



RETURN ON RATE BASE

September 30, 2022

	SEPTEMBER 2022	SEPTEMBER 2021
<u>Add 2 YR Average</u>		
Utility Plant Balance	\$ 72,918,587	\$ 68,918,263
Materials and Supplies Inventory	\$ 248,435	\$ 286,185
<u>Less 2 YR Average</u>		
Reserve for Depreciation	\$ 24,876,889	\$ 23,353,769
Customer Adv for Const	\$ 4,776,564	\$ -
Average Rate Base	<u>\$ 43,513,568</u>	<u>\$ 45,850,679</u>
Net Operating Income YTD	\$ 1,674,104	\$ 1,413,535
Net Operating Income As a Percent of Average Net Rate Base	<u>3.85%</u>	<u>3.08%</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
September 30, 2022

Ending balance on report for July 31, 2022	<u>15,433,857.83</u>
Plus: Receipts	421,671.40
Misc Receipts	6,142.86
Direct Pay Receipts	472,738.69
Stop Loss Reimbursement	-
Money Market/CDARs Investment Interest	7,007.16
Minus:	
Disbursements - vendors and payroll	(1,549,808.94)
Bank Service Fees	(374.47)
Health & Dental Claims/Adm Costs	(88,850.32)
NSF Checks & Customer Refunds	(664.53)
Invoice Cloud/Paymentech Deposit Fees	(6,074.16)
Reallocate Sewer/Garbage - payments	144.67
Reallocate Sewer/Garbage - monthly	(441.84)
DNR SDWL Reimbursement - RWI	155,187.43
Automated Credit Card Payments	(10,711.86)
Postage	-
Utility Water Payments	(2,147.59)
Ending Balance September 30, 2022	<u>\$ 14,837,676.33</u>

Note: The above amount includes:	
Bond Reserve Fund	644,319.88
LSL Revolving Loan Fund	158,408.55
Money Market Investment	3,994,245.03
Health Insurance Restricted Reserve	380,000.00
ARPA Money Market Restricted - RWI	6,617,469.19
BAN Funds for Construction	-
Total	<u>\$ 11,794,442.65</u>
General Unrestricted Operating Cash	3,043,233.68



REPORT OF BILLING

SEPTEMBER 2022

	<u>2022</u>	<u>2021</u>	<u>Increase or (Decrease)</u>
<u>Quarterly Metered*</u>			
(Dist I - north of Superior Ave) Residential	263,808.95	256,732.47	7,076.48
Multi-Family	18,877.84	18,364.15	513.69
Commercial	16,550.12	14,875.45	1,674.67
Industrial	574.10	789.47	(215.37)
Public	11,149.40	12,910.86	(1,761.46)
Subtotal	310,960.41	303,672.40	7,288.01

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

Public Fire Protection	65,449.02	63,543.88	1,905.14
Flat Rate	32,197.92	31,537.50	660.42
Monthly Metered	<u>407,732.03</u>	<u>384,854.89</u>	<u>22,877.14</u>
Sheboygan Net	816,339.38	783,608.67	32,730.71
Sheboygan Falls	65,763.16	79,499.60	(13,736.44)
Kohler	<u>35,924.95</u>	<u>33,273.70</u>	<u>2,651.25</u>
Total	918,027.49	896,381.97	21,645.52

Total accumulative billing for 2022 is \$7,647,817.32. An increase of \$496,788.94 from 2021 accounted for as follows:

	<u>2022-Total Year to Date</u>
Sheboygan	517,546.66
Sheboygan Falls	(40,336.91)
Kohler	<u>19,579.19</u>
	496,788.94

Total bills mailed September, 2022: 6,793

Residential	6,072	Multi-Family	9		
Multi-Family	83	Commercial	22		
Commercial	200	Industrial	66		
Industrial	7	Public	8	Fire Protection	293
Public	33				
Quarterly	6,395	Monthly	105	Flat Rate	293



**STATEMENT OF NET POSITION
SEPTEMBER 30, 2022 AND 2021**

<u>Assets and Other Debits Utility Plant</u>	<u>Year to Date 2022</u>	<u>Year to Date 2021</u>	<u>Liabilities and Other Credits</u>	<u>Year to Date 2022</u>	<u>Year to Date 2021</u>
			<u>Proprietary Capital</u>		
Utility Plant	83,067,201	78,644,088	Capital Paid by Municipal	1,640,701	1,640,701
Depreciation- Utility Plant	27,585,887	26,068,598	Unapprop. Earned Surplus	57,884,648	46,358,928
Net Utility Plant	<u>\$ 55,481,314</u>	<u>\$ 52,575,490</u>	Total Proprietary Capital	<u>\$ 59,525,349</u>	<u>\$ 47,999,629</u>
<u>Other Property and Investments</u>			Bonds, Loans & Advances	11,226,674	12,624,174
Appropriated Funds ⁴	7,155,878	1,333,705	Total Long Term Debt	<u>\$ 11,226,674</u>	<u>\$ 12,624,174</u>
Bond Redemption Fund	644,320	668,414			
Net Pension Asset ¹	769,762	411,147			
Deferred Outflow - Pension & OPEB ¹	1,402,233	1,038,866	<u>Current & Accrued Liabilities</u>		
Total Other Prop & Investment	<u>\$ 9,972,193</u>	<u>\$ 3,452,132</u>	Accounts Payable	-	483
			Accrued Liabilities	1,029,812	1,051,824
			Total Current & Accrued Liab.	<u>\$ 1,029,812</u>	<u>\$ 1,052,308</u>
<u>Current and Accrued Assets</u>			<u>Deferred Credits</u>		
Cash & Investments	7,038,229	6,251,205	Bond Premium	174,461	194,061
Accounts Receivable	1,657,682	1,428,067	Pre 2003 Depr on Contributed Assets	31,371	56,505
LSL Loan Receivable ³	236,992	74,580	Other Deferred Credits ³	0	0
Grant Receivable - Restricted ²	13,865	34,485		<u>\$ 205,832</u>	<u>\$ 250,566</u>
Materials & Supplies Inventory	264,024	232,845			
Prepaid Expenses	28,630	32,513	<u>Operating Reserves</u>		
Total Current & Accrued Assets	<u>\$ 9,239,421</u>	<u>\$ 8,053,695</u>	Net Pension & OPEB Liability ¹	357,040	324,886
			Deferred Inflow - Pension & OPEB ¹	1,752,555	1,260,697
Total Assets and Debits	<u>\$ 74,692,928</u>	<u>\$ 64,081,316</u>	Accrued Vac & Sick Leave	595,666	569,057
			Total Operating Reserve	<u>\$ 2,705,261</u>	<u>\$ 2,154,640</u>
			Total Liab & Other Credits	<u>\$ 74,692,928</u>	<u>\$ 64,081,316</u>

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

² Grants Receivable - Restricted pertains to the Lead Water Service Lateral Replacement Program funded by the DNR.

³ Receivable related to the SWU LSL loan program.

⁴ Appropriated funds include \$9,550,000 in American Rescue Plan Act funding designated to the Raw Water Improvement project.



STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
SEPTEMBER 30, 2022 AND 2021

	2022		2021		Incr (Decr)	% Incr/Decr
	MONTH	YTD	MONTH	YTD	YTD	YTD
Sales Revenue ¹	\$ 929,387	\$ 7,416,595	\$ 906,984	\$ 6,867,702	\$ 548,893	7.99%
Other Water Revenue ²	\$ 4,739	\$ 44,391	\$ 5,891	\$ 43,901	\$ 490	1.12%
Total Operating Revenues	\$ 934,126	\$ 7,460,986	\$ 912,875	\$ 6,911,603	\$ 549,383	7.95%
Operating Expenses ³	415,988	3,026,418	238,131	2,656,205	370,213	13.94%
Maintenance Expenses ⁴	89,499	631,951	93,330	722,160	(90,209)	-12.49%
Depreciation Expenses	130,590	1,194,090	129,884	1,187,408	6,682	0.56%
Taxes	113,228	934,424	107,730	932,297	2,127	0.23%
Total Operating Expenses	\$ 749,305	\$ 5,786,882	\$ 569,073	\$ 5,498,068	\$ 288,814	5.25%
Utility Operating Income	\$ 184,820	\$ 1,674,105	\$ 343,802	\$ 1,413,535	\$ 260,569	18.43%
Other Income & Expense						
Non-operating Grant Revenue	4,100	79,832	-	34,485	45,347	
Non-Operating Grant Expenses	(4,100)	(79,832)	-	(15,000)	(64,832)	
Bond Premium	2,739	23,905	2,989	26,902	(2,997)	
Interest Earned on Investments	7,207	32,323	522	13,568	18,755	
Contributions ⁵	-	9,553,128	-	-	9,553,128	
Other Expense	-	(17,086)	-	(475)	(16,611)	
Misc Amortization	2,094	18,850	2,094	18,850	-	
Bond Interest Expense	(25,033)	(227,601)	(27,359)	(246,322)	18,721	
Change in Net Position	\$ 171,829	\$ 11,057,622	\$ 322,049	\$ 1,245,543	\$ 9,812,080	

¹ The increase in Sales Revenue is due to a rate increase that was implemented February 1, 2022.

² The increase in Other Revenues is due to a final settlement received in 2022 for the purchase of liquid alum.

³ The increase in Operating Expense is due to an increase in energy and chemical costs, UV treatment and sludge removal costs, consulting costs, salaries, training for existing and new staff, and IT security and equipment.

⁴ The decrease in 2022 Maintenance Expense is due to reservoir maintenance and work on the Georgia Avenue standpipe in 2021, and the timing of hydrant painting in 2022.

⁵ The Contribution is 2022 American Rescue Plan Act funding designated to the Raw Water Improvement Project.



APPROVAL OF VOUCHERS
September 30, 2022

<u>Total Of The General Vouchers</u>	<u>\$ 1,298,817.55</u>
<u>Gross Payroll *</u>	<u>\$ 268,426.36</u>
<u>Net Payroll</u>	<u>\$ 161,875.71</u>

* Three payrolls in September

BOARD OF WATER COMMISSIONERS

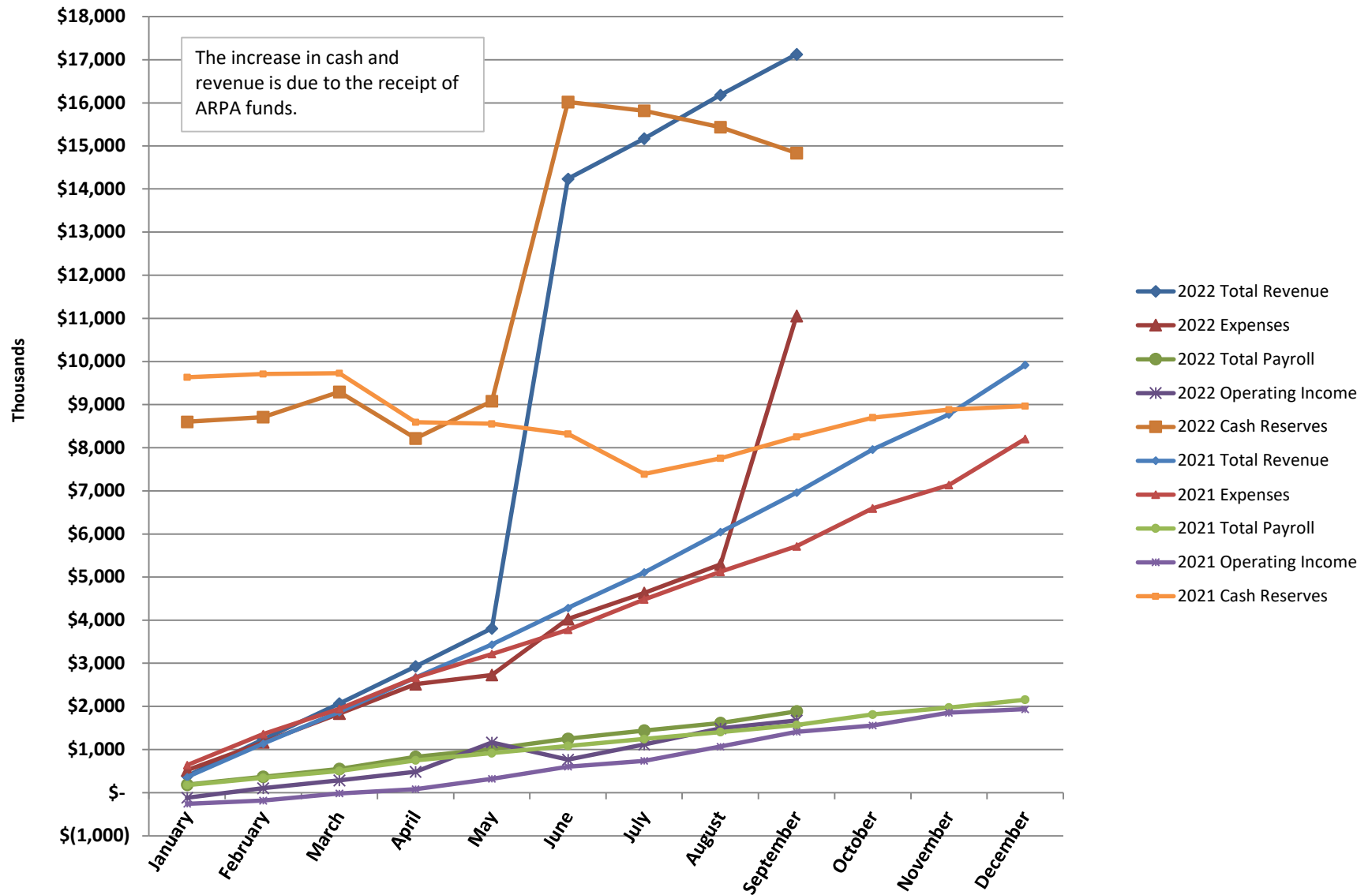
PRESIDENT

SECRETARY

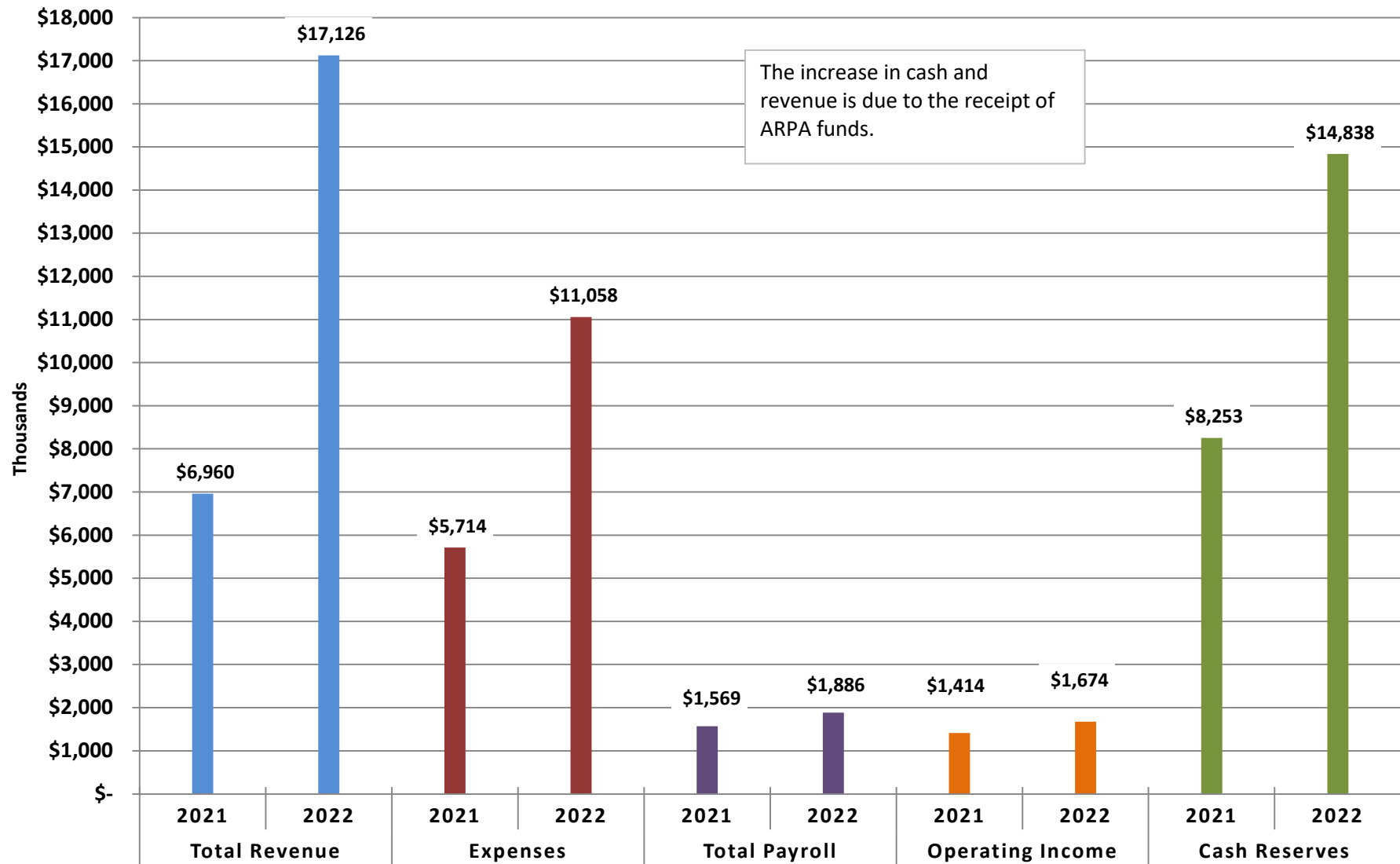
MEMBER

SUPERINTENDENT

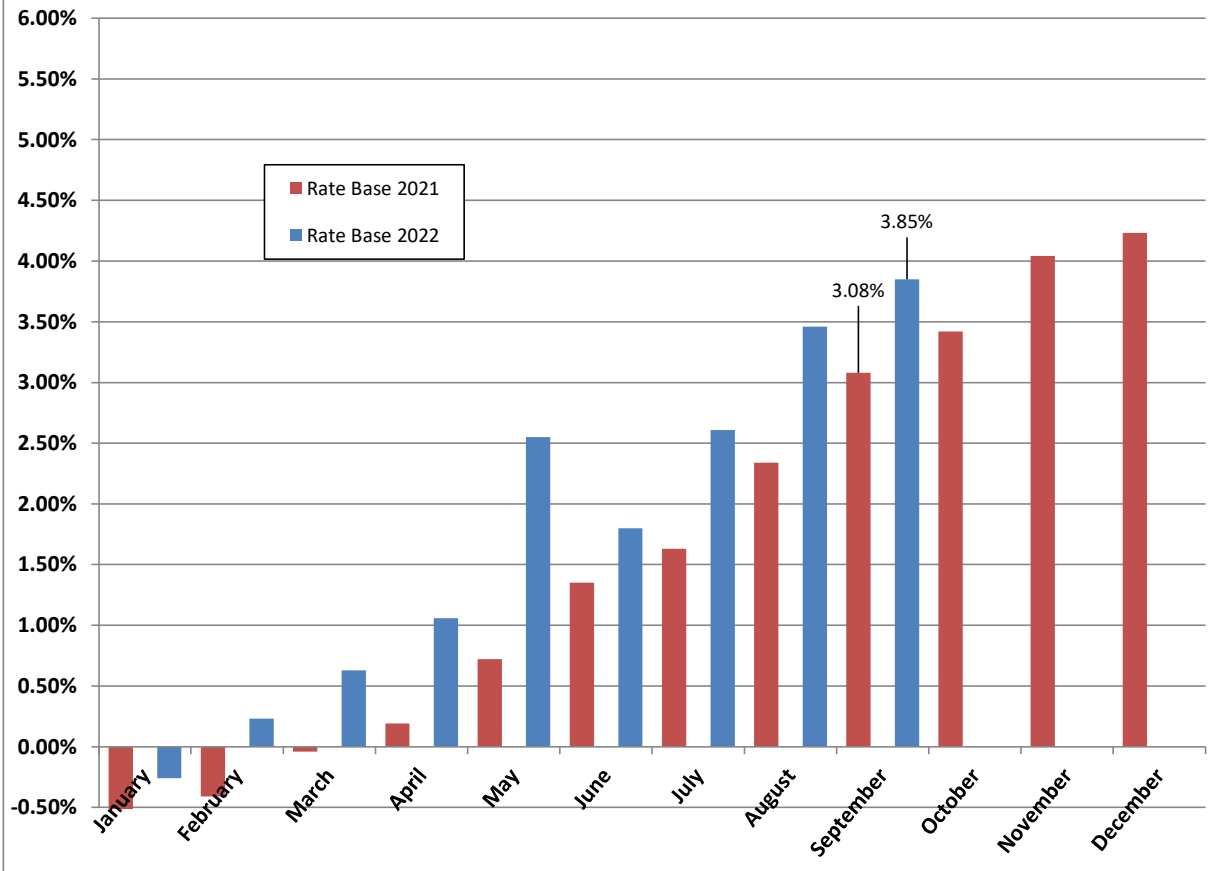
SHEBOYGAN WATER UTILITY SEPTEMBER 2022 MONTHLY FINANCIAL TREND



SHEBOYGAN WATER UTILITY SEPTEMBER 2022 YTD FINANCIAL POSITION



SHEBOYGAN WATER UTILITY SEPTEMBER 2022 RETURN ON RATE BASE



SHEBOYGAN WATER UTILITY SEPTEMBER 2022 UTILITY PLANT BALANCE

