



Director of Financial Services
"Committed to Quality"

FORT PIERCE UTILITIES AUTHORITY
Of the City of Fort Pierce, Florida

REPORT OF ANNUAL FINANCIAL INFORMATION AND OPERATING DATA
For the Fiscal Year ended September 30, 2016

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Introduction

This Report of Annual Financial Information and Operating Data of the Fort Pierce Utilities Authority of the City of Fort Pierce, Florida for the fiscal year ended September 30, 2016 ("Fiscal Year 2016") is being filed pursuant to the continuing disclosure requirements of Securities and Exchange Commission Rule 15c2-12, various resolutions adopted by Fort Pierce Utilities Authority, and continuing disclosure certificates ("Continuing Disclosure Provisions") included in the final official statement for its primary offerings of the following obligations:

- \$10,223,254.10 Utilities Revenue Capital Appreciation Bonds, Series 1999B
- \$34,800,000 Utilities Refunding Revenue Bonds, Series 2009
- \$20,896,000 Taxable Utilities Refunding Revenue Bond, Series 2012
- \$9,545,000 Utilities Refunding Revenue Bond, Series 2016

The Fiscal Year 2016 Annual Information constitutes only the annual financial information and operating data agreed to be provided under the provisions regarding Continuing Disclosure set forth in the Continuing Disclosure Provisions at the time of the primary offerings referenced above. No representation is made as to the materiality or completeness of that information. Other relevant information for Fiscal Year 2016 may exist, and matters may have occurred or become known during or since that period, which a reasonable investor would consider to be important when making an investment decision. Further, no representation is made that the Fiscal Year 2016 Annual Information is indicative of financial or operating results of Fort Pierce Utilities Authority since the end of Fiscal Year 2016 or future financial or operating results.

Any questions concerning this filing should be directed to:

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FORT PIERCE UTILITIES AUTHORITY
Part A - Statistical Information

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>
Average No. of Services Billed:					
Electric	27,765	27,630	28,096	28,221	28,299
Water	19,276	19,248	19,756	19,929	20,079
Wastewater	14,450	14,635	14,987	15,038	15,069
Natural Gas	4,189	4,179	4,223	4,189	4,166
System Requirements:					
Electric:					
Net Peak Demand (MW)	103	104	106	107	112
Electric Energy for Load (MWh)	537,115	532,038	544,751	559,061	583,207
Retail Energy Sales (MWh)	517,006	509,243	521,328	539,158	555,490
Residential	204,720	203,965	213,073	227,783	239,081
General Service	312,286	305,278	308,255	311,375	316,409
Natural Gas:					
Net Peak Demand (Dth) ¹	1,716	1,917	2,038	2,205	2,182
Total throughput (Dth) ¹	279,524	396,231	420,904	414,243	413,274
Natural Gas Sales: (Dth) ¹	263,890	393,402	404,188	408,448	396,349
Residential	46,723	47,427	44,209	44,343	42,706
Commercial/Industrial	217,167	345,974	359,980	364,105	353,643

(1) Dth = Decatherms

FORT PIERCE UTILITIES AUTHORITY
Part B - Summary of Operating Results ⁽¹⁾
(Dollars in Thousands)

	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>
Total Operating Revenues	\$96,490	\$97,033	\$98,534	\$95,558	\$98,421
Operating Expenses:					
Purchases for Resale	44,356	44,800	45,347	42,304	43,783
Plant Operations	5,336	5,127	5,247	5,325	5,313
Field Operations	8,236	8,579	8,716	8,641	9,062
General & Administrative	14,645	14,546	15,078	15,802	16,997
Depreciation	<u>15,253</u>	<u>15,300</u>	<u>14,991</u>	<u>12,461</u>	<u>13,097</u>
Total Operating Expenses ²	<u>87,826</u>	<u>88,352</u>	<u>89,379</u>	<u>84,533</u>	<u>88,252</u>
Net Operating Revenues ²	8,664	8,681	9,155	11,025	10,169
Adjustments to Net Operating Revenues					
Add Depreciation Expense	15,253	15,300	14,991	12,461	13,097
Add Other Income (Deductions) - Net	561	301	555	349	432
Add Extraordinary Income (Expense)	(1,200)	(761)	(427)	(10)	21
Add OPEB Accrual	<u>53</u>	<u>55</u>	<u>58</u>	<u>59</u>	<u>30</u>
Net Revenues Available for Debt Service	<u>\$23,331</u>	<u>\$23,576</u>	<u>\$24,332</u>	<u>\$23,884</u>	<u>\$23,749</u>
Debt Service:					
Current Principal	\$ 5,955	\$ 6,653	\$ 6,987	\$ 7,086	\$ 7,367
Current Interest Expense	<u>3,728</u>	<u>2,762</u>	<u>2,394</u>	<u>2,291</u>	<u>2,079</u>
Total Debt Service	<u>\$ 9,683</u>	<u>\$ 9,415</u>	<u>\$ 9,381</u>	<u>\$ 9,377</u>	<u>\$ 9,446</u>
Debt Service Ratios					
Actual	2.41	2.50	2.59	2.55	2.51
Required By Bond Resolution Rate Covenant	1.25	1.25	1.25	1.25	1.25
Balance available for renewals, replacements, capital additions and other lawful purposes	\$13,648	\$14,161	\$14,951	\$14,507	\$14,303
Annual Distribution to City ³	\$ 4,767	\$ 5,366	\$ 5,605	\$ 5,735	\$ 5,809

(1) All utility systems.

(2) Includes depreciation.

(3) 6% of adjusted gross revenues.

FORT PIERCE UTILITIES AUTHORITY
Part C - Condensed Statement of Net Position ⁽¹⁾

As of September 30
(Dollars in Thousands)

<u>Assets and Deferred Outflows</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Current assets	\$ 69,913	\$ 72,167	\$ 69,516	\$ 68,891	\$ 66,069
Capital assets, net of depreciation	222,337	216,360	215,496	216,840	215,744
Other noncurrent assets	9,482	9,309	9,275	9,215	9,354
Deferred outflows of resources	-	-	1,250	4,940	5,042
Total Assets and Deferred Outflows	<u>\$301,732</u>	<u>\$297,836</u>	<u>\$295,537</u>	<u>\$299,886</u>	<u>\$296,209</u>
<u>Liabilities, Deferred Inflows and Net Position</u>					
Current liabilities	\$ 24,644	\$ 26,575	\$ 27,373	\$ 27,466	\$ 26,096
Noncurrent liabilities	95,566	91,471	85,835	84,741	80,371
Deferred inflows of resources	3,147	2,255	3,204	5,704	4,744
Net position	<u>178,375</u>	<u>177,535</u>	<u>179,125</u>	<u>181,975</u>	<u>184,998</u>
Total Liabilities, Deferred Inflows and Net Position	<u>\$301,732</u>	<u>\$297,836</u>	<u>\$295,537</u>	<u>\$299,886</u>	<u>\$296,209</u>

(1) All utility systems.