300,000	156,868	(143,132)	
7	Automated Meter Infrastructure - Annual amount for meter replacements as needed.	243,500	264,218	20,718	
8	WWTP Clarifier Drive Mechanism Improvements - Rebuild/Replace drive mechanisms.	175,000		(175,000)	
9	WWTP - Clarifier Mechanism Recoating - Recoat metal structures that have been in service since 1998.	175,000		(175,000)	
10	WWTP Unforeseen Repairs & Upgrades - Various repairs and upgrades to the WWTP.	150,000	40,350	(109,650)	
11	Wastewater's Portion of the IT Budget - The estimated cost to the Water Utility for IT Functions.	37,758	17,889	(19,869)	
12	Kubota - Replace our 2008 Kubota RTV900.	15,000		(15,000)	
13	Unbudgeted or Unable to Determine	0	49,692	49,692	
		<hr/> <u>6,096,258</u>	<hr/> <u>2,247,919</u>	<hr/> <u>(3,848,339)</u>	

Lebanon Telecommunications Division

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2023

	Year to Date 2023
Assets	
Current Assets:	
Operating Cash and Cash Equivalents	\$894,387
Accounts Receivable - Customers, Net	42,673
Inventory	75,976
Prepaid Expense	2,421
Total Current Assets	<u><u>\$1,015,457</u></u>
Restricted Assets:	
Renewal & Replacement Cash and Cash Equivalents	\$300,181
Total Restricted Assets	<u><u>\$300,181</u></u>
Deferred Debits:	
Deferred Outflow - Pension Obligation	<u><u>\$42,472</u></u>
Fixed Assets:	
Goodwill	\$73,228
Construction in Progress	4,039
Utility Plant in Service	883,133
Accumulated Depreciation	(740,702)
Total Fixed Assets, Net	<u><u>\$219,698</u></u>
Total Assets	<u><u>\$1,577,808</u></u>
Liabilities and Equity	
Current Liabilities:	
Accounts Payable	\$16,006
Wages Payable	8,183
Total Current Liabilities	<u><u>\$24,189</u></u>
Long Term Liabilities	
Net Pension Liability	\$121,458
Total Long Term Liabilities	<u><u>\$121,458</u></u>
Total Liabilities	<u><u>\$145,647</u></u>
Deferred Credits:	
Deferred Inflow - Pension Obligation	<u><u>\$196</u></u>
Equity:	
Retained Earnings	<u><u>\$1,431,965</u></u>
Total Liabilities and Equity	<u><u>\$1,577,808</u></u>

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2023

	December 2023	Year to Date 2023
Operating Revenue:		
Wireless Residential	\$44,308	\$549,550
Wireless Commercial	22,779	278,470
Wireless Custom	1,199	17,843
Fiber Commercial	4,141	49,685
Other	5,811	58,629
Total Operating Revenue	<u>\$78,238</u>	<u>\$954,177</u>
Operating Expenses:		
Purchased Services:		
Bandwidth	\$6,021	\$72,095
Legal Fees	487	3,282
Accounting Fees	0	2,100
Consulting Fees	9,313	50,282
Internet Services	1,761	20,531
Communication Expense:		
Communications Equipment	178	4,300
Salaries & Wages - Customer Install	4,457	44,423
Installation Supplies	184	4,043
Tools & Equipment	410	1,911
Fiber Maintenance	0	1,700
Customer Records and Collection:		
Billing	307	2,901
Bad Debt Expense	0	2,356
Administrative and General Expenses:		
Salaries & Wages	12,892	120,935
Employee Benefits	24,791	131,397
Computer Equipment / Communication	0	3,409
General Maintenance Agreements	1,567	12,441
Office Supplies	595	21,325
Utilities	836	9,110
Transportation	406	3504
Rent	1162	14871
Freight / Shipping	238	1,134
Payment in Lieu of Taxes	150	1,843
Depreciation Expense	3,070	37,691
Lease Principal	0	17,955
Lease - Copiers/Printers	116	1,004
Lease - Fiber	1,500	4,500
Miscellaneous	5,379	30,818
Total Operating Expenses	<u>\$75,820</u>	<u>\$621,861</u>
Operating Income (Loss)	<u>\$2,418</u>	<u>\$332,316</u>
Nonoperating Revenue (Expenses):		
Loss on Disposal of Asset	\$0	(\$221)
Interest Income	4,774	48,236
Interest Expense	0	(555)
Total Nonoperating Revenue (Expenses)	<u>\$4,774</u>	<u>\$47,460</u>
Net Income (Loss)	<u>\$7,192</u>	<u>\$379,776</u>
Retained Earnings - Beginning of Period	<u>1,424,773</u>	<u>1,052,189</u>
Retained Earnings - End of Period	<u><u>\$1,431,965</u></u>	<u><u>\$1,431,965</u></u>

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
CASH FLOW
As of December 31, 2023

	December 2023	Year to Date 2023
Cash Flow From Operating Activities:		
Operating Income (Loss)	\$2,418	\$332,316
Adjustments To Reconcile Operating Income To		
Net Cash Provided By Operating Activities:		
Depreciation & Amortization	3,070	37,691
Pension Expense - GASB 68/71	9,586	9,586
Bad Debt Expense	0	2,356
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	(10,610)	(11,355)
Prepaid Expense	(2,421)	(341)
Inventory	(486)	(13,946)
Increase (Decrease) in Liabilities:		
Accounts Payable	8,683	(11,772)
Accrued Payroll and Withholdings Payable	8,183	(698)
Net Cash Provided (Used) By Operating Activities	<u><u>\$18,423</u></u>	<u><u>\$343,837</u></u>
Cash Flow From Investing Activities:		
Interest on Investments	<u><u>\$4,774</u></u>	<u><u>\$48,236</u></u>
Net Cash Provided (Used) By Investing Activities	<u><u>\$4,774</u></u>	<u><u>\$48,236</u></u>
Cash Flows From Capital And Related Financing Activities:		
Interest Expense	\$0	(\$555)
Acquisition and Construction of Capital Assets	<u><u>(4,409)</u></u>	<u><u>(19,355)</u></u>
Net Cash Provided (Used) By Capital & Related Financing Activities	<u><u>(\$4,409)</u></u>	<u><u>(\$19,910)</u></u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$18,788	\$372,163
Cash and Cash Equivalents - Beginning of Period	<u><u>1,175,780</u></u>	<u><u>822,405</u></u>
Cash and Cash Equivalents - End of Period	<u><u>\$1,194,568</u></u>	<u><u>\$1,194,568</u></u>
Check Total - Ending Cash Per Books	<u><u>\$1,194,568</u></u>	<u><u>\$1,194,568</u></u>

Budget To Actual

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Revenues					
Residential	546,521	569,421	(22,900)	569,421	(22,900)
Commercial	276,121	288,881	(12,760)	288,881	(12,760)
Custom Commercial	67,528	69,944	(2,416)	69,944	(2,416)
Installations	1,889	3,222	(1,333)	3,222	(1,333)
Setup Charges	3,489	4,721	(1,232)	4,721	(1,232)
Late Penalties	5,478	6,136	(658)	6,136	(658)
Total Operating Revenue	<u>901,026</u>	<u>942,325</u>	<u>(41,299)</u>	<u>942,325</u>	<u>(41,299)</u>
Other Revenue					
Other	53,151	50,762	2,389	50,762	2,389
Total Other Revenue	<u>53,151</u>	<u>50,762</u>	<u>2,389</u>	<u>50,762</u>	<u>2,389</u>
Total Revenue (less Interest)	<u>954,177</u>	<u>993,087</u>	<u>(38,910)</u>	<u>993,087</u>	<u>(38,910)</u>
Purchased Services					
Bandwidth	72,095	79,829	(7,734)	79,829	(7,734)
Telephone	3,627	3,037	590	3,037	590
Contractual Services - Other	27,343	47,226	(19,883)	47,226	(19,883)
Contractual Services - IT	22,939	23,835	(896)	23,835	(896)
Accounting Fees	2,100	3,000	(900)	3,000	(900)
Legal Fees	3,282	4,068	(786)	4,068	(786)
Utilities	9,110	10,734	(1,624)	10,734	(1,624)
Total Purchased Services	<u>140,496</u>	<u>171,729</u>	<u>(31,233)</u>	<u>171,729</u>	<u>(31,233)</u>
Wages & Benefits					
Customer Install	44,423	45,784	(1,361)	45,784	(1,361)
Billing	2,901	2,940	(39)	2,940	(39)
Administrative	99,300	102,077	(2,777)	102,077	(2,777)
Office Personnel	21,635	22,749	(1,114)	22,749	(1,114)
Sick/Vacation Pay	22,334	15,530	6,804	15,530	6,804
FICA Taxes	13,670	13,604	66	13,604	66
Group Insurance	57,211	61,630	(4,419)	61,630	(4,419)
Pension	38,182	13,769	24,413	13,769	24,413
Total Wages & Benefits	<u>299,656</u>	<u>278,083</u>	<u>21,573</u>	<u>278,083</u>	<u>21,573</u>

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2023

	YTD December 2023	YTD Budget 2023	Variance	Budget 2023	Variance
Operating Supplies & Expense					
Tools & Equipment	1,911	2,894	(983)	2,894	(983)
Installation Supplies	4,043	5,602	(1,559)	5,602	(1,559)
Tower Rent	14,871	24,300	(9,429)	24,300	(9,429)
Maintenance of Equipment	1,204	746	458	746	458
General Maintenance	651	361	290	361	290
Office Supplies	1,427	1,828	(401)	1,828	(401)
Janitorial Services	1,277	1,327	(50)	1,327	(50)
Interior Landscaping	0	39	(39)	39	(39)
Exterior Landscaping	429	567	(138)	567	(138)
Fiber Lease	4,500	27,000	(22,500)	27,000	(22,500)
Communications Equipment	4,300	5,823	(1,523)	5,823	(1,523)
Computer Equipment	3,409	1,662	1,747	1,662	1,747
Software Expense	3,237	1,514	1,723	1,514	1,723
Maintenance Agreements	12,441	12,971	(530)	12,971	(530)
Dues & Subscriptions	16,082	10,788	5,294	10,788	5,294
Postage	189	211	(22)	211	(22)
Insurance	6,458	4,039	2,419	4,039	2,419
Conference & Training	4,553	5,429	(876)	5,429	(876)
Promotion	38	460	(422)	460	(422)
Employee Recognition	116	210	(94)	210	(94)
Transportation	3,504	6,070	(2,566)	6,070	(2,566)
Freight / Shipping	1,134	1,774	(640)	1,774	(640)
Payment in Lieu of Taxes	1,843	2,394	(551)	2,394	(551)
Depreciation Expense	37,691	41,597	(3,906)	41,597	(3,906)
Bad Debt Expense	2,356	2,356	0	2,356	0
Lease Rental Payments - Principal	17,955	17,955	0	17,955	0
Lease - Copiers/Printers	1,004	561	443	561	443
Bank Fees - Credit Card	2,924	2,580	344	2,580	344
Miscellaneous	32,162	27,241	4,921	27,241	4,921
Total Operating Supplies & Expense	181,709	210,299	(28,590)	210,299	(28,590)
Total Expenses	621,861	660,111	(38,250)	660,111	(38,250)
Operating Income	332,316	332,976	(660)	332,976	(660)
Interest					
Interest Revenue	48,236	22,537	25,699	22,537	25,699
Interest Expense	(555)	(554)	(1)	(554)	(1)
Total Interest Revenue (Expense)	47,681	21,983	25,698	21,983	25,698
Extraordinary Items					
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	(221)	(5,000)	4,779	(5,000)	4,779
Total Extraordinary Items	(221)	(5,000)	4,779	(5,000)	4,779
Net Margin	379,776	349,959	29,817	349,959	29,817

TELECOMMUNICATIONS DIVISION
2023 Budget to Actual

Capital Additions

		YTD		
		Budget	Dec-23	Variance
1	Wireless Technology Upgrade - Buying and testing new equipment allowing for possible upgrade.	20,000	756	(19,244)
2	Tower AP Upgrades - Additional access points, antennas or upgrade access points to provide faster service.	20,000	915	(19,085)
3	Wireless Installs/Maintenance - Annual amount for routine break/fix and required upgrades. This will cover approx. 100 customers.	15,000	1,772	(13,228)
4	Fiber Maintenance/Upgrades - Annual amount for routine break/fix and required upgrades.	15,000		(15,000)
5	Fiber Project - Replace old air-blown fiber cable from the municipal building to the Elm Street water tower.	10,000	8,775	(1,225)
6	Telecom's Portion of the IT Budget - The estimated cost to the Telecommunication Utility for IT Functions.	8,526	4,039	(4,487)
7	Backhaul Upgrades - To maintain or upgrade the radios that feed the different locations.	8,000	167	(7,833)
8	Router/Switch Upgrades - Upgrade routing and switching infrastructure for the internet service.	5,000	1,206	(3,794)
9	Telecom's Portion of the Administration Vehicles - Telecom's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	-		-
10	Unbudgeted or Unable to Determine	-	1,725	1,725
		<u>101,526</u>	<u>19,355</u>	<u>(82,171)</u>

Lebanon IT Division

**IT
2023 Budget**

Capital Additions

		Budget	YTD Dec-23	Variance	Complete
1	Accounting Software - Replace the Accounting/Finance Software.	76,800	57,706	(19,094)	
2	Incidental Hardware - Incidental hardware purchases that may arise.	30,000	4,349	(25,651)	
3	Incidental Software - Incidental software purchases that may arise.	15,000		(15,000)	
5	Unbudgeted or Unable to Determine	-	-		
		<hr/> <u>121,800</u>	<hr/> <u>62,055</u>	<hr/> <u>(59,745)</u>	