



**CITY OF RICHLAND, WASHINGTON**

**Public Works Utilities Financial Statements**

**For the Quarter Ended**

**March 31, 2024**

(Unaudited)

*Prepared by:*

Finance Department

*Issued on:*

June 20, 2024

**CITY OF RICHLAND, WASHINGTON**  
**PUBLIC WORKS UTILITIES FINANCIAL STATEMENTS**  
**March 31, 2024**

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**City of Richland~WATER FUND~ 1st QTR As of March 31, 2024 and March 31, 2023**

**STATEMENT OF NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	146,959	156,170	(9,211)
Cash & equivalents				Deferred amount pension and OPEB	455,682	543,746	(88,064)
Unrestricted	10,182,073	7,838,238	2,343,835	Total deferred outflow of resources	<b>602,640</b>	<b>699,916</b>	<b>(97,275)</b>
Investments	(694,035)	(1,220,253)	526,218				
Deposit with Third Party	5,775	5,775	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	260,183	232,154	28,029
Customer accounts (net)	626,868	756,747	(129,878)	Interest on outstanding debt	187,537	225,874	(38,337)
Due from other funds	-	-	-	Payable to other governments	37,065	45,048	(7,983)
Due from other governments	-	-	-	Notes payable-current portion	233,622	913,950	(680,328)
Special Assessments	13,685	12,120	1,565	Deposits payable	96,048	37,584	58,464
Interfund loans	3,890	3,890	-	Compensated absences-current portion	165,500	141,477	24,023
Unspent Bond Proceeds	-	-	-	Total OPEB liability - current	21,314	29,360	(8,046)
Prepaid items	215,700	147,281	68,419	Revenue bonds payable-current portion	304,888	829,578	(524,690)
Inventory	385,160	434,406	(49,246)	Total current liabilities	<b>1,306,157</b>	<b>2,455,025</b>	<b>(1,148,868)</b>
Total current assets	<b>10,739,116</b>	<b>7,978,203</b>	<b>2,760,912</b>				
<i>Noncurrent:</i>				<i>Noncurrent:</i>			
Restricted Cash & equivalents				Unearned Revenue	62,978	70,851	(7,872)
Bond Reserve	934,690	967,743	(33,052)	Compensated absences	165,500	141,477	24,023
Scheduled debt repayments	669,439	1,115,766	(446,327)	Net pension and OPEB liability	457,571	610,380	(152,809)
Facilities fees	6,432,258	8,624,102	(2,191,844)	Notes & loans payable	1,465,999	1,699,622	(233,622)
Net pension asset	510,555	520,105	(9,550)	Revenue bonds payable	10,287,647	10,917,353	(629,706)
Restricted Investments				Total noncurrent liabilities	<b>12,439,696</b>	<b>13,439,683</b>	<b>(999,986)</b>
Bond Reserve	-	-	-	Total liabilities	<b>13,745,853</b>	<b>15,894,708</b>	<b>(2,148,855)</b>
Receivables							
Special Assessments - LT	62,978	70,851	(7,872)	<b>DEFERRED INFLOW OF RESOURCES</b>			
Interfund Loans	-	3,890	(3,890)	Deferred amount on pension and OPEB	416,058	765,589	(349,530)
				Total deferred inflow of resources	416,058	765,589	(349,530)
Capital assets:				<b>NET POSITION</b>			
Land	5,604	5,604	-	Net investment in capital assets	81,790,566	78,455,665	3,334,901
Depreciable assets (net)	5,637,846	4,866,715	771,131	Restricted for:			
Infrastructure (net)	80,497,112	80,774,488	(277,375)	Pension assets	650,470	488,438	162,032
Construction in progress	8,520,023	7,575,286	944,737	Debt service	1,304,123	1,526,739	(222,616)
Total capital assets	94,660,585	93,222,093	1,438,493	Capital improvements	6,273,430	8,512,151	(2,238,721)
Total noncurrent assets	<b>103,270,506</b>	<b>104,524,549</b>	<b>(1,254,043)</b>	Unrestricted	10,211,762	7,559,379	2,652,383
<b>Total assets</b>	<b>114,009,621</b>	<b>112,502,752</b>	<b>1,506,869</b>	<b>Total net position</b>	<b>100,230,350</b>	<b>96,542,372</b>	<b>3,687,979</b>

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	118,062	97,956	20,106
Rate revenues	3,009,462	2,837,670	171,792	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(99,374)	(89,527)	(9,847)
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>3,009,462</b>	<b>2,837,670</b>	<b>171,792</b>	All other nonoperating revenues (expenses)	-	114,273	(114,273)
				Total nonoperating revenues (expenses)	<b>18,688</b>	<b>122,702</b>	<b>(104,014)</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>(128,108)</b>	<b>(33,885)</b>	<b>(94,223)</b>
Maintenance & Operations	1,332,724	1,195,457	137,267	Capital contributions	158,828	161,951	(3,123)
Administration & general	527,877	503,572	24,305	Transfers in	-	-	-
Taxes	505,421	482,929	22,492	Transfers out	(5,000)	(5,000)	-
Depreciation	790,236	812,299	(22,064)	Change in net position	<b>25,720</b>	<b>123,066</b>	<b>(97,346)</b>
Total operating expenses	<b>3,156,258</b>	<b>2,994,257</b>	<b>162,001</b>	Net position-beginning	100,204,630	96,419,306	3,785,324
Operating income (loss)	<b>(146,796)</b>	<b>(156,587)</b>	<b>9,791</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>100,230,350</b>	<b>96,542,372</b>	<b>3,687,979</b>

**City of Richland~WASTEWATER FUND~ 1st QTR As of March 31, 2024 and March 31, 2023**

**STATEMENT OF NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	185,514	201,641	(16,127)
Cash & equivalents				Deferred amount pension and OPEB	443,311	512,039	(68,728)
Unrestricted	(1,308,117)	3,811,899	(5,120,016)	Total deferred outflow of resources	<b>628,824</b>	<b>713,679</b>	<b>(84,855)</b>
Investments	(254,380)	(820,418)	566,038				
Deposit with Third Party	2,650	2,650	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	228,997	516,083	(287,087)
Customer accounts (net)	575,290	721,488	(146,198)	Interest on outstanding debt	97,315	106,790	(9,475)
Due from other funds	-	-	-	Payable to other governments	21,952	22,442	(490)
Due from other governments	-	-	-	Notes payable-current portion	41,937	40,740	1,197
Special Assessments	12,739	11,282	1,456	Deposits payable	14,346	7,635	6,711
Interfund loans	-	-	-	Compensated absences-current portion	83,642	76,281	7,361
				Total OPEB liability - current	14,010	11,824	2,186
Prepaid items	184,841	180,702	4,139	Revenue bonds payable-current portion	320,113	720,423	(400,310)
Inventory	1,040	1,040	-	Total current liabilities	<b>822,311</b>	<b>1,502,218</b>	<b>(679,907)</b>
Total current assets	<b>(785,937)</b>	<b>3,908,643</b>	<b>(4,694,580)</b>				
				<i>Noncurrent:</i>			
Noncurrent:				Unearned Revenue	214,625	221,953	(7,328)
Restricted Cash & equivalents	-	-	-	Compensated absences	83,642	76,281	7,361
Unspent bond proceeds	-	-	-	Net pension and OPEB liability	373,422	418,454	(45,032)
Bond Reserve	504,609	541,289	(36,681)	Notes & loans payable	604,232	687,502	(83,271)
Scheduled debt repayments	377,524	560,614	(183,090)	Revenue bonds payable	5,869,234	6,266,706	(397,472)
Facilities fees	6,532,909	7,406,974	(874,065)	Total noncurrent liabilities	<b>7,145,155</b>	<b>7,670,896</b>	<b>(525,741)</b>
Net pension asset	503,786	508,865	(5,079)				
Restricted Investments	-	-	-	Total liabilities	<b>7,967,466</b>	<b>9,173,114</b>	<b>(1,205,649)</b>
Unspent bond proceeds	-	-	-				
Bond Reserve	-	-	-				
				<b>DEFERRED INFLOW OF RESOURCES</b>			
Receivables				Deferred amount on pension and OPEB	370,399	629,364	(258,965)
Special Assessments - LT	58,625	65,953	(65,953)	Total deferred inflow of resources	370,399	629,364	(258,965)
Interfund Loans	-	-	-				
				<b>NET POSITION</b>			
Capital assets:				Net investment in capital assets	62,275,671	54,591,747	7,683,924
Land	-	-	-	Restricted for:			
Depreciable assets (net)	12,165,135	10,252,094	1,913,042	Pension assets	641,847	477,883	163,964
Infrastructure (net)	48,759,773	48,796,885	(37,113)	Debt service	721,871	837,367	(115,495)
Construction in progress	9,453,225	4,234,955	5,218,270	Capital improvements	6,168,551	7,126,968	(958,417)
Total capital assets	<b>70,378,134</b>	<b>63,283,934</b>	<b>7,094,199</b>	Unrestricted	52,668	4,153,508	(4,100,840)
Total noncurrent assets	<b>78,355,586</b>	<b>72,367,629</b>	<b>5,987,956</b>	Total net position	<b>69,860,609</b>	<b>67,187,473</b>	<b>2,673,136</b>
<b>Total assets</b>	<b>77,569,649</b>	<b>76,276,272</b>	<b>1,293,377</b>				

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	43,427	64,484	(21,057)
Rate revenues	2,492,087	2,467,420	24,667	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(59,489)	(49,099)	(10,390)
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>2,492,087</b>	<b>2,467,420</b>	<b>24,667</b>	All other nonoperating revenues (expenses)	-	-	-
				Total nonoperating revenues (expenses)	<b>(16,061)</b>	<b>15,386</b>	<b>(31,447)</b>
				Income before capital contributions and transfers	<b>(70,668)</b>	<b>(2,799)</b>	<b>(67,870)</b>
<b>OPERATING EXPENSES</b>							
Maintenance & Operations	1,289,650	1,218,478	71,172	Capital contributions	208,358	124,006	84,352
Administration & general	379,455	370,781	8,674	Transfers in	-	3,945	(3,945)
Taxes	330,695	325,058	5,637	Transfers out	(1,250)	(1,250)	-
Depreciation	546,894	571,288	(24,394)	Change in net position	<b>136,440</b>	<b>123,902</b>	<b>12,537</b>
Total operating expenses	<b>2,546,694</b>	<b>2,485,604</b>	<b>61,090</b>	Net position-beginning	69,724,169	67,063,571	2,660,598
Operating income (loss)	<b>(54,607)</b>	<b>(18,184)</b>	<b>(36,423)</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>69,860,609</b>	<b>67,187,473</b>	<b>2,673,136</b>

**City of Richland~SOLID WASTE FUND~ 1st QTR As of March 31, 2024 and March 31, 2023**

**STATEMENT OF NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	-	-	-
Cash & equivalents				Deferred amount pension and OPEB	541,330	616,900	(75,571)
Unrestricted	6,242,193	7,839,466	(1,597,272)	Total deferred outflow of resources	<b>541,330</b>	<b>616,900</b>	<b>(75,571)</b>
Investments	(358,335)	(704,487)	346,152				
Deposit with Third Party	1,050	1,050	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	197,843	152,286	45,557
Customer accounts (net)	813,775	990,860	(177,086)	Interest on outstanding debt	30,316	32,211	(1,895)
Due from other funds	-	-	-	Payable to other governments	63	7	56
Due from other governments	-	-	-	Notes payable-current portion	210,526	210,526	-
Special Assessments	-	-	-	Deposits payable	-	-	-
Interfund loans	-	-	-	Compensated absences-current portion	162,207	166,046	(3,839)
				Total OPEB liability - current	4,277	3,563	714
Prepaid items	107,911	134,715	(26,804)	Revenue bonds payable-current portion	-	-	-
Inventory	-	-	-	Total current liabilities	<b>605,232</b>	<b>564,639</b>	<b>40,593</b>
Total current assets	<b>6,806,594</b>	<b>8,261,604</b>	<b>(1,455,009)</b>				
				<i>Noncurrent:</i>			
Noncurrent:				Unearned Revenue	-	-	-
Restricted Cash & equivalents	-	-	-	Compensated absences	162,207	166,046	(3,839)
Unspent bond proceeds	-	-	-	Net pension and OPEB liability	319,128	398,601	(79,473)
Bond Reserve	-	-	-	Notes & loans payable	3,157,895	3,368,421	(210,526)
Scheduled debt repayments	205,754	207,649	(1,895)	Landfill Closure liability	7,906,529	8,281,687	(375,158)
Landfill closure	6,750,862	6,508,056	242,806	Total noncurrent liabilities	<b>11,545,759</b>	<b>12,214,755</b>	<b>(668,996)</b>
Net pension asset	628,719	625,968	2,751				
Restricted Investments	-	-	-	Total liabilities	<b>12,150,990</b>	<b>12,779,394</b>	<b>(628,403)</b>
Unspent bond proceeds	-	-	-				
Bond Reserve	-	-	-				
Receivables				<b>DEFERRED INFLOW OF RESOURCES</b>			
Special Assessments - LT	-	-	-	Deferred amount on pension and OPEB	386,733	696,425	(309,693)
Interfund Loans	-	-	-	Total deferred inflow of resources	386,733	696,425	(309,693)
Capital assets:				<b>NET POSITION</b>			
Land	80,500	80,500	-	Net investment in capital assets	7,006,038	4,508,615	2,497,423
Depreciable assets (net)	7,610,463	7,785,920	(175,457)	Restricted for:			
Infrastructure (net)	-	-	-	Pension assets	801,017	587,856	213,161
Construction in progress	2,857,605	266,384	2,591,221	Debt service	144,028	145,354	(1,326)
Total capital assets	<b>10,548,569</b>	<b>8,132,804</b>	<b>2,415,765</b>	Capital improvements	(1,218,417)	(1,823,558)	605,141
Total noncurrent assets	<b>18,133,904</b>	<b>15,474,477</b>	<b>2,659,427</b>	Unrestricted	6,211,439	7,458,894	(1,247,455)
<b>Total assets</b>	<b>24,940,499</b>	<b>23,736,081</b>	<b>1,204,418</b>	Total net position	<b>12,944,105</b>	<b>10,877,162</b>	<b>2,066,944</b>

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	126,195	106,919	19,276
Rate revenues	2,895,726	2,991,922	(96,197)	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(9,095)	(9,663)	568
Other operating revenues	17,772	17,955	(183)	Debt costs	-	-	-
Total operating revenues	<b>2,913,498</b>	<b>3,009,878</b>	<b>(96,380)</b>	All other nonoperating revenues (expenses)	17,967	3,318	14,648
				Total nonoperating revenues (expenses)	<b>135,067</b>	<b>100,574</b>	<b>34,493</b>
				Income before capital contributions and transfers	<b>222,834</b>	<b>380,864</b>	<b>(158,030)</b>
<b>OPERATING EXPENSES</b>							
Maintenance & Operations	2,033,885	1,903,859	130,026	Capital contributions	-	-	-
Administration & general	323,371	334,126	(10,754)	Transfers in	-	-	-
Taxes	367,981	373,366	(5,384)	Transfers out	-	-	-
Depreciation	100,494	118,238	(17,744)	Change in net position	<b>222,834</b>	<b>380,864</b>	<b>(158,030)</b>
Total operating expenses	<b>2,825,731</b>	<b>2,729,588</b>	<b>96,143</b>	Net position-beginning	12,721,271	10,496,298	2,224,974
Operating income (loss)	<b>87,767</b>	<b>280,290</b>	<b>(192,523)</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>12,944,105</b>	<b>10,877,162</b>	<b>2,066,944</b>

**City of Richland~STORMWATER FUND~ 1st QTR As of March 31, 2024 and March 31, 2023**

**STATEMENT OF NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	41,550	44,399	(2,849)
Cash & equivalents				Deferred amount pension and OPEB	31,834	49,195	(17,361)
Unrestricted	2,611,650	2,693,213	(81,563)	Total deferred outflow of resources	<b>73,384</b>	<b>93,594</b>	<b>(20,210)</b>
Investments	(82,031)	(116,750)	34,719				
Deposit with Third Party	-	-	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	79,233	42,184	37,048
Customer accounts (net)	101,028	137,567	(36,539)	Interest on outstanding debt	12,140	12,560	(420)
Due from other funds	-	-	-	Payable to other governments	(42,989)	3,022	(46,012)
Due from other governments	368,610	3,496	365,114	Notes payable-current portion	-	10,945	(10,945)
Special Assessments	-	-	-	Deposits payable	-	-	-
Interfund loans	-	-	-	Compensated absences-current portion	3,447	3,189	259
				Total OPEB liability - current	2,138	3,563	(1,424)
Prepaid items	3,598	2,935	662	Revenue bonds payable-current portion	30,000	30,000	-
Inventory	-	-	-	Total current liabilities	<b>83,969</b>	<b>105,463</b>	<b>(21,494)</b>
Total current assets	<b>3,002,854</b>	<b>2,720,461</b>	<b>282,392</b>				
				<i>Noncurrent:</i>			
Noncurrent:				Unearned Revenue	-	-	-
Restricted Cash & equivalents				Compensated absences	3,448	3,189	259
Unspent bond proceeds	-	-	-	Net pension and OPEB liability	38,889	64,175	(25,286)
Bond Reserve	59,319	60,106	(787)	Notes & loans payable	-	-	-
Scheduled debt repayments	24,521	25,962	(1,441)	Revenue bonds payable	682,875	718,215	(35,340)
Net pension asset	34,982	45,963	(10,981)	Total noncurrent liabilities	<b>725,211</b>	<b>785,579</b>	<b>(60,367)</b>
				Total liabilities	<b>809,180</b>	<b>891,041</b>	<b>(81,861)</b>
Restricted Cash & equivalents	-	-	-				
Unspent bond proceeds	-	-	-				
				<b>DEFERRED INFLOW OF RESOURCES</b>			
Receivables				Deferred amount on pension and OPEB	32,384	74,511	(42,127)
Special Assessments - LT	-	-	-	Total deferred inflow of resources	32,384	74,511	(42,127)
Interfund Loans	-	-	-				
Capital assets:				<b>NET POSITION</b>			
Land	8,587	8,587	-	Net investment in capital assets	14,139,594	13,050,398	1,089,196
Depreciable assets (net)	9,895	11,694	(1,799)	Restricted for:			
Infrastructure (net)	14,626,456	12,708,219	1,918,237	Pension assets	44,568	43,164	1,404
Construction in progress	139,389	988,926	(849,536)	Debt service	72,894	73,881	(987)
Total capital assets	<b>14,784,327</b>	<b>13,717,426</b>	<b>1,066,901</b>	Capital improvements	-	-	-
Total noncurrent assets	<b>14,903,149</b>	<b>13,849,457</b>	<b>1,053,691</b>	Unrestricted	2,880,765	2,530,517	350,248
<b>Total assets</b>	<b>17,906,002</b>	<b>16,569,919</b>	<b>1,336,083</b>	Total net position	<b>17,137,822</b>	<b>15,697,960</b>	<b>1,439,861</b>

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2024	2023	Incr(Decr)		2024	2023	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	17,475	12,766	4,709
Rate revenues	522,331	505,723	16,608	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(6,748)	(7,045)	297
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>522,331</b>	<b>505,723</b>	<b>16,608</b>	All other nonoperating revenues (expenses)	-	-	-
				Total nonoperating revenues (expenses)	<b>10,726</b>	<b>5,720</b>	<b>5,006</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>22,545</b>	<b>56,470</b>	<b>(33,925)</b>
Maintenance & Operations	182,746	156,315	26,431	Capital contributions	-	-	-
Administration & general	164,191	144,161	20,030	Transfers in	-	-	-
Taxes	60,485	69,601	(9,116)	Transfers out	-	-	-
Depreciation	103,090	84,896	18,194	Change in net position	<b>22,545</b>	<b>56,470</b>	<b>(33,925)</b>
Total operating expenses	<b>510,512</b>	<b>454,973</b>	<b>55,539</b>	Net position-beginning	17,115,276	15,641,490	1,473,786
Operating income (loss)	<b>11,819</b>	<b>50,750</b>	<b>(38,931)</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>17,137,822</b>	<b>15,697,960</b>	<b>1,439,861</b>

**City of Richland, Washington**  
Water Utility  
Notes to the Financial Statements  
March 31, 2024

1. The Water fund activities increased net position in the 1st Quarter of 2024 by \$25,720 compared to 2023. Operating income was (\$146,796) which was a 6.3% decrease compared to the same quarter from last year. The operating expenses were \$3.2 million, a 5.4% increase compared to the first quarter of 2023. Maintenance and operations expenses increased by \$137,267, administration expenses increased by \$24,305, depreciation decreased by \$22,064, and taxes increased by \$22,492. Payroll expense of \$118,667 made up most of the increase in maintenance and operations. The maintenance and operational expenses tend to vary based on the equipment repairs or the timing of supplies.
2. Nonoperating revenue decreased by \$104,014 compared to the first quarter in 2023. Most of the difference is due to a \$114,273 decrease in insurance recoveries from The Hartford for the steam boiler at the water treatment plant. The remaining balance difference of \$10,259 was between interest earnings of \$20,106 and interest expense of \$9,847. In capital contributions there was a slight decrease in 2024 of \$3,123 and was mostly due to a decrease of facility fees. These fees come from new service requests that are charged to the owner.
3. On the balance sheet total assets were \$114,009,621, an increase of \$1.5 million over 2023. Total current assets were \$10.7 million, an increase of \$2.8 million or 35% over the same period last year. There were increases in unrestricted cash of \$2.3 million, investments of \$526,218, and prepaids of \$68,419. The decreases were in customer receivables of \$129,878 and inventory of \$49,246.
4. Noncurrent assets decreased by \$1.3 million, with a \$1.4 million increase in capital assets. Most of this increase was in construction in progress of \$944,737 and another \$771,131 in depreciable assets. In addition, there was an infrastructure decrease of \$277,375. All of this was offset by a non-capital decrease of \$2.2 million in facilities fees and \$446,327 in scheduled debt repayments. The facilities fees were used to fund several capital projects including the Columbia River intake screen upgrade, the Tapteal 1 Booster Pump Station, and the irrigation well drilling for the Chief Joseph school. Most of the construction in progress can be attributed to the 400 area booster pump stations project.
5. Current liabilities decreased by \$1,148,868, consisting of \$680,328 from notes payable and another \$524,690 from revenue bonds payable. Notes payable decreased because the loan for the Torbett water main replacement was paid off last year. The noncurrent liabilities decreased by \$1.0 million with most of the decrease coming from revenue bonds payable of \$629,706 and notes and loan payable of \$233,622. The revenue bonds decreased due to the 2014 Waterworks revenue bond being paid off last year.
6. The Water Utility recognized \$158,828 in facility development fee revenue (capital contributions) in the first quarter of 2024. According to Governmental Accounting Standard Board (GASB) Statement No. 33, capital contributions from external sources are to be recognized as revenue in the current year rather than as a direct increase to contributed capital.

**City of Richland, Washington**  
Wastewater Utility  
Notes to the Financial Statements  
March 31, 2024

1. The Wastewater fund activities increased net position in the 1st Quarter of 2024 by \$136,440 compared to 2023. Operating income was (\$54,607), a 200.3% decrease compared to the same quarter from last year. The operating expenses were \$2.5 million, a 2.5% increase over the same time period from 2023. This increase of \$61,090 consisted of additions in maintenance and operations expenses of \$71,172, in administration expenses of \$8,674, and \$5,637 in taxes. The only decrease was in depreciation by \$24,394. Payroll expense of \$56,067 made up most of the maintenance and operations expense increase. The maintenance and operational expenses tend to vary based on the equipment repairs or the timing of supplies.
2. Nonoperating revenue decreased by \$31,447 in 2024, due to an increase of \$10,390 in interest expense, and a decrease of \$21,057 in interest earnings. In capital contributions there was an increase in facility fees of \$84,352. These fees come from new service requests that are charged to the owner.
3. On the balance sheet total assets were \$77.6 million, an increase of \$1.3 million over 2023. Total current assets were (\$785,937), a decrease from last year of almost \$4.7 million. Most of this decrease was due to a reduction of \$5.1 million in unrestricted cash and an increase in investments of \$566,038. In addition, there was a decrease in customer receivable accounts of \$146,198.
4. Noncurrent assets increased by \$6.0 million in 2024 with most of the increase in capital assets. This amount consisted of increases in construction in progress of \$5.2 million, in depreciable assets of \$2.0 million, and a decrease in infrastructure of \$37,113. The other non-capital decreases included \$874,065 in facilities fees, \$183,090 in scheduled debt repayments, \$65,953 in special assessments, and \$36,681 in bond reserves. Facilities fees were used to fund capital projects in 2023 including improvements at the Wastewater Treatment Plant and rehabilitation to the wastewater collection system. The majority of construction in progress expense of \$7.1 million was in the Aeration Basin retrofit project at the wastewater treatment plant.
5. Current liabilities decreased by \$679,907, with most of that amount coming from decreases of \$400,310 in the current portion in revenue bonds payable and \$287,087 in accounts payable and accrued expenses. The decrease was due to the 2014 Waterworks revenue and refunding bond being paid off last year. The noncurrent liabilities decreased by \$525,741. The decrease was due primarily to \$397,472 in long term revenue bonds payable, \$83,271 in notes & loan payable, and \$45,032 in net pension and OPEB liability.
6. The Wastewater Utility recognized \$208,358 in facility development fee revenue (capital contributions) in the first quarter of 2024. According to Governmental Accounting Standard Board (GASB) Statement No. 33, capital contributions from external sources are to be recognized as revenue in the current year rather than as a direct increase to contributed capital.



**City of Richland, Washington**  
Solid Waste Utility  
Notes to the Financial Statements  
March 31, 2024

1. The Solid Waste fund activities increased net position in the 1<sup>st</sup> Quarter of 2024 by \$222,834 compared to 2023. Operating income was \$87,767, a 68.7% decrease compared to the same quarter from last year. The operating expenses were \$2.8 million, a 3.5% increase over 2023. The increased amount of \$96,143 consisted of an increase in maintenance and operations expenses of \$130,026 and decreases in administration and general expenses of \$10,754, taxes decreased by \$5,384, and depreciation expense decreased \$17,744. The increase in maintenance and operations expenses consists of \$46,474 for the purchase of six 30-yard drop box containers, payroll expenses of \$28,956, recycling fees of \$36,892, and \$26,598 in expert services. The City changed the vendor for recycling and there were some issues receiving their billing in a timely manner last year. The maintenance and operational expenses tend to vary based on the equipment repairs or the timing of supplies.
2. Nonoperating revenue increased in 2024 by \$34,493, mostly due to an increase in interest earnings of \$19,276, a decrease in interest expense of \$568, and an increase in nonoperating revenue of \$14,648 for the sale of salvage from 2023.
3. On the balance sheet total assets in 2024 were \$24,940,499 and increased by \$1.2 million over 2023. Total current assets in 2024 were \$6.8 million, a decrease of \$1.5 million over last year. Most of this was due to a \$1.6 million decrease in unrestricted cash, along with a decrease of \$177,086 in customer receivables, and a \$346,152 increase in investments.
4. Noncurrent assets increased in 2024 by \$2.7 million, due mainly to an increase of \$2.4 million in capital assets. Most of the increase in capital assets was in construction in progress from last year. The construction in progress expenditures in 2023 were slightly more than \$2.4 million for phase 2 of the landfill closure project.
5. Current liabilities increased in 2024 by \$40,593, due to an increase of \$45,557 in accounts payable and accrued expenses. The noncurrent liabilities decreased by \$668,996 due to decreases of \$210,526 in notes payable, \$375,158 in landfill closure liability, and \$79,473 in net pension and OPEB liability.

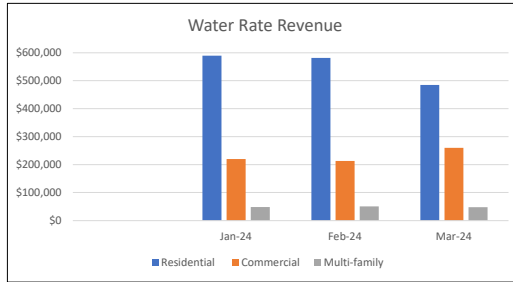
**City of Richland, Washington**  
Stormwater Utility  
Notes to the Financial Statements  
March 31, 2024

1. The Stormwater fund activities increased net position in the 1<sup>st</sup> Quarter of 2024 by \$22,545 compared to 2023. Operating income in 2024 was \$11,819, a 76.7% decrease compared to the same quarter last year. The operating expenses were \$510,512, a 12.2% increase over 2023. The increase in operating expenses of \$55,539 consisted of increases of \$26,431 in maintenance and operations, \$20,030 in administration and general expenses, \$18,194 in depreciation, and a decrease \$9,116 in taxes. Operating revenue in 2024 was slightly higher by \$16,608 or 3.3%. Nonoperating revenue increased by \$5,006 due to a \$4,709 increase in interest earnings and a \$297 decrease in interest expense.
2. On the balance sheet total assets in 2024 were \$17.9 million, an increase of \$1.3 million over 2023. Total current assets in 2024 were \$3.0 million, an increase of \$282,392. This was due to increases of \$365,114 in due from other governments. This amount consisted of accrued revenue from the Department of Ecology for the funding of stormwater projects. In addition, there was a decrease of \$81,563 in unrestricted cash.
3. Noncurrent assets increased in 2024 by \$1,053,691, with all of the increase coming from capital assets. Capital assets increased by \$1,066,901 and this was due to increases of \$1,918,237 in infrastructure and a decrease of \$849,536 in construction in progress. The reason for the increase in infrastructure was because several of the projects, including the Hains Avenue outflow, Columbia Park Trail at Leslie Road, and the North Richland Upbasin retrofit, were completed and moved from construction in progress to infrastructure in 2023. There were also slight decreases in non-capital assets of \$10,981 in net pension assets and \$1,441 in scheduled debt repayments.
4. Current liabilities decreased in 2024 by \$21,494 due to an increase of \$37,048 in accounts payable and accrued expenses and decreases of \$46,012 in payable to other governments and \$10,945 in notes payables. The noncurrent liabilities decreased by \$60,367. These decreases consisted of \$35,340 in long-term revenue bonds payable and \$25,286 in net pension and OPEB liability.

**CITY OF RICHLAND, WASHINGTON  
WATER UTILITY  
COMPARATIVE MONTHLY WATER ACTIVITY  
FOR THE PERIOD ENDED  
Mar-24**

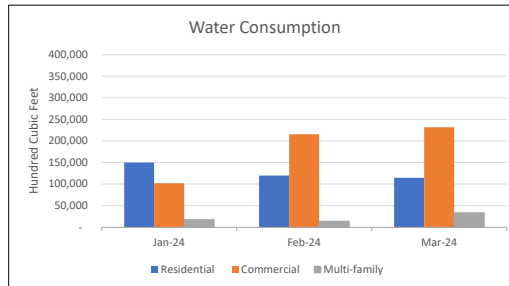
**BILLED REVENUES by class type:**

	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Total
Residential	588,986	580,991	484,740										1,654,718
Commercial	219,603	213,060	259,780										692,443
Multi-family	48,297	50,704	47,697										146,698



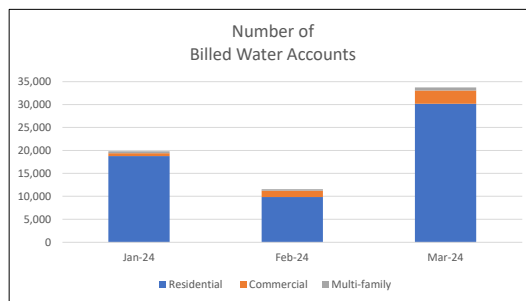
**CONSUMPTION by class type:**

	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Total
Residential	149,865	119,725	114,740										384,330
Commercial	101,952	215,591	231,858										549,401
Multi-family	17,475	14,114	33,482										65,071



**BILLED ACCOUNTS by class type:**

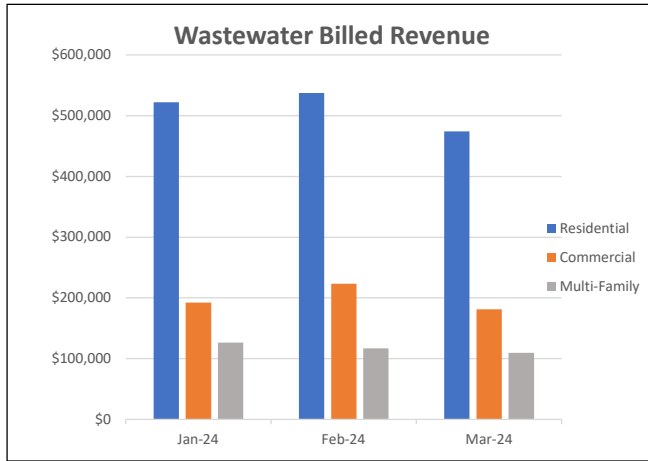
	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Total
Residential	18,755	9,847	30,176										19,593
Commercial	640	1,392	2,876										1,636
Multi-family	428	324	670										474



**CITY OF RICHLAND, WASHINGTON  
WASTEWATER & SOLID WASTE UTILITIES  
COMPARATIVE BILLED REVENUE MONTHLY ACTIVITY  
FOR THE PERIOD ENDED  
Mar-24**

**WASTEWATER BILLED REVENUE - Comparative Months**

	Jan-24	Feb-24	Mar-24	Total
Residential	522,153	537,313	474,213	1,533,679
Commercial	192,081	223,339	181,237	596,658
Multi-Family	126,676	116,766	109,699	353,141
<b>Total</b>	<b>840,910</b>	<b>877,418</b>	<b>765,149</b>	<b>2,483,478</b>



**SOLID WASTE BILLED REVENUE - Comparative Months**

	Jan-24	Feb-24	Mar-24	Total
Residential	338,890	294,589	255,750	889,229
Commercial	270,586	268,698	270,410	809,694
<b>Total</b>	<b>609,476</b>	<b>563,287</b>	<b>526,160</b>	<b>1,698,923</b>

