



# REPORT TO UTILITIES COMMITTEE

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**ITEM NAME:** Finance/Treasurer Office Update – 2024 & 2023 Internal Financial Statements (Pre-Audited as of 5/14/2025)  
**PREPARED BY:** John Jacobs, Interim Finance Director  
**DATE PREPARED:** 5/14/2025

We are coming down to the last leg of the 2024 financial audit as of 5/14/2025. A few adjustments will be recorded yet by the auditors and myself before the end of May 2025. The 2024 depreciation calculation for the Enterprise Funds (Water & Sewer Utilities) will be updated in the next couple weeks by the auditors. The interest income allocation across all funds will be finalized, once all adjustments have been identified and recorded. In the meantime, this preliminary “pre-audited” calculation for some of the Village’s Funds will be helpful in evaluating the financial position of the Village at 12/31/2024 as compared to 12/31/2023, before the 2024 financial audit has been completed.

I will provide several highlights here for you, across the funds that have neared completion as of 5/14/2025. The remaining funds and cash/investments report will be distributed to the Village Board on 5/29/2025, and then at the APC Committee meeting in June.

## **Water Utility Fund:**

- 2024 Revenues over Expenses = \$157,716
- 2023 Revenues over Expenses = \$276,569
- Therefore, the 2024 fund balance will have ADDED \$157,716 to the Water Utility fund balance.
- No capital costs are recorded as “expenses” in the Water Utility Fund. Rather, all capital costs are “capitalized” as an Asset, and will be depreciated over the useful life of the capital asset.
- The Village utilized \$2,282,473 of the Safe Drinking Water Loan Program (out of a maximum of \$3,385,500) as of 12/31/2024. The remaining balance of \$1,103,027 was utilized during 2025. The Village only paid interest of \$43,726 on this loan in 2024. Principal payments will begin annually starting on 5/01/2025.
- The 2024 budget had been set with a budgetary deficit = (\$55,936)
- However, the actual estimated net change in net position at 12/31/2024 = \$157,716 (which is a positive budget variance of \$213,652).

**Sewer Utility Fund:**

- 2024 Revenues over Expenses = \$26,576
- 2023 Revenues under Expenses = (\$138,135) Deficit
- Therefore, the 2024 fund balance will have ADDED \$26,576 to the Sewer Utility fund balance. The primary result of the 2024 increase was the necessary increase in the sewer rates in 2024.
- No capital costs are recorded as “expenses” in the Sewer Utility Fund. Rather, all capital costs are “capitalized” as an Asset, and will be depreciated over the useful life of the capital asset.
- The Rib Mt Sewerage District expenses for 2024 = \$474,327, as compared to \$297,985 for 2023 (which is an increase of \$176,342 for 2024). Hopefully, this expense trend does not continue from year-to-year at this pace.
- There presently is no debt in the Sewer Utility Fund as of 12/31/2024.
- The 2024 budget had been set with a budgetary deficit = (\$11,958)
- However, the actual estimated net change in net position at 12/31/2024 = \$26,576 (which is a positive budget variance of \$38,534).

The remaining Special Revenue Funds and Capital Projects Funds will be distributed in time for the 5/29/2025 Village Board meeting and the June 2025 APC meeting.

# **VILLAGE OF KRONENWETTER**

## **Pre-Audited Comparative Internal Financial Statements for Years Ending December 31, 2024 and 2023**

**(2024 Statements are Pre-Audited as of 5/14/2025;  
2023 Comparative Statements have been audited)**

### **Enterprise Funds:**

- **Water Utility Fund – Summary**
- **Sewer Utility Fund – Summary**

**VILLAGE OF KRONENWETTER**  
**Water Utility Fund**  
**Year Ended December 31, 2024 and 2023**  
(Pre-Audited as of 5/14/2025)

<b>REVENUES:</b>	<b>2024 Pre-Audited</b>	<b>2024 Final Budget</b>	<b>2024 Budget Variance - Positive (Negative)</b>	<b>2023 Audited</b>
Metered Sales-Residential	\$ 437,518	\$ 465,000	\$ (27,482)	\$ 508,845
Metered Sales-Commercial	42,383	58,000	(15,617)	61,984
Metered Sales-Industrial	9,275	13,100	(3,825)	16,960
Private Fire Protection	5,795	19,100	(13,305)	9,562
Public Fire Protection	129,959	126,000	3,959	133,280
Industrial Fire Protection	1,884	-	1,884	505
Commercial Fire Protection	6,841	-	6,841	488
Metered Sales-Public Authority	651	600	51	913
Metered Sales-Multi Family Residential	61,075	72,000	(10,925)	81,393
Cell Tower Rental on Water Tower	31,360	31,360	-	14,234
Water Connection Fees	1,725	14,500	(12,775)	5,046
Misc Operating Revenues	6,137	-	6,137	13,362
Clear Water Revenues	54,735	-	54,735	3,204
Contributed Assets	-	-	-	8,846
Interest on Investments	75,698	34,500	41,198	49,639
Interest on Lease Receivables	-	-	-	17,126
Forfeited Discounts	4,125	-	4,125	667
Misc Non-Operating Revenues	-	500	(500)	15,105
Apply Unrestricted Fund Balance	-	675,000	(675,000)	-
<b>TOTAL REVENUES</b>	<b>\$ 869,161</b>	<b>\$ 1,509,660</b>	<b>\$ (640,499)</b>	<b>\$ 941,159</b>
<b>EXPENSES:</b>				
Utility Committee	\$ 483	\$ -	\$ (483)	\$ 781
Maintenance Meters	12,375	20,000	7,625	747
Pumping Expense	82,114	98,522	16,408	147,308
Water Treatment Expense	37,304	32,100	(5,204)	30,680
Capital Projects	-	675,000	675,000	-
Trans/Distribution Expense	108,260	149,401	41,141	49,700
Billing Expense	44,468	86,019	41,551	39,411
Water Administration	134,249	187,162	52,913	131,925
Misc Water Expense	57,927	73,666	15,739	36,684
Safe Drinking Loan - Interest	7,417	43,726	36,309	-
Depreciation	226,848	200,000	(26,848)	226,848
Transfer to General Fund	-	-	-	506
<b>TOTAL EXPENSES</b>	<b>\$ 711,445</b>	<b>\$ 1,565,596</b>	<b>\$ 854,151</b>	<b>\$ 664,590</b>
<b>NET CHANGE IN NET POSITION</b>	<b>\$ 157,716</b>	<b>\$ (55,936)</b>	<b>\$ 213,652</b>	<b>\$ 276,569</b>

**VILLAGE OF KRONENWETTER**  
**Sewer Utility Fund**  
**Year Ended December 31, 2024 and 2023**  
(Pre-Audited as of 5/14/2025)

		2024	2024 Budget	2024 Budget	2023
		2024	Final	Variance -	2023
REVENUES:		Pre-Audited	Budget	Positive	Audited
				(Negative)	
Metered Sales-Residential	\$	893,326	\$	38,317	\$
Metered Sales-Commercial		97,047		(19,165)	
Metered Sales-Industrial		25,801		(4,888)	
Metered Sales-Multi Family Residential		187,936		(6,216)	
Metered Sales-Public Authority		3,455		1,905	
Sewer Connection Fees		1,050		(2,750)	
Misc Operating Revenues		5,980		(2,845)	
Contributed Assets		-		-	
Interest on Investments		52,652		33,152	
Sewer Tax Roll		-		-	
Forfeited Discounts		14,661		10,161	
Misc Non-Operating Revenues		-		(5,800)	
Apply Unrestricted Fund Balance		-		(540,000)	
TOTAL REVENUES	\$	1,281,908	\$	(498,129)	\$
EXPENSES:					
Sewer Administration/Crew	\$	217,264	\$	85,481	\$
Sewer Operations/Maintenance		283,741		28,709	
Rib Mt Sewerage District		474,327		(76,527)	
Capital Projects		-		499,000	
Depreciation		280,000		-	
Transfer to General Fund		-		-	
TOTAL EXPENSES	\$	1,255,332	\$	536,663	\$
NET CHANGE IN NET POSITION	\$	26,576	\$	38,534	\$