

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY**

**BEAVER FALLS, PENNSYLVANIA**

**FINANCIAL STATEMENTS  
AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED DECEMBER 31, 2022**

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY**  
Index - Financial Report

Year Ended December 31, 2022

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**INTRODUCTORY SECTION**

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY**

2022

**BOARD OF DIRECTORS**

David Weber  
Kenneth Chute  
Emmett Santillo  
Jerry Bilkey  
Jerry Sadler

**SOLICITOR**

Gene Dimeo  
Ellwood City, Pennsylvania

**CONSULTING ENGINEERS**

Michael Baker, Jr., Inc.  
Beaver, Pennsylvania

**INDEPENDENT AUDITOR**

Herrmann & Loll Inc.  
Certified Public Accountants  
Beaver, Pennsylvania

**FINANCIAL SECTION**

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
North Sewickley Township Water Authority  
893 Mercer Road  
Beaver Falls, PA 15010

### Opinions

We have audited the accompanying financial statements of the business-type activities of North Sewickley Township Water Authority as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of North Sewickley Township Water Authority, as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of North Sewickley Township Water Authority, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about North Sewickley Township Water Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of North Sewickley Township Water Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about North Sewickley Township Water Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### **Required Supplementary Information**

Management has omitted the management's discussion and analysis and budgetary comparison information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who consider it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

In the opinion of the signer, the provisions of this Indenture have been complied with.

**HERRMANN & LOLL, INC.**

*Certified Public Accountants*

Beaver, Pennsylvania

*April 21, 2023*

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY**  
**STATEMENT OF NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	December 31 <u>2022</u>
<b>CURRENT ASSETS</b>	
Cash and Cash Equivalents	\$ 5,306,263
Accounts Receivable	97,885
Inventory	88,732
Prepaid Expenses	<u>3,861</u>
Total Current Assets	<u>5,496,741</u>
 <b>FIXED ASSETS - PROPERTY, PLANT AND EQUIPMENT</b>	
(Net of accumulated depreciation of \$3,305,491)	 <u>1,217,553</u>
<b>TOTAL ASSETS</b>	 <u><u>6,714,294</u></u>
 <b>CURRENT LIABILITIES</b>	
Accounts Payable	44,382
Rental Deposits	10,690
Current Portion of Long Term Debt	90,000
Accrued Payroll Taxes	<u>-</u>
Total Current Liabilities	145,072
 <b>LONG TERM DEBT</b>	
2021 Bond Series	4,105,000
2021 Bond Discount (Net of Accumulated Amortization)	(36,168)
2021 Bond Premium (Net of Accumulated Premium)	8,347
FNB MiniExcavator	<u>21,628</u>
Total Long Term Liabilities	4,098,807
<b>TOTAL LIABILITIES</b>	 <u><u>4,243,879</u></u>
 <b>NET POSITION</b>	
Invested in capital assets, net of related debt	(2,971,254)
Net Position	<u>5,441,669</u>
Total Net Assets	<u>2,470,415</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	 <u><u>\$ 6,714,294</u></u>

The accompanying notes are an integral part of the financial statements.



**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<b>OPERATING REVENUES</b>	\$	<u>1,043,925</u>
<b>OPERATING EXPENSES</b>		
Cost of Water		489,565
Operations and Maintenance		206,759
General and Administrative Expenses		<u>166,461</u>
Total Operating Expenses		<u>862,785</u>
<b>INCOME FROM OPERATIONS BEFORE DEPRECIATION</b>		181,140
<b>DEPRECIATION EXPENSE</b>		<u>90,040</u>
<b>OPERATING GAIN (LOSS)</b>		<u>91,100</u>
<b>NON-OPERATING INCOME (EXPENSES)</b>		
Interest Income		6,090
Interest Expense		(97,275)
Capital Expenses		-
Non-Operating Income		<u>44,179</u>
Total Non-Operating Income-net		<u>(47,006)</u>
<b>CHANGE IN NET ASSETS BEFORE CAPITAL CONTRIBUTIONS</b>		44,094
<b>CAPITAL CONTRIBUTIONS</b>		<u>11,200</u>
<b>CHANGE IN NET POSITION</b>		55,294
<b>NET POSITION - BEGINNING</b>		<u>2,415,121</u>
<b>NET POSITION - ENDING</b>	\$	<u><u>2,470,415</u></u>

The accompanying notes are an integral part of the financial statements.

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Cash received from customers	\$	1,056,750
Cash paid for supplies		(494,553)
Cash paid for operating expenses		(386,373)
Net Cash Provided by Operating Activities		<u>175,824</u>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Acquisition and construction of property and equipment		(51,476)
Misc Income		13,695
Sale of Fixed Asset		-
Interest Income		47,773
Net Cash Provided Used in Investing Activities		<u>9,992</u>

**CASH FLOWS FROM FINANCING ACTIVITIES:**

Borrowing on notes payable		-
Principal payments on notes payable		(99,960)
Interest Payments		(97,275)
Net Cash Used in Investing Activities		<u>(197,235)</u>

Increase (Decrease) in Cash and Cash Equivalents		(11,419)
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<b>CASH AND CASH EQUIVALENTS BEGINNING OF YEAR</b>		<u>5,317,682</u>
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<b>CASH AND CASH EQUIVALENTS END OF YEAR</b>	<b>\$</b>	<u><u>5,306,263</u></u>
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The accompanying notes are an integral part of the financial statements.

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY**  
**STATEMENT OF CASH FLOWS (Continued)**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**RECONCILIATION OF OPERATING INCOME TO NET  
CASH PROVIDED (USED) BY OPERATING ACTIVITIES:**

Operating Gain (Loss)	\$	91,100
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation		88,930
Changes in Assets and Liabilities:		
Decrease (Increase):		
Accounts Receivable		1,625
Materials and supplies inventories		(9,554)
Prepaid expenses		(843)
Increase (Decrease):		
Accounts Payable		4,596
Rental Deposits		(30)
Accrued payroll and taxes		-
Deferred Income		-
Insurance Payable		-
Total Adjustments		(4,206)
Net Cash Provided by Operating Activities	\$	175,824

The accompanying notes are an integral part of the financial statements.

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Description of Operations**

The North Sewickley Township Water Authority (the "Authority") is a body, politic and corporate, created pursuant to an ordinance of the Board of Supervisors of the Township of North Sewickley, Beaver County, Pennsylvania (the "Township"), under an Act of the general assembly of the State, approved May 2, 1945, P.L. 382, as amended and supplemented, known as the Municipality Authorities Act of 1945 (the "Act"). The certificate of incorporation of the Authority was issued by the Secretary of the Commonwealth of Pennsylvania on August 23, 1956.

**Reporting Entity**

For purposes of defining the scope of the financial reporting entity, the North Sewickley Township Water Authority is considered a component unit of the Township of North Sewickley. Such determination is consistent with the Township's exercise of "oversight responsibility" as set forth in Statement No. 14 of the Governmental Accounting Standards Board, the *Financial Reporting Entity*. Specific criteria evaluated in determining the extent of oversight responsibility include financial interdependency, selection of governing body, designation of management, ability to significantly influence operations, and accountability for fiscal matters. The accompanying statements represent discrete component unit financial statements of the North Sewickley Township Water Authority.

**Basis of Presentation and Accounting**

The Authority's financial statements are presented on the full accrual basis in accordance with accounting principles generally accepted in the United States of America. The Authority applies all Governmental Accounting Standards Board (GASB) statements as well as Financial Accounting Standards Board (FASB) statements and interpretations, and the Accounting Principles Board (APB) of the Committee on Accounting Procedure issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

All activities of the Authority are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Use of Estimates**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the balance sheet date and revenues and expenses for the period. Estimates are used to determine depreciation expense and certain claims and judgment liabilities, among other accounts. Actual results may differ from those estimates.

**Budgetary Accounting**

The Authority adopts flexible annual operating and capital budgets. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The current operating budget details the Authority's plans to earn and expend funds for charges incurred for operations, maintenance, general functions, and other charges for the year. The budget details the plan to receive and expend cash basis capital contribution fees, special assessments, grants, borrowings and certain revenues for capital projects.

A budget is adopted by resolution prior to January 1. During the year, management is authorized to transfer budgeted amounts between line items with the Authority's divisions.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, cash and cash equivalents includes Revenue Fund cash and interest bearing deposits. Cash equivalents include investments with a maturity of three months or less at the time of purchase.

**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from outstanding balances.

The Authority has not established an allowance for doubtful accounts, as uncollectible accounts receivable are charged to expense as incurred. This method provides results which materially approximate the allowance method.

**Inventories**

Inventories are priced at cost, based upon the first-in, first-out method.

NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fixed Assets

Property, plant and equipment are carried at cost, less accumulated depreciation, and include expenditures for new facilities and major renewals and betterments. Maintenance, repairs, and minor renewals are charged to expense as incurred. Depreciation is computed on a straight-line basis over the estimated useful lives of the assets.

Contribution-in-Aid of Construction

Funds received from consumers, developers, and contractors for water main pipe extensions are recorded as capital contributed. Tap-in connection and customer facilities fees received are recorded as capital contributed.

Net Assets

Net assets comprise the various net earnings from operating income, nonoperation revenues and expenses, and capital contributions. Net assets are classified in the following three components:

Invested in capital assets, net of related debt - This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net assets components the unspent proceeds.

Restricted - This component of net assets consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation. The Authority had no restricted net assets at December 31, 2022.

Unrestricted net assets - This component of net assets that consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 2 - DEFINED CONTRIBUTION PENSION PLAN**

The Authority has established a defined contribution Rural/Municipal Retirement Plan that covers all eligible employees. Employer contributions to the plan are based on an amount equal to 7% of each participant's annual compensation and employee contributions of 3% of total participant's compensation. The minimum age is 21 with 12 months of service and 1,000 hours for eligibility. Retirement is the anniversary date following attainment of age 65.

A summary of pension expense for the year ended December 31, 2022:

		<u>2022</u>
Pension employer contributions	\$	8,637
Administrative service		-
Total pension expense	\$	<u><u>8,637</u></u>

All required employer and employee contributions were made for the year ended December 31, 2022. Pension employer contributions were \$8,637 based on total wages of \$192,079

**NOTE 3 - CONCENTRATIONS**

The Authority's activity is with consumers located within its local area. The payments from consumers are dependent upon local economic conditions in its immediate area.

**NOTE 4 - CONCENTRATION OF CREDIT RISK**

Pennsylvania statutes provide for investment of Governmental Funds into certain authorized investment types including United States Treasury, and short-term United States and Pennsylvania government obligations, and insured or collateralized time deposits and certificates of deposit. The statutes do not prescribe regulations related to demand deposits; however, they do allow the pooling of Governmental Funds for investment purposes.

The deposit and investment policy of North Sewickley Township Water Authority adheres to state statutes and prudent business practice. Deposits of the Governmental Funds are maintained in demand deposits. There were no deposit or investment transactions during the year that were in violation of either the state statutes or the policy of North Sewickley Township Water Authority.

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
 NOTES TO FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 5 - CONCENTRATION OF CREDIT RISK ( Continued)**

**A. Deposits with Financial Institutions**

Customer credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Protection of the Authority's cash and certificates of deposits deposited with financial institutions is provided by the Federal Deposit Insurance Corporation (FDIC) as well as qualified securities pledged by the institution holding the assets. By law, all government deposits are collateralized by a pool of pledged assets that are maintained with the Federal Reserve System and Designated third party trustees of the financial institution.

Financial instruments that potentially subject North Sewickley Township Water Authority to concentrations of credit risk consist principally of cash deposits. The Authority maintains its cash in financial institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at December 31, 2022. At December 31, 2022, the Authority had \$4,071,177 in excess of FDIC insured limits.

**NOTE 6 - CREDIT LINE**

The Authority has a credit line with a bank for \$100,000. The Authority had no additional borrowings during the year ended December 31, 2022. The interest rate on the credit line was 4.25% on December 31, 2022.

**NOTE 7 - RISK MANAGEMENT**

The Authority has purchased commercial insurance policies for various risks of loss related to torts; theft, damage, or destruction of assets; errors or omissions; or natural disasters. Payments and premiums for these policies are recorded as expenses of the Authority.

**NOTE 8 - NOTE PAYABLE**

Note Payable consists of a note from First National Bank on a Mini Excavator with a an original balance of \$ 54,070 dated December 15, 2019 and is secured by a John Deere Excavator. The note is payable in annual installments of \$ 10,814 including proinciple and interest with a final maturity of December 15, 2024. The interest rate is fixed at 0.05% and the outstanding balance at December 31, 2022 is \$21,628 with matururities summarized as follows:

	2023 \$	10,814	
	2024	10,814	
<b>Total</b>	<b>\$</b>	<u><u>21,628</u></u>	



**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 9 - US BANK SERIES OF 2021**

During 2021, the Authority issued Guaranteed Sewer Revenue Bonds, Series of 2021, in the principal amount of \$4,440,000. Proceeds of the Bond is to be used for the acquisition and construction of a garage building to obtain new water lines to expand customers and the rehabilitation of existing lines. The bond indenture requires yearly payments to be made in December. This amount varies with final maturity in 2055. The bonds are secured with receipts, revenues, and receivable of the Authority. During 2022, the Authority paid \$92,275 in interest expense. The outstanding balance at December 31, 2022 is \$4,195,000 with maturities summarized as follows.

Maturity Date	
2023	\$ 90,000
2024	90,000
2025	95,000
2026	95,000
2027	95,000
2028-2031	395,000
2032-2036	540,000
2037-2041	600,000
2042-2046	695,000
2047-2051	790,000
2052-2055	710,000
<b>Total</b>	<b>\$ <u>4,195,000</u></b>

**NOTE 10 - SUBSEQUENT EVENTS**

Management has evaluated subsequent events through the date of the Independent Auditors' Report, which is the date the financial statements were available to be issued.

**SUPPLEMENTARY INFORMATION**

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY**  
**Budgetary Comparison Schedule**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Actual	Budget	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Domestic Billing	\$ 769,044	\$ 806,000	\$ (36,956)
Commercial Billing	36,233	47,600	(11,367)
Industrial Billing	200,496	208,000	(7,504)
Fire Protection	20,080	19,080	1,000
Consumer Penalties	8,773	4,000	4,773
Miscellaneous	9,299	6,000	3,299
Total Operating Revenues	<u>1,043,925</u>	<u>1,090,680</u>	<u>(46,755)</u>
<b>OPERATING EXPENSES</b>			
Cost of Raw Water	489,565	450,000	(39,565)
Operation and Maintenance:			
Authority Manager	51,821	50,733	(1,088)
Authority Operator	25,182	21,206	(3,976)
Assistant Authority Operator	51,180	53,331	2,151
Part Time Help	18,719	25,140	6,421
Operating Supplies and Maintenance	42,988	45,000	2,012
Operating Power and Heat	1,128	1,700	572
Vehicle and Equipment Maintenance	12,156	28,000	15,844
Water Line Breaks and Repairs	3,584	20,000	16,416
Capital Expense- Fixed Assets	-	-	-
Meter Replacements	-	-	-
Total Operation and Maintenance	<u>206,758</u>	<u>245,110</u>	<u>38,352</u>
General and Administrative Expenses:			
Building, Telephone and Utilities	4,400	5,000	600
Billing Collection Expense	13,972	12,500	(1,472)
Transfer to Capital Savings	-	-	-
Office Personnel	44,249	41,977	(2,272)
Office Building and Grounds	2,040	5,000	2,960
Directors Fees	928	2,625	1,697
Legal and Accounting	5,603	11,800	6,197
Insurance Expense	18,552	20,000	1,448
Engineering	19,954	25,000	5,046
Office equipment repairs and maintenance	3,163	1,200	(1,963)
Office Expense	6,986	13,000	6,014
Unemployment compensation	2,167	2,200	33
Social Security	14,801	16,000	1,199
Employee Benefits	20,933	20,000	(933)
Pension Expense	8,637	8,700	63
Medicare	-	-	-
Line Of Credit	-	-	-
Loan Interest	97,275	-	(97,275)
Miscellaneous	77	-	(77)
Total General Administrative Expenses	<u>263,737</u>	<u>185,002</u>	<u>20,812</u>
Net Operating Revenues			
Before Depreciation	83,865	210,568	(126,703)
<b>DEPRECIATION EXPENSE</b>			
	90,040	-	(90,040)
Income (loss) from Operations	(6,175)	210,568	(216,743)
<b>NON-OPERATING INCOME (EXPENSE)</b>			
Interest Income	47,773	475	47,298
Miscellaneous	2,497	-	2,497
Bond Costs	-	(207,600)	207,600
Surety Bond	-	-	-
Total Non-Operating Income(expense)	<u>50,270</u>	<u>(207,125)</u>	<u>257,395</u>
<b>INCREASE(DECREASE) IN NET ASSETS BEFORE CAPITAL CONTRIBUTIONS</b>			
	44,095	3,443	40,652
<b>CONTRIBUTIONS</b>			
	11,200	12,000	(800)
<b>INCREASE(DECREASE)IN NET Position</b>	<u>\$ 55,295</u>	<u>\$ 15,443</u>	<u>\$ 39,852</u>

**NORTH SEWICKLEY TOWNSHIP WATER AUTHORITY  
STATEMENT OF OPERATING EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

		<u>Amount</u>	<u>Percent</u>
<b>OPERATING EXPENSES</b>			
Cost of Raw Water	\$	489,565	56.74%
Operation and Maintenance		206,759	23.96%
General and Administrative System		<u>166,461</u>	<u>19.29%</u>
 Total Operations Expenses	 \$	 <u>862,785</u>	 <u>100.00%</u>

Percentages represent percent of operating revenues.