Holden Municipal Light Department Monthly Report August 2014

Key Points:

- ➤ Energy deliveries for August were 0.1% lower than August 2013 and 1.7% higher year to date.
- ➤ On a degree-day basis, August was 9% cooler than 2013 and was 34% cooler than a normal August.
- > The financial summary for August is attached.

Financial:

| Description | Aug-2014 | Aug-2013 | Variance | % |
|---------------------------------------|-------------|-------------|-----------|-------|
| Deliveries from regional system – KWH | 9,234,666 | 9,244,308 | (9,642) | -0.1% |
| Billings – KWH ¹ | 9,907,481 | 10,416,431 | (508,950) | -4.9% |
| Billings – Electric Service | \$1,466,538 | \$1,424,937 | \$41,601 | 2.9% |
| Accounts Billed ² | 7,727 | 7,549 | 178 | 2.4% |

¹ Many KWH billed are used in prior month.

<u>Past due balances – 8/31/2014:</u>

| Description | 60 Days | 90 Days | 90+ Days | Total |
|-----------------------------|---------|---------|----------|----------|
| Billings – Electric Service | \$3,995 | \$1,246 | \$16,492 | \$21,733 |
| Balance 1 year ago: | | | | |

Outages on System:

| | | | | # of | |
|--------|----------|--------------|----------|-----------|---------------------|
| Date | Time | Location | Duration | Customers | Cause |
| Aug 13 | 6:30 pm | Kendall Rd | 2 hrs | 10 | Tree down |
| Aug 13 | 10:30 pm | Wachusett St | 60 min | 20 | Tree limb |
| Aug 16 | 11:30 am | Avery Rd | 2 hrs | 1 | Broken wire at pole |
| Aug 16 | 10:00 am | Main St | 60 min | 4 | Squirrel |
| Aug 21 | 7:00 pm | Cook St | 90 min | 1 | Bad circuit breaker |
| Aug 27 | 6:00 pm | Salisbury St | 5 hours | 500 | Lightning storm |
| Aug 29 | 7:45 pm | Cook St | 90 min | 1 | Squirrel |
| Aug 31 | 9:00 pm | Reservoir St | 90 min | 200 | Tree limb |

Major projects:

- We are upgrading and replacing portions of Salisbury Street.
- The Forestry Division is once again fully staffed and attending to various areas around town.

² All the 192 units at the Reserve on Salisbury are now active.

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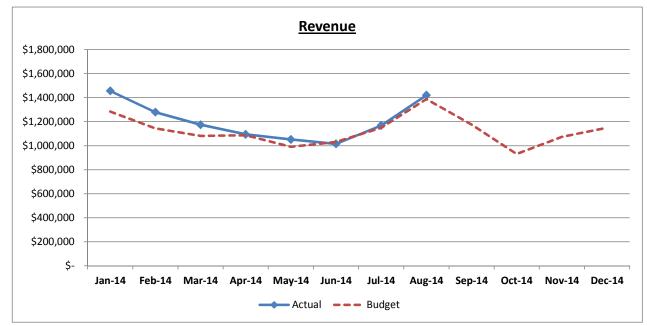
Major events/activities:

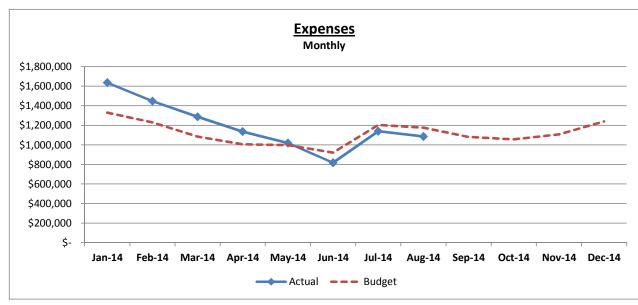
- The Light Department recently agreed to buy power in the following quantities and prices:
 - ➤ 1 MW Jan15-Mar15 Peak @ \$157.25/MWH (15.725 cents/KWH)
 - > 0.5 MW Jan15-Feb 15 Off-peak @ \$142.15/MWH (14.215 cents/KWH)
 - These purchases, although expensive, provide protection from the severe prices we experienced this past winter. They make up 6% of our total cost of power for the 3 months involved.
- National Grid recently announced that it is proposing to raise its rates by 8 cents/KWH effective November 1 (through April 2015). This increase is due to the high energy costs expected this winter. If that occurs, our average residential customer will be paying 42% less than National Grid.

Holden Municipal Light Department

Summary Financial Results (Unaudited)
Compared with Budget
For the Eight Months Ending August 31, 2014

| Description | Current Month Description Actual | | Current Month Budget | | | Current Month Variance | |
|-------------|----------------------------------|-----------|-------------------------|-----------|--------------------------|---------------------------|--|
| Revenue | \$ | 1,420,023 | \$ | 1,388,240 | \$ | 31,783 | |
| Expenses | \$ | 1,084,989 | \$ | 1,176,327 | \$ | (91,338) | |
| Net Income | \$ | 335,034 | \$ | 211,913 | \$ | 123,121 | |
| | Year to Date Actual | | Year to Date Budget | | Year to Date Variance | | |
| Revenue | \$ | 9,637,673 | \$ | 9,163,256 | \$ | 474,417 | |
| Expenses | \$ | 9,575,847 | \$ | 8,954,860 | \$ | 620,987 | |
| Net Income | | 61,826 | Φ. | 208,396 | Φ. | (146,570) | |





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