

Lebanon Utilities

Financial Statements
December 2021

Lebanon Electric Utility

ELECTRIC UTILITY
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2021

	Year to Date 2021
Assets	
Current Assets:	
Operating Cash and Cash Equivalents	\$3,737,210
Accounts Receivable - Customers, Net	1,562,854
Miscellaneous and Other Accounts Receivable	21,328
Interfund Receivable - Due From City	13,227
Prepaid Expense	13,397
Total Current Assets	\$5,348,016
Restricted Assets:	
Renewal & Replacement Cash and Cash Equivalents	\$2,879,271
Energy Program Cash & Cash Equivalents	7,442
Debt Service Cash & Cash Equivalents	878,875
Bond & Interest Cash & Cash Equivalents	3,588
Customer Deposit Cash & Cash Equivalents	11,849
Total Restricted Assets	\$3,781,025
Long Term Assets:	
Notes Receivable	\$100,097
Deferred Debits:	
Deferred Outflow - Pension Obligation	\$322,141
Fixed Assets:	
Utility Plant in Service	\$32,844,628
Construction in Progress	88,924
Accumulated Depreciation	(10,666,208)
Total Fixed Assets, Net	\$22,267,344
Total Assets	\$31,818,623
Liabilities and Equity	
Current Liabilities (Payable from Current Assets):	
Accounts Payable	\$2,734,399
Contracts Payable	3,637
Accrued Payroll and Withholdings Payable	71,344
Compensated Absences Payable	83,271
Taxes Payable	103,741
Revenue Bond Payable - Short Term	590,000
Current Liabilities (Payable from Restricted Assets):	
Customer Deposits	11,849
Total Current Liabilities	\$3,598,241
Long - Term Liabilities	
Revenue Bond Payable - Long Term	\$7,815,000
Unamortized Bond Premium	141,489
Net Pension Liability	120,727
Total Long - Term Liabilities	\$8,077,216
Total Liabilities	\$11,675,457
Deferred Credits:	
Deferred Inflow - Pension Obligation	\$453,873
Equity:	
Contributed Capital	\$142,188
Retained Earnings	19,547,105
Total Equity	\$19,689,293
Total Liabilities and Equity	\$31,818,623

ELECTRIC UTILITY
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2021

	<u>December 2021</u>	<u>Year to Date 2021</u>
Operating Revenue:		
Residential Sales	\$683,245	\$8,682,018
Commercial Sales	143,588	1,849,536
Industrial Sales	893,060	11,355,046
Small Power Sales	144,500	1,902,255
Public Street & Highway Lighting	13,622	159,829
Municipal Sales	9,231	116,352
Penalties	13,410	126,383
Reconnect / Disconnect	3,280	39,200
Other Operating	10,451	267,323
Total	<u>\$1,914,387</u>	<u>\$24,497,942</u>
Operating Expenses:		
Purchased Power	\$1,369,340	\$18,175,882
Distribution Expenses:		
Supervision And Engineering	11,875	124,502
Station Expense	2,179	23,274
Overhead Lines	77,761	649,040
Underground Lines	2,338	181,610
Transportation	5,134	33,586
Street Lights & Signals	871	4,370
Uniforms	844	16,096
Maintenance of General Plant	627	4,084
Rent	0	3,885
Other	5,873	51,823
Customer Records and Collection:		
Meter Reading	6,395	62,134
Meter Expense	705	8,405
Billing	2,581	29,156
Bad Debt Expense	0	60,110
Administrative and General Expenses:		
Salaries	23,738	249,922
Office Supplies / Expense	8,393	127,054
Outside Services Employed	76,759	553,020
Insurance	62,898	116,964
Employee Pensions and Benefits	(187,199)	521,162
Taxes	85,000	355,130
Utilities	5,216	40,039
Payment in Lieu of Taxes	15,594	187,125
Depreciation	87,110	1,028,315
Amortization	11,444	0
Lease Principal - New Building	0	75,981
Lease - Copiers/Printers	191	2,299
Other	8,175	82,359
Total Operating Expenses	<u>\$1,683,842</u>	<u>\$22,767,327</u>
Operating Income (Loss)	<u>\$230,545</u>	<u>\$1,730,615</u>
Nonoperating Revenue (Expenses):		
Loss on Disposal of Asset	(\$665)	(\$36,644)
Interest Income	2,709	25,626
Interest Expense	(10,176)	(270,157)
Total Nonoperating Revenue (Expenses)	<u>(\$8,132)</u>	<u>(\$281,175)</u>
Net Income (Loss)	\$222,413	\$1,449,440
Retained Earnings - Beginning of Period	19,324,692	18,097,665
Retained Earnings - End of Period	<u><u>\$19,547,105</u></u>	<u><u>\$19,547,105</u></u>

ELECTRIC UTILITY
CITY OF LEBANON
CASH FLOW
As of December 31, 2021

	December 2021	Year to Date 2021
Cash Flow From Operating Activities:		
Operating Income (Loss)	\$230,545	\$1,730,615
Adjustments To Reconcile Operating Income To Net Cash Provided By Operating Activities:		
Depreciation & Amortization	86,070	1,015,831
Pension Expense - GASB 68/71	(320,498)	(320,498)
Bad Debt Expense	0	60,110
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	(56,972)	(59,951)
Accounts Receivable - Other	281	1,701
Notes Receivable - Telecom	100,000	100,000
Prepaid Expense	(13,397)	244
Increase (Decrease) in Liabilities:		
Accounts Payable	(19,345)	124,363
Contract Payable	3,637	373
Accrued Payroll and Withholdings Payable	71,344	15,931
Customer Deposits Payable	(1,486)	1,845
Compensated Absences Payable	(338)	(5,119)
Taxes Payable	9,316	6,785
Interest Payable	(113,390)	0
Net Cash Provided (Used) By Operating Activities	<u>(\$24,233)</u>	<u>\$2,672,230</u>
Cash Flow From Investing Activities:		
Interest on Investments	<u>\$2,709</u>	<u>\$25,626</u>
Net Cash Provided (Used) By Investing Activities	<u>\$2,709</u>	<u>\$25,626</u>
Cash Flows From Capital And Related Financing Activities:		
Principal Paid on Revenue Bonds	(\$290,000)	(\$575,000)
Interest on Revenue Bonds & Lease	(10,176)	(270,157)
Sale of Capital Assets	0	168,995
Acquisition and Construction of Capital Assets	<u>(65,838)</u>	<u>(695,102)</u>
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(\$366,014)</u>	<u>(\$1,371,264)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(\$387,538)	\$1,326,592
Cash and Cash Equivalents - Beginning of Period	7,905,773	6,191,643
Cash and Cash Equivalents - End of Period	<u>\$7,518,235</u>	<u>\$7,518,235</u>
Check Total - Ending Cash Per Books	<u>\$7,518,235</u>	<u>\$7,518,235</u>

Budget To Actual

ELECTRIC UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Revenues			
Residential	8,951,615	8,682,018	(269,597)
Commercial	1,840,339	1,849,536	9,197
Industrial	10,975,676	11,355,046	379,370
Small Power	1,929,704	1,902,255	(27,449)
Street & Highway Lighting	117,084	112,476	(4,608)
Security Lights	57,258	47,353	(9,905)
Interdepartmental	124,005	116,352	(7,653)
Late Penalties	48,413	126,383	77,970
Total Operating Revenue	<u>24,044,094</u>	<u>24,191,419</u>	<u>147,325</u>
Other Revenue			
Other	139,761	306,523	166,762
Total Other Revenue	<u>139,761</u>	<u>306,523</u>	<u>166,762</u>
Total Revenue (less interest)	<u>24,183,855</u>	<u>24,497,942</u>	<u>314,087</u>
Purchased Services			
Purchased Power	18,247,388	18,175,882	(71,506)
Telephone	14,072	13,650	(422)
Contractual Services - Testing	140,000	5,936	(134,064)
Contractual Services - IT	103,921	95,969	(7,952)
Contractual Services - Other	323,549	300,492	(23,057)
Accounting Fees	27,000	10,139	(16,861)
Engineering Fees	100,000	50,941	(49,059)
Legal Fees	93,432	59,711	(33,721)
Utilities	43,053	40,039	(3,014)
Total Purchased Services	<u>19,092,415</u>	<u>18,752,759</u>	<u>(339,656)</u>
Wages & Benefits			
Operation Supervision	86,538	85,250	(1,288)
Engineering	52,226	39,252	(12,974)
Line Work	615,504	703,451	87,947
Line Locating	19,737	18,891	(846)
Mapping	3,471	1,336	(2,135)
Meter Reading	61,657	62,134	477
Billing	39,376	29,156	(10,220)
Administrative	131,679	130,690	(989)
Office Personnel	113,686	119,232	5,546
Sick/Vacation Pay	158,041	195,308	37,267
FICA Taxes	94,298	101,224	6,926
Group Insurance	377,638	357,769	(19,869)
Pension	248,101	(134,100)	(382,201)
Miscellaneous Payroll	18,794	9,292	(9,502)
Total Wages & Benefits	<u>2,020,746</u>	<u>1,718,885</u>	<u>(301,861)</u>

ELECTRIC UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Supplies & Expense			
Station Expenses	5,067	0	(5,067)
Street Lights and Signals	3,188	2,547	(641)
Security Lights	1,398	1,823	425
Meter Expense	11,633	8,405	(3,228)
Meter Repair & Maintenance	1,500	0	(1,500)
Tools & Equipment	20,000	13,477	(6,523)
Safety Equipment	12,211	12,087	(124)
Rents	4,623	3,885	(738)
Maintenance of Lines	135,196	129,771	(5,425)
Maintenance of Station Equipment	2,216	475	(1,741)
General Maintenance	15,411	12,488	(2,923)
Office Supplies	7,901	11,325	3,424
Janitorial Services	18,881	19,247	366
Interior Landscaping	177	0	(177)
Exterior Landscaping	11,509	10,585	(924)
Computer Equipment	11,355	2,497	(8,858)
Software Expense	11,965	10,608	(1,357)
Maintenance Agreements	96,340	69,560	(26,780)
Dues & Subscriptions	16,908	16,694	(214)
Postage	1,111	876	(235)
Insurance	65,064	116,964	51,900
Conference & Training	50,480	36,428	(14,052)
Promotion	3,180	0	(3,180)
Employee Recognition	930	961	31
Transportation	37,335	33,586	(3,749)
Uniforms	18,643	16,096	(2,547)
SCADA Expense	700	0	(700)
Payment in Lieu of Taxes	196,630	187,125	(9,505)
Depreciation Expense	938,937	1,028,315	89,378
Amortization - Deferred Costs	(12,480)	0	12,480
Gross Income Tax	340,206	355,000	14,794
Bad Debt Expense	60,110	60,110	0
Lease Rental Payments - Principal	75,981	75,981	0
Lease - Copiers/Printers	5,580	2,299	(3,281)
Bank Fees - Credit Card	48,144	27,051	(21,093)
Miscellaneous	51,505	29,417	(22,088)
Total Operating Supplies & Expense	<u>2,269,535</u>	<u>2,295,683</u>	<u>26,148</u>
Total Expenses	<u>23,382,696</u>	<u>22,767,327</u>	<u>(615,369)</u>
Operating Income (Loss)	<u>801,159</u>	<u>1,730,615</u>	<u>929,456</u>
Interest			
Interest Revenue	16,099	25,626	9,527
Interest Expense	(282,642)	(270,157)	12,485
Total Interest Revenue (Expense)	<u>(266,543)</u>	<u>(244,531)</u>	<u>22,012</u>
Extraordinary Items			
Gain on Sale of Assets	0	0	0
Loss on Sale of Assets	(7,830)	(36,644)	(28,814)
Contributions	0	0	0
Total Extraordinary Items	<u>(7,830)</u>	<u>(36,644)</u>	<u>(28,814)</u>
Net Margin	<u>526,786</u>	<u>1,449,440</u>	<u>922,654</u>

**ELECTRIC UTILITY
2021 Budget to Actual**

Capital Additions

		YTD			
		Budget	Dec-21	Variance	Complete
1	Ulen Upgrade - Existing transformers are outdated and submersible which makes them unsafe to work on.	315,000	271,612	(43,388)	
2	Service to New Facilities - Ongoing service extensions for new customers. Lebanon has a projection of 400 additional customers in 2021. Sunbrook Phase 2, Auburn Meadows Phase 3, Waterford & Grant Street Addition.	300,000	120,835	(179,165)	
3	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.	250,000		(250,000)	
4	New and Replacement Transformers - Ongoing transformer purchase allotment for new units (customer driven). Lebanon has a projection for 400 additional customers for 2021. Sunbrook Phase 2, Auburn Meadows Phase 3, Waterford & Grant Street Addition.	230,000	156,088	(73,912)	
5	System Upgrades and Improvements - Includes but is not limited to reclosures for the annexation, wire, poles and equipment. Also includes moving a 3 phase line and relocating a transformer.	200,000	50,030	(149,970)	
6	AMI - Ongoing program for replacement of meter infrastructure. Lebanon has a projection of 400 additional customers in 2021. Sunbrook Phase 2, Auburn Meadows Phase 3, Waterford & Grant Street Addition.	120,000	58,817	(61,183)	
7	Electric's Portion of the IT Budget - The estimated cost to the Electric Utility for IT Functions.	69,293	28,552	(40,741)	
8	Electric's Portion of Administration Vehicles - Water's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	-		-	
9	Unbudgeted or Unable to Determine		9,168	9,168	
		<u>1,484,293</u>	<u>695,102</u>	<u>(789,191)</u>	

Lebanon Water Utility

WATER UTILITY
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2021

	Year to Date 2021
<u>Assets</u>	
Current Assets:	
Operating Cash and Cash Equivalents	\$3,521,968
Accounts Receivable - Customers, Net	315,220
Miscellaneous and Other Accounts Receivable	123,671
Materials and Supplies	128,436
Prepaid Expense	8,974
Total Current Assets	\$4,098,269
Restricted Assets:	
Availability Cash & Cash Equivalents	\$2,746,451
Depreciation Cash & Cash Equivalents	670,460
Construction Cash & Cash Equivalents	6,292,041
Customer Deposit Cash & Cash Equivalents	5,438
Debt Service Cash & Cash Equivalents	134,477
Bond & Interest Cash & Cash Equivalents	29,925
Total Restricted Assets	\$9,878,792
Long Term Assets:	
Notes Receivable	\$100,096
Deferred Debits:	
Deferred Outflow - Pension Obligation	\$283,093
Fixed Assets:	
Utility Plant in Service	\$34,961,888
Construction in Progress	477,002
Accumulated Depreciation	(10,247,999)
Total Fixed Assets, Net	\$25,190,891
Total Assets	\$39,551,141
<u>Liabilities and Equity</u>	
Current Liabilities (Payable from Current Assets):	
Accounts Payable	\$81,492
Contracts Payable	50,327
Accrued Wages Payable	51,176
Compensated Absences Payable	166,849
Taxes Payable	20,590
Revenue Bond Payable - Short Term	286,000
Current Liabilities (Payable from Restricted Assets):	
Customer Deposits	5,438
Total Current Liabilities	\$661,872
Long - Term Liabilities	
Revenue Bond Payable - Long Term	\$9,530,000
Net Pension Liability	106,093
Total Liabilities	\$10,297,965
Deferred Credits:	
Deferred Inflow - Pension Obligation	\$398,859
Equity:	
Contributed Capital	\$927,252
Retained Earnings	27,927,065
Total Equity	\$28,854,317
Total Liabilities and Equity	\$39,551,141

WATER UTILITY
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2021

	December 2021	Year to Date 2021
Operating Revenue:		
Residential	\$194,086	\$2,479,664
Commercial	110,168	1,412,411
Industrial	28,129	358,474
Fire Protection	47,156	539,000
Availability Fees	10,000	664,500
Reconnect / Disconnect Fees	1,800	23,200
Rent	1,252	11,746
Inspection/Connection Fees	7,004	53,522
Late Penalties	2,080	24,843
Other	1,524	69,988
Total	\$403,199	\$5,637,348
Operating Expenses:		
Source of Supply / Transmission:		
Salaries & Wages	\$24,160	\$183,945
Fuel / Transportation	2,995	12,488
Chemicals	5,804	51,345
Well Expense	0	1,043
Miscellaneous	(4,244)	42,779
Distribution		
Salaries & Wages	30,062	253,066
Fuel / Transportation	1,874	15,412
Materials & Supplies	578	36,656
Miscellaneous	463	4,447
Customer Accounts:		
Salaries & Wages	8,882	90,278
Materials & Supplies	1,587	8,515
Bad Debt Expense	0	12,275
Administrative & General		
Salaries & Wages	30,728	319,904
Employee Benefits	(150,978)	394,656
Office Supplies / Expense	3,398	73,640
Outside Services	87,180	350,006
Regulatory Fees	0	4,440
Depreciation	64,095	591,789
Insurance	67,119	141,575
Utilities	14,166	158,779
Taxes	15,000	66,620
Payment in Lieu of Taxes	15,715	188,581
General Maintenance Agreements	6,545	55,639
Lease Principal - New Building	0	75,981
Lease - Copiers/Printers	191	2,299
Other	3,864	73,638
Total Operating Expenses	\$229,184	\$3,209,796
Operating Income (Loss)	\$174,015	\$2,427,552
Nonoperating Revenue (Expenses):		
Loss on Disposal of Asset	(\$2,740)	(\$23,196)
Interest Income	2,514	22,673
Interest Expense	(5,250)	(196,991)
Total Nonoperating Revenue (Expenses)	(\$5,476)	(\$197,514)
Net Income (Loss)	\$168,539	\$2,230,038
Retained Earnings - Beginning of Period	27,758,526	25,697,027
Retained Earnings - End of Period	\$27,927,065	\$27,927,065

WATER UTILITY
CITY OF LEBANON
CASH FLOW
As of December 31, 2021

	December 2021	Year to Date 2021
Cash Flow From Operating Activities:		
Operating Income (Loss)	\$174,015	\$2,427,552
Adjustments To Reconcile Operating Income To Net Cash Provided By Operating Activities:		
Depreciation & Amortization	64,095	591,789
Pension Expense - GASB 68/71	(246,925)	(246,925)
Bad Debt Expense	0	12,275
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	8,819	(17,121)
Accounts Receivable - Other	15,374	(123,505)
Notes Receivable - Telecom	100,000	100,000
Inventory - Materials & Supplies	317	8,177
Prepaid Expense	(8,974)	(869)
Increase (Decrease) in Liabilities:		
Accounts Payable	58,391	21,211
Contracts Payable	50,327	(4,609)
Customer Deposits Payable	75	657
Wages & FICA Payable	51,176	8,161
Compensated Absences Payable	1,361	(3,564)
Taxes Payable	(358)	3,318
Interest Payable	(26,270)	0
Net Cash Provided (Used) By Operating Activities	<u>\$241,423</u>	<u>\$2,776,547</u>
Cash Flow From Investing Activities:		
Interest on Investments	<u>\$2,514</u>	<u>\$22,673</u>
Net Cash Provided (Used) By Investing Activities	<u>\$2,514</u>	<u>\$22,673</u>
Cash Flows From Capital And Related Financing Activities:		
Principal Received from SRF Loan	\$0	\$6,735,000
Principal Paid on Revenue Bonds	(71,000)	(141,000)
Interest on Revenue Bonds & Lease	(5,250)	(196,991)
Acquisition and Construction of Capital Assets	(124,969)	(2,822,249)
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(\$201,219)</u>	<u>\$3,574,760</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$42,718	\$6,373,980
Cash and Cash Equivalents - Beginning of Period	<u>13,358,042</u>	<u>7,026,780</u>
Cash and Cash Equivalents - End of Period	<u>\$13,400,760</u>	<u>\$13,400,760</u>
Check Total - Ending Cash Per Books	<u>\$13,400,760</u>	<u>\$13,400,760</u>

Budget to Actual

WATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Revenues			
Residential	2,495,298	2,479,664	(15,634)
Commercial	1,401,437	1,412,411	10,974
Industrial	302,611	358,474	55,863
Fire Protection	533,713	539,000	5,287
Availability Fees	153,000	664,500	511,500
Rent	11,339	11,746	407
Late Penalties	12,495	24,843	12,348
Total Operating Revenue	<u>4,909,893</u>	<u>5,490,638</u>	<u>580,745</u>
Other Revenue			
Other	60,102	146,710	86,608
Total Other Revenue	<u>60,102</u>	<u>146,710</u>	<u>(86,608)</u>
Total Revenue (less Interest)	<u>4,969,995</u>	<u>5,637,348</u>	<u>667,353</u>
Purchased Services			
Engineering Fees	48,800	56,253	7,453
Accounting Fees	24,750	4,902	(19,848)
Legal Fees	35,419	48,901	13,482
Contractual Services - Testing	12,742	15,946	3,204
Contractual Services - IT	100,772	96,219	(4,553)
Contractual Services - Other	238,549	121,788	(116,761)
Telephone Expense	14,541	16,243	1,702
Utilities	163,362	158,779	(4,583)
Total Purchased Services	<u>638,935</u>	<u>519,031</u>	<u>(119,904)</u>
Wages & Benefits			
Salaries WT	174,242	183,945	9,703
Salaries WD	208,184	234,266	26,082
Meter Reading	55,630	62,004	6,374
Billing Salaries	38,140	28,274	(9,866)
Administrative Salaries	174,936	174,280	(656)
Office Salaries	127,548	145,624	18,076
Line Locating	21,781	18,800	(2,981)
Sick/Vacation Leave	125,557	133,933	8,376
FICA Taxes	66,219	70,355	4,136
Pension	269,531	(92,670)	(362,201)
Group Insurance	293,921	282,027	(11,894)
Total Wages & Benefits	<u>1,555,689</u>	<u>1,240,838</u>	<u>(314,851)</u>

WATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Supplies & Expense			
Chemicals	55,141	51,345	(3,796)
Materials & Supplies	21,570	35,899	14,329
Meter Expense	12,136	8,515	(3,621)
Meter Repair & Maintenance	1,500	0	(1,500)
Office Supplies	10,867	12,195	1,328
Janitorial Services	5,881	5,997	116
Interior Landscaping	177	0	(177)
Exterior Landscaping	2,509	1,967	(542)
Sand / Gravel / Pavement	7,057	6,041	(1,016)
SCADA	0	11,776	11,776
Safety Equipment	303	3,320	3,017
Miscellaneous Equipment	6,594	4,619	(1,975)
Tools	5,105	1,703	(3,402)
Transportation	23,633	30,408	6,775
Insurance	66,678	141,575	74,897
Regulatory Expense	5,284	4,440	(844)
Well Expense	2,350	1,043	(1,307)
Dues & Subscriptions	14,908	8,417	(6,491)
Promotional Expense	4,180	0	(4,180)
Employee Recognition	930	1,011	81
Bad Debt Expense	12,275	12,275	0
Postage	2,041	1,395	(646)
Conferences & Training	26,080	15,577	(10,503)
Uniforms - Cleaning	14,904	12,888	(2,016)
General Maintenance	45,245	39,882	(5,363)
Computer Equipment	11,355	1,598	(9,757)
Software Expense	10,213	9,655	(558)
Maintenance Agreements	71,026	55,639	(15,387)
Payment in Lieu of Taxes	186,884	188,581	1,697
Depreciation	473,375	591,789	118,414
Gross Income Tax	59,640	66,500	6,860
Lease Rental Payments	75,981	75,981	0
Lease - Copiers/Printers	5,580	2,299	(3,281)
Bank Fees - Credit Card	46,684	26,260	(20,424)
Miscellaneous	23,799	19,337	(4,462)
Total Operating Supplies & Expense	<u>1,311,885</u>	<u>1,449,927</u>	<u>138,042</u>
Total Expenses	<u>3,506,509</u>	<u>3,209,796</u>	<u>(296,713)</u>
Operating Income (Loss)	<u>1,463,486</u>	<u>2,427,552</u>	<u>964,066</u>
Interest			
Interest Revenue	16,071	22,673	6,602
Interest Expense	(201,527)	(196,991)	4,536
Total Interest Revenue (Expense)	<u>(185,456)</u>	<u>(174,318)</u>	<u>11,138</u>
Extraordinary Items			
Gain on Sale of Assets	0	0	0
Loss on Sale of Assets	(108,000)	(23,196)	84,804
Total Extraordinary Items	<u>(108,000)</u>	<u>(23,196)</u>	<u>84,804</u>
Net Margin	<u>1,170,030</u>	<u>2,230,038</u>	<u>1,060,008</u>

**WATER UTILITY
2021 Budget to Actual**

Capital Additions

	Budget	YTD Dec-21	Variance	Complete
1 Abner Longley Water Storage Tank - 2MG storage tank, booster station and water main.	4,200,000	298,045	(3,901,955)	
2 Syracuse Drive - Replacing the water main along Syracuse Drive. 3,800' of 6" main.	1,300,000	1,190,566	(109,434)	
3 Automated Meter Infrastructure - Annual amount for meter replacements as needed.	234,000	221,461	(12,539)	X
4 Property Purchase - Purchase property from Electric for the Abner Longley Water Storage Tank Project.	195,000	168,995	(26,005)	X
5 Williams Street Bridge Reroute - Bridge will be reconstructed, existing waterline resides in the ridge deck.	150,000	63,095	(86,905)	
6 Facility Rehab and Other Projects - Miscellaneous improvements as deemed necessary.	150,000	36,581	(113,419)	
7 Water Tower Asset Management Program - A program to bring both towers in compliance with OSHA and AWWA.	125,000		(125,000)	
8 Case Backhoe - 2019 - This will replace two existing backhoes (2004 John Deere and 2006 Case).	95,000	89,700	(5,300)	X
9 Well Improvement and Rehab - Program to maintain and clean wells.	70,000		(70,000)	
10 Water's Portion of the IT Budget - The estimated cost to the Water Utility for IT Functions.	69,293	22,909	(46,384)	
11 Perimeter Fence - Install fence around W/WW Ops and WWTP. 4,000 linear feet.	50,000	39,840	(10,160)	X
12 Equipment Repair & Replacement - Misc. repairs for equipment replacement.	40,000	31,038	(8,962)	
13 Hydrant & Valve Rehab Work - Program to repair or replace hydrants and valves as needed in the system.	20,000	5,925	(14,075)	
14 Automatic Water Sales Technology - Allows for credit card sales for bulk water at Sewer Maint. Garage.	20,000		(20,000)	
15 Water's Portion of Administration Vehicles - Water's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	-		-	
16 Unbudgeted or Unable to Determine	-	654,094	654,094	
	<u>6,718,293</u>	<u>2,822,249</u>	<u>(3,896,044)</u>	

Lebanon Wastewater Utility

WASTEWATER UTILITY
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2021

	Year to Date 2021
<u>Assets</u>	
Current Assets:	
Operating Cash and Cash Equivalents	\$2,840,617
Accounts Receivable - Customers, Net	267,164
Accounts Receivable - Miscellaneous	163,519
Materials and Supplies	8,952
Prepaid Expense	11,633
Total Current Assets	\$3,291,885
Restricted Assets:	
Availability Cash & Cash Equivalents	\$822,271
Improvement Cash & Cash Equivalents	1,987,724
Debt Service Cash & Cash Equivalents	920,433
Customer Deposits Cash & Cash Equivalents	1,193
Bond & Interest Cash & Cash Equivalents	6,592
Total Restricted Assets	\$3,738,213
Long Term Assets:	
Notes Receivable - Telecom	\$100,096
Deferred Debits:	
Deferred Loss on Refunding	\$7,192
Deferred Outflow - Pension Obligation	331,902
Total Deferred Debits	\$339,094
Fixed Assets:	
Utility Plant in Service	\$53,006,670
Construction in Progress	418,680
Accumulated Depreciation	(19,558,282)
Total Fixed Assets, Net	\$33,867,068
Total Assets	\$41,336,356
<u>Liabilities and Equity</u>	
Current Liabilities (Payable from Current Assets):	
Accounts Payable	\$89,456
Contracts Payable	29,788
Accrued Wages Payable	53,776
Compensated Absences Payable	137,258
Revenue Bond Payable - Short Term	635,000
Current Liabilities (Payable from Restricted Assets):	
Customer Deposits	1,193
Total Current Liabilities	\$946,471
Long - Term Liabilities	
Revenue Bond Payable - Long Term	\$11,335,000
Unamortized Bond Premium	61,175
Net Pension Liability	124,385
Total Long - Term Liabilities	\$11,520,560
Total Liabilities	\$12,467,031
Deferred Credits:	
Deferred Inflow - Pension Obligation	\$467,626
Equity:	
Contributed Capital	\$2,642,131
Retained Earnings	25,759,568
Total Equity	\$28,401,699
Total Liabilities and Equity	\$41,336,356

WASTEWATER UTILITY
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2021

	December 2021	Year to Date 2021
Operating Revenue:		
Residential	\$232,132	\$2,871,709
Commercial	154,662	1,984,009
Industrial	28,158	336,301
Surcharges	16,777	138,852
Availability Fees	4,756	422,729
Late Penalties	7,885	95,923
Inspection Fees	800	6,100
Other	68,842	100,715
Total	\$514,012	\$5,956,338
Operating Expenses:		
Collection System:		
Salaries & Wages	\$18,734	\$210,163
Fuel & Transportation	4,664	6,411
Materials & Supplies	876	10,140
Other	(4,816)	13,833
Pumping Expense:		
Salaries & Wages (Lab)	5,724	57,639
Treatment & Disposal:		
Salaries & Wages	29,788	249,670
Fuel & Transportation	1,041	5,135
Sludge Removal	8,003	80,142
Chemicals	5,106	30,498
Liftstation Expense	270	6,514
Contractual	7,808	73,086
Other	15,088	37,593
Customer Accounts:		
Salaries & Wages	8,882	90,278
Meter Expense	1,585	13,083
Bad Debt Expense	0	14,620
Administrative & General		
Salaries & Wages	32,317	338,921
Employee Benefits	(257,985)	345,856
Office Supplies	4,148	75,338
Outside Services	35,556	237,939
Depreciation	85,930	997,476
Amortization	1,440	0
Insurance	58,289	110,500
Payment in lieu of Taxes	23,365	280,378
General Maintenance Agreements	6,545	60,928
Utilities	29,889	284,390
Regulatory Expense	0	9,500
Lease Principal - New Building	0	75,981
Lease - Copiers/Printers	191	2,299
Other	5,035	81,441
Total Operating Expenses	\$127,473	\$3,799,752
Operating Income (Loss)	\$386,539	\$2,156,586
Nonoperating Revenue (Expenses):		
Loss on Sale of Asset	(\$174)	(\$9,135)
Interest Income	2,513	21,039
Interest Expense	(31,786)	(416,752)
Total Nonoperating Revenue (Expenses)	(\$29,447)	(\$404,848)
Net Income (Loss)	\$357,092	\$1,751,738
Retained Earnings - Beginning of Period	25,402,476	24,007,830
Retained Earnings - End of Period	\$25,759,568	\$25,759,568

WASTEWATER UTILITY
CITY OF LEBANON
CASH FLOW
As of December 31, 2021

	December 2021	Year to Date 2021
Cash Flow From Operating Activities:		
Operating Income	\$386,539	\$2,156,586
Adjustments To Reconcile Operating Income To Net Cash Provided By Operating Activities:		
Depreciation & Amortization	85,799	995,905
Pension Expense - GASB 68/71	(364,935)	(364,935)
Bad Debt Expense	0	14,620
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	17,213	23,941
Accounts Receivable - Miscellaneous	(69,414)	(135,859)
Notes Receivable - Telecom	100,000	100,000
Inventory - Materials & Supplies	94	(3,137)
Prepaid Expense	(11,633)	(2,401)
Increase (Decrease) in Liabilities:		
Accounts Payable	56,381	16,530
Contracts Payable	29,788	29,788
Customer Deposits Payable	89	(496)
Salary & Wages Payable	53,776	6,585
Compensated Absences Payable	(211)	(35,575)
Interest Payable	(170,918)	0
Net Cash Provided (Used) By Operating Activities	\$112,568	\$2,801,552
Cash Flow From Investing Activities:		
Interest on Investments	\$2,513	\$21,039
Net Cash Provided (Used) By Investing Activities	\$2,513	\$21,039
Cash Flows From Capital And Related Financing Activities:		
Principal Paid on Revenue Bonds	(\$315,000)	(\$620,000)
Interest on Revenue Bonds & Lease	(31,786)	(416,752)
Acquisition and Construction of Capital Assets	(136,250)	(702,098)
Net Cash Provided (Used) By Capital & Related Financing Activities	(\$483,036)	(\$1,738,850)
Net Increase (Decrease) in Cash and Cash Equivalents	(\$367,955)	\$1,083,741
Cash and Cash Equivalents - Beginning of Period	6,946,785	5,495,089
Cash and Cash Equivalents - End of Period	\$6,578,830	\$6,578,830
Check Total - Ending Cash Per Books	\$6,578,830	\$6,578,830

Budget To Actual

WASTEWATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Revenues			
Residential	2,974,598	2,871,709	(102,889)
Commercial	2,070,114	1,984,009	(86,105)
Industrial	388,831	336,301	(52,530)
Availability Fees	180,000	422,729	242,729
Surcharges	160,793	138,852	(21,941)
Inspection Fees	6,018	6,100	82
Late Penalties	67,669	95,923	28,254
Total Operating Revenues	<u>5,848,023</u>	<u>5,855,623</u>	<u>7,600</u>
Other Revenues			
Other	27,129	100,715	73,586
Total Other Revenue	<u>27,129</u>	<u>100,715</u>	<u>73,586</u>
Total Revenue (less Interest)	<u>5,875,152</u>	<u>5,956,338</u>	<u>81,186</u>
Purchased Services			
Engineering Fees	68,652	75,733	7,081
Accounting Fees	24,750	6,277	(18,473)
Legal Fees	56,203	51,941	(4,262)
Contractual Services - Sludge Removal	80,000	80,142	142
Contractual Services - IT	100,772	96,219	(4,553)
Contractual Services - Other	290,549	73,086	(217,463)
Telephone Expense	16,181	14,011	(2,170)
Utilities	298,974	284,390	(14,584)
Total Purchased Services	<u>936,081</u>	<u>681,799</u>	<u>(254,282)</u>
Wages & Benefits			
Salaries WWC	212,699	210,163	(2,536)
Salaries WWT	224,541	249,670	25,129
Meter Reading	56,457	62,004	5,547
Line Locating	18,588	17,900	(688)
Mapping	3,342	1,117	(2,225)
Billing Salaries	38,140	28,274	(9,866)
Laboratory Salaries	65,935	57,639	(8,296)
Administrative Salaries	174,936	174,280	(656)
Office Salaries	127,991	145,624	17,633
Vacation/Sick Leave	70,119	135,712	65,593
FICA Taxes	79,673	81,098	1,425
Pension	195,135	(184,769)	(379,904)
Group Insurance	321,722	312,749	(8,973)
Total Wages & Benefits	<u>1,589,278</u>	<u>1,291,461</u>	<u>(297,817)</u>

WASTEWATER UTILITY
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Supplies & Expense			
Chemicals	36,538	30,498	(6,040)
Materials & Supplies	2,856	798	(2,058)
Lab	8,266	9,342	1,076
Liftstations	21,697	6,514	(15,183)
Office Supplies	9,075	11,775	2,700
Janitorial Services	5,881	5,997	116
Interior Landscaping	177	0	(177)
Exterior Landscaping	2,509	1,772	(737)
Meter Expense	3,937	13,083	9,146
Safety Equipment	758	271	(487)
SCADA Equipment	7,476	11,482	4,006
Sand / Gravel / Pavement	860	490	(370)
Miscellaneous Equipment	3,086	1,194	(1,892)
General Maintenance	44,868	53,082	8,214
Transportation	14,684	14,054	(630)
Computer Equipment	11,355	4,057	(7,298)
Software Expense	11,862	10,312	(1,550)
Maintenance Agreements	75,851	60,928	(14,923)
Insurance	61,697	110,500	48,803
Promotional Expense	6,180	0	(6,180)
Employee Recognition	930	1,066	136
Regulatory Expense	11,305	9,500	(1,805)
Bad Debt Expense	14,620	14,620	0
Dues & Subscriptions	14,608	8,583	(6,025)
Postage	1,999	1,123	(876)
Conferences & Training	26,080	17,981	(8,099)
Uniforms	15,587	14,571	(1,016)
Safety / Medical Expense	4,163	3,524	(639)
Payment in Lieu of Taxes	268,158	280,378	12,220
Depreciation Expense	842,327	997,476	155,149
Amortization - Deferred Costs	5,388	0	(5,388)
Lease Rental Payments - Principal	75,981	75,981	0
Lease - Copiers/Printers	5,580	2,299	(3,281)
Bank Fees - Credit Card	46,630	26,260	(20,370)
Miscellaneous	61,356	26,981	(34,375)
Total Operating Supplies & Expense	<u>1,724,325</u>	<u>1,826,492</u>	<u>102,167</u>
Total Expenses	<u>4,249,684</u>	<u>3,799,752</u>	<u>(449,932)</u>
Operating Income (Loss)	<u>1,625,468</u>	<u>2,156,586</u>	<u>531,118</u>
Interest			
Interest Revenue	14,491	21,039	6,548
Interest Expense	(418,324)	(416,752)	1,572
Total Interest Revenue (Expense)	<u>(403,833)</u>	<u>(395,713)</u>	<u>8,120</u>
Extraordinary Items			
Gain on Sale of Assets	0	0	0
Loss on Sale of Assets	(108,000)	(9,135)	98,865
Total Extraordinary Items	<u>(108,000)</u>	<u>(9,135)</u>	<u>98,865</u>
NET MARGIN	<u>1,113,635</u>	<u>1,751,738</u>	<u>638,103</u>

**WASTEWATER UTILITY
2021 Budget to Actual**

Capital Additions

	<u>Budget</u>	<u>YTD Dec-21</u>	<u>Variance</u>	<u>Complete</u>	
1	Line Repair/Replacement & Manhole Rehab Program - Ongoing project to help reduce infiltration.	350,000	176,314	(173,686)	
2	Automated Meter Infrastructure - Annual amount for meter replacements as needed.	234,000	218,463	(15,537)	X
3	Lift Station Repairs and Upgrades - Used for various repairs and upgrades to the lift stations.	180,000	9,100	(170,900)	
4	Sewer Maintenance Vehicle - Will replace vehicle #26.	150,000		(150,000)	
5	Overall Wastewater Study - Study by BF&S of the overall Wastewater system.	130,000	92,012	(37,988)	
6	Collection System Repairs and Upgrades - Used for various repairs and upgrades in the collection system.	125,000		(125,000)	
7	Rebuild Old Clarifiers - Current clarifiers are 19 years old. They are showing signs of wear and tear.	100,000		(100,000)	
8	Perimeter Fence - Install fence around W/WW Ops and WWTP.	100,000	39,840	(60,160)	
9	Replace Roofs - WWTP garage, blower building and old blower building.	80,000		(80,000)	
10	WWTP Repairs and Upgrades - Used for various repairs and upgrades at WWTP.	80,000		(80,000)	
11	Wastewater's Portion of the IT Budget - The estimated cost to the Wastewater Utility for IT Functions.	69,293	22,909	(46,384)	
12	Equipment Replacement - Replace equipment as needed.	60,000	11,479	(48,521)	
13	Front Deck Mower - Used to mow around the clarifiers and at the WWTP.	20,000	16,171	(3,829)	X
14	Scum Pit Rebuild - Rebuild Scum pit and hoisting system.	15,000	9,161	(5,839)	X
15	Wastewater's Portion of Administration Vehicles - Wastewater's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	0		0	
16	Unbudgeted or Unable to Determine	0	106,649	106,649	
		<u>1,693,293</u>	<u>702,098</u>	<u>(991,195)</u>	

Lebanon Telecommunications Division

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
BALANCE SHEET
As of December 31, 2021

	Year to Date 2021
<u>Assets</u>	
Current Assets:	
Operating Cash and Cash Equivalents	\$450,421
Accounts Receivable - Customers, Net	28,400
Inventory	56,551
Prepaid Expense	1,717
Total Current Assets	\$537,089
Restricted Assets:	
Renewal & Replacement Cash and Cash Equivalents	\$236,936
Total Restricted Assets	\$236,936
Deferred Debits:	
Deferred Outflow - Pension Obligation	\$39,047
Fixed Assets:	
Goodwill	\$73,228
Construction in Progress	875
Utility Plant in Service	862,086
Accumulated Depreciation	(667,583)
Total Fixed Assets, Net	\$268,606
Total Assets	\$1,081,678
<u>Liabilities and Equity</u>	
Current Liabilities:	
Accounts Payable	\$18,376
Wages Payable	7,673
Total Current Liabilities	\$26,049
Long Term Liabilities	
Net Pension Liability	\$14,634
Notes Payable	300,289
Total Long Term Liabilities	\$314,923
Total Liabilities	\$340,972
Deferred Credits:	
Deferred Inflow - Pension Obligation	\$55,015
Equity:	
Retained Earnings	\$685,691
Total Liabilities and Equity	\$1,081,678

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year to Date - December 31, 2021

	December 2021	Year to Date 2021
Operating Revenue:		
Wireless Residential	\$46,860	\$562,028
Wireless Commercial	23,347	273,100
Wireless Custom	1,599	19,190
Fiber Commercial	4,141	48,236
Other	3,783	53,231
Total Operating Revenue	\$79,730	\$955,785
Operating Expenses:		
Purchased Services:		
Bandwidth	\$6,252	\$74,802
Legal Fees	903	5,283
Accounting Fees	0	1,774
Consulting Fees	4,675	37,301
Internet Services	1,672	20,434
Communication Expense:		
Communications Equipment	533	4,556
Salaries & Wages - Customer Install	2,706	30,122
Installation Supplies	433	6,061
Tools & Equipment	752	8,390
Customer Records and Collection:		
Billing	235	2,653
Bad Debt Expense	0	3,284
Administrative and General Expenses:		
Salaries & Wages	12,002	113,654
Employee Benefits	(22,577)	76,526
Computer Equipment / Communication	86	1,012
General Maintenance Agreements	1,860	11,967
Office Supplies	370	16,324
Utilities	718	9,176
Transportation	570	4,348
Rent	11,981	24,286
Freight / Shipping	15	1,355
Payment in Lieu of Taxes	200	2,393
Depreciation Expense	3,424	41,760
Lease Principal	0	17,157
Lease - Copiers/Printers	43	519
Gross Income Tax	4,000	14,300
Miscellaneous	3,405	26,329
Total Operating Expenses	\$34,258	\$555,766
Operating Income (Loss)	\$45,472	\$400,019
Nonoperating Revenue (Expenses):		
Loss on Disposal of Asset	\$0	(\$230)
Interest Income	238	2,256
Interest Expense	0	(1,415)
Total Nonoperating Revenue (Expenses)	\$238	\$611
Net Income (Loss)	\$45,710	\$400,630
Retained Earnings - Beginning of Period	639,981	285,061
Retained Earnings - End of Period	\$685,691	\$685,691

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
CASH FLOW
As of December 31, 2021

	December 2021	Year to Date 2021
Cash Flow From Operating Activities:		
Operating Income (Loss)	\$45,472	\$400,019
Adjustments To Reconcile Operating Income To Net Cash Provided By Operating Activities:		
Depreciation & Amortization	3,424	41,760
Pension Expense - GASB 68/71	(38,849)	(38,849)
Bad Debt Expense	0	3,284
(Increase) Decrease in Assets:		
Accounts Receivable - Customer	6,315	6,705
Prepaid Expense	(1,717)	1,524
Inventory	1,944	2,061
Increase (Decrease) in Liabilities:		
Accounts Payable	15,933	3,559
Notes Payable - E/W/WW	(300,000)	(300,000)
Accrued Payroll and Withholdings Payable	7,673	966
	<u>(\$259,805)</u>	<u>\$121,029</u>
Cash Flow From Investing Activities:		
Interest on Investments	\$238	\$2,256
	<u>\$238</u>	<u>\$2,256</u>
Cash Flows From Capital And Related Financing Activities:		
Interest Expense	\$0	(\$1,415)
Acquisition and Construction of Capital Assets	(1,535)	(18,880)
	<u>(\$1,535)</u>	<u>(\$20,295)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(\$261,102)	\$102,990
Cash and Cash Equivalents - Beginning of Period	<u>948,459</u>	<u>584,367</u>
Cash and Cash Equivalents - End of Period	<u>\$687,357</u>	<u>\$687,357</u>
Check Total - Ending Cash Per Books	<u>\$687,357</u>	<u>\$687,357</u>

Budget To Actual

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Revenues			
Residential	256,059	556,221	300,162
Commercial	177,629	269,272	91,643
Custom Commercial	88,480	67,426	(21,054)
Installations	8,338	3,707	(4,631)
Equipment	274,310	0	(274,310)
Setup Charges	5,654	5,928	274
Late Penalties	3,056	5,351	2,295
Total Operating Revenue	<u>813,526</u>	<u>907,905</u>	<u>94,379</u>
Other Revenue			
Other	49,663	47,880	(1,783)
Total Other Revenue	<u>49,663</u>	<u>47,880</u>	<u>1,783</u>
Total Revenue (less Interest)	<u>863,189</u>	<u>955,785</u>	<u>92,596</u>
Purchased Services			
Bandwidth	75,661	74,802	(859)
Telephone	2,705	2,662	(43)
Contractual Services - Other	22,627	14,518	(8,109)
Contractual Services - IT	9,446	22,783	13,337
Accounting Fees	18,000	1,774	(16,226)
Legal Fees	8,498	5,283	(3,215)
Utilities	9,755	9,176	(579)
Total Purchased Services	<u>146,692</u>	<u>130,998</u>	<u>(15,694)</u>
Wages & Benefits			
Customer Install	45,398	30,122	(15,276)
Billing	3,532	2,653	(879)
Administrative	89,403	93,041	3,638
Office Personnel	30,012	20,613	(9,399)
Covid-19	0	0	0
Sick/Vacation Pay	18,245	21,100	2,855
FICA Taxes	11,988	12,118	130
Group Insurance	61,514	60,085	(1,429)
Pension	22,998	(16,777)	(39,775)
Total Wages & Benefits	<u>283,090</u>	<u>222,955</u>	<u>(60,135)</u>

TELECOMMUNICATIONS DIVISION
CITY OF LEBANON
BUDGET TO ACTUAL
As of December 31, 2021

	<u>Budget 2021</u>	<u>Year to Date December</u>	<u>Variance</u>
Operating Supplies & Expense			
Tools & Equipment	1,358	8,390	7,032
Installation Supplies	8,312	6,061	(2,251)
Tower Rent	21,101	24,286	3,185
Maintenance of Equipment	656	183	(473)
General Maintenance	429	881	452
Office Supplies	1,474	1,836	362
Janitorial Services	1,327	1,354	27
Interior Landscaping	39	0	(39)
Exterior Landscaping	567	400	(167)
Communications Equipment	10,385	4,598	(5,787)
Computer Equipment	5,134	970	(4,164)
Software Expense	2,101	1,552	(549)
Maintenance Agreements	9,535	11,967	2,432
Dues & Subscriptions	10,377	11,686	1,309
Postage	102	141	39
Insurance	4,858	6,471	1,613
Conference & Training	4,071	2,521	(1,550)
Promotion	460	0	(460)
Employee Recognition	210	197	(13)
Transportation	4,299	4,348	49
Freight / Shipping	2,721	1,355	(1,366)
Payment in Lieu of Taxes	2,455	2,393	(62)
Depreciation Expense	50,701	41,760	(8,941)
Gross Income Tax	11,390	14,300	2,910
Bad Debt Expense	3,284	3,284	0
Lease Rental Payments - Principal	17,157	17,157	0
Lease - Copiers/Printers	1,260	519	(741)
Bank Fees - Credit Card	4,376	2,461	(1,915)
Miscellaneous	22,902	30,742	7,840
Total Operating Supplies & Expense	203,041	201,813	(1,228)
Total Expenses	632,823	555,766	(77,057)
Operating Income	230,366	400,019	169,653
Interest			
Interest Revenue	1,290	2,256	966
Interest Expense	(1,414)	(1,415)	(1)
Total Interest Revenue (Expense)	(124)	841	965
Extraordinary Items			
Gain on Sale of Assets	0	0	0
Loss on Sale of Assets	(5,000)	(230)	4,770
Total Extraordinary Items	(5,000)	(230)	4,770
Net Margin	225,242	400,630	175,388

TELECOMMUNICATIONS DIVISION
2021 Budget to Actual

Capital Additions

		Budget	YTD Dec-21	Variance	Complete
1	Wireless Maintenance & Upgrades - Annual amount for routine break/fix and required upgrades. This will cover approx. 100 customers.	23,000	7,525	(15,475)	
2	Telecom's Portion of the IT Budget - The estimated cost to the Telecommunication Utility for IT Functions.	15,647	5,192	(10,455)	
3	CPE Upgrades - Upgrades for a portion of the existing customers to newer and faster equipment (100 @ \$100).	10,000	2,828	(7,172)	
4	Fiber Maintenance & Upgrades - Annual amount for routine break/fix and required upgrades.	10,000		(10,000)	
5	Tower AP Upgrades - Additional access points, antennas or upgrade access points to provide faster service.	8,000	1,269	(6,731)	
6	Backhaul Upgrades - To maintain or upgrade the radios that feed the different locations.	5,000	859	(4,141)	
7	Router/Switch Upgrades - Upgrade routing and switching infrastructure for the internet service.	5,000	526	(4,474)	
8	Telecom's Portion of the Administration Vehicles - Telecom's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	-		-	
9	Unbudgeted or Unable to Determine	-	681	681	
		<u>76,647</u>	<u>18,880</u>	<u>(57,767)</u>	

Lebanon IT Division

**IT
2021 Budget
Capital Additions**

	<u>Budget</u>	<u>YTD Dec-21</u>	<u>Variance</u>	<u>Complete</u>
1 Accounting Software - Replace the Accounting/Finance Software.	76,800		(76,800)	
2 Servers - Replaces existing Dell VRTX Server Infrastructure. Current Server is at end of life.	40,000	38,758	(1,242)	X
3 Incidental Hardware - Incidental hardware purchases that may arise.	30,000	28,757	(1,243)	
4 SIEM Software - Cyber security detection, intrusion and prevention.	30,000		(30,000)	
5 Incidental Software - Incidental software purchases that may arise.	15,000		(15,000)	
6 Incidental Software - Incidental software purchases that may arise.	15,000		(15,000)	
7 VOIP Phone System - New phone system includes all new desk phones.	7,000	3,010	(3,990)	
8 Building Automation System Upgrade - Upgrade the control system for the HVAC System. Current system is outdated and parts are no longer available.	9,725		(9,725)	
9 Unbudgeted or Unable to Determine	-	9,037	9,037	
	<u>223,525</u>	<u>79,562</u>	<u>(143,963)</u>	