

## INDEPENDENT AUDITOR'S REPORT

September 24, 2022

To the Board of Directors  
Phantom Lakes Management District  
Mukwonago, WI 53149

I have audited the attached financial statements of Phantom Lakes Management District for the year ended December 31, 2021. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

I conducted my audit in accordance with United States Generally Accepted Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

The Company has not historically taken any depreciation on its fixed assets in accordance with Generally Accepted Accounting Standards. Instead, major repairs and additions to fixed assets have been expensed in the year in which they occur. No physical audit was done as to the estimated market value of the fixed assets.

In my opinion, except for the effects of fixed asset treatment as discussed in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of Phantom Lakes Management District as of December 31, 2021, and the results of its operations and its cash flows for the period then ended in conformity with generally accepted accounting principles.



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**Phantom Lakes Management District  
Balance Sheet  
As of December 31, 2021**

**Assets**

**Current Assets**

Cash In Bank	\$ 59,220.65
Equipment Money Market	42,306.92
Lake Protection CD	<u>4,255.38</u>

**Total Current Assets**

105,782.95

**Property and Equipment**

Equipment	<u>53,210.98</u>
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**Net Property and Equipment**

53,210.98

**Total Assets**

\$ 158,993.93

**Phantom Lakes Management District  
Balance Sheet  
As of December 31, 2021**

**Liabilities and Equity**

**Current Liabilities**

<b>Total Current Liabilities</b>	0.00
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**Long-Term Liabilities**

<b>Total Long-Term Liabilities</b>	0.00
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<b>Total Liabilities</b>	0.00
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**Equity**

Retained Earnings	136,465.90
Net Income	22,528.03

<b>Total Equity</b>	158,993.93
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<b>Total Liabilities and Equity</b>	\$ 158,993.93
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**Phantom Lakes Management District  
Income Statement**

**12 Months Ended  
December 31, 2021**

**Sales**

Contributions	\$ 106,279.88
Other Income	2,043.69
Interest Income - Checking	10.34
Interest Income-Equip MMKT	36.19
Interest Income - C.D.	<u>3.53</u>

**Total Sales** 108,373.63

**Gross Profit** 108,373.63

**Phantom Lakes Management District  
Income Statement**

**12 Months Ended  
December 31, 2021**

<b>Operating Expenses</b>	
PLMD Officers Fee	2,770.46
PLMD Assistant	1,062.18
Bank Service Charges	25.00
Education/Seminars	147.70
Fuel	2,419.50
DNR Fees	645.88
Harvestor Labor	39,512.23
Harvestor Repairs	15,234.38
Harvestor Transport	1,620.34
Liability Insurance	4,321.00
Fish Stocking	5,430.00
Lake Services	2,161.84
Media	2,152.14
Postage and Delivery	112.00
Printing and Reproduction	881.04
Lake Entertainment	5,000.00
Miscellaneous	2.00
Office Supplies	1,659.40
Federal Taxes	688.51
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<b>Total Operating Expenses</b>	<b>85,845.60</b>
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<b>Operating Income (Loss)</b>	<b>22,528.03</b>
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<b>Other Income (Expenses)</b>	<hr/>
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<b>Total Other Income (Expenses)</b>	<b>0.00</b>
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<b>Net Income (Loss) Before Taxes</b>	<b>22,528.03</b>
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<b>Net Income (Loss)</b>	<b>\$ 22,528.03</b>
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