

REPORT OF BILLING

AUGUST 2024

| | <u>2024</u> | <u>2023</u> | <u>Increase or (Decrease)</u> |
|--|---------------------|-------------------|-----------------------------------|
| Quarterly Metered* | | | |
| <i>(Dist III - south of Union Ave)</i> | | | |
| Residential | 282,505.90 | 259,521.41 | 22,984.49 |
| Multi-Family | 33,595.18 | 28,394.57 | 5,200.61 |
| Commercial | 46,461.38 | 40,312.69 | 6,148.69 |
| Industrial | 24,779.02 | 20,241.60 | 4,537.42 |
| Public | <u>3,840.16</u> | <u>14,066.31</u> | <u>(10,226.15)</u> |
| Subtotal | 391,181.64 | 362,536.58 | 28,645.06 |
| | | | |
| Public Fire Protection | 69,358.05 | 70,103.08 | (745.03) |
| Monthly Metered | <u>521,524.31</u> | <u>447,323.62</u> | <u>74,200.69</u> |
| Sheboygan Net | 982,064.00 | 879,963.28 | 102,100.72 |
| | | | |
| Sheboygan Falls | 81,643.80 | 56,214.94 | 25,428.86 |
| Kohler | <u>51,298.56</u> | <u>36,845.77</u> | <u>14,452.79</u> |
| Total | 1,115,006.36 | 973,023.99 | 141,982.37 |

* Billing for scheduled district only for the three preceding months usage.

Total accumulative billing for 2024 is \$7,300,344.36. An increase of \$554,583.62 from 2023 accounted for as follows:

| | <u>2024-Total Year to Date</u> |
|-----------------|--------------------------------|
| Sheboygan | 410,603.72 |
| Sheboygan Falls | 102,812.80 |
| Kohler | <u>41,167.00</u> |
| | <u>554,583.52</u> |

Total bills mailed August, 2024: 6,712

| | | | |
|------------------|--------------|----------------|------------|
| Residential | 6,114 | Wholesale | 5 |
| Multi-Family | 91 | Multi-Family | 12 |
| Commercial | 328 | Commercial | 20 |
| Industrial | 45 | Industrial | 67 |
| Public | 27 | Public | 3 |
| Quarterly | 6,605 | Monthly | 107 |



RETURN ON RATE BASE

August 31, 2024

| | AUGUST 2024 | AUGUST 2023 |
|---|------------------------|------------------------|
| <u>Add 2 YR Average</u> | | |
| Utility Plant Balance | \$ 105,085,491 | \$ 83,231,184 |
| Materials and Supplies Inventory | \$ 286,798 | \$ 278,690 |
| <u>Less 2 YR Average</u> | | |
| Reserve for Depreciation | \$ 27,690,761 | \$ 26,174,024 |
| Customer Adv for Const | \$ 1,755,973 | \$ 2,762,364 |
| Average Rate Base | <u>\$ 75,925,556</u> | <u>\$ 54,573,486</u> |
| Net Operating Income YTD | \$ 1,575,820 | \$ 1,057,733 |
| Net Operating Income As a Percent of Average Net Rate Base | <u>2.08%</u> | <u>1.94%</u> |

Rate base is calculated using the two year average balance in the following accounts:

Utility Plant Balance - includes all capital assets less any contributed capital assets.

Materials and Supplies Inventory - includes all materials and supplies on hand and in inventory.

Reserve for Depreciation - includes depreciation on capital assets less any contributed capital assets.



CASH RESERVE
August 31, 2024

| | |
|--|------------------------|
| Ending balance on report for July 31, 2024 | 7,669,919.13 |
| Plus: Receipts | 513,873.47 |
| Misc Receipts | 2,077.32 |
| Direct Pay Receipts | 512,984.98 |
| LSL Repayment | 32,449.20 |
| Money Market/CDARs Accrued Interest | 12,895.02 |
| Minus: | |
| Disbursements - vendors and payroll | (766,023.16) |
| Bank Service Fees & Credits | 1.30 |
| Health & Dental Claims/Adm Costs | (75,068.27) |
| NSF Checks & Customer Refunds | (640.52) |
| Allocation in Transit Water Portion | 2,949.15 |
| Invoice Cloud/Paymentech Deposit Fees | (10,478.67) |
| Reallocate Sewer/Garbage - payments | 533.92 |
| Reallocate Sewer/Garbage - monthly | (263.06) |
| DNR SDWLP Reimbursement RWI | 99,716.83 |
| WRS Preliminary Reconciliation | (0.03) |
| Automated Credit Card Payments | (1,840.47) |
| Utility Water Payments | (2,294.76) |
| Postage | (1,267.39) |
| Ending Balance August 31, 2024 | \$ 7,989,523.99 |

Note: The above amount includes:

| | |
|------------------------------------|------------------------|
| Bond Reserve Fund | 574,393.75 |
| LSL Revolving Loan Fund * | 552,635.36 |
| Money Market Investment | 1,026,883.06 |
| ARPA Money Market Restricted - RWI | 289,913.25 |
| 6 Month CD | 526,700.38 |
| 3 Month CD | 1,590,470.45 |
| 6 Month CD | 1,058,286.06 |
| Total | \$ 5,619,282.31 |

| | |
|-------------------------------------|--------------|
| General Unrestricted Operating Cash | 2,370,241.68 |
|-------------------------------------|--------------|

*LSL revolving loan fund is cash available for funding LSL replacement and comes from customer repayment of LSL loans.



**STATEMENT OF NET POSITION
AUGUST 31, 2024 AND 2023**

| <u>Assets and Other Debits Utility Plant</u> | <u>Year to Date 2024</u> | <u>Year to Date 2023</u> | <u>Liabilities and Other Credits</u> | <u>Year to Date 2024</u> | <u>Year to Date 2023</u> |
|--|------------------------------|------------------------------|---|------------------------------|------------------------------|
| Utility Plant | 125,767,247 | 100,277,851 | <u>Proprietary Capital</u> | | |
| Depreciation- Utility Plant | 30,712,899 | 29,038,315 | Capital Paid by Municipal | 1,640,701 | 1,640,701 |
| Net Utility Plant | <u>\$ 95,054,348</u> | <u>\$ 71,239,536</u> | Unapprop. Earned Surplus | 62,972,342 | 57,960,857 |
| | | | Total Proprietary Capital | <u>\$ 64,613,043</u> | <u>\$ 59,601,558</u> |
| <u>Other Property and Investments</u> | | | Bonds, Loans & Advances | 39,320,467 | 20,922,647 |
| Appropriated Funds | 842,549 | 1,836,384 | Total Long Term Debt | <u>\$ 39,320,467</u> | <u>\$ 20,922,647</u> |
| Bond Redemption Fund | 574,394 | 612,360 | | | |
| Net Pension Asset ¹ | - | 992,887 | <u>Current & Accrued Liabilities</u> | | |
| Deferred Outflow - Pension & OPEB ¹ | 2,648,031 | 2,025,204 | Accounts Payable | 1,626 | 886 |
| Total Other Prop & Investment | <u>\$ 4,064,973</u> | <u>\$ 5,466,835</u> | Accrued Liabilities | 881,328 | 1,453,949 |
| | | | Unearned Revenue ⁴ | 270,987 | 1,539,495 |
| <u>Current and Accrued Assets</u> | | | Total Current & Accrued Liab. | <u>\$ 1,153,941</u> | <u>\$ 2,994,330</u> |
| Cash & Investments ⁵ | 6,573,332 | 8,012,842 | | | |
| Accounts Receivable | 1,664,327 | 1,753,059 | <u>Deferred Credits</u> | | |
| LSL Loan Receivable ² | 597,224 | 146,405 | Bond Premium | 111,456 | 144,328 |
| Grant Receivable - Restricted ³ | 0 | 0 | Pre 2003 Depr on Contributed Assets | - | 8,332 |
| Materials & Supplies Inventory | 280,888 | 292,709 | Other Deferred Credits | 0 | 0 |
| Prepaid Expenses | 48,210 | 18,150 | | <u>\$ 111,456</u> | <u>\$ 152,660</u> |
| Total Current & Accrued Assets | <u>\$ 9,163,980</u> | <u>\$ 10,223,165</u> | <u>Operating Reserves</u> | | |
| | | | Net Pension & OPEB Liability ¹ | 835,240 | 190,275 |
| Total Assets and Debits | <u>\$ 108,283,302</u> | <u>\$ 86,929,535</u> | Deferred Inflow - Pension & OPEB ¹ | 1,533,534 | 2,402,200 |
| | | | Accrued Vac & Sick Leave | 715,621 | 665,865 |
| | | | Total Operating Reserve | <u>\$ 3,084,395</u> | <u>\$ 3,258,340</u> |
| | | | Total Liab & Other Credits | <u>\$ 108,283,302</u> | <u>\$ 86,929,535</u> |

¹ See full audited Financial Statements for disclosures and details regarding pensions and OPEB.

² Receivable related to the SWU Lead Service Lateral loan program.

³ Grants Receivable - Restricted pertains to the Lead Service Lateral Replacement Program funded by the DNR.

⁴ Unearned Revenue is the remaining balance of unspent American Rescue Plan Act funding designated to the Raw Water Improvement project.

⁵ The decrease in Cash & Investments is due to the payment of bond and SDWLP principal and interest in May 2024.



STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
AUGUST 31, 2024 AND 2023

| | 2024 | | 2023 | | Incr (Decr) YTD | % Incr/Decr YTD |
|-----------------------------------|---------------------|---------------------|-------------------|---------------------|-----------------------|--------------------|
| | MONTH | YTD | MONTH | YTD | | |
| Sales Revenue ¹ | \$ 1,127,162 | \$ 7,047,851 | \$ 980,114 | \$ 6,482,338 | \$ 565,513 | 8.72% |
| Other Water Revenue ² | \$ 3,768 | \$ 29,477 | \$ 7,248 | \$ 39,638 | \$ (10,161) | -25.64% |
| Total Operating Revenues | \$ 1,130,930 | \$ 7,077,328 | \$ 987,362 | \$ 6,521,976 | \$ 555,352 | 8.52% |
| Operating Expenses | 464,445 | 3,092,582 | 374,571 | 3,028,520 | 64,062 | 2.12% |
| Maintenance Expenses ³ | 98,550 | 661,496 | 103,647 | 630,350 | 31,146 | 4.94% |
| Depreciation Expenses | 125,121 | 1,018,740 | 118,421 | 1,073,027 | (54,287) | -5.06% |
| Taxes ⁴ | 104,606 | 728,689 | 97,950 | 732,347 | (3,658) | -0.50% |
| Total Operating Expenses | \$ 792,722 | \$ 5,501,508 | \$ 694,589 | \$ 5,464,244 | \$ 37,264 | 0.68% |
| Utility Operating Income | \$ 338,208 | \$ 1,575,820 | \$ 292,773 | \$ 1,057,732 | \$ 518,088 | 48.98% |
| Other Income & Expense | | | | | | |
| Non-operating Grant Revenue | - | - | - | 151,358 | (151,358) | |
| Non-Operating Grant Expenses | - | - | - | (151,358) | 151,358 | |
| Bond Premium | 2,739 | 21,915 | 2,739 | 21,915 | - | |
| Interest Earned on Investments | 13,039 | 115,044 | 12,517 | 75,972 | 39,072 | |
| Contributions | - | 22,500 | - | 3,489,446 | (3,466,946) | |
| Other Expense | - | - | - | - | - | |
| Misc Amortization | - | - | 2,094 | 16,756 | (16,756) | |
| Bond Interest Expense | (60,568) | (452,538) | (89,492) | (716,532) | 263,994 | |
| Change in Net Position | \$ 293,419 | \$ 1,282,741 | \$ 220,632 | \$ 3,945,289 | \$ (2,662,548) | |

¹ The increase in Sales Revenue in 2024 is due to a rate increase that went into effect on 4/1/2024.

² The decrease in Other Water Revenues is due to a decrease in billed miscellaneous services.

³ The increase in Maintenance Expense in 2024 is due to washing and maintenance of the Erie Avenue tank, timing of meters maintenance and meter inventory for maintenance.

⁴ The decrease in Tax Expense is due to a decrease in the City tax rates.



APPROVAL OF VOUCHERS
August 31, 2024

| | |
|--------------------------------------|----------------------|
| <u>Total Of The General Vouchers</u> | <u>\$ 430,310.28</u> |
| <u>Gross Payroll *</u> | <u>\$ 309,914.60</u> |
| <u>Net Payroll *</u> | <u>\$ 191,011.49</u> |

*Three payrolls in August

BOARD OF WATER COMMISSIONERS

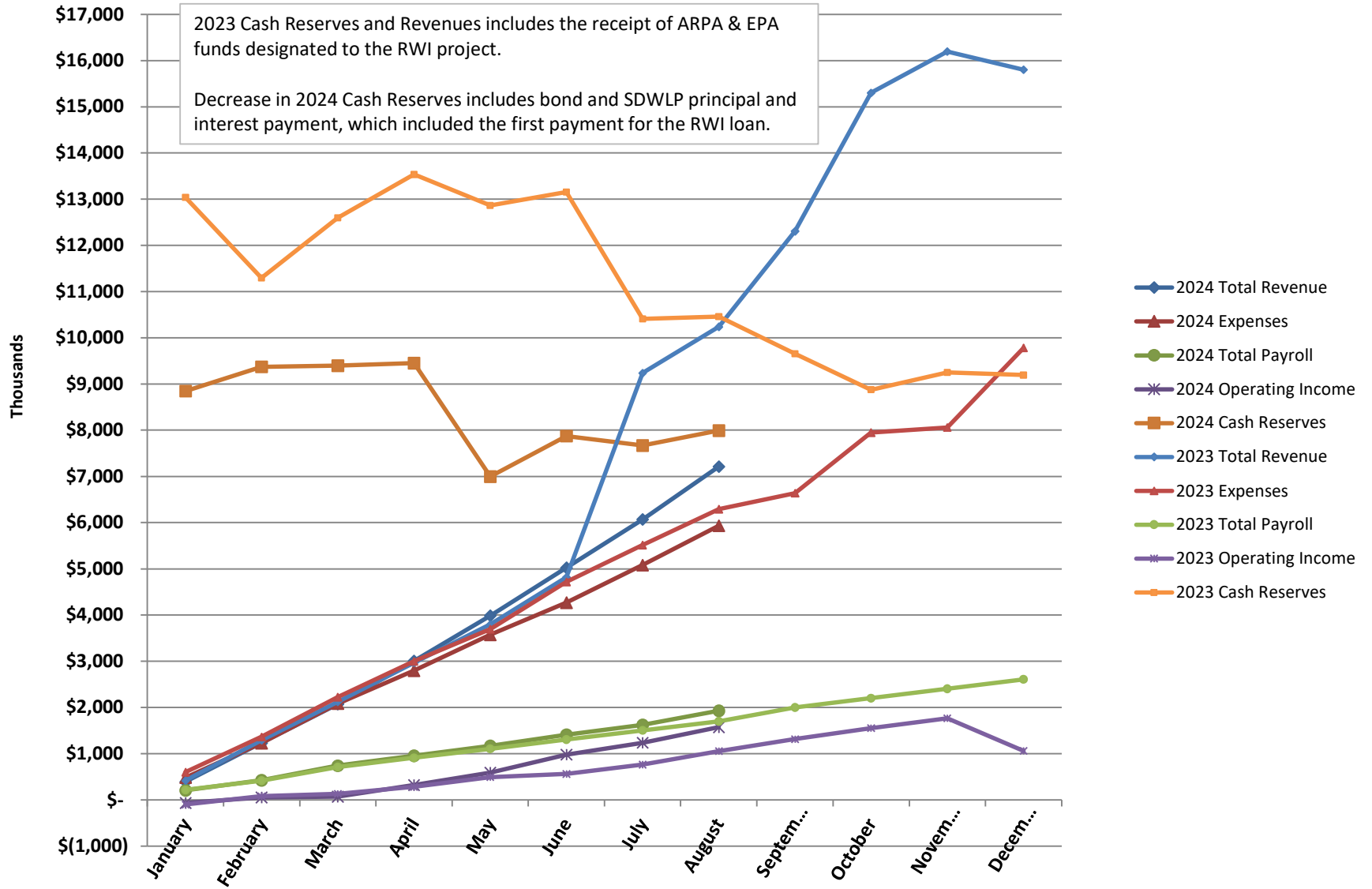
PRESIDENT

SECRETARY

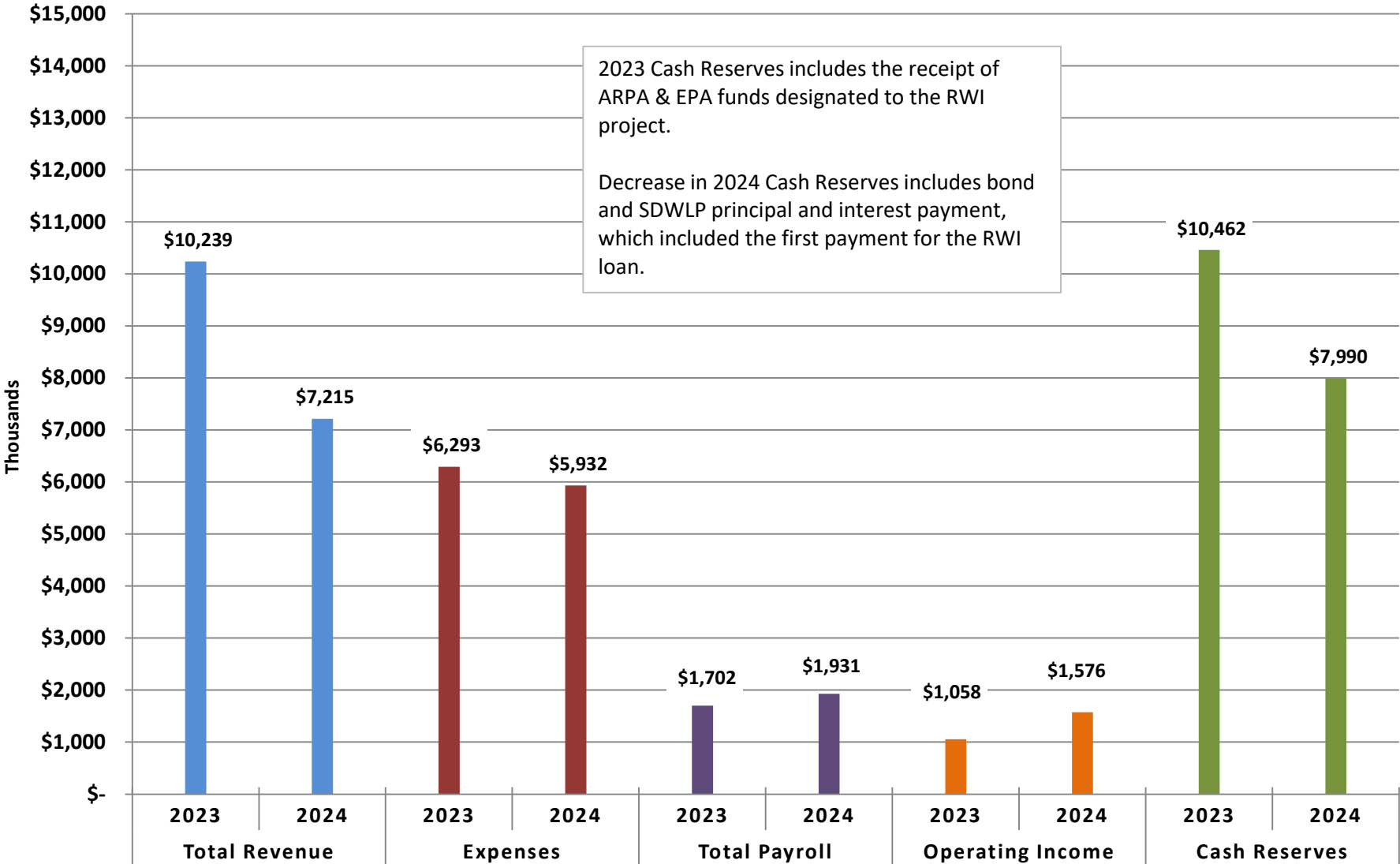
MEMBER

SUPERINTENDENT

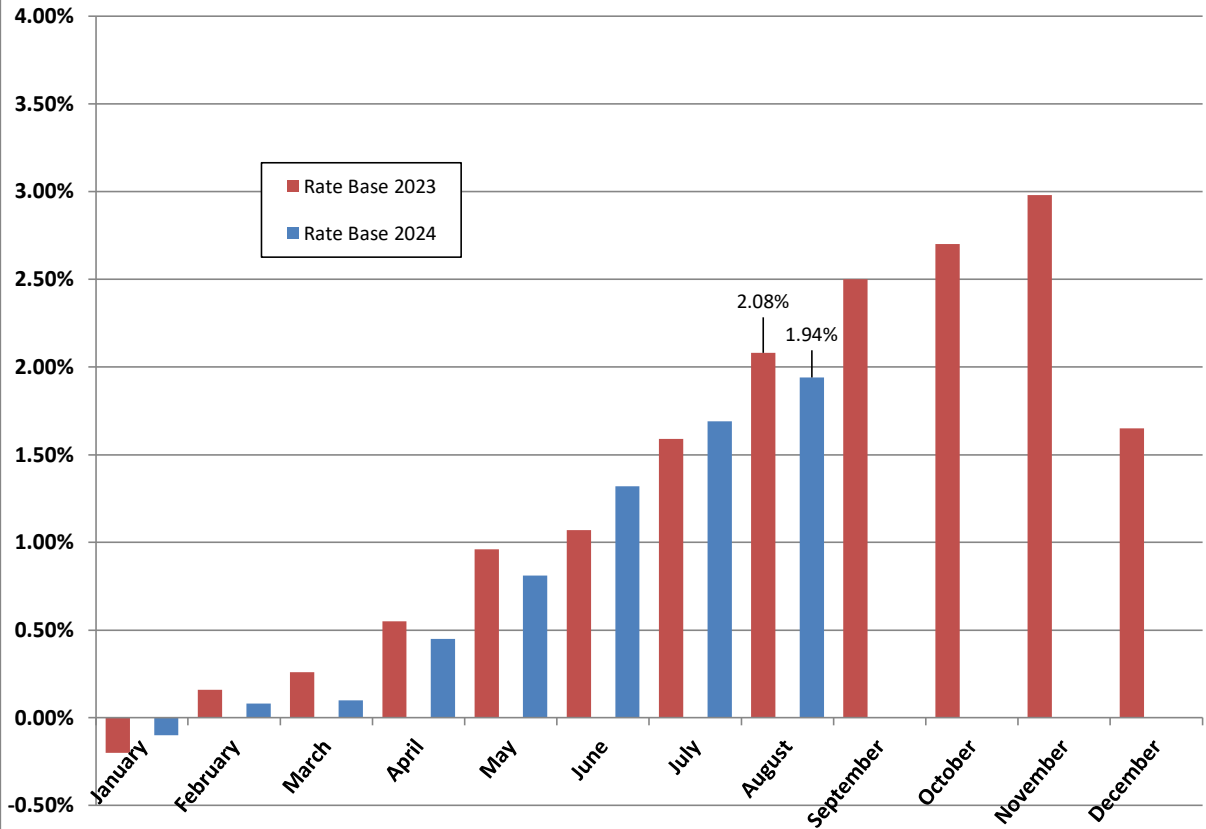
SHEBOYGAN WATER UTILITY AUGUST 2024 MONTHLY FINANCIAL TREND



SHEBOYGAN WATER UTILITY AUGUST 2024 YTD FINANCIAL POSITION



SHEBOYGAN WATER UTILITY AUGUST 2024 RETURN ON RATE BASE



SHEBOYGAN WATER UTILITY AUGUST 2024 UTILITY PLANT BALANCE

