



MONTHLY FINANCIAL STATEMENTS
For the Month Ended
May 31, 2010

PUBLIC UTILITY DISTRICT NO. 1
OF FRANKLIN COUNTY
PO BOX 2407
PASCO, WA 99302-2407
www.franklinpud.com
franklinpud@franklinpud.com
PHONE 509-547-5591
FAX 509-547-4116

PUBLIC UTILITY DISTRICT NO. 1 OF FRANKLIN COUNTY
BALANCE SHEET
May 31, 2010

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
CURRENT ASSETS		
Cash	\$3,158,841	\$3,524,989
Working funds and other deposits	310,247	261,529
Investments	25,471,194	27,816,746
Bond sinking funds and reserves	3,039,720	3,015,233
Accounts receivable (net)	6,989,535	7,392,416
Inventory and supplies	2,587,188	3,162,390
Prepayments	37,015	35,924
Clearing accounts	(13,186)	
Deferred power costs	23,430	1,092,747
Deferred regulatory charge		397,192
Total current assets	41,603,984	46,699,166
NONCURRENT ASSETS		
Unamortized debt expense	1,476,922	1,599,331
Investment in joint ventures		19,495
Utility plant		
Land	745,534	741,830
Electric plant in service	168,413,470	159,797,768
Construction work in progress	13,188,007	10,097,713
Accumulated Depreciation	(58,585,630)	(54,403,217)
Net utility plant	123,761,381	116,234,094
Total noncurrent assets	125,238,303	117,852,920
TOTAL ASSETS	166,842,287	164,552,086
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Warrants payable	18,442	152,575
Accounts payable	442,391	331,385
Customer deposits	1,369,231	1,321,879
Accrued taxes payable	1,939,424	2,292,215
Accrued interest payable	692,642	728,793
Other current liabilities	3,465,457	3,240,998
Current portion of long term debt	3,146,528	3,063,025
Deferred credits	1,030,430	1,565,518
Total current liabilities	12,104,545	12,696,388
NONCURRENT LIABILITIES		
Outstanding revenue bonds	57,120,000	60,250,000
Unamortized premium and discount and loss on refunding	1,966,219	2,037,022
Other noncurrent liabilities	1,493,799	1,292,436
Total noncurrent liabilities	60,580,018	63,579,458
TOTAL LIABILITIES	72,684,563	76,275,846
NET ASSETS		
Invested in capital assets, net of related debt	62,938,201	52,395,478
Restricted for debt service	3,039,720	3,015,233
Unrestricted	28,179,803	32,865,529
Total net assets	94,157,724	88,276,240
TOTAL LIABILITES AND NET ASSETS	166,842,287	164,552,086

PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
For the Month Ending May 31, 2010

	2010	2009	%
			Change
OPERATING REVENUES			
Retail energy sales	\$4,212,700	\$4,081,566	3.21%
Broadband Revenue	49,903	35,848	39.21%
Sales for resale	621,797	733,060	(15.18%)
Other electric revenue	30,070	4,500	568.22%
Other operating revenue	374,726	368,591	1.66%
TOTAL OPERATING REVENUES	5,289,196	5,223,565	1.26%
OPERATING EXPENSES			
Purchased power	3,096,655	2,839,976	9.04%
Distribution operations and maintenance	340,572	353,544	(3.67%)
Combustion turbine operations and maintenance	8,362	30,996	(73.02%)
Broadband operations and maintenance	53,734	23,032	133.30%
Customer accounting & information	136,454	149,248	(8.57%)
Conservation	48,313	61,330	(21.22%)
Administration & general	621,384	524,293	18.52%
Taxes	(78,375)	337,517	(123.22%)
Depreciation	375,553	356,277	5.41%
TOTAL OPERATING EXPENSES	4,602,652	4,676,213	(1.57%)
OPERATING INCOME	686,544	547,352	25.43%
NONOPERATING REVENUES AND EXPENSES			
Interest income	8,613	20,516	(58.02%)
Interest expense	(231,162)	(243,103)	(4.91%)
Debt premium and expense amortization	(827)	(827)	0.00%
Other nonoperating revenue (expense)	2,293	(1,882)	(221.84%)
TOTAL NONOPERATING REVENUES AND EXPENSES	(221,083)	(225,296)	(1.87%)
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND EXTRAORDINARY ITEMS	465,461	322,056	44.53%
Contributions in aid of construction	190,632	76,537	149.07%
CHANGE IN NET ASSETS	656,093	398,593	64.60%
TOTAL NET ASSETS, BEGINNING OF PERIOD	93,501,631	87,877,647	6.40%
TOTAL NET ASSETS, END OF PERIOD	94,157,724	88,276,240	6.66%

PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
For the Five Months Ending May 31, 2010

	2010	2009	%
			Change
OPERATING REVENUES			
Retail energy sales	\$21,051,045	\$21,204,869	(0.73%)
Natural gas sales	0	7,300	(100.00%)
Broadband Revenue	274,593	175,468	56.49%
Sales for resale	3,084,177	5,274,905	(41.53%)
Other electric revenue	231,350	149,735	54.51%
Other operating revenue	1,873,318	1,848,202	1.36%
TOTAL OPERATING REVENUES	26,514,483	28,660,479	(7.49%)
OPERATING EXPENSES			
Purchased power	17,745,607	16,442,337	7.93%
Distribution operations and maintenance	1,397,523	1,435,555	(2.65%)
Combustion turbine operations and maintenance	114,686	76,817	49.30%
Broadband operations and maintenance	121,578	112,634	7.94%
Customer accounting & information	525,539	649,184	(19.05%)
Conservation	296,658	335,061	(11.46%)
Administration & general	2,319,030	2,301,711	0.75%
Taxes	1,379,071	1,817,729	(24.13%)
Depreciation	1,877,765	1,781,385	5.41%
TOTAL OPERATING EXPENSES	25,777,457	24,952,413	3.31%
OPERATING INCOME	737,026	3,708,066	(80.12%)
NONOPERATING REVENUES AND EXPENSES			
Interest income	40,596	141,659	(71.34%)
Interest expense	(1,155,897)	(1,215,597)	(4.91%)
Debt premium and expense amortization	(4,137)	(4,135)	0.05%
Other nonoperating revenue (expense)	30,377	52,383	(42.01%)
TOTAL NONOPERATING REVENUES AND EXPENSES	(1,089,061)	(1,025,690)	6.18%
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND EXTRAORDINARY ITEMS	(352,035)	2,682,376	(113.12%)
Contributions in aid of construction	1,321,685	1,465,388	(9.81%)
CHANGE IN NET ASSETS	969,650	4,147,764	(76.62%)
TOTAL NET ASSETS, BEGINNING OF PERIOD	93,188,074	84,128,476	10.77%
TOTAL NET ASSETS, END OF PERIOD	94,157,724	88,276,240	6.66%

PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
For the 12 Months Ended May 31, 2010 and 2009

	2010	2009	%
			Change
OPERATING REVENUES			
Retail energy sales	\$58,230,967	\$56,226,526	3.56%
Natural gas sales	51,181	420,757	-87.84%
Broadband Revenue	598,428	401,253	49.14%
Sales for resale	8,715,259	12,259,867	-28.91%
Other electric revenue	675,700	174,949	286.23%
Other operating revenue	4,529,549	4,466,054	1.42%
TOTAL OPERATING REVENUES	72,801,084	73,949,406	-1.55%
OPERATING EXPENSES			
Purchased power	46,275,523	46,629,495	-0.76%
Distribution operations and maintenance	3,425,724	3,005,387	13.99%
Combustion turbine operations and maintenance	405,252	109,755	269.23%
Broadband operations and maintenance	357,845	340,038	5.24%
Customer accounting & information	1,257,386	1,462,515	-14.03%
Conservation	1,347,949	674,216	99.93%
Administration & general	5,537,884	5,560,383	-0.40%
Taxes	4,006,554	4,200,441	-4.62%
Depreciation	4,371,702	4,241,903	3.06%
TOTAL OPERATING EXPENSES	66,985,819	66,224,133	1.15%
OPERATING INCOME	5,815,265	7,725,273	-24.72%
NONOPERATING REVENUES AND EXPENSES			
Interest income	159,656	599,803	-73.38%
Interest expense	(2,810,031)	(2,941,817)	-4.48%
Debt premium and expense amortization	(9,930)	(40,011)	-75.18%
Other nonoperating revenue (expense)	91,337	(35,979)	-353.86%
TOTAL NONOPERATING REVENUES AND EXPENSES	(2,568,968)	(2,418,004)	6.24%
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND EXTRAORDINARY ITEMS	3,246,297	5,307,269	-38.83%
Contributions in aid of construction	2,635,187	2,376,207	10.90%
CHANGE IN NET ASSETS	5,881,484	7,683,476	-23.45%
TOTAL NET ASSETS, BEGINNING OF PERIOD	88,276,240	80,592,764	9.53%
TOTAL NET ASSETS, END OF PERIOD	94,157,724	88,276,240	6.66%

PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY
STATISTICAL DATA AND FINANCIAL RATIOS
For the Month Ending May 31, 2010 and 2009

	2010	2009	% Change
PURCHASED POWER			
KWH Purchased (000)	92,297	106,171	-13.1%
Average Cost Per KWH Purchased (Cents)	3.36	2.67	25.4%
Average Cost Per KWH Sold (Cents)	3.11	2.95	5.4%
KWH SOLD (000)			
Residential	30,409	18,686	62.7%
General	39,245	34,269	14.5%
Small Irrigation	7,251	7,574	-4.3%
Large Irrigation	7,933	6,858	15.7%
Street Lighting	358	347	3.2%
Security Lighting	47	47	0.0%
Wholesale	14,488	28,593	-49.3%
TOTAL KWH SOLD	99,731	96,374	3.5%
AVERAGE REVENUE PER KWH (Cents)			
Residential	4.17	6.51	-35.9%
General	5.30	5.57	-4.9%
Small Irrigation	5.43	5.27	0.0%
Large Irrigation	5.51	7.65	-28.0%
TOTAL AVERAGE REVENUE PER KWH (Cents)	4.94	6.02	-17.9%
NUMBER OF CUSTOMERS			
Residential	20,853	20,203	3.2%
General	1,860	1,837	1.3%
Small Irrigation	406	377	7.7%
Large Irrigation	28	30	-6.7%
Street Lighting	4	4	0.0%
TOTAL NUMBER OF CUSTOMERS	23,151	22,451	3.1%

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY
STATISTICAL DATA AND FINANCIAL RATIOS
For the Five Months Ending May 31, 2010**

	2010	2009	%
			Change
PURCHASED POWER			
KWH Purchased (000)	449,701	499,840	-10.03%
Average Cost Per KWH Purchased (Cents)	3.95	3.29	19.96%
Average Cost Per KWH Sold (Cents)	3.64	3.25	12.20%
KWH SOLD (000)			
Residential	195,583	158,085	23.72%
General	194,913	193,497	0.73%
Small Irrigation	16,707	14,269	17.09%
Large Irrigation	14,663	10,158	44.35%
Street Lighting	1,771	1,725	2.67%
Security Lighting	237	237	0.00%
Wholesale	63,446	128,652	-50.68%
TOTAL KWH SOLD	487,320	506,623	-3.81%
AVERAGE REVENUE PER KWH (Cents)			
Residential	4.27	5.70	-25.03%
General	5.40	5.21	3.63%
Small Irrigation	6.43	7.47	-13.91%
Large Irrigation	6.36	8.79	-27.64%
TOTAL AVERAGE REVENUE PER KWH (Cents)	4.97	5.61	-11.48%

PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY
STATISTICAL DATA AND FINANCIAL RATIOS
For the Twelve Months Ending May 31, 2010 and 2009

	2010	2009	Change
PURCHASED POWER			
KWH Purchased (000)	1,196,835	1,239,992	-3.5%
Average Cost Per KWH Purchased (Cents)	3.87	3.76	2.8%
Average Cost Per KWH Sold (Cents)	3.89	3.76	3.2%
KWH SOLD (000)			
Residential	374,421	349,026	7.3%
General	501,390	509,556	-1.6%
Small Irrigation	70,148	69,675	0.7%
Large Irrigation	67,201	61,553	9.2%
Street Lighting	4,228	4,151	1.9%
Security Lighting	569	558	2.0%
Wholesale	172,590	244,089	-29.3%
TOTAL KWH SOLD	1,190,547	1,238,608	-3.9%
AVERAGE REVENUE PER KWH (Cents)			
Residential	5.86	6.29	-6.8%
General	5.75	5.28	8.9%
Small Irrigation	5.19	5.21	-0.5%
Large Irrigation	5.07	5.46	-7.0%
TOTAL AVERAGE REVENUE PER KWH (Cents)	5.72	5.65	1.2%
FINANCIAL RATIOS			
Current Ratio	3.44	3.68	-7.6%
Debt Service Coverage	2.20	2.52	-35.3%
Uncollectible Accounts Per Revenue Dollar	0.0016	0.0024	-68.4%