

**LEHIGH COUNTY AUTHORITY
FINANCIAL STATEMENTS
NOVEMBER 2021**

LEHIGH COUNTY AUTHORITY
 FINANCIAL STATEMENTS - SUMMARY
 For the Period Ended November 30, 2021

| | Consolidated Financial Statements | | | | | | | | | | | | | | |
|------------------------------------|-----------------------------------|------------------|------------------|--------------------|------------------|-------------------|-------------------|----------------|--------------------|-------------------|------------------|------------------|--------------------|------------------|------------------|
| | Month | | | | | Year To Date | | | | | FULL YEAR | | | | |
| | Actual | Q4 FC | Prior Year | FC Var | PY Var | Actual | Q4 FC | Prior Year | FC Var | PY Var | Q4 FC | Budget | Prior Year | Bud Var | PY Var |
| Income Statement | | | | | | | | | | | | | | | |
| Suburban Water | 504,012 | 89,250 | (146,608) | 414,761 | 650,619 | 2,241,354 | 1,826,593 | 1,539,260 | 414,761 | 702,094 | 1,161,034 | 183,548 | 456,932 | 977,486 | 704,102 |
| Suburban Wastewater | (1,692,543) | 54,640 | 647,101 | (1,747,183) | (2,339,644) | 4,422 | 1,751,605 | 4,688,774 | (1,747,183) | (4,684,353) | 452,023 | 1,175,879 | 2,724,420 | (723,856) | (2,272,397) |
| City Division | 603,112 | 578,641 | (907,926) | 24,471 | 1,511,038 | 5,919,841 | 5,895,370 | (5,868,484) | 24,471 | 11,788,325 | 3,008,304 | 865,692 | (4,289,351) | 2,142,612 | 7,297,656 |
| Total LCA | (585,420) | 722,532 | (407,433) | (1,307,951) | (177,987) | 8,165,617 | 9,473,568 | 359,550 | (1,307,951) | 7,806,067 | 4,621,361 | 2,225,119 | (1,107,999) | 2,396,242 | 5,729,360 |
| Cash Flow Statement | | | | | | | | | | | | | | | |
| Suburban Water | (835,178) | (2,356,863) | (618,165) | 1,521,686 | (217,013) | (1,942,250) | (3,463,935) | (2,632,258) | 1,521,686 | 690,008 | (1,690,748) | (3,490,153) | (3,715,921) | 1,799,405 | 2,025,173 |
| Suburban Wastewater | 1,096,717 | 3,004,115 | 854,176 | (1,907,397) | 242,541 | 948,795 | 2,856,192 | (1,120,262) | (1,907,397) | 2,069,057 | 2,511,826 | 2,321,828 | 398,089 | 189,999 | 2,113,737 |
| City Division | 1,160,918 | 496,905 | 312,498 | 664,013 | 848,421 | 14,136,651 | 13,472,638 | 3,874,754 | 664,013 | 10,261,897 | 5,366,312 | 4,663,547 | 2,036,187 | 702,764 | 3,330,125 |
| Total LCA | 1,422,458 | 1,144,157 | 548,509 | 278,301 | 873,949 | 13,143,197 | 12,864,895 | 122,234 | 278,301 | 13,020,962 | 6,187,390 | 3,495,222 | (1,281,645) | 2,692,168 | 7,469,035 |
| Debt Service Coverage Ratio | | | | | | | | | | | | | | | |
| Suburban Water | 3.08 | 1.52 | 0.92 | 1.56 | 2.16 | 1.99 | 1.85 | 1.50 | 0.14 | 0.49 | 1.69 | 1.20 | 1.26 | 0.50 | 0.43 |
| Suburban Wastewater | (21.27) | 7.45 | 17.77 | (28.72) | (39.04) | 6.57 | 9.18 | 14.03 | (2.61) | (7.46) | 8.99 | 8.17 | 12.54 | 0.82 | (3.55) |
| City Division | 2.09 | 2.09 | 1.08 | (0.00) | 1.01 | 2.13 | 2.13 | 1.58 | (0.00) | 0.55 | 1.73 | 1.62 | 1.43 | 0.11 | 0.31 |

**LEHIGH COUNTY AUTHORITY
VARIANCE ANALYSIS - MONTH
For the Period Ended November 30, 2021**

| Suburban - Water | | | | |
|--|------------------|--------------------|------------------|--|
| STATEMENTS OF ACTIVITIES | Actual | Q4 FC | FC Var | Comments |
| Operating Revenues: | | | | |
| User Charges | 1,002,359 | 896,316 | 106,043 | Higher commercial, Industrial, and residential volumes |
| Connection & System Charges | 69,362 | 122,357 | (52,995) | Lower tapping fees and lower development charges |
| Other Miscellaneous Revenues | 1,590 | 15,269 | (13,679) | |
| Total Operating Revenues | 1,073,311 | 1,033,941 | 39,370 | Higher user charges partially offset partly by lower system and connection charges |
| Operating Expenses: | | | | |
| Personnel | 168,111 | 229,861 | 61,750 | Lower time charged in |
| Shared Services - General & Administrative | 37,228 | 40,191 | 2,964 | |
| Utilities | 34,117 | 30,735 | (3,382) | |
| Materials and Supplies | 37,818 | 34,638 | (3,180) | |
| Miscellaneous Services | (24,124) | 298,030 | 322,154 | Lower water purchases |
| Treatment and Transportation | - | - | - | |
| Depreciation and Amortization | 217,141 | 217,141 | - | |
| Major Maintenance Expenses | 1,002 | - | (1,002) | |
| Other Miscellaneous | - | - | - | |
| Total Operating Expenses | 471,293 | 850,597 | 379,304 | Lower personnel costs and lower service charges |
| Net Operating Profit | 602,018 | 183,344 | 418,674 | Higher operating revenues along with lower operating expenses |
| Non-Operating Income (Expense) | | | | |
| Interest Income | 3,573 | 4,104 | (531) | |
| Interest (Expense) | (100,226) | (98,198) | (2,028) | |
| Other Miscellaneous | (1,354) | - | (1,354) | |
| Net Non-Operating Income (Expense) | (98,006) | (94,094) | (3,913) | |
| Net Income (Loss) | 504,012 | 89,250 | 414,761 | Higher net operating revenues with a small unfavorable offset from financial related |
| CASH FLOW STATEMENT | | | | |
| Cash Flows From Operating Activities | | | | |
| Operating Revenues | 1,073,311 | 1,033,941 | 39,370 | |
| Operating Expenses (ex D&A) | (254,152) | (633,456) | 379,304 | |
| Non-Cash Working Capital Changes | (591,682) | (643,156) | 51,474 | |
| Net Cash Provided by (Used in) Operating Activities | 227,477 | (242,671) | 470,148 | Higher net operating profit aided by favorable working capital movements |
| Cash Flows From Financing Activities | | | | |
| Capital Contributions | - | - | - | |
| Proceeds New Borrowing | - | - | - | |
| Interest Payments | (489,410) | (800,646) | 311,236 | |
| Principal Payments | (16,706) | (672,791) | 656,085 | |
| Net Cash Provided by (Used in) Financing Activities | (506,116) | (1,473,437) | 967,321 | Lower interest and principal payments |
| Cash Flows from Capital and Related Activities | | | | |
| Non-Operating Income (Expenses) | (1,354) | - | (1,354) | |
| Capital Expenditures, net | (558,758) | (644,860) | 86,102 | |
| Net Cash Provided By (Used In) Capital and Related Activities | (560,112) | (644,860) | 84,748 | Lower capex |
| Cash Flows From Investing Activities | | | | |
| Investments Converting To Cash | - | - | - | |
| Purchased Investments | - | - | - | |
| Interest Income | 3,573 | 4,104 | (531) | |
| Net Cash Provided By (Used In) Investing Activities | 3,573 | 4,104 | (531) | |
| FUND NET CASH FLOWS | (835,178) | (2,356,863) | 1,521,686 | Higher cash from operations aided by lower debt service payments and slightly lower capex |

LEHIGH COUNTY AUTHORITY
VARIANCE ANALYSIS - MONTH
For the Period Ended November 30, 2021

| Suburban - Wastewater | | | | |
|--|--------------------|------------------|--------------------|---|
| STATEMENTS OF ACTIVITIES | Actual | Q4 FC | FC Var | Comments |
| Operating Revenues: | | | | |
| User Charges | (436,022) | 1,264,589 | (1,700,611) | Lower municipal Charges |
| Connection & System Charges | 28,656 | 221,171 | (192,514) | Lower tapping fees |
| Other Miscellaneous Revenues | 60 | 30,145 | (30,085) | |
| Total Operating Revenues | (407,305) | 1,515,905 | (1,923,210) | Lower user charges and lower system & connection charges |
| Operating Expenses: | | | | |
| Personnel | 72,212 | 81,815 | 9,603 | |
| Shared Services - General & Administrative | 15,864 | 11,884 | (3,980) | |
| Utilities | 20,722 | 23,542 | 2,820 | |
| Materials and Supplies | 33,889 | 15,265 | (18,624) | |
| Miscellaneous Services | 461,665 | 601,096 | 139,430 | Lower contract operating services |
| Treatment and Transportation | 282,485 | 330,000 | 47,515 | Lower treatment & transportation volumes |
| Depreciation and Amortization | 384,727 | 384,727 | - | |
| Major Maintenance Expenses | (744) | 4,722 | 5,466 | |
| Other Miscellaneous | - | - | - | |
| Total Operating Expenses | 1,270,821 | 1,453,051 | 182,230 | Lower service costs and lower treatment & transportation costs |
| Net Operating Profit | (1,678,127) | 62,853 | (1,740,980) | Lower Operating revenues partially offset by lower operating expenses |
| Non-Operating Income (Expense) | | | | |
| Interest Income | 2,730 | 6,325 | (3,595) | |
| Interest (Expense) | (11,903) | (14,538) | 2,635 | |
| Other Miscellaneous | (5,243) | - | (5,243) | |
| Net Non-Operating Income (Expense) | (14,417) | (8,213) | (6,203) | |
| Net Income (Loss) | (1,692,543) | 54,640 | (1,747,183) | Lower net operating profit along with slightly unfavorable financial items |
| CASH FLOW STATEMENT | | | | |
| Cash Flows From Operating Activities | | | | |
| Operating Revenues | (407,305) | 1,515,905 | (1,923,210) | |
| Operating Expenses (ex D&A) | (886,094) | (1,068,324) | 182,230 | |
| Non-Cash Working Capital Changes | 2,312,902 | 2,314,960 | (2,058) | |
| Net Cash Provided by (Used in) Operating Activities | 1,019,503 | 2,762,540 | (1,743,038) | Lower net operating profit |
| Cash Flows From Financing Activities | | | | |
| Capital Contributions | - | - | - | |
| Proceeds New Borrowing | - | - | - | |
| Interest Payments | (9,074) | (12,900) | 3,826 | |
| Principal Payments | (36,483) | (45,600) | 9,117 | |
| Net Cash Provided by (Used in) Financing Activities | (45,557) | (58,500) | 12,943 | |
| Cash Flows from Capital and Related Activities | | | | |
| Non-Operating Income (Expenses) | (5,243) | - | (5,243) | |
| Capital Expenditures, net | (373,715) | (205,250) | (168,465) | |
| Net Cash Provided By (Used In) Capital and Related Activities | (378,958) | (205,250) | (173,708) | Higher capex |
| Cash Flows From Investing Activities | | | | |
| Investments Converting To Cash | 748,000 | 748,000 | - | |
| Purchased Investments | (249,000) | (249,000) | - | |
| Interest Income | 2,730 | 6,325 | (3,595) | |
| Net Cash Provided By (Used In) Investing Activities | 501,730 | 505,325 | (3,595) | |
| FUND NET CASH FLOWS | 1,096,717 | 3,004,115 | (1,907,397) | Lower cash from operations and higher capex |

**LEHIGH COUNTY AUTHORITY
VARIANCE ANALYSIS - MONTH
For the Period Ended November 30, 2021**

| City Division | | | | |
|--|--------------------|--------------------|------------------|---|
| STATEMENTS OF ACTIVITIES | Actual | Q4 FC | FC Var | Comments |
| Operating Revenues: | | | | |
| User Charges | 3,460,747 | 3,771,162 | (310,415) | |
| Connection & System Charges | 159,061 | 146,262 | 12,799 | |
| Other Miscellaneous Revenues | 5,457 | 41,405 | (35,948) | |
| Total Operating Revenues | 3,625,265 | 3,958,829 | (333,564) | Lower user charges |
| Operating Expenses: | | | | |
| Personnel | 545,975 | 1,000,443 | 454,468 | |
| Shared Services - General & Administrative | 104,510 | 94,479 | (10,031) | |
| Utilities | 149,209 | 109,224 | (39,984) | |
| Materials and Supplies | 124,871 | 116,789 | (8,082) | |
| Miscellaneous Services | 152,747 | 105,455 | (47,293) | |
| Treatment and Transportation | 6,667 | - | (6,667) | |
| Depreciation and Amortization | 491,154 | 491,154 | - | |
| Major Maintenance Expenses | 64,649 | 50,000 | (14,649) | |
| Other Miscellaneous | - | - | - | |
| Total Operating Expenses | 1,639,782 | 1,967,544 | 327,762 | Lower Labor charged in |
| Net Operating Profit | 1,985,483 | 1,991,285 | (5,802) | Lower operating revenues mostly offset by lower operating expenses |
| Non-Operating Income (Expense) | | | | |
| Interest Income | 364 | 377 | (13) | |
| Interest (Expense) | (1,382,735) | (1,413,021) | 30,286 | |
| Other Miscellaneous | - | - | - | |
| Net Non-Operating Income (Expense) | (1,382,371) | (1,412,644) | 30,274 | |
| Net Income (Loss) | 603,112 | 578,641 | 24,471 | Lower net operating profit more than offset by favorable financial items |
| CASH FLOW STATEMENT | | | | |
| Cash Flows From Operating Activities | | | | |
| Operating Revenues | 3,625,265 | 3,958,829 | (333,564) | |
| Operating Expenses (ex D&A) | (1,148,628) | (1,476,390) | 327,762 | |
| Non-Cash Working Capital Changes | (1,316,083) | (1,487,911) | 171,828 | |
| Net Cash Provided by (Used in) Operating Activities | 1,160,554 | 994,528 | 166,026 | Lower net operating profit adided by favorable working capital movements |
| Cash Flows From Financing Activities | | | | |
| Capital Contributions | - | - | - | |
| Proceeds New Borrowing | - | - | - | |
| Interest Payments | - | - | - | |
| Principal Payments | - | - | - | |
| Net Cash Provided by (Used in) Financing Activities | - | - | - | |
| Cash Flows from Capital and Related Activities | | | | |
| Non-Operating Income (Expenses) | - | - | - | |
| Capital Expenditures, net | - | (498,000) | 498,000 | |
| Net Cash Provided By (Used In) Capital and Related Activities | - | (498,000) | 498,000 | Lower capex |
| Cash Flows From Investing Activities | | | | |
| Investments Converting To Cash | - | - | - | |
| Purchased Invesments | - | - | - | |
| Interest Income | 364 | 377 | (13) | |
| Net Cash Provided By (Used In) Investing Activities | 364 | 377 | (13) | |
| FUND NET CASH FLOWS | 1,160,918 | 496,905 | 664,013 | Higher net cash from operating activities along with lower capex |

**LEHIGH COUNTY AUTHORITY
CASH & INVESTMENT SUMMARY
For the Period Ended November 30, 2021**

| | Suburban Water | | | | Suburban Wastewater | | | | City Division | | | | Total | | | |
|-----------------------------------|----------------------|-------------------|-------------------|-------------------|----------------------|-------------------|-------------------|-------------------|----------------------|-------------------|-------------------|-------------------|----------------------|-------------------|--------------------|-------------------|
| | 11/30/2021 Actual | 2021 Forecast | 2021 Budget | 2020 Actual | 11/30/2021 Actual | 2021 Forecast | 2021 Budget | 2020 Actual | 11/30/2021 Actual | 2021 Forecast | 2021 Budget | 2020 Actual | 11/30/2021 Actual | 2021 Forecast | 2021 Budget | 2020 Actual |
| Cash | | | | | | | | | | | | | | | | |
| Operating | | | | | | | | | | | | | | | | |
| Unrestricted | 5,191,437 | 5,431,346 | 1,173,430 | 5,206,224 | (957,694) | 4,605,492 | 4,315,728 | (217,015) | 6,752,193 | 7,146,547 | 19,638,366 | 1,378,275 | 10,381,941 | 17,183,385 | 25,127,525 | 6,367,484 |
| Restricted | - | - | 2,532,181 | - | - | 272 | 0 | 272 | 23,392,951 | 18,916,139 | 1,614,754 | 23,992,616 | 23,392,951 | 18,916,411 | 4,146,935 | 23,992,888 |
| Total Operating | 5,191,437 | 5,431,346 | 3,705,611 | 5,206,224 | (957,694) | 4,605,764 | 4,315,728 | (216,743) | 30,145,145 | 26,062,686 | 21,253,120 | 25,370,891 | 33,774,892 | 36,099,796 | 29,274,460 | 30,360,372 |
| Capital | | | | | | | | | | | | | | | | |
| Unrestricted | 319,716 | 319,716 | 2,037,248 | 2,037,248 | 9,361,338 | 5,361,338 | 7,672,019 | 7,672,019 | 3,367,184 | 4,322,434 | 169,980 | 169,980 | 13,048,238 | 10,003,488 | 9,879,247 | 9,879,247 |
| Restricted | - | - | - | - | 338,358 | 337,932 | 337,932 | 337,932 | 7,500,035 | 7,500,052 | 7,500,000 | 7,500,000 | 7,838,394 | 7,837,984 | 7,837,932 | 7,837,932 |
| Total Capital | 319,716 | 319,716 | 2,037,248 | 2,037,248 | 9,699,696 | 5,699,270 | 8,009,951 | 8,009,951 | 10,867,219 | 11,822,486 | 7,669,980 | 7,669,980 | 20,886,632 | 17,841,472 | 17,717,179 | 17,717,179 |
| Other Restricted | | | | | | | | | | | | | | | | |
| Debt Reserves | 1,648,562 | 1,660,166 | 1,043,094 | 1,858,493 | - | - | - | - | 34,619,825 | 28,976,677 | 37,684,197 | 28,454,669 | 36,268,386 | 30,636,843 | 38,727,291 | 30,313,162 |
| Escrow | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Other Restricted | 1,648,562 | 1,660,166 | 1,043,094 | 1,858,493 | - | - | - | - | 34,619,825 | 28,976,677 | 37,684,197 | 28,454,669 | 36,268,386 | 30,636,843 | 38,727,291 | 30,313,162 |
| Total Cash | 7,159,716 | 7,411,228 | 6,785,954 | 9,101,965 | 8,742,003 | 10,305,034 | 12,325,679 | 7,793,208 | 75,632,189 | 66,861,849 | 66,607,297 | 61,495,540 | 90,929,911 | 84,578,111 | 85,718,930 | 78,390,713 |
| Investments | | | | | | | | | | | | | | | | |
| Operating | | | | | | | | | | | | | | | | |
| Unrestricted | 1,976,386 | 1,497,825 | 2,136,930 | 1,497,825 | - | 5,387,746 | 6,757,276 | 5,387,746 | - | - | - | - | 1,976,386 | 6,885,571 | 8,894,206 | 6,885,571 |
| Restricted | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Operating | 1,976,386 | 1,497,825 | 2,136,930 | 1,497,825 | - | 5,387,746 | 6,757,276 | 5,387,746 | - | - | - | - | 1,976,386 | 6,885,571 | 8,894,206 | 6,885,571 |
| Capital | | | | | | | | | | | | | | | | |
| Unrestricted | 1,000,167 | 1,000,000 | 1,000,000 | 1,000,000 | 6,483,442 | 1,000,000 | 1,000,000 | 1,000,000 | - | - | - | - | 7,483,608 | 2,000,000 | 2,000,000 | 2,000,000 |
| Restricted | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Capital | 1,000,167 | 1,000,000 | 1,000,000 | 1,000,000 | 6,483,442 | 1,000,000 | 1,000,000 | 1,000,000 | - | - | - | - | 7,483,608 | 2,000,000 | 2,000,000 | 2,000,000 |
| Other Restricted | | | | | | | | | | | | | | | | |
| Debt Reserves | - | 244,924 | - | 244,924 | - | - | - | - | - | - | - | - | - | 244,924 | - | 244,924 |
| Escrow | 295,364 | 4,210,752 | 4,236,279 | 4,210,752 | - | - | - | - | - | - | - | - | 295,364 | 4,210,752 | 4,236,279 | 4,210,752 |
| Total Other Restricted | 295,364 | 4,455,676 | 4,236,279 | 4,455,676 | - | - | - | - | - | - | - | - | 295,364 | 4,455,676 | 4,236,279 | 4,455,676 |
| Total Investments | 3,271,917 | 6,953,501 | 7,373,209 | 6,953,501 | 6,483,442 | 6,387,746 | 7,757,276 | 6,387,746 | - | - | - | - | 9,755,358 | 13,341,247 | 15,130,485 | 13,341,247 |
| Total Cash and Investments | 10,431,632 | 14,364,729 | 14,159,163 | 16,055,466 | 15,225,444 | 16,692,780 | 20,082,955 | 14,180,954 | 75,632,189 | 66,861,849 | 66,607,297 | 61,495,540 | 100,685,269 | 97,919,358 | 100,849,415 | 91,731,960 |
| Summary | | | | | | | | | | | | | | | | |
| Cash | | | | | | | | | | | | | | | | |
| Unrestricted | 5,511,154 | 5,751,062 | 3,210,679 | 7,243,472 | 8,403,644 | 9,966,830 | 11,987,747 | 7,455,004 | 10,119,377 | 11,468,981 | 19,808,346 | 1,548,255 | 23,430,179 | 27,186,873 | 35,006,772 | 16,246,731 |
| Restricted | 1,648,562 | 1,660,166 | 3,575,275 | 1,858,493 | 338,358 | 338,204 | 337,932 | 338,204 | 65,512,811 | 55,392,868 | 46,798,951 | 59,947,285 | 67,499,732 | 57,391,238 | 50,712,158 | 62,143,982 |
| Total Cash | 7,159,716 | 7,411,228 | 6,785,954 | 9,101,965 | 8,742,003 | 10,305,034 | 12,325,679 | 7,793,208 | 75,632,189 | 66,861,849 | 66,607,297 | 61,495,540 | 90,929,911 | 84,578,111 | 85,718,930 | 78,390,713 |
| Investments | | | | | | | | | | | | | | | | |
| Unrestricted | 2,976,553 | 2,497,825 | 3,136,930 | 2,497,825 | 6,483,442 | 6,387,746 | 7,757,276 | 6,387,746 | - | - | - | - | 9,459,995 | 8,885,571 | 10,894,206 | 8,885,571 |
| Restricted | 295,364 | 4,455,676 | 4,236,279 | 4,455,676 | - | - | - | - | - | - | - | - | 295,364 | 4,455,676 | 4,236,279 | 4,455,676 |
| Total Investments | 3,271,917 | 6,953,501 | 7,373,209 | 6,953,501 | 6,483,442 | 6,387,746 | 7,757,276 | 6,387,746 | - | - | - | - | 9,755,358 | 13,341,247 | 15,130,485 | 13,341,247 |
| Total Cash and Investments | 10,431,632 | 14,364,729 | 14,159,163 | 16,055,466 | 15,225,444 | 16,692,780 | 20,082,955 | 14,180,954 | 75,632,189 | 66,861,849 | 66,607,297 | 61,495,540 | 100,685,269 | 97,919,358 | 100,849,415 | 91,731,960 |