

KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1-2
Statements of Net Position	3
Statements of Revenues, Expenses, and Changes in Net Position	4
Statements of Cash Flows	5
Notes to Financial Statements	6-9

SUPPLEMENTARY INFORMATION

Schedules of Operating Revenues	10
Allocated Schedule of Net Operating Income	11
Allocation of 2020 Revenues	12
Allocation of 2020 Expenses	13
Allocation of 2020 Expenses, Excluding Overhead Items	14
Plant Asset Allocation	15
Allocated Ratio of Operating Income to Average Investment in Net Plant and Inventory	16
Water Volume Statistics	17



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INDEPENDENT AUDITOR'S REPORT

President and Board Members
Kimberly Water Department
Kimberly, Wisconsin

We have audited the accompanying financial statements of the Kimberly Water Department of the Village of Kimberly as of and for the years ended December 31, 2020 and 2019, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Water Department's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Water Department's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Water Department as of December 31, 2020 and 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the Kimberly Water Department and do not purport to, and do not present fairly the financial position of the Village of Kimberly and the results of its operations in conformity with U.S. generally accepted accounting principles. Our opinion is not modified with respect to this matter.

Other Matters

The Water Department has not presented the management's discussion and analysis or budgetary comparison information that generally accepted accounting principles in the United States of America have determined is necessary to supplement, though not required to be part of, the basic financial statements.

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Water Department's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The supplementary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements, certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly presented in all material respects in relation to the financial statements as a whole.

Erickson & Associates, S.C.

ERICKSON & ASSOCIATES, S.C.
Appleton, Wisconsin
July 8, 2021

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

**STATEMENTS OF NET POSITION
December 31,**

	2020	2019
ASSETS		
Current assets:		
Cash and temporary investments	\$ 772,341	\$ 496,278
Accounts receivable:		
Customers	314,616	358,123
Taxes receivable	31,482	29,156
Material and supplies inventory	36,515	50,045
Total current assets	1,154,954	933,602
Utility plant:		
Utility plant in service	11,845,893	11,263,180
Less accumulated depreciation	4,256,418	3,978,960
Total utility plant	7,589,475	7,284,220
Other assets:		
Special assessments	755	755
Total assets	8,745,184	8,218,577
 LIABILITIES		
Current liabilities:		
Notes payable - due within one year	138,000	135,000
Accounts payable	34,479	58,773
Other current liabilities	6,371	9,194
Accrued interest	1,913	2,838
Total current liabilities	180,763	205,805
Notes payable	141,000	279,000
DEFERRED INFLOWS OF RESOURCES		
Deferred special assessments	755	755
Total liabilities	322,518	485,560
NET POSITION		
Invested in capital assets, net of related debt	7,310,475	6,870,220
Unrestricted	1,112,191	862,797
Total net position	\$ 8,422,666	\$ 7,733,017

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS.

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Years Ended December 31,

	<u>2020</u>	<u>2019</u>
Operating revenues	\$ 1,808,891	\$ 1,703,548
Operating expenses:		
General	606,047	653,468
Maintenance	362,748	525,980
Depreciation	294,253	281,083
Taxes	<u>331</u>	<u>2,670</u>
Total operating expenses	<u>1,263,379</u>	<u>1,463,201</u>
Operating income	<u>545,512</u>	<u>240,347</u>
Other income (expense):		
Interest income	4,835	8,489
Interest expense	<u>(10,459)</u>	<u>(14,110)</u>
Total other expense	<u>(5,624)</u>	<u>(5,621)</u>
Income before transfers	539,888	234,726
Operating transfer (out)	<u>(148,016)</u>	<u>(143,414)</u>
Income before contributions	391,872	91,312
Capital contributions	<u>297,777</u>	<u>235,850</u>
Change in net position	689,649	327,162
Net position, beginning of year	<u>7,733,017</u>	<u>7,405,855</u>
Net position, end of year	<u><u>\$ 8,422,666</u></u>	<u><u>\$ 7,733,017</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS.

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

STATEMENTS OF CASH FLOWS
For the Years Ended December 31,

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities:		
Cash received from customers	\$ 1,467,754	\$ 1,327,178
Cash received from interfund services provided	382,318	350,567
Cash paid to suppliers of goods and services	(606,097)	(766,104)
Cash paid to employees for services	(362,748)	(525,980)
Net cash provided by operating activities	<u>881,227</u>	<u>385,661</u>
Cash flows from noncapital financing activities:		
Tax equivalent paid to municipality	(148,016)	(143,414)
Cash flows from noncapital, capital and related financing activities:		
Purchases of property and equipment	(315,599)	(278,446)
Payment on notes payable	(135,000)	(132,000)
Cash paid for interest costs incurred	(11,384)	(15,015)
Net cash used in noncapital, capital, and related financing activities	<u>(609,999)</u>	<u>(568,875)</u>
Cash flows from investing activities:		
Cash received for interest earned	<u>4,835</u>	<u>8,489</u>
Net increase (decrease) in cash and cash equivalents	276,063	(174,725)
Cash and cash equivalents, beginning of year	<u>496,278</u>	<u>671,003</u>
Cash and cash equivalents, end of year	<u>\$ 772,341</u>	<u>\$ 496,278</u>
Noncash capital and related financing activities:		
Contributions in aid of construction	<u>\$ 297,777</u>	<u>\$ 139,733</u>

**RECONCILIATIONS OF OPERATING INCOME TO NET CASH
PROVIDED BY OPERATING ACTIVITIES**

For the Years Ended December 31,

	2020	2019
Operating income	\$ 545,512	\$ 240,347
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	294,253	281,083
Depreciation - Sewer Fund	13,868	13,388
(Increase) decrease in:		
Accounts receivable:		
Customers	43,507	(25,259)
Taxes receivable	(2,326)	(544)
Materials and supplies inventory	13,530	(16,882)
Increase (decrease) in:		
Accounts payable	(24,294)	(97,758)
Other current liabilities	(2,823)	(8,714)
Net cash provided by operating activities	\$ 881,227	\$ 385,661

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS.

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies:

Operating Entity

The Kimberly Water Department (Water Department) is an enterprise fund of the Village of Kimberly. The Water Department provides municipal water service and is responsible for the construction and maintenance of the water utility plant.

Basis of Accounting

The Water Department prepares its financial statements on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles.

Accounts Receivable

The accounts receivable balance is thought to be collectible and no provision has been made for bad debts. Delinquent accounts receivable are collected by special assessments on the subsequent year's property tax roll.

Utility Plant in Service

The Utility Plant is recorded at cost and plant retirements are removed from the plant accounts and from the depreciation reserve account with the assumption that they are fully depreciated.

Depreciation is calculated based on the allowable rate authorized by the PSC for each class of assets.

Inventory

Inventory is calculated using the lower of cost or market basis and the first-in, first-out (FIFO) method.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Water Department considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Operating Transfer

The account balance consists of the balance of a real estate tax equivalent transferred to the Village of Kimberly.

Deferred Outflows / Inflows of Resources

The Water Department implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* for the year ended December 31, 2013. In addition to assets, the statement of net position will report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and, therefore will not be recognized as an outflow of resources (expense/expenditure) until then. The Water Department does not have any items that qualify for reporting in this category.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and, therefore, will not be recognized as an inflow of resources (revenue) until that time. The Water Department has one item that qualifies for reporting in this category; deferred special assessments. This amount will be recognized as an inflow of resources in a subsequent year.

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note 2. Cash and Temporary Investments:

Cash and investments of the Water Department are subject to various risks. Presented below is a discussion of specific risks and the Department's policy related to each risk.

The Water Department is required to invest its funds in accordance with Wisconsin Statute 66.0603 (1m). The Water Department has adopted an investment policy pursuant to these statutes that allows it to invest in the following:

Time deposits

Securities guaranteed by the U. S. Government

Securities of Wisconsin Municipal Units

Securities of Wisconsin Educational and Local Government Investment Pool

Bonds issued by a local exposition district

Bonds issued by a local professional baseball park district

Bonds issued by a local professional stadium district

Bonds issued by the University of Wisconsin Hospitals and Clinics Authority

Bonds issued by a local cultural arts district

Bonds issued by the Wisconsin Aerospace Authority

Securities which mature or may be tendered for purchase at the option of the holder within not more than 7 years of the date on which it is acquired and received the highest or second highest rating category assigned by Standard & Poor's Corporation, Moody's Investors Service, or other similar nationally recognized rating agency

Securities of an open-ended management investment company or investment trust, if the investment company does not charge a sales load, is registered under the Investment Company Act of 1940, and the portfolio is limited to bonds and securities issued by the federal government, bonds that are guaranteed by the federal government, or repurchase securities that are fully collateralized by bonds or securities

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counter-party (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

Deposits in credit unions are insured by the National Credit Union Administration (NCUA) in the amount of \$250,000 per official custodian for interest bearing accounts and unlimited amounts for non-interest bearing accounts. In addition, the State of Wisconsin has a State Guarantee Fund that provides a maximum of \$400,000 per entity above the amount provided by the FDIC. However, due to the relatively small size of the Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note 3. Changes in Capital Assets:

	Beginning Balance	Additions	Reductions	Ending Balance
Wells and springs	\$ 1,258,831	\$ --	\$ --	\$ 1,258,831
Structures and improvements	1,020,995	--	--	1,020,995
Electric pumping equipment	1,159,075	--	--	1,159,075
Other pumping equipment	27,597	--	--	27,597
Water treatment equipment	437,532	--	--	437,532
Reservoirs and standpipes	756,750	--	--	756,750
Mains	4,468,268	373,875	14,120	4,828,023
Services	970,194	143,556	13,943	1,099,807
Meters	495,279	18,018	--	513,297
Hydrants	442,012	54,800	2,600	494,212
Other equipment	162,031	23,127	--	185,158
Non depreciable assets	64,616	--	--	64,616
Totals	<u>11,263,180</u>	<u>613,376</u>	<u>30,663</u>	<u>11,845,893</u>
Accumulated depreciation:				
Wells and springs	625,860	36,506	--	662,366
Structures and improvements	481,050	38,876	--	519,926
Electric pumping equipment	504,051	42,468	--	546,519
Other pumping equipment	16,402	1,214	--	17,616
Water treatment equipment	232,662	17,501	--	250,163
Reservoirs and standpipes	305,103	14,378	--	319,481
Mains	1,133,410	62,765	14,120	1,182,055
Services	304,981	31,894	13,943	322,932
Meters	166,392	28,231	--	194,623
Hydrants	86,523	10,872	2,600	94,795
Other equipment	122,526	23,416	--	145,942
Totals	<u>3,978,960</u>	<u>308,121</u>	<u>30,663</u>	<u>4,256,418</u>
Capital assets, net	<u>\$ 7,284,220</u>	<u>\$ 305,255</u>	<u>\$ --</u>	<u>\$ 7,589,475</u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note 4. Notes Payable:

Notes payable consist of the Water Department paying the general fund for repayment of a bond payable. Payments of principal and interest with a fixed interest rate of 2.75% are due annually on October 1st until 2022.

Notes payable to the general fund are as follows:

	2020	2019
Balance - January 1,	\$ 414,000	\$ 546,000
Repayments	(135,000)	(132,000)
Balance - December 31,	\$ 279,000	\$ 414,000

Year ending
December 31,

	Principal	Interest	Totals
2021	\$ 138,000	\$ 7,673	\$ 145,673
2022	141,000	3,877	144,877
Totals	\$ 279,000	\$ 11,550	\$ 290,550

Note 5. Subsequent Events:

The Water Department has evaluated all subsequent events through July 8, 2021, the date on which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

SCHEDULES OF OPERATING REVENUES
For the Years Ended December 31,

	<u>2020</u>	<u>2019</u>
Residential water	\$ 542,346	\$ 485,658
Industrial water	32,093	27,443
Sprinklers	37,303	45,386
Public fire protection:		
Kimberly	318,958	287,762
Combined Locks	31,680	31,403
Darboy	31,680	31,402
Commercial	64,721	80,460
Multi-family	50,902	42,278
Public authority	11,700	11,155
Sales for resale - Combined Locks	222,297	232,518
Sales for resale - Darboy	355,598	330,777
Forfeited discounts	10,796	13,967
Miscellaneous income	<u>98,817</u>	<u>83,339</u>
 Total operating revenues	 <u><u>\$ 1,808,891</u></u>	 <u><u>\$ 1,703,548</u></u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

**ALLOCATED SCHEDULE OF NET OPERATING INCOME
December 31, 2020**

	<u>Totals</u>	<u>Soft Water Kimberly</u>	<u>Soft Water Combined Locks</u>	<u>Soft Water Darboy</u>
Revenue	\$ 1,808,891	\$ 1,167,636	\$ 253,977	\$ 387,278
Operating expenses per allocation schedule	<u>1,411,395</u>	<u>931,173</u>	<u>191,814</u>	<u>288,408</u>
	397,496	236,463	62,163	98,870
Nonoperating items per PSC:				
Depreciation on contributed assets	33,877	33,877	--	--
PILOT calculated vs paid difference	<u>(8,526)</u>	<u>(8,526)</u>	<u>--</u>	<u>--</u>
Net operating income	<u>\$ 422,847</u>	<u>\$ 261,814</u>	<u>\$ 62,163</u>	<u>\$ 98,870</u>
Percentage of revenue	<u>23.38 %</u>	<u>22.42 %</u>	<u>24.48 %</u>	<u>25.53 %</u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

ALLOCATION OF 2020 REVENUES

	<u>Totals</u>	<u>Soft Water Kimberly</u>	<u>Soft Water Combined Locks</u>	<u>Soft Water Darboy</u>
Residential soft water	\$ 542,346	\$ 542,346	\$ --	\$ --
Industrial soft water	32,093	32,093	--	--
Sprinklers	37,303	37,303	--	--
Public fire protection:				
Kimberly	318,958	318,958	--	--
Combined Locks	31,680	--	31,680	--
Darboy	31,680	--	--	31,680
Commercial sales	64,721	64,721	--	--
Multi-family	50,902	50,902	--	--
Public sales	11,700	11,700	--	--
Sales for resale	577,895	--	222,297	355,598
Forfeited discounts	10,796	10,796	--	--
Miscellaneous	98,817	98,817	--	--
 Total revenues	 <u>\$ 1,808,891</u>	 <u>\$ 1,167,636</u>	 <u>\$ 253,977</u>	 <u>\$ 387,278</u>
 Allocation percentages	 <u>100.00 %</u>	 <u>64.55 %</u>	 <u>14.04 %</u>	 <u>21.41 %</u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

ALLOCATION OF 2020 EXPENSES

	<u>Totals</u>	<u>Soft Water Kimberly</u>	<u>Soft Water Combined Locks</u>	<u>Soft Water Darboy</u>
Totals from allocation of nonoverhead expenses:				
Direct allocation	\$ 242,861	\$ 242,861	\$ - -	\$ - -
Soft water allocation	<u>969,366</u>	<u>563,847</u>	<u>163,080</u>	<u>242,439</u>
Totals	<u>1,212,227</u>	<u>806,708</u>	<u>163,080</u>	<u>242,439</u>
 Percentage allocated	<u>100.00 %</u>	<u>66.55 %</u>	<u>13.45 %</u>	<u>20.00 %</u>
 Overhead expenses:				
Administration and commission salaries	98,396	61,490	14,196	22,710
Office supplies and expense	41,139	25,709	5,935	9,495
Outside services	10,516	6,572	1,517	2,427
Miscellaneous general	40,341	25,210	5,820	9,311
Water testing	5,064	3,164	731	1,169
Transportation	<u>3,712</u>	<u>2,320</u>	<u>535</u>	<u>857</u>
Total overhead allocated per other costs	<u>199,168</u>	<u>124,465</u>	<u>28,734</u>	<u>45,969</u>
 Total expenses allocated	<u>\$ 1,411,395</u>	<u>\$ 931,173</u>	<u>\$ 191,814</u>	<u>\$ 288,408</u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

ALLOCATION OF 2020 EXPENSES, EXCLUDING OVERHEAD ITEMS

	<u>Totals</u>	<u>Soft Water Kimberly</u>	<u>Soft Water Combined Locks</u>	<u>Soft Water Darboy</u>
Operating expenses:				
Fuel and power-pump house #1	\$ 60,181	\$ 24,722	\$ 13,637	\$ 21,822
Fuel and power-pump house #2	20,111	8,262	4,557	7,292
Fuel and power-pump house #3	53,529	21,990	12,130	19,409
Operating supplies-pump house #1	1,093	449	248	396
Operating supplies-pump house #2	383	157	87	139
Operating supplies-pump house #3	370	152	84	134
Operating labor - treatment	32,365	13,296	7,334	11,735
Chemicals - pump house #1	53,100	21,813	12,032	19,255
Chemicals - pump house #2	56,332	23,141	12,765	20,426
Chemicals - pump house #3	95,392	39,187	21,616	34,589
Property insurance	13,904	10,680	1,240	1,984
Employee benefits	130	53	29	48
Maintenance expenses:				
Pumping - #1 deep well	11,913	4,894	2,699	4,320
Pumping - #2 deep well	8,139	3,344	1,844	2,951
Pumping - #3 deep well	21,928	9,008	4,969	7,951
Treatment - #1	13,009	5,344	2,948	4,717
Treatment - #2	14,436	5,930	3,271	5,235
Treatment - #3	16,460	6,762	3,730	5,968
Treatment - labor	39,231	16,116	8,890	14,225
Telemetry	1,369	562	310	497
Elevated & storage tanks	10,975	4,509	2,487	3,979
Mains	157,799	157,799	--	--
Services	51,094	50,150	218	726
Meters	14,983	13,511	491	981
Hydrants	21,401	21,401	--	--
Other expenses:				
Taxes - tax equivalent	148,016	133,214	7,401	7,401
Taxes - payroll	331	136	75	120
Depreciation	294,253	210,126	37,988	46,139
Total expenses	<u>\$ 1,212,227</u>	<u>\$ 806,708</u>	<u>\$ 163,080</u>	<u>\$ 242,439</u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

PLANT ASSET ALLOCATION

December 31, 2020

	Totals	Soft Water Kimberly	Soft Water Combined Locks	Soft Water Darboy
Station plant:				
Wells and springs	\$ 1,258,831	\$ 517,128	\$ 285,251	\$ 456,452
Structures and improvements	1,020,995	419,425	231,357	370,213
Electric pumping equipment	1,159,075	476,148	262,646	420,281
Other pumping equipment	27,597	11,337	6,253	10,007
Water treatment equipment	437,532	179,738	99,145	158,649
Total station plant	<u>3,904,030</u>	<u>1,603,776</u>	<u>884,652</u>	<u>1,415,602</u>
Common system:				
Utility plant:				
Distribution reservoirs and standpipes	756,750	310,873	171,480	274,397
Mains	4,828,023	4,828,023	--	--
Services	1,099,806	1,099,806	--	--
Meters	513,297	513,297	--	--
Hydrants	494,213	494,213	--	--
Total utility plant	<u>7,692,089</u>	<u>7,246,212</u>	<u>171,480</u>	<u>274,397</u>
Other assets:				
Office equipment	5,730	5,730	--	--
Computer equipment	21,427	21,427	--	--
Transportation equipment	109,284	109,284	--	--
Shop equipment	6,891	6,891	--	--
Miscellaneous equipment	41,826	41,826	--	--
Total other assets	<u>185,158</u>	<u>185,158</u>	<u>--</u>	<u>--</u>
Total depreciable assets	<u>11,781,277</u>	<u>9,035,146</u>	<u>1,056,132</u>	<u>1,689,999</u>
Depreciable asset allocation	<u>100.00 %</u>	<u>76.69 %</u>	<u>8.96 %</u>	<u>14.35 %</u>
Nondepreciable assets:				
Organizational costs	1,819	1,819	--	--
Land, land rights, etc.	62,797	62,797	--	--
Total nondepreciable assets	<u>64,616</u>	<u>64,616</u>	<u>--</u>	<u>--</u>
Total plant assets	<u>\$ 11,845,893</u>	<u>\$ 9,099,762</u>	<u>\$ 1,056,132</u>	<u>\$ 1,689,999</u>
Total asset allocation	<u>100.00 %</u>	<u>76.81 %</u>	<u>8.92 %</u>	<u>14.27 %</u>

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

**ALLOCATED RATIO OF OPERATING INCOME TO AVERAGE
INVESTMENT IN NET PLANT AND INVENTORY**

December 31, 2020

	<u>Totals</u>	<u>Soft Water Kimberly</u>	<u>Soft Water Combined Locks</u>	<u>Soft Water Darboy</u>
Average utility plant in service*	\$ 9,607,658	\$ 6,771,341	\$ 1,131,870	\$ 1,704,447
Deductions:				
Average accumulated depreciation*	<u>3,516,465</u>	<u>2,478,405</u>	<u>414,240</u>	<u>623,821</u>
Totals	6,091,193	4,292,936	717,630	1,080,626
Add average inventory	43,280	43,280	--	--
Less regulatory liability	<u>(48,746)</u>	<u>(48,746)</u>	<u>--</u>	<u>--</u>
Average net investment in plant, materials and supplies	<u>\$ 6,085,727</u>	<u>\$ 4,287,470</u>	<u>\$ 717,630</u>	<u>\$ 1,080,626</u>
Current year utility operating income	<u>\$ 422,847</u>	<u>\$ 261,814</u>	<u>\$ 62,163</u>	<u>\$ 98,870</u>
Ratio of operating income to average net investment	<u>6.95 %</u>	<u>6.11 %</u>	<u>8.66 %</u>	<u>9.15 %</u>

* Does not include contributed assets

**KIMBERLY WATER DEPARTMENT
KIMBERLY, WISCONSIN**

**WATER VOLUME STATISTICS
December 31, 2020**

	Totals	
	Gallons (1,000's)	%
Total water pumped	400,312	
Less: unmetered system usage	32,000	
Water pumped into the system	368,312	
Water sold:		
Metered sales - Kimberly:		
Residential	90,657	28.87
Industrial	7,818	2.49
Commercial	14,307	4.56
Multi-family	14,080	4.48
Public	2,126	0.68
Total metered sales - Kimberly	128,988	41.08
Wholesale sales:		
Combined Locks	71,163	22.66
Darboy	113,837	36.25
Total wholesale sales	185,000	58.91
Total water sold	313,988	100.00 %
Water lost in the system:		
Total water pumped into the system	368,312	
Water pumped into the system but not sold	--	
Total water sold	313,988	
Water pumped but not accounted for	54,324	14.75 %