



# **CITY OF RICHLAND, WASHINGTON**

## **Public Works Utilities Financial Statements**

**For the Quarter Ended  
March 31, 2025**

**(Unaudited)**

*Prepared by:*  
Finance Department

*Issued on:*  
June 17, 2025

**CITY OF RICHLAND, WASHINGTON**  
**PUBLIC WORKS UTILITIES FINANCIAL STATEMENTS**  
**March 31, 2025**

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**City of Richland~WATER FUND~ 1st QTR As of March 31, 2025 and March 31, 2024**

**STATEMENT OF NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	132,519	146,959	(14,440)
Cash & equivalents				Deferred amount on leases	-	-	-
Unrestricted	16,759,452	10,182,073	6,577,379	Deferred amount pension and OPEB	634,823	455,682	179,141
Investments	(302,457)	(694,035)	391,578	Total deferred outflow of resources	<b>767,342</b>	<b>602,640</b>	<b>164,701</b>
Deposit with Third Party	5,775	5,775	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	424,535	260,183	164,352
Customer accounts (net)	528,541	626,868	(98,328)	Interest on outstanding debt	182,409	187,537	(5,127)
Due from other funds	-	-	-	Payable to other governments	42,764	37,065	5,699
Due from other governments	-	-	-	Notes payable-current portion	306,107	233,622	72,484
Special Assessments	18,259	13,685	4,574	Deposits payable	74,217	96,048	(21,831)
Interfund loans	-	3,890	(3,890)	Compensated absences-current portion	155,478	165,500	(10,023)
Unspent Bond Proceeds	-	-	-	Total OPEB liability - current	27,897	21,314	6,583
Prepaid items	226,392	215,700	10,692	Revenue bonds payable-current portion	542,078	304,888	237,190
Inventory	373,556	385,160	(11,604)	Total current liabilities	<b>1,755,484</b>	<b>1,306,157</b>	<b>449,327</b>
Total current assets	<b>17,609,517</b>	<b>10,739,116</b>	<b>6,870,402</b>				
<i>Noncurrent:</i>				<i>Noncurrent:</i>			
Restricted Cash & equivalents				Unearned Revenue	53,327	62,978	(9,651)
				Compensated absences	155,478	165,500	(10,023)
Bond Reserve	869,223	934,690	(65,468)	Net pension and OPEB liability	461,223	457,571	3,652
Scheduled debt repayments	626,671	669,439	(42,768)	Notes & loans payable	7,051,512	1,465,999	5,585,513
Facilities fees	800,890	6,432,258	(5,631,368)	Revenue bonds payable	9,682,939	10,287,647	(604,709)
Net pension asset	416,723	510,555	(93,832)	Total noncurrent liabilities	<b>17,404,479</b>	<b>12,439,696</b>	<b>4,964,782</b>
Restricted Investments	-	-	-				
Bond Reserve	-	-	-	Total liabilities	<b>19,159,963</b>	<b>13,745,853</b>	<b>5,414,109</b>
Receivables							
Special Assessments - LT	53,327	62,978	(9,651)	<b>DEFERRED INFLOW OF RESOURCES</b>			
Interfund Loans	-	-	-	Deferred amount on pension and OPEB	273,245	416,058	(142,813)
				Total deferred inflow of resources	273,245	416,058	(142,813)
Capital assets:				<b>NET POSITION</b>			
Land	5,604	5,604	-	Net investment in capital assets	87,839,269	81,790,566	6,048,703
Depreciable assets (net)	6,342,779	5,637,846	704,933	Restricted for:			
Infrastructure (net)	82,148,770	80,497,112	1,651,658	Pension assets	416,723	650,470	(233,747)
Construction in progress	14,201,749	8,520,023	5,681,726	Debt service	1,214,367	1,304,123	(89,756)
Total capital assets	<b>102,698,902</b>	<b>94,660,585</b>	<b>8,038,317</b>	Capital improvements	616,552	6,273,430	(5,656,878)
Total noncurrent assets	<b>105,465,736</b>	<b>103,270,506</b>	<b>2,195,230</b>	Unrestricted	14,322,477	10,211,762	4,110,715
<b>Total assets</b>	<b>123,075,253</b>	<b>114,009,621</b>	<b>9,065,631</b>	<b>Total net position</b>	<b>104,409,387</b>	<b>100,230,350</b>	<b>4,179,037</b>

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	112,837	118,062	(5,225)
Rate revenues	3,420,742	3,009,462	411,280	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(93,295)	(99,374)	6,079
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>3,420,742</b>	<b>3,009,462</b>	<b>411,280</b>	All other nonoperating revenues (expenses)	-	-	-
				Total nonoperating revenues (expenses)	<b>19,542</b>	<b>18,688</b>	<b>854</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>162,531</b>	<b>(128,108)</b>	<b>290,639</b>
Maintenance & Operations	1,337,393	1,332,724	4,669	Capital contributions	184,338	158,828	25,510
Administration & general	542,240	527,877	14,363	Transfers in	-	-	-
Taxes	557,415	505,421	51,993	Transfers out	(5,000)	(5,000)	-
Depreciation	840,704	790,236	50,468	Change in net position	<b>341,869</b>	<b>25,720</b>	<b>316,149</b>
Total operating expenses	<b>3,277,752</b>	<b>3,156,258</b>	<b>121,494</b>	Net position-beginning	104,067,518	100,204,630	3,862,888
Operating income (loss)	<b>142,990</b>	<b>(146,796)</b>	<b>289,785</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>104,409,387</b>	<b>100,230,350</b>	<b>4,179,037</b>

**City of Richland~WASTEWATER FUND~ 1st QTR As of March 31, 2025 and March 31, 2024**

**STATEMENT OF NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	170,232	185,514	(15,281)
Cash & equivalents				Deferred amount on leases	-	-	-
Unrestricted	2,597,066	(1,308,117)	3,905,183	Deferred amount pension and OPEB	586,310	443,311	142,999
Investments	(65,140)	(254,380)	189,240	Total deferred outflow of resources	<b>756,542</b>	<b>628,824</b>	<b>127,718</b>
Deposit with Third Party	2,650	2,650	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	346,119	228,997	117,122
Customer accounts (net)	551,738	575,290	(23,552)	Interest on outstanding debt	92,385	97,315	(4,930)
Due from other funds	-	-	-	Payable to other governments	24,548	21,952	2,596
Due from other governments	-	-	-	Notes payable-current portion	43,169	41,937	1,232
Special Assessments	16,997	12,739	4,258	Deposits payable	88,930	14,346	74,584
Interfund loans	-	-	-	Compensated absences-current portion	83,135	83,642	(507)
				Total OPEB liability - current	-	14,010	(14,010)
Prepaid items	190,349	184,841	5,508	Revenue bonds payable-current portion	332,923	320,113	12,810
Inventory	1,040	1,040	-	Total current liabilities	<b>1,011,209</b>	<b>822,311</b>	<b>188,898</b>
Total current assets	<b>3,294,701</b>	<b>(785,937)</b>	<b>4,080,637</b>				
				<i>Noncurrent:</i>			
Noncurrent:				Unearned Revenue	205,641	214,625	(8,984)
Restricted Cash & equivalents				Compensated absences	83,135	83,642	(507)
Unspent bond proceeds	-	-	-	Net pension and OPEB liability	169,051	373,422	(204,371)
Bond Reserve	465,908	504,609	(38,700)	Notes & loans payable	530,318	604,232	(73,913)
Scheduled debt repayments	384,634	377,524	7,110	Revenue bonds payable	5,497,346	5,869,234	(371,888)
Facilities fees	847,684	6,532,909	(5,685,224)	Total noncurrent liabilities	<b>6,485,492</b>	<b>7,145,155</b>	<b>(659,663)</b>
Net pension asset	406,852	503,786	(96,934)				
Restricted Investments				Total liabilities	<b>7,496,701</b>	<b>7,967,466</b>	<b>(470,765)</b>
Unspent bond proceeds	-	-	-				
Bond Reserve	-	-	-				
Receivables				<b>DEFERRED INFLOW OF RESOURCES</b>			
Special Assessments - LT	49,641	58,625	(8,984)	Deferred amount on pension and OPEB	174,580	370,399	(195,819)
Interfund Loans	-	-	-	Total deferred inflow of resources	174,580	370,399	(195,819)
Capital assets:				<b>NET POSITION</b>			
Land	-	-	-	Net investment in capital assets	67,702,921	62,275,671	5,427,250
Depreciable assets (net)	11,794,290	12,165,135	(370,846)	Restricted for:			
Infrastructure (net)	47,904,410	48,759,773	(855,362)	Pension assets	406,853	641,847	(234,994)
Construction in progress	14,401,945	9,453,225	4,948,719	Debt service	696,285	721,871	(25,586)
Total capital assets	74,100,645	70,378,134	3,722,511	Capital improvements	436,926	6,168,551	(5,731,624)
Total noncurrent assets	<b>76,255,364</b>	<b>78,355,586</b>	<b>(2,100,221)</b>	Unrestricted	3,392,341	52,668	3,339,673
<b>Total assets</b>	<b>79,550,065</b>	<b>77,569,649</b>	<b>1,980,416</b>	<b>Total net position</b>	<b>72,635,327</b>	<b>69,860,609</b>	<b>2,774,718</b>

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	27,993	43,427	(15,435)
Rate revenues	2,584,915	2,492,087	92,828	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(55,680)	(59,489)	3,809
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>2,584,915</b>	<b>2,492,087</b>	<b>92,828</b>	All other nonoperating revenues (expenses)	-	-	-
				Total nonoperating revenues (expenses)	<b>(27,687)</b>	<b>(16,061)</b>	<b>(11,626)</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>(123,964)</b>	<b>(70,668)</b>	<b>(53,296)</b>
Maintenance & Operations	1,384,643	1,289,650	94,993				
Administration & general	400,098	379,455	20,643	Capital contributions	254,758	208,358	46,400
Taxes	344,334	330,695	13,639	Transfers in	-	-	-
Depreciation	552,116	546,894	5,222	Transfers out	(1,250)	(1,250)	-
Total operating expenses	<b>2,681,191</b>	<b>2,546,694</b>	<b>134,497</b>	Change in net position	<b>129,544</b>	<b>136,440</b>	<b>(6,896)</b>
Operating income (loss)	<b>(96,277)</b>	<b>(54,607)</b>	<b>(41,669)</b>	Net position-beginning	72,505,783	69,724,169	2,781,614
				Prior period adjustment	-	-	-
				Net position-ending	<b>72,635,327</b>	<b>69,860,609</b>	<b>2,774,718</b>

**City of Richland~SOLID WASTE FUND~ 1st QTR As of March 31, 2025 and March 31, 2024**

**STATEMENT OF NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				<i>Current:</i>			
Cash & equivalents				Deferred amount on refunding debt	-	-	-
Unrestricted	6,128,701	6,242,193	(113,492)	Deferred amount on leases	-	-	-
Investments	(165,073)	(358,335)	193,262	Deferred amount pension and OPEB	703,985	541,330	162,655
Deposit with Third Party	1,050	1,050	-	Total deferred outflow of resources	<b>703,985</b>	<b>541,330</b>	<b>162,655</b>
				<b>LIABILITIES</b>			
<i>Receivables:</i>				<i>Current:</i>			
Customer accounts (net)	766,714	813,775	(47,061)	Accounts payable & accrued expenses	224,403	197,843	26,560
Due from other funds	-	-	-	Interest on outstanding debt	28,458	30,316	(1,858)
Due from other governments	-	-	-	Payable to other governments	-	63	(63)
Special Assessments	-	-	-	Notes payable-current portion	210,526	210,526	-
Interfund loans	-	-	-	Deposits payable	-	-	-
				Compensated absences-current portion	171,899	162,207	9,692
Prepaid items	95,092	107,911	(12,820)	Total OPEB liability - current	-	4,277	(4,277)
Inventory	-	-	-	Revenue bonds payable-current portion	-	-	-
Total current assets	<b>6,826,484</b>	<b>6,806,594</b>	<b>19,889</b>	Total current liabilities	<b>635,286</b>	<b>605,232</b>	<b>30,055</b>
<i>Noncurrent:</i>				<i>Noncurrent:</i>			
Restricted Cash & equivalents	-	-	-	Unearned Revenue	-	-	-
Unspent bond proceeds	-	-	-	Compensated absences	171,899	162,207	9,692
Bond Reserve	-	-	-	Net pension and OPEB liability	202,980	319,128	(116,148)
Scheduled debt repayments	203,860	205,754	(1,895)	Notes & loans payable	3,143,314	3,157,895	(14,581)
Landfill closure	6,990,033	6,750,862	239,171	Landfill Closure liability	9,273,228	7,906,529	1,366,699
Net pension asset	488,511	628,719	(140,208)	Total noncurrent liabilities	<b>12,791,421</b>	<b>11,545,759</b>	<b>1,245,662</b>
Restricted Investments	-	-	-				
Unspent bond proceeds	-	-	-	Total liabilities	<b>13,426,707</b>	<b>12,150,990</b>	<b>1,275,717</b>
Bond Reserve	-	-	-				
				<b>DEFERRED INFLOW OF RESOURCES</b>			
Receivables	-	-	-	Deferred amount on pension and OPEB	209,620	386,733	(177,113)
Special Assessments - LT	-	-	-	Total deferred inflow of resources	209,620	386,733	(177,113)
Interfund Loans	-	-	-				
				<b>NET POSITION</b>			
Capital assets:				Net investment in capital assets	7,495,627	7,006,038	489,589
Land	80,500	80,500	-	Restricted for:			
Depreciable assets (net)	7,222,230	7,610,463	(388,233)	Pension assets	488,511	801,017	(312,506)
Infrastructure (net)	2,596,743	-	2,596,743	Debt service	142,702	144,028	(1,326)
Construction in progress	875,011	2,857,605	(1,982,594)	Capital improvements	(2,336,607)	(1,218,417)	(1,118,190)
Total capital assets	<b>10,774,484</b>	<b>10,548,569</b>	<b>225,916</b>	Unrestricted	6,539,158	6,211,439	327,719
Total noncurrent assets	<b>18,456,888</b>	<b>18,133,904</b>	<b>322,984</b>	Total net position	<b>12,329,390</b>	<b>12,944,105</b>	<b>(614,715)</b>
<b>Total assets</b>	<b>25,283,372</b>	<b>24,940,499</b>	<b>342,873</b>				

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	118,933	126,195	(7,262)
Rate revenues	3,023,334	2,895,726	127,608	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(8,526)	(9,095)	568
Other operating revenues	36,491	17,772	18,719	Debt costs	-	-	-
Total operating revenues	<b>3,059,825</b>	<b>2,913,498</b>	<b>146,327</b>	All other nonoperating revenues (expenses)	892	17,967	(17,075)
				Total nonoperating revenues (expenses)	<b>111,298</b>	<b>135,067</b>	<b>(23,769)</b>
<b>OPERATING EXPENSES</b>				Income before capital contributions and transfers	<b>478,191</b>	<b>222,834</b>	<b>255,357</b>
Maintenance & Operations	1,844,926	2,033,885	(188,959)	Capital contributions	-	-	-
Administration & general	345,227	323,371	21,855	Transfers in	-	-	-
Taxes	381,948	367,981	13,966	Transfers out	-	-	-
Depreciation	120,832	100,494	20,338	Change in net position	<b>478,191</b>	<b>222,834</b>	<b>255,357</b>
Total operating expenses	<b>2,692,932</b>	<b>2,825,731</b>	<b>(132,799)</b>	Net position-beginning	11,851,199	12,721,271	(870,072)
Operating income (loss)	<b>366,893</b>	<b>87,767</b>	<b>279,126</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>12,329,390</b>	<b>12,944,105</b>	<b>(614,715)</b>

**City of Richland~STORMWATER FUND~ 1st QTR As of March 31, 2025 and March 31, 2024**

**STATEMENT OF NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>ASSETS</b>				<b>DEFERRED OUTFLOW OF RESOURCES</b>			
<i>Current:</i>				Deferred amount on refunding debt	38,701	41,550	(2,849)
Cash & equivalents				Deferred amount pension and OPEB	38,905	31,834	7,071
Unrestricted	3,536,509	2,611,650	924,859	Total deferred outflow of resources	<b>77,606</b>	<b>73,384</b>	<b>4,222</b>
Investments	(58,508)	(82,031)	23,523				
Deposit with Third Party	-	-	-	<b>LIABILITIES</b>			
				<i>Current:</i>			
Receivables:				Accounts payable & accrued expenses	10,191	79,233	(69,042)
Customer accounts (net)	75,150	101,028	(25,877)	Interest on outstanding debt	11,521	12,140	(619)
Due from other funds	-	-	-	Payable to other governments	2,657	(42,989)	45,647
Due from other governments	-	368,610	(368,610)	Notes payable-current portion	-	-	-
Special Assessments	-	-	-	Deposits payable	-	-	-
Interfund loans	-	-	-	Compensated absences-current portion	3,854	3,447	406
				Total OPEB liability - current	-	2,138	(2,138)
Prepaid items	3,171	3,598	(427)	Revenue bonds payable-current portion	30,000	30,000	-
Inventory	-	-	-	Total current liabilities	<b>58,223</b>	<b>83,969</b>	<b>(25,746)</b>
Total current assets	<b>3,556,322</b>	<b>3,002,854</b>	<b>553,468</b>				
				<i>Noncurrent:</i>			
Noncurrent:				Unearned Revenue	-	-	-
Restricted Cash & equivalents				Compensated absences	3,854	3,448	406
Unspent bond proceeds	-	-	-	Net pension and OPEB liability	11,216	38,889	(27,673)
Bond Reserve	55,447	59,319	(3,872)	Notes & loans payable	-	-	-
Scheduled debt repayments	24,021	24,521	(500)	Revenue bonds payable	647,535	682,875	(35,340)
Net pension asset	26,997	34,982	(7,985)	Total noncurrent liabilities	<b>662,605</b>	<b>725,211</b>	<b>(62,607)</b>
				Total liabilities	<b>720,828</b>	<b>809,180</b>	<b>(88,353)</b>
Restricted Cash & equivalents	-	-	-				
Unspent bond proceeds	-	-	-				
				<b>DEFERRED INFLOW OF RESOURCES</b>			
Receivables				Deferred amount on pension and OPEB	11,585	32,384	(20,799)
Special Assessments - LT	-	-	-	Total deferred inflow of resources	11,585	32,384	(20,799)
Interfund Loans	-	-	-				
Capital assets:				<b>NET POSITION</b>			
Land	8,587	8,587	-	Net investment in capital assets	14,545,421	14,139,594	405,827
Depreciable assets (net)	8,095	9,895	(1,800)	Restricted for:			
Infrastructure (net)	15,052,311	14,626,456	425,855	Pension assets	26,997	44,568	(17,571)
Construction in progress	18,811	139,389	(120,578)	Debt service	65,056	72,894	(7,838)
Total capital assets	<b>15,087,804</b>	<b>14,784,327</b>	<b>303,478</b>	Capital improvements	-	-	-
Total noncurrent assets	<b>15,194,269</b>	<b>14,903,149</b>	<b>291,121</b>	Unrestricted	3,458,311	2,880,765	577,545
<b>Total assets</b>	<b>18,750,591</b>	<b>17,906,002</b>	<b>844,589</b>	Total net position	<b>18,095,785</b>	<b>17,137,822</b>	<b>957,963</b>

**STATEMENT OF REVENUES, EXPENSES & CHANGES IN NET POSITION**

	2025	2024	Incr(Decr)		2025	2024	Incr(Decr)
<b>OPERATING REVENUES</b>				<b>NONOPERATING REVENUES (EXPENSES)</b>			
Charges for services:				Interest earnings	22,306	17,475	4,832
Rate revenues	503,363	522,331	(18,968)	Adjustment for Fair Market Value	-	-	-
All others	-	-	-	Interest expense	(6,290)	(6,748)	459
Other operating revenues	-	-	-	Debt costs	-	-	-
Total operating revenues	<b>503,363</b>	<b>522,331</b>	<b>(18,968)</b>	All other nonoperating revenues (expenses)	-	-	-
				Total nonoperating revenues (expenses)	<b>16,017</b>	<b>10,726</b>	<b>5,290</b>
				Income before capital contributions and transfers	<b>(24,955)</b>	<b>22,545</b>	<b>(47,500)</b>
<b>OPERATING EXPENSES</b>							
Maintenance & Operations	198,972	182,746	16,226	Capital contributions	-	-	-
Administration & general	166,729	164,191	2,538	Transfers in	-	-	-
Taxes	71,603	60,485	11,118	Transfers out	-	-	-
Depreciation	107,031	103,090	3,941	Change in net position	<b>(24,955)</b>	<b>22,545</b>	<b>(47,500)</b>
Total operating expenses	<b>544,335</b>	<b>510,512</b>	<b>33,823</b>	Net position-beginning	18,120,740	17,115,276	1,005,464
Operating income (loss)	<b>(40,972)</b>	<b>11,819</b>	<b>(52,791)</b>	Prior period adjustment	-	-	-
				Net position-ending	<b>18,095,785</b>	<b>17,137,822</b>	<b>957,963</b>

**City of Richland, Washington**  
Water Utility  
Notes to the Financial Statements  
March 31, 2025

1. The Water fund activities increased net position in the 1st Quarter of 2025 by \$341,869. This was an increase over last year of \$316,149 during the same time period. Operating income was \$142,990 which was a 197.4% increase compared to the same quarter from last year. The operating expenses were \$3.3 million, a 3.8% increase compared to the first quarter of 2024. Maintenance and operations expenses increased by \$4,669, administration expenses increased by \$14,363, taxes increased by \$51,993 and depreciation increased by \$50,468.
2. Nonoperating revenue increased by \$854 compared to the first quarter in 2024. In capital contributions there was a \$25,510 increase due to facility fees in 2025. These fees come from new service requests that are charged to the owner.
3. On the balance sheet total assets were \$123,075,253, an increase of almost \$9.0 million over 2024. Total current assets were \$17.6 million, an increase of \$6.9 million or 64% over the same period last year. There were increases in unrestricted cash of \$6.6 million, investments of \$391,578, and prepaids of \$10,692. The decreases were in customer receivables of \$98,328 and inventory of \$11,604. The increase in unrestricted cash was a transfer of \$6.5 million from facility fees in 2024.
4. Noncurrent assets increased by \$2.2 million, with an \$8.0 million increase in capital assets. Most of this increase was in construction in progress of \$5.7 million, another \$1.7 million in infrastructure, and \$704,933 in depreciable assets. All of this was offset by non-capital decreases of \$5.6 million in facilities fees, \$65,468 in bond reserve, and \$42,768 in scheduled debt repayments. The facilities fees were used to fund several capital projects including the improvements at the Tapteal 1 Booster Pump Station, a water main installation along the west portion of Truman Ave, continued installation work on the automated meter readers, and the booster pump replacements in various locations.
5. Current liabilities increased by \$449,327, consisting of \$164,352 in accounts payable and accrued expenses, another \$237,190 in revenue bonds payable, and \$72,484 in notes payable. The noncurrent liabilities increased by almost \$5.0 million with most of the increase coming from a loan with the Public Works Trust Board for improvements being done on the Tapteal 1 booster pump station.
6. The Water Utility recognized \$184,338 in facility development fee revenue (capital contributions) in the first quarter of 2025. 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  
March 31, 2025

1. The Wastewater fund activities increased net position in the 1st Quarter of 2025 by \$129,544. Operating income was (\$96,277), a 76.3% decrease compared to the same quarter from last year. The operating expenses were almost \$2.7 million, a 5.3% increase over the same time period from 2024. The increase of \$134,497 consisted of increases in maintenance and operations expenses of \$94,993, in administration expenses of \$20,643, in taxes of \$13,639, and in depreciation of \$5,222. The increase in maintenance and operations was due to operating supplies by \$145,085 and vehicle costs of \$27,981 with decreases in personnel costs of \$68,876 and repairs of \$20,044. The maintenance and operational expenses tend to vary based on the equipment repairs or the timing of supplies.
2. Nonoperating revenue decreased by \$11,626 in 2025, due to decreases of \$3,809 in interest expense and \$15,435 in interest earnings. In capital contributions there was an increase in facility fees of \$46,400. These fees come from new service requests that are charged to the owner.
3. On the balance sheet total assets were almost \$80.0 million, an increase of almost \$2.0 million over 2024. Total current assets were \$3.3 million, an increase from last year of almost \$4.0 million. Most of this increase was due to increases of \$3.9 million in unrestricted cash and \$189,240 in investments. The increase in unrestricted cash came from a transfer of \$6.7 million in facility fees in 2024.
4. Noncurrent assets decreased by \$2.1 million in 2025 compared to 2024, with most of the decrease coming from facilities fees. The facilities fees decrease was almost \$5.7 million while capital assets increased by 3.7 million. Construction in progress increased by \$4.9 million while depreciable assets decreased \$370,846 and infrastructure decreased by \$855,362. The other non-capital decreases included \$96,934 in net pension assets, \$38,700 in bond reserve, and \$8,984 in special assessments. Facilities fees were used to fund capital projects in 2024 including boiler improvements at the wastewater treatment plant and rehabilitation to the wastewater collection system. The majority of construction in progress expense of \$3.7 million was in the Aeration Basin retrofit project at the wastewater treatment plant.
5. Current liabilities increased by \$188,898, with most of that amount coming from increases of \$117,122 in accounts payable and accrued expenses and \$74,584 in deposits payable. The noncurrent liabilities decreased by \$659,663 with the decrease due to \$371,888 in long term revenue bonds payable, \$73,913 in notes & loan payable, and \$204,371 in net pension and OPEB liability.
6. The Wastewater Utility recognized \$254,758 in facility development fee revenue (capital contributions) in the first quarter of 2025. 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  
March 31, 2025

1. The Solid Waste fund activities increased net position in the 1<sup>st</sup> Quarter of 2025 by \$478,191. Operating income was \$366,893, a 318.0% increase compared to the same quarter from last year. The operating expenses were \$2.7 million, a 4.7% decrease over 2024. The decrease of \$132,799 consisted of a decrease of \$188,959 in maintenance and operations expenses and increases of \$13,966 in taxes, \$20338 in depreciation, and \$21,855 in administration and general expenses. The decrease in maintenance and operations expenses is made up of \$157,409 in fleet operation repairs, recycling fees of \$80,947, and capital expense of \$52,580.
2. Nonoperating revenue decreased in 2025 by \$23,769, mostly due to decreases in interest earnings of \$7,262, and \$17,075 in nonoperating revenue because of the sale of salvage in 2024.
3. On the balance sheet total assets in 2025 were \$25,283,373, an increase of \$342,873 over 2024. Total current assets in 2025 were \$6.8 million, an increase of \$19,889 over last year. Most of this was due to an increase in investments of \$193,262 and decreases of \$113,492 in unrestricted cash, \$47,061 in customer receivables, and \$12,820 in prepaid items.
4. Noncurrent assets increased in 2025 by \$322,984, due mainly to an increase of \$225,916 in capital assets. Most of the increase in capital assets was due to the Phase 2 closure project that was completed in 2024. Almost \$2.6 million was moved from construction in progress to infrastructure. There was also a decrease of \$388,233 in depreciable assets and \$2.0 million in construction in progress.
5. Current liabilities increased in 2025 by \$30,055, mainly due to an increase of \$26,560 in accounts payable and accrued expenses. The noncurrent liabilities increased by \$1.2 million due to an increase of \$1.37 million in landfill closure liability and a decrease of \$116,148 in net pension and OPEB liability.

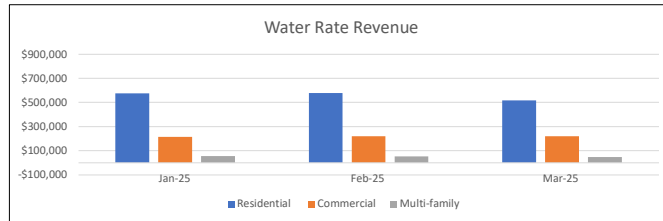
**City of Richland, Washington**  
Stormwater Utility  
Notes to the Financial Statements  
March 31, 2025

1. The Stormwater fund activities decreased net position in the 1<sup>st</sup> Quarter of 2025 by \$24,955. Operating income in 2025 was (\$40,972), a 446.7% decrease compared to the same quarter last year. The operating expenses were \$544,335, a 6.6% increase over 2024. The increase in operating expenses of 33,823 consisted of \$16,226 in maintenance and operations, \$11,118 in taxes, \$3,941 in depreciation, and \$2,538 in administration and general. Operating revenue in 2025 was slightly lower than in 2024 by \$18,968 or 3.6%. Nonoperating revenue increased by \$5,290 due to a \$4,832 increase in interest earnings and a \$459 decrease in interest expense.
2. On the balance sheet total assets in 2025 were \$18.75 million, an increase of \$844,589 over 2024. Total current assets in 2025 were \$3.56 million, an increase of \$553,468. This was due to increases in unrestricted cash of \$924,859 and \$23,523 in investments. There was also a decrease in due from other governments of \$368,610. This amount consisted of accrued revenue from the Department of Ecology for the funding of stormwater projects in 2024.
3. Noncurrent assets increased in 2025 by \$ 303,478, with all of the increase coming from capital assets. Capital assets increased by \$303,478 due to an increase of \$425,855 in infrastructure and a decrease of \$120,578 in construction in progress. The reason for the increase in infrastructure was because the Meadow Springs Outfall project was completed and moved from construction in progress to infrastructure in 2024. There were also slight decreases in non-capital assets of \$7,985 in net pension assets, \$3,872 in bond reserve, and \$500 in scheduled debt repayments.
4. Current liabilities decreased in 2025 by \$25,746 due to decreases of \$69,042 in accounts payable and accrued expenses, \$619 in debt interest, and \$2,138 in OPEB liability. There was also an increase of \$45,647 in payable to other governments. The noncurrent liabilities decreased by \$62,607 with decreases of \$35,340 in long-term revenue bonds payable and \$27,673 in net pension and OPEB liability.

**CITY OF RICHLAND, WASHINGTON**  
**WATER UTILITY**  
**COMPARATIVE MONTHLY WATER ACTIVITY**  
**FOR THE PERIOD ENDED**  
**Mar-25**

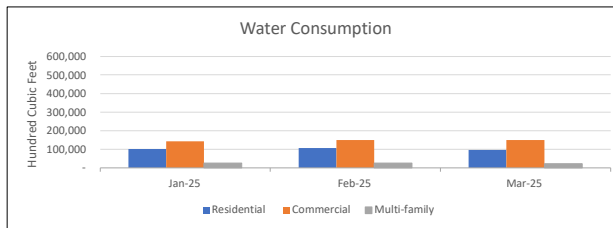
**BILLED REVENUES by class type:**

	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Total
Residential	\$ 574,394	\$ 578,100	\$ 516,784										1,669,278
Commercial	213,346	218,731	219,082										651,158
Multi-family	54,410	52,230	47,636										154,277



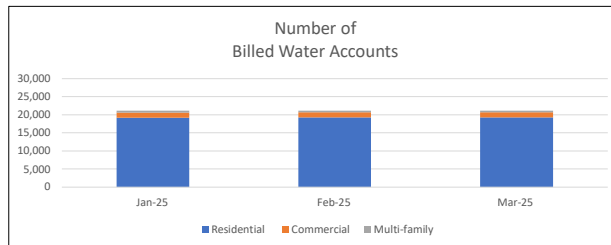
**CONSUMPTION by class type:**

	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Total
Residential	101,759	107,779	96,815										306,353
Commercial	143,438	149,269	149,587										442,294
Multi-family	26,810	25,713	22,840										75,363

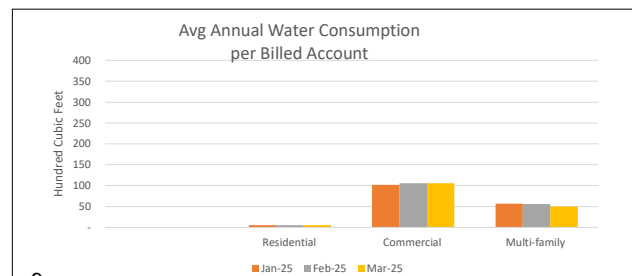
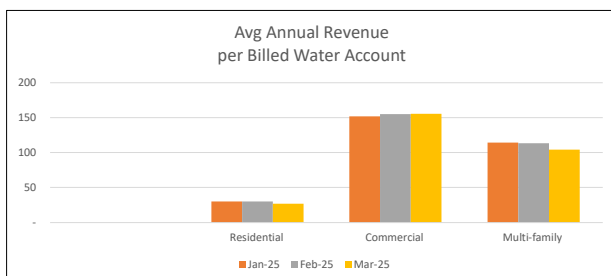


**BILLED ACCOUNTS by class type:**

	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Average Total
Residential	19,220	19,289	19,305										19,271
Commercial	1,407	1,412	1,411										1,410
Multi-family	476	460	457										464



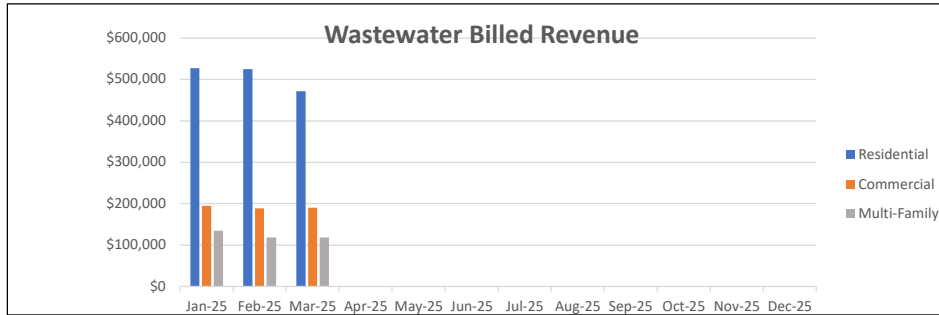
Avg Revenue per acct	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Total
Residential	29.89	29.97	26.77										29
Commercial	151.63	154.91	155.27										154
Multi-family	114.31	113.54	104.24										111
Avg Consump. Per acct	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Total
Residential	5.29	5.59	5.02										5
Commercial	101.95	105.71	106.01										105
Multi-family	56.32	55.90	49.98										54



**CITY OF RICHLAND, WASHINGTON  
WASTEWATER & SOLID WASTE UTILITIES  
COMPARATIVE BILLED REVENUE MONTHLY ACTIVITY  
FOR THE PERIOD ENDED  
Mar-25**

**WASTEWATER BILLED REVENUE - Comparative Months**

	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Total
Residential	527,483	525,206	472,302										1,524,991
Commercial	195,333	189,154	190,717										575,204
Multi-Family	134,348	118,652	118,976										371,975
Total	857,164	833,012	781,994	-	-	-	-	-	-	-	-	-	2,472,170



**SOLID WASTE BILLED REVENUE - Comparative Months**

	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Total
Residential	285,032.26	270,444.07	252,151.57										807,628
Commercial	278,838.96	272,560.90	262,313.22										813,713
Total	563,871	543,005	514,465	-	-	-	-	-	-	-	-	-	1,621,341

