

CITY OF AMERY, WISCONSIN
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2013

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CliftonLarsonAllen LLP
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INDEPENDENT AUDITORS' REPORT

The City Council
City of Amery
Amery, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Amery, Wisconsin (City) as of and for the year ended December 31, 2013, 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 control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 auditors' 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 Amery, Wisconsin as of December 31, 2013, and the respective changes in the financial position and, where applicable, cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information as referenced in the table of contents, be presented to supplement the basic financial statements. Such information, although not 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.

The City 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 the 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 omitted information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and the debt repayment and funding schedule are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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. We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the City's basic financial statements for the year ended December 31, 2012 which are not presented with the accompanying financial statements. In our report dated June 26, 2013, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of

City Council
City of Amery

forming opinions on the financial statements that collectively comprise the City's basic financial statements. The 2012 individual fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2012 individual fund statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Hudson, Wisconsin
June 14, 2014

**CITY OF AMERY, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2013**

| | Governmental Activities | Business-Type Activities | Total |
|--|----------------------------|-----------------------------|-------------------------|
| ASSETS | | | |
| Cash and Investments | \$ 1,298,410 | \$ 384,339 | \$ 1,682,749 |
| Taxes Receivable | 1,792,348 | 29,325 | 1,821,673 |
| Accounts Receivable | 81,834 | 277,401 | 359,235 |
| Prepayments | - | 8,708 | 8,708 |
| Inventories | - | 29,149 | 29,149 |
| Special Assessments Receivable | 41,129 | 69,433 | 110,562 |
| Long-Term Receivables | 436,506 | 24,539 | 461,045 |
| Restricted Assets: | | | |
| Cash and Investments | - | 178,563 | 178,563 |
| Capital Assets: | | | |
| Capital Assets Not Being Depreciated | 868,779 | 51,698 | 920,477 |
| Capital Assets Being Depreciated | 10,545,478 | 9,322,010 | 19,867,488 |
| Accumulated Depreciation | <u>(3,831,481)</u> | <u>(4,215,332)</u> | <u>(8,046,813)</u> |
| Total Assets | 11,233,003 | 6,159,833 | 17,392,836 |
| LIABILITIES | | | |
| Vouchers and Accounts Payable | 193,073 | 12,256 | 205,329 |
| Accrued Interest Payable | 37,639 | 6,099 | 43,738 |
| Payroll Taxes and Withholdings | 4,858 | - | 4,858 |
| Due to Other Governmental Units | 15,887 | - | 15,887 |
| Special Deposits | 16,438 | - | 16,438 |
| Noncurrent Liabilities: | | | |
| Amounts Due Within One Year | 514,879 | 280,478 | 795,357 |
| Amounts Due in More than One Year | <u>3,796,654</u> | <u>1,060,078</u> | <u>4,856,732</u> |
| Total Liabilities | 4,579,428 | 1,358,911 | 5,938,339 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Succeeding Year's Property Taxes | <u>1,919,145</u> | <u>-</u> | <u>1,919,145</u> |
| NET POSITION | | | |
| Net Investment in Capital Assets | 4,749,337 | 4,285,554 | 9,034,891 |
| Restricted For: | | | |
| Debt Service | 109,224 | - | 109,224 |
| Capital Projects and Plant Replacement | 450,126 | 178,563 | 628,689 |
| Housing and Business Loan Programs | 408,392 | - | 408,392 |
| Other Purposes | 118,744 | - | 118,744 |
| Unrestricted | <u>(1,101,393)</u> | <u>336,805</u> | <u>(764,588)</u> |
| Total Net Position | <u>\$ 4,734,430</u> | <u>\$ 4,800,922</u> | <u>\$ 9,535,352</u> |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2013**

| FUNCTIONS/PROGRAMS | Expenses | Program Revenues | | | 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 |
| PRIMARY GOVERNMENT | | | | | | | |
| GOVERNMENTAL ACTIVITIES | | | | | | | |
| General Government | \$ 520,621 | \$ 44,917 | \$ - | \$ - | \$ (475,704) | \$ - | \$ (475,704) |
| Public Safety | 1,174,877 | 196,532 | 46,746 | - | (931,599) | - | (931,599) |
| Public Works | 595,028 | 167,556 | 198,162 | - | (229,310) | - | (229,310) |
| Health and Human Services | 221 | - | - | - | (221) | - | (221) |
| Culture, Recreation, and Education | 496,708 | 680 | 154,780 | - | (341,248) | - | (341,248) |
| Conservation and Development | 517,077 | - | 15,389 | - | (501,688) | - | (501,688) |
| Interest and Fiscal Charges | 130,140 | - | 5,023 | - | (125,117) | - | (125,117) |
| Total Governmental Activities | 3,434,672 | 409,685 | 420,100 | - | (2,604,887) | - | (2,604,887) |
| BUSINESS-TYPE ACTIVITIES | | | | | | | |
| Water | 274,190 | 427,738 | - | 16,554 | - | 170,102 | 170,102 |
| Sewer | 652,081 | 617,141 | - | 8,400 | - | (26,540) | (26,540) |
| Total Business-Type Activities | 926,271 | 1,044,879 | - | 24,954 | - | 143,562 | 143,562 |
| Total Primary Government | \$ 4,360,943 | \$ 1,454,564 | \$ 420,100 | \$ 24,954 | (2,604,887) | 143,562 | (2,461,325) |
| GENERAL REVENUES | | | | | | | |
| Taxes | | | | | | | |
| Property Taxes, Levied for General Purposes | | | | | 1,634,052 | - | 1,634,052 |
| Property Taxes, Levied for TIF Districts | | | | | 349,300 | - | 349,300 |
| Other Taxes | | | | | 74,083 | - | 74,083 |
| Grants and Contributions not Restricted for a Particular Purpose | | | | | 581,734 | - | 581,734 |
| Interest and Investment Earnings | | | | | 8,449 | 640 | 9,089 |
| Other Interest Earnings | | | | | - | 1,655 | 1,655 |
| Miscellaneous | | | | | 72,723 | - | 72,723 |
| Gain on Sale of Capital Assets | | | | | 10,346 | - | 10,346 |
| TRANSFERS | | | | | 14,790 | (14,790) | - |
| Total General Revenues and Transfers | | | | | 2,745,477 | (12,495) | 2,732,982 |
| CHANGE IN NET POSITION | | | | | | | |
| Net Position - Beginning of Year | | | | | 4,593,840 | 4,669,855 | 9,263,695 |
| NET POSITION - END OF YEAR | | | | | \$ 4,734,430 | \$ 4,800,922 | \$ 9,535,352 |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2013**

| | General Fund | CDBG Housing Revolving Loan Fund | Debt Service Fund | Tax Incremental District #5 Fund | Tax Incremental District #6 Fund | Capital Improvements Fund | Other Nonmajor Governmental Funds | Total Governmental Funds |
|---|---------------------|----------------------------------|-------------------|----------------------------------|----------------------------------|---------------------------|-----------------------------------|--------------------------|
| ASSETS | | | | | | | | |
| Treasurer's Cash and Investments | \$ 538,820 | \$ 16,679 | \$ 90,794 | \$ 385,528 | \$ 28,923 | \$ 66,586 | \$ 171,080 | \$ 1,298,410 |
| Taxes Receivable | 1,297,684 | - | - | 184,581 | 33,256 | 25,500 | 251,327 | 1,792,348 |
| Special Assessments Receivable | 41,129 | - | - | - | - | - | - | 41,129 |
| Accounts Receivable | 96,834 | - | - | - | - | - | - | 96,834 |
| Due from Other Funds | - | - | - | - | - | - | 1,834 | 1,834 |
| Advances to Other Funds | 391,370 | - | - | - | - | - | - | 391,370 |
| Long-Term Receivables | - | 358,487 | 56,069 | - | - | - | 21,950 | 436,506 |
| Total Assets | <u>\$ 2,365,837</u> | <u>\$ 375,166</u> | <u>\$ 146,863</u> | <u>\$ 570,109</u> | <u>\$ 62,179</u> | <u>\$ 92,086</u> | <u>\$ 446,191</u> | <u>\$ 4,058,431</u> |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | | | | | |
| Liabilities: | | | | | | | | |
| Vouchers and Accounts Payable | \$ 123,008 | \$ - | \$ - | \$ 1,988 | \$ 28,923 | \$ - | \$ 39,154 | \$ 193,073 |
| Payroll Withholdings | 4,858 | - | - | - | - | - | - | 4,858 |
| Due to Other Governmental Units | 15,887 | - | - | - | - | - | - | 15,887 |
| Due to Other Funds | 16,834 | - | - | - | - | - | - | 16,834 |
| Advance from Other Funds | - | 3,740 | - | - | 288,625 | - | 99,005 | 391,370 |
| Special Deposits | 16,438 | - | - | - | - | - | - | 16,438 |
| Total Liabilities | 177,025 | 3,740 | - | 1,988 | 317,548 | - | 138,159 | 638,460 |
| Deferred Inflows of Resources: | | | | | | | | |
| Succeeding Year's Property Taxes | 1,424,481 | - | - | 184,581 | 33,256 | 25,500 | 251,327 | 1,919,145 |
| Unavailable Revenue - Special Assessments | 45,516 | - | - | - | - | - | - | 45,516 |
| Unavailable Revenue - Long-Term Receivables | - | 358,487 | 56,069 | - | - | - | 21,950 | 436,506 |
| Total Deferred Inflows of Resources | 1,469,997 | 358,487 | 56,069 | 184,581 | 33,256 | 25,500 | 273,277 | 2,401,167 |
| Fund Balances: | | | | | | | | |
| Nonspendable | 404,820 | - | - | - | - | - | - | 404,820 |
| Restricted | - | 12,939 | 90,794 | 383,540 | - | - | 133,760 | 621,033 |
| Assigned | - | - | - | - | - | 66,586 | - | 66,586 |
| Unassigned | 313,995 | - | - | - | (288,625) | - | (99,005) | (73,635) |
| Total Fund Balances | <u>718,815</u> | <u>12,939</u> | <u>90,794</u> | <u>383,540</u> | <u>(288,625)</u> | <u>66,586</u> | <u>34,755</u> | <u>1,018,804</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 2,365,837</u> | <u>\$ 375,166</u> | <u>\$ 146,863</u> | <u>\$ 570,109</u> | <u>\$ 62,179</u> | <u>\$ 92,086</u> | <u>\$ 446,191</u> | <u>\$ 4,058,431</u> |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2013**

TOTAL FUND BALANCES FOR GOVERNMENTAL FUNDS \$ 1,018,804

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

| | | |
|--------------------------|--------------------|-----------|
| Land | \$ 868,779 | |
| Land Improvements | 1,357,924 | |
| Buildings | 4,725,172 | |
| Equipment and Vehicles | 2,903,936 | |
| Infrastructure | 1,558,446 | |
| Accumulated Depreciation | <u>(3,831,481)</u> | 7,582,776 |

Some receivables, including special assessments, are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 482,022

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:

| | | |
|--|----------------|--------------------|
| General Obligation Bonds Payable | 1,725,000 | |
| General Obligation Notes Payable | 1,547,622 | |
| Accrued Interest on Long-Term Debt | 37,639 | |
| WRS Prior Service Liability | 6,224 | |
| Compensated Absences Payable | 324,989 | |
| Estimated Landfill Postclosure Liability | <u>707,698</u> | <u>(4,349,172)</u> |

TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 4,734,430

**CITY OF AMERY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2013**

| | General Fund | CDBG Housing Revolving Loan Fund | Debt Service Fund | Tax Incremental District #5 Fund | Tax Incremental District #6 Fund | Capital Improvements Fund | Other Nonmajor Governmental Funds | Total Governmental Funds |
|--|-------------------|----------------------------------|-------------------|----------------------------------|----------------------------------|---------------------------|-----------------------------------|--------------------------|
| REVENUES | | | | | | | | |
| Taxes | \$ 1,484,811 | \$ - | \$ - | \$ 184,444 | \$ 96,243 | \$ 29,700 | \$ 262,238 | \$ 2,057,436 |
| Special Assessments | 4,287 | - | - | - | - | - | - | 4,287 |
| Intergovernmental | 811,880 | 15,125 | - | 3,071 | 3,413 | - | 155,121 | 988,610 |
| Licenses and Permits | 62,542 | - | - | - | - | - | - | 62,542 |
| Fines and Forfeits | 30,279 | - | - | - | - | - | - | 30,279 |
| Public Charges for Services | 182,017 | - | - | - | - | - | - | 182,017 |
| Intergovernmental Charges for Services | 170,864 | - | 58,173 | - | - | - | - | 229,037 |
| Miscellaneous: | | | | | | | | |
| Interest | 8,960 | 1 | - | - | - | - | 2 | 8,963 |
| Rent | 58,450 | - | - | - | - | - | - | 58,450 |
| Sale of Property | 1,044 | - | - | - | - | - | - | 1,044 |
| Donations | 839 | - | 1,000 | - | - | - | - | 1,839 |
| Loan Repayments | - | - | - | - | - | - | 3,888 | 3,888 |
| Other | 7,969 | - | - | - | 3,332 | - | 11,655 | 22,956 |
| Total Revenues | 2,823,942 | 15,126 | 59,173 | 187,515 | 102,988 | 29,700 | 432,904 | 3,651,348 |
| EXPENDITURES | | | | | | | | |
| General Government | 495,075 | - | - | - | - | 1,575 | - | 496,650 |
| Public Safety | 972,247 | - | - | - | - | 458,365 | - | 1,430,612 |
| Public Works | 898,023 | - | - | - | - | 1,915 | - | 899,938 |
| Health and Human Services | 221 | - | - | - | - | - | - | 221 |
| Culture, Recreation, and Education | 113,404 | - | - | - | - | 31,500 | 325,991 | 470,895 |
| Conservation and Development | 51,851 | - | - | 3,151 | 443,225 | 2,168 | 26,682 | 527,077 |
| Debt Service: | | | | | | | | |
| Principal Retirement | - | - | 352,429 | - | - | - | - | 352,429 |
| Interest and Fiscal Charges | - | - | 124,087 | - | - | - | - | 124,087 |
| Total Expenditures | 2,530,821 | - | 476,516 | 3,151 | 443,225 | 495,523 | 352,673 | 4,301,909 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 293,121 | 15,126 | (417,343) | 184,364 | (340,237) | (465,823) | 80,231 | (650,561) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Long-Term Debt Issued | - | - | 557,536 | - | - | 350,000 | - | 907,536 |
| Sale of Capital Assets | 12,705 | - | - | - | - | - | - | 12,705 |
| Transfers In | 97,045 | - | 390,297 | - | - | 97,000 | - | 584,342 |
| Transfers Out | (340,222) | - | - | - | (85,075) | - | (62,000) | (487,297) |
| Principal Payments on Refinanced Debt | - | - | (557,536) | - | - | - | - | (557,536) |
| Total Other Financing Sources (Uses) | (230,472) | - | 390,297 | - | (85,075) | 447,000 | (62,000) | 459,750 |
| NET CHANGE IN FUND BALANCES | 62,649 | 15,126 | (27,046) | 184,364 | (425,312) | (18,823) | 18,231 | (190,811) |
| Fund Balances - Beginning of Year | 656,166 | (2,187) | 117,840 | 199,176 | 136,687 | 85,409 | 16,524 | 1,209,615 |
| FUND BALANCES - END OF YEAR | \$ 718,815 | \$ 12,939 | \$ 90,794 | \$ 383,540 | \$ (288,625) | \$ 66,586 | \$ 34,755 | \$ 1,018,804 |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2013**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS **\$ (190,811)**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

| | | |
|---|------------------|---------|
| Capital Outlays Reported in Governmental Fund Statements | \$ 966,611 | |
| Transfer Out of Governmental Capital Assets Contributed to Enterprise Funds | (82,255) | |
| Depreciation Expense Reported in the Statement of Activities | <u>(383,456)</u> | 500,900 |

In the statement of activities, only the gain or loss on the disposal of capital assets is reported whereas in the governmental funds, the proceeds from sales increase, financial resources and trade-ins are not reflected in capital outlays. (2,359)

Receivables not currently available are reported as deferred inflows of resources in the fund financial statements, but are recognized as revenue when earned in the government-wide statements. (91,222)

Long-term debt incurred in governmental funds is reported as an other financing source, but is reported as an increase in outstanding long-term debt in the statement of net position and does not affect the statement of activities. Long-term debt incurred in the current year is:

| | | |
|--------------------------|--|-----------|
| General Obligation Notes | | (907,536) |
|--------------------------|--|-----------|

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In the current year, these amounts consist of:

| | | |
|---|----------------|---------|
| General Obligation Bonds Principal Retirement | 80,000 | |
| General Obligation Notes Principal Retirement | <u>829,965</u> | 909,965 |

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

| | | |
|--|---------------|-----------------|
| Net Change in Accrued Interest Payable | (1,307) | |
| Amortization of Debt Issuance Costs | (15,780) | |
| Net Change in WRS Prior Service Liability | 1,138 | |
| Net Change in Compensated Absences Payable | (73,432) | |
| Net Change in Estimated Landfill Postclosure Liability | <u>11,034</u> | <u>(78,347)</u> |

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 140,590**

**CITY OF AMERY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2013**

| | Business-Type Activities - Joint Water and Sewer Enterprise Fund | | |
|--|---|---------------------|---------------------|
| | Water | Sewer | Totals |
| | Department | Department | |
| ASSETS | | | |
| Current Assets: | | | |
| Cash and Investments | \$ 261,767 | \$ 122,572 | \$ 384,339 |
| Customer Accounts Receivable | 104,956 | 148,149 | 253,105 |
| Other Accounts Receivable | - | 24,296 | 24,296 |
| Accounts Receivable on Tax Roll | 9,972 | 19,353 | 29,325 |
| Prepayments | 3,483 | 5,225 | 8,708 |
| Inventories | 25,631 | 3,518 | 29,149 |
| Total Current Assets | 405,809 | 323,113 | 728,922 |
| Restricted Assets: | | | |
| Equipment Replacement Fund Investments | - | 178,563 | 178,563 |
| Capital Assets: | | | |
| Utility Plant in Service | 4,428,402 | 4,945,306 | 9,373,708 |
| Less: Accumulated Depreciation | 1,444,690 | 2,770,642 | 4,215,332 |
| Total Capital Assets | 2,983,712 | 2,174,664 | 5,158,376 |
| Other Assets: | | | |
| Special Assessments Receivable | - | 69,433 | 69,433 |
| Long-Term Receivables | - | 24,539 | 24,539 |
| Total Other Assets | - | 93,972 | 93,972 |
| Total Assets | \$ 3,389,521 | \$ 2,770,312 | \$ 6,159,833 |
| LIABILITIES | | | |
| Current Liabilities: | | | |
| Accounts Payable | \$ 2,836 | \$ 9,420 | \$ 12,256 |
| Accrued Interest Payable | 2,570 | 3,529 | 6,099 |
| Current Portion of Long-Term Debt: | | | |
| Revenue Bonds | - | 162,769 | 162,769 |
| General Obligation Notes | 71,780 | - | 71,780 |
| Accrued Compensated Absences | 24,872 | 21,057 | 45,929 |
| Total Current Liabilities | 102,058 | 196,775 | 298,833 |
| Long-Term Liabilities (Net of Current Portion): | | | |
| Revenue Bonds | - | 167,979 | 167,979 |
| General Obligation Notes | 819,362 | - | 819,362 |
| Accrued Compensated Absences | 39,389 | 33,348 | 72,737 |
| Total Long-Term Liabilities | 858,751 | 201,327 | 1,060,078 |
| Total Liabilities | 960,809 | 398,102 | 1,358,911 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 2,393,314 | 1,892,240 | 4,285,554 |
| Restricted for Equipment Replacement | - | 178,563 | 178,563 |
| Unrestricted | 35,398 | 301,407 | 336,805 |
| Total Net Position | 2,428,712 | 2,372,210 | 4,800,922 |
| Total Liabilities and Net Position | \$ 3,389,521 | \$ 2,770,312 | \$ 6,159,833 |

See accompanying Notes to Basic Financial Statements.

CITY OF AMERY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2013

| | Business-Type Activities - Joint Water and Sewer Enterprise Fund | | |
|--|---|---------------------|---------------------|
| | Water | Sewer | |
| | Department | Department | Totals |
| OPERATING REVENUES | | | |
| Sales of Water/Sewerage Revenues: | | | |
| Residential | \$ 139,137 | \$ 341,295 | \$ 480,432 |
| Commercial | 73,177 | 183,129 | 256,306 |
| Industrial | 16,715 | 49,667 | 66,382 |
| Public Authorities | 18,830 | 40,386 | 59,216 |
| Private Fire Protection | 8,304 | - | 8,304 |
| Public Fire Protection | 152,332 | - | 152,332 |
| Total Sales of Water/Sewerage Revenues | 408,495 | 614,477 | 1,022,972 |
| Other Operating Revenues | 19,243 | 2,664 | 21,907 |
| Total Operating Revenues | 427,738 | 617,141 | 1,044,879 |
| OPERATING EXPENSES | | | |
| Operation and Maintenance | 156,457 | 487,212 | 643,669 |
| Depreciation | 98,201 | 153,440 | 251,641 |
| Total Operating Expenses | 254,658 | 640,652 | 895,310 |
| OPERATING INCOME (LOSS) | 173,080 | (23,511) | 149,569 |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Interest Revenue | - | 640 | 640 |
| Interest Expense | (19,532) | (11,429) | (30,961) |
| Interest on Advance to Biosolids Facility | - | 1,655 | 1,655 |
| Total Nonoperating Revenues (Expenses) | (19,532) | (9,134) | (28,666) |
| INCOME (LOSS) BEFORE TRANSFERS | 153,548 | (32,645) | 120,903 |
| TRANSFERS: | | | |
| Capital Contributions - Customers and Developers | 16,554 | 8,400 | 24,954 |
| Capital Contributions - Governmental Funds | 69,560 | 12,695 | 82,255 |
| Transfer to Governmental Funds - Property Tax Equivalent | (97,045) | - | (97,045) |
| Total Contributions and Transfers | (10,931) | 21,095 | 10,164 |
| CHANGE IN NET POSITION | 142,617 | (11,550) | 131,067 |
| Net Position - Beginning of Year | 2,286,095 | 2,383,760 | 4,669,855 |
| NET POSITION - END OF YEAR | <u>\$ 2,428,712</u> | <u>\$ 2,372,210</u> | <u>\$ 4,800,922</u> |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2013**

| | Business-Type Activities - Joint Water and Sewer Enterprise Fund | | |
|--|---|-------------------|-------------------|
| | Water | Sewer | Totals |
| | Department | Department | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash Received from Utility Customers | \$ 254,212 | \$ 609,813 | \$ 864,025 |
| Cash Received for Public Fire Protection | 152,332 | - | 152,332 |
| Cash Received (Paid) for Meter Related Charges | 12,907 | (12,907) | - |
| Cash Paid to Suppliers for Goods and Services | (98,887) | (286,423) | (385,310) |
| Cash Paid for Employee Services | (52,579) | (185,236) | (237,815) |
| Net Cash Provided by (Used for) Operating Activities | 267,985 | 125,247 | 393,232 |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| Cash Payments for Tax Equivalent | (97,045) | - | (97,045) |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Cash Payments for Capital Assets | (393,650) | (8,400) | (402,050) |
| Cash Received from Customer Contributions | 15,486 | 26,063 | 41,549 |
| Cash Received from Issuance of Debt | 300,744 | - | 300,744 |
| Principal Paid on Long-Term Debt | (33,602) | (134,667) | (168,269) |
| Interest Paid on Long-Term Debt | (18,522) | (11,213) | (29,735) |
| Net Cash Provided by (Used for) Capital and Related Financing Activities | (129,544) | (128,217) | (257,761) |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 41,396 | (2,970) | 38,426 |
| Cash and Cash Equivalents - Beginning of Year | 220,371 | 304,105 | 524,476 |
| CASH AND CASH EQUIVALENTS - END OF YEAR | <u>\$ 261,767</u> | <u>\$ 301,135</u> | <u>\$ 562,902</u> |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2013**

| | Business-Type Activities - Joint Water and Sewer Enterprise Fund | | |
|---|---|-------------------|-------------------|
| | Water | Sewer | Totals |
| | <u>Department</u> | <u>Department</u> | |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | | |
| Operating Income (Loss) | \$ 173,080 | \$ (23,511) | \$ 149,569 |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities: | | | |
| Depreciation | 98,201 | 153,440 | 251,641 |
| (Increase) Decrease in Assets: | | | |
| Customer Accounts Receivable | (8,378) | (7,075) | (15,453) |
| Accounts Receivable on Tax Roll | 91 | (253) | (162) |
| Prepayments | 466 | 698 | 1,164 |
| Inventories | (460) | (28) | (488) |
| Decrease (Increase) in Liabilities: | | | |
| Accounts Payable | 93 | (6,403) | (6,310) |
| Accrued Compensated Absences | 4,892 | 8,379 | 13,271 |
| Net Cash Provided by (Used for) Operating Activities | <u>\$ 267,985</u> | <u>\$ 125,247</u> | <u>\$ 393,232</u> |
| RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS | | | |
| Cash and Investments per Statement of Net Position: | | | |
| Cash and Investments | \$ 261,767 | \$ 122,572 | \$ 384,339 |
| Cash and Investments - Restricted | - | 178,563 | 178,563 |
| CASH AND CASH EQUIVALENTS | <u>\$ 261,767</u> | <u>\$ 301,135</u> | <u>\$ 562,902</u> |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES: | | | |
| Capital Assets Financed Directly by Governmental Funds | \$ 69,560 | \$ 12,695 | \$ 82,255 |
| Principal and Interest Paid Directly by Biosolids Facility | - | 24,952 | 24,952 |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2013**

| | Private Purpose Trust Fund | Tax Agency Fund |
|----------------------------------|------------------------------------|-----------------------|
| | Fire Department Retirement Fund | |
| ASSETS | | |
| Cash and Investments | \$ 79,800 | \$ 376,534 |
| Taxes Receivable | - | 2,695,051 |
| Due from Other Funds | 15,000 | - |
| Total Assets | 94,800 | \$ 3,071,585 |
| LIABILITIES | | |
| Due to Other Governmental Units: | | |
| State | - | \$ 29,376 |
| County | - | 861,991 |
| Special Purpose District | - | 28,678 |
| School | - | 1,947,192 |
| Technical College | - | 204,348 |
| Total Liabilities | - | \$ 3,071,585 |
| NET POSITION | | |
| Held for Retirement Benefits | \$ 94,800 | |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2013**

| | Private Purpose Trust Fund |
|-----------------------------------|------------------------------------|
| | Fire Department Retirement Fund |
| ADDITIONS | |
| Interest | \$ 1,067 |
| Contribution from General Fund | 6,000 |
| Total Additions | 7,067 |
| DEDUCTIONS | |
| Retirement Benefits Paid | 759 |
| CHANGE IN NET POSITION | 6,308 |
| Net Position - Beginning of Year | 88,492 |
| NET POSITION - END OF YEAR | \$ 94,800 |

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Amery (the "City") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the City are described below:

A. Reporting Entity

The City of Amery is governed by a mayor/council form of government. The council consists of four members elected from wards with two members elected at-large.

The financial reporting of the City is defined by the GASB to consist 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 the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the City consist of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the City.

B. Government-Wide and Fund Financial Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds) as described below:

Government-Wide Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. For the most part, the effect of 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 or segment is offset by program revenues. Direct expenses are those that are clearly identifiable to a specific function or segment. Program revenues include (a) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, fund equity, revenues, and expenditures/expenses.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the City. It is used to account for all financial resources of the City, except those required to be accounted for in another fund.

CDBG Housing Revolving Loan Fund – The CDBG Housing Revolving Loan Fund, a special revenue fund, is used to account for the initial CDBG funding and ongoing activities of the revolving loan fund that are restricted for the purpose of financing loans for housing rehabilitation.

Tax Incremental District #5 Fund – The Tax Incremental District #5 Fund, a capital projects fund, is used to account for financial resources to be used for funding projects within the scope of the TID #5 project plan and to accumulate resources for the repayment of debt incurred for funding TID #5 costs.

Tax Incremental District #6 Fund – The Tax Incremental District #6 Fund, a capital projects fund, is used to account for financial resources to be used for funding projects within the scope of the TID #6 project plan and to accumulate resources for the repayment of debt incurred for funding TID #6 costs.

Capital Improvement Fund – The Capital Improvement Fund a capital projects fund, is used to account for financial resources to be used for funding projects within the scope of the project plan and to accumulate resources for the repayment of debt incurred for funding Improvement costs.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds.

All remaining governmental funds are aggregated and reported as nonmajor funds.

The City reports the following major enterprise fund:

Water Utility – This fund accounts for the operations of the water system. Utility operations are subject to regulation by the Wisconsin Public Service Commission.

Sewer Utility – This fund accounts for the operations of the sewer collection system and treatment facilities.

The City had no other enterprise funds to report as nonmajor funds.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

Additionally, the City reports the following fiduciary funds:

Agency Fund – The agency fund is 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 agency fund is primarily used to account for the collection of property taxes for the governmental units.

Private Purpose Trust Fund – The private purpose trust fund is used to account for a retirement plan established for members of the fire department (see also Note 5.B.).

C. Measurement Focus and Basis of Accounting

The government-wide financial statements, the proprietary funds and fiduciary fund financial statements, are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables, if material, are recorded as revenues when services are provided.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's utility functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City generally considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

Property taxes, miscellaneous taxes, public charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual. Only the portion of special assessment receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity

1. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of City funds is restricted by state statutes. Available investments are limited to:

- a. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less
- b. Bonds or securities issued or guaranteed by the federal government
- c. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority
- d. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency
- e. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options
- f. Bonds or securities issued under the authority of the municipality
- g. The local government investment pool
- h. Repurchase agreements with public depositories, with certain conditions

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

1. Deposits and Investments (Continued)

Investment of most trust funds is regulated by Chapter 881 of the Wisconsin Statutes. Investment of library trust funds is regulated by Chapter 112. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

Investments of the City are stated at fair value.

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. The resulting tax roll is recorded as receivable by the City at year end with amounts due to other governmental units recorded as liabilities in the agency fund. Since City property taxes are not considered available until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore.

Real property taxes are payable in full on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the Polk County Treasurer for collection in February. Polk County subsequently settles in full with the City in August of the same year, including settlement for uncollected delinquent special assessments and special charges. (The County has the option to settle in full for delinquent special assessments and special charges or to remit them to the City as collections are received.) Delinquent personal property taxes are retained by the City for collection. A portion of the general fund balance is classified as nonspendable for the City's investment in delinquent taxes.

Special Assessments. Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. (Installments placed on the 2013 tax roll are recognized as revenue in 2014.) Special assessments recorded in proprietary funds and in the government-wide financial statement are recorded as revenue at the time the assessments are subject to collection procedures.

Accounts Receivable. Accounts receivable in the community micro-loan fund (\$21,950) are net of an allowance for uncollectible accounts of \$4,452. All other accounts receivable are considered to be collectible in full.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

2. Receivables and Payables (Continued)

Interfund Balances. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

5. Capital Assets

Government-Wide Statements. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

5. Capital Assets (Continued)

Government-Wide Statements (Continued). Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets constructed. The City's policy is to prospectively report infrastructure acquired after adoption of GASB Statement No. 34.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

| Assets | Capitalization Threshold | Depreciation Method | Estimated Useful Life |
|----------------------------|-----------------------------|------------------------|--------------------------|
| Land | \$ 5,000 | N/A | N/A |
| Land Improvements | 5,000 | Straight-line | 10 - 50 Years |
| Buildings and Improvements | 5,000 | Straight-line | 20 - 50 Years |
| Machinery and Equipment | 5,000 | Straight-line | 4 - 15 Years |
| Infrastructure | 5,000 | Straight-line | 20 - 50 Years |
| Utility Systems | Various | Straight-line | 4 - 100 Years |

Fund Financial Statements. In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

6. Deferred Outflows of Resources

The City would report decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheet. No deferred outflows of resources are reported in these financial statements in the current year.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

7. Deferred Inflows of Resources

The City's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The City will not recognize the related revenue until a future event occurs. The City has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the City's year) under the modified accrual basis of accounting. The City does not have deferred inflows of resources to report in its proprietary fund financial statements in the current year.

8. Compensated Absences

It is the City's policy to permit employees to accumulate vacation, sick leave and compensatory time off benefits. Liabilities for accumulated vacation, sick leave and compensatory time off are not accrued in the City's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The City's policies and estimated liabilities at year end are further discussed in Note 5.C.

9. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

10. Defining Operating Revenue and Expense

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water utility and sewer utility are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Equity (Continued)

11. Use of Restricted Resources

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.

12. Equity Classifications

Fund equity, representing the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources, is classified as follows in the City's financial statements:

Government-Wide Statements. Fund equity is classified as net position in the government-wide financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted.

Fund Financial Statements. In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that will never be converted to cash or will not be converted to cash soon enough to affect the current period. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the City Council. Based on resolution of the City Council, the City Clerk/Treasurer and City Administrator have been authorized to establish or modify assigned fund balance.

Unassigned fund balance is the residual classification for the City's general fund and includes all spendable amounts not contained in the other classifications. It is the City's policy that at the end of each fiscal year, the City will maintain a minimum unassigned portion of fund balance between 20% and 30%.

Committed fund balance is required to be established, modified, or rescinded by resolution of the City Council prior to each year end.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Generally accepted accounting principles require the disclosure of individual funds that have deficit balances at year end. At December 31, 2013 certain funds had deficit balances as shown below:

| | |
|-----------------------------|---------------------|
| Tax Incremental District #6 | \$ (288,625) |
| Tax Incremental District #7 | (99,005) |
| | <u>\$ (387,630)</u> |

The deficit in the Tax Incremental District #6 and #7 funds are financed by advances from the general fund, see Note 3.D. The advances will be repaid as funds become available from tax increment and loan repayment collections.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The City's cash and investments balances at December 31, 2013 as shown in the financial statements as follows:

| | |
|--------------------|---------------------|
| Governmental Funds | \$ 1,298,410 |
| Proprietary Funds | 562,902 |
| Fiduciary Funds | 456,334 |
| Total | <u>\$ 2,317,646</u> |

The above cash and investments balances consisted of the following:

| | |
|------------------------------------|---------------------|
| Deposits at Financial Institutions | \$ 2,316,646 |
| Petty Cash | 1,000 |
| Total | <u>\$ 2,317,646</u> |

Deposits at Financial Institutions

The City's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and unlimited coverage for all non-interest bearing transaction accounts (including all demand accounts earning less than 0.5% interest as long as the depository institution has opted out of the FDIC's Temporary Liquidity Guarantee Program). In addition, funds held for others (such as trust funds) are subject to coverage under the name of the party for whom the funds are held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the City to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Deposits at Financial Institutions (Continued)

Custodial credit risk for deposits is the risk that, in the event of failure, the City's deposits may not be returned. At December 31, 2013, the City's deposits were not exposed to custodial credit risk.

B. Receivables/Deferred Inflows of Resources

Other Receivables

Housing Rehabilitation Loans Receivable. The City was awarded Community Development Block Grants for financing housing rehabilitation loans. At December 31, 2013, the City had twenty-seven (27) outstanding deferred loans totaling \$358,487. The deferred loans become due and payable in full in the event that the maker no longer continues to occupy the premises securing the loan as a full-time residence, or if the maker transfers any legal or equitable interest in the mortgage premises to anyone for any reason.

The deferred loans have been recorded as receivables in the revolving loan special revenue fund and are equally offset by deferred inflows of resources. Collections on these loans are recognized as revenue in the special revenue fund at the time of their receipt. Proceeds from the collection of the above loans are restricted for financing similar rehabilitation projects.

New Fire Hall. During 2004 the City completed construction of a new fire hall building. A portion of the debt service used to finance construction is being funded with revenues from the fire districts' participating municipalities and the City recorded receivables for such amounts in 2004. The City had outstanding long-term receivables from the Alden and Lincoln Townships in the amounts of \$8,364 and \$47,705, respectively, for their share of the debt outstanding at December 31, 2013. The amortization schedules of the Townships' allocated share of the debt can be seen on supplementary Schedule E-1 of this report. These receivables are equally offset by deferred inflows of resources which will be recognized as collections are recorded.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital assets activity for the year ended December 31, 2013 is as follows:

Governmental Activities

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--|----------------------|------------|-----------|-------------------|
| Governmental Activities: | | | | |
| Capital Assets Not Being Depreciated | | | | |
| Land | \$ 868,779 | \$ - | \$ - | \$ 868,779 |
| Construction Work in Progress | - | 82,255 | 82,255 | - |
| Total Capital Assets Not Being Depreciated | 868,779 | 82,255 | 82,255 | 868,779 |
| Capital Assets Being Depreciated | | | | |
| Land Improvements | 1,359,771 | 21,747 | 23,594 | 1,357,924 |
| Buildings | 4,699,672 | 25,500 | - | 4,725,172 |
| Equipment and Vehicles | 2,515,431 | 466,388 | 77,883 | 2,903,936 |
| Infrastructure | 1,187,725 | 370,721 | - | 1,558,446 |
| Total Capital Assets Being Depreciated | 9,762,599 | 884,356 | 101,477 | 10,545,478 |
| Total Capital Assets | 10,631,378 | 966,611 | 183,732 | 11,414,257 |
| Accumulated Depreciation: | | | | |
| Land Improvements | 910,915 | 26,182 | 21,235 | 915,862 |
| Buildings | 1,067,227 | 122,457 | - | 1,189,684 |
| Equipment and Vehicles | 1,462,268 | 196,839 | 77,883 | 1,581,224 |
| Infrastructure | 106,733 | 37,978 | - | 144,711 |
| Total Accumulated Depreciation | 3,547,143 | 383,456 | 99,118 | 3,831,481 |
| Net Capital Assets - Governmental Activities | \$ 7,084,235 | \$ 583,155 | \$ 84,614 | \$ 7,582,776 |

Depreciation was charged to governmental functions as follows:

| | |
|--|------------|
| General Government | \$ 1,220 |
| Public Safety | 152,912 |
| Public Works | 156,263 |
| Culture, Recreation and Education | 73,061 |
| Total Depreciation - Governmental Activities | \$ 383,456 |

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--|----------------------|------------|-----------|-------------------|
| Business-Type Activities: | | | | |
| Joint Water and Sewer Utility: | | | | |
| Water Department: | | | | |
| Capital Assets Not Being Depreciated | | | | |
| Land and Land Rights | \$ 15,358 | \$ - | \$ - | \$ 15,358 |
| Capital Assets Being Depreciated: | | | | |
| Source of Supply | 198,218 | - | - | 198,218 |
| Pumping Plant | 259,772 | - | - | 259,772 |
| Water Treatment | 13,455 | - | - | 13,455 |
| Transmission and Distribution | 3,478,027 | 444,557 | 130,990 | 3,791,594 |
| General Plant | 131,352 | 18,653 | - | 150,005 |
| Total Capital Assets Being Depreciated | 4,080,824 | 463,210 | 130,990 | 4,413,044 |
| Total Capital Assets | 4,096,182 | 463,210 | 130,990 | 4,428,402 |
| Less Accumulated Depreciation | 1,477,479 | 98,201 | 130,990 | 1,444,690 |
| Net Capital Assets - Water Utility | 2,618,703 | 365,009 | - | 2,983,712 |
| Sewer Department: | | | | |
| Capital Assets Not Being Depreciated | | | | |
| Land and Land Rights | 36,340 | - | - | 36,340 |
| Capital Assets Being Depreciated: | | | | |
| Collection System | 1,440,796 | 21,095 | - | 1,461,891 |
| Pumping System | 234,246 | - | - | 234,246 |
| Treatment and Disposal Plant | 3,085,069 | - | - | 3,085,069 |
| General Plant | 127,760 | - | - | 127,760 |
| Total Capital Assets Being Depreciated | 4,887,871 | 21,095 | - | 4,908,966 |
| Total Capital Assets | 4,924,211 | 21,095 | - | 4,945,306 |
| Less Accumulated Depreciation | 2,617,202 | 153,440 | - | 2,770,642 |
| Net Capital Assets - Sewer Utility | 2,307,009 | (132,345) | - | 2,174,664 |
| Net Capital Assets - Business-Type Activities | \$ 4,925,712 | \$ 232,664 | \$ - | \$ 5,158,376 |

Depreciation was charged to business-type activities as follows:

| | |
|---|------------|
| Water | \$ 98,201 |
| Sewer | 153,440 |
| Total Depreciation - Business-Type Activities | \$ 251,641 |

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2013 was as follows:

Due to/from Other Funds

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> | <u>Purposes</u> |
|---------------------------------|---------------------|------------------|------------------------------|
| Micro - Loan Fund | General Fund | \$ 1,834 | Prior Year Tax Roll Item |
| Fire Department Retirement Fund | General Fund | 15,000 | Retirement Fund Contribution |
| | | <u>\$ 16,834</u> | |

Advances from/to Other Funds

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> | <u>Purposes</u> |
|------------------------|----------------------------------|-------------------|--------------------------------------|
| General Fund | CDBG Housing Revolving Loan Fund | \$ 3,740 | Administrative Expense Reimbursement |
| General Fund | Tax Incremental District #7 Fund | 99,005 | Cash Flows |
| General Fund | Tax Incremental District #6 Fund | 288,625 | Cash Flows |
| | | <u>\$ 391,370</u> | |

Interfund Transfers

The following is a schedule of interfund transfers:

| <u>Fund Transferred To</u> | <u>Fund Transferred From</u> | <u>Amount</u> | <u>Purposes</u> |
|----------------------------|----------------------------------|-------------------|----------------------------|
| General Fund | Water Department Fund | \$ 97,045 | Property Tax Equivalent |
| Debt Service Fund | General Fund | 243,222 | Finance Current Maturities |
| Debt Service Fund | Tax Incremental District #6 Fund | 85,075 | Finance Current Maturities |
| Debt Service Fund | Tax Incremental District #7 Fund | 62,000 | Finance Current Maturities |
| Capital Projects Fund | General Fund | 97,000 | Finance Project Costs |
| | | <u>\$ 584,342</u> | |

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the City for the year ended December 31, 2013 were as follows:

| | Balance 1/1/13 | Issued | Retired | Balance 12/31/13 | Amounts Due Within One Year |
|--|---------------------|-------------------|-------------------|---------------------|-----------------------------------|
| Primary Government | | | | | |
| Governmental Activities | | | | | |
| General Obligation Bonds | \$ 1,805,000 | \$ - | \$ 80,000 | \$ 1,725,000 | \$ 85,000 |
| General Obligation Notes | 1,470,051 | 907,536 | 829,965 | 1,547,622 | 304,095 |
| WRS Prior Service Liability | 7,362 | - | 1,138 | 6,224 | - |
| Compensated Absences | 251,557 | 73,432 | - | 324,989 | 125,784 |
| Estimated Landfill Postclosure Liability | 718,732 | - | 11,034 | 707,698 | - |
| | <u>\$ 4,252,702</u> | <u>\$ 980,968</u> | <u>\$ 922,137</u> | <u>\$ 4,311,533</u> | <u>\$ 514,879</u> |
| Business-Type Activities | | | | | |
| General Obligation Notes | \$ 624,000 | \$ 300,744 | \$ 33,602 | \$ 891,142 | \$ 71,780 |
| Revenue Bonds | 488,468 | - | 157,720 | 330,748 | 162,769 |
| Compensated Absences | 105,395 | 13,271 | - | 118,666 | 45,929 |
| | <u>\$ 1,217,863</u> | <u>\$ 314,015</u> | <u>\$ 191,322</u> | <u>\$ 1,340,556</u> | <u>\$ 280,478</u> |

(1) See Note 1.A regarding transfer of Redevelopment Authority operations.

The City's estimated liabilities for the City's unfunded WRS liability and employee leave are discussed in Note 4.A. and Note 4.C., respectively. The City's estimated liability for landfill postclosure costs is discussed in Note 4.E.

The City's liabilities for compensated absences are generally liquidated by the general fund and the joint water and sewer utility.

On March 6, 2013 the City obtained a \$300,744 loan from a local bank for the purpose of financing water utility improvements. The note carries an interest rate of 2.75% with semiannual maturities from February 2014 through May 2021.

On May 2, 2013 the City obtained a \$350,000 loan from a local bank for the purpose of financing the purchase of a fire truck. The note carries an interest rate of 3.75% with semiannual maturities from August 2013 through February 2028.

On August 8, 2013 the City obtained a \$557,536 loan from a local bank for the current refinancing of the outstanding maturities on the general obligation promissory notes dated August 10, 2003 through March 24, 2004. The 2003 and 2004 notes had a balloon payment of \$557,536 that was due in 2013. The new loan carries an interest rate of 3.50% with semiannual maturities from December 2013 through December 2017. The refinancing resulted in an increase in total debt service requirements of \$45,861 in exchange for the extension of the loan term.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt

All general obligation bonds and notes payable are backed by the full faith and credit of the City. Bonds and notes payable will be retired by future property tax levies or tax increments accumulated by the debt service fund. Annual retirement requirements of long-term debt issued to finance expenditures of the tax incremental districts are anticipated to be financed from revenues of the TIDs.

The purpose of the governmental activities general obligation debt is to finance various capital improvements and tax incremental City planned projects.

Individual general obligation long-term debt issues outstanding at December 31, 2013 are as follows:

| | Issue Date | Final Maturity Date | Interest Rate | Original Issue | Amount Outstanding |
|--|---------------|---------------------------|------------------|---------------------|-----------------------|
| Governmental Activities: | | | | | |
| General Obligation Bonds: | | | | | |
| Corporate Purpose Bonds, Series 2008A | 4/23/08 | 4/1/28 | 3.00% - 4.20% | \$ 2,040,000 | \$ 1,725,000 |
| General Obligation Notes: | | | | | |
| Landfill Remediation Promissory Notes, Series 2000 | 5/10/00 | 5/1/20 | 0.00% | 481,687 | 171,211 |
| State Trust Fund Loan | 10/13/04 | 3/15/19 | 5.00% | 429,000 | 224,073 |
| State Trust Fund Loan | 10/25/05 | 3/15/20 | 5.00% | 25,000 | 14,864 |
| Promissory Note | 6/2/11 | 6/2/14 | 3.25% | 200,000 | 54,782 |
| Promissory Note | 9/7/11 | 8/1/16 | 3.25% | 175,936 | 7,291 |
| Promissory Note | 9/30/11 | 2/8/20 | 3.75% | 233,450 | 165,534 |
| Promissory Note | 1/4/12 | 8/4/16 | 3.31% | 125,086 | 76,453 |
| Promissory Note | 5/2/13 | 2/15/28 | 3.75% | 350,000 | 337,000 |
| Promissory Note | 8/8/13 | 12/1/17 | 3.50% | 557,536 | 496,414 |
| Business-Type Activities: | | | | | |
| General Obligation Notes: | | | | | |
| Promissory Notes | 12/1/12 | 12/1/22 | 3.00% | 624,000 | 590,398 |
| Promissory Notes | 3/16/13 | 5/1/21 | 2.75% | 300,744 | 300,744 |
| Total | | | | <u>\$ 5,542,439</u> | <u>\$ 4,163,764</u> |

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt (Continued)

Annual requirements for retirement of the above issues, together with the expected funding sources, are shown below:

| Year | Annual Requirements | | | Funding Sources | | | | | |
|-----------|---------------------|-------------------|---------------------|---------------------|-------------------|-------------------|------------------|-----------------------|---------------------|
| | Principal | Interest | Total | General Fund | Library Fund | TID #6 Fund | TID #7 Fund | Water Department Fund | Total |
| 2014 | \$ 460,876 | \$ 146,043 | \$ 606,919 | \$ 371,811 | \$ 28,047 | \$ 54,194 | \$ 55,915 | \$ 96,952 | \$ 606,919 |
| 2015 | 398,860 | 131,506 | 530,366 | 358,581 | 28,047 | 46,786 | - | 96,952 | 530,366 |
| 2016 | 414,428 | 117,937 | 532,365 | 360,581 | 28,047 | 46,786 | - | 96,951 | 532,365 |
| 2017 | 397,623 | 103,710 | 501,333 | 329,550 | 28,047 | 46,785 | - | 96,951 | 501,333 |
| 2018 | 273,596 | 91,109 | 364,705 | 192,923 | 28,047 | 46,785 | - | 96,950 | 364,705 |
| 2019-2023 | 1,381,741 | 309,415 | 1,691,156 | 1,037,470 | 48,558 | 49,038 | - | 556,090 | 1,691,156 |
| 2024-2028 | 836,640 | 100,064 | 936,704 | 936,704 | - | - | - | - | 936,704 |
| | <u>\$ 4,163,764</u> | <u>\$ 999,784</u> | <u>\$ 5,163,548</u> | <u>\$ 3,587,620</u> | <u>\$ 188,793</u> | <u>\$ 290,374</u> | <u>\$ 55,915</u> | <u>\$ 1,040,846</u> | <u>\$ 5,163,548</u> |

General Obligation Debt Limit. Section 67.03 of the Wisconsin Statutes restricts general obligation debt to 5% of the equalized value of all property in the City. At December 31, 2013, the City's debt limit amounted to \$8,654,865 and indebtedness subject to the limitation totaled \$4,163,764.

Revenue Bonds

Outstanding mortgage revenue bonds of the City totaled \$330,748 at December 31, 2013. The City's full faith and credit do not back the mortgage revenue bonds which are instead backed only by the assets and revenues of the enterprise fund. Cash flow requirements for retirement of principal and interest on the bonds are as follows:

| Year | Principal | Interest | Total |
|------|-------------------|------------------|-------------------|
| 2014 | \$ 162,769 | \$ 7,983 | \$ 170,752 |
| 2015 | 167,979 | 2,688 | 170,667 |
| | <u>\$ 330,748</u> | <u>\$ 10,671</u> | <u>\$ 341,419</u> |

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Revenue Bonds (Continued)

Sewerage System Revenue Bonds Series 1995. The City authorized the issuance of \$2,076,057 of revenue bonds on October 2, 1995 to the State of Wisconsin through its Clean Water Fund program to renovate its wastewater treatment plant. The City has borrowed \$2,072,892 from the State under this loan authorization. Principal is payable annually on May 1, through the year 2015 and interest is payable semiannually on May and November 1 at an annual rate of 3.206%. The outstanding balance on the bond issue at December 31, 2013 was \$282,424.

The City resolution authorizing the 1995 revenue bonds requires the segregation of sewer revenues into separate accounts. The City had not established these accounts as of December 31, 2013. Principal and interest on the debt is paid directly from utility operating accounts as they become due.

Sewerage System Revenue Bonds Series 1995A. In 1995, the City also authorized the issuance of \$354,703 of revenue bonds to the State to fund its share of costs associated with the construction of the West Central Wisconsin Biosolids Facility (hereafter Facility - also, see Note 4.D.). These funds were paid directly to the Facility to fund construction costs. Principal is payable annually on May 1 through the year 2015 and interest is payable semiannually on May 1 and November 1 at an annual rate of 3.173%. Principal and interest installments are being paid directly by the Facility. Accordingly, a receivable has been recorded in the City's utility enterprise fund equal to the outstanding revenue bonds at year end which totaled \$48,324.

The separate accounts called for in the resolution authorizing bonds issued to finance the City's share of the biosolids facility construction costs are maintained by the Facility as authorized by the State.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Governmental Fund Balances

The governmental fund balances reported on the fund financial statements at December 31, 2013 consisted of the following:

| | Total | Nonspendable | Restricted | Assigned | Unassigned |
|--|-------------------------|-----------------------|-----------------------|----------------------|------------------------|
| Major Funds: | | | | | |
| General Fund | | | | | |
| Advances to Other Funds | \$ 391,370 | \$ 391,370 | \$ - | \$ - | \$ - |
| Delinquent Taxes | 13,450 | 13,450 | - | - | - |
| Unassigned | 313,995 | - | - | - | 313,995 |
| Subtotal General Fund | 718,815 | 404,820 | - | - | 313,995 |
| CDBG Housing Revolving Loan Fund | 12,939 | - | 12,939 | - | - |
| Debt Service Fund | 90,794 | - | 90,794 | - | - |
| Tax Incremental District #5 Fund | 383,540 | - | 383,540 | - | - |
| Tax Incremental District #6 Fund | (288,625) | - | - | - | (288,625) |
| Capital Improvements Fund | 66,586 | - | - | 66,586 | - |
| Nonmajor Funds: | | | | | |
| Special Revenue Funds: | | | | | |
| Library Fund | 118,744 | - | 118,744 | - | - |
| Community Micro - Loan Fund | 15,016 | - | 15,016 | - | - |
| Capital Projects Funds: | | | | | |
| Tax Incremental District #7 Fund | (99,005) | - | - | - | (99,005) |
| Total Governmental Fund Balances at December 31, 2013 | <u>\$ 1,018,804</u> | <u>\$ 404,820</u> | <u>\$ 621,033</u> | <u>\$ 66,586</u> | <u>\$ (73,635)</u> |

G. Tax Incremental Districts

The City has created six tax incremental financing districts (TIF districts or TIDs) in accordance with Section 66.1105 of the Wisconsin Statutes. The purpose of that section is to allow a municipality to recover development and improvements costs in a designated area from the property taxes generated on the increased value of the property after creation of the district. The tax on the increased value is called a tax increment.

At the dates of the creation of the districts, the statutes provided that no project costs could be expended later than seven years after the creation date of the district. The statutes further allowed the municipality to collect tax increments for sixteen years after the last project expenditure was made or until the net project cost of the district had been recovered, whichever occurred first. The State enacted several changes relating to tax incremental districts in 2004 (with amending legislation in 2005). One of these changes extended the expenditure period for all current and future districts, effective October 1, 2004, to five years prior to the termination of the district's unextended maximum life. For those districts that had reached the end of its expenditure period prior to October 1, 2004, it allowed a municipality to expend additional project costs included in the project plan (subject to certain conditions). Project costs uncollected at the dissolution date are absorbed by the municipality.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Tax Incremental Districts (Continued)

The City had terminated TID #2 and TID #3 during 2001 with closeout of the funds at December 31, 2001, and TID #4 was terminated in 2004. TID #5, TID #6 and TID #7 were still in existence at December 31, 2013. The resolution creating TID #5 was dated September 28, 1992 and the resolution creating TID #6 was dated May 5, 2004. The resolution creating TID #7 was dated September 30, 2010. The project plans, on file in the office of the City Administrator, detail the proposed projects, the estimated years of construction or site acquisition and the estimated costs of the individual project components.

Transactions of TID #5, TID #6 and TID #7 are accounted for in capital projects funds. Project expenditures through December 31, 2013 have been financed by a combination of long-term debt and long-term advances from the City's general fund. Accumulated project costs and revenues of the districts through December 31, 2013 are summarized as follows:

| | <u>TID #5</u> | <u>TID #6</u> | <u>TID #7</u> |
|---|---------------------|-------------------|-------------------|
| Accumulated Project Costs: | | | |
| Project Expenditures | \$ 2,371,349 | \$ 1,621,382 | \$ 219,172 |
| Debt Expenditures: | | | |
| Interest Charges | 584,024 | 191,544 | 9,782 |
| Transfers Out | 403,538 | - | - |
| Total Project Costs | <u>3,358,911</u> | <u>1,812,926</u> | <u>228,954</u> |
| Accumulated Project Revenues: | | | |
| Tax Increments | 2,348,007 | 419,954 | 74,808 |
| Minimum Tax Agreements | - | 61,957 | - |
| Intergovernmental Grants and Aids | 233,134 | 232,240 | 359 |
| Interest on Investments | 17,650 | - | - |
| Sale of City Property | 315,440 | 138,575 | - |
| Other | 828,220 | 21,810 | - |
| Transfers In | - | 403,538 | - |
| Total Project Revenues | <u>3,742,451</u> | <u>1,278,074</u> | <u>75,167</u> |
| Future Project Revenues Necessary to Recover Project Costs to Date | <u>\$ (383,540)</u> | <u>\$ 534,852</u> | <u>\$ 153,787</u> |

The preceding summaries of transactions are reconciled to the fund balances in TID districts at December 31, 2013 as follows:

| | <u>TID #5</u> | <u>TID #6</u> | <u>TID #7</u> |
|---|-------------------|---------------------|--------------------|
| Outstanding Long-Term Debt Payable from TID Funds at December 31, 2013 | \$ - | \$ 246,227 | \$ 54,782 |
| Less Unrecovered Costs Above | 383,540 | (534,852) | (153,787) |
| Fund Balances (Deficits) at December 31, 2013 | <u>\$ 383,540</u> | <u>\$ (288,625)</u> | <u>\$ (99,005)</u> |

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 4 OTHER INFORMATION

A. Employee Retirement Plan

All eligible City of Amery employees participate in the Wisconsin Retirement System (WRS), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). All permanent employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year (440 for teachers) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. 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 expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

Prior to June 29, 2011, the employee required contribution to the plan could be made by the employer on behalf of the employee. Employers were required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

Effective the first day of the pay period on or after June 29, 2011 the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees, including Teachers and Executives and Elected Officials. The employer may not pay the employee required contribution unless provided for in an existing collective bargaining agreement.

Contribution rates for 2013 were as follows:

| | <u>Employee</u> | <u>Employer</u> |
|------------------------------------|-----------------|-----------------|
| General (including Teachers) | 6.65% | 6.65% |
| Executives and Elected Officials | 7.00% | 7.00% |
| Protective with Social Security | 6.65% | 9.75% |
| Protective without Social Security | 6.65% | 12.35% |

The payroll for City employees covered by the WRS for the year ended December 31, 2013 was \$1,193,314; the employer's total payroll was \$1,312,675. The total required contribution for the year ended December 31, 2013 was \$180,148, which consisted of \$100,792, or 8.45% of payroll from the employer and \$79,356 or 6.65% of payroll from employees. Total contributions for the years ending December 31, 2012 and 2011 were \$159,712 and \$152,820, respectively, equal to the required contributions for each year.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Employee Retirement Plan (Continued)

The City's pension related debt at December 31, 2013 (the unfunded actuarial accrued liability for prior service costs) was \$6,224. This debt is being amortized over a 40-year period beginning January 1, 1990 with interest annually accrued on the outstanding balance at year end. The interest rate for 2013 was 7.8%.

Employees who retire at or after age 65 (62 for elected officials and 55 for protective occupation employees) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. 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 employees' three highest years' earnings. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation 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 are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011 must have five year of creditable service to be vested.

The WRS also provides death and disability benefits for employees. Eligibility for and the amount of all benefits are determined under Chapter 40 of Wisconsin Statutes. The WRS issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

B. Fire Department Retirement Fund

The City established the Amery Fire Department Retirement Plan, a defined contribution retirement plan in 1985, for the benefit of members in good standing of the City of Amery Fire Department. This plan was established with the approval of a City Council resolution. The purpose of the Plan is to reward firefighters who have five years or more of service with the Department and particularly those firemen who put more time in firefighting. The plan is administered by three firefighters chosen by the Department and approved by the City Council. Plan members are not required to make contributions under the plan terms as all plan contributions are at the discretion of the City.

The Plan is a non-qualified plan as defined by the IRS and is funded by annual contributions from the City as determined annually by the City Council. The City contributed \$6,000 to the plan for the 2013 year. Transactions of the Plan are accounted for in a private purpose trust fund by the City. The balance in the fund at December 31, 2013 was \$94,800.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Vacation, Sick Leave and Compensatory Time Off Liabilities

It is the City's policy to permit employees to accumulate vacation, sick leave and compensatory time off benefits. Vacation is granted to employees in varying amounts based on length of service and terms of employment. Employees earn thirteen (13) sick days per calendar year, with two sick days being credited each January and one day per month for the balance of the year with a maximum accumulation of two hundred-forty days. Upon retirement, if an employee has thirty or more days of sick leave accumulated, the employee shall receive a payout of 80% of the value; if an employee has less than thirty days of sick leave accumulated, the employee shall receive a payout of 50% of the value. To be eligible for the maximum benefit, an employee must retire at an age determined by the Wisconsin Retirement System, or is forced to retire pursuant to a duty related injury or illness. The City also allows the employee to carry over compensatory time off (time off in lieu of immediate overtime pay in cash, at rate of not less than one and one-half for each hour of overtime worked).

Liabilities for accumulated vacation, sick leave and compensatory time are not accrued in the City's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The estimated liabilities for unused vacation, sick leave and compensatory time payable from the general fund on a pay-as-you-go basis at December 31, 2013 were \$324,989. The estimated liabilities in the proprietary funds at that date were \$118,666.

D. Participation in Biosolids Facility

The City is a participating member of the West Central Wisconsin Biosolids Facility (Facility), a facility jointly constructed by eleven Wisconsin communities to provide for the treatment, storage and disposal of biosolids (sludge). The communities have created a commission pursuant to Section 66.30 of the Wisconsin Statutes to administer the Facility with said commission to operate as a governmental body under Section 19.82(1) of the Statutes. Costs of operation of the Facility are to be recovered from users of the Facility (both members and nonmembers) based on usage.

Pursuant to an agreement establishing the City's participation in the Facility, the City was required to provide initial funding for its share of the start-up and construction costs of the Facility. Accordingly, the City authorized the issuance of \$354,703 of mortgage revenue bonds to the State of Wisconsin under the Clean Water Fund Financial Assistance Program to fund its share of the costs (see also Note 4.E.). Proceeds of the debt were remitted directly to the Facility. The Facility is expected to fund repayment of the debt and to recover the costs thereof through user charges. The outstanding debt at December 31, 2013 totaling \$48,324 is reflected in the sewer department of the City's enterprise fund. A receivable from the Facility equal to the outstanding debt and related accrued interest of \$511 was also recorded therein since the debt is to be funded by the Facility. The total receivable of \$48,835 at December 31, 2013 was classified as \$24,296 current and \$24,539 long-term in the utility's year end statement of net position.

Financial statements of the West Central Wisconsin Biosolids Facility can be obtained from its offices at 611 Bio Avenue, Ellsworth, Wisconsin 54011.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 4 OTHER INFORMATION (CONTINUED)

E. Landfill Postclosure Care Costs

The City is responsible for postclosure care costs relating to a landfill site owned by the City. The landfill was closed in prior years and covers and monitoring wells were installed. The City also incurred costs to extend water service to nearby residents where tests of private wells revealed the presence of contaminants.

Costs associated with the landfill closure and postclosure care have been accounted for in a separate special revenue fund and have been financed by a state grant, settlements with identified responsible parties and by an interest free loan through the State of Wisconsin.

Future costs to be paid by the City at December 31, 2013 have been estimated by an outside consultant at \$707,698. This amount is reflected as a liability in the City's government-wide financial statements.

F. Golf Club

Golf Club Lease Agreement. On September 1, 1999 the City renewed a lease agreement with the Amery Golf Club, Inc. for the lease of land presently owned by the City and used exclusively by the Amery Golf Club. The term of the new lease is for twenty years effective January 1, 1999 with annual rental computed as follows:

- a. The annual sum of \$10. (The total 20-year requirement was paid by the Golf Club, Inc. in 1999)
- b. Any and all payments required by the Bremer Bank of Amery, Wisconsin or its assignee on a loan of approximately \$625,000.

At December 31, 2013, the City had no outstanding debt subject to collection from the Golf Club.

G. Conduit Debt

The City was a party to a "joint powers and parity agreement" in 2011 among the Village, City of Amery, the Village of Luck, the Town of Black Brook and the Town of Lincoln (collectively referred to as the Municipalities), Amery Regional Medical Center, Inc. (the Obligor) and Bremer Bank, a national banking association (the Lender) for the purpose of the issuance of \$37.8 million of health care facilities revenue bonds by the Municipalities to the Lender in March 2011 with the proceeds therefrom to be used by the Obligor for capital improvements and debt refinancing. Bonds issued by the City totaled \$8.5 million. The bonds are subject to repayment solely from payments received by the Lender from the Obligor in accordance with underlying mortgage assignments and related agreements. The bonds are special limited obligations of the Municipalities and do not constitute a moral or general obligation of the Municipalities. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The outstanding balance of the collective debt was \$36,041,641 at April 30, 2013 per audited financial statements of the Obligor.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

NOTE 4 OTHER INFORMATION (CONTINUED)

H. Risk Management

The City is exposed to various risks of loss related to torts; theft of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains commercial insurance coverage covering each of those risks of loss. 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 last three years.

I. Approved Temporary Borrowing

The City has annually approved a revolving line of credit with a local bank for cash flow purposes. The latest approval was for the period from January 2013 through December 2013 for a total amount up to \$250,000 at 2.50 percent. This line of credit is secured by tax receipts sufficient for repayment. The City did not draw on this line of credit in 2013 and has made no draws to date in 2014. The line of credit was renewed in February 2014 subsequent to year end with the terms remaining the same.

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF AMERY, WISCONSIN
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED DECEMBER 31, 2013**

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
|--|-------------------|-------------------|-------------------|-------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ 1,501,768 | \$ 1,501,768 | \$ 1,484,811 | \$ (16,957) |
| Special Assessments | 3,641 | 3,641 | 4,287 | 646 |
| Intergovernmental | 806,030 | 806,030 | 811,880 | 5,850 |
| Licenses and Permits | 45,118 | 45,118 | 62,542 | 17,424 |
| Fines and Forfeits | 35,700 | 35,700 | 30,279 | (5,421) |
| Public Charges for Services | 158,560 | 158,560 | 182,017 | 23,457 |
| Intergovernmental Charges for Services | 191,200 | 191,200 | 170,864 | (20,336) |
| Miscellaneous: | | | | |
| Interest | 2,200 | 2,200 | 8,960 | 6,760 |
| Rent | 42,500 | 42,500 | 58,450 | 15,950 |
| Sale of Property | 2,500 | 2,500 | 1,044 | (1,456) |
| Donations | 1,000 | 1,000 | 839 | (161) |
| Other | 23,550 | 23,550 | 7,969 | (15,581) |
| Total Revenues | 2,813,767 | 2,813,767 | 2,823,942 | 10,175 |
| EXPENDITURES | | | | |
| General Government | 577,343 | 577,343 | 495,075 | 82,268 |
| Public Safety | 1,023,906 | 1,023,906 | 972,247 | 51,659 |
| Public Works | 810,743 | 810,743 | 898,023 | (87,280) |
| Health and Human Services | 3,200 | 3,200 | 221 | 2,979 |
| Culture, Recreation, and Education | 83,750 | 83,750 | 113,404 | (29,654) |
| Conservation and Development | 27,350 | 27,350 | 51,851 | (24,501) |
| Total Expenditures | 2,526,292 | 2,526,292 | 2,530,821 | (4,529) |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 287,475 | 287,475 | 293,121 | 5,646 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Sale of Capital Assets | - | - | 12,705 | 12,705 |
| Transfers In | 67,000 | 67,000 | 97,045 | 30,045 |
| Transfers Out | (354,475) | (354,475) | (340,222) | 14,253 |
| Total Other Financing Sources (Uses) | (287,475) | (287,475) | (230,472) | 57,003 |
| NET CHANGE IN FUND BALANCE | - | - | 62,649 | 62,649 |
| Fund Balance - Beginning of Year | 656,166 | 656,166 | 656,166 | - |
| FUND BALANCE - END OF YEAR | \$ 656,166 | \$ 656,166 | \$ 718,815 | \$ 62,649 |

See Notes to Required Supplementary Information

**CITY OF AMERY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2013**

BUDGETARY INFORMATION

GASB 34 requires the presentation of budgetary comparison schedules for the general fund and each major special revenue fund. Budgetary information is derived from the City's annual operating budget. The City does not formally adopt a budget for its CDBG housing revolving loan fund.

The City's budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The City's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The City exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

EXCESS OF EXPENDITURES OVER BUDGET

Comparisons of actual revenues and expenditures to budgeted amounts for the City's general fund and each major special revenue fund are presented as required supplementary information following the notes to the basic financial statements. Expenditures in excess of budgeted amounts at the legally adopted levels for each of these funds are shown in those schedules.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

**CITY OF AMERY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2013**

| | Special Revenue Funds | | | Capital Projects Fund | Total Nonmajor Governmental Funds |
|---|-----------------------|-----------------------------------|--------------------------------------|---|--|
| | Library Fund | Community Micro - Loan Fund | Total Special Revenue Funds | Tax Incremental District #7 Fund | |
| ASSETS | | | | | |
| Treasurer's Cash and Investments | \$ 157,898 | \$ 13,182 | \$ 171,080 | \$ - | \$ 171,080 |
| Taxes Receivable | 182,591 | - | 182,591 | 68,736 | 251,327 |
| Due from Other Funds | - | 1,834 | 1,834 | - | 1,834 |
| Long-Term Receivables | - | 21,950 | 21,950 | - | 21,950 |
| Total Assets | <u>\$ 340,489</u> | <u>\$ 36,966</u> | <u>\$ 377,455</u> | <u>\$ 68,736</u> | <u>\$ 446,191</u> |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Vouchers and Accounts Payable | \$ 39,154 | \$ - | \$ 39,154 | \$ - | \$ 39,154 |
| Advance from Other Funds | - | - | - | 99,005 | 99,005 |
| Total Liabilities | 39,154 | - | 39,154 | 99,005 | 138,159 |
| Deferred Inflows of Resources: | | | | | |
| Succeeding Year's Property Taxes | 182,591 | - | 182,591 | 68,736 | 251,327 |
| Unavailable Revenue - Long-Term Receivables | - | 21,950 | 21,950 | - | 21,950 |
| Total Inflows of Resources | 182,591 | 21,950 | 204,541 | 68,736 | 273,277 |
| Fund Balances: | | | | | |
| Restricted | 118,744 | 15,016 | 133,760 | - | 133,760 |
| Unassigned | - | - | - | (99,005) | (99,005) |
| Total Fund Balances | 118,744 | 15,016 | 133,760 | (99,005) | 34,755 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 340,489</u> | <u>\$ 36,966</u> | <u>\$ 377,455</u> | <u>\$ 68,736</u> | <u>\$ 446,191</u> |

**CITY OF AMERY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2013**

| | Special Revenue Funds | | | Capital Projects Fund | Total Nonmajor Governmental Funds |
|--|-----------------------|-----------------------------------|--------------------------------------|---|--|
| | Library Fund | Community Micro - Loan Fund | Total Special Revenue Funds | Tax Incremental District #7 Fund | |
| REVENUES | | | | | |
| Taxes | \$ 189,294 | \$ - | \$ 189,294 | \$ 72,944 | \$ 262,238 |
| Intergovernmental | 154,780 | - | 154,780 | 341 | 155,121 |
| Miscellaneous: | | | | | |
| Interest | - | 2 | 2 | - | 2 |
| Loan Repayments | - | 3,888 | 3,888 | - | 3,888 |
| Other | 11,655 | - | 11,655 | - | 11,655 |
| Total Revenues | 355,729 | 3,890 | 359,619 | 73,285 | 432,904 |
| EXPENDITURES | | | | | |
| Culture, Recreation, and Education | 325,991 | - | 325,991 | - | 325,991 |
| Conservation and Development | - | 11,531 | 11,531 | 15,151 | 26,682 |
| Total Expenditures | 325,991 | 11,531 | 337,522 | 15,151 | 352,673 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 29,738 | (7,641) | 22,097 | 58,134 | 80,231 |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers Out | - | - | - | (62,000) | (62,000) |
| NET CHANGE IN FUND BALANCES | 29,738 | (7,641) | 22,097 | (3,866) | 18,231 |
| Fund Balance - Beginning of Year | 89,006 | 22,657 | 111,663 | (95,139) | 16,524 |
| FUND BALANCE - END OF YEAR | \$ 118,744 | \$ 15,016 | \$ 133,760 | \$ (99,005) | \$ 34,755 |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2012)**

| | 2013 | 2012 |
|---|--------------|--------------|
| ASSETS | | |
| Treasurer's Cash and Investments | \$ 538,820 | \$ 835,627 |
| Taxes Receivable: | | |
| Current Tax Roll | 1,284,234 | 1,191,982 |
| Delinquent Personal Property Taxes Held by Village | 13,450 | 14,032 |
| Special Assessments Receivable | 41,129 | 44,509 |
| Accounts Receivable | 96,834 | 96,171 |
| Advances to Other Funds | 391,370 | 98,879 |
| Total Assets | \$ 2,365,837 | \$ 2,281,200 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and Accounts Payable | \$ 123,008 | \$ 95,539 |
| Payroll Withholdings | 4,858 | 25,491 |
| Due to Other Governmental Units | 15,887 | 16,969 |
| Due to Other Funds | 16,834 | 10,834 |
| Special Deposits | 16,438 | 10,807 |
| Total Liabilities | 177,025 | 159,640 |
| Deferred Inflows of Resources: | | |
| Tax Roll Items: | | |
| General Property Taxes | 1,424,481 | 1,409,268 |
| Unavailable Revenue - Special Assessments and Charges | 4,387 | 11,617 |
| Unavailable Revenue - Special Assessments | 41,129 | 44,509 |
| Total Deferred Inflows of Resources | 1,469,997 | 1,465,394 |
| Fund Balances: | | |
| Nonspendable | 404,820 | 112,911 |
| Assigned | - | 84,000 |
| Unassigned | 313,995 | 459,255 |
| Total Fund Balance | 718,815 | 656,166 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 2,365,837 | \$ 2,281,200 |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | | | | 2012 Actual |
|---|--------------------|------------------|------------------|----------------------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | |
| REVENUES | | | | | |
| TAXES | | | | | |
| General Property Taxes | \$ 1,419,100 | \$ 1,419,100 | \$ 1,415,058 | \$ (4,042) | \$ 1,343,348 |
| Mobile Home Fees | 42,268 | 42,268 | 29,436 | (12,832) | 30,230 |
| Managed Forest Land Taxes | - | - | 19 | 19 | 19 |
| Public Accommodation Taxes | 10,400 | 10,400 | 10,906 | 506 | 10,016 |
| Payment in Lieu of Taxes | 30,000 | 30,000 | 29,392 | (608) | 33,136 |
| Total Taxes | <u>1,501,768</u> | <u>1,501,768</u> | <u>1,484,811</u> | <u>(16,957)</u> | <u>1,416,749</u> |
| SPECIAL ASSESSMENTS | | | | | |
| Street Improvement Projects | 3,641 | 3,641 | 4,287 | 646 | 3,241 |
| INTERGOVERNMENTAL | | | | | |
| State Shared Taxes | 581,356 | 581,356 | 569,798 | (11,558) | 562,002 |
| Fire Insurance Taxes | 6,050 | 6,050 | 6,568 | 518 | 6,554 |
| Exempt Computer Aid | 4,800 | 4,800 | 5,111 | 311 | 4,469 |
| State General Transportation Aid | 192,274 | 192,274 | 192,162 | (112) | 190,744 |
| State Aid - Police Training | 1,650 | 1,650 | 1,600 | (50) | 7,702 |
| State Aid - Ambulance | 18,000 | 18,000 | 35,985 | 17,985 | 24,015 |
| State Aid - Tank Inspections | 1,900 | 1,900 | 392 | (1,508) | 350 |
| State Aid in Lieu of Taxes - Conservation | - | - | 261 | 261 | 27 |
| State Aid - Other | - | - | 3 | 3 | 3 |
| Total Intergovernmental | <u>806,030</u> | <u>806,030</u> | <u>811,880</u> | <u>5,850</u> | <u>795,866</u> |
| LICENSES AND PERMITS | | | | | |
| Licenses: | | | | | |
| Liquor and Malt Beverage | 7,100 | 7,100 | 7,580 | 480 | 7,700 |
| Operators | 2,200 | 2,200 | 3,040 | 840 | 2,730 |
| Cigarette | 500 | 500 | 600 | 100 | 600 |
| Trailer Park | 278 | 278 | 278 | - | 278 |
| Cable Television | 11,390 | 11,390 | 13,554 | 2,164 | 12,197 |
| Other | 4,550 | 4,550 | 4,344 | (206) | 977 |
| Permits: | | | | | |
| Building | 14,500 | 14,500 | 28,133 | 13,633 | 15,040 |
| Zoning | 3,000 | 3,000 | 3,453 | 453 | 7,598 |
| Park | 900 | 900 | 680 | (220) | 740 |
| Other | 700 | 700 | 880 | 180 | 940 |
| Total Licenses and Permits | <u>45,118</u> | <u>45,118</u> | <u>62,542</u> | <u>17,424</u> | <u>48,800</u> |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | | | | 2012 Actual |
|---|--------------------|-----------------|----------------|----------------------------------|----------------|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | |
| REVENUES (CONTINUED) | | | | | |
| FINES AND FORFEITS | | | | | |
| Law and Ordinance Violations | \$ 35,700 | \$ 35,700 | \$ 30,279 | \$ (5,421) | \$ 29,551 |
| PUBLIC CHARGES FOR SERVICES | | | | | |
| General Government: | | | | | |
| Clerk's Fees | 5,485 | 5,485 | 11,004 | 5,519 | 4,641 |
| Public Safety: | | | | | |
| Police Fees | 5,085 | 5,085 | 2,251 | (2,834) | 4,442 |
| Fire Protection Fees | 3,000 | 3,000 | 1,205 | (1,795) | 3,340 |
| Public Works: | | | | | |
| Transportation Facilities: | | | | | |
| Highway Maintenance and Construction | 8,740 | 8,740 | 12,136 | 3,396 | 14,833 |
| Airport | 4,900 | 4,900 | 25,582 | 20,682 | 9,414 |
| Sanitation: | | | | | |
| Refuse and Recycling | 122,300 | 122,300 | 122,711 | 411 | 124,983 |
| Landfill | 6,450 | 6,450 | 6,142 | (308) | 6,263 |
| Weed and Nuisance Control | 2,600 | 2,600 | 986 | (1,614) | 2,799 |
| Total Public Charges for Services | <u>158,560</u> | <u>158,560</u> | <u>182,017</u> | <u>23,457</u> | <u>170,715</u> |
| INTERGOVERNMENTAL CHARGES FOR SERVICES | | | | | |
| General Government: | | | | | |
| Department Administrative Cost Reimbursements | 10,000 | 10,000 | 10,000 | - | 5,000 |
| Utility Office Space Rental | 18,000 | 18,000 | 18,000 | - | 18,000 |
| Public Safety: | | | | | |
| Fire Protection | 155,000 | 155,000 | 134,664 | (20,336) | 134,261 |
| Dam | 2,200 | 2,200 | 2,200 | - | 2,200 |
| Public Works: | | | | | |
| Transportation Facilities: | | | | | |
| Utility Equipment Rental | 6,000 | 6,000 | 6,000 | - | 6,000 |
| Total Intergovernmental Charges for Services | <u>191,200</u> | <u>191,200</u> | <u>170,864</u> | <u>(20,336)</u> | <u>165,461</u> |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | | | | 2012 Actual |
|------------------------------------|--------------------|-----------------|----------------|----------------------------------|----------------|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | |
| REVENUES (CONTINUED) | | | | | |
| MISCELLANEOUS | | | | | |
| Interest: | | | | | |
| General Investments | \$ 2,200 | \$ 2,200 | \$ 7,438 | \$ 5,238 | \$ 8,974 |
| Special Assessments | - | - | 1,522 | 1,522 | 1,328 |
| Rent | 42,500 | 42,500 | 58,450 | 15,950 | 58,156 |
| Sale of City Property | 2,500 | 2,500 | 1,044 | (1,456) | 7,368 |
| Donations | 1,000 | 1,000 | 839 | (161) | 1,402 |
| Other: | | | | | |
| Insurance Recoveries and Dividends | - | - | - | - | 114 |
| Other Miscellaneous | 23,550 | 23,550 | 7,969 | (15,581) | 15,917 |
| Total Miscellaneous | <u>71,750</u> | <u>71,750</u> | <u>77,262</u> | <u>5,512</u> | <u>93,259</u> |
| Total Revenues | 2,813,767 | 2,813,767 | 2,823,942 | 10,175 | 2,723,642 |
| EXPENDITURES | | | | | |
| GENERAL GOVERNMENT | | | | | |
| Council | 27,478 | 27,478 | 27,531 | (53) | 24,331 |
| Municipal Court | 43,599 | 43,599 | 35,173 | 8,426 | 38,355 |
| Legal Fees | 18,389 | 18,389 | 24,068 | (5,679) | 9,922 |
| Mayor | 13,141 | 13,141 | 9,731 | 3,410 | 9,887 |
| Clerk-Treasurer | 225,804 | 225,804 | 233,956 | (8,152) | 217,737 |
| Elections | 9,409 | 9,409 | 8,013 | 1,396 | 15,938 |
| Special Accounting and Auditing | 10,650 | 10,650 | 9,950 | 700 | 9,800 |
| Assessment of Property | 28,250 | 28,250 | 29,270 | (1,020) | 27,056 |
| City Hall | 40,300 | 40,300 | 38,326 | 1,974 | 36,957 |
| Illegal and Uncollectible Taxes | - | - | - | - | 748 |
| Property and Liability Insurance | 93,000 | 93,000 | 64,719 | 28,281 | 72,871 |
| Unemployment Expense | 1,100 | 1,100 | - | 1,100 | - |
| Contingency Funds | 49,823 | 49,823 | - | 49,823 | - |
| Other | 4,000 | 4,000 | 6,386 | (2,386) | 6,471 |
| Outlay: | | | | | |
| Council | 2,400 | 2,400 | - | 2,400 | 134 |
| Clerk-Treasurer | - | - | - | - | 250 |
| City Hall | 10,000 | 10,000 | 7,952 | 2,048 | - |
| Total General Government | <u>577,343</u> | <u>577,343</u> | <u>495,075</u> | <u>82,268</u> | <u>470,457</u> |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | | | | 2012 Actual |
|---|--------------------|-----------------|------------|----------------------------------|----------------|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | |
| EXPENDITURES (CONTINUED) | | | | | |
| PUBLIC SAFETY | | | | | |
| Police Department | \$ 784,013 | \$ 784,013 | \$ 742,151 | \$ 41,862 | \$ 754,174 |
| Fire Department | 154,300 | 154,300 | 154,353 | (53) | 161,316 |
| Fire Department Retirement Trust Fund Payment | 6,000 | 6,000 | 6,000 | - | 6,000 |
| Ambulance Service | 31,000 | 31,000 | 34,785 | (3,785) | 28,463 |
| Building Inspection | 13,500 | 13,500 | 22,325 | (8,825) | 12,479 |
| Dams | 2,000 | 2,000 | 18 | 1,982 | 511 |
| Civil Defense | 93 | 93 | 139 | (46) | 137 |
| Outlay: | | | | | |
| Police Department: | | | | | |
| Vehicles | - | - | - | - | 2,722 |
| Capital Equipment | - | - | 124 | (124) | 5,283 |
| Fire Department | 33,000 | 33,000 | 12,352 | 20,648 | 239 |
| Total Public Safety | 1,023,906 | 1,023,906 | 972,247 | 51,659 | 971,324 |
| PUBLIC WORKS | | | | | |
| Transportation: | | | | | |
| Public Works Wages and Fringe Benefits | 333,480 | 333,480 | 393,737 | (60,257) | 372,154 |
| Safety | 5,700 | 5,700 | 5,533 | 167 | 6,014 |
| Machinery and Equipment | 19,700 | 19,700 | 13,403 | 6,297 | 21,029 |
| Buildings and Grounds | 20,150 | 20,150 | 34,272 | (14,122) | 28,685 |
| Street Maintenance | 160,200 | 160,200 | 162,615 | (2,415) | 144,075 |
| Snow and Ice Control | 24,055 | 24,055 | 45,347 | (21,292) | 23,702 |
| Traffic Control | 4,420 | 4,420 | 3,084 | 1,336 | 3,166 |
| Bridges | 1,300 | 1,300 | 73 | 1,227 | 1,109 |
| Street Lighting | 50,500 | 50,500 | 64,759 | (14,259) | 61,412 |
| Sidewalks | - | - | 183 | (183) | - |
| Storm Sewers | 2,000 | 2,000 | 1,842 | 158 | 2,070 |
| Airport | 19,798 | 19,798 | 17,116 | 2,682 | 19,569 |
| Other | 100 | 100 | - | 100 | 1,598 |
| Outlay: | | | | | |
| Machinery and Equipment | 25,000 | 25,000 | 17,585 | 7,415 | 21,021 |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | | | Variance with Final Budget | 2012 Actual |
|--|--------------------|-----------------|----------------|----------------------------------|----------------|
| | Original Budget | Final Budget | Actual | | |
| EXPENDITURES (CONTINUED) | | | | | |
| PUBLIC WORKS (CONTINUED) | | | | | |
| Sanitation: | | | | | |
| Refuse and Garbage Collection | \$ 122,000 | \$ 122,000 | \$ 123,826 | \$ (1,826) | \$ 124,380 |
| Landfill | 22,300 | 22,300 | 14,648 | 7,652 | 17,990 |
| Weed and Nuisance Control | 40 | 40 | - | 40 | - |
| Total Public Works | <u>810,743</u> | <u>810,743</u> | <u>898,023</u> | <u>(87,280)</u> | <u>847,974</u> |
| HEALTH AND HUMAN SERVICES | | | | | |
| Cemetery | 3,200 | 3,200 | 221 | 2,979 | 273 |
| Other | - | - | - | - | 2,107 |
| Total Health and Human Services | <u>3,200</u> | <u>3,200</u> | <u>221</u> | <u>2,979</u> | <u>2,380</u> |
| CULTURE, RECREATION AND EDUCATION | | | | | |
| Community Center | 22,350 | 22,350 | 27,360 | (5,010) | 27,701 |
| Parks | 36,200 | 36,200 | 32,203 | 3,997 | 26,325 |
| Recreation Programs and Events | 8,900 | 8,900 | 19,928 | (11,028) | 9,451 |
| Skating Rink | 4,000 | 4,000 | 2,412 | 1,588 | 2,500 |
| Cable Television | 9,300 | 9,300 | 6,647 | 2,653 | 10,220 |
| Other | - | - | 1,349 | (1,349) | 260 |
| Outlay: | | | | | |
| Parks | 3,000 | 3,000 | 23,505 | (20,505) | 11,400 |
| Total Culture, Recreation and Education | <u>83,750</u> | <u>83,750</u> | <u>113,404</u> | <u>(29,654)</u> | <u>87,857</u> |
| CONSERVATION AND DEVELOPMENT | | | | | |
| Economic Development | - | - | 28,488 | (28,488) | 16,698 |
| Advertising and Promotion | 13,550 | 13,550 | 13,500 | 50 | 13,932 |
| Zoning | 300 | 300 | 162 | 138 | 119 |
| Community Planning | 5,000 | 5,000 | 487 | 4,513 | 5,154 |
| Planning Office | 8,500 | 8,500 | 9,172 | (672) | 11,930 |
| Other | - | - | 42 | (42) | - |
| Total Conservation and Development | <u>27,350</u> | <u>27,350</u> | <u>51,851</u> | <u>(24,501)</u> | <u>47,833</u> |

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | | | Variance with Final Budget | 2012 Actual |
|--|--------------------|-------------------|-------------------|----------------------------------|-------------------|
| | Original Budget | Final Budget | Actual | | |
| Total Expenditures | \$ 2,526,292 | \$ 2,526,292 | \$ 2,530,821 | \$ (4,529) | \$ 2,427,998 |
| EXCESS (DEFICIENCY) OR REVENUES OVER EXPENDITURES | 287,475 | 287,475 | 293,121 | 5,646 | 295,644 |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Sale of Capital Assets | - | - | 12,705 | 12,705 | - |
| Transfers In | 67,000 | 67,000 | 97,045 | 30,045 | 206,185 |
| Transfers Out | (354,475) | (354,475) | (340,222) | 14,253 | (381,470) |
| Total Other Financing Sources (Uses) | (287,475) | (287,475) | (230,472) | 57,003 | (175,285) |
| NET CHANGE IN FUND BALANCE | - | - | 62,649 | 62,649 | 120,359 |
| Fund Balance - Beginning of Year | 656,166 | 656,166 | 656,166 | - | 535,807 |
| FUND BALANCE - END OF YEAR | <u>\$ 656,166</u> | <u>\$ 656,166</u> | <u>\$ 718,815</u> | <u>\$ 62,649</u> | <u>\$ 656,166</u> |

CITY OF AMERY, WISCONSIN
 DEBT SERVICE FUNDS
 DETAILED BALANCE SHEET
 DECEMBER 31, 2013

| | General Long-Term Debt Redemption Fund | | | Library | Fire Hall Construction Debt | Totals |
|--|--|----------------|----------------|---------------------------------------|-----------------------------------|-------------------|
| | General City | TID #6 Debt | TID #6 Debt | \$440,000 G.O. Promissory Notes | | |
| ASSETS | | | | | | |
| Treasurer's Cash and Investments | \$ - | \$ - | \$ - | \$ 90,794 | \$ - | \$ 90,794 |
| Long-Term Receivables | - | - | - | - | 56,069 | 56,069 |
| Total Assets | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 90,794</u> | <u>\$ 56,069</u> | <u>\$ 146,863</u> |
| DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | | | |
| Deferred Inflows of Resources: | | | | | | |
| Unavailable Revenue - Long-Term Receivables | \$ - | \$ - | \$ - | \$ - | \$ 56,069 | \$ 56,069 |
| Fund Balances: | | | | | | |
| Restricted | - | - | - | 90,794 | - | 90,794 |
| Total Deferred Inflows of Resources and Fund balances | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 90,794</u> | <u>\$ 56,069</u> | <u>\$ 146,863</u> |

**CITY OF AMERY, WISCONSIN
DEBT SERVICE FUNDS
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2013**

| | General Long-Term Debt Redemption Fund | | | Library | Fire Hall Construction Debt | Totals |
|--|--|----------------|----------------|---------------------------------------|-----------------------------------|-----------|
| | General City | TID #6 Debt | TID #7 Debt | \$440,000 G.O. Promissory Notes | | |
| REVENUES | | | | | | |
| Intergovernmental Charges for Service | \$ - | \$ - | \$ - | \$ - | \$ 58,173 | \$ 58,173 |
| Miscellaneous: | | | | | | |
| Donations | - | - | - | 1,000 | - | 1,000 |
| Total Revenues | - | - | - | 1,000 | 58,173 | 59,173 |
| EXPENDITURES | | | | | | |
| Debt Service: | | | | | | |
| Principal Retirement | 148,284 | 70,008 | 58,735 | 21,252 | 54,150 | 352,429 |
| Interest and Fiscal Charges | 94,938 | 15,067 | 3,265 | 6,794 | 4,023 | 124,087 |
| Total Expenditures | 243,222 | 85,075 | 62,000 | 28,046 | 58,173 | 476,516 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (243,222) | (85,075) | (62,000) | (27,046) | - | (417,343) |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Long-Term Debt Issued | 557,536 | - | - | - | - | 557,536 |
| Transfers In | 243,222 | 85,075 | 62,000 | - | - | 390,297 |
| Principal Payments on Refinanced Debt | (557,536) | - | - | - | - | (557,536) |
| Total Other Financing Sources (Uses) | 243,222 | 85,075 | 62,000 | - | - | 390,297 |
| NET CHANGE IN FUND BALANCES | - | - | - | (27,046) | - | (27,046) |
| Fund Balance - Beginning of Year | - | - | - | 117,840 | - | 117,840 |
| FUND BALANCE - END OF YEAR | \$ - | \$ - | \$ - | \$ 90,794 | \$ - | \$ 90,794 |

**CITY OF AMERY, WISCONSIN
 WATER UTILITY ENTERPRISE FUND
 STATEMENT OF NET POSITION
 DECEMBER 31, 2013
 (WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2012)**

| | 2013 | 2012 |
|--|--------------|--------------|
| ASSETS | | |
| Current Assets: | | |
| Cash and Investments | \$ 261,767 | \$ 220,371 |
| Customer Accounts Receivable | 104,956 | 96,578 |
| Accounts Receivable on Tax Roll | 9,972 | 8,995 |
| Prepayments | 3,483 | 3,949 |
| Inventories | 25,631 | 25,171 |
| Total Current Assets | 405,809 | 355,064 |
| Capital Assets: | | |
| Utility Plant in Service | 4,428,402 | 4,096,182 |
| Less Accumulated Depreciation | 1,444,690 | 1,477,479 |
| Total Capital Assets | 2,983,712 | 2,618,703 |
| Total Assets | \$ 3,389,521 | \$ 2,973,767 |
| LIABILITIES | | |
| Current Liabilities: | | |
| Accounts Payable | \$ 2,836 | \$ 2,743 |
| Accrued Interest Payable | 2,570 | 1,560 |
| Current Portion of Long-Term Debt: | | |
| General Obligation Notes | 71,780 | 33,655 |
| Accrued Compensated Absences | 24,872 | 25,131 |
| Total Current Liabilities | 102,058 | 63,089 |
| Long-Term Liabilities (Net of Current Portion): | | |
| General Obligation Notes | 819,362 | 590,345 |
| Accrued Compensated Absences | 39,389 | 34,238 |
| Total Long-Term Liabilities | 858,751 | 624,583 |
| Total Liabilities | 960,809 | 687,672 |
| NET POSITION | | |
| Net Investment in Capital Assets | 2,393,314 | 1,994,703 |
| Unrestricted | 35,398 | 291,392 |
| Total Net Position | 2,428,712 | 2,286,095 |
| Total Liabilities and Net Position | \$ 3,389,521 | \$ 2,973,767 |

**CITY OF AMERY, WISCONSIN
 WATER UTILITY ENTERPRISE FUND
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 YEAR ENDED DECEMBER 31, 2013
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | 2012 |
|---|--------------|--------------|
| OPERATING REVENUES: | | |
| Sales of Water: | | |
| Residential | \$ 139,137 | \$ 135,598 |
| Commercial | 73,177 | 71,552 |
| Industrial | 16,715 | 15,811 |
| Public Authorities | 18,830 | 18,879 |
| Private Fire Protection | 8,304 | 8,304 |
| Public Fire Protection | 152,332 | 147,566 |
| Total Sales of Water | 408,495 | 397,710 |
| Other Operating Revenues: | | |
| Forfeited Discounts | 1,605 | 932 |
| Meter Use Charge to Sewer Utility | 12,907 | 7,313 |
| Miscellaneous Operating Revenues | 4,731 | 465 |
| Total Other Operating Revenues | 19,243 | 8,710 |
| Total Operating Revenues | 427,738 | 406,420 |
| OPERATING EXPENSES | | |
| Operation and Maintenance | 156,457 | 187,892 |
| Depreciation | 98,201 | 89,895 |
| Total Operating Expenses | 254,658 | 277,787 |
| OPERATING INCOME | 173,080 | 128,633 |
| NONOPERATING REVENUES (EXPENSES) | | |
| Interest Revenue | - | 822 |
| Interest Expense | (19,532) | (25,699) |
| Total Nonoperating Revenues (Expenses) | (19,532) | (24,877) |
| INCOME BEFORE CONTRIBUTIONS AND TRANSFERS | 153,548 | 103,756 |
| CAPITAL CONTRIBUTIONS AND TRANSFERS: | | |
| Plant Contributed by Customers and Developers | 16,554 | - |
| Plant Contributed by Governmental Funds | 69,560 | - |
| Transfer to Sewer Department - Working Capital Contribution | - | (900,895) |
| Transfer to General Fund - Property Tax Equivalent | (97,045) | (91,706) |
| Total Contributions and Transfers | (10,931) | (992,601) |
| CHANGE IN NET POSITION | 142,617 | (888,845) |
| Net Position - Beginning of Year | 2,286,095 | 3,174,940 |
| NET POSITION - END OF YEAR | \$ 2,428,712 | \$ 2,286,095 |

**CITY OF AMERY, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | <u>2013</u> | <u>2012</u> |
|--|-------------------|-------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash Received from Utility Customers | \$ 254,212 | \$ 248,435 |
| Cash Received for Public Fire Protection | 152,332 | 147,566 |
| Cash Received for Sewer Share of Meter Related Expenses | 12,907 | 7,313 |
| Cash Payments to Suppliers for Goods and Services | (98,887) | (103,950) |
| Cash Payments for Employee Services | (52,579) | (55,769) |
| Net Cash Provided by (Used for) Operating Activities | <u>267,985</u> | <u>243,595</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Working Capital Paid to Sewer Department | - | (900,895) |
| Transfers Out - Tax Equivalent | (97,045) | (91,706) |
| Net Cash Provided by (Used for) Noncapital Financing Activities | <u>(97,045)</u> | <u>(992,601)</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Cash Payments for Capital Assets | (393,650) | - |
| Cash Received from Customer Contributions | 15,486 | - |
| Cash Received from Issuance of Debt | 300,744 | 624,000 |
| Principal Paid on Long-Term Debt | (33,602) | (669,000) |
| Interest Paid on Long-Term Debt | (18,522) | (24,921) |
| Net Cash Provided by (Used for) Capital and Related Financing Activities | <u>(129,544)</u> | <u>(69,921)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest on Investments | - | 822 |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 41,396 | (818,105) |
| Cash and Cash Equivalents - Beginning of Year | <u>220,371</u> | <u>1,038,476</u> |
| CASH AND CASH EQUIVALENTS - END OF YEAR | <u>\$ 261,767</u> | <u>\$ 220,371</u> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | |
| Operating Income | \$ 173,080 | \$ 128,633 |
| Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities | | |
| Depreciation | 98,201 | 89,895 |
| (Increase) Decrease in Assets: | | |
| Customer Accounts Receivable | (8,378) | (5,378) |
| Accounts Receivable on Tax Roll | 91 | 2,272 |
| Prepayments | 466 | (23) |
| Inventories | (460) | 1,015 |
| Increase (Decrease) in Liabilities: | | |
| Accounts Payable | 93 | (5,815) |
| Accrued Compensated Absences | 4,892 | 32,996 |
| Net Cash Provided by (Used for) Operating Activities | <u>\$ 267,985</u> | <u>\$ 243,595</u> |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES: | | |
| Capital Assets Financed Directly by Governmental Funds | \$ 69,560 | \$ - |

CITY OF AMERY, WISCONSIN
WATER UTILITY ENTERPRISE FUND
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)

| | 2013 | 2012 |
|---|------------|------------|
| SOURCE OF SUPPLY | | |
| Operation Labor | \$ 156 | \$ 152 |
| Maintenance of Source Plant | 211 | 1,285 |
| Total Source of Supply | 367 | 1,437 |
| PUMPING | | |
| Operation Labor | 1,558 | 1,524 |
| Fuel or Power Purchased for Pumping | 21,889 | 19,066 |
| Operation Supplies and Expenses | 125 | 1,114 |
| Maintenance of Pumping Plant | 748 | 803 |
| Total Pumping | 24,320 | 22,507 |
| WATER TREATMENT | | |
| Operation Labor | 623 | 610 |
| Chemicals | 16,022 | 14,208 |
| Operation Supplies and Expenses | 1,059 | 1,188 |
| Maintenance of Water Treatment Plant | 623 | 610 |
| Total Water Treatment | 18,327 | 16,616 |
| TRANSMISSION AND DISTRIBUTION | | |
| Operation Labor | 7,698 | 10,057 |
| Operation Supplies and Expenses | 243 | 2,537 |
| Maintenance of Distribution Reservoirs and Standpipes | 3,423 | 3,448 |
| Maintenance of Mains | 9,412 | 9,395 |
| Maintenance of Services | 6,449 | 3,834 |
| Maintenance of Meter | 2,694 | 2,680 |
| Maintenance of Hydrants | 1,483 | 1,713 |
| Maintenance of Other Plant | 538 | 1,793 |
| Total Transmission and Distribution | 31,940 | 35,457 |
| CUSTOMER ACCOUNTS | | |
| Meter Reading Labor | 3,236 | 3,326 |
| Accounting and Collecting Labor | 7,080 | 6,134 |
| Total Customer Accounts | 10,316 | 9,460 |
| ADMINISTRATIVE AND GENERAL | | |
| Administrative and General Salaries | 18,006 | 15,309 |
| Office Supplies and Expenses | 1,126 | 5,071 |
| Outside Services Employed | 4,975 | 5,146 |
| Property Insurance | 8,817 | 9,555 |
| Injuries and Damages | 2,204 | 2,389 |
| Employee Pensions and Benefits | 19,114 | 51,653 |
| Regulatory Commission Expenses | 237 | 235 |
| Miscellaneous General Expenses | 14,522 | 11,924 |
| Maintenance of General Plant | 2,186 | 1,133 |
| Total Administrative and General | 71,187 | 102,415 |
| Total Operation and Maintenance Expenses | \$ 156,457 | \$ 187,892 |

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2012)**

| | 2013 | 2012 |
|--|--------------|--------------|
| ASSETS | | |
| Current Assets: | | |
| Cash and Investments | \$ 122,572 | \$ 125,542 |
| Customer Accounts Receivable | 148,149 | 141,074 |
| Other Accounts Receivable | 24,296 | 23,808 |
| Accounts Receivable on Tax Roll | 19,353 | 12,812 |
| Prepayments | 5,225 | 5,923 |
| Inventories | 3,518 | 3,490 |
| Total Current Assets | 323,113 | 312,649 |
| Restricted Assets: | | |
| Equipment Replacement Fund Investments | 178,563 | 178,563 |
| Capital Assets: | | |
| Utility Plant in Service | 4,945,306 | 4,924,211 |
| Less Accumulated Depreciation | 2,770,642 | 2,617,202 |
| Total Capital Assets | 2,174,664 | 2,307,009 |
| Other Assets: | | |
| Special Assessments Receivable | 69,433 | 92,744 |
| Long-Term Receivables | 24,539 | 48,324 |
| Total Other Assets | 93,972 | 141,068 |
| Total Assets | \$ 2,770,312 | \$ 2,939,289 |
| LIABILITIES | | |
| Current Liabilities: | | |
| Accounts Payable | \$ 9,420 | \$ 15,824 |
| Accrued Interest Payable | 3,529 | 5,212 |
| Current Portion of Long-Term Debt: | | |
| Revenue Bonds | 162,769 | 157,720 |
| Accrued Compensated Absences | 21,057 | 19,483 |
| Total Current Liabilities | 196,775 | 198,239 |
| Long-Term Liabilities (Net of Current Portion): | | |
| Revenue Bonds | 167,979 | 330,747 |
| Accrued Compensated Absences | 33,348 | 26,543 |
| Total Long-Term Liabilities | 201,327 | 357,290 |
| Total Liabilities | 398,102 | 555,529 |
| NET POSITION | | |
| Net Investment in Capital Assets | 1,892,240 | 1,889,918 |
| Restricted for Equipment Replacement | 178,563 | 178,563 |
| Unrestricted | 301,407 | 315,279 |
| Total Net Position | 2,372,210 | 2,383,760 |
| Total Liabilities and Net Position | \$ 2,770,312 | \$ 2,939,289 |

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | <u>2013</u> | <u>2012</u> |
|---|---------------------|---------------------|
| OPERATING REVENUES: | | |
| Sewerage Revenues: | | |
| Residential | \$ 341,295 | \$ 314,361 |
| Commercial | 183,129 | 171,167 |
| Industrial | 49,667 | 40,979 |
| Public Authorities | 40,386 | 40,942 |
| Total Sewerage Revenues | <u>614,477</u> | <u>567,449</u> |
| Other Operating Revenues | | |
| Forfeited Discounts | 2,389 | 2,518 |
| Miscellaneous Operating Revenues | 275 | 4,059 |
| Total Other Operating Revenues | <u>2,664</u> | <u>6,577</u> |
| Total Operating Revenues | 617,141 | 574,026 |
| OPERATING EXPENSES | | |
| Operation and Maintenance | 487,212 | 458,341 |
| Depreciation | 153,440 | 153,293 |
| Total Operating Expenses | <u>640,652</u> | <u>611,634</u> |
| OPERATING LOSS | (23,511) | (37,608) |
| NONOPERATING REVENUES (EXPENSES) | | |
| Interest Revenue | 640 | - |
| Interest Expense | (11,429) | (16,452) |
| Interest on Advance to Biosolids Facility | 1,655 | 2,383 |
| Total Nonoperating Revenues (Expenses) | <u>(9,134)</u> | <u>(14,069)</u> |
| LOSS BEFORE CONTRIBUTIONS AND TRANSFERS | (32,645) | (51,677) |
| CAPITAL CONTRIBUTIONS AND TRANSFERS: | | |
| Plant Contributed by Customers and Developers | 8,400 | - |
| Plant Contributed by Governmental Funds | 12,695 | - |
| Transfer from Water Department - Working Capital Contribution | - | 900,895 |
| Total Contributions and Transfers | <u>21,095</u> | <u>900,895</u> |
| CHANGE IN NET POSITION | (11,550) | 849,218 |
| Net Position - Beginning of Year | <u>2,383,760</u> | <u>1,534,542</u> |
| NET POSITION - END OF YEAR | <u>\$ 2,372,210</u> | <u>\$ 2,383,760</u> |

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | 2013 | 2012 |
|---|-------------|-------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash Received from Utility Customers | \$ 609,813 | \$ 569,315 |
| Cash Paid for Sewer Share of Meter Related Expenses | (12,907) | (7,313) |
| Cash Payments to Suppliers for Goods and Services | (286,423) | (239,502) |
| Cash Payments for Employee Services | (185,236) | (188,591) |
| Net Cash Provided by (Used for) Operating Activities | 125,247 | 133,909 |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Working Capital Provided by Water Department | - | 900,895 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Cash Payments for Capital Assets | (8,400) | - |
| Cash Received from Customer Contributions | 26,063 | - |
| Principal Paid on Long-Term Debt | (134,667) | (130,483) |
| Interest Paid on Long-Term Debt | (11,213) | (15,464) |
| Net Cash Provided by (Used for) Capital and Related Financing Activities | (128,217) | (145,947) |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | (2,970) | 888,857 |
| Cash and Cash Equivalents - Beginning of Year | 304,105 | (584,752) |
| CASH AND CASH EQUIVALENTS - END OF YEAR | \$ 301,135 | \$ 304,105 |
| RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES | | |
| Operating Loss | \$ (23,511) | \$ (37,608) |
| Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities: | | |
| Depreciation | 153,440 | 153,293 |
| (Increase) Decrease in Assets: | | |
| Customer Accounts Receivable | (7,075) | (8,846) |
| Accounts Receivable on Tax Roll | (253) | 4,135 |
| Prepayments | 698 | (34) |
| Inventories | (28) | (172) |
| Increase (Decrease) in Liabilities: | | |
| Accounts Payable | (6,403) | 7,884 |
| Accrued Compensated Absences | 8,379 | 15,257 |
| Net Cash Provided by (Used for) Operating Activities | \$ 125,247 | \$ 133,909 |
| RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS | | |
| Cash and Investments per Statement of Net Position: | | |
| Cash and Investments | \$ 122,572 | \$ 125,542 |
| Cash and Investments - Restricted | 178,563 | 178,563 |
| Cash and Cash Equivalents | \$ 301,135 | \$ 304,105 |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES: | | |
| Capital Assets Financed Directly by Governmental Funds | \$ 12,695 | \$ - |
| Principal and Interest Paid Directly by Biosolids Facility | 24,952 | 24,962 |

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
YEAR ENDED DECEMBER 31, 2013
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2012)**

| | <u>2013</u> | <u>2012</u> |
|---|-------------------|-------------------|
| OPERATION | | |
| Supervision and Labor | \$ 117,368 | \$ 113,626 |
| Power and Fuel for Pumping | 6,689 | 6,681 |
| Power and Fuel for Aeration Equipment | 53,900 | 44,671 |
| Chemicals | 6,521 | 5,589 |
| Biosolids Facility Expenses | 91,091 | 94,951 |
| Supplies and Expenses | 22,283 | 21,204 |
| Transportation Expenses | 4,579 | 4,616 |
| Total Operation | <u>302,431</u> | <u>291,338</u> |
| MAINTENANCE | | |
| Sewer Collection System | 18,322 | 18,864 |
| Collection System Pumping Equipment | 6,122 | 3,130 |
| Treatment and Disposal Plant Equipment | 38,661 | 18,844 |
| General Plant Structures and Equipment | - | 13 |
| Total Maintenance | <u>63,105</u> | <u>40,851</u> |
| CUSTOMER ACCOUNTING AND COLLECTION | | |
| Billing, Accounting and Collection | 8,889 | 8,003 |
| Meter Expense Allocation | 12,907 | 7,313 |
| Total Customer Accounting and Collection | <u>21,796</u> | <u>15,316</u> |
| ADMINISTRATIVE AND GENERAL | | |
| Administrative and General Salaries | 8,131 | 7,329 |
| Office Supplies and Expenses | 893 | 2,289 |
| Outside Services Employed | 4,975 | 4,936 |
| Insurance Expenses | 16,531 | 17,915 |
| Employee Pensions and Benefits | 50,848 | 59,633 |
| Regulatory Commission Expenses | - | 562 |
| Miscellaneous General Expenses | 6,266 | 5,846 |
| Rents | 12,236 | 12,326 |
| Total Administrative and General | <u>99,880</u> | <u>110,836</u> |
| Total Operation and Maintenance Expense | <u>\$ 487,212</u> | <u>\$ 458,341</u> |

OTHER INFORMATION

CITY OF AMERY, WISCONSIN
DEBT REPAYMENT AND FUNDING SCHEDULE
GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2003B
DATED AUGUST 20, 2003
NEW FIRE HALL PORTION ONLY
DUE FROM ALDEN AND LINCOLN TOWNSHIPS AT DECEMBER 31, 2013

| Date | Total Receivable | | | Alden Township | | | Lincoln Township | | |
|------|------------------|-------------|--------------|----------------|-----------|-------------|------------------|-------------|--------------|
| | Principal | Interest | Total | Principal | Interest | Total | Principal | Interest | Total |
| 2014 | \$ 56,068.76 | \$ 2,104.15 | \$ 58,172.91 | \$ 8,363.64 | \$ 305.27 | \$ 8,668.91 | \$ 47,705.12 | \$ 1,798.88 | \$ 49,504.00 |

The portion due from the Townships was amortized over ten years ending 12/1/2014, while the actual promissory note has a final payoff dated 6/1/2013.