



**CITY OF RICHLAND, WASHINGTON**

**Public Works Utilities Financial Statements**

**For the Quarter Ended  
September 30, 2024**

(Unaudited)

*Prepared by:*  
Finance Department

*Issued on:*  
October 29, 2024

**CITY OF RICHLAND, WASHINGTON**  
**PUBLIC WORKS UTILITIES FINANCIAL STATEMENTS**  
**September 30, 2024**

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**City of Richland~WATER FUND~ 3rd QTR -As of September 30, 2024 and September 30, 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	139,739	152,871	(13,132)
Cash & equivalents				Deferred amount pension and OPEB	455,682	543,746	(88,064)
Unrestricted	12,257,466	7,731,258	4,526,208	Total deferred outflow of resources	<b>595,421</b>	<b>696,617</b>	<b>(101,196)</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	276,027	337,058	(61,030)
Customer accounts (net)	1,070,560	933,454	137,106	Interest on outstanding debt	176,540	190,366	(13,826)
Due from other funds	-	-	-	Payable to other governments	74,511	76,229	(1,718)
Due from other governments	-	-	-	Notes payable-current portion	197,372	233,622	(36,250)
Special Assessments	21,851	22,762	(912)	Deposits payable	74,185	65,339	8,847
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	71,900	49,094	22,806	Revenue bonds payable-current portion	524,888	829,578	(304,690)
Inventory	414,978	487,914	(72,937)	Total current liabilities	<b>1,510,338</b>	<b>1,903,029</b>	<b>(392,691)</b>
Total current assets	<b>13,152,385</b>	<b>8,013,894</b>	<b>5,138,490</b>				
<i>Noncurrent:</i>				<i>Noncurrent:</i>			
Restricted Cash & equivalents				Unearned Revenue	52,459	62,978	(10,519)
Unspent bond proceeds	-	-	-	Compensated absences	165,500	141,477	24,023
Bond Reserve	960,153	993,284	(33,131)	Net pension and OPEB liability	457,571	610,380	(152,809)
Scheduled debt repayments	1,020,756	1,159,946	(139,190)	Notes & loans payable	1,268,627	1,465,999	(197,372)
Facilities fees	343,620	9,103,891	(8,760,271)	Revenue bonds payable	10,256,332	10,849,878	(593,546)
Net pension asset	510,555	520,105	(9,550)	Total noncurrent liabilities	<b>12,200,489</b>	<b>13,130,713</b>	<b>(930,223)</b>
Restricted Investments				Total liabilities	<b>13,710,827</b>	<b>15,033,741</b>	<b>(1,322,915)</b>
Bond Reserve	-	-	-				
Receivables				<b>DEFERRED INFLOW OF RESOURCES</b>			
Special Assessments - LT	52,459	62,978	(10,519)	Deferred amount on pension and OPEB	416,058	765,589	(349,530)
Interfund Loans	-	3,890	(3,890)	Total deferred inflow of resources	<b>416,058</b>	<b>765,589</b>	<b>(349,530)</b>
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)	5,460,089	4,739,880	720,209	Restricted for:			
Infrastructure (net)	79,094,399	79,403,403	(309,004)	Pension assets	650,470	488,438	162,032
Construction in progress	14,988,387	9,678,674	5,309,713	Debt service	1,304,123	1,526,739	(222,616)
Total capital assets	<b>99,548,479</b>	<b>93,827,561</b>	<b>5,720,918</b>	Capital improvements	6,273,430	8,512,151	(2,238,721)
Total noncurrent assets	<b>102,436,023</b>	<b>105,671,655</b>	<b>(3,235,633)</b>	Unrestricted	12,038,354	9,599,844	2,438,510
Total assets	<b>115,588,407</b>	<b>113,685,550</b>	<b>1,902,858</b>	Total net position	<b>102,056,943</b>	<b>98,582,837</b>	<b>3,474,106</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	126,682	150,107	(23,425)
Rate revenues	4,928,774	4,886,614	42,160	Insurance Recoveries	-	-	-
All others	-	-	-	Interest expense	(99,374)	(68,794)	(30,580)
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>4,928,774</b>	<b>4,886,614</b>	<b>42,160</b>	All other nonoperating revenues (expenses)	7,872	5,023	2,849
				Total nonoperating revenues (expenses)	<b>35,180</b>	<b>86,337</b>	<b>(51,156)</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>1,088,611</b>	<b>1,032,107</b>	<b>56,504</b>
Maintenance & Operations	1,720,806	1,835,567	(114,761)	Capital contributions	225,912	215,399	10,513
Administration & general	527,877	503,572	24,305	Transfers in	-	-	-
Taxes	836,424	839,654	(3,230)	Transfers out	(5,000)	(5,000)	-
Depreciation	790,236	762,051	28,185	Change in net position	<b>1,309,523</b>	<b>1,242,505</b>	<b>67,017</b>
Total operating expenses	<b>3,875,343</b>	<b>3,940,844</b>	<b>(65,501)</b>	Net position-beginning	100,747,420	97,340,331	3,407,089
Operating income (loss)	<b>1,053,431</b>	<b>945,770</b>	<b>107,661</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>102,056,943</b>	<b>98,582,837</b>	<b>3,474,106</b>

**City of Richland~WASTEWATER FUND~ 3rd QTR As of September 30, 2024 and September 30, 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	177,873	193,366	(15,493)
Cash & equivalents				Deferred amount pension and OPEB	443,311	512,039	(68,728)
Unrestricted	3,212,758	(413,430)	3,626,188	Total deferred outflow of resources	<b>621,184</b>	<b>705,405</b>	<b>(84,221)</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	121,885	202,945	(81,060)
Customer accounts (net)	834,788	562,370	272,418	Interest on outstanding debt	97,516	96,815	701
Due from other funds	-	-	-	Payable to other governments	26,047	25,886	161
Due from other governments	-	-	-	Notes payable-current portion	42,549	41,334	1,215
Special Assessments	20,340	21,189	(849)	Deposits payable	88,771	9,069	79,702
Interfund loans	-	-	-	Compensated absences-current portion	83,642	76,281	7,361
				Total OPEB liability - current	14,010	11,824	2,186
Prepaid items	61,614	60,234	1,380	Revenue bonds payable-current portion	320,113	720,423	(400,310)
Inventory	1,040	1,040	-	Total current liabilities	<b>794,532</b>	<b>1,184,576</b>	<b>(390,045)</b>
Total current assets	<b>3,878,810</b>	<b>(586,365)</b>	<b>4,465,175</b>				
				<i>Noncurrent:</i>			
Noncurrent:				Unearned Revenue	204,833	214,625	(9,792)
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	518,355	555,576	(37,220)	Notes & loans payable	561,683	646,169	(84,485)
Scheduled debt repayments	662,869	1,047,817	(384,948)	Revenue bonds payable	5,849,751	6,218,427	(368,676)
Facilities fees	290,983	8,028,020	(7,737,037)	Total noncurrent liabilities	<b>7,073,331</b>	<b>7,573,956</b>	<b>(500,624)</b>
Net pension asset	503,786	508,865	(5,079)				
Restricted Investments	-	-	-	Total liabilities	<b>7,867,863</b>	<b>8,758,532</b>	<b>(890,669)</b>
Receivables				<b>DEFERRED INFLOW OF RESOURCES</b>			
Special Assessments - LT	48,833	58,625	(9,792)	Deferred amount on pension and OPEB	370,399	629,364	(258,965)
Interfund Loans	-	-	-	Total deferred inflow of resources	<b>370,399</b>	<b>629,364</b>	<b>(258,965)</b>
Capital assets:				<b>NET POSITION</b>			
Land	-	-	-	Net investment in capital assets	62,275,671	54,591,747	7,683,924
Depreciable assets (net)	11,893,509	10,195,367	1,698,143	Restricted for:			
Infrastructure (net)	47,937,611	48,000,635	(63,024)	Pension assets	641,847	477,883	163,964
Construction in progress	12,564,567	9,159,922	3,404,645	Debt service	721,871	837,367	(115,495)
Total capital assets	<b>72,395,688</b>	<b>67,355,924</b>	<b>5,039,764</b>	Capital improvements	6,168,551	7,126,968	(958,417)
Total noncurrent assets	<b>74,420,514</b>	<b>77,554,826</b>	<b>(3,134,312)</b>	Unrestricted	874,305	5,252,004	(4,377,699)
Total assets	<b>78,299,324</b>	<b>76,968,461</b>	<b>1,330,863</b>	Total net position	<b>70,682,246</b>	<b>68,285,969</b>	<b>2,396,277</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	41,583	96,042	(54,458)
Rate revenues	2,871,402	2,649,083	222,319	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(59,187)	(48,806)	(10,381)
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>2,871,402</b>	<b>2,649,083</b>	<b>222,319</b>	All other nonoperating revenues (expenses)	7,328	7,328	-
				Total nonoperating revenues (expenses)	<b>(10,275)</b>	<b>54,564</b>	<b>(64,839)</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>196,301</b>	<b>192,009</b>	<b>4,292</b>
Maintenance & Operations	1,357,327	1,269,014	88,313	Capital contributions	272,652	281,151	(8,499)
Administration & general	379,455	371,390	8,065	Transfers in	-	-	-
Taxes	381,148	358,375	22,774	Transfers out	(1,250)	(1,250)	-
Depreciation	546,894	512,859	34,036	Change in net position	<b>467,703</b>	<b>471,910</b>	<b>(4,207)</b>
Total operating expenses	<b>2,664,825</b>	<b>2,511,637</b>	<b>153,187</b>	Net position-beginning	70,214,543	67,814,059	2,400,484
Operating income (loss)	<b>206,577</b>	<b>137,445</b>	<b>69,131</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>70,682,246</b>	<b>68,285,969</b>	<b>2,396,277</b>

**City of Richland~SOLID WASTE FUND~ 3rd QTR As of September 30, 2024 and September 30, 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	6,652,774	6,461,914	190,860	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	223,062	151,261	71,801
Customer accounts (net)	803,008	800,921	2,087	Interest on outstanding debt	11,368	12,126	(758)
Due from other funds	-	-	-	Payable to other governments	5,054	189	4,865
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)
Prepaid items	35,970	44,905	(8,935)	Total OPEB liability - current	4,277	3,563	714
Inventory	-	-	-	Revenue bonds payable-current portion	-	-	-
Total current assets	<b>7,134,467</b>	<b>6,604,303</b>	<b>530,165</b>	Total current liabilities	<b>616,494</b>	<b>543,711</b>	<b>72,783</b>
<i>Noncurrent:</i>				<i>Noncurrent:</i>			
<i>Restricted Cash &amp; equivalents</i>				Unearned Revenue	-	-	-
Unspent bond proceeds	-	-	-	Compensated absences	162,207	166,046	(3,839)
Bond Reserve	-	-	-	Net pension and OPEB liability	319,128	398,601	(79,473)
Cash - debt repayments	81,544	82,302	(758)	Notes & loans payable	2,947,368	3,157,895	(210,526)
Cash - Landfill closure	6,878,652	6,625,454	253,198	Landfill Closure liability	7,906,529	8,281,687	(375,158)
Net pension asset	628,719	625,968	2,751	Total noncurrent liabilities	<b>11,335,233</b>	<b>12,004,229</b>	<b>(668,996)</b>
Receivables	-	-	-				
Special Assessments - LT	-	-	-	Total liabilities	<b>11,951,727</b>	<b>12,547,940</b>	<b>(596,213)</b>
Interfund Loans	-	-	-				
Capital assets:				<b>DEFERRED INFLOW OF RESOURCES</b>			
Land	80,500	80,500	-	Deferred amount on pension and OPEB	386,733	696,425	(309,693)
Depreciable assets (net)	7,409,476	7,572,749	(163,273)	Total deferred inflow of resources	<b>386,733</b>	<b>696,425</b>	<b>(309,693)</b>
Infrastructure (net)	-	-	-				
Construction in progress	2,949,963	2,689,965	259,998				
Total capital assets	<b>10,439,939</b>	<b>10,343,214</b>	<b>96,725</b>				
Total noncurrent assets	<b>18,028,854</b>	<b>17,676,937</b>	<b>351,917</b>	<b>NET POSITION</b>			
Total assets	<b>25,163,321</b>	<b>24,281,240</b>	<b>882,081</b>	Net investment in capital assets	7,006,038	4,508,615	2,497,423
				Restricted for:			
				Pension assets	801,017	587,856	213,161
				Debt service	144,028	145,354	(1,326)
				Capital improvements	(1,218,417)	(1,823,558)	605,141
				Unrestricted	6,633,525	8,235,508	(1,601,983)
				Total net position	<b>13,366,191</b>	<b>11,653,775</b>	<b>1,712,416</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	127,874	134,942	(7,068)
Rate revenues	3,135,259	2,989,408	145,851	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(8,526)	(9,095)	568
Other operating revenues	52,094	21,850	30,244	Debt costs	-	-	-
Total operating revenues	<b>3,187,353</b>	<b>3,011,258</b>	<b>176,095</b>	All other nonoperating revenues (expenses)	12,642	7,647	4,995
				Total nonoperating revenues (expenses)	<b>131,990</b>	<b>133,494</b>	<b>(1,504)</b>
				Income before capital contributions and transfers	<b>255,233</b>	<b>323,590</b>	<b>(68,357)</b>
<b>OPERATING EXPENSES</b>				Capital contributions	-	-	-
Maintenance & Operations	2,234,180	1,985,091	249,088	Transfers in	-	-	-
Administration & general	329,030	339,843	(10,813)	Transfers out	-	-	-
Taxes	400,407	384,829	15,578	Change in net position	<b>255,233</b>	<b>323,590</b>	<b>(68,357)</b>
Depreciation	100,494	111,399	(10,905)	Net position-beginning	13,110,959	11,330,185	1,780,774
Total operating expenses	<b>3,064,111</b>	<b>2,821,162</b>	<b>242,949</b>	Prior period adjustment	-	-	-
Operating income (loss)	<b>123,242</b>	<b>190,096</b>	<b>(66,853)</b>	Net position-ending	<b>13,366,191</b>	<b>11,653,775</b>	<b>1,712,416</b>

**City of Richland~STORMWATER FUND~ 3rd QTR As of September 30, 2024 and September 30, 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	40,126	42,975	(2,849)
Cash & equivalents				Deferred amount pension and OPEB	31,834	49,195	(17,361)
Unrestricted	3,218,798	2,345,787	873,011	Total deferred outflow of resources	<b>71,959</b>	<b>92,170</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	38,391	56,589	(18,198)
Customer accounts (net)	107,624	90,723	16,901	Interest on outstanding debt	12,021	12,541	(520)
Due from other funds	-	-	-	Payable to other governments	-	3,060	(3,060)
Due from other governments	42,835	3,496	39,339	Notes payable-current portion	-	5,530	(5,530)
Special Assessments	-	-	-	Deposits payable	-	-	-
Interfund loans	-	-	-	Compensated absences-current portion	3,447	3,189	259
Prepaid items	1,199	978	221	Total OPEB liability - current	2,138	3,563	(1,424)
Inventory	-	-	-	Revenue bonds payable-current portion	30,000	30,000	-
Total current assets	<b>3,288,426</b>	<b>2,324,235</b>	<b>964,191</b>	Total current liabilities	<b>85,998</b>	<b>114,472</b>	<b>(28,474)</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	53,946	55,987	(2,042)	Revenue bonds payable	680,205	715,545	(35,340)
Net pension asset	34,982	45,963	(10,981)	Total noncurrent liabilities	<b>722,541</b>	<b>782,909</b>	<b>(60,367)</b>
				<b>Total liabilities</b>	<b>808,539</b>	<b>897,380</b>	<b>(88,841)</b>
Restricted Investments							
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	<b>32,384</b>	<b>74,511</b>	<b>(42,127)</b>
Interfund Loans	-	-	-				
				<b>NET POSITION</b>			
Capital assets:				Net investment in capital assets	14,139,594	13,050,398	1,089,196
Land	8,587	8,587	-	Restricted for:			
Depreciable assets (net)	8,995	10,794	(1,800)	Pension assets	44,568	43,164	1,404
Infrastructure (net)	14,421,176	12,539,327	1,881,848	Debt service	72,894	73,881	(987)
Construction in progress	141,257	1,844,068	(1,702,812)	Capital improvements	-	-	-
Total capital assets	14,580,014	14,402,777	177,237	Unrestricted	2,990,666	2,841,903	148,763
Total noncurrent assets	<b>14,728,261</b>	<b>14,564,834</b>	<b>163,428</b>	Total net position	<b>17,247,723</b>	<b>16,009,346</b>	<b>1,238,376</b>
<b>Total assets</b>	<b>18,016,687</b>	<b>16,889,068</b>	<b>1,127,618</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	23,199	22,475	724
Rate revenues	518,731	481,190	37,541	Insurance Recoveries	-	-	-
All others	-	-	-	Interest expense	(6,471)	(6,988)	517
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>518,731</b>	<b>481,190</b>	<b>37,541</b>	All other nonoperating revenues (expenses)	94,865	240,000	(145,135)
				Total nonoperating revenues (expenses)	<b>111,593</b>	<b>255,487</b>	<b>(143,894)</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>111,332</b>	<b>234,840</b>	<b>(123,508)</b>
Maintenance & Operations	196,858	221,795	(24,937)	Capital contributions	-	-	-
Administration & general	164,191	144,161	20,030	Transfers in	-	-	-
Taxes	54,853	50,985	3,868	Transfers out	-	-	-
Depreciation	103,090	84,896	18,194	Change in net position	<b>111,332</b>	<b>234,840</b>	<b>(123,508)</b>
Total operating expenses	<b>518,992</b>	<b>501,837</b>	<b>17,155</b>	Net position-beginning	17,136,391	15,774,507	1,361,884
Operating income (loss)	<b>(261)</b>	<b>(20,647)</b>	<b>20,386</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>17,247,723</b>	<b>16,009,346</b>	<b>1,238,376</b>

**City of Richland, Washington**  
Water Utility  
Notes to the Financial Statements  
September 30, 2024

1. The Water fund activities increased net position in the 3rd Quarter of 2024 by \$1,309,523, an increase of \$67,017 compared to 2023. Operating income was \$1,053,431, an 11.4% increase compared to the same quarter from last year. The operating expenses were almost \$3.9 million, a 1.7% decrease compared to the third quarter of 2023. Maintenance and operations expenses decreased by \$114,761, administration expenses increased by \$24,305, depreciation increased by \$28,185, and taxes decreased by \$3,230. The maintenance and operations decrease was a combination of an increase in the 2024 payroll expenses of \$64,549 and a decrease of \$114,096 for software purchased in 2023 for the meter data management system. The maintenance and operational expenses tend to vary based on the equipment repairs or the timing of supplies.
2. Nonoperating revenue decreased by \$51,156 compared to the same quarter in 2023. Interest income increased by \$23,425, interest expense decreased \$30,580, and nonoperating revenue increased \$2,849. Most of the difference in interest expense was due to reduced interest after paying off a water main replacement loan in 2023. The nonoperating revenue came from a small portion of land sale in the Horn Rapids development area.
3. On the balance sheet total assets were \$115,588,407, an increase of \$1.9 million over 2023. Total current assets were almost \$13.2 million, an increase of \$5.1 million or 64% over the same period last year. There were increases in unrestricted cash of \$4.5 million, investments of \$526,218, customer receivables of \$137,106, and prepaids of \$22,806. There was also a decrease of \$72,937 in inventory.
4. Noncurrent assets decreased by \$3.2 million with a \$5.7 million increase in capital assets. Most of this increase was in construction in progress of \$5.3 million and another \$720,209 in depreciable assets. In addition, there was a decrease in infrastructure of \$309,004. All of this was offset by a non-capital decrease of \$8.7 million in facilities fees and \$139,190 in scheduled debt repayments. The facilities fees were used to fund a capital project, the Tapteal 1 Booster Pump Station and almost \$4 million of the addition to construction in progress was for this project.
5. Current liabilities decreased by \$392,691, consisting of increases in compensated absences of \$24,023 and another \$8,847 in deposits payable. The decreases were from revenue bonds payable of \$304,690, another \$36,250 from notes payable, \$61,030 from accounts payable, and \$13,826 from service debt interest. Notes payable decreased because the loan for the Torbett water main replacement was paid off last year. The noncurrent liabilities decreased by \$930,223 with most of the decrease coming from revenue bonds payable of \$593,546, notes and loan payable of \$197,372, and net pension and OPEB liability of \$152,809. The revenue bonds decreased due to the 2014 Waterworks revenue bond being paid off last year.
6. The Water Utility recognized \$225,912 in facility development fee revenue (capital contributions) in the third quarter of 2024 and \$558,876 total year-to-date. 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  
September 30, 2024

1. The Wastewater fund activities increased net position in the 3rd Quarter of 2024 by \$467,703 and decreased by \$4,207 compared to same quarter in 2023. Operating income was \$206,577, a 50.3% increase from last year. The operating expenses were almost \$2.7 million, a 6.1% increase over the same time period from 2023. This increase of \$153,187 consisted of increases in maintenance and operations expenses of \$88,313, depreciation of \$34,036, administration expenses of \$8,065, and taxes of \$22,774. Payroll expenses of \$85,840 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 \$64,839 in 2024, due to an increase of \$10,381 in interest expense and a decrease of \$54,458 in interest earnings.
3. On the balance sheet total assets were \$78.3 million, an increase of \$1.3 million over 2023. Total current assets were almost \$3.9 million, an increase from last year of \$4.5 million. Most of this increase was due to an increase in unrestricted cash of \$3.6 million, an increase in investments of \$566,038, and an increase in accounts receivable of \$272,418. The increase in unrestricted cash came from transferring facilities fees to the operating cash account. These funds went towards reimbursing the operating cash account for expenses incurred for the Aeration Basin project.
4. Noncurrent assets decreased by \$3.1 million in 2024 with all the increase in capital assets. Capital assets increased over \$5.0 million with increases in construction in progress of \$3.4 million, in depreciable assets of \$1.7 million, and a decrease in infrastructure of \$63,024. The other non-capital decreases included \$7.7 million in facilities fees, \$384,948 in scheduled debt repayments and \$37,220 in bond reserves. Facilities fees were used to fund capital projects in 2024 including improvements at the Wastewater Treatment Plant for the Aeration Basin retrofit project.
5. Current liabilities decreased by \$390,045, with most of that amount coming from decreases of \$400,310 in revenue bonds payable and \$81,060 in accounts payable. The decrease in accounts payable was due to work performed in 2023 for the Aeration Basin project. Revenue bonds payable decreased due to the 2014 Waterworks revenue and refunding bond being paid off last year. The noncurrent liabilities decreased by \$500,624. The decrease was due primarily to debt service payments of \$368,676 in long term revenue bonds payable, \$84,485 in notes & loan payable, and \$45,032 in net pension and OPEB liability.
6. The Wastewater Utility recognized \$272,652 in facility development fee revenue (capital contributions) in the third quarter of 2024. The year-to-date total is \$705,072. 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  
September 30, 2024

1. The Solid Waste fund activities increased net position in the 3<sup>rd</sup> Quarter of 2024 by \$255,233 but this was a decrease of \$68,357 compared to 2023. Operating income was \$123,242, a 35.2% decrease compared to the same quarter from last year. The operating expenses were \$3.0 million, an 8.6% increase over 2023. The operating expense increase of \$242,949 consisted of an increase in maintenance and operations expenses of \$249,088, an increase in taxes of \$15,578, and decreases in administration and general expenses of \$10,813, and depreciation expense of \$10,905.

The increase in maintenance and operations expenses consists of an increase in machinery and equipment of \$49,297, fleet maintenance and vehicle replacement of \$143,578, and payroll expenses of \$35,452.

2. Nonoperating revenue decreased in 2024 by \$1,504, mostly due to a decrease in interest earnings of \$7,068, and an increase in nonoperating revenue of \$4,995 from the sale of salvage in 2024.
3. On the balance sheet total assets in 2024 were \$25,163,321, an increase of \$882,081 over 2023. Total current assets in 2024 were \$7.1 million, an increase of \$530,165 over last year. Most of this was due to increases of a \$190,860 in unrestricted cash, \$346,152 in investments, \$2,087 in accounts receivable, along with a decrease of \$8,935 in prepaids.
4. Noncurrent assets increased in 2024 by \$351,917, mainly due to an increase of \$96,725 in capital assets and an increase of \$253,198 in the landfill closure cash account. In capital assets construction in progress increased \$259,998 and this was for phase 2 of the landfill closure project.
5. Current liabilities increased in 2024 by \$72,783, due to an increase of \$71,801 in accounts payable. 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.

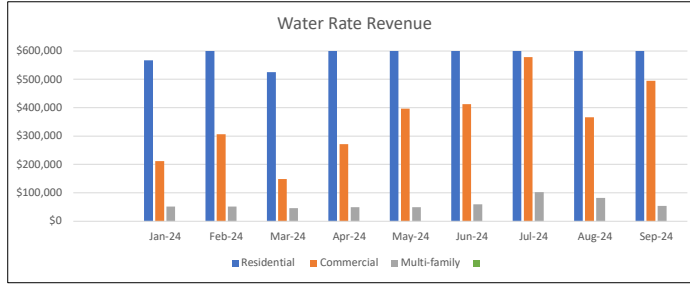
**City of Richland, Washington**  
Stormwater Utility  
Notes to the Financial Statements  
September 30, 2024

1. The Stormwater fund activities decreased net position in the 3<sup>rd</sup> Quarter of 2024 by \$111,332 compared to the same quarter in 2023. Operating income for this quarter was (\$261), a decrease of 98.7% compared to the same time from last year. The operating expenses were \$518,992, a 3.4% increase over 2023. This difference of \$17,155 in operating expenses consisted of a decrease of \$24,937 in maintenance and operations, and increases of \$20,030 in administration and general expenses, \$18,194 in depreciation, and \$3,868 in taxes. Operating revenue was \$518,731 and increased by \$37,541 compared to 2023. Nonoperating revenue decreased by \$143,894 due to an increase of \$724 in interest earnings, and decreases of \$517 in interest expense, and \$145,135 in nonoperating revenues. This difference in nonoperating revenue was 2023 revenue from the Department of Ecology for stormwater projects at Leslie Road, Hains Avenue, and the North Richland Upbasin retrofit.
2. On the balance sheet total assets in 2024 were \$18.0 million, an increase of 1.1 million over 2023. Total current assets in 2024 were almost \$3.3 million, an increase of \$964,191 over the previous year. This was due to increases of \$873,011 in unrestricted cash, \$39,339 in due from other governments, \$34,719 in investments, and \$16,901 in customer receivables.
3. Noncurrent assets increased in 2024 by \$163,428, with most of the increase coming from capital assets. Capital assets increased by \$177,237, with an increase of \$1.9 million in infrastructure and a decrease of \$1.7 million 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 \$2,042 in scheduled debt repayments.
4. Current liabilities decreased in 2024 by \$28,474 due to decreases of \$18,198 in accounts payable, \$5,530 in notes payable, \$3,060 in payable to other governments and \$1,424 in total OPEB liability. 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  
Sep-24**

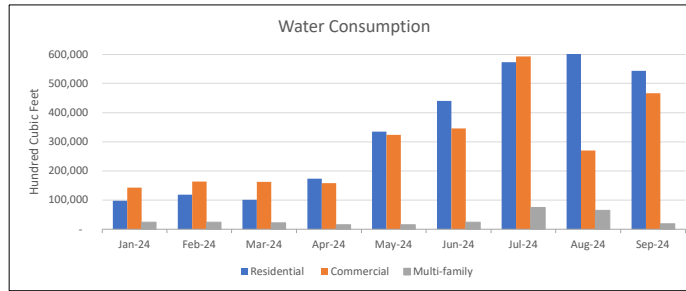
**BILLED REVENUES by class type:**

	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	567,647	601,139	525,048	609,814	763,517	854,205	952,719	1,013,507	940,193				6,827,789
Commercial	211,760	306,401	148,600	270,807	396,152	412,466	578,131	366,095	494,971				3,185,383
Multi-family	51,496	51,653	45,230	49,395	49,094	59,364	102,149	82,150	53,843				544,374



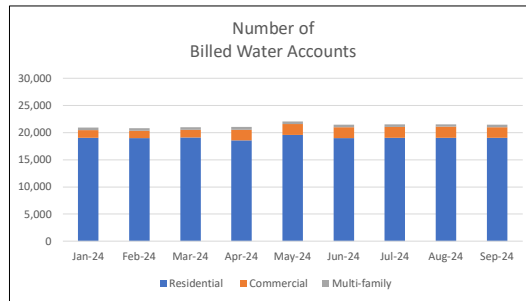
**CONSUMPTION by class type:**

	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	97,820	118,625	100,780	173,252	334,948	439,852	572,825	627,037	542,900				3,008,039
Commercial	142,390	163,974	162,997	158,531	323,722	345,982	592,399	269,775	466,226				2,625,996
Multi-family	24,380	24,930	21,717	15,913	15,726	24,625	74,603	64,604	19,070				285,568



**BILLED ACCOUNTS by class type:**

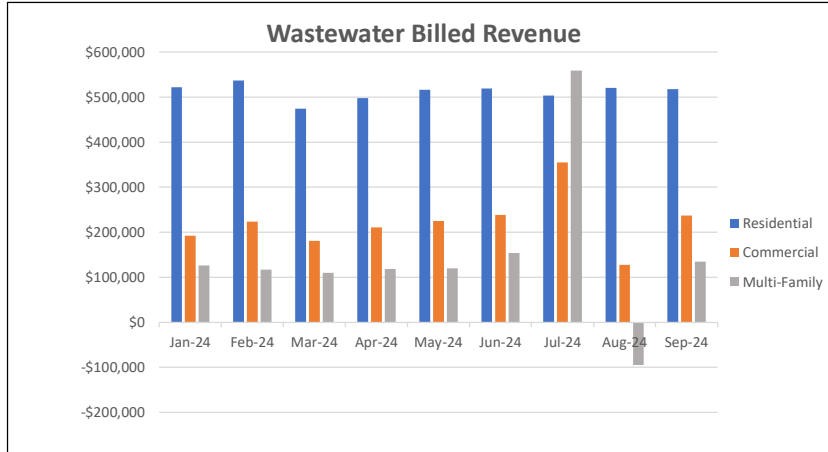
	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Average Total
Residential	19,017	18,975	19,076	18,555	19,551	18,979	19,032	19,049	19,014				19,028
Commercial	1,424	1,387	1,447	1,989	2,033	1,979	1,986	2,029	1,986				1,807
Multi-family	460	460	443	480	457	474	478	468	465				465



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

**WASTEWATER BILLED REVENUE - Comparative Months**

	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Total
Residential	522,153	537,313	474,213	498,536	516,966	519,229	504,007	520,427	518,243.34	4,611,087
Commercial	192,081	223,339	181,237	210,629	224,807	238,911	355,336	128,092	237,312.36	1,991,746
Multi-Family	126,676	116,766	109,699	118,329	120,055	153,795	558,871	(94,680)	134,828.29	1,344,340
<b>Total</b>	<b>840,910</b>	<b>877,418</b>	<b>765,149</b>	<b>827,494</b>	<b>861,828</b>	<b>911,936</b>	<b>1,418,213</b>	<b>553,840</b>	<b>890,384</b>	<b>2,483,478</b>



**SOLID WASTE BILLED REVENUE - Comparative Months**

	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Total
Residential	338,890	294,589	255,750	265,413	272,438	272,563	268,650	273,586	274,402	2,516,281
Commercial	270,586	268,698	270,410	249,710	267,706	272,682	287,001	263,975	288,700	2,439,469
<b>Total</b>	<b>609,476</b>	<b>563,287</b>	<b>526,160</b>	<b>515,123</b>	<b>540,144</b>	<b>545,246</b>	<b>555,652</b>	<b>537,561</b>	<b>563,102</b>	<b>4,955,750</b>

