

INDEPENDENT AUDITOR'S REPORT

September 18, 2023

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, 2022. 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, 2022, and the results of its operations and its cash flows for the period then ended in conformity with generally accepted accounting principles.



Anthony G. Henika, CPA

Anthony G. Henika, S.C.

9114 W. Puetz Rd.

Franklin, WI 53132

(414) 529-3230

**Phantom Lakes Management District
Balance Sheet
As of December 31, 2022**

Assets

Current Assets

Cash In Bank	\$ 32,386.32
Equipment Money Market	30,304.49
Lake Protection CD	<u>4,257.51</u>

Total Current Assets 66,948.32

Property and Equipment

Equipment	<u>168,883.13</u>
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Net Property and Equipment 168,883.13

Total Assets \$ 235,831.45

Phantom Lakes Management District

Balance Sheet

As of December 31, 2022

Liabilities and Equity

Current Liabilities

Total Current Liabilities 0.00

Long-Term Liabilities

Total Long-Term Liabilities 0.00

Total Liabilities 0.00

Equity

Member's Equity 22,528.03

Retained Earnings 136,465.90

Net Income 76,837.52

Total Equity 235,831.45

Total Liabilities and Equity \$ 235,831.45

**Phantom Lakes Management District
Income Statement**

**12 Months Ended
December 31, 2022**

Sales	
Contributions	\$ 192,177.00
Other Income	193.30
Interest Income - Checking	14.70
Interest Income-Equip MMKT	71.26
Interest Income - C.D.	<u>2.13</u>
Total Sales	<u>192,458.39</u>
Gross Profit	<u>192,458.39</u>

**Phantom Lakes Management District
Income Statement**

**12 Months Ended
December 31, 2022**

Operating Expenses	
PLMD Officers Fee	2,308.75
PLMD Assistant & Manager	6,355.00
Bank Service Charges	35.00
Fuel	5,293.97
Harvestor Labor	39,427.75
Harvestor Repairs	23,141.21
Harvestor Transport	1,399.04
Liability Insurance	6,205.00
Fish Stocking	4,970.00
Lake Related Supplies	729.24
Lake Services	9,829.00
Media	7,264.46
Postage and Delivery	84.00
Professional Fees	250.00
Lake Entertainment	7,631.17
Miscellaneous	179.24
Office Supplies	518.04
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Total Operating Expenses	115,620.87
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Operating Income (Loss)	76,837.52
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Other Income (Expenses)	<hr/>
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Total Other Income (Expenses)	0.00
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Net Income (Loss) Before Taxes	76,837.52
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Net Income (Loss)	\$ 76,837.52