



JOHNSON BLOCK

CPAs

CITY OF WISCONSIN DELLS

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT**

DECEMBER 31, 2019

CITY OF WISCONSIN DELLS

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CITY OF WISCONSIN DELLS

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JOHNSON BLOCK
CPAs

INDEPENDENT AUDITOR'S REPORT

City Council
City of Wisconsin Dells
Wisconsin Dells, Wisconsin

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Wisconsin Dells, Wisconsin, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the City's basic 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 controls 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 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 entity'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 entity'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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wisconsin Dells, Wisconsin, as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Emphasis of Matter

As discussed in Note 1 to the financial statements, effective January 1, 2019, the City adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*. Our opinions are not modified with respect to this matter.

As noted in Note 12 to the financial statements, beginning net position in the Parking Utility increased by \$34,533. The increase was the result of over-depreciation of certain capital assets in the prior years. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents on pages 48 – 57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted a management’s discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wisconsin Dells, Wisconsin’s basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
September 4, 2020

CITY OF WISCONSIN DELLS
FINANCIAL STATEMENTS

City of Wisconsin Dells

Statement of Net Position
December 31, 2019

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 11,845,558	\$ 7,352,552	\$ 19,198,110
Taxes receivable	4,865,176	-	4,865,176
Notes receivable	96,861	-	96,861
Accounts receivable	9,994	1,031,725	1,041,719
Internal balances	41,832	(41,832)	-
Due from other governmental agencies	549,213	-	549,213
Inventories and prepaids	-	226,893	226,893
Total current assets	<u>17,408,634</u>	<u>8,569,338</u>	<u>25,977,972</u>
Restricted assets:			
Restricted cash	1,435,075	936,629	2,371,704
Total restricted assets	<u>1,435,075</u>	<u>936,629</u>	<u>2,371,704</u>
Capital assets:			
Capital assets	39,073,297	38,813,726	77,887,023
Less: Accumulated depreciation	(18,248,657)	(19,382,679)	(37,631,336)
Net capital assets	<u>20,824,640</u>	<u>19,431,047</u>	<u>40,255,687</u>
Noncurrent assets:			
Special assessments receivable	1,792,755	-	1,792,755
Land held for resale	139,307	-	139,307
Total noncurrent assets	<u>1,932,062</u>	<u>-</u>	<u>1,932,062</u>
Total Assets	<u>41,600,411</u>	<u>28,937,014</u>	<u>70,537,425</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension outflows	1,990,691	493,636	2,484,327
Deferred OPEB outflows - LRLIF	40,338	-	40,338
Unamortized loss on advanced refunding	520,316	-	520,316
Total Deferred Outflows	<u>2,551,345</u>	<u>493,636</u>	<u>3,044,981</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 44,151,756</u>	<u>\$ 29,430,650</u>	<u>\$ 73,582,406</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 415,682	\$ 240,666	\$ 656,348
Accrued liabilities	172,879	799	173,678
Accrued interest	183,094	11,950	195,044
Debt due within one year	2,253,278	249,551	2,502,829
Compensated absences due within one year	161,400	20,057	181,457
Noncurrent liabilities:			
Accrued liabilities	280,000	-	280,000
Customer deposits and public benefits	-	57,295	57,295
Deferred regulatory credit	-	95,315	95,315
Compensated absences due in more than one year	140,800	-	140,800
Net pension liability	733,201	181,813	915,014
Net OPEB liability - LRLIF	186,264	-	186,264
OPEB liability - group health insurance	405,194	-	405,194
Debt due in more than one year	16,835,766	5,471,641	22,307,407
Total Liabilities	<u>21,767,558</u>	<u>6,329,087</u>	<u>28,096,645</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred pension inflows	1,013,409	251,298	1,264,707
Deferred OPEB outflows - LRLIF	49,824	-	49,824
Deferred OPEB outflows - group health insurance	14,945	-	14,945
Subsequent year tax levy	6,053,795	-	6,053,795
Unearned revenue	11,477	-	11,477
Total Deferred Inflows of Resources	<u>7,143,450</u>	<u>251,298</u>	<u>7,394,748</u>
NET POSITION (DEFICIT)			
Net Investment in Capital Assets	8,855,196	13,614,540	22,469,736
Restricted for:			
Capital projects	5,315,792	-	5,315,792
Debt service	1,371,216	936,629	2,307,845
Other purposes	738,843	-	738,843
Unrestricted (deficit)	(1,040,299)	8,299,096	7,258,797
Total Net Position	<u>15,240,748</u>	<u>22,850,265</u>	<u>38,091,013</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 44,151,756</u>	<u>\$ 29,430,650</u>	<u>\$ 73,582,406</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Activities
For the Year Ended December 31, 2019**

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 876,109	\$ 935,196	\$ -	\$ -	\$ 59,087		\$ 59,087
Public safety	3,478,139	313,543	27,600	-	(3,136,996)		(3,136,996)
Public works	2,179,699	276,709	462,015	232,149	(1,208,826)		(1,208,826)
Health	100,217	23,650	-	-	(76,567)		(76,567)
Recreation and education	1,420,280	217,664	193,090	-	(1,009,526)		(1,009,526)
Conservation and development	2,496,388	353,883	-	-	(2,142,505)		(2,142,505)
Interest on long-term debt	616,310	-	-	-	(616,310)		(616,310)
Total	11,167,142	2,120,645	682,705	232,149	(8,131,643)		(8,131,643)
Business-type activities:							
Electric	6,995,007	6,951,639	-	30,683	-	(12,685)	(12,685)
Water	706,833	812,144	-	43,237	-	148,548	148,548
Sewer	1,299,250	1,367,986	-	476	-	69,212	69,212
Parking	324,477	712,017	-	-	-	387,540	387,540
Total business-type activities	9,325,567	9,843,786	-	74,396	-	592,615	592,615
Total	\$ 20,492,709	\$ 11,964,431	\$ 682,705	\$ 306,545	(8,131,643)	592,615	(7,539,028)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					3,410,175	-	3,410,175
Room taxes					1,945,571	-	1,945,571
Tax increments					2,559,622	-	2,559,622
Premier Resort Tax					2,295,124	-	2,295,124
Other taxes					618,201	-	618,201
Special assessments					607	-	607
Grants and contributions not restricted to specific programs					416,591	-	416,591
Unrestricted investment earnings					390,712	109,944	500,656
Miscellaneous					71,827	-	71,827
<i>Special item</i> - loss on disposal of fixed asset					(89,392)	-	(89,392)
Transfers					(861,148)	861,148	-
Total general revenues, special item and transfers					10,757,890	971,092	11,728,982
Changes in Net Position					2,626,247	1,563,707	4,189,954
Net Position - beginning of year					12,614,501	21,252,025	33,866,526
Prior period adjustment					-	34,533	34,533
Net Position - beginning of year - restated					12,614,501	21,286,558	33,901,059
Net Position - end of year					\$ 15,240,748	\$ 22,850,265	\$ 38,091,013

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Balance Sheet
Governmental Funds
December 31, 2019**

	<u>General Fund</u>	<u>Debt Service</u>	<u>Capital Reserve</u>	<u>Room Tax</u>	<u>Tax Increment Districts</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS							
Cash and Cash Equivalents	\$ 4,240,192	\$ 658,595	\$ 640,557	\$ 25,554	\$ 5,118,640	\$ 1,162,018	\$ 11,845,556
Receivables:							
Taxes	1,851,399	231,428	575	-	2,420,574	361,200	4,865,176
Special Assessments	12,736	970,425	-	-	809,594	-	1,792,755
Other	327,058	-	-	-	-	-	327,058
Notes	96,861	-	-	-	-	-	96,861
Due from Other Funds	42,509	-	-	-	-	-	42,509
Due from Other Governments	232,149	-	-	-	-	-	232,149
Restricted Cash	58,348	5,511	-	-	1,371,216	-	1,435,075
Land Held for Resale	-	-	2,452	-	136,855	-	139,307
Total Assets	<u>\$ 6,861,252</u>	<u>\$ 1,865,959</u>	<u>\$ 643,584</u>	<u>\$ 25,554</u>	<u>\$ 9,856,879</u>	<u>\$ 1,523,218</u>	<u>\$ 20,776,446</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts Payable	\$ 412,980	\$ -	\$ 18,678	\$ 25,554	\$ 4,250	\$ 17,099	\$ 478,561
Due to Other Funds	676	-	-	-	-	-	676
Total Liabilities	<u>413,656</u>	<u>-</u>	<u>18,678</u>	<u>25,554</u>	<u>4,250</u>	<u>17,099</u>	<u>479,237</u>
Deferred Inflows of Resources:							
Tax Levy	3,437,949	-	-	-	2,356,027	361,200	6,155,176
Special Assessments	-	899,793	-	-	672,739	-	1,572,532
Unearned Revenue	82,130	-	-	-	-	-	82,130
Total Deferred Inflows of Resources	<u>3,520,079</u>	<u>899,793</u>	<u>-</u>	<u>-</u>	<u>3,028,766</u>	<u>361,200</u>	<u>7,809,838</u>
Fund Balances:							
Nonspendable	109,597	70,631	2,452	-	136,855	-	319,535
Restricted for:							
Debt Service	-	895,535	-	-	1,371,216	-	2,266,751
Library	58,348	-	-	-	-	-	58,348
BID	-	-	-	-	-	313,954	313,954
Capital Projects	-	-	-	-	5,315,792	-	5,315,792
River Arts	-	-	-	-	-	69,888	69,888
Housing Program	-	-	-	-	-	39,651	39,651
Revolving Loan Fund	-	-	-	-	-	76,556	76,556
Fire Services	-	-	-	-	-	47,771	47,771
Economic Development	131,502	-	-	-	-	-	131,502
Committed	-	-	-	-	-	542,621	542,621
Assigned	2,002,788	-	622,454	-	-	54,478	2,679,720
Unassigned	625,282	-	-	-	-	-	625,282
Total Fund Balances	<u>2,927,517</u>	<u>966,166</u>	<u>624,906</u>	<u>-</u>	<u>6,823,863</u>	<u>1,144,919</u>	<u>12,487,371</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 6,861,252</u>	<u>\$ 1,865,959</u>	<u>\$ 643,584</u>	<u>\$ 25,554</u>	<u>\$ 9,856,879</u>	<u>\$ 1,523,218</u>	<u>\$ 20,776,446</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2019**

Total fund balance, governmental funds	\$ 12,487,371
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.	20,824,640
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Pension and OPEB deferred outflows and inflows of resources are actuarially determined. These items are reflected in the Statement of Net Position and are being amortized with pension and OPEB expense in the Statement of Activities. They are not current financial resources or uses and are therefore not reported in the fund statements.	
Pension and OPEB related deferred outflows	2,031,029
Pension and OPEB related deferred inflows	(1,078,178)

Certain other deferred outflows are not available to pay current period expenditures and therefore are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position. This amount represents unamortized loss on advanced refunding.	520,316
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Some receivables are fully accrued and recognized as revenues when the receivable is established for the governmental activities of the Statement of Net Position. They are reported as deferred inflows on the fund financial statements to the extent they are not available.	
Special assessments	1,673,914
Contributed capital	70,653

Some liabilities, (such as Notes Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.	
Long-term debt	19,089,044
Accrued liability - Athletic fields	340,000
Accrued liability - Other	50,000
Compensated absences	302,200
Net OPEB liability - LRLIF	186,264
Net OPEB liability - health insurance	405,194
Net pension liability	733,201
Accrued interest	183,094
	(21,288,997)

Net Position of Governmental Activities in the Statement of Net Position	\$ 15,240,748
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See accompanying notes to the basic financial statements

City of Wisconsin Dells

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Year Ended December 31, 2019

	General Fund	Debt Service	Capital Reserve	Room Tax	Tax Increment Districts	Non-Major Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 5,443,731	\$ 879,770	\$ -	\$ 1,945,571	\$ 2,559,623	\$ 325,658	\$ 11,154,353
Special Assessment Revenue	-	176,373	547	-	125,340	-	302,260
Intergovernmental	1,647,811	-	-	-	38,036	249,300	1,935,147
License and Permits	178,256	-	-	-	-	52,609	230,865
Fines, Forfeits and Penalties	128,374	-	-	-	-	939	129,313
Public Charges for Services	564,577	-	-	-	-	2,192	566,769
Interest/Investment Income	151,395	55,178	27	-	175,646	650	382,896
Miscellaneous Income	221,053	-	2,667	-	-	49,633	273,353
Total Revenues	8,335,197	1,111,321	3,241	1,945,571	2,898,645	680,981	14,974,956
EXPENDITURES							
Current:							
General Government	614,224	210,345	-	-	19,404	-	843,973
Public Safety	2,923,913	-	-	-	-	233,759	3,157,672
Public Works	4,023,593	-	104	-	-	-	4,023,697
Health and Human Services	90,812	-	-	-	-	-	90,812
Culture, Recreation and Education	1,184,161	-	-	-	-	55,677	1,239,838
Conservation and Development	313,362	-	-	1,945,571	54,565	260,999	2,574,497
Capital Outlay:							
General	42,095	-	595	-	-	-	42,690
Public Safety	7,634	-	-	-	-	4,574	12,208
Public Works	4,381	-	-	-	-	-	4,381
Culture, Recreation and Education	-	-	720,795	-	-	-	720,795
Debt Service:							
Principal Repayment	42,850	990,000	34,197	-	2,040,000	-	3,107,047
Interest and Fiscal Charges	-	89,200	9,606	-	494,512	-	593,318
Total Expenditures	9,247,025	1,289,545	765,297	1,945,571	2,608,481	555,009	16,410,928
Excess (Deficiency) of Revenues Over Expenditures	(911,828)	(178,224)	(762,056)	-	290,164	125,972	(1,435,972)
OTHER FINANCING SOURCES (USES)							
Proceeds from Sale of Capital Assets	-	-	24,440	-	-	-	24,440
Transfers In	260,192	-	608,503	-	-	380,000	1,248,695
Transfers Out	(888,503)	-	-	-	(224,835)	-	(1,113,338)
Total Other Financing Sources (Uses)	(628,311)	-	632,943	-	(224,835)	380,000	159,797
Net Change in Fund Balances	(1,540,139)	(178,224)	(129,113)	-	65,329	505,972	(1,276,175)
Fund Balances - Beginning	4,467,656	1,144,390	754,019	-	6,758,534	638,947	13,763,546
Fund Balances - Ending	\$ 2,927,517	\$ 966,166	\$ 624,906	\$ -	\$ 6,823,863	\$ 1,144,919	\$ 12,487,371

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended December 31, 2019**

Net change in fund balances - total governmental funds: \$ (1,276,175)

Amounts reported for Governmental Activities in the Statement of Activities are different because:

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Capital outlay reported in governmental fund statements	3,219,147	
Depreciation expenses reported in the Statement of Activities	<u>(1,172,523)</u>	
Amount by which capital outlays are greater (less) than depreciation in the current period.		2,046,624

Proceeds from the sale of capital assets are reported in the governmental funds as revenues. However, for governmental activities, only the gain or loss on the disposition is reflected in the Statement of Activities. (524,546)

Vested employee benefits are reported in the governmental funds as an expenditure when the amounts are paid. The Statement of Activities reports the value of benefits earned during the year.
Compensated absences earned in current year in excess of amounts paid. (25,600)

Governmental funds report bond and note proceeds as current financial resources. In contrast, the statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of bond and note principal as an expenditure. In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities.
The amount of long-term debt principal payments in the current year is 3,107,047
Amortization of loss on refunding (43,360) 3,063,687

In governmental funds, interest payments on outstanding debt are reported as an expenditure when paid. In the Statement of Activities, interest is reported as incurred.
Interest paid is greater (less) than interest accrued by 15,840

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.
Accrued liability - Amount paid in current year 110,000

Special assessments in the governmental funds that provide current financial resources were previously accrued in the Statement of Activities when they were earned. (522,449)

Some intergovernmental revenues are accrued on the government-wide statements but not on the fund statements because they are not available. 70,653

Pension expense reported in the governmental funds represent current year required contributions into the defined benefit pension plan. Pension expense in the Statement of Activities is actuarially determined by the defined benefit pension plan as the difference between the net pension asset/liability from the prior year to the current year, with some adjustments.
Difference between current year required contributions into the defined benefit pension plan and the actuarially determined change in net pension asset/liability between years, with adjustments (331,787)

Change in Net Position of Governmental Activities \$ 2,626,247

See accompanying notes to the basic financial statements

City of Wisconsin Dells
Statement of Net Position
Proprietary Funds
December 31, 2019

	Enterprise Funds				
	Water	Sewer	Electric	Parking	Total
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 1,721,991	\$ 2,710,923	\$ 2,553,638	\$ 366,000	\$ 7,352,552
Receivables					
Accounts	1,751	-	1,029,975	-	1,031,726
Due from Other Funds	85,017	74,216	1,317	-	160,550
Inventories	34,937	3,316	188,640	-	226,893
Total Current Assets	<u>1,843,696</u>	<u>2,788,455</u>	<u>3,773,570</u>	<u>366,000</u>	<u>8,771,721</u>
Restricted Assets:					
Restricted Cash	-	485,966	450,663	-	936,629
Total Restricted Assets	<u>-</u>	<u>485,966</u>	<u>450,663</u>	<u>-</u>	<u>936,629</u>
Noncurrent Assets:					
Capital Assets:					
Plant and Equipment	8,673,608	17,525,302	10,626,039	1,988,777	38,813,726
Less Accumulated Depreciation	(3,054,428)	(7,633,527)	(8,361,838)	(332,886)	(19,382,679)
Net Capital Assets	<u>5,619,180</u>	<u>9,891,775</u>	<u>2,264,201</u>	<u>1,655,891</u>	<u>19,431,047</u>
Total Noncurrent Assets	<u>5,619,180</u>	<u>9,891,775</u>	<u>2,264,201</u>	<u>1,655,891</u>	<u>19,431,047</u>
Total Assets	<u>7,462,876</u>	<u>13,166,196</u>	<u>6,488,434</u>	<u>2,021,891</u>	<u>29,139,397</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Pension Outflows	104,839	79,498	289,921	19,378	493,636
Total Deferred Outflows of Resources	<u>104,839</u>	<u>79,498</u>	<u>289,921</u>	<u>19,378</u>	<u>493,636</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,567,715</u>	<u>\$ 13,245,694</u>	<u>\$ 6,778,355</u>	<u>\$ 2,041,269</u>	<u>\$ 29,633,033</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 4,916	\$ 9,350	\$ 225,181	\$ 1,220	\$ 240,667
Accrued Liabilities	190	35	574	-	799
Accrued Interest Payable	-	11,950	-	-	11,950
Due to Other Funds	9,817	31,443	160,336	786	202,382
Compensated Absences	-	-	20,057	-	20,057
Other Liabilities	-	-	57,295	-	57,295
Total Current Liabilities	<u>14,923</u>	<u>52,778</u>	<u>463,443</u>	<u>2,006</u>	<u>533,150</u>
Noncurrent Liabilities:					
Net Pension Liability	38,614	29,280	106,782	7,137	181,813
Deferred Regulatory Credit	56,214	-	39,101	-	95,315
Debt Due Within One Year	-	249,551	-	-	249,551
Debt Due in More Than One Year	-	2,696,641	2,775,000	-	5,471,641
Total Noncurrent Liabilities	<u>94,828</u>	<u>2,975,472</u>	<u>2,920,883</u>	<u>7,137</u>	<u>5,998,320</u>
Total Liabilities	<u>109,751</u>	<u>3,028,250</u>	<u>3,384,326</u>	<u>9,143</u>	<u>6,531,470</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred Pensions Inflows	53,371	40,471	147,591	9,865	251,298
Total Deferred Inflows of Resources	<u>53,371</u>	<u>40,471</u>	<u>147,591</u>	<u>9,865</u>	<u>251,298</u>
NET POSITION					
Net Investment in Capital Assets	5,562,966	6,945,583	(549,900)	1,655,891	13,614,540
Restricted for Debt Service	-	485,966	450,663	-	936,629
Unrestricted	<u>1,841,627</u>	<u>2,745,424</u>	<u>3,345,675</u>	<u>366,370</u>	<u>8,299,096</u>
Total Net Position	<u>7,404,593</u>	<u>10,176,973</u>	<u>3,246,438</u>	<u>2,022,261</u>	<u>22,850,265</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 7,567,715</u>	<u>\$ 13,245,694</u>	<u>\$ 6,778,355</u>	<u>\$ 2,041,269</u>	<u>\$ 29,633,033</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2019**

	Enterprise Funds				Total
	Water	Sewer	Electric	Parking	
OPERATING REVENUES					
Charges for Services	\$ 812,144	\$ 1,356,702	\$ 6,943,226	\$ 570,697	\$ 9,682,769
Other Operating Revenues	-	-	-	141,320	141,320
Total Operating Revenues	<u>812,144</u>	<u>1,356,702</u>	<u>6,943,226</u>	<u>712,017</u>	<u>9,824,089</u>
OPERATING EXPENSES					
Operation and Maintenance	531,347	749,441	6,458,183	274,812	8,013,783
Depreciation	167,836	476,000	433,463	49,665	1,126,964
Total Operating Expenses	<u>699,183</u>	<u>1,225,441</u>	<u>6,891,646</u>	<u>324,477</u>	<u>9,140,747</u>
Operating Income (Loss)	<u>112,961</u>	<u>131,261</u>	<u>51,580</u>	<u>387,540</u>	<u>683,342</u>
NONOPERATING REVENUES (EXPENSES)					
Interest and Investment Revenue	22,718	47,873	39,355	-	109,946
Interest Expense	-	(73,809)	(103,360)	-	(177,169)
Other	29,184	11,760	28,840	-	69,784
Loss on Disposal of Assets	(7,650)	-	-	-	(7,650)
Miscellaneous Amortization	14,053	-	10,256	-	24,309
Total Nonoperating Revenue (Expenses)	<u>58,305</u>	<u>(14,176)</u>	<u>(24,909)</u>	<u>-</u>	<u>19,220</u>
Income (Loss) Before Contributions and Transfers	171,266	117,085	26,671	387,540	702,562
Capital Grants and Contributions	228,065	206,355	-	562,085	996,505
Transfers In	-	-	124,835	-	124,835
Transfers Out	-	-	-	(260,192)	(260,192)
Change in Net Position	<u>399,331</u>	<u>323,440</u>	<u>151,506</u>	<u>689,433</u>	<u>1,563,710</u>
Total Net Position - Beginning, as Previously Stated	7,005,262	9,853,533	3,094,932	1,298,295	21,252,022
Prior Period Adjustment	-	-	-	34,533	34,533
Total Net Position - Beginning, as Restated	<u>7,005,262</u>	<u>9,853,533</u>	<u>3,094,932</u>	<u>1,332,828</u>	<u>21,286,555</u>
Total Net Position - Ending	<u>\$ 7,404,593</u>	<u>\$ 10,176,973</u>	<u>\$ 3,246,438</u>	<u>\$ 2,022,261</u>	<u>\$ 22,850,265</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

	Enterprise Funds				
	Water	Sewer	Electric	Parking	Total
Cash Flows From Operating Activities:					
Receipts from customers and users	\$ 812,546	\$ 1,357,222	\$ 7,035,665	\$ 712,017	\$ 9,917,450
Payments to suppliers	(388,706)	(586,673)	(6,041,395)	(171,362)	(7,188,136)
Payments to employees	(157,076)	(142,527)	(392,181)	(102,354)	(794,138)
Received from/paid to other funds	(8,650)	(1,085)	(7,210)	(259,406)	(276,351)
Net cash provided (used) by operating activities	<u>258,114</u>	<u>626,937</u>	<u>594,879</u>	<u>178,895</u>	<u>1,658,825</u>
Cash Flows From Capital and Financing Activities:					
Acquisition and construction of plant assets	(200,609)	(243,171)	(211,178)	(349,129)	(1,004,087)
Principal payments on long-term debt	-	(256,879)	(185,000)	-	(441,879)
Interest and fiscal charges	-	(74,859)	(105,948)	-	(180,807)
Transfers for debt service payments	-	-	124,835	-	124,835
Net cash provided (used) by capital and related financing activities	<u>(200,609)</u>	<u>(574,909)</u>	<u>(377,291)</u>	<u>(349,129)</u>	<u>(1,501,938)</u>
Cash Flows From Non-Capital Financing Activities:					
Miscellaneous non-operating receipts	29,184	-	28,840	-	58,024
Net cash provided (used) by non-capital financing activities	<u>29,184</u>	<u>-</u>	<u>28,840</u>	<u>-</u>	<u>58,024</u>
Cash Flows From Investing Activities:					
Interest on investments	22,718	47,873	39,355	-	109,946
Net cash provided (used) by investing activities	<u>22,718</u>	<u>47,873</u>	<u>39,355</u>	<u>-</u>	<u>109,946</u>
Net increase (decrease) in cash and equivalents	109,407	99,901	285,783	(170,234)	324,857
Cash and equivalents - beginning of year	1,612,584	3,096,988	2,718,518	536,234	7,964,324
Cash and equivalents - end of year	<u>\$ 1,721,991</u>	<u>\$ 3,196,889</u>	<u>\$ 3,004,301</u>	<u>\$ 366,000</u>	<u>\$ 8,289,181</u>
Reconciliation of cash to statement of net position:					
Cash and Cash Equivalents	\$ 1,721,991	\$ 2,710,923	\$ 2,553,638	\$ 366,000	\$ 7,352,552
Restricted Cash	-	485,966	450,663	-	936,629
	<u>\$ 1,721,991</u>	<u>\$ 3,196,889</u>	<u>\$ 3,004,301</u>	<u>\$ 366,000</u>	<u>\$ 8,289,181</u>
Reconciliation of operating income (loss) to net cash flows from operating activities:					
Operating income (loss)	\$ 112,961	\$ 131,261	\$ 51,580	\$ 387,540	\$ 683,342
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Transfers	-	-	-	(260,192)	(260,192)
Miscellaneous sales (costs)	-	11,760	-	-	11,760
Depreciation	167,836	476,000	433,463	49,665	1,126,964
Depreciation charged other accounts	9,300	-	-	-	9,300
Changes in Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources:					
Receivables	402	520	92,439	-	93,361
Interfund accounts	(8,650)	(1,085)	(7,210)	786	(16,159)
Inventories	(1,973)	-	4,661	-	2,688
Pension related deferrals and assets	11,880	11,646	30,881	2,571	56,978
Accounts payable	(33,259)	(2,769)	(5,016)	(1,405)	(42,449)
Accrued expenses	(383)	(396)	(424)	-	(1,203)
Other liabilities	-	-	(5,495)	(70)	(5,565)
Net cash provided (used) by operating activities	<u>\$ 258,114</u>	<u>\$ 626,937</u>	<u>\$ 594,879</u>	<u>\$ 178,895</u>	<u>\$ 1,658,825</u>
Noncash Capital Financing Activities					
Contributed utility plant	<u>\$ 228,065</u>	<u>\$ 206,355</u>	<u>\$ -</u>	<u>\$ 562,085</u>	<u>\$ 996,505</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Fiduciary Net Position
Tax Collection Fund
December 31, 2019**

	<u>Tax Collection</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,419,067
Property Taxes Receivable	<u>3,493,683</u>
Total Assets	<u><u>\$ 4,912,750</u></u>
LIABILITIES	
Due to Other Governments	<u>\$ 4,912,750</u>
Total Liabilities	<u><u>\$ 4,912,750</u></u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Changes in Fiduciary Net Position
Tax Collection Fund
For the Year Ended December 31, 2019**

	<u>Tax Collection</u>
ADDITIONS	
Property Tax Collections for Other Governments	\$ 3,270,322
Total Additions	<u>3,270,322</u>
DEDUCTIONS	
Payments of Taxes to Other Governments	<u>3,270,322</u>
Total Deductions	<u>3,270,322</u>
Net Increase (Decrease) in Fiduciary Net Position	-
Net Position - Beginning	-
Net Position - Ending	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies

The accounting policies of the City of Wisconsin Dells, Wisconsin conform to accounting principles generally accepted in the United States of America as applicable to governmental units.

A. Reporting Entity

The City is a municipal corporation governed by an elected council of a mayor and six alderpersons. The reporting entity for the City consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government. The City has identified the Community Development Authority of the City of Wisconsin Dells as a component unit that is required to be included in the financial statements. Activities of the Authority are reported in a capital projects fund and are discussed in Note 16.

See Note 13 regarding joint ventures.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements report information on all of the nonfiduciary activities of the City. The effect of most interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers for services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the requirements of a particular function. Taxes and other items not included in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Governmental funds include general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise funds. Major individual governmental and enterprise funds are reported in separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund - the general operating fund of the municipality. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund also includes the activity of the Premier Resort Tax Fund.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

Capital Reserve Fund - used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Room Tax Fund - used to account for the collection and expenditure of the City's room tax legally restricted for tourism promotion and tourism development.

Debt Service Fund - used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs that are related to the City's governmental activities.

Tax Increment District Fund - Transactions of the City's tax incremental districts are accounted for in a capital projects fund.

The City reports the following major proprietary funds:

Enterprise Funds - The enterprise funds are the Water Utility, Sewer Utility, Electric Utility and Parking Utility.

The nonmajor governmental funds of the City are reported in a single column on the fund financial statements.

Fiduciary Funds – consist of pension (and other employee benefit) trust funds, private-purpose trust funds, investment trust funds, and custodial funds. Fiduciary funds should be used only to report resources held for individuals, private organizations, or other governments. A fund is presented as a fiduciary fund when all of the following criteria are met: a) the government *controls* the assets that finance the activity, b) Assets are *not* generated from the *government's own-source revenues* or from government-mandated or voluntary nonexchange transactions, c) assets are administered through a *qualifying trust* or the government does *not* have *administrative involvement* and the assets are *not* generated from the *government's delivery of goods or services* to the beneficiaries, *or* the assets are for the benefit of *entities that are not part of the government's reporting entity*.

The City reports the following fiduciary fund:

Custodial Fund – used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The City accounts for tax collections payable to overlaying taxing jurisdictions in a custodial fund.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recognized when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized when all eligibility requirements have been met.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Resources not available to finance expenditures and commitments of the current period are recorded as deferred inflows or nonspendable fund balance. Expenditures are recorded when the related fund liability is incurred, except for debt service expenditures, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

D. Budgets

Annual budgets for the general fund and debt service fund are approved by the City Council. City management submits the proposed budget to the common council. The council conducts public hearings on the proposed budget and adopts the budget before December each year. See notes to required supplementary information for additional information.

E. Cash and Cash Equivalents

For purposes of the statement of cash flows, the City considers all highly liquid, unrestricted investments with an initial maturity of three months or less to be cash equivalents.

F. Taxes Receivable

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided. In addition to property taxes for the municipality, taxes are collected for and remitted to the state and county governments as well as the local and vocational school districts. Taxes for other state and local governmental units collected in the current year for the succeeding year are reported as payable to other governments. Taxes are levied in December on the assessed value as of the prior January 1.

Property tax calendar - 2019 roll

Lien and levy date, tax bills mailed	December, 2019
Payment in full or first installment due	January 31, 2020
Second installment due	July 31, 2020
Tax sale – 2019 delinquent real estate taxes	October, 2022

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

G. Allowance for Uncollectible Accounts

Delinquent real estate taxes are paid in full by the county, which assumes the collection thereof. No provision for uncollectible utility accounts receivable has been made in the accompanying financial statements because the utilities have the right by law to place delinquent bills on the tax roll.

H. Capital Assets

Additions to and replacements of capital assets are recorded at original cost, which includes material, labor, overhead, and interest incurred during construction. Contributed capital assets are recorded at estimated acquisition value at the time received. The cost of property replaced, retired or otherwise disposed of is deducted from plant accounts and accumulated depreciation. Depreciation is recorded using the straight-line method over the estimated useful lives.

The historical cost of streets, storm water sewers, sidewalks, and curb and gutter acquired prior to 2004 was estimated. Capital assets acquired for governmental purposes are recorded as expenditures in the governmental fund financial statements.

I. Land Held for Resale

The financial statements include land held for resale. This represents the original cost of land purchased by the City and held for resale to developers.

J. Inventories

Proprietary fund inventories are generally used for construction or maintenance - not for resale. They are valued at cost based on first in - first out and charged to construction or maintenance when used.

K. Long-Term Debt

In the government-wide and proprietary fund financial statements, long-term liabilities are reported. Bonds payable are reported net of the applicable bond premium or discount. Long-term liabilities are not reported in the governmental fund financial statements. Proceeds of long-term debt issues are reflected as "Other Financing Sources" in the operating statement of the recipient fund. Retirement of these issues is reported as an expenditure in the year in which the debt matures or is repaid, whichever is earlier.

L. Regulatory Credit

In 2004 the Public Service Commission of Wisconsin ("Wisconsin PSC") required regulated utilities (the water utility and electric utility) to create a deferred regulatory credit account. The amount of the credit was equal to the estimated accumulated depreciation on contributed utility plant as of December 31, 2003. The credit has the effect of reducing the rate base used by the Commission in approving user rates charged by the utilities. The credit is being amortized to non-operating income over a period of 20 years.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

M. Compensated Absences

The governmental funds have not recorded liabilities for accrued employee vacations and sick leave since these will not be liquidated from current revenues. The actual expenditure will be recorded at the time the benefits are used by the employee, and will be paid at the rate of pay then in effect. Under terms of employment, municipal employees are granted vacations and sick leave in varying amounts. To the extent that sick leave and vacation must be paid by the municipality when an employee leaves employment, such amounts are considered to be a long-term liability and are reported in the government-wide and proprietary fund financial statements.

N. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

O. Claims and Judgments

Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. The related expenditure is recognized when the liability is liquidated. Claims and judgments are reported in the government-wide and proprietary fund financial statements as expenses when the related liabilities are incurred.

P. Equity

Equity is classified as net position in the government-wide and proprietary fund financial statements and displayed in three components. 1) Net investment in capital assets – the amount of capital assets less accumulated depreciation and outstanding debt related to the purchase, construction, or improvement of capital assets. 2) Restricted net position – amount of net position subject to restrictions that are imposed by external groups or law. 3) Unrestricted net position – net position that is classified as neither of the above.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

In the governmental fund financial statements, equity is reported as fund balance.

Fund Balance is report in five separate classifications:

Nonspendable – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted – resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

P. Equity (Continued)

Committed – resources which are subject to limitation the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Assigned – resources neither restricted nor committed for which a government has a stated intended use as established by the City Council or a body or official to which the City Council has delegated the authority to assign amounts for specific purposes.

Unassigned – resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

When restricted and other fund balance resources are available for use, it is the City's policy to use restricted resources first, followed by committed, assigned, and unassigned amounts, respectively.

Q. Revenues and Expenses

Intergovernmental aids and grants are recognized as revenues in the period the related expenditures are incurred, if applicable, or when the municipality is entitled to the aids.

In the governmental funds, special assessments are recorded as revenues when collected. Annual installments due in future years are reflected as receivables and deferred inflows. As of December 31, 2019, the City is owed \$1,780,018 in special assessments related to developer projects. The assessments are due in annual installments of approximately \$302,000 for ten to fourteen years bearing interest ranging from 3.75% to 4.98%. These assessments are reported in the TID and Debt Service funds.

Proprietary fund revenues are recorded when services are billed. Estimated unbilled revenues are accrued to the end of the year. Rates charged by the water utility and electric utility are regulated by the Public Service Commission of Wisconsin.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are user charges for water consumption, for wastewater disposal and treatment, for electricity use and parking fees. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Contributions and contributed capital to the utilities are reflected as nonoperating revenue.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

R. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee health; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and from the Cities and Villages Mutual Insurance Company (CVMIC). The City is a participant in the Wisconsin Municipal Insurance Commission (WMIC) which formed CVMIC to operate as a public entity risk pool. The City retains responsibility for the first \$10,000 on all risks and has \$5,000,000 of liability coverage from CVMIC. The City's participation in WMIC and CVMIC is described in Note 13. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

S. Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources, and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS), and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported for WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefits terms. Investments are reported at fair value.

T. Other Postemployment Benefits (OPEB) Plan – Group Life Insurance Plan

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes, for purposes of measuring the net Other Postemployment Benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF's fiduciary net position that have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. See Note 8 for additional information.

U. Other Postemployment Benefits (OPEB) Plan – Group Health Insurance Plan

The City has their health insurance through Employee Trust Fund (ETF). The ETF health plan allows all retirees who are eligible for WRS to choose to self-pay the full (100%) amount of premiums to remain on the City's group health insurance plan indefinitely, provided they continue to pay all required premiums. The City's group health insurance plan OPEB liability is based upon the actuarial assumptions and projections. The City's annual liability for retiree medical benefits is on a pay-as-you-go basis. See Note 9 for additional information.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

1. Significant Accounting Policies (Continued)

V. Change in Accounting Principle

Effective January 1, 2019, the City adopted provisions of GASB Statement No. 84, Fiduciary Activities. GASB No. 84, Fiduciary Activities, establishes general criteria for determining what activities should be reported in the fiduciary funds and requires the recognition of a liability when an event has occurred that requires the disbursement of fiduciary resources. Implementation of GASB No. 84, Fiduciary Activities, replaces Agency Fund types with Custodial Funds for the accumulation of assets for entities outside the government's reporting entity. Unlike Agency Funds, Custodial Funds present a statement of net position and a statement of change in net position. The statement of changes in fiduciary net position reports additions and deductions for taxes collected and distributed on behalf of, or, to other governments.

2. Cash and Investments

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments to the list below. The City's investment policy is to follow state statutes. Available investments are limited to:

1. Deposits in any credit union, bank, savings bank, trust company or savings and loan association which is authorized to transact business in this State;
2. Bonds or securities issued or guaranteed as to principal and interest by the federal government, or by a commission, board or other instrumentality of the federal government;
3. Bonds or securities of any county, drainage district, VTAE district, village, city, town, or school district of this State;
4. Any security which matures or which may be tendered for purchase at the option of the holder within not more than seven years of the date on which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by Standard & Poor's Corporation, Moody's investor service or other similar nationally recognized rating agency or if that security is senior to, or on a parity with, a security of the same issuer which has such a rating;
5. The local government pooled-investment fund as established under Section 25.50 of the Wisconsin Statutes;
6. Agreements in which a public depository agrees to repay funds advanced to it by the Board, plus interest, if the agreement is secured by bonds or securities issued or guaranteed as to principal and interest by the federal government;
7. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options;
8. Bonds issued by the University of Wisconsin Hospital and Clinics Authority and the Wisconsin Aerospace Authority.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

2. Cash and Investments (Continued)

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City would 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 risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the City would not be able to recover the value of its investment of collateral securities that are in the possession of another party. The City's policy for custodial credit risk is to obtain collateral for all deposits.

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for demand accounts and \$250,000 for time and savings accounts. Bank accounts and the local government investment pool are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may be significant to individual organizations.

Fluctuating cash flows during the year due to tax collections, receipt of state aids and/or proceeds from borrowing may have resulted in temporary balances exceeding insured amounts.

As of December 31, 2019, \$4,505,720 of the City's deposits with financial institutions were exposed to custodial credit risk as follows:

Uninsured and collateralized	\$ 4,505,720
Total	<u>\$ 4,505,720</u>

Wisconsin Local Government Investment Pool

The Wisconsin Local Government Investment Pool is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board (SWIB). The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. All investments are valued at amortized cost by the SIF for purposes of calculating earnings to each participant. Specifically, the SIF distributes income to pool participants monthly, based on their average daily share balance. Distributions include interest income based on stated rates (both paid and accrued), amortization of discounts and premiums on a straight-line basis, realized investment gains and losses calculated on an amortized cost basis, and investment expenses. This method does not distribute to participants any unrealized gains or losses generated by the pool's investments. Detailed information about the SIF is available in separately issued financial statements available at <http://www.doa.wi.gov/Pages/StateFinances/LGIP.aspx>. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2019, the fair value of the City's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

SWIB may invest in obligations of the U.S. Treasury and its agencies, Commercial Paper, Bank Time Deposits/Certificates of Deposit, Bankers' Acceptances, Asset Backed Securities and Repurchase Agreements secured by the U.S. Government or its agencies and other instruments authorized under State Investment Fund investment guidelines.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

2. Cash and Investments (Continued)

Investment allocation in the LGIP as of December 31, 2019, was: 88.05% in U.S. Government Securities, 2.70% in Certificates of Deposit and Bankers' Acceptances and 9.25% in Commercial Paper and Corporate Notes. The Wisconsin State Treasurer updates the investment allocations on a monthly basis.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity its fair value has to changes in market interest rates.

The City's investment policy follows state statutes that limit investment maturities to three years as a means of managing exposure of fair value losses arising from increasing interest rates. City investments at December 31, 2019, were available on demand or had maturities of less than one year.

Restricted Cash and Investments

Bond covenants and external sources require portions of debt proceeds and income to be set aside for debt service payments and asset replacements.

The following balances were restricted as of December 31, 2019:

General Fund - library donation	\$ 58,348
Tax Increment Districts - lease revenue bond reserve	1,371,216
Debt Service – current refunding proceeds	5,511
Sewer Utility - DNR replacement	485,966
Electric Utility - bond reserves	450,663
	<u>\$ 2,371,704</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

3. Capital Assets

Capital asset activity for the year ended December 31, 2019, is shown below:

Governmental Activities	Balance 1/1/2019	Additions	Deletions	Balance 12/31/2019
<i>Capital assets, not being depreciated</i>				
Land	\$ 1,706,225	\$ -	\$ 510,263	\$ 1,195,962
Construction Work in Progress	173,312	3,120,290	135,864	3,157,738
Subtotals	<u>1,879,537</u>	<u>3,120,290</u>	<u>646,127</u>	<u>4,353,700</u>
<i>Capital assets, being depreciated</i>				
Infrastructure	20,910,830	121,582	-	21,032,412
Buildings and improvements	8,357,817	13,800	-	8,371,617
Equipment and vehicles	5,230,512	85,057	-	5,315,569
Subtotals	<u>34,499,159</u>	<u>220,439</u>	<u>-</u>	<u>34,719,598</u>
<i>Accumulated depreciation</i>				
Infrastructure	10,111,256	670,094	-	10,781,350
Buildings and improvements	3,560,463	225,698	-	3,786,161
Equipment and vehicles	3,404,415	276,731	-	3,681,146
Subtotals	<u>17,076,134</u>	<u>1,172,523</u>	<u>-</u>	<u>18,248,657</u>
<i>Net capital assets, being depreciated</i>	<u>17,423,025</u>	<u>(952,084)</u>	<u>-</u>	<u>16,470,941</u>
Capital Assets, net	<u><u>\$ 19,302,562</u></u>	<u><u>\$ 2,168,206</u></u>	<u><u>\$ 646,127</u></u>	<u><u>\$ 20,824,640</u></u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

3. Capital Assets (Continued)

Business-type Activities	Balance 1/1/2019	Additions	Deletions	Balance 12/31/2019
<i>Capital assets, not being depreciated</i>				
Construction work in progress	\$ 2,816,874	\$ -	\$2,591,158	\$ 225,716
Land	277,130	656,434	-	933,564
Subtotals	<u>3,094,004</u>	<u>656,434</u>	<u>2,591,158</u>	<u>1,159,280</u>
<i>Capital assets, being depreciated</i>				
Water utility plant	8,210,009	428,673	24,626	8,614,056
Sewer utility plant	14,363,643	3,033,134	74,018	17,322,759
Electric utility plant	10,209,408	214,267	38,387	10,385,288
Parking utility plant	1,083,564	514,779	266,000	1,332,343
Subtotals	<u>33,866,624</u>	<u>4,190,853</u>	<u>403,031</u>	<u>37,654,446</u>
<i>Accumulated depreciation</i>				
Water utility plant	2,901,916	167,836	15,324	3,054,428
Sewer utility plant	7,231,545	476,000	74,018	7,633,527
Electric utility plant	7,966,257	433,463	37,882	8,361,838
Parking utility plant	323,755	49,665	40,534	332,886
Subtotals	<u>18,423,473</u>	<u>1,126,964</u>	<u>167,758</u>	<u>19,382,679</u>
<i>Net capital assets, being depreciated</i>	<u>15,443,151</u>	<u>3,063,889</u>	<u>235,273</u>	<u>18,271,767</u>
Capital Assets, net	<u>\$18,537,155</u>	<u>\$ 3,720,323</u>	<u>\$2,826,431</u>	<u>\$19,431,047</u>

Depreciation expense was charged to functions on the Statement of Activities as follows:

Governmental activities:	
General government	\$ 19,441
Public safety	149,924
Public works	806,734
Health	3,932
Recreation and education	187,891
Conservation and development	4,601
Total	<u>\$ 1,172,523</u>
Business-type activities:	
Water Utility	167,836
Sewer Utility	476,000
Electric Utility	433,463
Parking	49,665
Total	<u>\$ 1,126,964</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

4. Long-Term Obligations

The following is a summary of the long-term debt transactions for the year ended December 31, 2019:

	Balance 1/1/2019	Increases	Decreases	Balance 12/31/2019
<u>Governmental Activities</u>				
Notes and bonds from direct borrowings and direct placements	\$ 2,740,000	\$ -	\$ 55,000	\$ 2,685,000
General obligation bonds	5,440,000	-	950,000	4,490,000
CDA bonds	13,535,000	-	2,025,000	11,510,000
Capital leases	266,841	-	34,197	232,644
Land contracts	214,250	-	42,850	171,400
Total bonds, notes payable, capital leases, and land contracts	<u>22,196,091</u>	<u>-</u>	<u>3,107,047</u>	<u>19,089,044</u>
Other liabilities:				
Compensated absences	<u>276,600</u>	<u>25,600</u>	<u>-</u>	<u>302,200</u>
Total other liabilities	<u>276,600</u>	<u>25,600</u>	<u>-</u>	<u>302,200</u>
Total long-term liabilities - governmental activities	<u>\$ 22,472,691</u>	<u>\$ 25,600</u>	<u>\$ 3,107,047</u>	<u>\$ 19,391,244</u>
	Balance 1/1/2019	Increases	Decreases	Balance 12/31/2019
<u>Business-Type Activities</u>				
Notes and bonds from direct borrowings and direct placements	\$ 3,203,070	\$ -	\$ 256,878	\$ 2,946,192
Revenue bonds	<u>2,960,000</u>	<u>-</u>	<u>185,000</u>	<u>2,775,000</u>
Total bonds and notes payable	<u>6,163,070</u>	<u>-</u>	<u>441,878</u>	<u>5,721,192</u>
Other liabilities:				
Compensated absences	<u>20,057</u>	<u>-</u>	<u>-</u>	<u>20,057</u>
Total other liabilities	<u>20,057</u>	<u>-</u>	<u>-</u>	<u>20,057</u>
Total long-term liabilities - business-type activities	<u>\$ 6,183,127</u>	<u>\$ -</u>	<u>\$ 441,878</u>	<u>\$ 5,741,249</u>

Interest paid in 2019 on governmental activities and business-type activities debt was \$585,395 and \$180,807, respectively.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

4. Long-Term Obligations (Continued)

A. General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the municipality. Revenue debt for governmental activities is payable from annual tax increments collected on the tax roll. If the tax increments are not sufficient, the debt will be paid by future tax levies. Business-type activities debt is payable by revenues from user fees of the proprietary funds.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the municipality may not exceed five percent of the equalized value of taxable property within the municipality's jurisdiction. The debt limit as of December 31, 2019, was \$22,449,925. The total of general obligation debt at December 31, 2019, was \$7,175,000.

Following is a schedule of the general obligation long-term debt of the City at December 31, 2019. Interest on all indebtedness is due semi-annually, except for the state trust fund loans which are due annually.

<u>GENERAL OBLIGATION DEBT</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
General obligation promissory notes issued in 2013 at an interest rate of 1.80 to 2.20%, due in varying amounts until maturity at 9/1/22	\$ 1,600,000	\$ -
General obligation promissory notes issued in 2014 at an interest rate of .75 to 3.0%, due in varying amounts until maturity at 9/1/23	1,085,000	-
General obligation refunding bonds issued in 2016 at interest rates of 1.05 to 1.75%, due in varying amounts until maturity at 3/1/22	1,220,000	-
General obligation refunding bonds issued in 2016 at interest rates of .75 to 2.35%, due in varying amounts until maturity at 3/1/30	3,270,000	-
Total general obligation debt	<u>7,175,000</u>	<u>-</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

4. Long-Term Obligations (Continued)

B. Mortgage Revenue Debt

<u>REVENUE BONDS</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Sewer Mortgage Revenue Bonds dated 11/9/05, at interest rate of 2.429%, due in increasing annual installments until 5/1/25	\$ -	\$ 890,430
Sewer Mortgage Revenue Bonds dated 5/12/10, at interest rate of 2.4%, due in increasing annual installments until maturity at 5/1/30	-	115,626
Electric System Revenue Refunding Bonds dated 12/6/10, at interest rates of 1.45% to 4.1%, due in varying amounts until maturity at 1/1/24	-	620,000
Electric System Revenue Refunding Bonds dated 9/10/12, at interest rates of .90% to 3.85%, due in varying amounts until maturity at 1/1/32	-	2,155,000
Sewer Mortgage Revenue Bonds dated 2/24/16, at interest rate of 2.438%, due in increasing annual installments until maturity at 5/1/35.	-	1,940,136
Taxable Community Development Lease Revenue Bonds, Series 2017A, dated March 8, 2017, at interest rates of 2.0% to 3.2%, due in varying amounts until maturity at 3/1/22	1,770,000	-
Community Development Lease Revenue Bonds, Series 2017B, dated March 8, 2017, at interest rates of 2.6% to 3.85%, due in varying amounts until maturity at 3/1/30	<u>9,740,000</u>	<u>-</u>
Total revenue bonds	<u>11,510,000</u>	<u>5,721,192</u>

C. Land Contracts

LAND CONTRACTS

Land contract dated 12/22/11, at interest rate of 0%, due in annual installments until maturity at 12/28/23	171,400	-
Total land contracts	<u>171,400</u>	<u>-</u>
Total debt	<u>\$ 19,089,044</u>	<u>\$ 5,721,192</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

4. Long-Term Obligations (Continued)

D. Debt Service Requirements

Debt service requirements to maturity are as follows:

Years	Governmental Activities				
	General Obligation Bonds	Notes and Bonds from Direct Borrowings and Direct Placements	CDA Bonds	Land Contracts Contracts	Total
<u>Principal</u>					
2020	\$ 955,000	\$ 580,000	\$ 640,000	\$ 42,850	\$ 2,217,850
2021	945,000	585,000	670,000	42,850	2,242,850
2022	850,000	610,000	680,000	42,850	2,182,850
2023	305,000	910,000	410,000	42,850	1,667,850
2024	300,000	-	1,315,000	-	1,615,000
2025-2029	1,020,000	-	6,375,000	-	7,395,000
2030	115,000	-	1,420,000	-	1,535,000
Totals	<u>\$ 4,490,000</u>	<u>\$ 2,685,000</u>	<u>\$ 11,510,000</u>	<u>\$ 171,400</u>	<u>\$ 18,856,400</u>
<u>Interest</u>					
2020	\$ 64,600	\$ 63,888	\$ 377,883	\$ -	\$ 506,370
2021	52,048	53,200	359,193	-	464,440
2022	38,730	41,050	338,923	-	418,703
2023	29,705	27,300	322,963	-	379,968
2024	25,018	-	297,498	-	322,515
2025-2029	58,765	-	864,296	-	923,061
2030	1,351	-	27,335	-	28,686
Totals	<u>\$ 270,216</u>	<u>\$ 185,438</u>	<u>\$ 2,588,089</u>	<u>\$ -</u>	<u>\$ 3,043,743</u>

Year	Business-Type Activities			
	Notes and Bonds from Direct Borrowings and Direct Placements		Revenue Bonds	
	Principal	Interest	Principal	Interest
2020	\$ 249,551	\$ 68,669	\$ -	\$ 48,793
2021	255,619	62,527	190,000	94,470
2022	261,834	56,236	200,000	87,793
2023	268,201	49,792	210,000	80,355
2024	274,722	43,191	220,000	72,320
2025-2029	808,139	143,208	1,160,000	252,255
2030-2034	683,749	59,485	795,000	46,093
2035	144,377	1,760	-	-
Totals	<u>\$ 2,946,192</u>	<u>\$ 484,868</u>	<u>\$ 2,775,000</u>	<u>\$ 682,078</u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

4. Long Term Obligations (Continued)

E. Capital Lease

The City has entered into a capital lease agreement as of December 31, 2017, for a fire truck. The cumulative amount of assets acquired under the capital lease described above amounted to \$462,467 with \$138,740 of accumulated depreciation as of December 31, 2019. The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2019, were as follows:

	2020	\$ 43,804	
	2021	43,804	
	2022	43,804	
	2023	43,804	
	2024	43,804	
	2025	43,800	
	Total Minimum Lease Payments	262,820	
	Less: Amount representing Interest	(30,176)	
	Present Value of Net Minimum Lease Payments	\$ 232,644	

F. Other Long-Term Obligations

The following is a summary of changes in other long-term obligations for the year ended December 31, 2019.

	Balance 1/1/2019	Increases	Decreases	Balance 12/31/2019
Accrued Liabilities:				
Athletic Fields	\$ 425,000	\$ -	\$ 85,000	\$ 340,000
Other	75,000	-	25,000	50,000
Total	\$ 500,000	\$ -	\$ 110,000	\$ 390,000

Other long-term obligations will be paid out of the general fund and the business improvement district fund.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

4. Long Term Obligations (Continued)

G. Bond Compliance Requirements

The City was covered under the following insurance at December 31, 2019:

Company	Type	Coverage	Expiration Date
Cities and Villages			
Mutual Insurance Company	General liability	\$ 5,000,000	1/1/2020
	Uninsured Motor Vehicle		
	Per Person	25,000	
	Per Occurrence	50,000	
	Auto Physical Damage Insurance		
	Per Occurrence	15,000,000	
	Sub-limit for any Vehicle	1,500,000	
	Worker's Compensation	Wisconsin Statutory Limits	
	Worker's Compensation Employer's Liability:		
	Each Accident	500,000	
	Each Employee for Disease	500,000	
	Policy Limit for Disease	500,000	

The Sewer Utility is required by bond ordinances to produce net revenues sufficient to provide 110% of the annual principal and interest requirements on the bonds.

Net revenues required	<u>\$ 350,042</u>
2019 net revenues	<u>\$ 655,134</u>

5. Compensated Absences and Termination Benefits

The following is a summary of changes in other long-term obligations related to the governmental activities for the year ended December 31, 2019.

	Balance 1/1/2019	Increases	Decreases	Balance 12/31/2019
Compensated Absences:				
Accumulated vacation	\$ 147,900	\$ 13,500	\$ -	\$ 161,400
Accumulated sick leave	128,700	12,100	-	140,800
Totals	<u>\$ 276,600</u>	<u>\$ 25,600</u>	<u>\$ -</u>	<u>\$ 302,200</u>

The City will pay a portion of the monetary value of accumulated sick leave to union employees upon retirement or death. Alternatively, the retiring employee may apply a greater portion of the sick leave balance to future health insurance premiums. An expenditure and a liability are recorded in the general fund at the time of an eligible employee's retirement for the value of the employee's accumulated sick leave that is expected to be paid during the current year. The estimated long-term obligation for pay outs of the accumulated sick leave of current and retired employees on December 31, 2019, was \$161,400 and is accrued in the government-wide financial statements. The City finances these benefits on a pay-as-you-go basis. Obligations for compensated absences will be paid out of the general fund.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

6. Interfund Balances and Transfers

Interfund balances at December 31, 2019 were:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General	Electric	\$ 32,665	Taxes & Expenses
General	Water	9,769	Taxes & Expenses
General	Sewer	75	Expenses
Subtotal General		<u>42,509</u>	
Electric	Water	49	Expenses
Electric	General	1,269	Expenses
Subtotal Electric		<u>1,317</u>	
Water	Sewer	31,447	Meter Costs
Water	Electric	53,570	Utility Bills
Subtotal Water		<u>85,017</u>	
Sewer	General	115	Expenses
Sewer	Electric	74,101	Utility Billings
Subtotal Sewer		<u>74,216</u>	
Subtotal Fund Financial Statements		203,059	
Less: Interfund Eliminations		<u>(161,227)</u>	
Internal Balances		<u>\$ 41,832</u>	

Interfund transfers made during 2019 consisted of the following:

<u>Fund Transferred To:</u>	<u>Fund Transferred From:</u>	<u>Amount</u>	<u>Purpose</u>
General	Parking	\$ 260,192	Operations
Capital Reserve	General	43,804	Capital lease payment - fire truck
Capital Reserve	General	464,698	Capital projects
Capital Reserve	Tax Increment District	100,000	Capital projects
Fire Services Fund	General	330,000	Equipment purchase
Revolving Loan Fund	General	50,000	Operations
Parking Utility	General	562,085	Capital contributions
Water	General	228,065	Capital contribution
Sewer	General	206,355	Capital contribution
Electric	Tax Increment District	124,835	Debt service
Amount per fund statements		<u>\$ 2,370,034</u>	
Less elimination between governmental funds		<u>(1,508,886)</u>	
Transfers per government-wide statements		<u>\$ 861,148</u>	

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

7. Employee Retirement Plan

Defined Benefit Pension Plan

Plan description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants, if hired on or before 12/31/16) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

7. Employee Retirement Plan (Continued)

Post-Retirement Adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)
2017	2.0	4
2018	2.4	17

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Starting on January 1, 2016, the Executives & Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$271,258 in contributions from the employer.

Contribution rates as of December 31, 2019 are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (including Teachers, Executives, & Elected Officials)	6.55%	6.55%
Protective with Social Security	6.55%	10.55%
Protective without Social Security	6.55%	14.95%

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

7. Employee Retirement Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At December 31, 2019, the City reported a liability (asset) of \$915,014 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2017, rolled forward to December 31, 2018. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability (asset) was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2018, the City's proportion was 0.02571937%, which was an increase of .00036837% from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the City recognized pension expense of \$615,819.

At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 712,657	\$ (1,259,722)
Changes of assumptions	154,238	-
Net difference between projected and actual earnings on pension plan investments	1,336,316	-
Changes in proportion and difference between Employer contributions and proportionate share of contributions	1,036	(4,985)
Employer contributions subsequent to the measurement date	280,080	-
Total	<u>\$ 2,484,327</u>	<u>\$ (1,264,707)</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

7. Employee Retirement Plan (Continued)

\$280,080 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2020	\$ 339,226
2021	84,566
2022	149,347
2023	366,401
2024	-

Actuarial assumptions. The total pension liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2017
Measurement Date of Net Pension Liability (Asset):	December 31, 2018
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Market Value
Long-Term Expected Rate of Return:	7.0%
Discount Rate:	7.0%
Salary Increases:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table
Post-Retirement Adjustments*	1.9%

** No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.9% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. Based on this experience study, actuarial assumptions used to measure the Total Pension Liability changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, wage inflation rate, mortality and separation rates. The Total Pension Liability for December 31, 2018 is based upon a roll-forward of the liability calculated from the December 31, 2017 actuarial valuation.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

7. Employee Retirement Plan (Continued)

Long-term expected Return on Plan Assets. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Allocation Targets and Expected Returns
As of December 31, 2018

Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Global Equities	49	8.1	5.5
Fixed Income	24.5	4.0	1.5
Inflation Sensitive Assets	15.5	3.8	1.3
Real Estate	9	6.5	3.9
Private Equity/Debt	8	9.4	6.7
Multi-Asset	4	6.7	4.1
Total Core Fund	110	7.3	4.7
Variable Fund Asset Class			
U.S. Equities	70	7.6	5.0
International Equities	30	8.5	5.9
Total Variable Fund	100	8.0	5.4

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%

Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

Single Discount rate. A single discount rate of 7.00% was used to measure the Total Pension Liability, as opposed to a discount rate of 7.20% for the prior year. This single discount rate is based on the expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.71%. Because of the unique structure of WRS, the 7.00% expected rate of return implies that a dividend of approximately 1.9% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

7. Employee Retirement Plan (Continued)

Sensitivity of the City’s proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the City’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.0 percent, as well as what the City’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

	1% Decrease to Discount Rate (6.00%)	Current Discount Rate (7.00%)	1% Increase to Discount Rate (8.00%)
City's proportionate share of the net pension liability (asset)	\$ 3,636,363	\$ 915,014	\$ (1,108,519)

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in separately issued financial statements available at <http://etf.wi.gov/publications/cafr.htm>.

Allocation of Pension Plan. Pension amounts are allocated between the Proprietary Funds and the General Fund based on the percentage of required contributions of each fund to the whole.

8. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan

Plan description. The Local Retiree Life Insurance Fund (LRLIF) is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible employees.

OPEB Plan Fiduciary Net Position. ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

Benefits provided. The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

Contributions. The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member’s working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on employee contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the employee premiums until age 65 in order to be eligible for the benefit after age 65.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

8. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Contribution rates as of December 31, 2019 are:

Coverage Type	Employer Contribution
50% Post Retirement Coverage	40% of employee contribution
25% Post Retirement Coverage	20% of employee contribution

Employee contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The employee contribution rates in effect for the year ended December 31, 2018, are as listed below:

Life Insurance Employee Contribution Rates* For the Year Ended December 31, 2018		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$ 0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57

*Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$1,390 in contributions from the employer.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At December 31, 2019, the City reported a liability of \$186,264 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2018, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of December 31, 2017, rolled forward to December 31, 2018. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net OPEB liability (asset) was based on the City's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2018, the City's proportion was 0.07218600%, which was an increase of 0.004882% from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the City recognized OPEB expense of \$21,572.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

8. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (9,449)
Changes of assumptions	17,772	(40,375)
Net differences between projected and actual earnings on OPEB plan investments	4,452	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	18,114	-
Employer contributions subsequent to the measurement date	-	-
Totals	\$ 40,338	\$ (49,824)

No amount was reported as deferred outflows related to OPEB resulting from the City's contributions subsequent to the measurement date to be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Net Deferred Outflows (Inflows) of Resources
Year ended December 31:	
2020	\$ (599)
2021	(599)
2022	(599)
2023	(1,224)
2024	(1,868)
Thereafter	(4,597)
Total	\$ (9,486)

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

8. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Actuarial Assumptions. The total OPEB liability in the January 1, 2018, actuarial valuation was determined using the following assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2018
Measurement Date of Net OPEB Liability (Asset)	December 31, 2018
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield:	4.10%
Long-Term Expected Rated of Return:	5.00%
Discount Rate:	4.22%
Salary Increases	
Inflation:	3.00%
Seniority/Merit:	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. Based on this experience study, actuarial assumptions used to measure the total OPEB liability changed from prior year, including the discount rate, wage inflation rate, mortality and separation rates. The total OPEB liability for December 31, 2018 is based upon a roll-forward of the liability calculated from the December 31, 2017 actuarial valuation.

Long-term Expected Return on Plan Assets. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2018

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return
US Government Bonds	Barclays Government	1%	1.44%
US Credit Bonds	Barclays Credit	40%	2.69%
US Long Credit Bonds	Barclays Long Credit	4%	3.01%
US Mortgages	Barclays MBS	54%	2.25%
US Municipal Bonds	Bloomberg Barclays Muni	1%	1.68%
Inflation			2.30%
Long-Term Expected Rate of Return			5.00%

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

8. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Single Discount Rate. A single discount rate of 4.22% was used to measure the Total OPEB Liability for the current year, as opposed to a discount rate of 3.63% for the prior year. The Plan’s fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan’s fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan’s fiduciary net position is projected to be insufficient. The plan’s fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the City’s proportionate share of the net OPEB liability (asset) calculated using the discount rate of 4.22 percent, as well as what the City’s proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (3.22 percent) or 1-percentage-point higher (5.22 percent) than the current rate:

	1% Decrease to Discount Rate (3.22%)	Current Discount Rate (4.22%)	1% Increase to Discount Rate (5.22%)
City's proportionate share of the net OPEB liability (asset)	\$ 264,973	\$ 186,264	\$ 125,558

OPEB Plan Fiduciary Net Position. Detailed information about the OPEB plan’s fiduciary net position is available in separately issued financial statements available at <http://etf.wi.gov/publications/cafr.htm>.

9. Other Postemployment Benefits – Group Health Insurance Plan

Plan Description. The City has their health insurance through Employee Trust Fund (ETF). The ETF health plan allows all retirees who are eligible for WRS to choose to self-pay the full (100%) amount of premiums to remain on the City’s group health insurance plan indefinitely, provided they continue to pay all required premiums.

Funding Policy. The City funds the policy on a pay-as-you-go basis.

Benefits Provided. The Group Health Insurance plan was provided to all employees who are eligible for WRS upon their retirement.

Employees Covered by Benefit Terms. At December 31, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	1
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	48
	49
	49

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

9. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

Total OPEB Liability. The City’s total group health insurance plan OPEB liability, reported as of December 31, 2019, of \$405,194 was measured at December 31, 2018, by an actuarial valuation as of December 31, 2017.

Actuarial Assumptions and Other Inputs. The total group health insurance plan OPEB liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless other specified:

Actuarial Valuation Date:	December 31, 2017
Measurement Date	December 31, 2018
Actuarial Cost Method:	Entry Age Normal (level percent of salary)
Medical Care Trend	Actual first year increase, then 7.0% decreasing by 0.5% down to 6.5%, then by 0.1% per year down to 5.0%, and level thereafter
Discount Rate *	4.00%
Inflation	2.50%
Asset Valuation Method	Market Value
Average of Expected Remaining Service Lives	12 years
Mortality	Wisconsin 2012 Mortality Table

*The discount rate was changed to be reflective of a 20-year AA municipal bond rate (4.0%) as of the measurement date.

Actuarial assumptions are based upon an experience study conducted in 2015 using Wisconsin Retirement System (WRS) experience from 2012-2014.

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at 12/31/2017	\$ 389,387
Changes for the year:	
Service cost	25,618
Interest	13,952
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	(16,606)
Benefit payments	(7,157)
Net Changes	<u>15,807</u>
Balance at 12/31/2018	<u>\$ 405,194</u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019**

9. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

There were no changes to benefit terms.

The discount rate was changed to be reflective of a 20-year AA municipal bond rate (4.00%) as of the measurement date in order to compliance with GASB 75. All other assumptions and methods remained unchanged from the valuation performed as of December 31, 2017.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total group health insurance OPEB liability of the City, as well as what the City’s total group health insurance OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.0 percent) or 1-percentage-point higher (5.0 percent) than the current discount rate:

		1% Decrease 3.00%	Current Discount Rate 4.00%	1% Increase 5.00%
Total OPEB Liability	12/31/2018	\$ 438,964	\$ 405,194	\$ 373,682

Sensitivity of the Total OPEB Liability to Changes in Healthcare Cost Trend Rates. The following represents the total group health insurance OPEB liability of the City, as well as what the City’s total group health insurance OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0 percent decreasing to 4.0 percent) or 1-percentage-point higher (8.0 percent decreasing to 6.0 percent) than the current healthcare cost trend rates:

		1% Decrease (Actual first year increase, then 6.0% decreasing to 4.0%)	Healthcare Cost Trend Rates (Actual first year increase, then 7.0% decreasing to 5.0%)	1% Increase (Actual first year increase, then 8.0% decreasing to 6.0%)
Total OPEB Liability	12/31/2018	\$ 358,339	\$ 405,194	\$ 460,539

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB. For the year ended December 31, 2019, the City recognized an OPEB expense of \$39,570. At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Gain / Loss	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ -
Changes of assumptions or other inputs	-	14,945
City contributions subsequent to the measurement date	-	-
Total	\$ -	\$ 14,945

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

9. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2020	\$ 1,661
2021	1,661
2022	1,661
2023	1,661
2024	1,661
Thereafter	6,640
	\$ 14,945

10. Tax Abatements

Tax abatements are a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

The City of Wisconsin Dells, through its Premier Resort Tax Fund, has entered into tax abatement agreements with an organization to expand and improve a local sports facility.

As of December 31, 2019, the City provides tax abatements for the following programs:

Tax Abatement Program	Amount in Taxes Abated:
JustAGame Expansion Project	\$ 25,000

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

11. Fund Balances

Governmental fund balances as of December 31, 2019, include the following:

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
<u>General Fund:</u>				
Delinquent Special Assessments	\$ 12,736	\$ -	\$ -	\$ -
Notes Receivable	96,861	-	-	-
Economic Development	-	131,502	-	-
Library Bequest	-	58,348	-	-
Premier Resort Tax	-	-	-	1,294,025
Police Canine Fund	-	-	-	3,900
Police Drug Fund	-	-	-	8,007
Garage Fund	-	-	-	368,153
Municipal Building Rent	-	-	-	2,705
FFE Replacement	-	-	-	2,117
Parks & Pool	-	-	-	50,738
Parks Building	-	-	-	34,636
Tribute Trees	-	-	-	20,841
Library	-	-	-	118,329
Cemetery Operations	-	-	-	99,337
Total General Fund	<u>109,597</u>	<u>189,850</u>	<u>-</u>	<u>2,002,788</u>
<u>Debt Service Fund:</u>				
Delinquent Special Assessments	70,631	-	-	-
Debt Service	-	895,535	-	-
Total Debt Service Fund	<u>70,631</u>	<u>895,535</u>	<u>-</u>	<u>-</u>
<u>Tax Increment Districts:</u>				
Land Held for Resale	136,855	-	-	-
Debt Service	-	1,371,216	-	-
Capital Projects	-	5,315,792	-	-
Total Tax Increment Districts	<u>136,855</u>	<u>6,687,008</u>	<u>-</u>	<u>-</u>
Capital Reserve	<u>2,452</u>	<u>-</u>	<u>-</u>	<u>622,454</u>
<u>Nonmajor Funds:</u>				
CDA Housing	-	39,651	-	-
Revolving Loan Fund	-	76,556	-	-
Business Improvement District	-	313,954	-	-
Fire Services Fund	-	47,771	330,000	-
River and Bays Fund	-	-	212,621	-
River Arts Fund	-	69,888	-	-
Building	-	-	-	54,478
Total Nonmajor Funds	<u>-</u>	<u>547,820</u>	<u>542,621</u>	<u>54,478</u>
Total	<u><u>\$ 319,535</u></u>	<u><u>\$ 8,320,213</u></u>	<u><u>\$ 542,621</u></u>	<u><u>\$ 2,679,720</u></u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

12. Net Position Restatement

Net position in the Parking Utility has been restated by \$34,533 due to over-depreciation of capital assets. The previously stated net position has been adjusted as follows:

<u>Parking Utility:</u>	
Net Position - beginning, as previously reported	\$ 1,298,295
Adjustment to accumulated depreciation	34,533
Net Position - beginning as restated	<u><u>\$ 1,332,828</u></u>

13. Joint Ventures

**A. Wisconsin Municipal Insurance Commission (WMIC)
Cities and Villages Mutual Insurance Company (CVMIC)**

The City is one of about 40 members of WMIC, an intergovernmental cooperation commission formed to facilitate the formation of CVMIC. CVMIC provides liability insurance coverage to the cities and villages which make up the membership of WMIC. The City's proportionate share of the equity in WMIC is about 0.6%. The investment in the Mutual has not been reflected on the balance sheet.

Separate financial statements of WMIC and CVMIC are available at CVMIC, 9898 West Bluemound Rd, Wauwatosa, Wisconsin 53226.

B. Wisconsin Dells - Lake Delton Sewerage Commission

The City has a 50% interest in the Wisconsin Dells - Lake Delton Sewerage Commission. The Commission owns and operates facilities for the joint treatment and disposal of sewage from the two municipalities. The City's share of the capital cost, depreciation, and debt of the joint facilities is included in the sewer utility's financial statements. Operating costs are paid to the Commission based on usage and are also reflected in the financial statements of the sewer utility. The net amount paid in 2019 was \$388,051. Separate financial statements of the Commission are available at the Lake Delton Municipal Building.

C. Dells-Delton EMS Commission

The City of Wisconsin Dells, Village of Lake Delton, and Town of Delton created the Dells-Delton EMS Commission. The Commission provides emergency medical services to the three municipalities effective January 1, 2003. The City contributed all of its EMS vehicles and equipment to the Commission. The Commission assumed the City's lease obligations related to that equipment. The Commission may assess the participating municipalities for financial deficits. The expenditures in the accompanying 2019 financial statements include the City's payments to the Commission for operations in the amount of \$481,496.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

14. Contingencies and Commitments

The City is involved in claims and lawsuits arising in the normal course of business. In the opinion of management, the ultimate outcome of these actions will not have a materially adverse effect on the City's financial position at December 31, 2019.

In 2002, the City purchased real estate for a parking lot and a park. The property may have environmental contamination. The remediation costs may be eligible for reimbursement from the state. No loss accrual has been made in the financial statements.

In July of 2018, the City agreed to contribute up to \$4,700,000 in Premier Resort Tax revenue to the Wisconsin Dells High School sports and entertainment facility project. The project is expected to begin in 2020.

15. Business Improvement District

In 1998, the City formed a business improvement district (BID) under Wisconsin Statutes section 66.608. The BID finances improvements within its boundaries through special assessments of properties within the BID. The City collects the assessments with the annual real estate taxes. The BID also receives other funds from the City and others.

16. Tax Increment Financing (TIF)

The City created Tax Increment Finance District #2 (TID #2) in 2001. The total cost of planned projects that will be charged to the TID is \$3,860,000.

The City created Tax Increment Finance District #3 (TID #3) in 2005. The total cost of planned projects that will be charged to the TID is over \$26,000,000.

The City created Tax Increment Finance District #4 (TID #4) in 2006. The total cost of planned projects that will be charged to the TID is \$19,030,000.

In 2002, the City created the Community Development Authority of the City of Wisconsin Dells (CDA). The CDA is responsible for overseeing development in the tax increment districts. The CDA issued lease revenue bonds in 2002 and 2003 and used the proceeds for improvements in TID #2. The CDA leased improvements in TID #2 to the City. The CDA issued lease revenue bonds in 2005, 2006, 2007, and 2008 and used the proceeds for improvements in TID #3. The CDA leases improvements in TID #3 to the City. Lease payments from the City provide revenues to repay the bonds. In 2013 and 2014, the lease payments were insufficient to pay the scheduled bond payment, and the City refunded the scheduled payment with general obligation debt. In 2015, the City refunded the 2005 CDA lease revenue bonds with general obligation debt. In 2017, the City refunded the 2006, 2007, and 2008 CDA lease revenue bonds with lease revenue bonds.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2019

17. Subsequent Events

In 2020, the City approved two debt issuances for a total of \$4.6 million in general obligation promissory notes. The purpose of the notes is to finance infrastructure improvements and TIF incentive payments. In addition, construction projects were approved totaling approximately \$3.5 million for utility extensions and a new sewer lift station for the new High School project.

A novel strain of coronavirus (COVID-19) spread to the United States. On March 11, 2020 the World Health Organization characterized COVID-19 as a pandemic. In addition, multiple jurisdictions in the U.S. have declared a state of emergency. It is anticipated that these impacts will continue for some time. There has been no immediate impact to the City's operations. Future potential impacts may include disruptions or restrictions on employees' ability to work or residents' ability to pay utility bills, tax bills, room taxes, premier resort taxes, or special assessments. Operating functions that may be changed include access to the City Hall, voting, payment of utility bills, payment of room taxes, payment of premier resort taxes, and maintenance. Changes to the operating environment may increase operating costs. Additional impacts may include the ability of residents to continue making utility bill payments as a result of job loss or other pandemic related issues. The future effects of these issues are unknown.

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Property	\$ 2,517,338	\$ 2,517,338	\$ 2,530,405	\$ 13,067
Trailer parking permits	15,000	15,000	18,092	3,092
Room taxes	199,000	199,000	194,557	(4,443)
Taxes paid by utilities	335,000	335,000	359,200	24,200
City parking lot tax	22,000	22,000	45,646	23,646
Interest on taxes	250	250	706	456
	<u>3,088,588</u>	<u>3,088,588</u>	<u>3,148,606</u>	<u>60,018</u>
Intergovernmental				
State shared revenues	267,503	267,503	266,913	(590)
State transportation aid	451,196	451,196	450,990	(206)
State recycling grant	8,785	8,785	11,025	2,240
State municipal services aid	8,240	8,240	8,243	3
State exempt property payment	78,135	78,135	63,023	(15,112)
County library grants	63,642	63,642	79,811	16,169
Other intergovernmental payments	481,016	481,016	464,847	(16,169)
	<u>1,358,517</u>	<u>1,358,517</u>	<u>1,344,852</u>	<u>(13,665)</u>
Licenses and Permits				
Liquor and malt beverages	22,000	22,000	32,187	10,187
Operator licenses	5,000	5,000	6,399	1,399
Business licenses	35,050	35,050	34,528	(522)
Dog licenses	1,300	1,300	1,462	162
DMV services	10,000	10,000	10,029	29
Building permits	58,175	58,175	91,037	32,862
Sign permits	7,000	7,000	2,615	(4,385)
	<u>138,525</u>	<u>138,525</u>	<u>178,257</u>	<u>39,732</u>
Fines, Forfeits and Penalties				
Court penalties and costs	140,000	140,000	103,372	(36,628)
Parking forfeits and fines	34,500	34,500	25,001	(9,499)
	<u>174,500</u>	<u>174,500</u>	<u>128,373</u>	<u>(46,127)</u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Charges for Services				
General fees	60,825	60,825	65,326	4,501
Police reports	6,000	6,000	1,325	(4,675)
Planning and Zoning	12,000	12,000	8,470	(3,530)
Snow removal	12,000	12,000	27,424	15,424
Street department jobbing	7,214	7,214	5,507	(1,707)
Garbage	23,610	23,610	20,622	(2,988)
Cemetery	15,000	15,000	23,650	8,650
Library	8,700	8,700	7,398	(1,302)
Pool	24,500	24,500	28,547	4,047
Community Center	16,000	16,000	14,780	(1,220)
Parks	110,000	110,000	113,143	3,143
Business Park	8,685	8,685	8,686	1
	<u>304,534</u>	<u>304,534</u>	<u>324,878</u>	<u>20,344</u>
Interest/Investment Income				
Investments	67,750	67,750	150,722	82,972
Special assessments	250	250	674	424
	<u>68,000</u>	<u>68,000</u>	<u>151,396</u>	<u>83,396</u>
Miscellaneous Income				
Rent	83,478	83,478	83,549	71
Liability insurance	15,300	15,300	7,844	(7,456)
Miscellaneous	34,363	34,363	43,295	8,932
	<u>133,141</u>	<u>133,141</u>	<u>134,688</u>	<u>1,547</u>
Total Revenues	<u>5,265,805</u>	<u>5,265,805</u>	<u>5,411,050</u>	<u>145,245</u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
EXPENDITURES				
<u>Current:</u>				
General Government				
Legislative	\$ 130,381	\$ 130,381	\$ 111,905	\$ 18,476
Mayor	15,495	15,495	16,682	(1,187)
Court	108,781	108,781	106,228	2,553
Legal	78,905	78,905	84,817	(5,912)
Administration	83,940	83,940	90,790	(6,850)
Elections	22,915	22,915	18,388	4,527
Assessment of taxes	46,210	46,210	46,886	(676)
Audit	9,000	9,000	8,850	150
Municipal building	40,110	40,110	40,293	(183)
Uncollectible taxes	500	500	-	500
Insurance	63,340	63,340	63,386	(46)
Outside/sundry services	1,000	1,000	1,000	-
	<u>600,577</u>	<u>600,577</u>	<u>589,225</u>	<u>11,352</u>
Public Safety				
Police	2,177,342	2,177,342	2,141,246	36,096
Fire	67,431	67,431	67,431	-
EMS	100,000	100,000	101,021	(1,021)
Inspection	63,770	63,770	49,017	14,753
Emergency government	6,600	6,600	6,626	(26)
PST	2,250	2,250	1,918	332
	<u>2,417,393</u>	<u>2,417,393</u>	<u>2,367,259</u>	<u>50,134</u>
Public Works				
Administration	83,672	83,672	71,483	12,189
Transportation	622,789	622,789	629,131	(6,342)
Sidewalk and crosswalk	27,225	27,225	27,313	(88)
Storm sewers	29,406	29,406	23,654	5,752
Depot	2,500	2,500	3,050	(550)
Garbage and refuse collection	242,734	242,734	228,960	13,774
Sanitary landfill	65,000	65,000	65,000	-
Recycling	93,847	93,847	101,401	(7,554)
	<u>1,167,173</u>	<u>1,167,173</u>	<u>1,149,992</u>	<u>17,181</u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health and Human Services				
Cemetery	84,520	84,520	90,812	(6,292)
	84,520	84,520	90,812	(6,292)
Culture, Recreation and Education				
Library	571,670	571,670	561,606	10,064
Community Center	23,065	23,065	22,593	472
Pool	60,972	60,972	59,523	1,449
Parks	477,296	477,296	485,746	(8,450)
Celebrations	8,500	8,500	8,760	(260)
	1,141,503	1,141,503	1,138,228	3,275
Conservation and Development				
Zoning	81,032	81,032	85,113	(4,081)
	81,032	81,032	85,113	(4,081)
Miscellaneous				
Contingencies	15,000	15,000	15,003	(3)
<u>Capital Outlay:</u>				
General	1,500	1,500	3,595	(2,095)
Police	9,000	9,000	7,634	1,366
Street	4,449	4,449	4,381	68
Park	3,500	3,500	-	3,500
Plan agency	350	350	-	350
	18,799	18,799	15,610	3,189
Total Expenditures	5,525,997	5,525,997	5,451,242	74,755
Excess (deficiency) of revenues over expenditures	(260,192)	(260,192)	(40,192)	220,000
Other Financing Sources (Uses)				
Transfers in	260,192	260,192	260,192	-
Total other financing sources (uses)	260,192	260,192	260,192	-
Net change in fund balances	\$ -	\$ -	\$ 220,000	\$ 220,000

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Reconciliation of Budgetary Comparison Schedule
to Statement of Revenues and Expenditures
For the Year Ended December 31, 2019

	<u>Revenues</u>	<u>Expenditures</u>	<u>Other</u>	<u>Net</u>
Amounts on budgetary comparison	<u>\$ 5,411,050</u>	<u>\$ 5,451,242</u>	<u>\$ 260,192</u>	<u>\$ 220,000</u>
Revenues and expenditures posted to carryover accounts:				
Taxes	2,295,124	-	-	2,295,124
Intergovernmental revenue	293,095	-	-	293,095
Public charges for services	239,698	-	-	239,698
Miscellaneous	96,230	-	-	96,230
General government	-	25,000	-	(25,000)
Public safety	-	556,654	-	(556,654)
Public works	-	2,873,596	-	(2,873,596)
Culture, recreation, and education	-	45,935	-	(45,935)
Conservation and development	-	228,248	-	(228,248)
Capital outlay	-	23,500	-	(23,500)
Debt service	-	42,850	-	(42,850)
Transfer out	-	-	(888,503)	(888,503)
Total of reconciling items	<u>2,924,147</u>	<u>3,795,783</u>	<u>(888,503)</u>	<u>(1,760,139)</u>
Amounts on Statement of Revenues and Expenditures	<u><u>\$ 8,335,197</u></u>	<u><u>\$ 9,247,025</u></u>	<u><u>\$ (628,311)</u></u>	<u><u>\$ (1,540,139)</u></u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Wisconsin Retirement System
December 31, 2019

Schedule of Proportionate Share of the Net Pension Liability (Asset)
As of the Measurement Date

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered- employee payroll	Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2018	0.02571937%	\$ 915,014	\$ 3,364,150	27.20%	96.45%
2017	0.02535100%	(752,701)	3,239,189	(23.24%)	102.93%
2016	0.02492502%	205,441	3,137,645	6.55%	99.12%
2015	0.02477271%	402,552	3,161,600	12.73%	98.20%
2014	0.02459401%	(604,096)	3,003,648	(20.11%)	102.74%

Schedule of City's Contributions

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2019	\$ 280,080	\$ (280,080)	\$ -	\$ 3,515,048	7.97%
2018	273,895	(273,895)	-	3,364,150	8.14%
2017	263,604	(263,604)	-	3,239,189	8.14%
2016	238,305	(238,305)	-	3,137,645	7.60%
2015	245,411	(245,411)	-	3,161,600	7.76%

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Local Retiree Life Insurance Fund
December 31, 2019

Schedule of City's Proportionate Share of the Net OPEB Liability (Asset)
As of the Measurement Date

Year ended December 31,	Proportion of the net OPEB liability (asset)	Proportionate share of the net OPEB liability (asset)	Covered- employee payroll	Proportionate share of the net OPEB liability (asset) as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability (asset)
2018	0.07218600%	\$ 186,264	\$ 3,015,000	6.18%	48.69%
2017	0.06730400%	202,489	2,830,326	7.15%	44.81%

Schedule of City's Contributions

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered- employee payroll	Contributions as a percentage of covered- employee payroll
2019	\$ 1,442	\$ (1,442)	\$ -	\$ 3,083,000	0.05%
2018	1,390	(1,390)	-	3,015,000	0.05%

See accompanying notes to the required supplemental information.

City of Wisconsin Dells

**Schedule of Changes in the City's Group Health Insurance Plan OPEB Liability and Related Ratios
For the Year Ended December 31, 2019**

	2018	2017
Total OPEB Liability		
Service costs	\$ 25,618	\$ 25,618
Interest	13,952	12,856
Changes in benefit terms	-	-
Difference between expected and actual experience	-	-
Changes in assumptions or other inputs	(16,606)	-
Benefit payments	(7,157)	(7,163)
Net change in total OPEB	15,807	31,311
Total Retiree Health Insurance Plan OPEB Liability-Beginning	389,387	358,076
Total Retiree Health Insurance Plan OPEB Liability-Ending	\$ 405,194	\$ 389,387
Covered Employee Payroll	\$ 3,218,262	\$ 3,218,262
Total OPEB Liability as a percentage of covered-employee payroll	12.59%	12.10%

Data presented as of the measurement date.

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2019

1. Budgetary Information and Excess Expenditures and Other Financing Uses Over Appropriations

Annual budgets, as required by state statutes, are adopted on a basis consistent with U.S. generally accepted accounting principles for all governmental funds. The City's Room Tax Fund is not legally required to adopt an annual budget. Budget amounts in the financial statements include appropriations authorized in the original budget resolution and subsequent revisions authorized by the City Council. Changes to the overall budget must be approved by a two-thirds City Council action. Such revisions are required by a statutory provision which states that no expenditure can be made from an expired appropriation. The statutes also require publication of these budget revisions. Appropriations lapse at year end, except those specifically carried forward by Council action.

The City does not utilize encumbrances in its budget process but does take into consideration certain appropriations, which do not lapse on an annual basis.

No material budget adjustments were made during the year. Unexpended appropriations may be carried over to subsequent years. Budget carryovers are reported as assigned fund balance. Expenditures are controlled at the department level. For the year ended December 31, 2019, no general fund departmental expenditures exceeded the budget by more than \$10,000.

In total, General Fund expenditures were under budget by \$74,755.

2. Employee Retirement Plan

Governmental Accounting Standards Board Statement No. 68 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the five preceding years.

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of Assumptions. Actuarial assumptions are based upon an experience study conducted in 2018 using experience from 2015 – 2017. Based on the experience study conducted in 2018, actuarial assumptions used to develop total pension liability changed, including the discount rate, long-term expected rate of return, post-retirement adjustment, wage inflation rate, mortality and separation rates.

3. Notes to the Local Retiree Life Insurance Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the eight preceding years.

Changes of Benefit Terms: There were no changes of benefit terms for any participating employer in LRLIF.

Changes of Assumptions: Actuarial assumptions are based upon an experience study conducted in 2018 using experience from 2015 – 2017. Based on the experience study conducted in 2018, actuarial assumptions used to develop total OPEB liability changed, including the discount rate, wage inflation rate, and mortality and separation rates.

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2019

4. Notes to the Group Health Insurance Plan Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the eight preceding years.

Changes of Benefit Terms: There were no changes of benefit terms.

Changes of Assumptions: The discount rate was changed to be reflective of a 20-year AA municipal bond rate.

SUPPLEMENTARY INFORMATION

City of Wisconsin Dells
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2019

	Special Revenue Funds					Capital Projects Funds	Total Non-Major Governmental Funds	
	CDA Housing	Revolving Loan Fund	Business Improvement District	Fire Services Fund	River and Bays Fund	River Arts Fund		Building
ASSETS								
Cash and Cash Equivalents	\$ 39,651	\$ 76,556	\$ 314,582	\$ 393,015	\$ 212,773	\$ 70,963	\$ 54,478	\$ 1,162,018
Receivables:								
Taxes	-	-	361,200	-	-	-	-	361,200
Total Assets	<u>\$ 39,651</u>	<u>\$ 76,556</u>	<u>\$ 675,782</u>	<u>\$ 393,015</u>	<u>\$ 212,773</u>	<u>\$ 70,963</u>	<u>\$ 54,478</u>	<u>\$ 1,523,218</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts Payable	\$ -	\$ -	\$ 628	\$ 15,244	\$ 152	\$ 1,075	\$ -	\$ 17,099
Total Liabilities	<u>-</u>	<u>-</u>	<u>628</u>	<u>15,244</u>	<u>152</u>	<u>1,075</u>	<u>-</u>	<u>17,099</u>
Deferred Inflows of Resources:								
Tax Levy	-	-	361,200	-	-	-	-	361,200
Total Deferred Inflows	<u>-</u>	<u>-</u>	<u>361,200</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>361,200</u>
Fund Balance:								
Restricted	39,651	76,556	313,954	47,771	-	69,888	-	547,820
Committed	-	-	-	330,000	212,621	-	-	542,621
Assigned	-	-	-	-	-	-	54,478	54,478
Total Fund Balances	<u>39,651</u>	<u>76,556</u>	<u>313,954</u>	<u>377,771</u>	<u>212,621</u>	<u>69,888</u>	<u>54,478</u>	<u>1,144,919</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 39,651</u>	<u>\$ 76,556</u>	<u>\$ 675,782</u>	<u>\$ 393,015</u>	<u>\$ 212,773</u>	<u>\$ 70,963</u>	<u>\$ 54,478</u>	<u>\$ 1,523,218</u>

City of Wisconsin Dells

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Non-Major Governmental Funds
 For the Year Ended December 31, 2019

	Special Revenue Funds						Capital Projects Funds	Total Non-Major Governmental Funds
	CDA Housing	Revolving Loan Fund	Business Improvement District	Fire Services Fund	River and Bays Fund	River Arts Fund	Building	
REVENUES								
Taxes	\$ -	\$ -	\$ 325,658	\$ -	\$ -	\$ -	\$ -	\$ 325,658
Intergovernmental	-	-	-	249,300	-	-	-	249,300
License and Permits	-	-	-	-	52,609	-	-	52,609
Fines, Forfeits and Penalties	-	-	-	-	939	-	-	939
Public Charges for Services	-	2,192	-	-	-	-	-	2,192
Interest Income	17	421	212	-	-	-	-	650
Miscellaneous Income	19,982	-	26,535	3,116	-	-	-	49,633
Total Revenues	<u>19,999</u>	<u>2,613</u>	<u>352,405</u>	<u>252,416</u>	<u>53,548</u>	<u>-</u>	<u>-</u>	<u>680,981</u>
EXPENDITURES								
Current:								
Public Safety	-	-	-	233,759	-	-	-	233,759
Culture, Recreation and Education	-	-	-	-	31,191	24,486	-	55,677
Conservation and Development	1,442	20,000	239,557	-	-	-	-	260,999
Capital Outlay:								
Public Safety	-	-	-	4,574	-	-	-	4,574
Total Expenditures	<u>1,442</u>	<u>20,000</u>	<u>239,557</u>	<u>238,333</u>	<u>31,191</u>	<u>24,486</u>	<u>-</u>	<u>555,009</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>18,557</u>	<u>(17,387)</u>	<u>112,848</u>	<u>14,083</u>	<u>22,357</u>	<u>(24,486)</u>	<u>-</u>	<u>125,972</u>
OTHER FINANCING SOURCES (USES)								
Transfers In	-	50,000	-	330,000	-	-	-	380,000
Total Other Financing Sources (Uses)	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>330,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>380,000</u>
Net Change in Fund Balances	18,557	32,613	112,848	344,083	22,357	(24,486)	-	505,972
Fund Balances - Beginning	21,094	43,943	201,106	33,688	190,264	94,374	54,478	638,947
Fund Balances - Ending	<u>\$ 39,651</u>	<u>\$ 76,556</u>	<u>\$ 313,954</u>	<u>\$ 377,771</u>	<u>\$ 212,621</u>	<u>\$ 69,888</u>	<u>\$ 54,478</u>	<u>\$ 1,144,919</u>