

ROCHELLE MUNICIPAL UTILITIES

BALANCE SHEET – COMMUNICATIONS

October 31, 2015 and 2014

	October 31, 2015	October 31, 2014
ASSETS		
PLANT IN SERVICE		
Utility Plant in Service	3,674,199	3,614,409
Tech Center Building	428	
Less: Accumulated Depreciation	(2,819,672)	(2,807,427)
Net Plant in Service	854,956	806,983
LAND		
Land		
Land		
CURRENT ASSETS		
Cash & Investments	(823,150)	(618,469)
Customer Accounts Receivable	58,252	(4,537)
Miscellaneous Accounts Receivable	1,135	
Prepaid Expenses	199	6,150
Inventory		
Total Current Assets	(763,565)	(616,856)
TOTAL ASSETS	91,391	190,127
LIABILITIES AND EQUITY		
EQUITY		
Retained Earnings	(492,570)	(358,016)
Revenue over Expenditures	(51,978)	(135,286)
Contribution in Aid of Construction (Net)	352,922	352,922
Total Equity	(191,626)	(140,380)
LIABILITIES		
Current Liabilities:		
Accounts Payable	4,503	(409)
Accrued Liabilities	28,521	25,866
Other Liabilities		
Total Current Liabilities	33,025	25,457
Non-Current Liabilities:		
Interdepartmental Loan Payable	249,993	305,050
2008 Bonds Payable		
Total Non-Current Liabilities	249,993	305,050
Total Liabilities	283,018	330,506
TOTAL LIABILITIES AND EQUITY	91,391	190,127

ROCHELLE MUNICIPAL UTILITIES

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – COMMUNICATIONS For the 6 Months Ending October 31, 2015 and 2014

	2015	2014	Variance	%
OPERATING REVENUES				
Network Administration Fees	220,424	229,858	(9,435)	95.9
VOIP Services	954	16,193	(15,239)	5.9
Misc Revenues	388		388	.0
Network and Hardware Support				.0
Data Services	2,874	2,874		100.0
Fiber Internet Access	57,780	50,946	6,833	113.4
Dial-up Internet Access	5,616	6,585	(969)	85.3
Wireless Internet Access	7,094	14,821	(7,727)	47.9
Network Internet Access	10,198	10,198		100.0
Web Site Host	2,799	3,974	(1,175)	70.4
Web Site Development				.0
Activation Fee				.0
Wireless Installation				.0
Mailboxes	1,098	1,125	(28)	97.6
Forfeited Discounts	663	855	(192)	77.6
Total Operating Revenues	309,886	337,429	(27,543)	91.8
OPERATING EXPENSES				
Personnel	104,049	124,847	(20,798)	83.3
Insurance Benefits	21,137	25,936	(4,799)	81.5
Pension & Other Benefits	19,146	24,092	(4,947)	79.5
Contractual Services- Maintenance	7,471	9,894	(2,423)	75.5
Contractual Services- Professional	68,014	65,538	2,476	103.8
Contractual Services- Communications	53,997	47,151	6,847	114.5
Contractual Services- Professional Development	4,151	1,616	2,534	256.8
Service Charges	32,139	62,449	(30,310)	51.5
Commodities - Maintenance Supplies	31	529	(498)	5.9
Commodities - General Supplies	904	2,729	(1,825)	33.1
Other Expenditures	(43)	(1,393)	1,350	(3.1)
Depreciation	35,304	96,402	(61,098)	36.6
Transfer to Administrative Services	8,000	8,000		100.0
Total Operating Expenses	354,300	467,790	(113,490)	75.7
Operating Income (Loss)	(44,413)	(130,361)	85,947	(34.1)
NON-OPERATING REVENUE (EXPENSE)				
Merchandising, Jobbing, & Contract Income				.0
Merchandising, Jobbing, & Contract Expense	(7,149)	(4,427)	(2,722)	(161.5)
Investment Income				.0
Lease Revenues				.0
ICC Grant				.0
Transfer From Other Funds				.0
Transfers To Other Funds				.0
Amortization Expense				.0
Interest Expense	(416)	(498)	83	(83.5)
Total Non-Operating Revenue (Expense)	(7,565)	(4,925)	(2,640)	(153.6)
Increase (Decrease) in Retained Earnings	(51,978)	(135,286)	83,308	(38.4)

ROCHELLE MUNICIPAL UTILITIES

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – COMMUNICATIONS For the 6 Months Ending October 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>	<u>Variance</u>	<u>%</u>
RETAINED EARNINGS – Beginning of Period	<u>(492,570)</u>	<u>(358,016)</u>	<u>(134,554)</u>	<u>(137.6)</u>
RETAINED EARNINGS – END OF PERIOD	<u><u>(544,549)</u></u>	<u><u>(493,302)</u></u>	<u><u>(51,247)</u></u>	<u><u>(110.4)</u></u>

ROCHELLE MUNICIPAL UTILITIES

BALANCE SHEET – ELECTRIC FUND

October 31, 2015 and 2014

	October 31, 2015	October 31, 2014
ASSETS		
PLANT IN SERVICE		
Utility Plant in Service	79,226,377	77,021,858
Less: Accumulated Depreciation	(40,625,841)	(40,895,280)
Net Plant in Service	38,600,536	36,126,578
CURRENT ASSETS		
Cash & Investments	3,943,479	2,302,665
Customer Accounts Receivable	5,169,090	4,742,852
Other Accounts Receivable		
Inventory	2,620,951	2,608,333
Prepaid Expenses	408,771	281,740
Total Current Assets	12,142,290	9,935,590
RESTRICTED ASSETS		
	11,093,561	10,822,684
NON-CURRENT ASSETS		
Unamortized Loss	2,113,984	27,074
Other Deferred Debits	246,538	29,361
Interdepartmental Loan Receivable	629,710	1,083,935
Total Non-Current Assets	2,990,232	1,140,370
TOTAL ASSETS	64,826,619	58,025,222
LIABILITIES AND EQUITY		
EQUITY		
Retained Earnings	43,399,619	44,036,830
Contribution in Aid of Construction (Net)		
Total Equity	43,399,619	44,036,830
LIABILITIES		
Current Liabilities:		
Accounts Payable	3,327,612	2,596,553
Accrued Liabilities	262,414	258,098
Total Current Liabilities	3,590,025	2,854,651
Non-Current Liabilities:		
Bonds Payable	17,526,498	10,677,600
Unamortized Discount on Long-Term Debt		
Other Non-Current Liabilities	310,478	456,140
Total Non-Current Liabilities	17,836,975	11,133,741
Total Liabilities	21,427,001	13,988,392
TOTAL LIABILITIES AND EQUITY	64,826,619	58,025,222

ROCHELLE MUNICIPAL UTILITIES

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – ELECTRIC FUND For the 6 Months Ending October 31, 2015 and 2014

	2015	2014	Variance	%
OPERATING REVENUES				
Residential	3,425,292	3,197,508	227,783	107.1
Small General Service	2,989,200	2,807,739	181,461	106.5
Large General Service	11,587,617	10,617,898	969,719	109.1
Public Street Lighting	76,001	75,993	8	100.0
Interdepartmental	280,232	263,849	16,383	106.2
Forfeited Discounts	151,300	130,774	20,525	115.7
Other Operating Revenues	501,564	254,753	246,811	196.9
Total Operating Revenues	19,011,205	17,348,514	1,662,692	109.6
OPERATING EXPENSES				
Purchased Power	13,142,837	12,663,227	479,610	103.8
Generation - Operation	468,506	371,441	97,066	126.1
Generation - Maintenance	332,465	249,925	82,540	133.0
Transmission - Operation	1,816	964	851	188.3
Distribution - Operation	608,883	645,210	(36,327)	94.4
Distribution - Maintenance	313,059	315,635	(2,576)	99.2
Depreciation	1,116,205	1,082,080	34,125	103.2
Taxes Other Than Income Taxes	73,779	66,602	7,176	110.8
Customer Accounts	143,403	133,749	9,654	107.2
Administrative & General	1,196,837	1,037,457	159,380	115.4
Indirect Transfers to Municipality				.0
Total Operating Expenses	17,397,790	16,566,290	831,500	105.0
Operating Income (Loss)	1,613,415	782,224	831,192	206.3
NON-OPERATING REVENUE (EXPENSE)				
Investment Income	8,812	7,106	1,706	124.0
Merchandising, Jobbing & Contract Income				.0
Merchandising, Jobbing & Contract Expense	(82,861)	(49,983)	(32,878)	(165.8)
Amortization Expense	27,093	(12,513)	39,607	216.5
Interest Expense	(329,767)	(251,524)	(78,243)	(131.1)
Non-Operating Revenue (Expense)	127,669	13,936	113,733	916.1
Total Non-Operating Revenue (Expense)	(249,053)	(292,978)	43,924	(85.0)
Increase (Decrease) in Retained Earnings Before Operating Transfers	1,364,362	489,246	875,116	278.9
Operating Transfers In (Out)	(747,168)	(718,214)	(28,955)	(104.0)
Increase (Decrease) in Retained Earnings	617,194	(228,968)	846,161	269.6
RETAINED EARNINGS - Beginning of Period	42,782,425	44,265,798	(1,483,373)	96.7
RETAINED EARNINGS - END OF PERIOD	43,399,619	44,036,830	(637,212)	98.6

ROCHELLE MUNICIPAL UTILITIES

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – WATER RECLAMATION FUND For the 6 Months Ending October 31, 2015 and 2014

	2015	2014	Variance	%
OPERATING REVENUES				
Residential Sales	508,855	531,265	(22,410)	95.8
Commercial Sales	501,771	528,000	(26,229)	95.0
Industrial Sales	311,459	461,138	(149,679)	67.5
Interdepartmental Sales				.0
Other Operating Revenues	90,210	255,721	(165,511)	35.3
Total Operating Revenues	1,412,296	1,776,123	(363,828)	79.5
OPERATING EXPENSES				
Collection - Operations	46,893	44,882	2,012	104.5
Collection - Maintenance	61,483	40,598	20,885	151.4
Pumping - Operations	125	48	77	261.2
Pumping - Maintenance	574	675	(102)	84.9
Treatment and Disposal - Operations	441,549	515,377	(73,828)	85.7
Treatment and Disposal - Maintenance	107,244	122,267	(15,024)	87.7
Customer Accounts	67,626	58,108	9,518	116.4
Administrative and General	94,248	96,777	(2,529)	97.4
Depreciation	462,779	444,794	17,985	104.0
Total Operating Expenses	1,282,521	1,323,526	(41,006)	96.9
Operating Income (Loss)	129,775	452,597	(322,822)	28.7
NON-OPERATING REVENUE (EXPENSE)				
Investment Income	4,343	4,646	(303)	93.5
Non Utility Income	436	6,038	(5,602)	7.2
Merchandising, Jobbing & Contract Income	6,590	8,070	(1,480)	81.7
Merchandising, Jobbing & Contract Expense	(1,617)	(1,118)	(499)	(144.6)
Amortization Expense		(1,513)	1,513	.0
Interest Expense	(12,541)	(12,895)	354	(97.3)
Total Non-Operating Revenue (Expense)	(2,790)	3,227	(6,017)	(86.5)
Net Income Before Amortizations	126,985	455,824	(328,839)	27.9
Amortization of Contributions in Aid of Construction				.0
Net Income	126,985	455,824	(328,839)	27.9
Operating Transfers In (Out)	(65,340)	(65,622)	283	(99.6)
Interfund transfer WWR loan forgiveness				.0
Increase (Decrease) in Retained Earnings	61,646	390,202	(328,556)	15.8
RETAINED EARNINGS - Beginning of Period	14,107,538	13,638,691	468,847	103.4
RETAINED EARNINGS - END OF PERIOD	14,169,183	14,028,892	140,291	101.0

ROCHELLE MUNICIPAL UTILITIES

BALANCE SHEET – WATER FUND

October 31, 2015 and 2014

	October 31, 2015	October 31, 2014
ASSETS		
PLANT IN SERVICE		
Utility Plant in Service	21,043,998	20,445,739
Less: Accumulated Depreciation	(6,806,665)	(6,310,404)
Net Plant in Service	14,237,333	14,135,335
CURRENT ASSETS		
Cash & Investments	2,339,564	1,768,519
Customer Accounts Receivable	283,453	297,624
Other Accounts Receivable	67,642	59,697
Inventory		350
Prepaid Expenses	23,982	3,081
Total Current Assets	2,714,642	2,129,271
OTHER DEBITS		
Unamortized Loss		
Total Other Debits		
TOTAL ASSETS	16,951,975	16,264,606
LIABILITIES AND EQUITY		
EQUITY		
Retained Earnings	16,686,962	15,988,403
Contribution in Aid of Construction (Net)	183,688	183,688
Total Equity	16,870,650	16,172,091
LIABILITIES		
Current Liabilities:		
Accounts Payable	49,182	65,431
Accrued Liabilities	32,143	27,084
Total Current Liabilities	81,325	92,515
Non-Current Liabilities:		
Note Payable - Associated Company		
Other Non-Current Liabilities		
Total Non-Current Liabilities		
Total Liabilities	81,325	92,515
TOTAL LIABILITIES AND EQUITY	16,951,975	16,264,606

ROCHELLE MUNICIPAL UTILITIES

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – WATER FUND For the 6 Months Ending October 31, 2015 and 2014

	2015	2014	Variance	%
OPERATING REVENUES				
Residential Sales	461,318	443,129	18,189	104.1
Commercial Sales	366,236	343,063	23,173	106.8
Industrial Sales	369,948	397,871	(27,923)	93.0
Interdepartmental Sales				.0
Other Operating Revenues	50,886	54,495	(3,609)	93.4
Total Operating Revenues	1,248,388	1,238,558	9,831	100.8
OPERATING EXPENSES				
Source of Supply - Operations	139,376	140,162	(786)	99.4
Source of Supply - Maintenance	4,045	1,628	2,417	248.5
Water Treatment - Operations	72,141	67,293	4,848	107.2
Water Treatment - Maintenance	16,970	13,171	3,799	128.8
Distribution - Operations	42,834	38,647	4,188	110.8
Distribution - Maintenance	136,189	114,954	21,234	118.5
Customer Accounts	61,101	49,605	11,496	123.2
Administrative and General	82,590	97,056	(14,466)	85.1
Depreciation	241,731	230,370	11,361	104.9
Indirect Transfers to Municipality				.0
Total Operating Expenses	796,977	752,887	44,090	105.9
Operating Income (Loss)	451,411	485,671	(34,259)	93.0
NON-OPERATING REVENUE (EXPENSE)				
Non-Utility Income	80	649	(569)	12.3
Investment Income	963	705	258	136.6
Merchandising, Jobbing & Contract Income		45	(45)	.0
Merchandising, Jobbing & Contract Expense	(763)	(407)	(356)	(187.3)
Interest Expense	(4)	(8)	4	(47.5)
Total Non-Operating Revenue (Expense)	276	984	(707)	28.1
Net Income Before Amortizations	451,688	486,654	(34,967)	92.8
Amortization of Contributions in Aid of Construction				.0
Net Income	451,688	486,654	(34,967)	92.8
Operating Transfers In (Out)	(48,028)	(44,907)	(3,121)	(107.0)
Interfund Transfer WWR Loan Forgiveness				.0
Increase (Decrease) in Retained Earnings	403,660	441,747	(38,088)	91.4
RETAINED EARNINGS - Beginning of Period	16,283,303	15,546,656	736,647	104.7
RETAINED EARNINGS - END OF PERIOD	16,686,962	15,988,403	698,559	104.4

ROCHELLE MUNICIPAL UTILITIES

BALANCE SHEET – WATER RECLAMATION FUND

October 31, 2015 and 2014

	October 31, 2015	October 31, 2014
ASSETS		
PLANT IN SERVICE		
Utility Plant in Service	40,079,404	37,830,613
Less: Accumulated Depreciation	(20,969,798)	(19,983,269)
Net Plant in Service	19,109,606	17,847,344
CURRENT ASSETS		
Cash & Investments	1,799,356	2,761,367
Customer Accounts Receivable	801,516	1,011,238
Other Accounts Receivable	89,796	85,462
Inventory	3,480	3,480
Prepaid Expenses	56,910	7,444
Total Current Assets	2,751,058	3,868,991
RESTRICTED FUNDS	524,957	547,093
NON-CURRENT ASSETS		
Unamortized Loss		(4,610)
Note Receivable - Associated Company		
Total Non-Current Assets		(4,610)
TOTAL ASSETS	22,385,621	22,258,818
LIABILITIES AND EQUITY		
EQUITY		
Retained Earnings	14,169,183	14,028,892
Contribution in Aid of Construction (Net)	6,968,765	6,968,765
Total Equity	21,137,948	20,997,657
LIABILITIES		
Current Liabilities:		
Accounts Payable	302,778	76,117
Accrued Liabilities	69,036	71,175
Total Current Liabilities	371,814	147,292
Non-Current Liabilities:		
Bonds Payable	875,859	1,116,966
Unamortized Premium on Long-Term Debt		(3,098)
Other Non-Current Liabilities		
Total Non-Current Liabilities	875,859	1,113,869
Total Liabilities	1,247,673	1,261,161
TOTAL LIABILITIES AND EQUITY	22,385,621	22,258,818

ROCHELLE MUNICIPAL UTILITIES

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – WATER RECLAMATION FUND For the 6 Months Ending October 31, 2015 and 2014

	2015	2014	Variance	%
OPERATING REVENUES				
Residential Sales	508,855	531,265	(22,410)	95.8
Commercial Sales	501,771	528,000	(26,229)	95.0
Industrial Sales	311,459	461,138	(149,679)	67.5
Interdepartmental Sales				.0
Other Operating Revenues	90,210	255,721	(165,511)	35.3
Total Operating Revenues	1,412,296	1,776,123	(363,828)	79.5
OPERATING EXPENSES				
Collection - Operations	46,893	44,882	2,012	104.5
Collection - Maintenance	61,483	40,598	20,885	151.4
Pumping - Operations	125	48	77	261.2
Pumping - Maintenance	574	675	(102)	84.9
Treatment and Disposal - Operations	441,549	515,377	(73,828)	85.7
Treatment and Disposal - Maintenance	107,244	122,267	(15,024)	87.7
Customer Accounts	67,626	58,108	9,518	116.4
Administrative and General	94,248	96,777	(2,529)	97.4
Depreciation	462,779	444,794	17,985	104.0
Total Operating Expenses	1,282,521	1,323,526	(41,006)	96.9
Operating Income (Loss)	129,775	452,597	(322,822)	28.7
NON-OPERATING REVENUE (EXPENSE)				
Investment Income	4,343	4,646	(303)	93.5
Non Utility Income	436	6,038	(5,602)	7.2
Merchandising, Jobbing & Contract Income	6,590	8,070	(1,480)	81.7
Merchandising, Jobbing & Contract Expense	(1,617)	(1,118)	(499)	(144.6)
Amortization Expense		(1,513)	1,513	.0
Interest Expense	(12,541)	(12,895)	354	(97.3)
Total Non-Operating Revenue (Expense)	(2,790)	3,227	(6,017)	(86.5)
Net Income Before Amortizations	126,985	455,824	(328,839)	27.9
Amortization of Contributions in Aid of Construction				.0
Net Income	126,985	455,824	(328,839)	27.9
Operating Transfers In (Out)	(65,340)	(65,622)	283	(99.6)
Interfund transfer WWR loan forgiveness				.0
Increase (Decrease) in Retained Earnings	61,646	390,202	(328,556)	15.8
RETAINED EARNINGS - Beginning of Period	14,107,538	13,638,691	468,847	103.4
RETAINED EARNINGS - END OF PERIOD	14,169,183	14,028,892	140,291	101.0