



REPORT TO UTILITY COMMITTEE

ITEM NAME: Finance/Treasurer Office Update: Comparative Internal Financial Statements for Year-to-Date thru 07/31/2026 and 07/31/2025
PREPARED BY: John Jacobs, Finance Director/Treasurer
DATE PREPARED: 08/26/2026

I have compiled the Comparative Internal Financial Statements for Year-to-Date (YTD) thru 07/31/2026 and 07/31/2025 for the Water and Sewer Utility Funds, for the Utilities Committee meeting scheduled for 09/01/2026.

The June 2026 budget amendments (#1 & #2) and July 2026 budget amendments (#3 & #4) have been reflected in the July financial statements this month.

I will provide several highlights here for you for the Water and Sewer Utility Funds. The detailed individual line items from our accounting software system (Caselle) for the Water & Sewer Utility Funds are not included with these July 2026 financial statements, due to some “old” account numbers being used for expenditures in 2026, instead of the “new” account numbers that were to be used. I plan to include those detailed line item reports for the above mentioned funds along with the August financial statements next month.

Water Utility Fund:

- 07/31/2026 Revenues over Expenses = \$167,700
- 07/31/2025 Revenues over Expenses = \$187,649
- The 2026 fund balance will have ADDED \$167,700 to the Water Utility fund balance as of 07/31/2026, before depreciation.
- Therefore, the 2026 budget “surplus” as of 07/31/2026 is running about 89% of where the 2025 budget “surplus” was tracking at the same time compared to last year.
- 07/31/2026 Revenues = \$450,345 (or 52.98% of budgeted revenues YTD).
- 07/31/2025 Revenues = \$449,269
- Therefore, the 2026 revenues are tracking at 100% of where the 2025 revenues were a year ago.
- 07/31/2026 Expenses = \$282,645 (or 20.33% of original budgeted expenses YTD, before depreciation has been recorded)
- 07/31/2025 Expenses = \$261,620
- Therefore, the 2026 expenses are tracking at 108% of where the 2025 expenses were a year ago.
- No capital costs are recorded as “expenses” in the Water Utility Fund for 2026. Rather, all capital costs are “capitalized” as an Asset, and will be depreciated over the useful life of the capital asset.

- The Village utilized \$3,227,964 of the Safe Drinking Water Loan Program (out of a maximum of \$3,385,500) as of 07/31/2026. The remaining balance of \$157,536 will not be utilized. The Village paid \$142,537 of principal and \$32,996 interest in 2026 YTD. Principal payments began annually starting on 5/01/2025. The loan balance as of 7/31/2026 is \$2,949,014.
- The 2026 budget had been set with a budgetary deficit = (\$540,367).

Sewer Utility Fund:

- 07/31/2026 Revenues over Expenses = \$121,050
- 07/31/2025 Revenues over Expenses = \$268,150
- The 2026 fund balance will have ADDED \$121,050 to the Sewer Utility fund balance as of 07/31/2026, before depreciation.
- Therefore, the 2026 budget “surplus” as of 07/31/2026 is running about 45% of where the 2025 budget “surplus” was tracking at the same time compared to last year.
- 07/31/2026 Revenues = \$680,522 (or 51.22% of original budgeted revenues YTD)
- 07/31/2025 Revenues = \$682,171
- Therefore, the 2026 revenues are tracking at 100% of where the 2025 revenues were a year ago.
- 07/31/2026 Expenses = \$559,472 (or 44.41% of original budgeted expenses YTD, before depreciation has been recorded)
- 07/31/2025 Expenses = \$414,021
- Therefore, the 2026 expenses are tracking at 135% of where the 2025 expenses were a year ago.
- No capital costs are recorded as “expenses” in the Sewer Utility Fund for 2026. Rather, all capital costs are “capitalized” as an Asset, and will be depreciated over the useful life of the capital asset.
 - **Additional Expense Comment:**
 - **There is 1 area of concern that I need to highlight at 7/31/2026.**
 - 1) The Rib Mt Sewerage District expenses for Jan-Jul 2026 = \$324,100, as compared to \$216,511 for the same period in 2025. This is a \$107,589 increase in 2026, due to heavier sewer flows during Apr-Jul 2026 this year.
- There presently is no debt in the Sewer Utility Fund as of 07/31/2026.
- The 2026 budget had been set with a budgetary surplus = \$68,661, before consideration for capital project costs.

VILLAGE OF KRONENWETTER

Comparative Internal Financial Statements for Year-to-Date thru July 31, 2026 and 2025

Enterprise Funds:

- **Water Utility Fund – Summary**
- ~~**Water Utility Fund – 2026 Budget vs. Actual Detail**~~
- **Sewer Utility Fund – Summary**
- ~~**Sewer Utility Fund – 2026 Budget vs. Actual Detail**~~

VILLAGE OF KRONENWETTER
Water Utility Fund
Year-to-Date Ended July 31, 2026 and 2025
(58% of Year Completed)

REVENUES:	7/31/2026 YTD Actual	2026 Original Budget	2026 Amended Budget	2026 Budget Variance - Positive (Negative)	7/31/2025 YTD Actual
Metered Sales-Residential	\$ 221,275	\$ 450,000	\$ 450,000	\$ (228,725)	\$ 221,752
Metered Sales-Commercial	20,916	43,000	43,000	(22,084)	19,654
Metered Sales-Industrial	5,174	11,800	11,800	(6,626)	4,325
Private Fire Protection	2,731	5,343	5,343	(2,612)	2,731
Public Fire Protection	66,607	132,600	132,600	(65,993)	66,246
Industrial Fire Protection	924	2,300	2,300	(1,376)	924
Commercial Fire Protection	3,191	6,400	6,400	(3,209)	3,143
Metered Sales-Public Authority	485	685	685	(200)	411
Metered Sales-Multi Family Residential	33,333	66,600	66,600	(33,267)	33,164
Cell Tower Rental on Water Tower	35,123	31,360	31,360	3,763	31,360
Water Connection Fees	8,516	2,000	2,000	6,516	1,975
Misc Operating Revenues	181	350	350	(169)	201
Clear Water Revenues	24,035	52,000	52,000	(27,965)	25,039
Contributed Assets	-	-	-	-	-
Interest on Investments	26,672	43,030	43,030	(16,358)	36,858
Interest on Lease Receivables	-	-	-	-	-
Forfeited Discounts	1,182	2,600	2,600	(1,418)	1,390
Misc Non-Operating Revenues	-	-	-	-	96
TOTAL REVENUES	\$ 450,345	\$ 850,068	\$ 850,068	\$ (399,723)	\$ 449,269
<i>Budget Percentage Received YTD</i>	<i>52.98%</i>				
EXPENSES:					
Utility Committee	\$ -	\$ 842	\$ 842	\$ 842	\$ 270
Maintenance of Meters	1,993	-	-	(1,993)	2,006
Pumping Expense	82,064	93,663	93,663	11,599	64,711
Purchased Water	-	300,000	300,000	300,000	-
Water Treatment Expense	19,393	42,626	42,626	23,233	11,284
Trans/Distribution Expense	15,673	158,045	158,045	142,372	24,909
Billing Expense	24,129	70,147	70,147	46,018	25,852
Water Administration	66,268	257,231	257,231	190,963	75,755
Misc Water Expense	51,128	-	-	(51,128)	38,360
Safe Drinking Loan - Interest	21,997	67,881	67,881	45,884	18,473
Depreciation	-	400,000	400,000	400,000	-
Transfer to General Fund	-	-	-	-	-
TOTAL EXPENSES	\$ 282,645	\$ 1,390,435	\$ 1,390,435	\$ 1,107,790	\$ 261,620
<i>Budget Percentage Expended YTD</i>	<i>20.33%</i>				
NET CHANGE IN NET POSITION	\$ 167,700	\$ (540,367)	\$ (540,367)	\$ 708,067	\$ 187,649
Asset Additions:					
Capital Projects	\$ 58,605	\$ -	\$ -	\$ (58,605)	\$ 1,044,877

VILLAGE OF KRONENWETTER
Sewer Utility Fund
Year-to-Date Ended July 31, 2026 and 2025
(58% of Year Completed)

REVENUES:	7/31/2026 YTD Actual	2026 Original Budget	2026 Amended Budget	2026 Budget Variance - Positive (Negative)	7/31/2025 YTD Actual
Metered Sales-Residential	\$ 475,233	\$ 927,987	\$ 927,987	\$ (452,754)	\$ 474,341
Metered Sales-Commercial	52,955	98,841	98,841	(45,886)	48,575
Metered Sales-Industrial	14,523	33,500	33,500	(18,977)	12,807
Metered Sales-Multi Family Residential	108,589	214,155	214,155	(105,566)	107,500
Metered Sales-Public Authority	3,507	4,391	4,391	(884)	2,828
Sewer Connection Fees	364	2,500	2,500	(2,136)	1,850
Misc Operating Revenues	167	60	60	107	127
Contributed Assets	-	-	-	-	-
Interest on Investments	19,460	35,000	35,000	(15,540)	27,360
Sewer Tax Roll	-	-	-	-	-
Forfeited Discounts	5,724	12,000	12,000	(6,276)	6,720
Misc Non-Operating Revenues	-	127	127	(127)	63
Apply Unrestricted Fund Balance	-	-	-	-	-
TOTAL REVENUES	\$ 680,522	\$ 1,328,561	\$ 1,328,561	\$ (648,039)	\$ 682,171
<i>Budget Percentage Received YTD</i>	<i>51.22%</i>				
EXPENSES:					
Sewer Administration/Crew	\$ 136,759	\$ 181,776	\$ 181,776	\$ 45,017	\$ 119,598
Sewer Operations/Maintenance	98,613	337,282	337,282	238,669	77,912
Rib Mt Sewerage District	324,100	460,000	460,000	135,900	216,511
Depreciation	-	280,000	280,000	280,000	-
Utility Committee	-	842	842	842	-
Transfer to General Fund	-	-	-	-	-
TOTAL EXPENSES	\$ 559,472	\$ 1,259,900	\$ 1,259,900	\$ 700,428	\$ 414,021
<i>Budget Percentage Expended YTD</i>	<i>44.41%</i>				
NET CHANGE IN NET POSITION	\$ 121,050	\$ 68,661	\$ 68,661	\$ 52,389	\$ 268,150
<u>Asset Additions:</u>					
Capital Projects	\$ 424,110	\$ 1,116,666	\$ 1,116,666	\$ 692,556	\$ 2,965

VILLAGE OF KRONENWETTER
Schedule of Debt Outstanding
July 31, 2026

NAME OF DEBT OBLIGATION:	As of 7/31/2026
2016 Lease Revenue Bonds	\$ 1,445,000.00
2018 General Obligation Notes	325,000.00
2021A General Obligation Bonds	1,770,000.00
2021B General Obligation Bonds	1,030,000.00
2023 Fire Truck Note	541,545.06
2024 Safe Water Drinking Loan	2,949,013.76
2024 General Obligation Notes	6,475,000.00
TOTAL DEBT OUTSTANDING	\$ 14,535,558.82

DEBT OUTSTANDING BY FUNDING SOURCE:	As of 7/31/2026
Debt Service Fund - Tax Levy	\$ 3,186,545.06
TID #1 Fund	2,620,000.00
TID #2 Fund	5,010,000.00
TID #3 Fund	-
TID #4 Fund	770,000.00
Water Utility Fund	2,949,013.76
Sewer Utility Fund	-
TOTAL DEBT OUTSTANDING - by Funding Source	\$ 14,535,558.82

DEBT OUTSTANDING BY DEBT TYPE:	As of 7/31/2026
General Obligation Debt	\$ 10,141,545.06
Lease Revenue Bonds	1,445,000.00
Water Utility Safe Water Drinking Loan	2,949,013.76
Water Utility Revenue Bonds	-
Sewer Utility Revenue Bonds	-
TOTAL DEBT OUTSTANDING - by Debt Type	\$ 14,535,558.82

CALCULATION OF GENERAL OBLIGATION DEBT CAPACITY:	As of 7/31/2026	Debt Capacity
2026 Equalized Valuation of Village	\$ 1,182,976,700	
	x 5%	
2026 Maximum General Obligation Debt Limit	<u>\$ 59,148,835</u>	
2026 Maximum General Obligation Debt Limit	\$ 59,148,835	
Less: 7/31/2026 Outstanding General Obligation Debt	<u>\$ (10,141,545)</u>	17.15%
2026 General Obligation Debt Limit Available to Village	<u>\$ 49,007,290</u>	82.85%