



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, 2017

Contents

Introduction	1
Part A - Statistical Information.....	3
Part B - Summary of Operating Results	4
Part C - Condensed Statement of Net Position	5

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, 2017 ("Fiscal Year 2017") 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 2017 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 2017 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 2017 Annual Information is indicative of financial or operating results of Fort Pierce Utilities Authority since the end of Fiscal Year 2017 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 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>
Average No. of Services Billed:					
Electric	27,630	28,096	28,221	28,299	28,287
Water	19,248	19,756	19,929	20,079	20,221
Wastewater	14,635	14,987	15,038	15,069	15,084
Natural Gas	4,179	4,223	4,189	4,166	4,128
System Requirements:					
Electric:					
Net Peak Demand (MW)	104	106	107	112	112
Electric Energy for Load (MWh)	532,038	544,751	559,061	583,207	569,684
Retail Energy Sales (MWh)	509,243	521,328	539,158	555,490	553,418
Residential	203,965	213,073	227,783	239,081	235,885
General Service	305,278	308,255	311,375	316,409	317,533
Natural Gas:					
Net Peak Demand (Dth) ¹	1,917	2,038	2,205	2,182	1,862
Total throughput (Dth) ¹	396,231	420,904	414,243	413,274	408,436
Natural Gas Sales: (Dth) ¹	393,402	404,188	408,448	396,349	407,311
Residential	47,427	44,209	44,343	42,706	41,870
Commercial/Industrial	345,974	359,980	364,105	353,643	365,441

(1) Dth = Decatherms

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

	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>
Total Operating Revenues	\$97,033	\$98,534	\$95,558	\$98,421	\$102,650
Operating Expenses:					
Purchases for Resale	44,800	45,347	42,304	43,783	45,523
Plant Operations	5,127	5,247	5,325	5,313	5,577
Field Operations	8,579	8,716	8,641	9,062	9,360
General & Administrative	14,546	15,078	15,802	16,997	17,740
Depreciation	15,300	14,991	12,461	13,097	12,774
Total Operating Expenses ²	<u>88,352</u>	<u>89,379</u>	<u>84,533</u>	<u>88,252</u>	<u>90,974</u>
Net Operating Revenues ²	8,681	9,155	11,025	10,169	11,676
Adjustments to Net Operating Revenues					
Add Depreciation Expense	15,300	14,991	12,461	13,097	12,774
Add Other Income (Deductions) - Net	301	555	349	432	437
Add Extraordinary Income (Expense)	(761)	(427)	(10)	21	(2)
Add OPEB Accrual	55	58	59	30	31
Net Revenues Available for Debt Service	<u>\$23,576</u>	<u>\$24,332</u>	<u>\$23,884</u>	<u>\$23,749</u>	<u>\$ 24,916</u>
Debt Service:					
Current Principal	\$ 6,653	\$ 6,987	\$ 7,086	\$ 7,367	\$ 5,840
Current Interest Expense	<u>2,762</u>	<u>2,394</u>	<u>2,291</u>	<u>2,079</u>	<u>1,816</u>
Total Debt Service	<u>\$ 9,415</u>	<u>\$ 9,381</u>	<u>\$ 9,377</u>	<u>\$ 9,446</u>	<u>\$ 7,656</u>
Debt Service Ratios					
Actual	2.50	2.59	2.55	2.51	3.25
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	\$14,161	\$14,951	\$14,507	\$14,303	\$ 17,260
Annual Distribution to City ³	\$ 5,366	\$ 5,605	\$ 5,735	\$ 5,809	\$ 5,969

(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>	2013	2014	2015	2016	2017
Current assets	\$ 72,167	\$ 69,516	\$ 68,891	\$ 66,069	\$ 67,674
Capital assets, net of depreciation	216,360	215,496	216,840	215,744	213,057
Other noncurrent assets	9,309	9,275	9,215	9,354	9,303
Deferred outflows of resources	-	1,250	4,940	5,042	8,111
Total Assets and Deferred Outflows	<u>\$297,836</u>	<u>\$295,537</u>	<u>\$299,886</u>	<u>\$296,209</u>	<u>\$298,145</u>
<u>Liabilities, Deferred Inflows and Net Position</u>					
Current liabilities	\$ 26,575	\$ 27,373	\$ 27,466	\$ 26,096	\$ 25,342
Noncurrent liabilities	91,471	85,835	84,741	80,371	79,775
Deferred inflows of resources	2,255	3,204	5,704	4,744	5,341
Net position	<u>177,535</u>	<u>179,125</u>	<u>181,975</u>	<u>184,998</u>	<u>187,687</u>
Total Liabilities, Deferred Inflows and Net Position	<u>\$297,836</u>	<u>\$295,537</u>	<u>\$299,886</u>	<u>\$296,209</u>	<u>\$298,145</u>

(1) All utility systems.