

Edgar Filing: Xylem Inc. - Form 10-Q

Xylem Inc.  
Form 10-Q  
May 02, 2019

false--12-31Q120180001524472falseLarge Accelerated  
FilerfalseP18YP10YP17YP3YP3YP20Y35000000280000000.210.240.010.01750000000.0750000000.0192900000.0193600000  
0001524472 2019-01-01 2019-03-31 0001524472 2019-04-26 0001524472 2018-01-01 2018-03-31 0001524472  
2018-12-31 0001524472 2019-03-31 0001524472 2017-12-31 0001524472 2018-03-31 0001524472 2019-01-01  
0001524472 xyl:PureTechnologiesLtdMember 2018-01-31 0001524472 xyl:PureTechnologiesLtdMember  
2018-01-01 2018-03-31 0001524472 xyl:PureTechnologiesLtdMember 2018-01-31 2018-01-31 0001524472  
us-gaap:SeriesOfIndividuallyImmaterialBusinessAcquisitionsMember 2018-01-01 2018-03-31 0001524472  
xyl:PureTechnologiesLtdMember us-gaap:SoftwareDevelopmentMember 2018-01-31 0001524472  
xyl:PureTechnologiesLtdMember us-gaap:TradeNamesMember 2018-01-31 0001524472  
xyl:PureTechnologiesLtdMember us-gaap:CustomerRelationshipsMember 2018-01-31 0001524472  
xyl:PureTechnologiesLtdMember us-gaap:TechnologyBasedIntangibleAssetsMember 2018-01-31 0001524472  
srt:MaximumMember xyl:PureTechnologiesLtdMember us-gaap:CustomerRelationshipsMember 2019-01-01  
2019-03-31 0001524472 srt:MinimumMember xyl:PureTechnologiesLtdMember  
us-gaap:SoftwareDevelopmentMember 2019-01-01 2019-03-31 0001524472 xyl:PureTechnologiesLtdMember  
us-gaap:TradeNamesMember 2019-01-01 2019-03-31 0001524472 srt:MinimumMember  
xyl:PureTechnologiesLtdMember us-gaap:CustomerRelationshipsMember 2019-01-01 2019-03-31 0001524472  
srt:MaximumMember xyl:PureTechnologiesLtdMember us-gaap:TechnologyBasedIntangibleAssetsMember  
2019-01-01 2019-03-31 0001524472 srt:MinimumMember xyl:PureTechnologiesLtdMember  
us-gaap:TechnologyBasedIntangibleAssetsMember 2019-01-01 2019-03-31 0001524472  
us-gaap:PublicUtilitiesInventoryWaterMember xyl:MeasurementandControlSolutionsMember 2018-01-01  
2018-03-31 0001524472 xyl:TransportMember xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472  
xyl:TestMember xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31 0001524472  
xyl:ResidentialBuildingServicesMember xyl:AppliedWaterMember 2018-01-01 2018-03-31 0001524472  
xyl:ResidentialBuildingServicesMember xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472  
xyl:IndustrialWaterMember xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472  
us-gaap:PublicUtilitiesInventoryWaterMember xyl:MeasurementandControlSolutionsMember 2019-01-01  
2019-03-31 0001524472 xyl:SoftwareAndServicesOtherMember xyl:MeasurementandControlSolutionsMember  
2018-01-01 2018-03-31 0001524472 xyl:CommercialBuildingServicesMember xyl:AppliedWaterMember  
2018-01-01 2018-03-31 0001524472 xyl:ElectricMember xyl:MeasurementandControlSolutionsMember 2018-01-01  
2018-03-31 0001524472 xyl:SoftwareAndServicesOtherMember xyl:MeasurementandControlSolutionsMember  
2019-01-01 2019-03-31 0001524472 xyl:IndustrialWaterMember xyl:AppliedWaterMember 2018-01-01 2018-03-31  
0001524472 xyl:CommercialBuildingServicesMember xyl:AppliedWaterMember 2019-01-01 2019-03-31  
0001524472 xyl:TreatmentMember xyl:WaterInfrastructureMember 2018-01-01 2018-03-31 0001524472  
xyl:TestMember xyl:MeasurementandControlSolutionsMember 2018-01-01 2018-03-31 0001524472  
xyl:TransportMember xyl:WaterInfrastructureMember 2018-01-01 2018-03-31 0001524472 xyl:TreatmentMember  
xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472 xyl:ElectricMember  
xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31 0001524472  
xyl:EmergingMarketsAndOtherMember xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31  
0001524472 xyl:EmergingMarketsAndOtherMember xyl:WaterInfrastructureMember 2018-01-01 2018-03-31  
0001524472 country:US xyl:MeasurementandControlSolutionsMember 2018-01-01 2018-03-31 0001524472  
xyl:EmergingMarketsAndOtherMember xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472  
srt:EuropeMember xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472 country:US  
xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472 xyl:EmergingMarketsAndOtherMember  
xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472 srt:EuropeMember xyl:AppliedWaterMember  
2018-01-01 2018-03-31 0001524472 xyl:EmergingMarketsAndOtherMember  
xyl:MeasurementandControlSolutionsMember 2018-01-01 2018-03-31 0001524472 country:US  
xyl:AppliedWaterMember 2018-01-01 2018-03-31 0001524472 srt:EuropeMember  
xyl:MeasurementandControlSolutionsMember 2018-01-01 2018-03-31 0001524472 srt:EuropeMember

Edgar Filing: Xylem Inc. - Form 10-Q

xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31 0001524472  
xyl:EmergingMarketsAndOtherMember xyl:AppliedWaterMember 2018-01-01 2018-03-31 0001524472  
srt:EuropeMember xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472 country:US  
xyl:WaterInfrastructureMember 2018-01-01 2018-03-31 0001524472 country:US  
xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31 0001524472 country:US  
xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472 srt:EuropeMember  
xyl:WaterInfrastructureMember 2018-01-01 2018-03-31 0001524472 xyl:RegionalSellingLocationMemberMember  
2019-03-31 0001524472 us-gaap:CorporateMember 2018-03-31 0001524472 xyl:AppliedWaterMember 2019-03-31  
0001524472 xyl:WaterInfrastructureMember 2018-03-31 0001524472 xyl:RegionalSellingLocationMemberMember  
2018-03-31 0001524472 xyl:MeasurementandControlSolutionsMember 2018-03-31 0001524472  
xyl:MeasurementandControlSolutionsMember 2019-03-31 0001524472 xyl:WaterInfrastructureMember 2019-03-31  
0001524472 us-gaap:CorporateMember 2019-03-31 0001524472 xyl:AppliedWaterMember 2018-03-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember  
xyl:MeasurementandControlSolutionsMember 2018-01-01 2018-12-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472  
xyl:TwoThousandSeventeenRestructuringPlanMember 2019-03-31 0001524472  
us-gaap:CorporateNonSegmentMember xyl:TwoThousandNineteenRestructuringPlanMember 2019-03-31  
0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember  
xyl:MeasurementandControlSolutionsMember 2019-03-31 0001524472 us-gaap:CorporateNonSegmentMember  
xyl:TwoThousandSeventeenRestructuringPlanMember 2018-01-01 2018-12-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember  
xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31 0001524472  
xyl:TwoThousandNineteenRestructuringPlanMember 2019-03-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandNineteenRestructuringPlanMember xyl:MeasurementandControlSolutionsMember 2019-03-31  
0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandNineteenRestructuringPlanMember  
xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472 xyl:TwoThousandEighteenRestructuringPlanMember  
2019-03-31 0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandNineteenRestructuringPlanMember  
xyl:AppliedWaterMember 2019-03-31 0001524472 us-gaap:CorporateNonSegmentMember  
xyl:TwoThousandEighteenRestructuringPlanMember 2019-03-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandSeventeenRestructuringPlanMember xyl:AppliedWaterMember 2018-01-01 2018-12-31  
0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:AppliedWaterMember 2019-03-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandSeventeenRestructuringPlanMember xyl:MeasurementandControlSolutionsMember 2017-01-01  
2017-12-31 0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember xyl:AppliedWaterMember  
2019-03-31 0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember  
xyl:AppliedWaterMember 2018-01-01 2018-12-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandSeventeenRestructuringPlanMember xyl:MeasurementandControlSolutionsMember 2018-01-01  
2018-12-31 0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember  
xyl:WaterInfrastructureMember 2018-01-01 2018-12-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandSeventeenRestructuringPlanMember xyl:WaterInfrastructureMember 2019-03-31 0001524472  
us-gaap:CorporateNonSegmentMember xyl:TwoThousandEighteenRestructuringPlanMember 2018-01-01  
2018-12-31 0001524472 us-gaap:CorporateNonSegmentMember  
xyl:TwoThousandSeventeenRestructuringPlanMember 2019-01-01 2019-03-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472 xyl:TwoThousandEighteenRestructuringPlanMember  
2018-01-01 2018-12-31 0001524472 us-gaap:CorporateNonSegmentMember  
xyl:TwoThousandSeventeenRestructuringPlanMember 2017-01-01 2017-12-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember

Edgar Filing: Xylem Inc. - Form 10-Q

xyl:WaterInfrastructureMember 2019-03-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandNineteenRestructuringPlanMember xyl:WaterInfrastructureMember 2019-03-31 0001524472  
xyl:TwoThousandNineteenRestructuringPlanMember 2019-01-01 2019-03-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:MeasurementandControlSolutionsMember 2019-03-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandNineteenRestructuringPlanMember xyl:MeasurementandControlSolutionsMember 2019-01-01  
2019-03-31 0001524472 xyl:TwoThousandSeventeenRestructuringPlanMember 2017-01-01 2017-12-31 0001524472  
xyl:TwoThousandEighteenRestructuringPlanMember 2019-01-01 2019-03-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:AppliedWaterMember 2017-01-01 2017-12-31 0001524472 us-gaap:CorporateNonSegmentMember  
xyl:TwoThousandEighteenRestructuringPlanMember 2019-01-01 2019-03-31 0001524472  
us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember xyl:AppliedWaterMember  
2019-01-01 2019-03-31 0001524472 xyl:TwoThousandSeventeenRestructuringPlanMember 2019-01-01 2019-03-31  
0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandEighteenRestructuringPlanMember  
xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472 us-gaap:OperatingSegmentsMember  
xyl:TwoThousandSeventeenRestructuringPlanMember xyl:WaterInfrastructureMember 2017-01-01 2017-12-31  
0001524472 us-gaap:CorporateNonSegmentMember xyl:TwoThousandSeventeenRestructuringPlanMember  
2019-03-31 0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandSeventeenRestructuringPlanMember  
xyl:WaterInfrastructureMember 2018-01-01 2018-12-31 0001524472  
xyl:TwoThousandSeventeenRestructuringPlanMember 2018-01-01 2018-12-31 0001524472  
us-gaap:CorporateNonSegmentMember xyl:TwoThousandNineteenRestructuringPlanMember 2019-01-01  
2019-03-31 0001524472 us-gaap:OperatingSegmentsMember xyl:TwoThousandNineteenRestructuringPlanMember  
xyl:WaterInfrastructureMember 2019-01-01 2019-03-31 0001524472 xyl:MeasurementandControlSolutionsMember  
2018-01-01 2018-03-31 0001524472 xyl:MeasurementandControlSolutionsMember 2019-01-01 2019-03-31  
0001524472 xyl:AppliedWaterMember 2018-01-01 2018-03-31 0001524472 xyl:WaterInfrastructureMember  
2019-01-01 2019-03-31 0001524472 xyl:WaterInfrastructureMember 2018-01-01 2018-03-31 0001524472  
xyl:AppliedWaterMember 2019-01-01 2019-03-31 0001524472 us-gaap:ScenarioForecastMember 2019-01-01  
2019-12-31 0001524472 us-gaap:PerformanceSharesMember 2019-01-01 2019-03-31 0001524472  
us-gaap:RestrictedStockMember 2019-01-01 2019-03-31 0001524472 us-gaap:PerformanceSharesMember  
2018-01-01 2018-03-31 0001524472 us-gaap:RestrictedStockMember 2018-01-01 2018-03-31 0001524472  
us-gaap:EmployeeStockOptionMember 2019-01-01 2019-03-31 0001524472 us-gaap:EmployeeStockOptionMember  
2018-01-01 2018-03-31 0001524472 us-gaap:EmployeeStockOptionMember 2018-01-01 2018-03-31 0001524472  
us-gaap:EmployeeStockOptionMember 2019-01-01 2019-03-31 0001524472 us-gaap:RestrictedStockMember  
2019-01-01 2019-03-31 0001524472 us-gaap:RestrictedStockMember 2018-01-01 2018-03-31 0001524472  
us-gaap:EquipmentLeasedToOtherPartyMember 2019-01-01 2019-03-31 0001524472  
us-gaap:UnclassifiedIndefinitelivedIntangibleAssetsMember 2019-03-31 0001524472  
xyl:ProprietaryandPatentedTechnologyMember 2018-12-31 0001524472 us-gaap:CustomerRelationshipsMember  
2019-03-31 0001524472 us-gaap:UnclassifiedIndefinitelivedIntangibleAssetsMember 2018-12-31 0001524472  
us-gaap:OtherIntangibleAssetsMember 2019-03-31 0001524472 xyl:ProprietaryandPatentedTechnologyMember  
2019-03-31 0001524472 us-gaap:TrademarksMember 2018-12-31 0001524472  
us-gaap:SoftwareDevelopmentMember 2018-12-31 0001524472 us-gaap:TrademarksMember 2019-03-31  
0001524472 us-gaap:OtherIntangibleAssetsMember 2018-12-31 0001524472 us-gaap:CustomerRelationshipsMember  
2018-12-31 0001524472 us-gaap:SoftwareDevelopmentMember 2019-03-31 0001524472  
xyl:WaterInfrastructureMember 2018-12-31 0001524472 xyl:AppliedWaterMember 2018-12-31 0001524472  
xyl:MeasurementandControlSolutionsMember 2018-12-31 0001524472  
us-gaap:CrossCurrencyInterestRateContractMember us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31  
0001524472 xyl:SellCDNBuyEURMember us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31  
0001524472 xyl:BuyKRSellEURMember us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31 0001524472  
xyl:SellGBPBuyEURMember us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31 0001524472  
xyl:SellEURBuyPLNMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472  
us-gaap:LongTermDebtMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472

Edgar Filing: Xylem Inc. - Form 10-Q

us-gaap:ForeignExchangeContractMember 2019-03-31 0001524472 xyl:BuyUSDSellCDNMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31 0001524472 xyl:BuyUSDSellCDNMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472 xyl:SellGBPBuyEURMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472 xyl:SellUSDBuyEURMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31 0001524472  
us-gaap:ForeignExchangeContractMember 2018-12-31 0001524472 xyl:SellEURBuyPLNMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31 0001524472  
xyl:SeniorNotesDueTwoThousandAndTwentyThreeMember 2019-03-31 0001524472 xyl:SellUSDBuyEURMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472  
xyl:SeniorNotesDueTwoThousandAndTwentyThreeMember 2018-12-31 0001524472 xyl:SellCDNBuyEURMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472  
xyl:SeniorNotesDueTwoThousandAndTwentyThreeMember us-gaap:SeniorNotesMember 2016-03-11 0001524472  
xyl:BuyKRSellEURMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472  
us-gaap:LongTermDebtMember us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31 0001524472  
us-gaap:CrossCurrencyInterestRateContractMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31  
0001524472 us-gaap:CrossCurrencyInterestRateContractMember us-gaap:InterestExpenseMember 2019-01-01  
2019-03-31 0001524472 us-gaap:ForeignExchangeContractMember  
us-gaap:ReclassificationOutOfAccumulatedOtherComprehensiveIncomeMember 2018-01-01 2018-03-31  
0001524472 us-gaap:CrossCurrencyInterestRateContractMember us-gaap:InterestExpenseMember 2018-01-01  
2018-03-31 0001524472 us-gaap:ForeignExchangeContractMember  
us-gaap:ReclassificationOutOfAccumulatedOtherComprehensiveIncomeMember 2019-01-01 2019-03-31  
0001524472 us-gaap:ForeignExchangeContractMember us-gaap:OtherComprehensiveIncomeMember 2018-01-01  
2018-03-31 0001524472 xyl:ForeignCurrencyDenominatedDebtMember  
us-gaap:OtherComprehensiveIncomeMember 2019-01-01 2019-03-31 0001524472  
us-gaap:CrossCurrencyInterestRateContractMember us-gaap:OtherComprehensiveIncomeMember 2019-01-01  
2019-03-31 0001524472 us-gaap:ForeignExchangeContractMember us-gaap:OtherComprehensiveIncomeMember  
2019-01-01 2019-03-31 0001524472 us-gaap:CrossCurrencyInterestRateContractMember  
us-gaap:OtherComprehensiveIncomeMember 2018-01-01 2018-03-31 0001524472  
xyl:ForeignCurrencyDenominatedDebtMember us-gaap:OtherComprehensiveIncomeMember 2018-01-01 2018-03-31  
0001524472 us-gaap:OtherLiabilitiesMember us-gaap:DesignatedAsHedgingInstrumentMember 2019-03-31  
0001524472 us-gaap:OtherLiabilitiesMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31  
0001524472 us-gaap:OtherCurrentAssetsMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31  
0001524472 us-gaap:OtherNoncurrentLiabilitiesMember us-gaap:DesignatedAsHedgingInstrumentMember  
2019-03-31 0001524472 us-gaap:OtherCurrentAssetsMember us-gaap:DesignatedAsHedgingInstrumentMember  
2019-03-31 0001524472 us-gaap:OtherNoncurrentLiabilitiesMember  
us-gaap:DesignatedAsHedgingInstrumentMember 2018-12-31 0001524472 us-gaap:CommercialPaperMember  
2019-03-31 0001524472 us-gaap:RevolvingCreditFacilityMember xyl:FiveYearRevolvingCreditFacility2019Member  
2019-03-05 0001524472 xyl:SeniorNotesDueTwoThousandAndTwentyOneMember 2011-09-20 0001524472  
xyl:SeniorNotesDueTwoThousandAndTwentyOneMember 2019-03-31 0001524472 us-gaap:LineOfCreditMember  
2018-01-26 0001524472 us-gaap:RevolvingCreditFacilityMember xyl:SEBBankMember 2019-03-31 0001524472  
xyl:SeniorNotesDueTwoThousandAndTwentyOneMember 2018-12-31 0001524472  
us-gaap:RevolvingCreditFacilityMember xyl:FiveYearRevolvingCreditFacility2015Member 2015-03-27 0001524472  
xyl:SeniorNotesDueTwoThousandTwentySixMember 2018-12-31 0001524472 us-gaap:LetterOfCreditMember  
xyl:FiveYearRevolvingCreditFacility2015Member 2015-03-27 0001524472  
xyl:SeniorNotesDueTwoThousandFortySixMember 2016-10-11 0001524472  
xyl:SeniorNotesDueTwoThousandTwentySixMember 2019-03-31 0001524472 us-gaap:CommercialPaperMember  
2019-01-01 2019-03-31 0001524472 xyl:SeniorNotesDueTwoThousandFortySixMember 2019-03-31 0001524472  
us-gaap:CommercialPaperMember 2018-01-01 2018-12-31 0001524472 us-gaap:RevolvingCreditFacilityMember  
xyl:SEBBankMember 2018-12-31 0001524472 xyl:SeniorNotesDueTwoThousandTwentySixMember 2016-10-11  
0001524472 xyl:SeniorNotesDueTwoThousandFortySixMember 2018-12-31 0001524472  
us-gaap:RevolvingCreditFacilityMember xyl:SEBBankMember 2016-10-31 0001524472

Edgar Filing: Xylem Inc. - Form 10-Q

us-gaap:SeniorNotesMember 2011-09-19 2011-09-20 0001524472 xyl:TermLoanMember 2019-03-31 0001524472  
xyl:TermLoanMember 2018-12-31 0001524472 us-gaap:CommercialPaperMember 2018-12-31 0001524472  
us-gaap:RevolvingCreditFacilityMember xyl:FiveYearRevolvingCreditFacility2015Member 2019-01-01 2019-03-31  
0001524472 us-gaap:RevolvingCreditFacilityMember xyl:FiveYearRevolvingCreditFacility2019Member 2019-01-01  
2019-03-31 0001524472 srt:MaximumMember 2019-03-31 0001524472 srt:MinimumMember 2019-03-31  
0001524472 us-gaap:DomesticPlanMember 2018-01-01 2018-03-31 0001524472 us-gaap:ForeignPlanMember  
2018-01-01 2018-03-31 0001524472 us-gaap:ForeignPlanMember 2019-01-01 2019-03-31 0001524472  
us-gaap:DomesticPlanMember 2019-01-01 2019-03-31 0001524472  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2017-12-31 0001524472  
us-gaap:RetainedEarningsMember 2018-01-01 2018-03-31 0001524472 us-gaap:RetainedEarningsMember  
2017-12-31 0001524472 us-gaap:NoncontrollingInterestMember 2017-12-31 0001524472  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-03-31 0001524472 us-gaap:TreasuryStockMember  
2018-03-31 0001524472 us-gaap:CommonStockMember 2018-03-31 0001524472 us-gaap:TreasuryStockMember  
2017-12-31 0001524472 us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-01-01 2018-03-31  
0001524472 us-gaap:AdditionalPaidInCapitalMember 2018-03-31 0001524472 us-gaap:TreasuryStockMember  
2018-01-01 2018-03-31 0001524472 us-gaap:AdditionalPaidInCapitalMember 2018-01-01 2018-03-31 0001524472  
us-gaap:CommonStockMember 2017-12-31 0001524472 us-gaap:AdditionalPaidInCapitalMember 2017-12-31  
0001524472 us-gaap:NoncontrollingInterestMember 2018-03-31 0001524472 us-gaap:RetainedEarningsMember  
2018-03-31 0001524472 us-gaap:TreasuryStockMember 2019-01-01 2019-03-31 0001524472  
us-gaap:CommonStockMember 2018-12-31 0001524472 us-gaap:AdditionalPaidInCapitalMember 2018-12-31  
0001524472 us-gaap:AdditionalPaidInCapitalMember 2019-01-01 2019-03-31 0001524472  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-12-31 0001524472  
us-gaap:RetainedEarningsMember 2019-03-31 0001524472 us-gaap:NoncontrollingInterestMember 2019-03-31  
0001524472 us-gaap:TreasuryStockMember 2018-12-31 0001524472 us-gaap:RetainedEarningsMember 2019-01-01  
2019-03-31 0001524472 us-gaap:NoncontrollingInterestMember 2018-12-31 0001524472  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-03-31 0001524472 us-gaap:CommonStockMember  
2019-03-31 0001524472 us-gaap:NoncontrollingInterestMember 2019-01-01 2019-03-31 0001524472  
us-gaap:TreasuryStockMember 2019-03-31 0001524472 us-gaap:AdditionalPaidInCapitalMember 2019-03-31  
0001524472 us-gaap:RetainedEarningsMember 2018-12-31 0001524472  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-01-01 2019-03-31 0001524472  
us-gaap:PerformanceSharesMember xyl:TotalShareholderReturnPerformanceBasedSharesMember 2019-01-01  
2019-03-31 0001524472 us-gaap:PerformanceSharesMember  
xyl:TotalShareholderReturnPerformanceBasedSharesMember 2018-12-31 0001524472  
us-gaap:PerformanceSharesMember xyl:TotalShareholderReturnPerformanceBasedSharesMember 2019-03-31  
0001524472 us-gaap:PerformanceSharesMember xyl:ReturnonInvestedCapitalPerformanceBasedSharesMember  
2018-12-31 0001524472 us-gaap:PerformanceSharesMember  
xyl:ReturnonInvestedCapitalPerformanceBasedSharesMember 2019-01-01 2019-03-31 0001524472  
us-gaap:PerformanceSharesMember xyl:ReturnonInvestedCapitalPerformanceBasedSharesMember 2019-03-31  
0001524472 us-gaap:EmployeeStockOptionMember 2019-03-31 0001524472 2018-01-01 2018-12-31 0001524472  
us-gaap:RestrictedStockMember 2019-03-31 0001524472 us-gaap:RestrictedStockMember 2018-12-31 0001524472  
us-gaap:PerformanceSharesMember 2019-03-31 0001524472 us-gaap:PerformanceSharesMember 2019-01-01  
2019-03-31 0001524472 xyl:TwoThousandfifteenStockRepurchaseProgramMember 2015-08-24 0001524472  
xyl:ShareRepurchasePlansMember 2019-01-01 2019-03-31 0001524472  
xyl:TwoThousandfifteenStockRepurchaseProgramMember 2018-01-01 2018-03-31 0001524472  
xyl:TwoThousandfifteenStockRepurchaseProgramMember 2019-01-01 2019-03-31 0001524472  
xyl:SettlementofEmployeeTaxWithholdingObligationsMember 2018-01-01 2018-03-31 0001524472  
xyl:TwoThousandfifteenStockRepurchaseProgramMember 2019-03-31 0001524472  
xyl:SettlementofEmployeeTaxWithholdingObligationsMember 2019-01-01 2019-03-31 0001524472  
us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2018-03-31 0001524472  
us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2017-12-31 0001524472 us-gaap:SalesMember  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-01-01 2018-03-31 0001524472

us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2018-01-01 2018-03-31 0001524472  
us-gaap:AccumulatedTranslationAdjustmentMember 2018-01-01 2018-03-31 0001524472  
us-gaap:AccumulatedTranslationAdjustmentMember 2018-03-31 0001524472 us-gaap:OtherExpenseMember  
us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2018-01-01 2018-03-31 0001524472  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2018-03-31 0001524472  
us-gaap:SalesMember us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember  
2018-01-01 2018-03-31 0001524472  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2017-12-31 0001524472  
us-gaap:AccumulatedTranslationAdjustmentMember 2017-12-31 0001524472 us-gaap:OtherExpenseMember  
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-01-01 2018-03-31 0001524472  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2019-03-31 0001524472  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2018-12-31 0001524472  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2019-01-01 2019-03-31  
0001524472 us-gaap:AccumulatedTranslationAdjustmentMember 2019-03-31 0001524472 us-gaap:SalesMember  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2019-01-01 2019-03-31  
0001524472 us-gaap:OtherExpenseMember us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-01-01  
2019-03-31 0001524472 us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2019-01-01 2019-03-31  
0001524472 us-gaap:AccumulatedTranslationAdjustmentMember 2019-01-01 2019-03-31 0001524472  
us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2018-12-31 0001524472 us-gaap:CostOfSalesMember  
us-gaap:AccumulatedNetGainLossFromDesignatedOrQualifyingCashFlowHedgesMember 2019-01-01 2019-03-31  
0001524472 us-gaap:OtherExpenseMember us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember  
2019-01-01 2019-03-31 0001524472 us-gaap:AccumulatedDefinedBenefitPlansAdjustmentMember 2019-03-31  
0001524472 us-gaap:AccumulatedTranslationAdjustmentMember 2018-12-31 0001524472  
us-gaap:CostOfSalesMember us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-01-01 2019-03-31  
0001524472 us-gaap:SalesMember us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-01-01  
2019-03-31 0001524472 us-gaap:CorporateAndOtherMember 2019-01-01 2019-03-31 0001524472  
xyl:RegionalSellingLocationMemberMember 2019-01-01 2019-03-31 0001524472  
us-gaap:CorporateAndOtherMember 2018-01-01 2018-03-31 0001524472  
xyl:RegionalSellingLocationMemberMember 2018-01-01 2018-03-31 xyl:employee iso4217:USD iso4217:EUR  
xbrli:shares iso4217:USD xbrli:shares xbrli:pure xyl:Segment

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549  
FORM 10-Q**

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934**

**For the quarterly period ended March 31, 2019**

**or**

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT  
OF 1934**

**For the transition period from                      to**

**Commission file number: 1-35229**

**Xylem Inc.**

*(Exact name of registrant as specified in its charter)*

**Indiana**

**45-2080495**

*(State or other jurisdiction of incorporation or (I.R.S. Employer Identification No.)*

organization)

**1 International Drive, Rye Brook, NY 10573**

(Address of principal executive offices) (Zip code)

**(914) 323-5700**

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically, every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company" and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer

Non-accelerated filer  Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

---

Securities registered pursuant to Section 12(b) of the Act:

<b><u>Title of each class</u></b>	<b><u>Trading Symbol(s)</u></b>	<b><u>Name of each exchange of which registered</u></b>
Common Stock, par value \$0.01 per share	XYL	New York Stock Exchange
2.250% Senior Notes due 2023	XYL23	New York Stock Exchange

As of April 26, 2019, there were 179,933,009 outstanding shares of the registrant's common stock, par value \$0.01 per share.

---



**Xylem Inc.**

**Table of Contents**

ITEM	PAGE
<b>PART I – Financial Information</b>	
Item 1 - <u>Condensed Consolidated Financial Statements:</u>	
<u>Condensed Consolidated Income Statements for the Three Months Ended March 31, 2019 and 2018 (Unaudited)</u>	<u>3</u>
<u>Condensed Consolidated Statements of Comprehensive Income for the Three Months Ended March 31, 2019 and 2018 (Unaudited)</u>	<u>4</u>
<u>Condensed Consolidated Balance Sheets as of March 31, 2019 and December 31, 2018 (Unaudited)</u>	<u>5</u>
<u>Condensed Consolidated Statements of Cash Flows for the Three Months Ended March 31, 2019 and 2018 (Unaudited)</u>	<u>6</u>
<u>Notes to the Condensed Consolidated Financial Statements (Unaudited)</u>	<u>7</u>
Item 2 - <u>Management’s Discussion and Analysis of Financial Condition and Results of Operations</u>	<u>32</u>
Item 3 - <u>Quantitative and Qualitative Disclosures About Market Risk</u>	<u>46</u>
Item 4 - <u>Controls and Procedures</u>	<u>46</u>
<b>PART II – Other Information</b>	
Item 1 - <u>Legal Proceedings</u>	<u>47</u>
Item 1A- <u>Risk Factors</u>	<u>47</u>
Item 2 - <u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	<u>47</u>
Item 3 - <u>Defaults Upon Senior Securities</u>	<u>47</u>
Item 4 - <u>Mine Safety Disclosures</u>	<u>47</u>
Item 5 -	