
November 2021

SOLID WASTE MANAGEMENT

INTERIM FINANCIAL REPORT



Prepared by the City of Tacoma - Finance Department

Table of Contents

Note: These financial statements are interim, unaudited reports prepared primarily for the use of management. Not all transactions reported in these statements have been recorded on the full accrual basis of accounting or in accordance with generally accepted accounting principles. Immaterial differences may occur due to rounding.

Management’s Discussion and Analysis..... 3

Interim Financial Statements 5

Statement of Net Position (Unaudited) 6

Statement of Revenues, Expenses, and change in Net Position (Unaudited) 9

This page intentionally left blank.

Management's Discussion and Analysis

The management discussion and analysis (MD&A) is prepared for quarter-end reports: March, June, September, and December. Please refer to the prior quarter-end MD&A for interim months.

As of November 30, 2021, total current assets and total current liabilities per November Interim financials were higher than SAP data by approximately \$251,261. A journal entry of debt service payment was mistakenly posted in November instead of December, which resulted to the understatement of assets and liabilities in SAP data as of November 30, 2021. November Interim Statement of Net Position included a manual journal entry to present the correct amounts of total current assets and total currently liabilities.

This page intentionally left blank.

Interim Financial Statements

City of Tacoma
Environmental Services Department
Solid Waste Management
Statement of Net Position (Unaudited)
November 30, 2021 and November 30, 2020

	November		Increase
ASSETS	2021	2020	(Decrease)
Current assets:			
Cash and equity in pooled investments	\$ 54,378,163	\$ 50,879,528	\$ 3,498,635
GASB 31 market rate adjustment	878,554	339,831	538,723
Accounts receivable, net	4,329,655	3,832,368	497,287
Accrued unbilled revenue	3,607,376	3,555,989	51,387
Restricted cash and equity in pooled investments:			
Debt service funds	3,517,876	3,106,619	411,257
Customer deposits	44,898	37,160	7,738
Construction funds	-	2,648,629	(2,648,629)
Total restricted cash and equity in pooled investments	3,562,774	5,792,408	(2,229,634)
Total current assets	66,756,522	64,400,124	2,356,398
Noncurrent assets:			
Restricted cash and equity in pooled investments:			
Bond reserves	2,109,500	2,109,500	-
Capital assets:			
Land	2,855,763	2,855,763	-
Buildings	61,767,413	61,767,413	-
Landfill infrastructure	70,691,736	70,672,539	19,197
Machinery and equipment	57,788,299	55,649,552	2,138,747
Computer software	4,927,552	5,137,760	(210,208)
Less: accumulated depreciation	(119,971,397)	(119,161,627)	(809,770)
Construction in progress	11,859,519	5,657,475	6,202,044
Total capital assets, net	89,918,885	82,578,875	7,340,010
Other noncurrent assets:			
Net pension asset	1,065,425	-	1,065,425
Total noncurrent assets	90,984,310	84,688,375	8,405,435
Total assets	159,850,332	149,088,499	10,761,833
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows - other post employment benefits	292,262	206,337	85,925
Deferred outflows - pensions	3,160,906	7,759,538	(4,598,632)
Total deferred outflows of resources	3,453,168	7,965,875	(4,512,707)
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 163,303,500	\$ 157,054,374	\$ 6,249,126

These statements should be read in conjunction with the Notes to Financial Statements contained in the previous year-end Financial Report

City of Tacoma
Environmental Services Department
Solid Waste Management
Statement of Net Position (Unaudited)
November 30, 2021 and November 30, 2020

	November		Increase
	2021	2020	(Decrease)
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 2,328,382	\$ 1,343,540	\$ 984,842
Accrued wages payable and compensated absences	565,622	499,456	66,166
Accrued taxes payable	383,972	293,519	90,453
Customer deposits	46,239	73,344	(27,105)
Accrued landfill postclosure care costs	694,674	858,999	(164,325)
Total current liabilities	4,018,889	3,068,858	950,031
Current payable from restricted assets:			
Deposits payable	47,518	39,554	7,964
Accrued revenue bond interest payable	1,202,870	1,225,569	(22,699)
Current portion of long-term debt	2,566,261	2,270,000	296,261
Total liabilities payable from restricted assets	3,816,649	3,535,123	281,526
Noncurrent liabilities:			
Long-term debt - revenue bonds, net	53,883,464	56,852,458	(2,968,994)
Long-term accrued landfill postclosure care costs	13,740,678	14,006,977	(266,299)
Long-term accrued compensated absences	1,418,746	1,215,225	203,521
Net pension liability	-	6,556,061	(6,556,061)
Pension withdrawal liability	437,420	437,420	-
Net OPEB liability	2,536,608	2,404,966	131,642
Total noncurrent liabilities	72,016,916	81,473,107	(9,456,191)
Total liabilities	79,852,454	88,077,088	(8,224,634)
DEFERRED INFLOWS OF RESOURCES			
Rate stabilization	7,000,000	7,000,000	-
Deferred inflows - OPEB	289,731	278,819	10,912
Deferred inflows - pensions	4,060,123	861,461	3,198,662
Deferred inflows - gain on refunding bonds	117,966	206,985	(89,019)
Total deferred inflows of resources	11,467,820	8,347,265	3,120,555
NET POSITION			
Net investment in capital assets	43,109,454	35,360,061	7,749,393
Restricted for:			
Debt service	2,109,503	1,720,550	388,953
Net pension asset	1,065,425	-	1,065,425
Unrestricted	25,698,844	23,549,410	2,149,434
Total net position	71,983,226	60,630,021	11,353,205
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	<u>\$ 163,303,500</u>	<u>\$ 157,054,374</u>	<u>\$ 6,249,126</u>

This page intentionally left blank.

City of Tacoma
Environmental Services Department
Solid Waste Management
Statement of Revenues, Expenses, and change in Net Position (Unaudited)
November 30, 2021 and November 30, 2020

	Month of November		Year-to-Date November		% Chg
	2021	2020	2021	2020	
OPERATING REVENUES					
Residential collection	\$ 2,768,858	\$ 2,282,255	\$ 30,675,524	\$ 29,090,012	5%
Commercial collection	2,813,230	2,105,842	32,483,767	30,018,617	8%
Disposal revenues	992,024	762,866	11,113,571	9,027,355	23%
Salvage revenues	62,960	30,158	713,436	250,634	185%
Other operating revenues	15,491	8,832	250,173	273,258	-8%
Total operating revenues	6,652,563	5,189,953	75,236,471	68,659,876	10%
OPERATING EXPENSES					
Commercial collection	484,876	428,771	5,064,541	4,669,570	8%
Onsite operations	668,546	625,202	7,668,221	7,713,585	-1%
Residential collection	1,030,991	805,452	10,075,442	9,340,735	8%
Other collection services	1,448,228	1,276,925	15,853,789	14,215,080	12%
Support services	1,270,969	1,269,556	14,547,960	14,551,253	0%
Depreciation	523,675	465,991	5,535,043	5,298,910	4%
Total operating expenses	5,427,285	4,871,897	58,744,996	55,789,133	5%
Net operating income	1,225,278	318,056	16,491,475	12,870,743	28%
NONOPERATING REVENUES (EXPENSES)					
Investment income	35,968	61,200	460,463	859,128	-46%
Rental income	385	-	13,996	2,021	593%
Operating grant	-	26,747	223,048	118,120	89%
Interest expenses and other related costs	(200,479)	(204,262)	(2,205,269)	(2,247,782)	2%
Amortization of premium and refunding gain	61,948	65,890	681,431	724,793	-6%
Other revenues/expenses	-	382	31,626	11,456	176%
Proceeds from sale disposal of capital assets	-	-	216,635	157,608	37%
Loss on sale/disposal of capital assets	-	-	-	(420,856)	100%
Total nonoperating revenue (expenses)	(102,178)	(50,043)	(578,070)	(795,512)	27%
Net income before transfers	1,123,100	268,013	15,913,405	12,075,231	32%
Transfers - gross earnings taxes	(534,614)	(423,845)	(5,998,325)	(5,567,891)	-8%
CHANGE IN NET POSITION	<u>\$ 588,486</u>	<u>\$ (155,832)</u>	9,915,080	6,507,340	52%
NET POSITION - JANUARY 1			62,068,146	54,122,681	
NET POSITION - NOVEMBER 30			<u>\$ 71,983,226</u>	<u>\$ 60,630,021</u>	

These statements should be read in conjunction with the Notes to Financial Statements contained in the previous year-end Financial Report.



The City of Tacoma does not discriminate on the basis of disability in any of its programs, activities, or services. To request this information in an alternative format or to request a reasonable accommodation, please contact the City Clerk's Office at (253) 591-5505. TTY or speech to speech users please dial 711 to connect to Washington Relay Services.