

Gainesville Regional Utilities

Interim Financial Statements - Unaudited

For the Period Ended March 31, 2021



**Gainesville Regional Utilities
Financial Statements - Unaudited
For the Period Ended March 31, 2021**

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Overview and Basis of Accounting

Overview

Gainesville Regional Utilities (GRU or the Utility) is a combined municipal utility system operating electric, water, wastewater, natural gas, and telecommunications (GRUCom) systems. GRU is a utility enterprise of the City of Gainesville, Florida (City) and is reported as an enterprise fund in the annual comprehensive financial report of the City.

We offer readers these unaudited utility system financial statements for the period ended March 31, 2021.

Basis of Accounting

GRU is required to follow the provisions in the Second Amended and Restated Utilities System Revenue Bond Resolution (Resolution) adopted by the City on September 21, 2017. GRU's electric and gas accounts are maintained substantially in accordance with the Uniform System of Accounts of the Federal Energy Regulatory Commission (FERC), as required by the Resolution, and in conformity with accounting principles generally accepted in the United States of America using the accrual basis of accounting, including the application of regulatory accounting as described in Governmental Accounting Standards Board (GASB) Statement No. 62 - *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*.

GRU prepares its financial statements in accordance with GASB Statement No. 62, *paragraphs 476-500, Regulated Operations*, and records various regulatory assets and liabilities. For a government to report under GASB Statement No. 62, its rates must be designed to recover its costs of providing services, and the utility must be able to collect those rates from customers. If it were determined, whether due to regulatory action or competition, that these standards no longer applied, GRU could be required to expense its regulatory assets and liabilities. Management believes that GRU currently meets the criteria for continued application of GASB Statement No. 62, but will continue to evaluate significant changes in the regulatory and competitive environment to assess continuing applicability of the criteria.

The Resolution specifies the flow of funds from revenues and the requirements for the use of certain restricted and unrestricted assets. Under the Resolution, rates are designed to cover operation and maintenance expenses, rate stabilization, debt service requirements, utility plant improvement fund contributions and for any other lawful purpose. The flow of funds excludes depreciation expense and other noncash revenue and expense items. This method of rate setting results in costs being included in the determination of rates in different periods than when these costs are recognized for financial statement purposes. The effects of these differences are recognized in the determination of operating income in the period that they occur, in accordance with GRU's accounting policies.

Financial Statements

Gainesville Regional Utilities
Statements of Net Position - Unaudited
March 31, 2021 and 2020

	March 31, 2021	March 31, 2020	Change (\$)	Change (%)
Assets				
Current assets:				
Cash and investments	\$ 49,366,128	\$ 20,017,621	\$ 29,348,507	146.6%
Accounts receivable, net of allowance for uncollectible accounts of \$3,777,161 and \$1,153,834, respectively	43,674,226	45,880,874	(2,206,648)	(4.8%)
Inventories:				
Fuel	9,495,471	21,966,644	(12,471,173)	(56.8%)
Materials and supplies	13,167,857	12,829,774	338,083	2.6%
Other assets and regulatory assets	857,228	1,871,857	(1,014,629)	(54.2%)
Total current assets	116,560,910	102,566,770	13,994,140	13.6%
Restricted and internally designated assets:				
Utility deposits - cash and investments	8,504,168	7,834,092	670,076	8.6%
Debt service - cash and investments	44,858,320	46,913,591	(2,055,271)	(4.4%)
Debt defeasance - cash and investments	2,338,854	-	2,338,854	-
Rate stabilization - cash and investments	62,115,888	62,086,682	29,206	0.0%
Construction fund - cash and investments	32,512,739	105,243,733	(72,730,994)	(69.1%)
Utility plant improvement fund - cash and investments	62,221,807	40,496,900	21,724,907	53.6%
Total restricted and internally designated assets	212,551,776	262,574,998	(50,023,222)	(19.1%)
Noncurrent assets:				
Net costs recoverable in future years - regulatory assets	39,316,561	40,192,021	(875,460)	(2.2%)
Unamortized debt issuance costs - regulatory assets	9,343,828	9,890,020	(546,192)	(5.5%)
Investment in The Energy Authority	5,305,147	2,512,986	2,792,161	111.1%
Pollution remediation - regulatory asset	8,189,222	9,324,393	(1,135,171)	(12.2%)
Other noncurrent assets and regulatory assets	7,523,260	7,577,034	(53,774)	(0.7%)
Pension regulatory asset	104,315,234	98,917,959	5,397,275	5.5%
Total noncurrent assets	173,993,252	168,414,413	5,578,839	3.3%
Capital assets:				
Utility plant in service	2,924,628,122	2,878,671,175	45,956,947	1.6%
Less: accumulated depreciation and amortization	(1,179,519,870)	(1,088,425,649)	(91,094,221)	8.4%
	1,745,108,252	1,790,245,526	(45,137,274)	(2.5%)
Construction in progress	117,745,499	72,545,542	45,199,957	62.3%
Net capital assets	1,862,853,751	1,862,791,068	62,683	0.0%
Total assets	2,365,959,689	2,396,347,249	(30,387,560)	(1.3%)
Deferred outflows of resources:				
Unamortized loss on refunding of bonds	10,610,679	13,384,973	(2,774,294)	(20.7%)
Accumulated decrease in fair value of hedging derivatives	50,261,982	78,579,009	(28,317,027)	(36.0%)
General Employees' Pension plan costs	21,226,376	19,288,232	1,938,144	10.0%
Other post-employment benefits plan	4,391,772	3,051,089	1,340,683	43.9%
Total deferred outflows of resources	86,490,809	114,303,303	(27,812,494)	(24.3%)
Total assets and deferred outflows of resources	\$ 2,452,450,498	\$ 2,510,650,552	\$ (58,200,054)	(2.3%)

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Gainesville Regional Utilities
Statements of Net Position - Unaudited (concluded)
March 31, 2021 and 2020

	March 31, 2021	March 31, 2020	Change (\$)	Change (%)
Liabilities				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 10,121,144	\$ 9,449,817	\$ 671,327	7%
Fuels payable	3,997,671	3,372,815	624,856	19%
Due to other funds	5,834,812	3,272,020	2,562,792	78%
Fuel adjustment	3,284,842	5,060,507	(1,775,665)	(35.1%)
Other liabilities and regulatory liabilities	2,320,614	1,209,711	1,110,903	91.8%
Total current liabilities	<u>25,559,083</u>	<u>22,364,870</u>	<u>3,194,213</u>	<u>14.3%</u>
Payable from restricted assets:				
Utility deposits	8,499,001	7,830,427	668,574	8.5%
Accounts payable and accrued liabilities	2,084,924	1,996,139	88,785	4.4%
Utility system revenue bonds - current	25,685,000	27,080,000	(1,395,000)	(5.2%)
Accrued interest payable	31,828,253	33,018,137	(1,189,884)	(3.6%)
Other liabilities and regulatory liabilities	59,024	104,619	(45,595)	(43.6%)
Total payable from restricted assets	<u>68,156,202</u>	<u>70,029,322</u>	<u>(1,873,120)</u>	<u>(2.7%)</u>
Long-term debt:				
Utility system revenue bonds	1,612,195,000	1,637,680,000	(25,485,000)	(1.6%)
Unamortized bond premium/discount	87,319,886	97,536,080	(10,216,194)	(10.5%)
Fair value of derivative instruments	51,544,093	81,099,412	(29,555,319)	(36.4%)
Total long-term debt	<u>1,751,058,979</u>	<u>1,816,315,492</u>	<u>(65,256,513)</u>	<u>(3.6%)</u>
Noncurrent liabilities:				
Reserve for insurance claims	3,337,000	3,337,000	-	0.0%
Reserve for environmental liability	841,000	841,000	-	0.0%
Net pension liability	14,566,344	99,566,813	(85,000,469)	(85.4%)
Net other post-employment benefits liability	854,405	5,367,982	(4,513,577)	(84.1%)
Due to other funds	108,519,131	16,316,335	92,202,796	565.1%
Other noncurrent liabilities and regulatory liabilities	4,628,459	4,651,546	(23,087)	(0.5%)
Total noncurrent liabilities	<u>132,746,339</u>	<u>130,080,676</u>	<u>2,665,663</u>	<u>2.0%</u>
Total liabilities	<u>1,977,520,603</u>	<u>2,038,790,360</u>	<u>(61,269,757)</u>	<u>(3.0%)</u>
Deferred inflows of resources:				
Rate stabilization	57,617,762	40,796,322	16,821,440	41.2%
General Employees' Pension plan costs	1,196,323	1,737,966	(541,643)	(31.2%)
Other post-employment benefits plan	6,633,675	-	6,633,675	-
Total deferred inflows of resources	<u>65,447,760</u>	<u>42,534,288</u>	<u>22,913,472</u>	<u>53.9%</u>
Net position				
Net investment in capital assets	186,829,956	226,355,305	(39,525,349)	(17.5%)
Restricted and internally designated	82,086,622	75,678,403	6,408,219	8.5%
Unrestricted	140,565,557	127,292,196	13,273,361	10.4%
Total net position	<u>409,482,135</u>	<u>429,325,904</u>	<u>(19,843,769)</u>	<u>(4.6%)</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 2,452,450,498</u>	<u>\$ 2,510,650,552</u>	<u>\$ (58,200,054)</u>	<u>(2.3%)</u>

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Gainesville Regional Utilities
Statements of Revenues, Expenses, and Changes in Net Position - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>
Operating revenues:		
Sales and service charges	\$ 184,030,425	\$ 176,561,593
Transfer from (to) rate stabilization	534,714	3,375,735
Amounts to be recovered from future revenue	2,674,508	9,029,496
Other operating revenue	7,144,650	6,793,558
Total operating revenues	<u>194,384,297</u>	<u>195,760,382</u>
Operating expenses:		
Operation and maintenance	87,531,103	83,775,050
Administrative and general	16,182,720	18,333,908
Depreciation and amortization	49,524,431	50,773,379
Total operating expenses	<u>153,238,254</u>	<u>152,882,337</u>
Operating income	<u>41,146,043</u>	<u>42,878,045</u>
Non-operating income (expense):		
Interest income	574,779	1,740,140
Interest expense, net of AFUDC	(28,748,607)	(32,233,503)
Other interest related income, BABs	2,543,658	2,577,454
Other expense	866,572	(2,582,693)
Total non-operating income (expense)	<u>(24,763,598)</u>	<u>(30,498,602)</u>
Income before capital contributions and transfer	<u>16,382,445</u>	<u>12,379,443</u>
Capital contributions:		
Contributions from third parties	3,014,117	3,321,333
Reduction of plant costs recovered through contributions	(145,141)	(33,983)
Net capital contributions	<u>2,868,976</u>	<u>3,287,350</u>
Transfer to City of Gainesville General Fund	<u>(19,142,500)</u>	<u>(19,142,500)</u>
Change in net position	108,921	(3,475,707)
Net position - beginning of year	409,373,214	432,801,611
Net position - end of period	<u>\$ 409,482,135</u>	<u>\$ 429,325,904</u>

Gainesville Regional Utilities
Combined Utility Systems
Schedules of Combined Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
Revenues:				
Electric system:				
Sales of electricity	\$ 88,515,227	\$ 86,791,394	\$ 1,723,833	2.0
Fuel adjustment	35,263,043	30,843,568	4,419,475	14.3
Sales for resale	3,108,985	1,803,812	1,305,173	72.4
Transfer from (to) rate stabilization	(988,055)	2,937,434	(3,925,489)	(133.6)
Other revenue	3,038,294	2,620,369	417,925	15.9
Other income	2,999,399	2,683,646	315,753	11.8
Build America Bonds	1,396,843	1,418,225	(21,382)	(1.5)
Total electric system revenues	<u>133,333,736</u>	<u>129,098,448</u>	<u>4,235,288</u>	<u>3.3</u>
Water system:				
Sales of water	16,534,561	17,482,225	(947,664)	(5.4)
Transfer from (to) rate stabilization	(443,463)	(523,593)	80,130	15.3
Other revenue	1,082,727	1,313,664	(230,937)	(17.6)
Other income	74,027	381,085	(307,058)	(80.6)
Build America Bonds	397,243	401,922	(4,679)	(1.2)
Total water system revenues	<u>17,645,095</u>	<u>19,055,303</u>	<u>(1,410,208)</u>	<u>(7.4)</u>
Wastewater system:				
Sales of services	19,980,229	20,622,545	(642,316)	(3.1)
Transfer from (to) rate stabilization	1,107,382	426,842	680,540	159.4
Other revenue	1,404,956	2,506,421	(1,101,465)	(43.9)
Other income	194,196	379,535	(185,339)	(48.8)
Build America Bonds	456,742	460,092	(3,350)	(0.7)
Total wastewater system revenues	<u>23,143,505</u>	<u>24,395,435</u>	<u>(1,251,930)</u>	<u>(5.1)</u>
Gas system:				
Sales of gas	9,560,620	9,090,369	470,251	5.2
Purchased gas adjustment	5,241,117	4,101,761	1,139,356	27.8
Transfer from (to) rate stabilization	(31,796)	535,052	(566,848)	(105.9)
Other revenue	234,412	169,632	64,780	38.2
Other income	59,285	259,829	(200,544)	(77.2)
Build America Bonds	292,831	297,214	(4,383)	(1.5)
Total gas system revenues	<u>15,356,469</u>	<u>14,453,857</u>	<u>902,612</u>	<u>6.2</u>
Telecommunications system:				
Sales of services	5,798,345	5,825,919	(27,574)	(0.5)
Transfer from (to) rate stabilization	890,645	-	890,645	-
Other revenue	14,114	22,902	(8,788)	(38.4)
Other income	23,277	67,205	(43,928)	(65.4)
Total telecommunications system revenues	<u>6,726,381</u>	<u>5,916,026</u>	<u>810,355</u>	<u>13.7</u>
Total revenues	<u>196,205,186</u>	<u>192,919,069</u>	<u>3,286,117</u>	<u>1.7</u>

Gainesville Regional Utilities
Combined Utility Systems
Schedules of Combined Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

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	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
OPERATION, MAINTENANCE AND ADMINISTRATIVE EXPENSES:				
Electric system:				
Fuel expenses	35,263,043	30,843,568	4,419,475	14.3
Operation and maintenance	29,287,566	31,826,360	(2,538,794)	(8.0)
Administrative and general	11,981,100	13,579,964	(1,598,864)	(11.8)
Total Electric System Expenses	<u>76,531,709</u>	<u>76,249,892</u>	<u>281,817</u>	<u>0.4</u>
Water system:				
Operation and maintenance	4,832,343	5,097,639	(265,296)	(5.2)
Administrative and general	2,362,297	2,922,293	(559,996)	(19.2)
Total Water System Expenses	<u>7,194,640</u>	<u>8,019,932</u>	<u>(825,292)</u>	<u>(10.3)</u>
Wastewater system:				
Operation and maintenance	6,755,969	6,566,149	189,820	2.9
Administrative and general	2,503,695	3,252,022	(748,327)	(23.0)
Total Wastewater System Expenses	<u>9,259,664</u>	<u>9,818,171</u>	<u>(558,507)</u>	<u>(5.7)</u>
Gas system:				
Fuel expense - purchased gas	5,241,117	4,101,761	1,139,356	27.8
Operation and maintenance	1,282,759	1,319,337	(36,578)	(2.8)
Administrative and general	1,188,905	1,493,734	(304,829)	(20.4)
Total Gas System Expenses	<u>7,712,781</u>	<u>6,914,832</u>	<u>797,949</u>	<u>11.5</u>
Telecommunications system:				
Operation and maintenance	4,113,013	3,293,054	819,959	24.9
Administrative and general	474,459	637,818	(163,359)	(25.6)
Total Telecommunications System Expenses	<u>4,587,472</u>	<u>3,930,872</u>	<u>656,600</u>	<u>16.7</u>
TOTAL EXPENSES	<u>105,286,266</u>	<u>104,933,699</u>	<u>352,567</u>	<u>12.6</u>
NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION:				
Total electric system	56,802,027	52,848,556	3,953,471	7.5
Total water system	10,450,455	11,035,371	(584,916)	(5.3)
Total wastewater system	13,883,841	14,577,264	(693,423)	(4.8)
Total gas system	7,643,688	7,539,025	104,663	1.4
Total telecommunications system	2,138,909	1,985,154	153,755	7.7
TOTAL NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION	<u>90,918,920</u>	<u>87,985,370</u>	<u>2,933,550</u>	<u>3.3</u>
LESS:				
Debt service	45,816,165	48,916,142	(3,099,977)	(6.3)
UPIF contributions	21,837,883	21,928,635	(90,752)	(0.4)
Transfer to City of Gainesville General Fund	19,142,500	19,142,500	-	-
Transfer to debt defeasance	2,338,854	-	2,338,854	-
NET IMPACT TO RATE STABILIZATION - ADDITION (REDUCTION)	<u>\$ 1,783,518</u>	<u>\$ (2,001,907)</u>	<u>\$ 3,785,425</u>	<u>189.1</u>

Gainesville Regional Utilities
Electric Utility System
Schedules of Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
REVENUES:				
Residential	\$ 35,623,002	\$ 33,183,465	\$ 2,439,537	7.4
Non-residential	40,816,926	42,029,882	(1,212,956)	(2.9)
Fuel adjustment	35,263,043	30,843,568	4,419,475	14.3
Sales for resale	3,108,985	1,803,812	1,305,173	72.4
Utility surcharge	2,040,867	1,974,228	66,639	3.4
Other electric sales	10,034,432	9,603,819	430,613	4.5
Total Sales of Electricity	<u>126,887,255</u>	<u>119,438,774</u>	<u>7,448,481</u>	<u>6.2</u>
Transfer from (to) rate stabilization	(988,055)	2,937,434	(3,925,489)	(133.6)
Other revenue	3,038,294	2,620,369	417,925	15.9
Other income	2,999,399	2,683,646	315,753	11.8
Build America Bonds	1,396,843	1,418,225	(21,382)	(1.5)
Total Revenues	<u>133,333,736</u>	<u>129,098,448</u>	<u>4,235,288</u>	<u>3.3</u>
OPERATION, MAINTENANCE AND ADMINISTRATIVE EXPENSES:				
Fuel expenses	35,263,043	30,843,568	4,419,475	14.3
Power production	20,113,938	21,372,400	(1,258,462)	(5.9)
Transmission and distribution	9,173,628	10,453,960	(1,280,332)	(12.2)
Administrative and general	11,981,100	13,579,964	(1,598,864)	(11.8)
Total Operation, Maintenance and Administrative Expenses	<u>76,531,709</u>	<u>76,249,892</u>	<u>281,817</u>	<u>0.4</u>
TOTAL NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION	<u>56,802,027</u>	<u>52,848,556</u>	<u>3,953,471</u>	<u>7.5</u>
LESS:				
Debt service	34,076,010	37,649,604	(3,573,594)	(9.5)
UPIF contributions	11,691,732	10,589,687	1,102,045	10.4
Transfer to City of Gainesville General Fund	11,207,934	11,207,934	-	-
Transfer to debt defeasance	1,786,968	-	1,786,968	-
NET IMPACT TO RATE STABILIZATION - ADDITION (REDUCTION)	<u>\$ (1,960,617)</u>	<u>\$ (6,598,669)</u>	<u>\$ 4,638,052</u>	<u>70.3</u>

Gainesville Regional Utilities
Water Utility System
Schedules of Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
REVENUES:				
Residential	\$ 10,323,045	\$ 10,570,517	\$ (247,472)	(2.3)
Non-residential	4,993,531	5,631,747	(638,216)	(11.3)
Utility surcharge	1,217,985	1,279,961	(61,976)	(4.8)
Total Sales of Water	<u>16,534,561</u>	<u>17,482,225</u>	<u>(947,664)</u>	<u>(5.4)</u>
Transfer from (to) rate stabilization	(443,463)	(523,593)	80,130	15.3
Other revenue	1,082,727	1,313,664	(230,937)	(17.6)
Other income	74,027	381,085	(307,058)	(80.6)
Build America Bonds	397,243	401,922	(4,679)	(1.2)
Total Revenues	<u>17,645,095</u>	<u>19,055,303</u>	<u>(1,410,208)</u>	<u>(7.4)</u>
OPERATION, MAINTENANCE AND ADMINISTRATIVE EXPENSES:				
Transmission and distribution	1,505,436	1,470,708	34,728	2.4
Treatment	3,326,907	3,626,931	(300,024)	(8.3)
Administrative and general	2,362,297	2,922,293	(559,996)	(19.2)
Total Operation, Maintenance and Administrative Expenses	<u>7,194,640</u>	<u>8,019,932</u>	<u>(825,292)</u>	<u>(10.3)</u>
TOTAL NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION	<u>10,450,455</u>	<u>11,035,371</u>	<u>(584,916)</u>	<u>(5.3)</u>
LESS:				
Debt service	3,783,488	3,556,302	227,186	6.4
UPIF contributions	3,257,675	3,397,121	(139,446)	(4.1)
Transfer to City of Gainesville General Fund	2,678,036	2,678,036	-	-
Transfer to debt defeasance	190,070	-	190,070	-
NET IMPACT TO RATE STABILIZATION - ADDITION (REDUCTION)	<u>\$ 541,186</u>	<u>\$ 1,403,912</u>	<u>\$ (862,726)</u>	<u>(61.5)</u>

Gainesville Regional Utilities
Wastewater Utility System
Schedules of Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
REVENUES:				
Residential	\$ 13,714,390	\$ 13,819,334	\$ (104,944)	(0.8)
Non-residential	4,798,345	5,299,899	(501,554)	(9.5)
Utility surcharge	1,467,494	1,503,312	(35,818)	(2.4)
Total Sales of Services	<u>19,980,229</u>	<u>20,622,545</u>	<u>(642,316)</u>	<u>(3.1)</u>
Transfer from (to) rate stabilization	1,107,382	426,842	680,540	159.4
Other revenue	1,404,956	2,506,421	(1,101,465)	(43.9)
Other income	194,196	379,535	(185,339)	(48.8)
Build America Bonds	456,742	460,092	(3,350)	(0.7)
Total Revenues	<u>23,143,505</u>	<u>24,395,435</u>	<u>(1,251,930)</u>	<u>(5.1)</u>
OPERATION, MAINTENANCE AND ADMINISTRATIVE EXPENSES:				
Collection	2,441,114	2,202,584	238,530	10.8
Treatment	4,314,855	4,363,565	(48,710)	(1.1)
Administrative and general	2,503,695	3,252,022	(748,327)	(23.0)
Total Operation, Maintenance and Administrative Expenses	<u>9,259,664</u>	<u>9,818,171</u>	<u>(558,507)</u>	<u>(5.7)</u>
TOTAL NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION	<u>13,883,841</u>	<u>14,577,264</u>	<u>(693,423)</u>	<u>(4.8)</u>
LESS:				
Debt service	4,773,810	4,338,838	434,972	10.0
UPIF contributions	4,020,305	4,171,708	(151,403)	(3.6)
Transfer to City of Gainesville General Fund	3,430,336	3,430,336	-	-
Transfer to debt defeasance	221,432	-	221,432	-
NET IMPACT TO RATE STABILIZATION - ADDITION (REDUCTION)	<u>\$ 1,437,958</u>	<u>\$ 2,636,382</u>	<u>\$ (1,198,424)</u>	<u>(45.5)</u>

Gainesville Regional Utilities
Gas Utility System
Schedules of Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
REVENUES:				
Residential	\$ 5,312,412	\$ 4,931,149	\$ 381,263	7.7
Non-residential	3,074,059	3,056,044	18,015	0.6
Fuel adjustment	5,241,117	4,101,761	1,139,356	27.8
Utility surcharge	353,124	327,987	25,137	7.7
Other gas sales	821,025	775,189	45,836	5.9
Total Sales of Gas	14,801,737	13,192,130	1,609,607	12.2
Transfer from (to) rate stabilization	(31,796)	535,052	(566,848)	(105.9)
Other revenue (expense)	234,412	169,632	64,780	38.2
Other income	59,285	259,829	(200,544)	(77.2)
Build America Bonds	292,831	297,214	(4,383)	(1.5)
Total Revenues	15,356,469	14,453,857	902,612	6.2
OPERATION, MAINTENANCE AND ADMINISTRATIVE EXPENSES:				
Fuel expense - purchased gas	5,241,117	4,101,761	1,139,356	27.8
Operation and maintenance	1,282,759	1,319,337	(36,578)	(2.8)
Administrative and general	1,188,905	1,493,734	(304,829)	(20.4)
Total Operation, Maintenance and Administrative Expenses	7,712,781	6,914,832	797,949	11.5
TOTAL NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION	7,643,688	7,539,025	104,663	1.4
LESS:				
Debt service	2,226,708	2,072,213	154,495	7.5
UPIF contributions	2,329,595	3,324,731	(995,136)	(29.9)
Transfer to City of Gainesville General Fund	1,232,777	1,232,777	-	-
Transfer to debt defeasance	74,375	-	74,375	-
NET IMPACT TO RATE STABILIZATION - ADDITION (REDUCTION)	\$ 1,780,233	\$ 909,304	\$ 870,929	95.8

Gainesville Regional Utilities
Telecommunications System
Schedules of Net Revenues in Accordance with Bond Resolution - Unaudited
For the Periods Ended March 31, 2021 and 2020

	<u>March 31, 2021</u>	<u>March 31, 2020</u>	<u>Change (\$)</u>	<u>Change (%)</u>
REVENUES:				
Telecommunications	\$ 3,809,089	\$ 3,989,427	\$ (180,338)	(4.5)
Trunking radio	1,240,207	850,087	390,120	45.9
Tower leasing	749,049	986,405	(237,356)	(24.1)
Total Sales of Services	<u>5,798,345</u>	<u>5,825,919</u>	<u>(27,574)</u>	<u>(0.5)</u>
Transfer from (to) rate stabilization	890,645	-	890,645	-
Other revenue (expense)	14,114	22,902	(8,788)	(38.4)
Other income	23,277	67,205	(43,928)	(65.4)
Total Revenues	<u>6,726,381</u>	<u>5,916,026</u>	<u>810,355</u>	<u>13.7</u>
OPERATION, MAINTENANCE AND ADMINISTRATIVE EXPENSES:				
Operation and maintenance	4,113,013	3,293,054	819,959	24.9
Administrative and general	474,459	637,818	(163,359)	(25.6)
Total Operation, Maintenance and Administrative Expenses	<u>4,587,472</u>	<u>3,930,872</u>	<u>656,600</u>	<u>16.7</u>
TOTAL NET REVENUES IN ACCORDANCE WITH BOND RESOLUTION	<u>2,138,909</u>	<u>1,985,154</u>	<u>153,755</u>	<u>7.7</u>
LESS:				
Debt service	956,149	1,299,185	(343,036)	(26.4)
UPIF contributions	538,576	445,388	93,188	20.9
Transfer to City of Gainesville General Fund	593,417	593,417	-	-
Transfer to debt defeasance	66,009	-	66,009	-
NET IMPACT TO RATE STABILIZATION - ADDITION (REDUCTION)	<u>\$ (15,242)</u>	<u>\$ (352,836)</u>	<u>\$ 337,594</u>	<u>95.7</u>

Supplementary Data

Gainesville Regional Utilities
Fuel Adjustment Levelization
For the Period Ended March 31, 2021

		<u>Actual</u>
Fuel Revenues	\$	32,021,911
Fuel Expenses		35,263,043
To (From) Fuel Adjustment Levelization	\$	<u>(3,241,132)</u>
Fuel Adjustment Beginning Balance	\$	6,631,573
To (From) Fuel Adjustment Levelization		(3,241,132)
Fuel Adjustment Ending Balance	\$	<u>3,390,441</u>

Gainesville Regional Utilities
Purchased Gas Adjustment (PGA) Levelization
For the Period Ended March 31, 2021

	Actual
Purchased Gas Revenues	\$ 4,004,699
Purchased Gas Expenses	5,241,117
To (From) PGA Levelization	\$ (1,236,418)
PGA Beginning Balance	\$ 1,130,819
To (From) PGA Levelization	(1,236,418)
PGA Ending Balance	\$ (105,599)