

LEHIGH COUNTY AUTHORITY

FINANCIAL RESULTS

FEBRUARY 2021

SUMMARY FIGURES

FEBRUARY 2021

Income Statement

Suburban Water

Suburban Wastewater

City Division

Total LCA

Cash Flow Statement

Suburban Water

Suburban Wastewater

City Division

Total LCA

Debt Service Coverage Ratio

Suburban Water

Suburban Wastewater

City Division

				MONTH		
				Actual	Q1 FC	FC Var
Income Statement						
Suburban Water				(118,579)	(139,000)	20,421
Suburban Wastewater				314,630	322,000	(7,370)
City Division				587,170	541,500	45,670
Total LCA				783,221	724,500	58,721
Cash Flow Statement						
Suburban Water				530,120	521,241	8,879
Suburban Wastewater				974,727	978,729	(4,002)
City Division				1,625,104	1,661,500	(36,396)
Total LCA				3,129,951	3,161,470	(31,519)
Debt Service Coverage Ratio						
Suburban Water				0.69	0.66	0.03
Suburban Wastewater				11.68	11.75	(0.07)
City Division				1.82	1.79	0.03

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YEAR TO DATE		
Actual	Q1 FC	FC Var
(20,695)	(40,000)	19,305
528,359	532,000	(3,641)
1,020,513	976,500	44,013
1,528,177	1,468,500	59,677
282,146	273,267	8,879
(14,661)	689,341	(704,002)
3,296,425	3,196,500	99,925
3,563,910	4,159,108	(595,198)
1.06	1.05	0.01
10.86	10.87	(0.01)
1.77	1.75	0.02

YTD Major Factors – Suburban Water

NET INCOME

- Net Loss
- Better than forecasted loss
 - Higher operating revenues
 - Lower operating expenses
 - Higher financial fees

CASH FLOWS

- Surplus
- Better than FC
 - Higher cash from operations
 - Capex in line with Capex
 - Higher financial fees

YTD Major Factors – Suburban WW

NET INCOME

- Profit
- Slightly lower than FC
 - Lower operating revenues
 - Lower operating expenses
 - Lower interest income

CASH FLOWS

- Deficit
- Lower than FC
 - Higher cash from operations
 - Slightly favorable working capital movement
 - Slightly lower capex
 - Lower interest income
 - Higher investments

YTD Major Factors – City Division

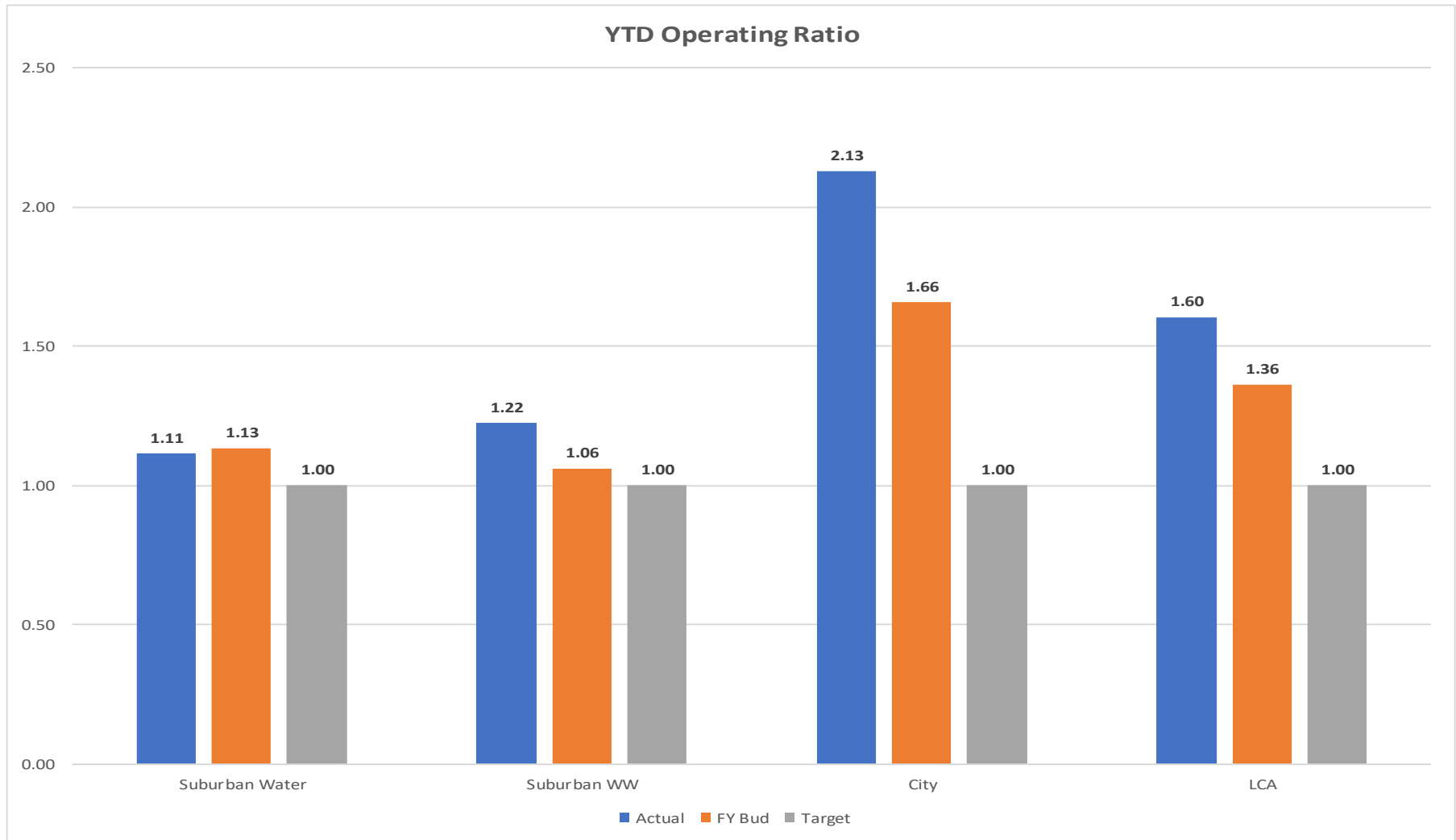
NET INCOME

- Profit
- Better than FC
 - Lower operating revenues
 - Lower operating expenses
 - Lower interest income

CASH FLOWS

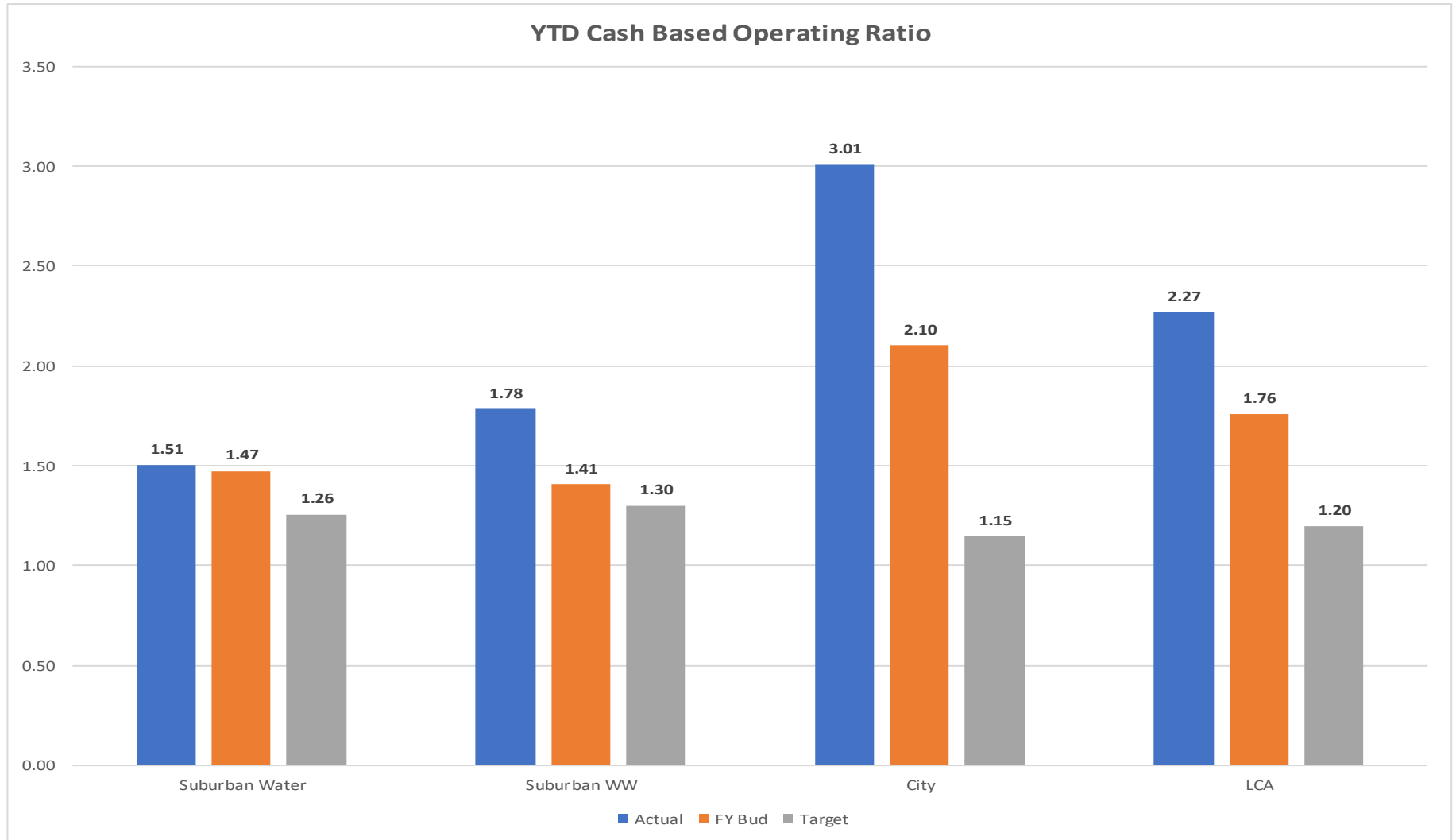
- Surplus
- Better than FC
 - Higher cash from operations
 - Lower capex

MAJOR KPIs



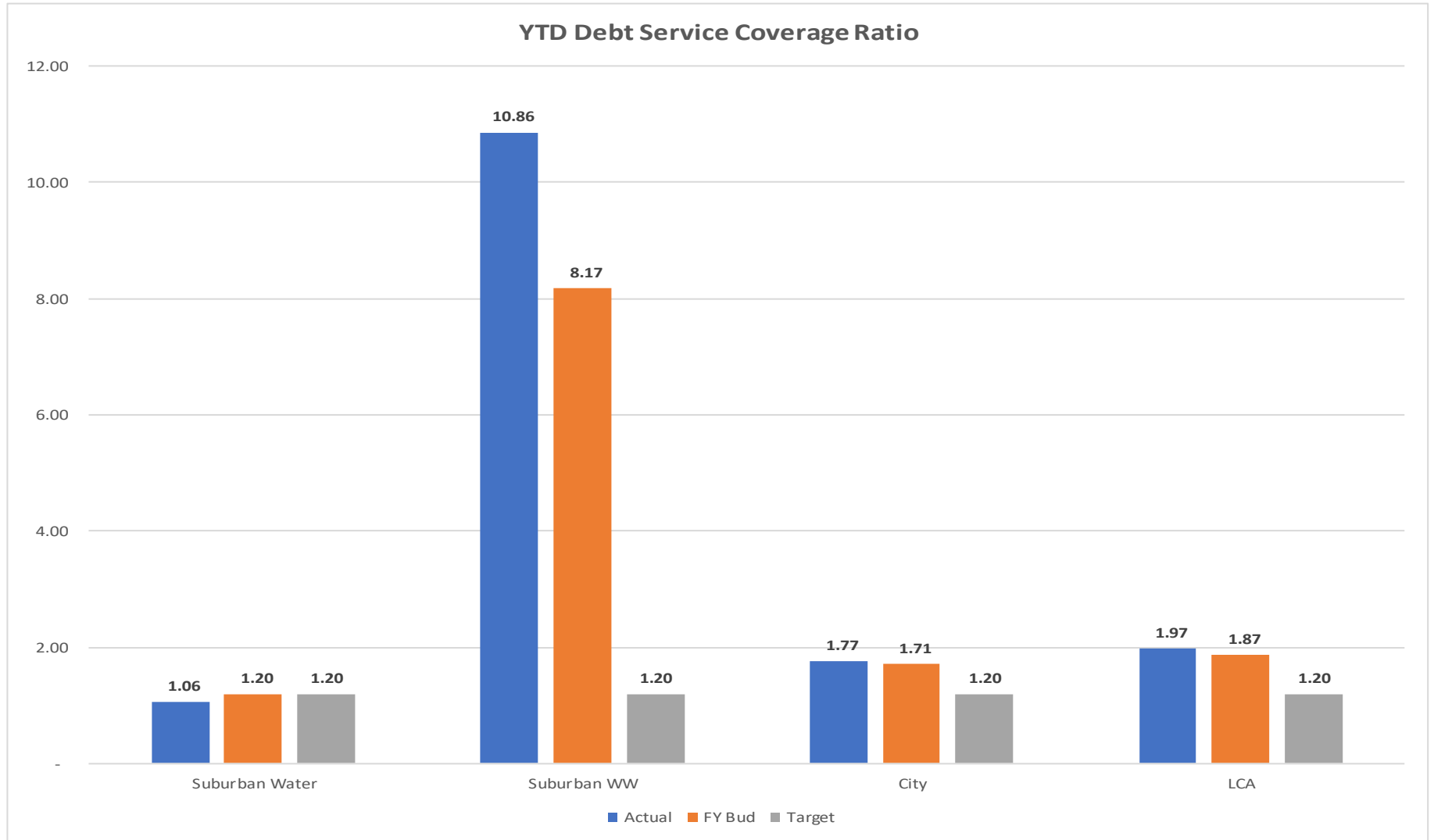
Measures the profitability of the system. It shows whether the revenues are sufficient to cover the Operating Expenses including Depreciation
FORMULA: $\text{Operating Revenues} / \text{Operating Expenses (including Depreciation)}$

MAJOR KPIs



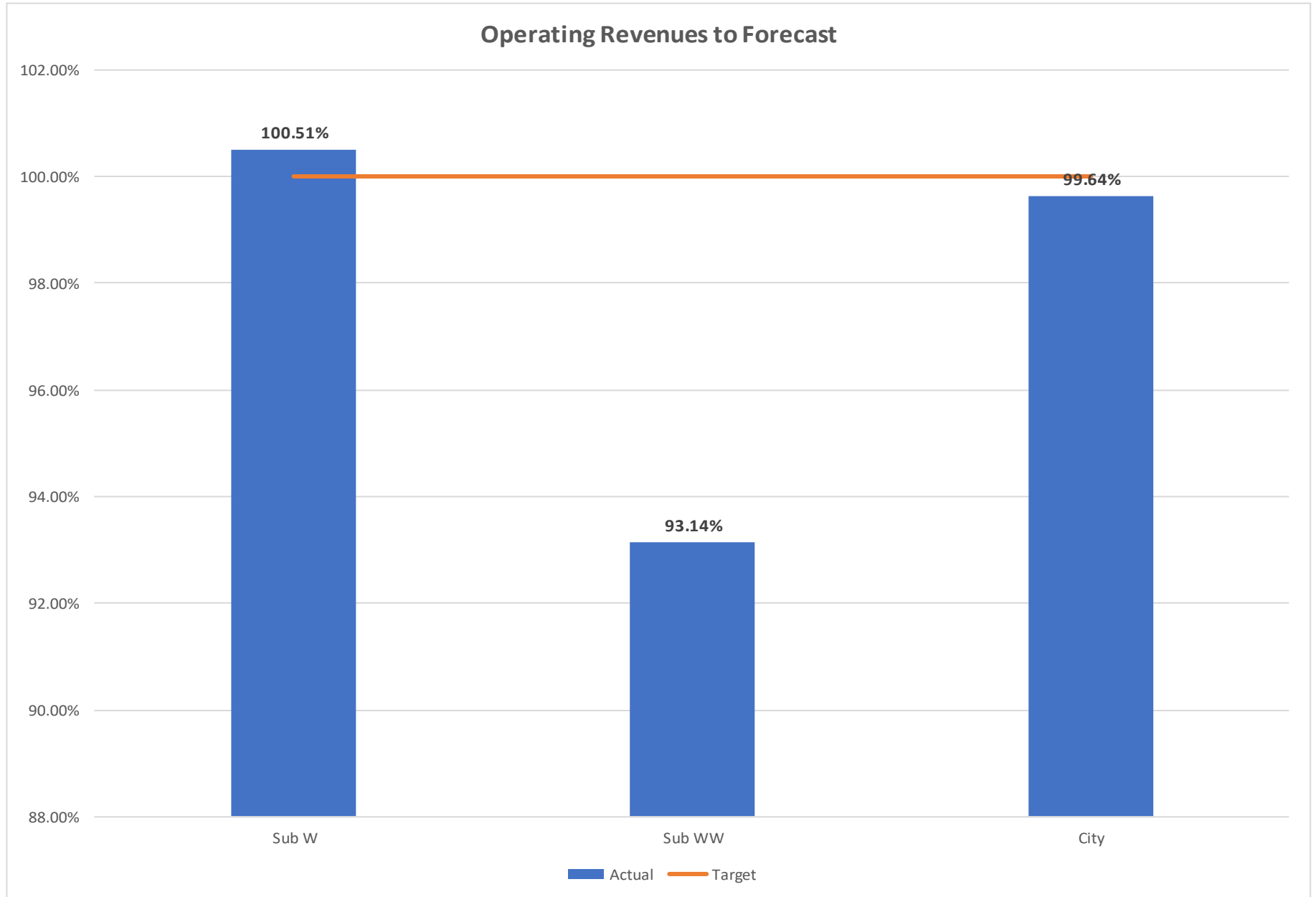
This measures whether the revenues are sufficient to cover the Operating Expenses excluding Depreciation
FORMULA: $\text{Operating Revenues} / \text{Operating Expenses (excluding Depreciation)}$

MAJOR KPIs



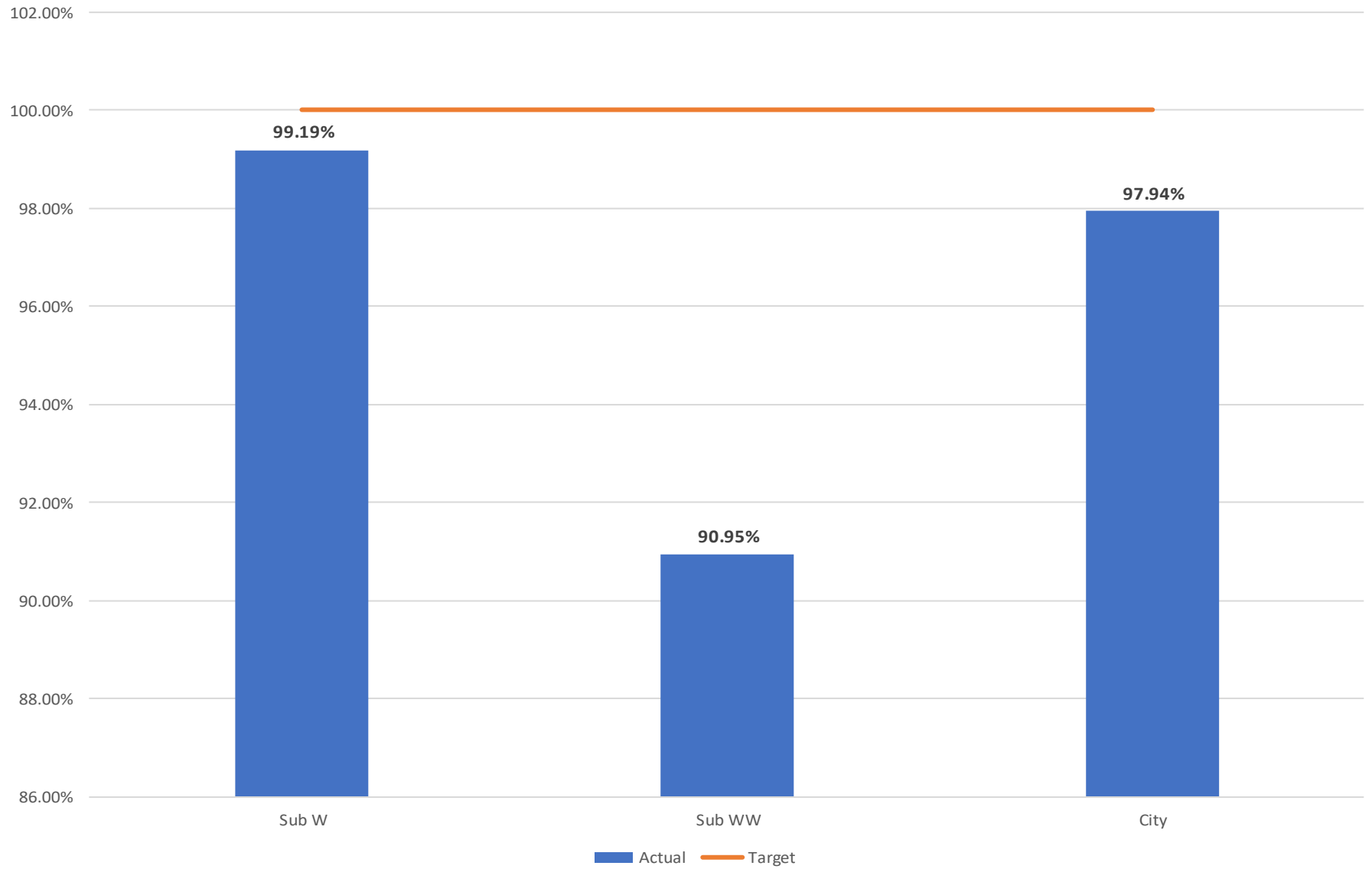
This measures the ability to pay debt service
FORMULA: $\text{Net Cash Before Debt Service} / \text{Debt Service}$

YTD PERFORMANCE TO FORECAST

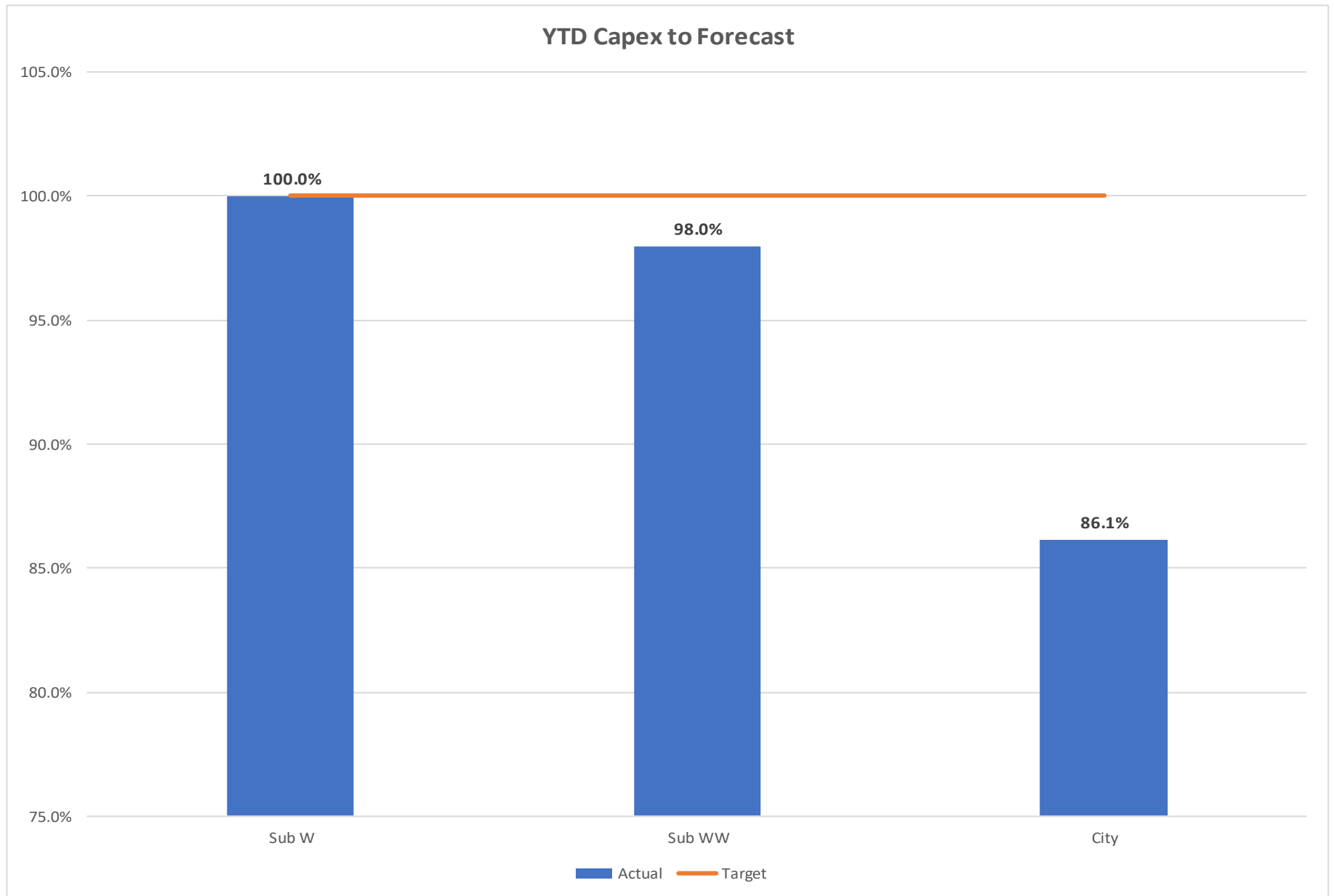


YTD PERFORMANCE TO FORECAST

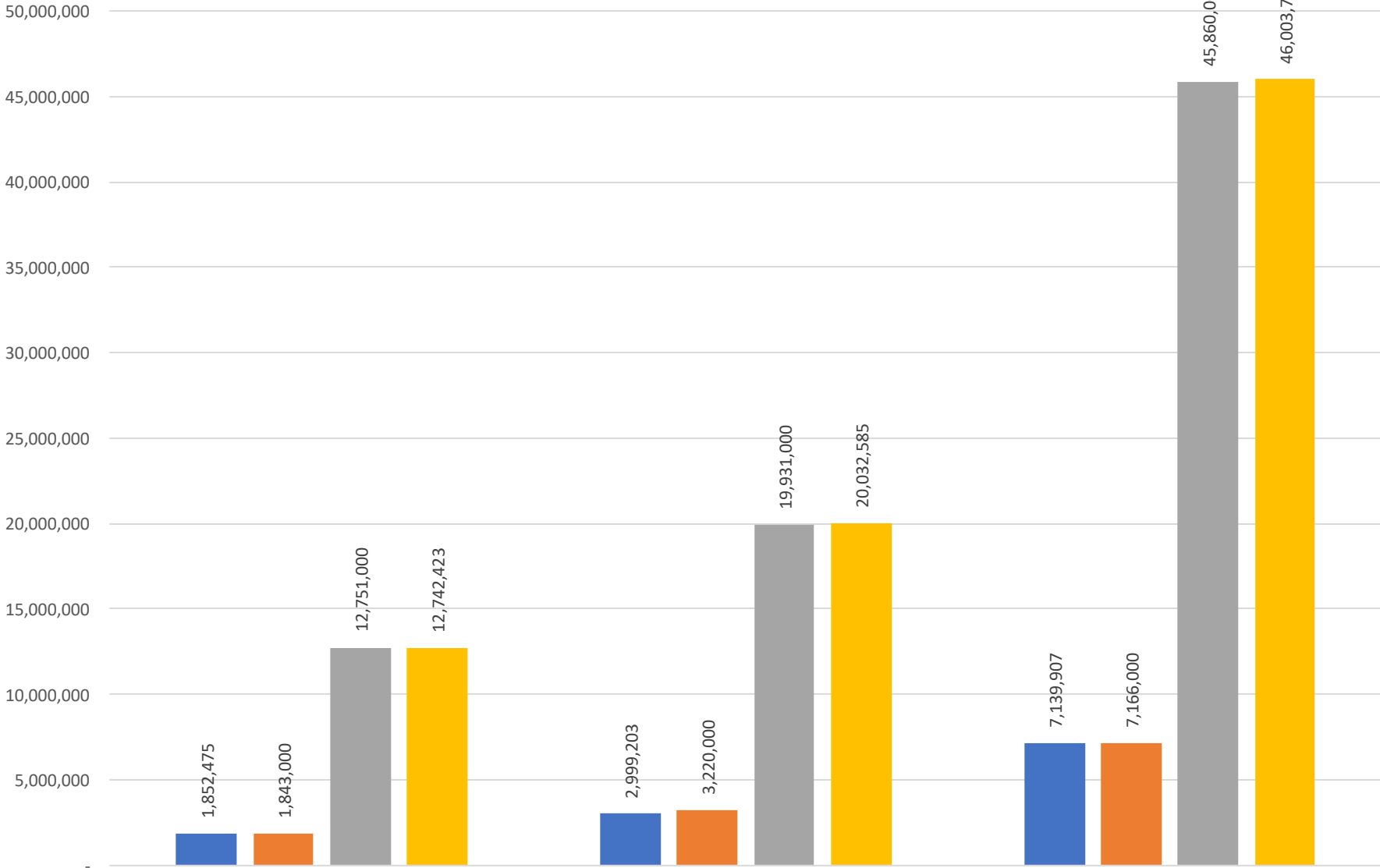
Operating Expenses to Forecast



YTD PERFORMANCE TO FORECAST

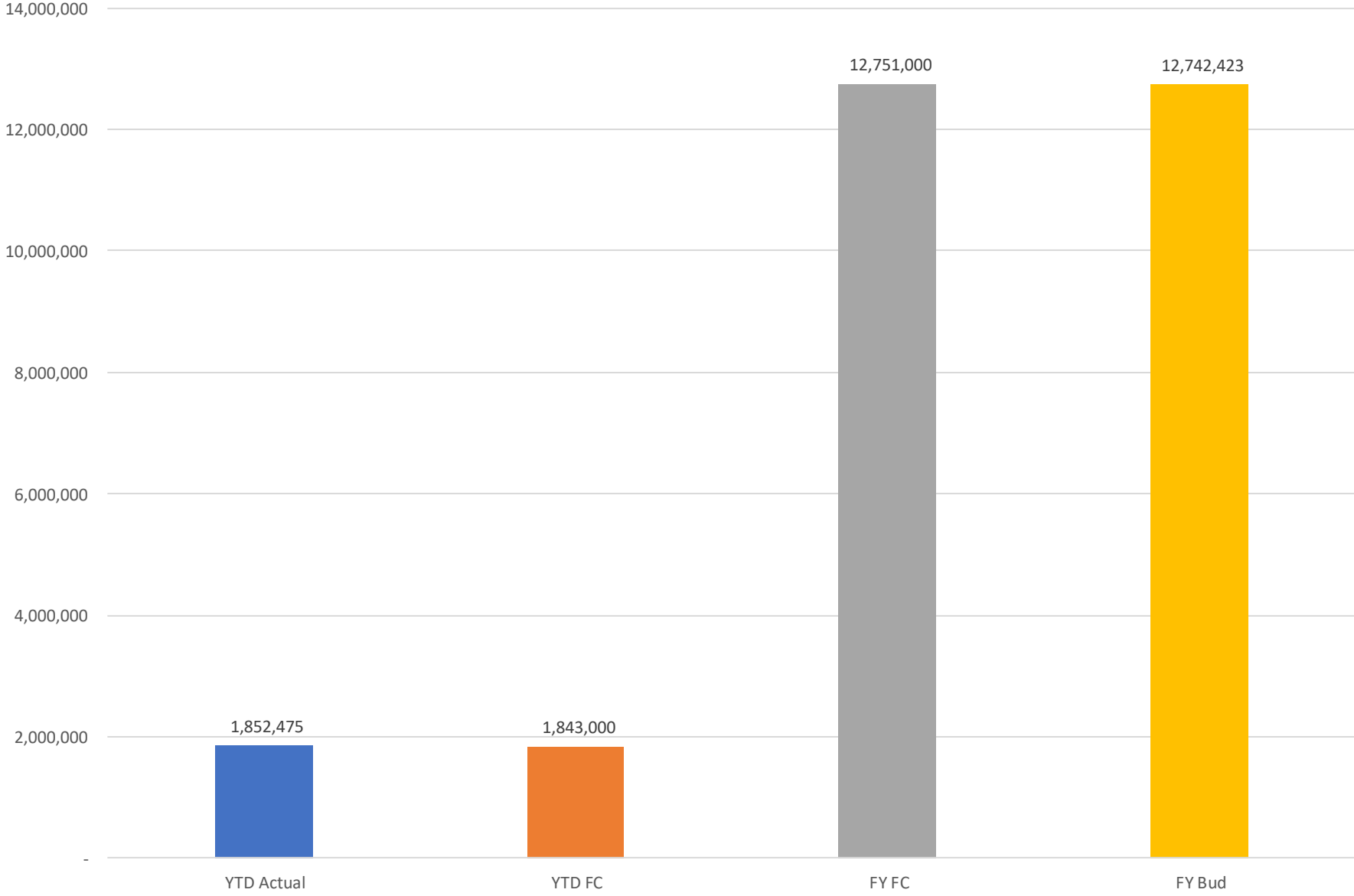


Operating Revenues

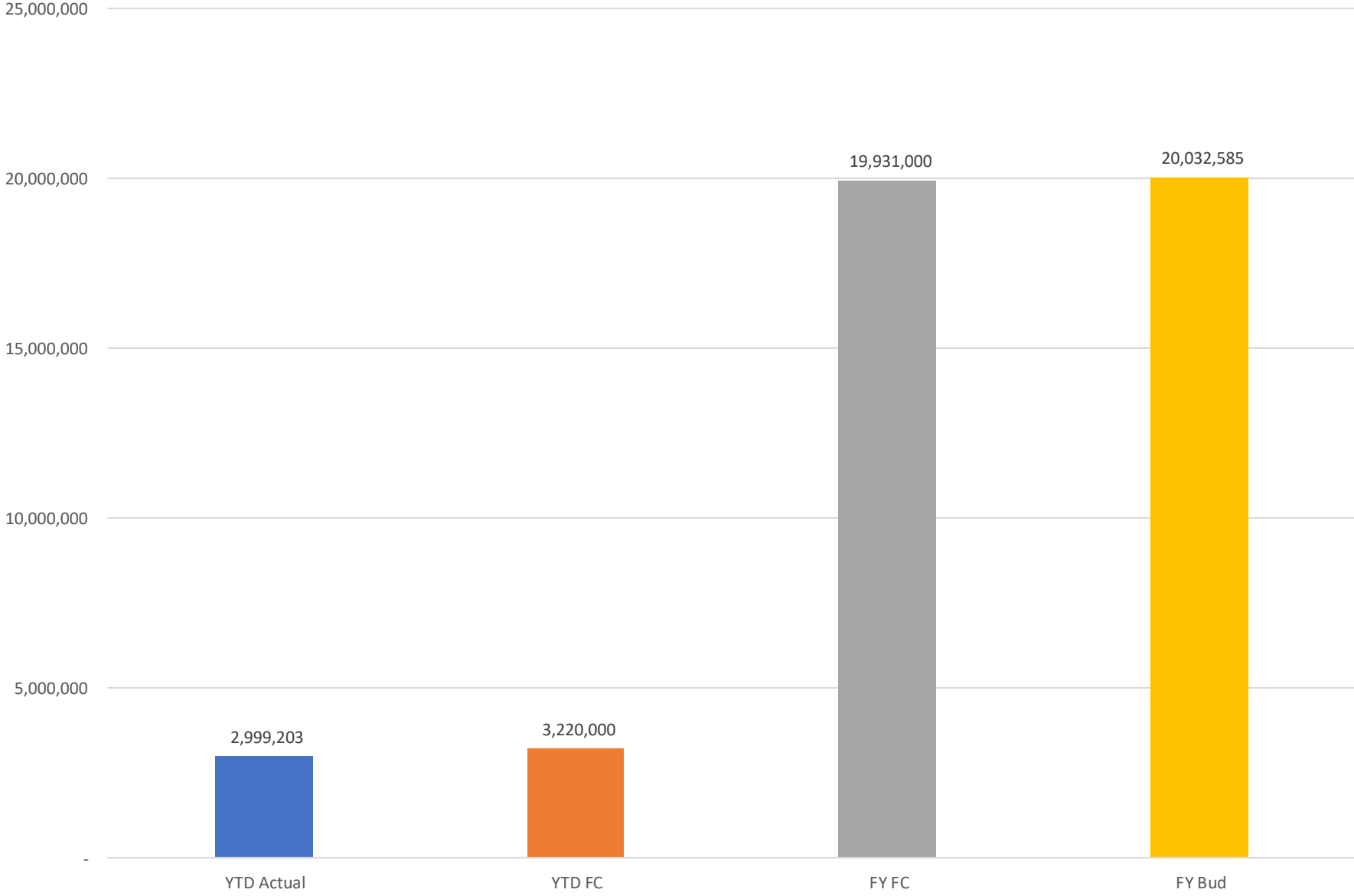


■ YTD Actual ■ YTD FC ■ FY FC ■ FY Bud

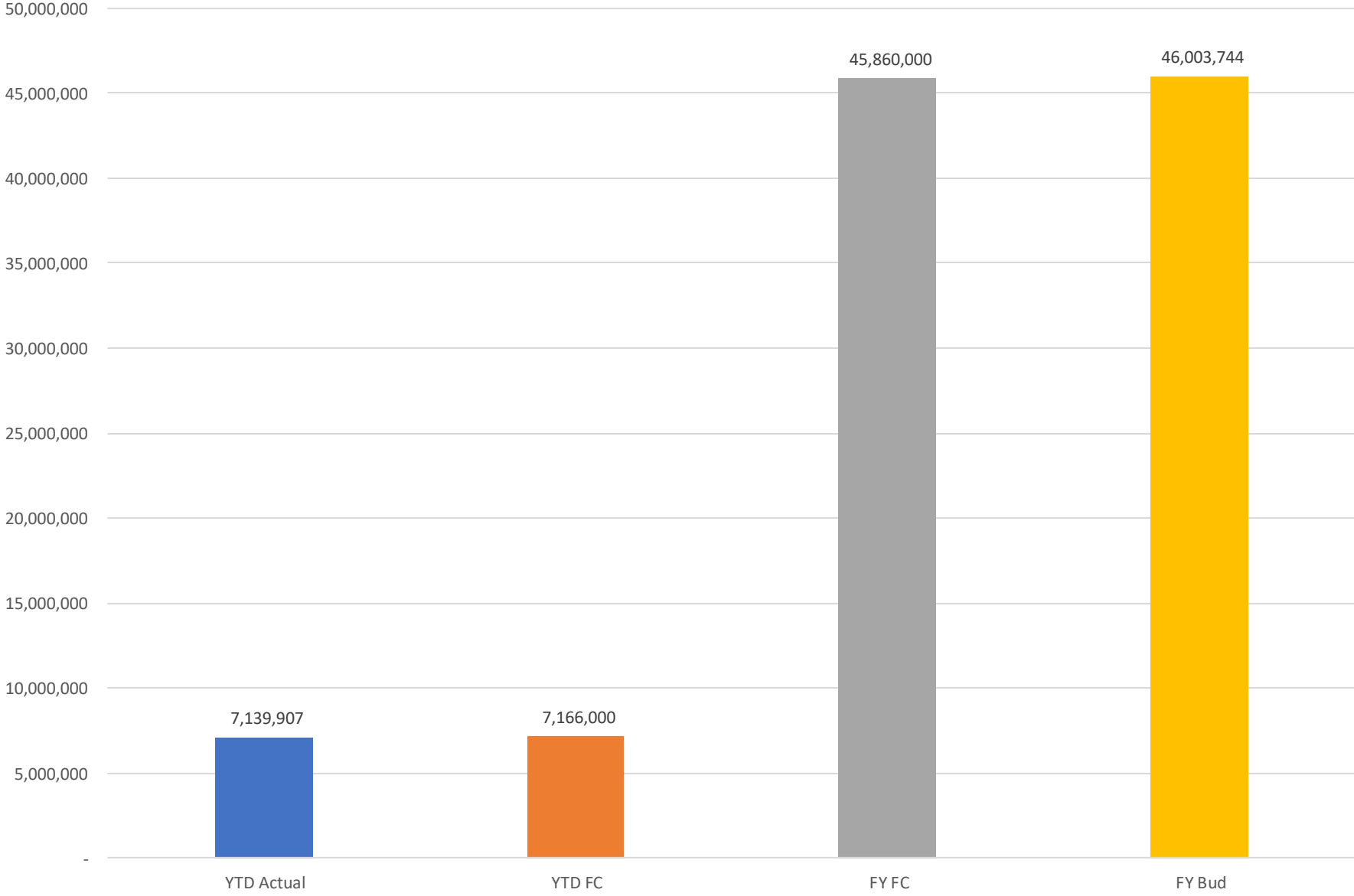
Suburban Water Operating Revenues



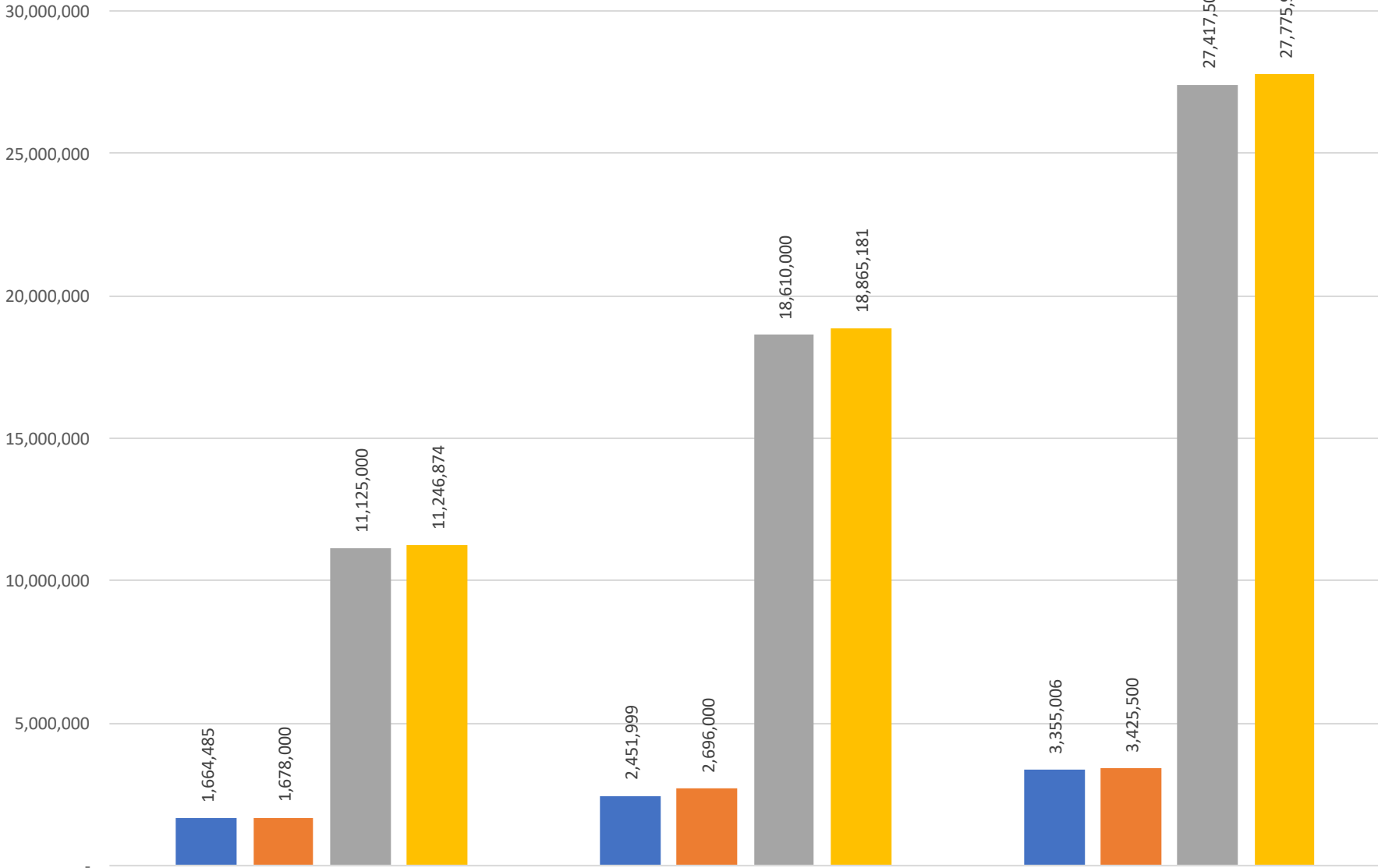
Suburban WW Operating Revenues



City Division Operating Revenues

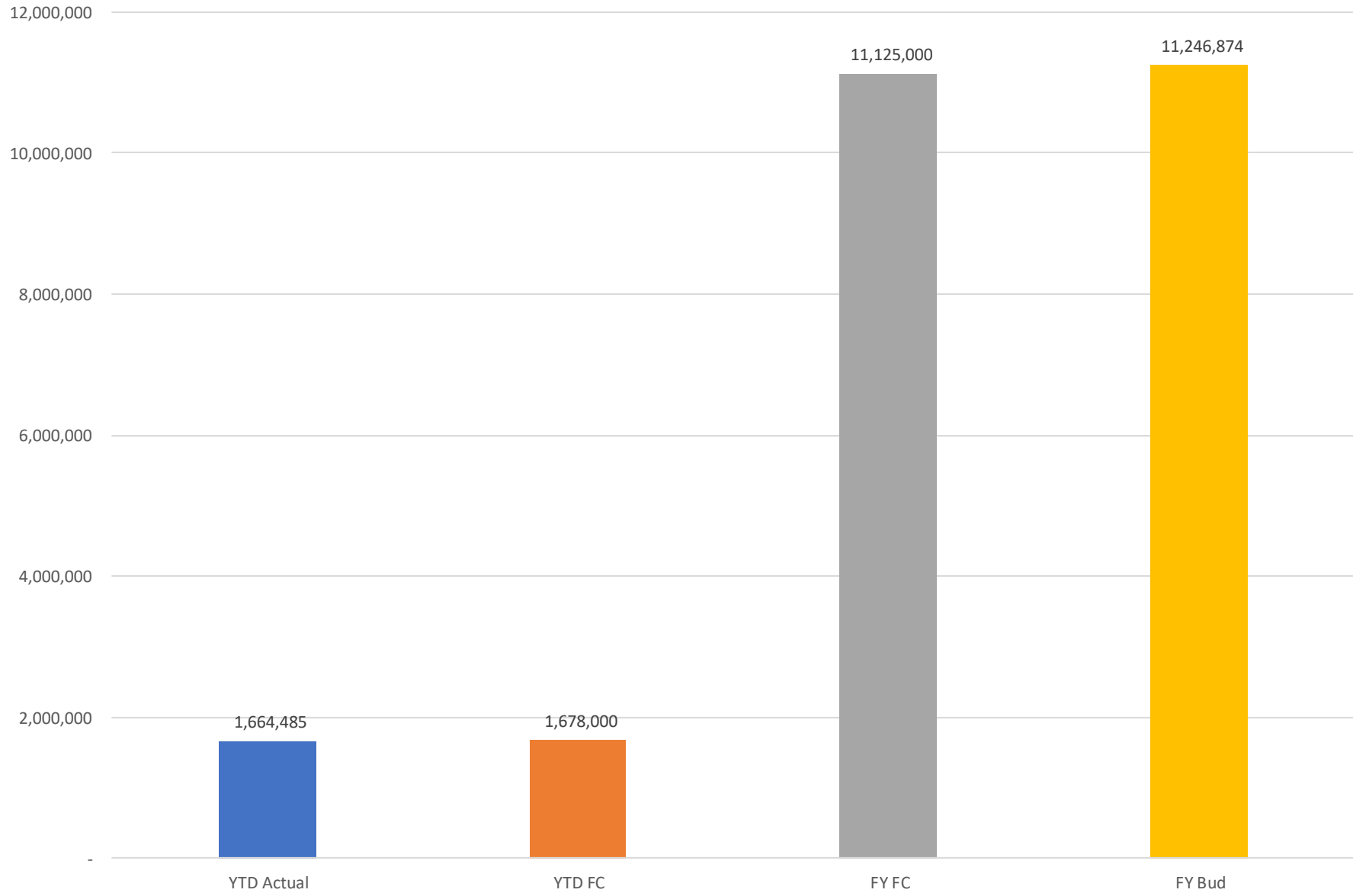


Operating Expenses

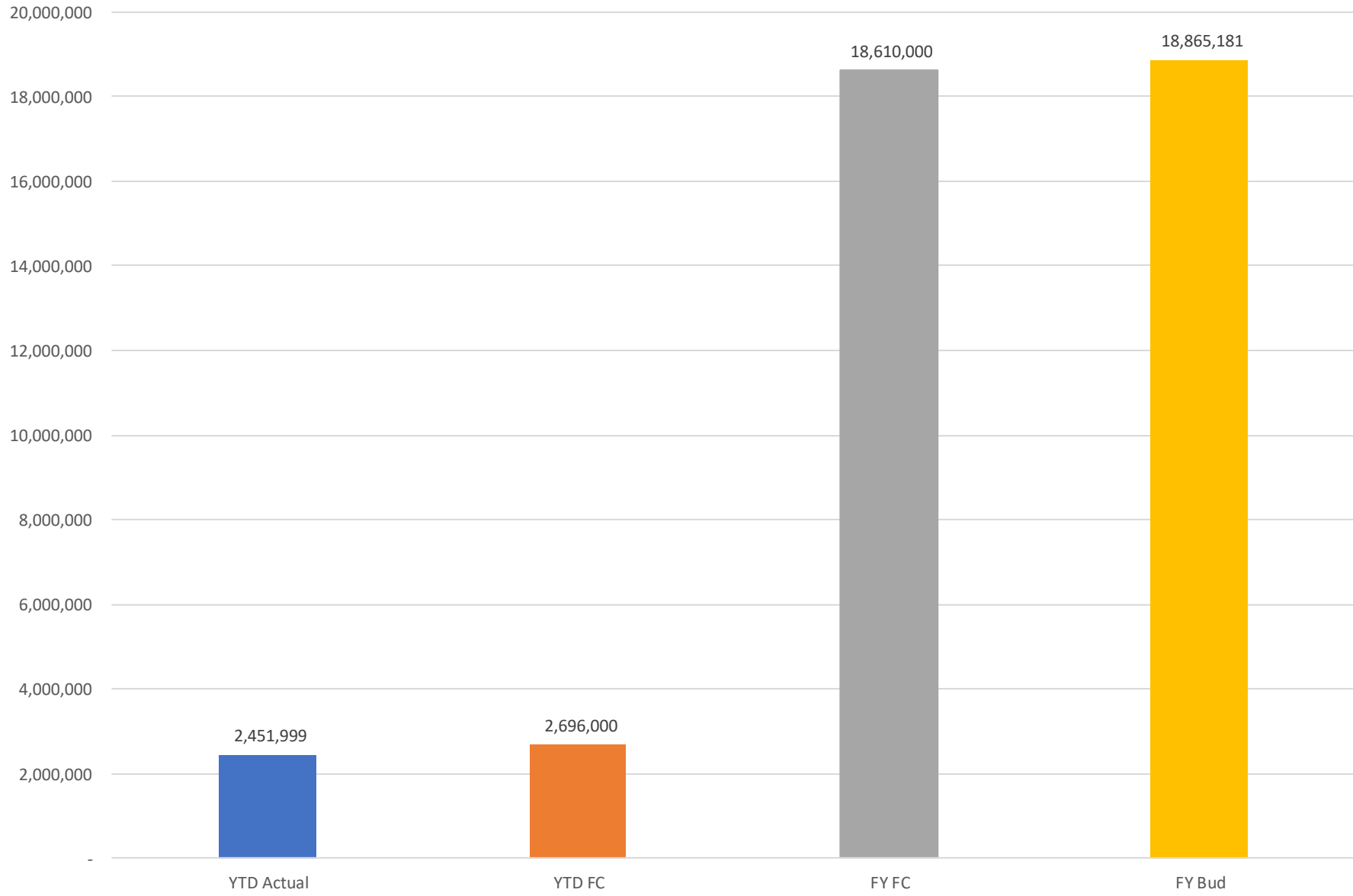


■ YTD Actual ■ YTD FC ■ FY FC ■ FY Bud

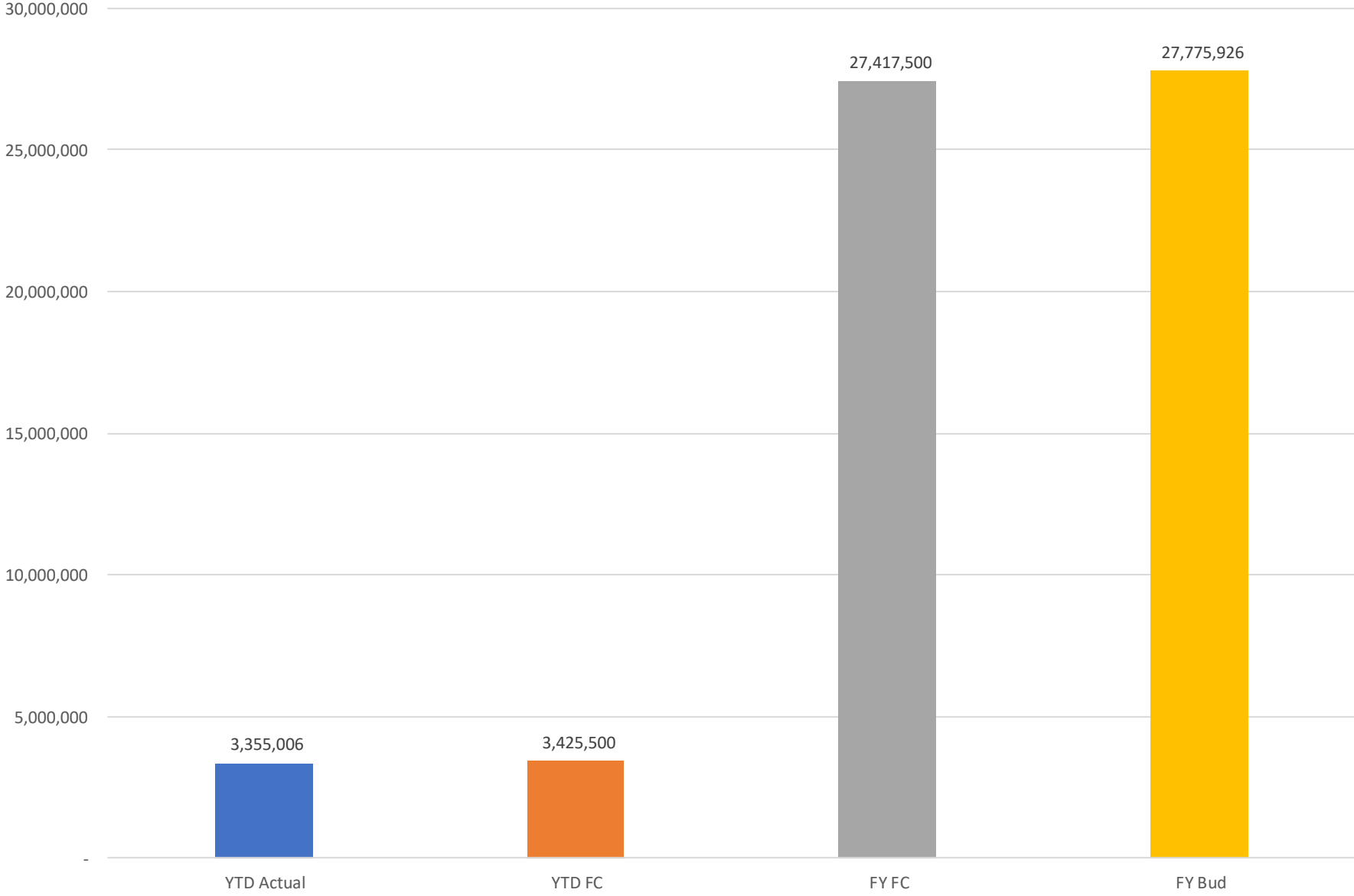
Suburban Water Operating Expenses



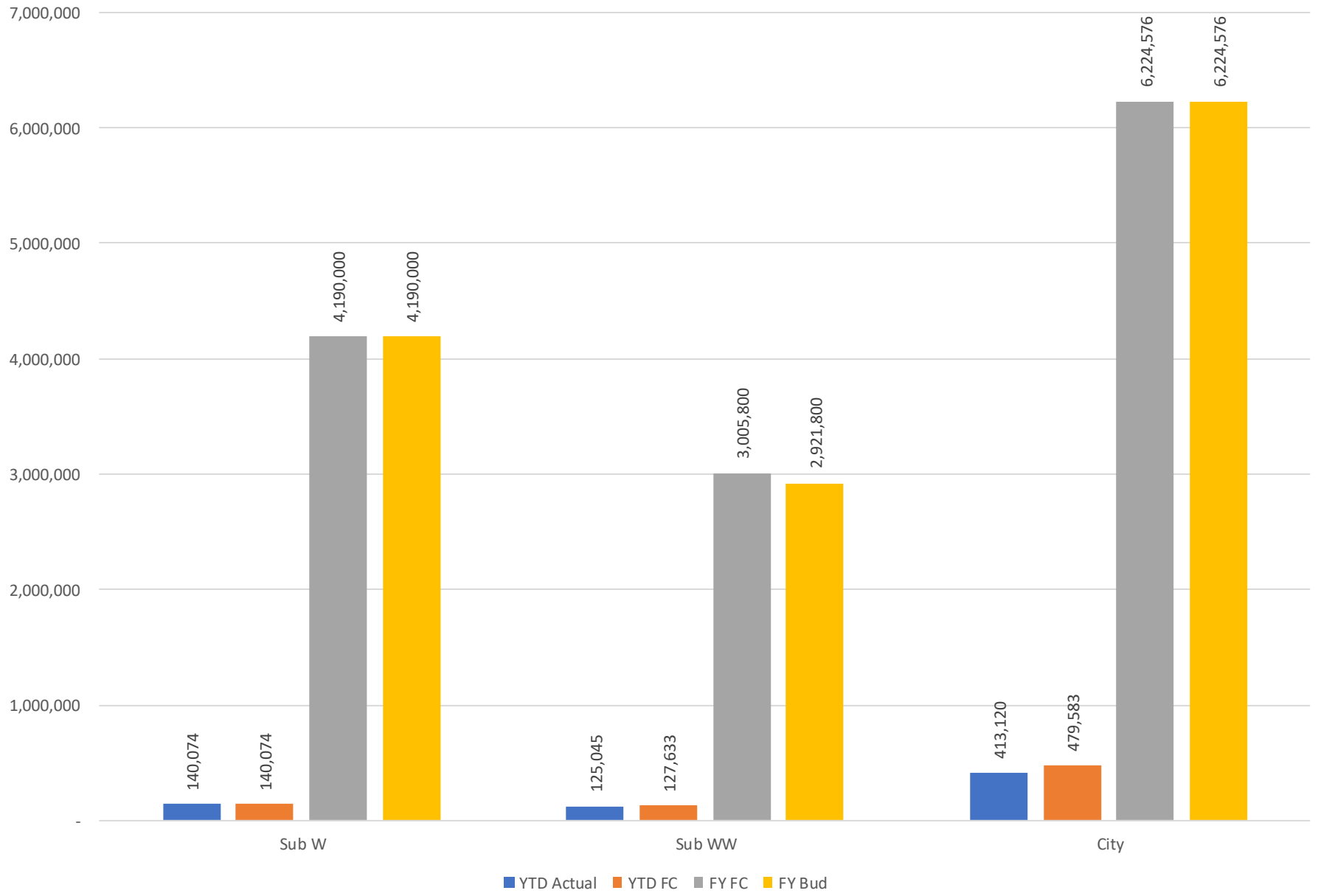
Suburban WW Operating Expenses



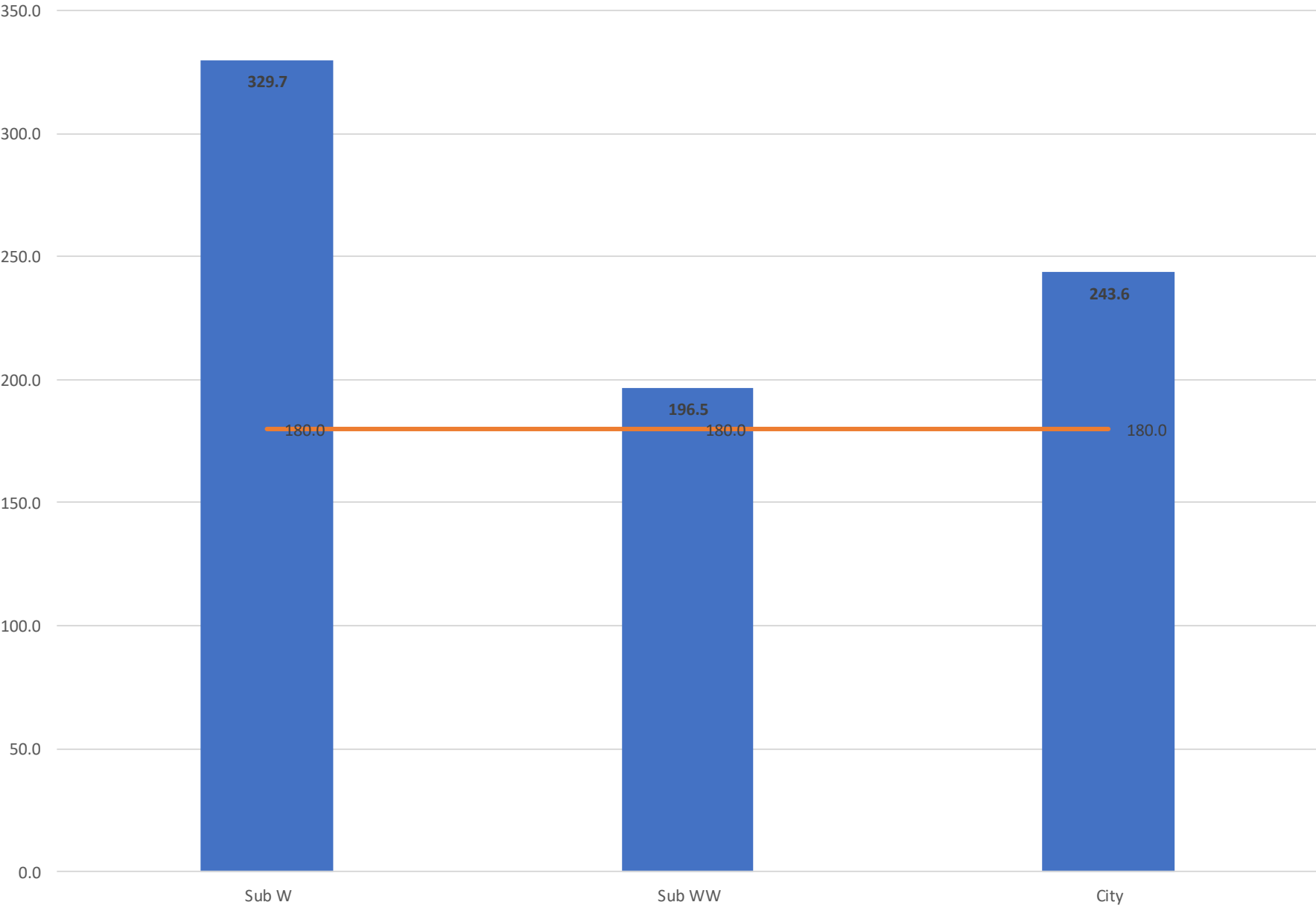
City Division Operating Expenses



Capex



Unrestricted Days Cash On Hand



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FULL YEAR			
	Q1 FC	Budget	Bud Var
	308,000	183,548	124,452
	1,313,000	1,175,879	137,121
	1,019,414	865,692	153,722
	2,640,414	2,225,119	415,295
	(3,369,800)	(3,490,153)	120,353
	2,377,166	2,321,828	55,338
	4,698,288	4,663,547	34,740
	3,705,653	3,495,222	210,431
	1.23	1.20	0.03
	8.36	8.17	0.19
	1.72	1.71	0.01

SUBURBAN WATER REFINANCING

Existing debt to be refinanced – refinancing only refundable debt

- Series of 2010 A - \$11,590,000
- Series of 2015 A - \$7,717,300
- PennWorks Loan - \$1,262,862
- **TOTAL - \$20,570,162**

Expected Proceeds of refinancing

- Series of 2010 A - \$12,159,154
- Series 2015 A - \$7,938,103
- PennWorks Loan - \$1,292,022
- **TOTAL - \$21,389,279**

Effects

- Lower Debt Service for Fund
- NPV savings - \$1,935,046
- Lower interest rates
- Reduced pressure on user rates