

# LEHIGH COUNTY AUTHORITY

**FINANCIAL RESULTS**

**MARCH 2021**

## SUMMARY FIGURES

**MARCH 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

<b>MONTH</b>		
Actual	Q1 FC	FC Var
17,168	(98,000)	115,168
245,240	193,000	52,240
(109,469)	351,500	(460,969)
152,939	446,500	(293,561)
(338,803)	(458,844)	120,041
(124,996)	(182,753)	57,757
2,084,983	2,045,500	39,483
1,621,184	1,403,903	217,280
1.16	0.80	0.36
10.69	9.64	1.05
1.27	1.61	(0.34)

## SUMMARY FIGURES

**MARCH 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**

<b>YEAR TO DATE</b>		
Actual	Q1 FC	FC Var
(3,527)	(138,000)	134,473
773,599	725,000	48,599
911,043	1,328,000	(416,957)
1,681,116	1,915,000	(233,884)
(56,657)	(185,577)	128,920
(139,657)	506,588	(646,245)
5,381,407	5,242,000	139,407
5,185,093	5,563,011	(377,918)
1.09	0.97	0.13
10.80	10.46	0.35
1.78	1.91	(0.14)

# YTD Major Factors – Suburban Water

## NET INCOME

- Net Loss
- Better than forecasted loss
  - Higher operating revenues
  - Lower operating expenses
  - Favorable non-operating activity

## CASH FLOWS

- Deficit
- Better than FC
  - Higher cash from operations
  - Lower capex
  - Lower interest income

# YTD Major Factors – Suburban WW

## NET INCOME

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

## CASH FLOWS

- Deficit
- Lower than FC
  - Higher cash from operations
  - Slightly lower capex
  - Lower interest income
  - Higher investments

# YTD Major Factors – City Division

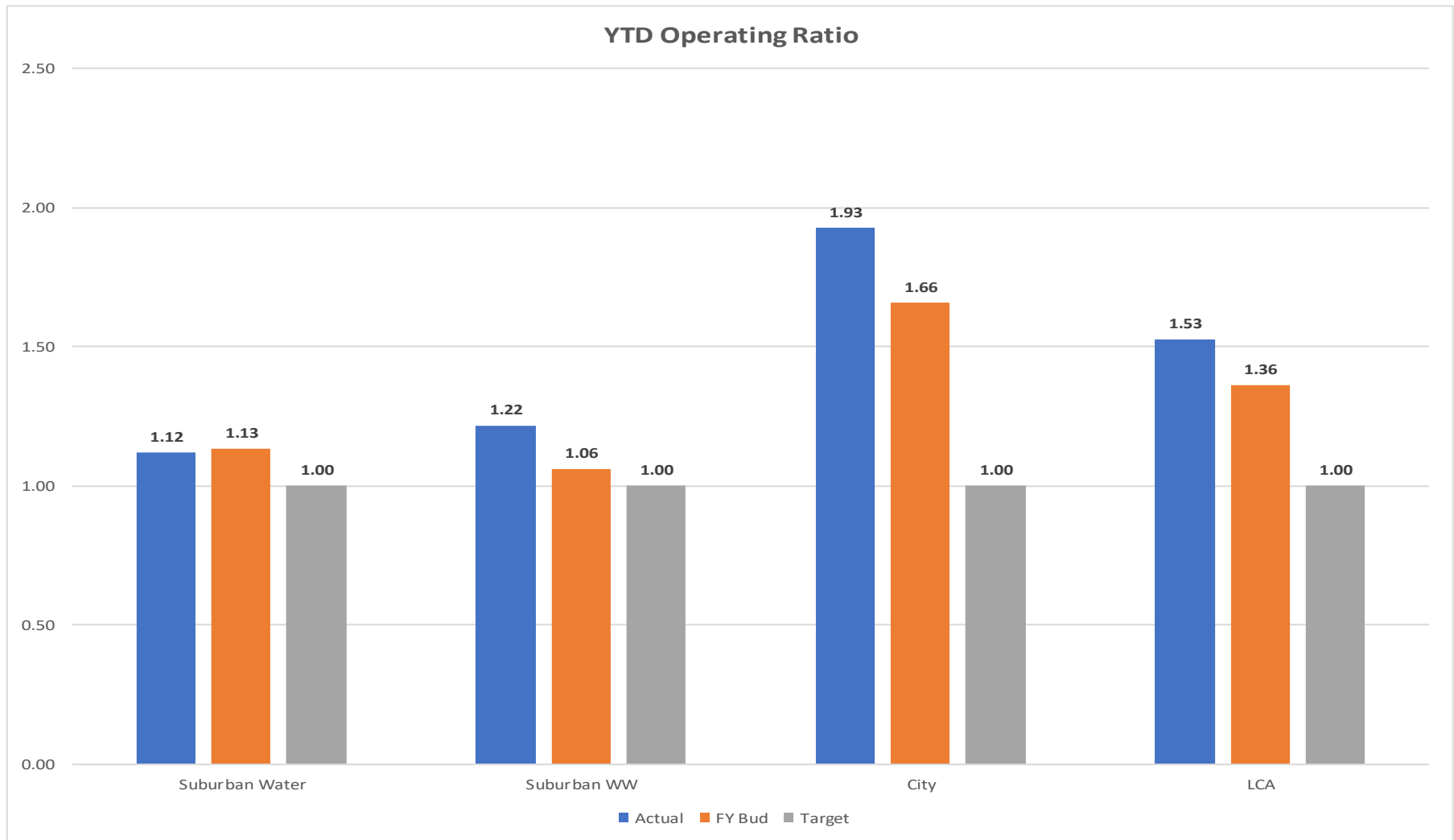
## NET INCOME

- Profit
- Lower than FC
  - Lower operating revenues
  - Lower operating expenses
  - Slightly favorable non-operating activity

## CASH FLOWS

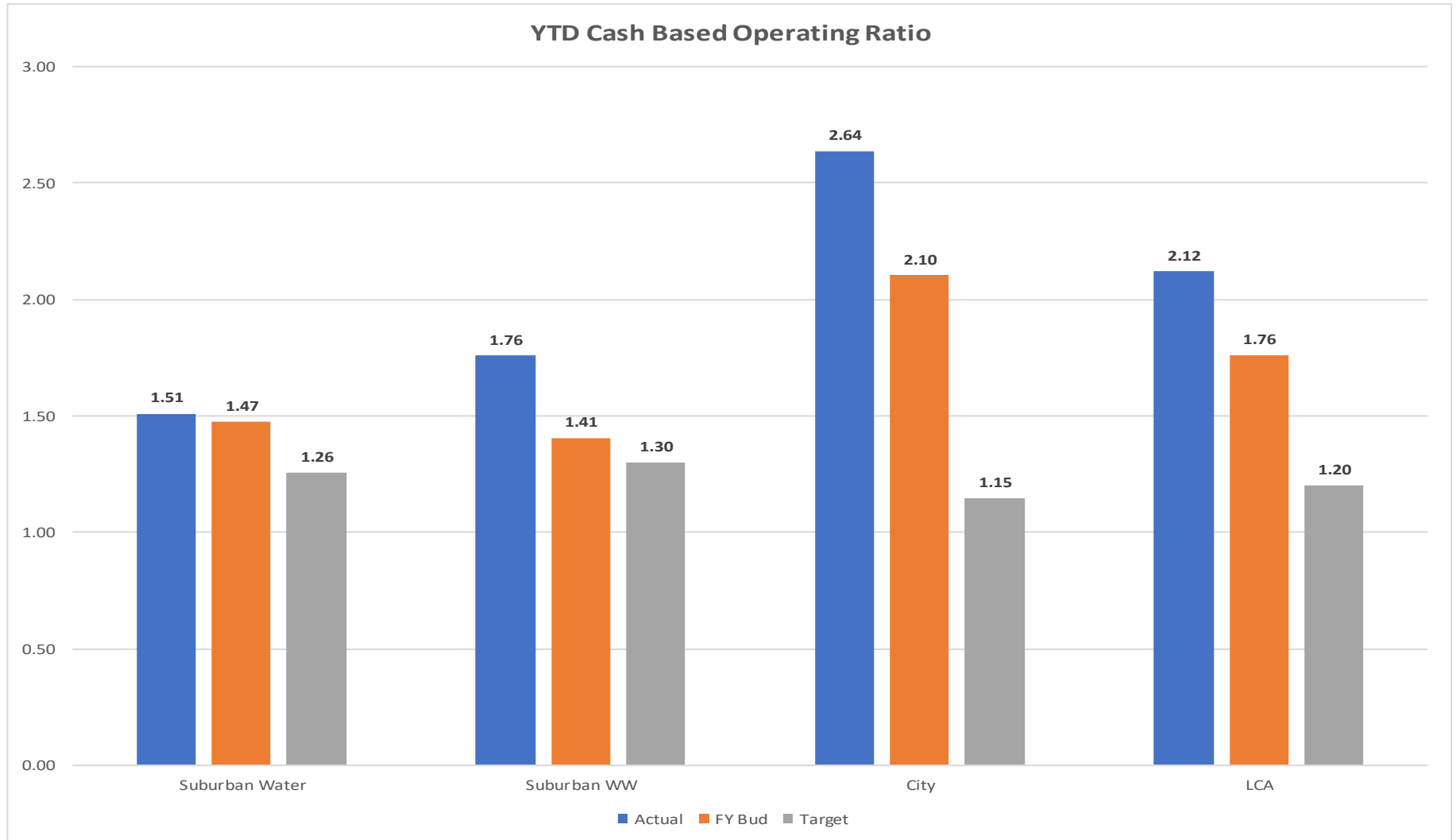
- Surplus
- Better than FC
  - Higher cash from operations
  - Lower capex

# 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

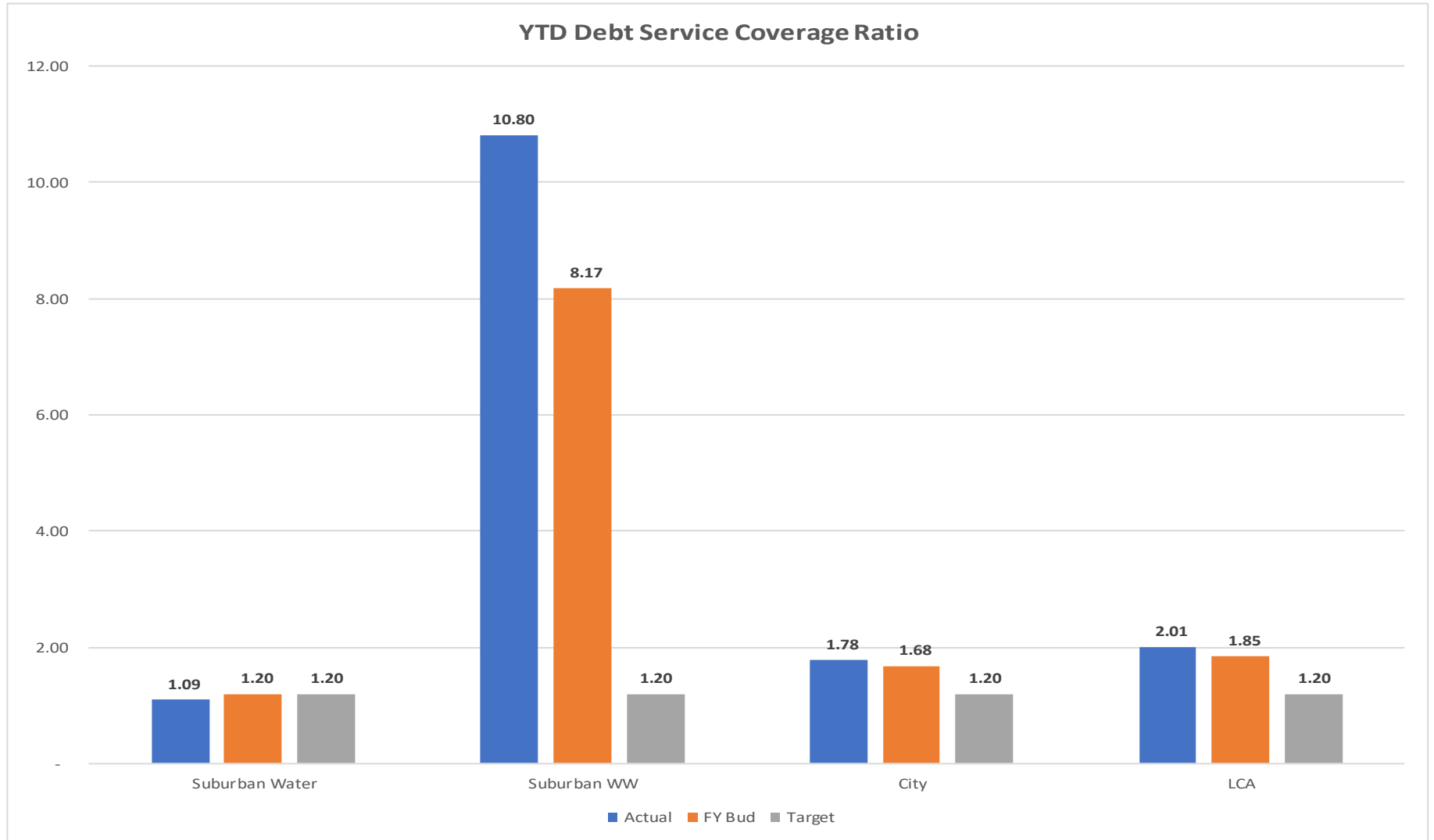


This measures whether the revenues are sufficient to cover the Operating Expenses excluding Depreciation

FORMULA:  $\text{Operating Revenues} / \text{Operating Expenses (excluding Depreciation)}$

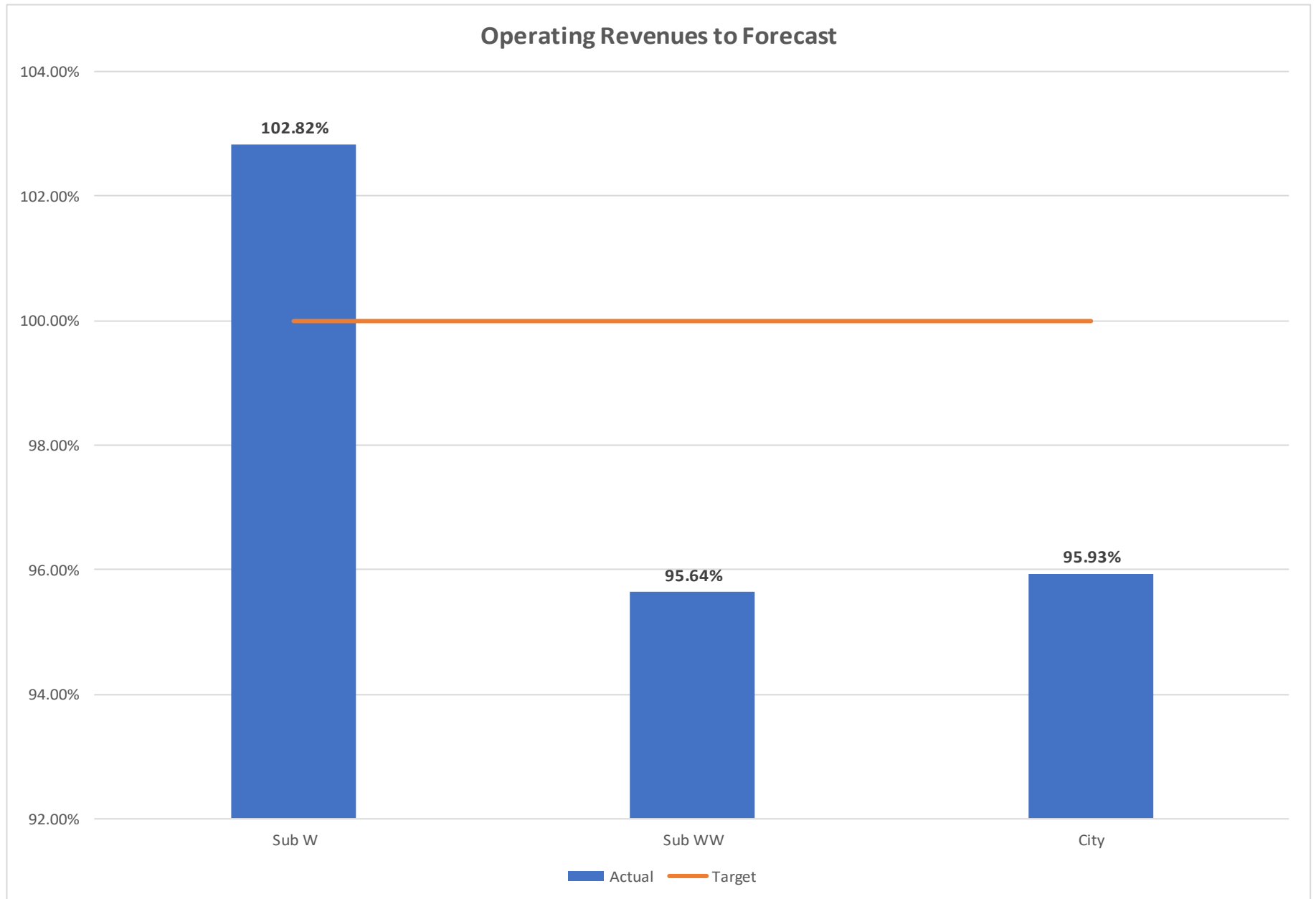


# MAJOR KPIs

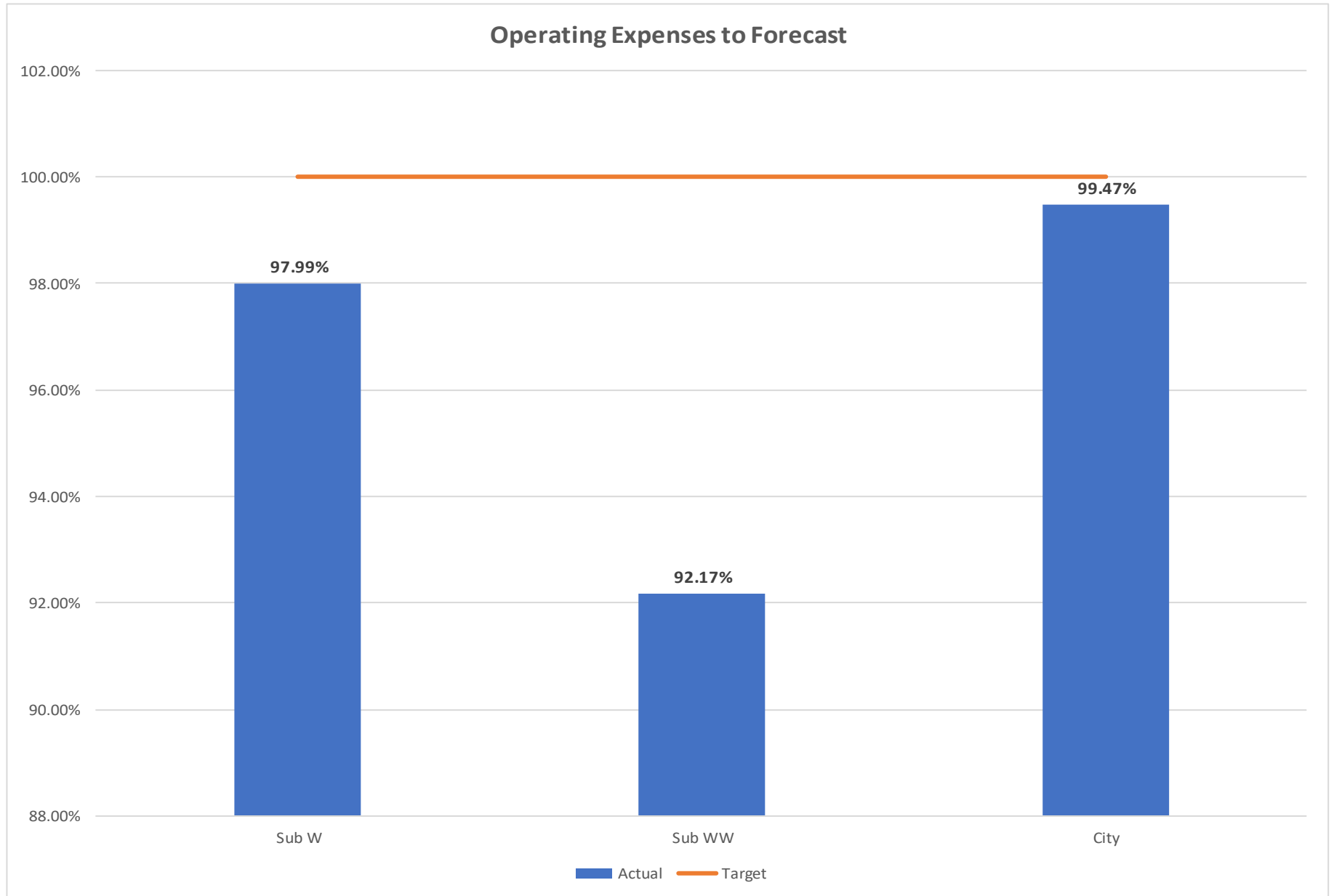


This measures the ability to pay debt service  
FORMULA:  $\text{Net Cash Before Debt Service} / \text{Debt Service}$

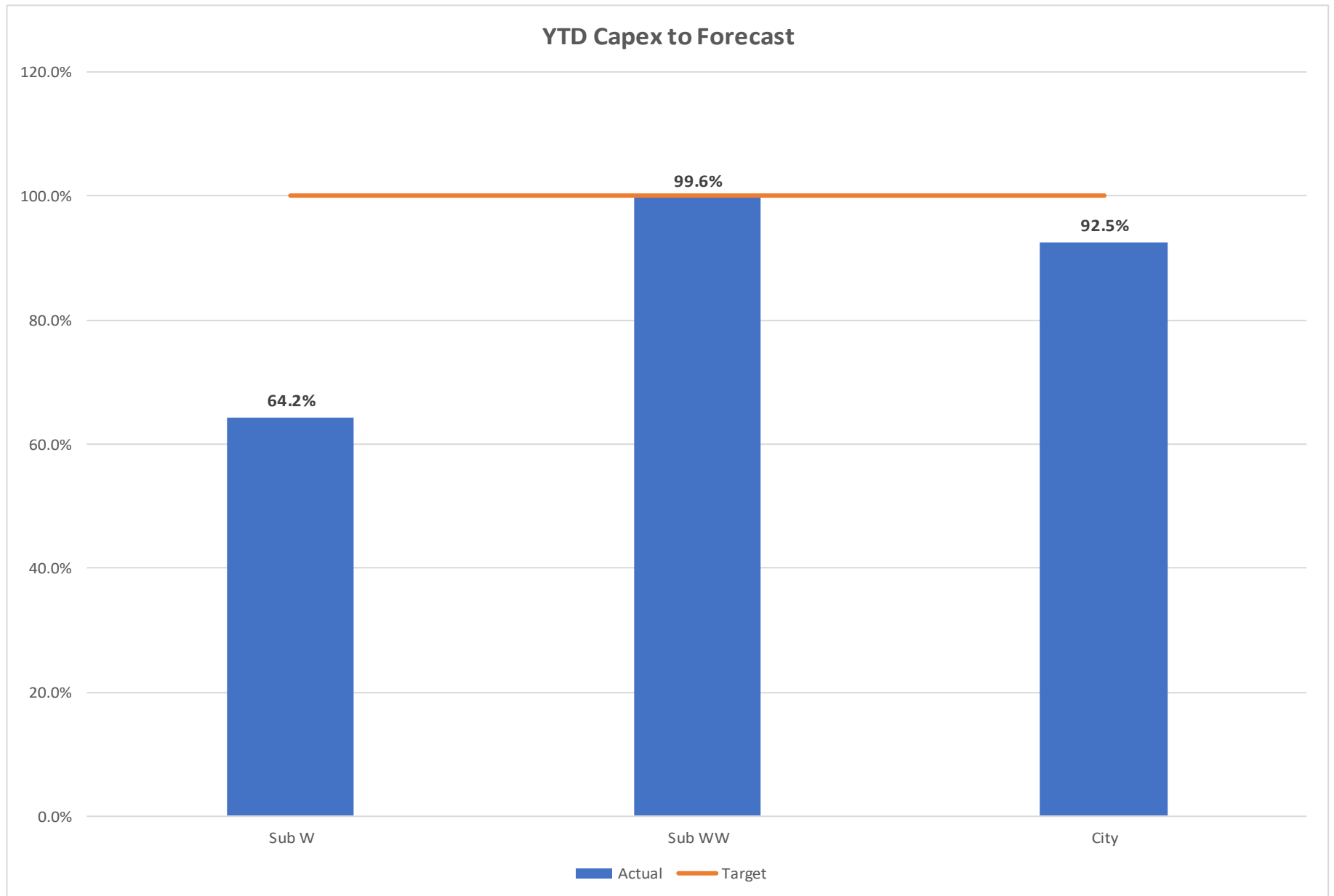
# YTD PERFORMANCE TO FORECAST



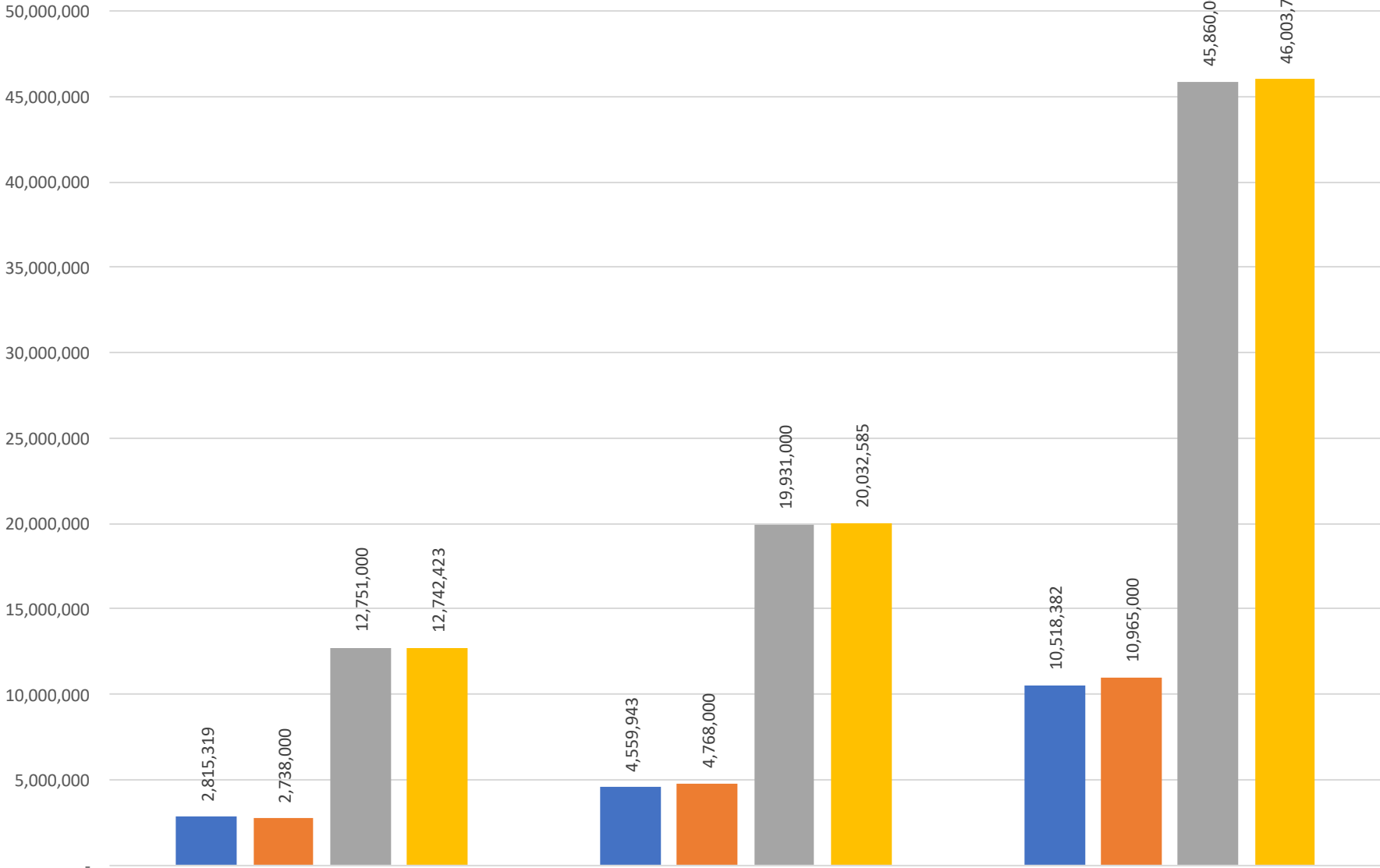
# YTD PERFORMANCE TO FORECAST



# YTD PERFORMANCE TO FORECAST

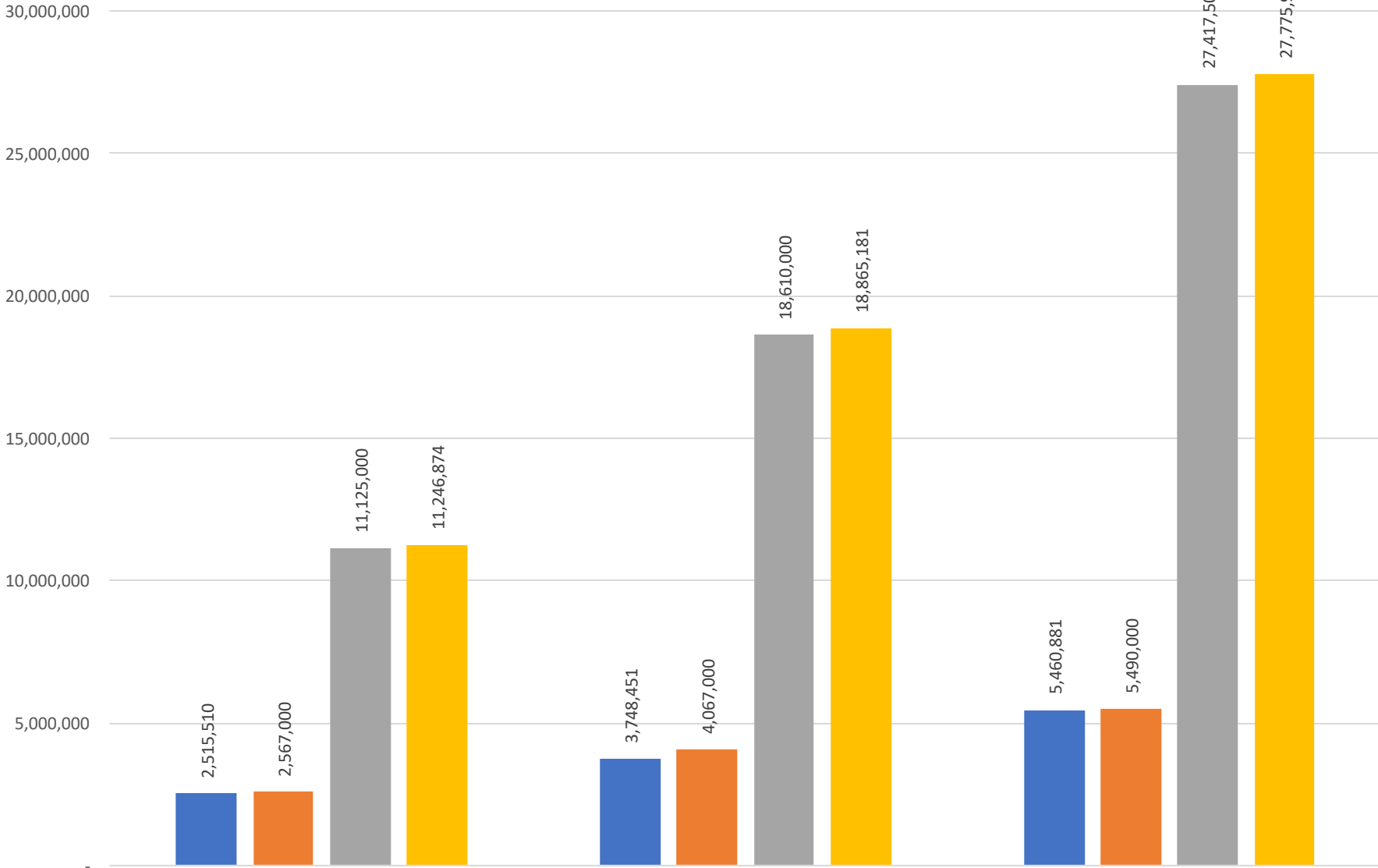


# Operating Revenues



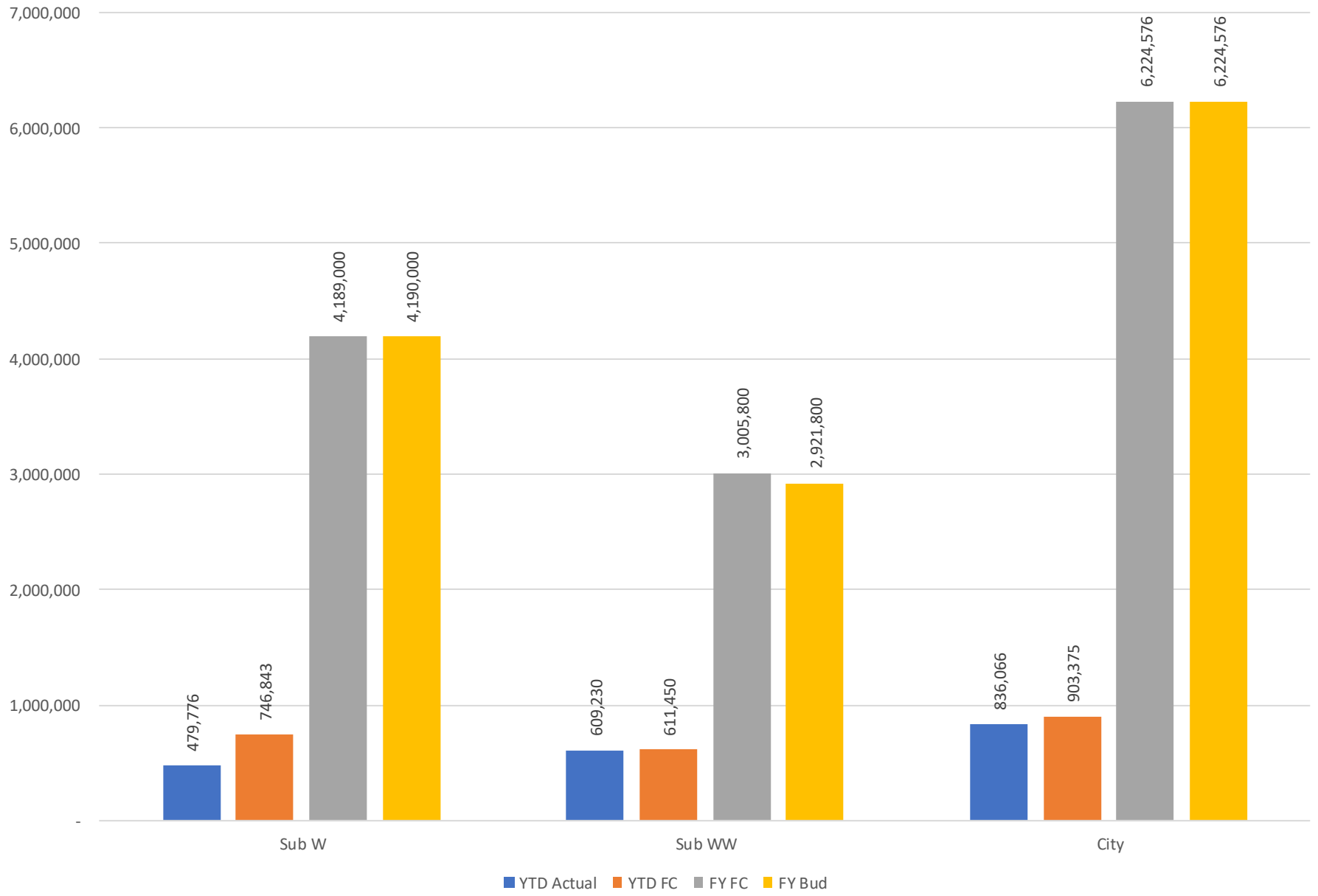
■ YTD Actual ■ YTD FC ■ FY FC ■ FY Bud

### Operating Expenses

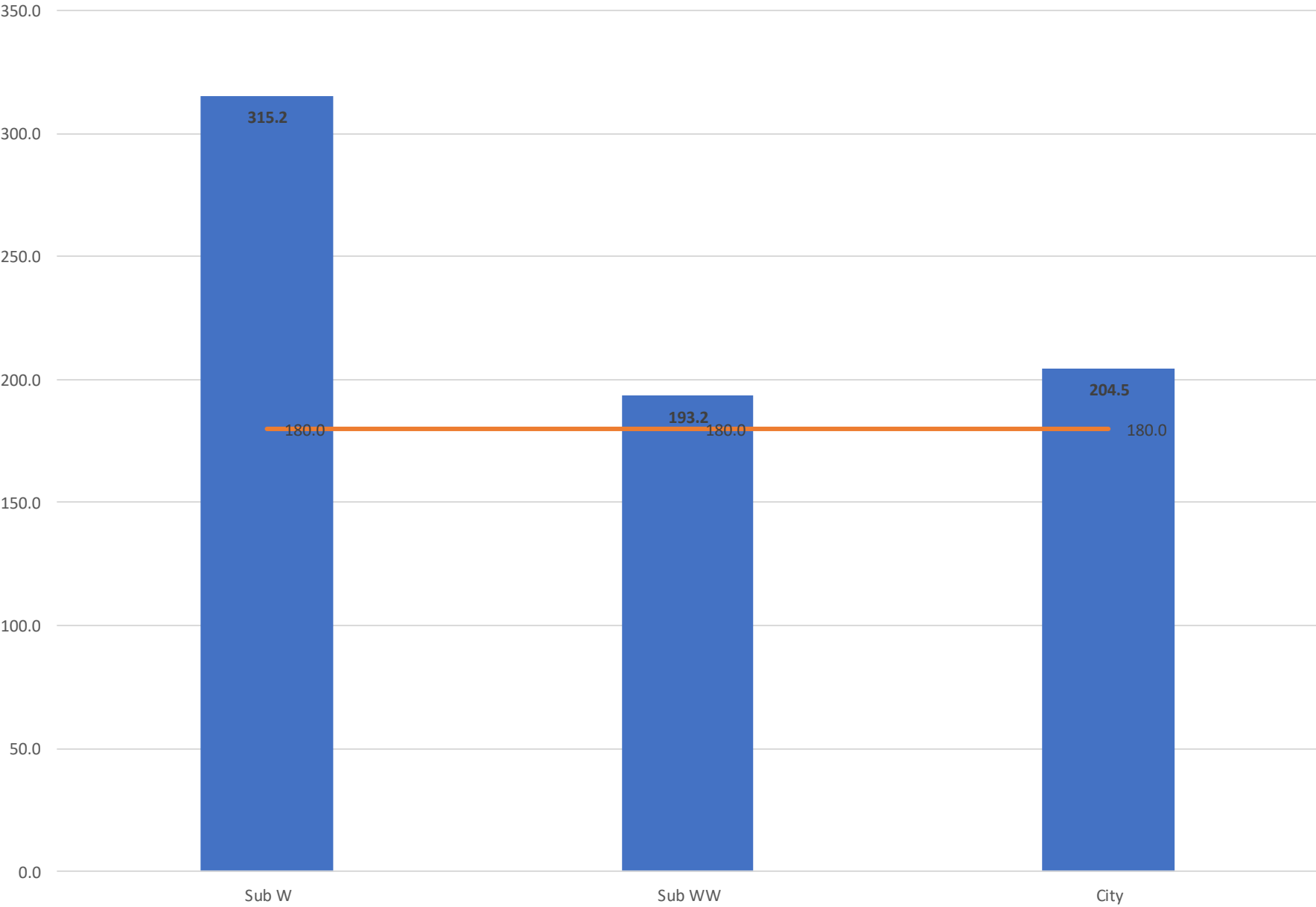


■ YTD Actual ■ YTD FC ■ FY FC ■ FY Bud

# Capex



# Unrestricted Days Cash On Hand





## SUMMARY FIGURES

**MARCH 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**

<b>FULL YEAR</b>			
	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
	(3,356,733)	(3,490,153)	133,420
	2,377,166	2,321,828	55,338
	4,698,288	4,663,547	34,740
	3,718,720	3,495,222	223,498
	1.23	1.20	0.03
	8.36	8.17	0.19
	1.69	1.68	0.01

## SUBURBAN WATER REFINANCING

	Refund	Refund	Refund	
	2010A Series	2015A Series	Pennworks Loan	Total
<b>Sources</b>				
Gross Bonds Sold	9,895,000.00	6,940,000.00	1,085,000.00	17,920,000.00
Premium	2,103,174.00	949,313.00	162,361.60	3,214,848.60
Refund Existing 2010 A DSRF Deposit	517,473.24	-	-	517,473.24
Total Sources	<u>12,515,647.24</u>	<u>7,889,313.00</u>	<u>1,247,361.60</u>	<u>21,652,321.84</u>
<b>Uses</b>				
Cost of Retirement	11,683,777.67	7,744,164.78	1,219,342.91	20,647,285.36
Underwriter Discount	118,740.00	83,280.00	13,020.00	215,040.00
DSRF Deposit on New Bonds	610,161.04	-	-	610,161.04
Issuance costs	102,968.53	61,868.22	14,998.69	179,835.44
	<u>12,515,647.24</u>	<u>7,889,313.00</u>	<u>1,247,361.60</u>	<u>21,652,321.84</u>
Debt Service Savings for 2022-2031				3,934,429.00
Existing debt was through 2031				
<b>Key Milestones</b>				
Board Approval of Borrowing Resolution	05/10/21			
S&P Rating Discussion	05/19/21			
Bond Rating from S&P	05/26/21			
Online Bidding	06/02/21			
Settlement	06/30/21			
<b>Key Players</b>				
Concord Financial (Chris Gibbons)				
King Spry (Kevin Reid)				
Trustee - Bank Of NY Mellon				

# SUBURBAN WATER REFINANCING

## NEW DEBT SERVICE VS. CURRENT DEBT SERVICE

