

CITY OF AMERY, WISCONSIN
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2014

**CITY OF AMERY, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2014**

INDEPENDENT AUDITORS' REPORT	1
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	4
STATEMENT OF ACTIVITIES	5
BALANCE SHEET – GOVERNMENTAL FUNDS	6
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES	7
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	8
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	9
STATEMENT OF NET POSITION – PROPRIETARY FUNDS	10
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION – PROPRIETARY FUNDS	11
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	12
STATEMENT OF NET POSITION – FIDUCIARY FUNDS	14
STATEMENT OF CHANGES IN NET POSITION – FIDUCIARY FUNDS	15
NOTES TO BASIC FINANCIAL STATEMENTS	16
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE	
1 – BUDGETARY COMPARISON SCHEDULE - GENERAL FUND	41
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	42
SUPPLEMENTARY INFORMATION	
COMBINING AND INDIVIDUAL FUND STATEMENTS	
SCHEDULES	
NONMAJOR GOVERNMENTAL FUNDS	
A-1 – COMBINING BALANCE SHEET	43
A-2 – COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	44
GENERAL FUND	
B-1 – DETAILED BALANCE SHEET	45
B-2 – DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	46

**CITY OF AMERY, WISCONSIN
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2014**

DEBT SERVICE FUNDS	
C-1 – DETAILED BALANCE SHEET	51
C-2 – DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	52
WATER UTILITY ENTERPRISE FUND	
D-1 – STATEMENT OF NET POSITION	53
D-2 – STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	54
D-3 – STATEMENT OF CASH FLOWS	55
D-4 – SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES	56
SEWER UTILITY ENTERPRISE FUND	
D-5 – STATEMENT OF NET POSITION	57
D-6 – STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	58
D-7 – STATEMENT OF CASH FLOWS	59
D-8 – SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES	60



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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, 2014, 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, 2014, 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, 2013 which are not presented with the accompanying financial statements. In our report dated June 14, 2014, 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 2013 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 2013 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 2013 individual fund statements are fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Hudson, Wisconsin
July 18, 2015

**CITY OF AMERY, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2014**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 1,816,179	\$ 334,580	\$ 2,150,759
Taxes Receivable	1,953,894	34,588	1,988,482
Accounts Receivable	54,917	279,181	334,098
Prepayments	-	12,700	12,700
Inventories	-	29,290	29,290
Special Assessments Receivable	36,629	64,366	100,995
Long-Term Receivables	344,290	-	344,290
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	10,872,599	9,322,173	20,194,772
Accumulated Depreciation	<u>(4,115,523)</u>	<u>(4,427,895)</u>	<u>(8,543,418)</u>
 Total Assets	 11,831,764	 5,879,244	 17,711,008
LIABILITIES			
Vouchers and Accounts Payable	126,263	13,711	139,974
Accrued Interest Payable	40,455	4,312	44,767
Payroll Taxes and Withholdings	11,128	-	11,128
Due to Other Governmental Units	16,402	-	16,402
Special Deposits	19,857	-	19,857
Noncurrent Liabilities:			
Amounts Due Within One Year	554,071	291,903	845,974
Amounts Due in More than One Year	<u>4,355,708</u>	<u>824,663</u>	<u>5,180,371</u>
 Total Liabilities	 5,123,884	 1,134,589	 6,258,473
DEFERRED INFLOWS OF RESOURCES			
Succeeding Year's Property Taxes	<u>2,173,381</u>	<u>-</u>	<u>2,173,381</u>
NET POSITION			
Net Investment in Capital Assets	4,701,994	3,982,735	8,684,729
Restricted For:			
Debt Service	22,292	-	22,292
Capital Projects and Plant Replacement	615,166	178,563	793,729
Housing and Business Loan Programs	381,522	-	381,522
Other Purposes	150,743	-	150,743
Unrestricted	<u>(1,337,218)</u>	<u>583,357</u>	<u>(753,861)</u>
 Total Net Position	 <u>\$ 4,534,499</u>	 <u>\$ 4,744,655</u>	 <u>\$ 9,279,154</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2014**

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	\$ 543,517	\$ 30,147	\$ -	\$ -	\$ (513,370)	\$ -	\$ (513,370)
Public Safety	1,168,216	224,018	31,793	-	(912,405)	-	(912,405)
Public Works	1,003,469	209,563	200,772	6,935	(586,199)	-	(586,199)
Health and Human Services	221	-	-	-	(221)	-	(221)
Culture, Recreation, and Education	536,643	735	179,661	-	(356,247)	-	(356,247)
Conservation and Development	543,266	-	1,452	-	(541,814)	-	(541,814)
Interest and Fiscal Charges	134,258	-	2,104	-	(132,154)	-	(132,154)
Total Governmental Activities	3,929,590	464,463	415,782	6,935	(3,042,410)	-	(3,042,410)
BUSINESS-TYPE ACTIVITIES							
Water	394,023	429,075	-	-	-	35,052	35,052
Sewer	655,389	637,385	-	-	-	(18,004)	(18,004)
Total Business-Type Activities	1,049,412	1,066,460	-	-	-	17,048	17,048
Total Primary Government	\$ 4,979,002	\$ 1,530,923	\$ 415,782	\$ 6,935	(3,042,410)	17,048	(3,025,362)
GENERAL REVENUES							
Taxes							
Property Taxes, Levied for General Purposes					1,632,553	-	1,632,553
Property Taxes, Levied for TIF Districts					286,572	-	286,572
Other Taxes					83,173	-	83,173
Grants and Contributions not Restricted for a Particular Purpose					594,704	-	594,704
Interest and Investment Earnings					23,319	3,696	27,015
Other Interest Earnings					-	904	904
Insurance Recoveries					48,562	-	48,562
Miscellaneous					88,506	-	88,506
Gain on Sale of Capital Assets					-	7,175	7,175
TRANSFERS					85,090	(85,090)	-
Total General Revenues and Transfers					2,842,479	(73,315)	2,769,164
CHANGE IN NET POSITION							
					(199,931)	(56,267)	(256,198)
Net Position - Beginning of Year					4,734,430	4,800,922	9,535,352
NET POSITION - END OF YEAR					\$ 4,534,499	\$ 4,744,655	\$ 9,279,154

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2014**

	General Fund	CDBG Housing Revolving Loan Fund	Library 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	\$ 920,420	\$ 17,129	\$ 178,378	\$ 62,747	\$ 566,615	\$ 48,551	\$ -	\$ 22,339	\$ 1,816,179
Taxes Receivable	1,226,234	-	187,183	-	178,588	207,619	87,416	66,854	1,953,894
Special Assessments Receivable	36,629	-	-	-	-	-	-	-	36,629
Accounts Receivable	77,917	-	-	-	-	-	-	-	77,917
Due from Other Funds	-	-	-	-	-	-	-	1,834	1,834
Advances to Other Funds	104,854	-	-	-	-	-	-	-	104,854
Long-Term Receivables	-	338,061	-	-	-	-	-	6,229	344,290
Total Assets	\$ 2,366,054	\$ 355,190	\$ 365,561	\$ 62,747	\$ 745,203	\$ 256,170	\$ 87,416	\$ 97,256	\$ 4,335,597
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES									
Liabilities:									
Vouchers and Accounts Payable	\$ 98,298	\$ -	\$ 27,635	\$ -	\$ -	\$ -	\$ -	\$ 330	\$ 126,263
Payroll Withholdings	11,128	-	-	-	-	-	-	-	11,128
Due to Other Governmental Units	16,402	-	-	-	-	-	-	-	16,402
Due to Other Funds	24,834	-	-	-	-	-	-	-	24,834
Advance from Other Funds	-	3,740	-	-	-	-	-	101,114	104,854
Special Deposits	19,857	-	-	-	-	-	-	-	19,857
Total Liabilities	170,519	3,740	27,635	-	-	-	-	101,444	303,338
Deferred Inflows of Resources:									
Succeeding Year's Property Taxes	1,445,721	-	187,183	-	178,588	207,619	87,416	66,854	2,173,381
Unavailable Revenue - Special Assessments	40,842	-	-	-	-	-	-	-	40,842
Unavailable Revenue - Long-Term Receivables	-	338,061	-	-	-	-	-	6,229	344,290
Total Deferred Inflows of Resources	1,486,563	338,061	187,183	-	178,588	207,619	87,416	73,083	2,558,513
Fund Balances:									
Nonspendable	123,198	-	-	-	-	-	-	-	123,198
Restricted	-	13,389	150,743	62,747	566,615	48,551	-	23,843	865,888
Unassigned	585,774	-	-	-	-	-	-	(101,114)	484,660
Total Fund Balances	708,972	13,389	150,743	62,747	566,615	48,551	-	(77,271)	1,473,746
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,366,054	\$ 355,190	\$ 365,561	\$ 62,747	\$ 745,203	\$ 256,170	\$ 87,416	\$ 97,256	\$ 4,335,597

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, 2014**

TOTAL FUND BALANCES FOR GOVERNMENTAL FUNDS \$ 1,473,746

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	1,384,149	
Buildings	4,725,172	
Equipment and Vehicles	3,073,836	
Infrastructure	1,689,442	
Accumulated Depreciation	<u>(4,115,523)</u>	7,625,855

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. 385,132

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	1,640,000	
General Obligation Notes Payable	2,015,494	
Capital Leases Payable	230,402	
Accrued Interest on Long-Term Debt	40,455	
WRS Prior Service Liability	5,005	
Compensated Absences Payable	321,125	
Estimated Landfill Postclosure Liability	<u>697,753</u>	<u>(4,950,234)</u>

TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 4,534,499

CITY OF AMERY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2014

	General Fund	CDBG Housing Revolving Loan Fund	Library 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	\$ 1,503,455	\$ -	\$ 182,591	\$ -	\$ 184,581	\$ 37,199	\$ 25,500	\$ 68,736	\$ 2,002,062
Special Assessments	3,380	-	-	-	-	-	-	-	3,380
Intergovernmental	813,964	478	140,261	-	1,644	11,839	-	233	968,419
Licenses and Permits	32,738	-	-	-	-	-	-	-	32,738
Fines and Forfeits	35,994	-	-	-	-	-	-	-	35,994
Public Charges for Services	214,539	-	-	-	-	-	4,220	-	218,759
Intergovernmental Charges for Services	204,979	-	-	58,173	-	-	-	-	263,152
Miscellaneous:									
Interest	23,101	2	2	-	-	-	-	1	23,106
Rent	83,589	-	-	-	-	-	-	-	83,589
Sale of Property	35	-	-	-	-	-	-	-	35
Donations	-	-	39,399	-	-	-	-	-	39,399
Loan Repayments	-	-	-	-	-	-	-	8,826	8,826
Other	2,473	-	10,578	-	-	387	-	-	13,438
Total Revenues	2,918,247	480	372,831	58,173	186,225	49,425	29,720	77,796	3,692,897
EXPENDITURES									
General Government	532,867	-	-	-	-	-	-	-	532,867
Public Safety	1,006,078	-	-	-	-	-	42,677	-	1,048,755
Public Works	934,616	-	-	-	-	-	308,095	-	1,242,711
Health and Human Services	221	-	-	-	-	-	-	-	221
Culture, Recreation, and Education	68,001	-	340,832	-	-	-	79,941	-	488,774
Conservation and Development	478,020	30	-	-	3,150	43,535	3,381	15,150	543,266
Debt Service:									
Principal Retirement	-	-	-	431,234	-	-	-	-	431,234
Interest and Fiscal Charges	-	-	-	141,387	-	-	-	-	141,387
Total Expenditures	3,019,803	30	340,832	572,621	3,150	43,535	434,094	15,150	4,429,215
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(101,556)	450	31,999	(514,448)	183,075	5,890	(404,374)	62,646	(736,318)
OTHER FINANCING SOURCES (USES)									
Long-Term Debt Issued	404,106	-	-	-	-	410,000	230,402	-	1,044,508
Insurance Recoveries	-	-	-	-	-	-	48,562	-	48,562
Sale of Capital Assets	-	-	-	-	-	-	3,100	-	3,100
Transfers In	95,090	-	-	486,401	-	-	55,724	-	637,215
Transfers Out	(407,483)	-	-	-	-	(78,714)	-	(55,928)	(542,125)
Total Other Financing Sources (Uses)	91,713	-	-	486,401	-	331,286	337,788	(55,928)	1,191,260
NET CHANGE IN FUND BALANCES	(9,843)	450	31,999	(28,047)	183,075	337,176	(66,586)	6,718	454,942
Fund Balances - Beginning of Year	718,815	12,939	118,744	90,794	383,540	(288,625)	66,586	(83,989)	1,018,804
FUND BALANCES - END OF YEAR	\$ 708,972	\$ 13,389	\$ 150,743	\$ 62,747	\$ 566,615	\$ 48,551	\$ -	\$ (77,271)	\$ 1,473,746

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, 2014**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 454,942

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	\$ 490,624	
Transfer Out of Governmental Capital Assets Contributed to Enterprise Funds	(10,000)	
Depreciation Expense Reported in the Statement of Activities	<u>(410,053)</u>	70,571

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. (27,492)

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. (96,890)

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	814,106	
Capital Lease	<u>230,402</u>	(1,044,508)

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	85,000	
General Obligation Notes Principal Retirement	<u>346,234</u>	431,234

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	(2,816)	
Net Change in WRS Prior Service Liability	1,219	
Net Change in Compensated Absences Payable	3,864	
Net Change in Estimated Landfill Postclosure Liability	<u>9,945</u>	<u>12,212</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (199,931)

**CITY OF AMERY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2014**

	Business-Type Activities - Joint Water and Sewer Enterprise Fund		
	Water Department	Sewer Department	Totals
ASSETS			
Current Assets:			
Cash and Investments	\$ 238,816	\$ 95,764	\$ 334,580
Customer Accounts Receivable	102,761	151,621	254,382
Other Accounts Receivable	-	24,799	24,799
Accounts Receivable on Tax Roll	11,749	22,839	34,588
Prepayments	5,080	7,620	12,700
Inventories	25,777	3,513	29,290
Total Current Assets	384,183	306,156	690,339
Restricted Assets:			
Equipment Replacement Fund Investments	-	178,563	178,563
Capital Assets:			
Utility Plant in Service	4,423,051	4,950,820	9,373,871
Less: Accumulated Depreciation	1,533,095	2,894,800	4,427,895
Total Capital Assets	2,889,956	2,056,020	4,945,976
Other Assets:			
Special Assessments Receivable	-	64,366	64,366
Total Assets	\$ 3,274,139	\$ 2,605,105	\$ 5,879,244
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 3,007	\$ 10,704	\$ 13,711
Accrued Interest Payable	2,520	1,792	4,312
Current Portion of Long-Term Debt:			
Revenue Bonds	-	167,979	167,979
General Obligation Notes	73,591	-	73,591
Accrued Compensated Absences	26,963	23,370	50,333
Total Current Liabilities	106,081	203,845	309,926
Long-Term Liabilities (Net of Current Portion):			
General Obligation Notes	746,210	-	746,210
Accrued Compensated Absences	42,025	36,428	78,453
Total Long-Term Liabilities	788,235	36,428	824,663
Total Liabilities	894,316	240,273	1,134,589
NET POSITION			
Net Investment in Capital Assets	2,070,155	1,912,580	3,982,735
Restricted for Equipment Replacement	-	178,563	178,563
Unrestricted	309,668	273,689	583,357
Total Net Position	2,379,823	2,364,832	4,744,655
Total Liabilities and Net Position	\$ 3,274,139	\$ 2,605,105	\$ 5,879,244

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, 2014

	Business-Type Activities - Joint Water and Sewer Enterprise Fund		
	Water	Sewer	Totals
	Department	Department	Totals
OPERATING REVENUES			
Sales of Water/Sewerage Revenues:			
Residential	\$ 135,496	\$ 341,550	\$ 477,046
Commercial	40,786	126,552	167,338
Industrial	19,149	63,496	82,645
Public Authorities	18,069	38,757	56,826
Multifamily Residential	30,864	61,536	92,400
Private Fire Protection	8,304	-	8,304
Public Fire Protection	153,785	-	153,785
Total Sales of Water/Sewerage Revenues	<u>406,453</u>	<u>631,891</u>	<u>1,038,344</u>
Other Operating Revenues	22,622	5,494	28,116
Total Operating Revenues	<u>429,075</u>	<u>637,385</u>	<u>1,066,460</u>
OPERATING EXPENSES			
Operation and Maintenance	262,897	495,502	758,399
Depreciation	105,565	153,641	259,206
Total Operating Expenses	<u>368,462</u>	<u>649,143</u>	<u>1,017,605</u>
OPERATING INCOME (LOSS)	60,613	(11,758)	48,855
NONOPERATING REVENUES (EXPENSES)			
Interest Revenue	1,149	2,547	3,696
Interest Expense	(25,561)	(6,246)	(31,807)
Interest on Advance to Biosolids Facility	-	904	904
Gain on Disposal of Capital Assets	-	7,175	7,175
Total Nonoperating Revenues (Expenses)	<u>(24,412)</u>	<u>4,380</u>	<u>(20,032)</u>
INCOME (LOSS) BEFORE TRANSFERS	36,201	(7,378)	28,823
TRANSFERS:			
Capital Contributions - Governmental Funds	10,000	-	10,000
Transfer to Governmental Funds - Property Tax Equivalent	(95,090)	-	(95,090)
Total Contributions and Transfers	<u>(85,090)</u>	<u>-</u>	<u>(85,090)</u>
CHANGE IN NET POSITION	(48,889)	(7,378)	(56,267)
Net Position - Beginning of Year	<u>2,428,712</u>	<u>2,372,210</u>	<u>4,800,922</u>
NET POSITION - END OF YEAR	<u>\$ 2,379,823</u>	<u>\$ 2,364,832</u>	<u>\$ 4,744,655</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2014**

	Business-Type Activities - Joint Water and Sewer Enterprise Fund		
	Water	Sewer	Totals
	Department	Department	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Utility Customers	\$ 255,050	\$ 631,751	\$ 886,801
Cash Received for Public Fire Protection	153,785	-	153,785
Cash Received (Paid) for Meter Related Charges	20,849	(20,849)	-
Cash Paid to Suppliers for Goods and Services	(202,966)	(283,276)	(486,242)
Cash Paid for Employee Services	(56,776)	(187,090)	(243,866)
Net Cash Provided by (Used for) Operating Activities	169,942	140,536	310,478
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash Payments for Tax Equivalent	(95,090)	-	(95,090)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Cash Payments for Capital Assets	(1,809)	(27,822)	(29,631)
Cash Received from Customer Contributions	108	5,648	5,756
Principal Paid on Long-Term Debt	(71,341)	(138,984)	(210,325)
Interest Paid on Long-Term Debt	(25,611)	(6,828)	(32,439)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(98,653)	(167,986)	(266,639)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	850	642	1,492
NET CHANGE IN CASH AND CASH EQUIVALENTS	(22,951)	(26,808)	(49,759)
Cash and Cash Equivalents - Beginning of Year	261,767	301,135	562,902
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 238,816</u>	<u>\$ 274,327</u>	<u>\$ 513,143</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2014**

	Business-Type Activities - Joint Water and Sewer Enterprise Fund		
	Water	Sewer	Totals
	Department	Department	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 60,613	\$ (11,758)	\$ 48,855
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation	105,565	153,641	259,206
(Increase) Decrease in Assets:			
Customer Accounts Receivable	2,195	(3,472)	(1,277)
Accounts Receivable on Tax Roll	(1,586)	(2,162)	(3,748)
Prepayments	(1,597)	(2,395)	(3,992)
Inventories	(146)	5	(141)
Decrease (Increase) in Liabilities:			
Accounts Payable	171	1,284	1,455
Accrued Compensated Absences	4,727	5,393	10,120
Net Cash Provided by (Used for) Operating Activities	\$ 169,942	\$ 140,536	\$ 310,478
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS			
Cash and Investments per Statement of Net Position:			
Cash and Investments	\$ 238,816	\$ 95,764	\$ 334,580
Cash and Investments - Restricted	-	178,563	178,563
CASH AND CASH EQUIVALENTS	\$ 238,816	\$ 274,327	\$ 513,143
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Capital Assets Financed Directly by Governmental Funds	\$ 10,000	\$ -	\$ 10,000
Principal and Interest Paid Directly by Biosolids Facility	-	24,941	24,941

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2014**

	Private Purpose Trust Fund	Tax Agency Fund
	Fire Department Retirement Fund	
ASSETS		
Cash and Investments	\$ 72,746	\$ 663,824
Taxes Receivable	-	2,348,354
Due from Other Funds	23,000	-
Total Assets	95,746	\$ 3,012,178
LIABILITIES		
Due to Other Governmental Units:		
State	-	\$ 31,379
County	-	890,598
Special Purpose District	-	18,453
School	-	2,010,682
Technical College	-	61,066
Total Liabilities	-	\$ 3,012,178
NET POSITION		
Held for Retirement Benefits	\$ 95,746	

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
 STATEMENT OF CHANGES IN NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED DECEMBER 31, 2014**

	<u>Private Purpose Trust Fund</u>	<u>Fire Department Retirement Fund</u>
ADDITIONS		
Contribution from General Fund	\$	8,000
DEDUCTIONS		
Retirement Benefits Paid		<u>7,054</u>
CHANGE IN NET POSITION		946
Net Position - Beginning of Year		<u>94,800</u>
NET POSITION - END OF YEAR	\$	<u><u>95,746</u></u>

See accompanying Notes to Basic Financial Statements.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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, 2014

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.

Library Fund – The Library Fund is used to account for the accumulation of resources used to support the library operations.

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.

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, 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 funds:

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, 2014**

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 4.B.).

C. Measurement Focus and Basis of Accounting

The government-wide financial statements, the proprietary funds and fiduciary trust 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. Fiduciary agency funds do not have a measurement focus.

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, 2014**

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, 2014

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 2014 tax roll are recognized as revenue in 2015.) 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 (\$6,229) 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, 2014

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, 2014**

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, 2014**

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 4.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, 2014

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 and Proprietary Fund Statements. Fund equity is classified as net position in the government-wide and proprietary fund 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, 2014**

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, 2014 certain funds had deficit balances as shown below:

Tax Incremental District #7	\$ (101,114)
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The deficit in the Tax Incremental District #7 fund is financed by an advance from the general fund, see Note 3.D. The advance 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, 2014 as shown in the financial statements as follows:

Governmental Funds	\$ 1,816,179
Proprietary Funds	513,143
Fiduciary Funds	736,570
Total	\$ 3,065,892

The above cash and investments balances consisted of the following:

Deposits at Financial Institutions	\$ 3,064,892
Petty Cash	1,000
Total	\$ 3,065,892

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, 2014**

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, 2014, 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, 2014, the City had twenty-four (24) outstanding deferred loans totaling \$338,061. 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 outstanding long-term receivables from the Alden and Lincoln Townships were paid in full during 2014.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital assets activity for the year ended December 31, 2014 is as follows:

Governmental Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets Not Being Depreciated				
Land	\$ 868,779	\$ -	\$ -	\$ 868,779
Construction Work in Progress	-	10,000	10,000	-
Total Capital Assets Not Being Depreciated	<u>868,779</u>	<u>10,000</u>	<u>10,000</u>	<u>868,779</u>
Capital Assets Being Depreciated				
Land Improvements	1,357,924	26,225	-	1,384,149
Buildings	4,725,172	-	-	4,725,172
Equipment and Vehicles	2,903,936	460,893	290,993	3,073,836
Infrastructure	1,558,446	130,996	-	1,689,442
Total Capital Assets Being Depreciated	<u>10,545,478</u>	<u>618,114</u>	<u>290,993</u>	<u>10,872,599</u>
Total Capital Assets	11,414,257	628,114	300,993	11,741,378
Accumulated Depreciation:				
Land Improvements	915,862	26,791	-	942,653
Buildings	1,189,684	122,882	-	1,312,566
Equipment and Vehicles	1,581,224	213,167	126,011	1,668,380
Infrastructure	144,711	47,213	-	191,924
Total Accumulated Depreciation	<u>3,831,481</u>	<u>410,053</u>	<u>126,011</u>	<u>4,115,523</u>
Net Capital Assets - Governmental Activities	<u>\$ 7,582,776</u>	<u>\$ 218,061</u>	<u>\$ 174,982</u>	<u>\$ 7,625,855</u>

Depreciation was charged to governmental functions as follows:

General Government	\$ 1,218
Public Safety	169,333
Public Works	165,407
Culture, Recreation and Education	74,095
Total Depreciation - Governmental Activities	<u>\$ 410,053</u>

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
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	3,791,594	11,809	-	3,803,403
General Plant	150,005	-	17,160	132,845
Total Capital Assets Being Depreciated	<u>4,413,044</u>	<u>11,809</u>	<u>17,160</u>	<u>4,407,693</u>
Total Capital Assets	4,428,402	11,809	17,160	4,423,051
Less Accumulated Depreciation	<u>1,444,690</u>	<u>105,565</u>	<u>17,160</u>	<u>1,533,095</u>
Net Capital Assets - Water Utility	2,983,712	(93,756)	-	2,889,956
Sewer Department:				
Capital Assets Not Being Depreciated				
Land and Land Rights	36,340	-	-	36,340
Capital Assets Being Depreciated:				
Collection System	1,461,891	-	-	1,461,891
Pumping System	234,246	9,853	2,463	241,636
Treatment and Disposal Plant	3,085,069	-	-	3,085,069
General Plant	127,760	25,144	27,020	125,884
Total Capital Assets Being Depreciated	<u>4,908,966</u>	<u>34,997</u>	<u>29,483</u>	<u>4,914,480</u>
Total Capital Assets	4,945,306	34,997	29,483	4,950,820
Less Accumulated Depreciation	<u>2,770,642</u>	<u>153,641</u>	<u>29,483</u>	<u>2,894,800</u>
Net Capital Assets - Sewer Utility	<u>2,174,664</u>	<u>(118,644)</u>	<u>-</u>	<u>2,056,020</u>
Net Capital Assets - Business-Type Activities	<u>\$ 5,158,376</u>	<u>\$ (212,400)</u>	<u>\$ -</u>	<u>\$ 4,945,976</u>

Depreciation was charged to business-type activities as follows:

Water	\$ 105,565
Sewer	153,641
Total Depreciation - Business-Type Activities	<u>\$ 259,206</u>

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2014 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	23,000	Retirement Fund Contribution
		<u>\$ 24,834</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	101,114	Cash Flows
		<u>\$ 104,854</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	\$ 95,090	Property Tax Equivalent
Debt Service Fund	General Fund	351,759	Finance Current Maturities
Debt Service Fund	Tax Incremental District #6 Fund	78,714	Finance Current Maturities
Debt Service Fund	Tax Incremental District #7 Fund	55,928	Finance Current Maturities
Capital Projects Fund	General Fund	55,724	Finance Project Costs
		<u>\$ 637,215</u>	

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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, 2014 were as follows:

	Balance 1/1/14	Issued	Retired	Balance 12/31/14	Amounts Due Within One Year
Primary Government					
Governmental Activities					
General Obligation Bonds	\$ 1,725,000	\$ -	\$ 85,000	\$ 1,640,000	\$ 75,000
General Obligation Notes	1,547,622	814,106	346,234	2,015,494	309,758
Capital Leases Payable	-	230,402	-	230,402	43,808
WRS Prior Service Liability	6,224	-	1,219	5,005	-
Compensated Absences	324,989	-	3,864	321,125	125,505
Estimated Landfill Postclosure Liability	707,698	-	9,945	697,753	-
Governmental Activities - Long-Term Liabilities	<u>\$ 4,311,533</u>	<u>\$ 1,044,508</u>	<u>\$ 446,262</u>	<u>\$ 4,909,779</u>	<u>\$ 554,071</u>
Business-Type Activities					
General Obligation Notes	\$ 891,142	\$ -	\$ 71,341	\$ 819,801	\$ 73,591
Revenue Bonds	330,748	-	162,769	167,979	167,979
Compensated Absences	118,666	10,120	-	128,786	50,333
Business-Type Activities - Long-Term Liabilities	<u>\$ 1,340,556</u>	<u>\$ 10,120</u>	<u>\$ 234,110</u>	<u>\$ 1,116,566</u>	<u>\$ 291,903</u>

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 January 31, 2014 the City obtained a \$404,106 loan from a local bank. The proceeds were loaned to the Amery Golf Club, Inc. (See Note 4.F.). The note carries an interest rate of 4.92% with semiannual maturities beginning May 2014 through a final payment of \$168,933 due January 31, 2014.

On March 25, 2014 the City obtained the proceeds of a \$410,000 loan from a local bank for the purpose of financing improvements in TID #6. The note carries an interest rate of 3.50% with semiannual maturities from August 2014 through September 2023.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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, 2014 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	\$ 1,640,000
General Obligation Notes:					
Landfill Remediation Promissory Notes, Series 2000	5/10/00	5/1/20	0.00%	481,687	146,753
State Trust Fund Loan	10/13/04	3/15/19	5.00%	429,000	191,082
State Trust Fund Loan	10/25/05	3/15/20	5.00%	25,000	13,036
Promissory Note	9/30/11	2/8/20	3.75%	233,450	143,490
Promissory Note	1/4/12	8/4/16	3.31%	125,086	51,803
Promissory Note	5/2/13	2/15/28	3.75%	350,000	319,051
Promissory Note	8/8/13	12/1/17	3.50%	557,536	378,894
Promissory Note	1/31/14	1/31/24	4.92%	404,106	380,763
Promissory Note	3/25/14	9/25/23	3.50%	410,000	390,622
Business-Type Activities:					
General Obligation Notes:					
Promissory Notes	12/1/12	12/1/22	3.00%	624,000	556,166
Promissory Notes	3/16/13	5/1/21	2.75%	300,744	263,635
Total				<u>\$ 5,980,609</u>	<u>\$ 4,475,295</u>

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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	Water Department Fund	Total
2015	\$ 458,349	\$ 159,176	\$ 617,525	\$ 396,701	\$ 28,047	\$ 95,825	\$ 96,952	\$ 617,525
2016	471,783	147,742	619,525	398,703	28,047	95,824	96,951	619,525
2017	457,802	131,099	588,901	368,080	28,047	95,823	96,951	588,901
2018	335,801	116,063	451,864	231,044	28,047	95,823	96,950	451,864
2019	379,257	104,106	483,363	262,844	28,047	95,521	96,951	483,363
2020-2024	1,696,754	326,428	2,023,182	1,329,653	20,509	213,443	459,577	2,023,182
2025-2028	675,549	65,839	741,388	741,388	-	-	-	741,388
	<u>\$ 4,475,295</u>	<u>\$ 1,050,453</u>	<u>\$ 5,525,748</u>	<u>\$ 3,728,413</u>	<u>\$ 160,744</u>	<u>\$ 692,259</u>	<u>\$ 944,332</u>	<u>\$ 5,525,748</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, 2014, the City's debt limit amounted to \$9,245,450 and indebtedness subject to the limitation totaled \$4,475,295.

Capital Leases

On November 17, 2014 the City entered into a capital lease in the amount of \$230,402 for the purpose of leasing a motor grader for use in the general governmental activities of the City. The lease carries an interest rate of 2.5% with annual maturities from November 2015 through November 2019. The related capital asset is recorded within governmental activities at a cost of \$259,892 and accumulated depreciation at December 31, 2014 of \$5,414.

<u>Year</u>	<u>Amount</u>
2015	\$ 49,635
2016	49,635
2017	49,634
2018	49,634
2019	49,634
Total Minimum Lease Payments	<u>248,172</u>
Less Amount Representing Interest	17,770
Present Value of Minimum Lease Payments	<u>\$ 230,402</u>

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Revenue Bonds

Outstanding mortgage revenue bonds of the City totaled \$167,979 at December 31, 2014. 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:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 167,979	\$ 2,688	\$ 170,667

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, 2014 was \$143,440.

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, 2014. 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 \$24,539.

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, 2014**

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, 2014 consisted of the following:

	<u>Total</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Unassigned</u>
Major Funds:				
General Fund				
Advances to Other Funds	\$ 104,854	\$ 104,854	\$ -	\$ -
Delinquent Taxes	18,344	18,344	-	-
Unassigned	585,774	-	-	585,774
Subtotal General Fund	<u>708,972</u>	<u>123,198</u>	<u>-</u>	<u>585,774</u>
CDBG Housing Revolving Loan Fund	13,389	-	13,389	-
Library Fund	150,743	-	150,743	-
Debt Service Fund	62,747	-	62,747	-
Tax Incremental District #5 Fund	566,615	-	566,615	-
Tax Incremental District #6 Fund	48,551	-	48,551	-
Nonmajor Funds:				
Special Revenue Funds:				
Community Micro - Loan Fund	23,843	-	23,843	-
Capital Projects Funds:				
Tax Incremental District #7 Fund	<u>(101,114)</u>	<u>-</u>	<u>-</u>	<u>(101,114)</u>
 Total Governmental Fund Balances at December 31, 2014	 <u>\$ 1,473,746</u>	 <u>\$ 123,198</u>	 <u>\$ 865,888</u>	 <u>\$ 484,660</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, 2014**

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, 2014. 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, 2014 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, 2014 are summarized as follows:

	<u>TID #5</u>	<u>TID #6</u>	<u>TID #7</u>
Accumulated Project Costs:			
Project Expenditures	\$ 2,374,499	\$ 1,664,917	\$ 234,322
Debt Expenditures:			
Interest Charges	584,024	208,771	10,928
Transfers Out	403,538	-	-
Total Project Costs	<u>3,362,061</u>	<u>1,873,688</u>	<u>245,250</u>
Accumulated Project Revenues:			
Tax Increments	2,532,588	453,209	143,544
Minimum Tax Agreements	-	65,901	-
Intergovernmental Grants and Aids	234,778	244,079	592
Interest on Investments	17,650	-	-
Sale of City Property	315,440	138,575	-
Other	828,220	22,197	-
Transfers In	-	403,538	-
Total Project Revenues	<u>3,928,676</u>	<u>1,327,499</u>	<u>144,136</u>
Future Project Revenues Necessary to Recover Project Costs to Date	<u>\$ (566,615)</u>	<u>\$ 546,189</u>	<u>\$ 101,114</u>

The preceding summaries of transactions are reconciled to the fund balances in TID districts at December 31, 2014 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, 2014	\$ -	\$ 594,740	\$ -
Less Unrecovered Costs Above	566,615	(546,189)	(101,114)
Fund Balances (Deficits) at December 31, 2014	<u>\$ 566,615</u>	<u>\$ 48,551</u>	<u>\$ (101,114)</u>

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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 2014 were as follows:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	7.00%	7.00%
Executives and Elected Officials	7.75%	7.75%
Protective with Social Security	7.00%	10.31%
Protective without Social Security	7.00%	13.91%

The payroll for City employees covered by the WRS for the year ended December 31, 2014 was \$1,182,104; the employer's total payroll was \$1,369,491. The total required contribution for the year ended December 31, 2014 was \$180,160, which consisted of \$97,413, or 8.24% of payroll from the employer and \$82,747 or 7.00% of payroll from employees. Total contributions for the years ending December 31, 2013 and 2012 were \$180,148 and \$159,712, respectively, equal to the required contributions for each year.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Employee Retirement Plan (Continued)

The City's pension related debt at December 31, 2014 (the unfunded actuarial accrued liability for prior service costs) was \$5,005. 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 2014 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 \$8,000 to the plan for the 2014 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, 2014 was \$95,746.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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, 2014 were \$321,125. The estimated liabilities in the proprietary funds at that date were \$128,786.

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 3.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, 2014 totaling \$24,539 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 \$260 was also recorded therein since the debt is to be funded by the Facility. The total receivable of \$24,799 at December 31, 2014 was classified as current 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, 2014**

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, 2014 have been estimated by an outside consultant at \$697,753. This amount is reflected as a liability in the City's government-wide financial statements.

F. Golf Club

Golf Club Lease Agreement. On January 1, 2014 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, 2014 with annual rental computed as follows:

- a. The annual debt service requirements of the debt held by the City. During 2014, the City refinanced the debt in order to obtain a more favorable interest rate, in the amount of \$414,106.
- b. The sum of \$10 per year to be paid by April 1st of each year, to begin after the retirement of the Golf Course debt.

At December 31, 2014, the City outstanding debt subject to collection from the Golf Club was \$380,763 with the final payment due on January 31, 2024.

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 \$35,390,780 at December 31, 2013 per audited financial statements of the Obligor.

**CITY OF AMERY, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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 2014 through December 2014 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 2014 and has made no draws to date in 2015. The line of credit was renewed in February 2015 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, 2014**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 1,502,461	\$ 1,502,461	\$ 1,503,455	\$ 994
Special Assessments	1,710	1,710	3,380	1,670
Intergovernmental	830,367	830,367	813,964	(16,403)
Licenses and Permits	46,978	46,978	32,738	(14,240)
Fines and Forfeits	44,950	44,950	35,994	(8,956)
Public Charges for Services	157,445	157,445	214,539	57,094
Intergovernmental Charges for Services	168,000	168,000	204,979	36,979
Miscellaneous:				
Interest	2,067	2,067	23,101	21,034
Rent	41,916	41,916	83,589	41,673
Sale of Property	3,000	3,000	35	(2,965)
Donations	375	375	-	(375)
Other	7,300	7,300	2,473	(4,827)
Total Revenues	2,806,569	2,806,569	2,918,247	111,678
EXPENDITURES				
General Government	502,501	502,501	532,867	(30,366)
Public Safety	1,027,210	1,027,210	1,006,078	21,132
Public Works	875,853	875,853	934,616	(58,763)
Health and Human Services	3,200	3,200	221	2,979
Culture, Recreation, and Education	74,800	74,800	68,001	6,799
Conservation and Development	37,775	37,775	478,020	(440,245)
Total Expenditures	2,521,339	2,521,339	3,019,803	(498,464)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	285,230	285,230	(101,556)	(386,786)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	404,106	404,106
Transfers In	88,306	88,306	95,090	6,784
Transfers Out	(264,536)	(264,536)	(407,483)	(142,947)
Total Other Financing Sources (Uses)	(176,230)	(176,230)	91,713	267,943
NET CHANGE IN FUND BALANCE	109,000	109,000	(9,843)	(118,843)
Fund Balance - Beginning of Year	718,815	718,815	718,815	-
FUND BALANCE - END OF YEAR	\$ 827,815	\$ 827,815	\$ 708,972	\$ (118,843)

See Notes to Required Supplementary Information

**CITY OF AMERY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2014**

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, 2014**

	Capital Projects Fund	Capital Projects Fund	
	Community Micro - Loan Fund	Tax Incremental District #7 Fund	Total Nonmajor Governmental Funds
ASSETS			
Treasurer's Cash and Investments	\$ 22,339	\$ -	\$ 22,339
Taxes Receivable	-	66,854	66,854
Due from Other Funds	1,834	-	1,834
Long-Term Receivables	6,229	-	6,229
Total Assets	<u>\$ 30,402</u>	<u>\$ 66,854</u>	<u>\$ 97,256</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Vouchers and Accounts Payable	\$ 330	\$ -	\$ 330
Advance from Other Funds	-	101,114	101,114
Total Liabilities	330	101,114	101,444
Deferred Inflows of Resources:			
Succeeding Year's Property Taxes	-	66,854	66,854
Unavailable Revenue - Long-Term Receivables	6,229	-	6,229
Total Inflows of Resources	6,229	66,854	73,083
Fund Balances:			
Restricted	23,843	-	23,843
Unassigned	-	(101,114)	(101,114)
Total Fund Balances	<u>23,843</u>	<u>(101,114)</u>	<u>(77,271)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 30,402</u>	<u>\$ 66,854</u>	<u>\$ 97,256</u>

**CITY OF AMERY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2014**

	Special Revenue Fund	Capital Projects Fund	
	Community Micro - Loan Fund	Tax Incremental District #7 Fund	Total Nonmajor Governmental Funds
REVENUES			
Taxes	\$ -	\$ 68,736	\$ 68,736
Intergovernmental	-	233	233
Miscellaneous:			
Interest	1	-	1
Loan Repayments	8,826	-	8,826
Total Revenues	8,827	68,969	77,796
EXPENDITURES			
Conservation and Development	-	15,150	15,150
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	8,827	53,819	62,646
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	(55,928)	(55,928)
NET CHANGE IN FUND BALANCES	8,827	(2,109)	6,718
Fund Balance - Beginning of Year	15,016	(99,005)	(83,989)
FUND BALANCE - END OF YEAR	<u>\$ 23,843</u>	<u>\$ (101,114)</u>	<u>\$ (77,271)</u>

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2013)**

	2014	2013
ASSETS		
Treasurer's Cash and Investments	\$ 920,420	\$ 538,820
Taxes Receivable:		
Current Tax Roll	1,207,890	1,284,234
Delinquent Personal Property Taxes Held by Village	18,344	13,450
Special Assessments Receivable	36,629	41,129
Accounts Receivable	77,917	96,834
Advances to Other Funds	104,854	391,370
	\$ 2,366,054	\$ 2,365,837
Total Assets		
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
Liabilities:		
Vouchers and Accounts Payable	\$ 98,298	\$ 123,008
Payroll Withholdings	11,128	4,858
Due to Other Governmental Units	16,402	15,887
Due to Other Funds	24,834	16,834
Special Deposits	19,857	16,438
Total Liabilities	170,519	177,025
Deferred Inflows of Resources:		
Tax Roll Items:		
General Property Taxes	1,445,702	1,424,462
Other Taxes	19	19
Unavailable Revenue - Special Assessments and Charges	4,213	4,387
Unavailable Revenue - Special Assessments	36,629	41,129
Total Deferred Inflows of Resources	1,486,563	1,469,997
Fund Balances:		
Nonspendable	123,198	404,820
Unassigned	585,774	313,995
Total Fund Balance	708,972	718,815
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,366,054	\$ 2,365,837

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014			Variance with Final Budget	2013 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
TAXES					
General Property Taxes	\$ 1,424,461	\$ 1,424,461	\$ 1,428,807	\$ 4,346	\$ 1,415,058
Mobile Home Fees	37,000	37,000	30,390	(6,610)	29,436
Managed Forest Land Taxes	-	-	19	19	19
Public Accommodation Taxes	10,500	10,500	12,027	1,527	10,906
Payment in Lieu of Taxes	30,500	30,500	32,212	1,712	29,392
Total Taxes	1,502,461	1,502,461	1,503,455	994	1,484,811
SPECIAL ASSESSMENTS					
Street Improvement Projects	1,710	1,710	3,380	1,670	4,287
INTERGOVERNMENTAL					
State Shared Taxes	603,103	603,103	584,862	(18,241)	569,798
Fire Insurance Taxes	7,700	7,700	7,565	(135)	6,568
Exempt Computer Aid	4,800	4,800	4,562	(238)	5,111
State General Transportation Aid	194,814	194,814	194,772	(42)	192,162
State Aid - Police Training	1,600	1,600	1,600	-	1,600
State Aid - Ambulance	18,000	18,000	19,200	1,200	35,985
State Aid - Tank Inspections	350	350	428	78	392
State Aid in Lieu of Taxes - Conservation	-	-	972	972	261
State Aid - Other	-	-	3	3	3
Total Intergovernmental	830,367	830,367	813,964	(16,403)	811,880
LICENSES AND PERMITS					
Licenses:					
Liquor and Malt Beverage	7,475	7,475	7,530	55	7,580
Operators	2,750	2,750	2,635	(115)	3,040
Cigarette	600	600	550	(50)	600
Trailer Park	278	278	342	64	278
Cable Television	12,175	12,175	-	(12,175)	13,554
Other	950	950	1,854	904	4,344
Permits:					
Building	16,700	16,700	13,775	(2,925)	28,133
Zoning	4,500	4,500	4,547	47	3,453
Park	700	700	735	35	680
Other	850	850	770	(80)	880
Total Licenses and Permits	46,978	46,978	32,738	(14,240)	62,542
FINES AND FORFEITS					
Law and Ordinance Violations	44,950	44,950	35,994	(8,956)	30,279
PUBLIC CHARGES FOR SERVICES					
General Government:					
Clerk's Fees	3,500	3,500	2,690	(810)	11,004
Public Safety:					
Police Fees	4,805	4,805	5,231	426	2,251
Fire Protection Fees	1,500	1,500	1,275	(225)	1,205
Public Works:					
Transportation Facilities:					
Highway Maintenance and Construction	8,790	8,790	31,822	23,032	12,136
Airport	7,500	7,500	40,541	33,041	25,582
Sanitation:					
Refuse and Recycling	122,300	122,300	125,409	3,109	122,711
Landfill	6,450	6,450	6,206	(244)	6,142
Weed and Nuisance Control	2,600	2,600	1,365	(1,235)	986
Total Public Charges for Services	157,445	157,445	214,539	57,094	182,017

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014			Variance with Final Budget	2013 Actual
	Original Budget	Final Budget	Actual		
REVENUES (CONTINUED)					
INTERGOVERNMENTAL CHARGES FOR SERVICES					
General Government:					
Department Administrative Cost Reimbursements	\$ 10,000	\$ 10,000	\$ 10,000	\$ -	\$ 10,000
Utility Office Space Rental	18,000	18,000	18,000	-	18,000
Public Safety:					
Fire Protection	131,000	131,000	167,979	36,979	134,664
Dam	3,000	3,000	3,000	-	2,200
Public Works:					
Transportation Facilities:					
Utility Equipment Rental	6,000	6,000	6,000	-	6,000
Total Intergovernmental Charges for Services	<u>168,000</u>	<u>168,000</u>	<u>204,979</u>	<u>36,979</u>	<u>170,864</u>
MISCELLANEOUS					
Interest:					
General Investments	1,060	1,060	22,094	21,034	7,439
Special Assessments	1,007	1,007	1,007	-	1,522
Rent	41,916	41,916	83,589	41,673	58,450
Sale of City Property	3,000	3,000	35	(2,965)	1,044
Donations	375	375	-	(375)	839
Other:					
Other Miscellaneous	7,300	7,300	2,473	(4,827)	7,969
Total Miscellaneous	<u>54,658</u>	<u>54,658</u>	<u>109,198</u>	<u>54,540</u>	<u>77,263</u>
Total Revenues	2,806,569	2,806,569	2,918,247	111,678	2,823,943
EXPENDITURES					
GENERAL GOVERNMENT					
Council	24,477	24,477	27,346	(2,869)	27,531
Municipal Court	38,916	38,916	36,436	2,480	35,173
Legal Fees	12,000	12,000	9,880	2,120	24,068
Mayor	9,914	9,914	8,290	1,624	9,731
Clerk-Treasurer	224,534	224,534	242,577	(18,043)	233,956
Elections	13,510	13,510	11,689	1,821	8,013
Special Accounting and Auditing	9,700	9,700	10,150	(450)	9,950
Assessment of Property	34,700	34,700	32,944	1,756	29,270
City Hall	36,350	36,350	38,105	(1,755)	38,326
Illegal and Uncollectible Taxes	-	-	830	(830)	-
Property and Liability Insurance	93,000	93,000	92,944	56	64,719
Unemployment Expense	1,100	1,100	220	880	-
Other	3,500	3,500	6,261	(2,761)	6,386
Outlay:					
Council	800	800	828	(28)	-
Clerk-Treasurer	-	-	1,190	(1,190)	-
Elections	-	-	2,990	(2,990)	-
City Hall	-	-	10,187	(10,187)	7,952
Total General Government	<u>502,501</u>	<u>502,501</u>	<u>532,867</u>	<u>(30,366)</u>	<u>495,075</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, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014				2013 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
EXPENDITURES (CONTINUED)					
PUBLIC SAFETY					
Police Department	\$ 814,225	\$ 814,225	\$ 777,328	\$ 36,897	\$ 742,151
Fire Department	154,800	154,800	172,852	(18,052)	154,353
Fire Department Retirement Trust Fund Payment	8,000	8,000	8,000	-	6,000
Ambulance Service	32,342	32,342	35,304	(2,962)	34,785
Building Inspection	13,400	13,400	9,653	3,747	22,325
Tank Inspections	350	350	-	350	-
Dams	2,000	2,000	353	1,647	18
Civil Defense	93	93	138	(45)	139
Outlay:					
Police Department:					
Capital Equipment	-	-	2,450	(2,450)	124
Fire Department	2,000	2,000	-	2,000	12,352
Total Public Safety	<u>1,027,210</u>	<u>1,027,210</u>	<u>1,006,078</u>	<u>21,132</u>	<u>972,247</u>
PUBLIC WORKS					
Transportation:					
Public Works Wages and Fringe Benefits	356,219	356,219	378,736	(22,517)	393,737
Safety	4,200	4,200	5,225	(1,025)	5,533
Machinery and Equipment	18,500	18,500	27,428	(8,928)	13,403
Buildings and Grounds	30,800	30,800	38,914	(8,114)	34,272
Street Maintenance	155,200	155,200	178,253	(23,053)	162,615
Snow and Ice Control	28,555	28,555	45,028	(16,473)	45,347
Traffic Control	3,220	3,220	2,527	693	3,084
Bridges	700	700	1,886	(1,186)	73
Street Lighting	57,750	57,750	66,614	(8,864)	64,759
Sidewalks	5,000	5,000	2,073	2,927	183
Storm Sewers	2,050	2,050	1,266	784	1,842
Airport	20,542	20,542	29,818	(9,276)	17,116
Other	100	100	78	22	-
Outlay:					
Machinery and Equipment	57,373	57,373	17,656	39,717	17,585

**CITY OF AMERY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014				2013 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
EXPENDITURES (CONTINUED)					
PUBLIC WORKS (CONTINUED)					
Sanitation:					
Refuse and Garbage Collection	\$ 122,000	\$ 122,000	\$ 123,887	\$ (1,887)	\$ 123,826
Landfill	13,604	13,604	15,227	(1,623)	14,648
Weed and Nuisance Control	40	40	-	40	-
Total Public Works	<u>875,853</u>	<u>875,853</u>	<u>934,616</u>	<u>(58,763)</u>	<u>898,023</u>
HEALTH AND HUMAN SERVICES					
Cemetery	3,200	3,200	221	2,979	221
CULTURE, RECREATION AND EDUCATION					
Community Center	22,350	22,350	34,291	(11,941)	27,360
Parks	30,200	30,200	13,074	17,126	32,203
Recreation Programs and Events	9,950	9,950	7,365	2,585	19,928
Skating Rink	3,000	3,000	2,416	584	2,412
Cable Television	9,300	9,300	8,086	1,214	6,647
Other	-	-	1,550	(1,550)	1,349
Outlay:					
Parks	-	-	1,219	(1,219)	23,505
Total Culture, Recreation and Education	<u>74,800</u>	<u>74,800</u>	<u>68,001</u>	<u>6,799</u>	<u>113,404</u>
CONSERVATION AND DEVELOPMENT					
Economic Development	-	-	35,712	(35,712)	28,488
Advertising and Promotion	14,900	14,900	12,391	2,509	13,500
Zoning	125	125	114	11	162
Community Planning	4,750	4,750	3,534	1,216	487
Planning Office	8,000	8,000	12,133	(4,133)	9,172
Other	10,000	10,000	414,136	(404,136)	42
Total Conservation and Development	<u>37,775</u>	<u>37,775</u>	<u>478,020</u>	<u>(440,245)</u>	<u>51,851</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, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014				2013 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Total Expenditures	\$ 2,521,339	\$ 2,521,339	\$ 3,019,803	\$ (498,464)	\$ 2,530,821
EXCESS (DEFICIENCY) OR REVENUES OVER EXPENDITURES	285,230	285,230	(101,556)	(386,786)	293,122
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	404,106	404,106	-
Sale of Capital Assets	-	-	-	-	12,705
Transfers In	88,306	88,306	95,090	6,784	97,045
Transfers Out	(264,536)	(264,536)	(407,483)	(142,947)	(340,223)
Total Other Financing Sources (Uses)	(176,230)	(176,230)	91,713	267,943	(230,473)
NET CHANGE IN FUND BALANCE	109,000	109,000	(9,843)	(118,843)	62,649
Fund Balance - Beginning of Year	718,815	718,815	718,815	-	656,166
FUND BALANCE - END OF YEAR	<u>\$ 827,815</u>	<u>\$ 827,815</u>	<u>\$ 708,972</u>	<u>\$ (118,843)</u>	<u>\$ 718,815</u>

CITY OF AMERY, WISCONSIN
 DEBT SERVICE FUNDS
 DETAILED BALANCE SHEET
 DECEMBER 31, 2014

	General Long-Term Debt Redemption Fund			Library \$440,000	Fire Hall Construction Debt	Totals
	General City	TID #6 Debt	TID #6 Debt	G.O. Promissory Notes		
ASSETS						
Treasurer's Cash and Investments	\$ -	\$ -	\$ -	\$ 62,747	\$ -	\$ 62,747
DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Deferred Inflows of Resources:						
Unavailable Revenue - Long-Term Receivables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balances:						
Restricted	-	-	-	62,747	-	62,747
Total Deferred Inflows of Resources and Fund balances	\$ -	\$ -	\$ -	\$ 62,747	\$ -	\$ 62,747

**CITY OF AMERY, WISCONSIN
DEBT SERVICE FUNDS
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2014**

	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
EXPENDITURES						
Debt Service:						
Principal Retirement	236,851	61,487	54,782	22,045	56,069	431,234
Interest and Fiscal Charges	114,908	17,227	1,146	6,002	2,104	141,387
Total Expenditures	351,759	78,714	55,928	28,047	58,173	572,621
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(351,759)	(78,714)	(55,928)	(28,047)	-	(514,448)
OTHER FINANCING SOURCES (USES)						
Transfers In	351,759	78,714	55,928	-	-	486,401
NET CHANGE IN FUND BALANCES	-	-	-	(28,047)	-	(28,047)
Fund Balance - Beginning of Year	-	-	-	90,794	-	90,794
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ -	\$ 62,747	\$ -	\$ 62,747

**CITY OF AMERY, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2013)**

	2014	2013
ASSETS		
Current Assets:		
Cash and Investments	\$ 238,816	\$ 261,767
Customer Accounts Receivable	102,761	104,956
Accounts Receivable on Tax Roll	11,749	9,972
Prepayments	5,080	3,483
Inventories	25,777	25,631
Total Current Assets	384,183	405,809
Capital Assets:		
Utility Plant in Service	4,423,051	4,428,402
Less Accumulated Depreciation	1,533,095	1,444,690
Total Capital Assets	2,889,956	2,983,712
Total Assets	\$ 3,274,139	\$ 3,389,521
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 3,007	\$ 2,836
Accrued Interest Payable	2,520	2,570
Current Portion of Long-Term Debt:		
General Obligation Notes	73,591	71,780
Accrued Compensated Absences	26,963	24,872
Total Current Liabilities	106,081	102,058
Long-Term Liabilities (Net of Current Portion):		
General Obligation Notes	746,210	819,362
Accrued Compensated Absences	42,025	39,389
Total Long-Term Liabilities	788,235	858,751
Total Liabilities	894,316	960,809
NET POSITION		
Net Investment in Capital Assets	2,070,155	2,393,314
Unrestricted	309,668	35,398
Total Net Position	2,379,823	2,428,712
Total Liabilities and Net Position	\$ 3,274,139	\$ 3,389,521

CITY OF AMERY, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES:		
Sales of Water:		
Residential	\$ 135,496	\$ 139,137
Commercial	40,786	73,177
Industrial	19,149	16,715
Public Authorities	18,069	18,830
Multifamily Residential	30,864	-
Private Fire Protection	8,304	8,304
Public Fire Protection	153,785	152,332
Total Sales of Water	<u>406,453</u>	<u>408,495</u>
Other Operating Revenues:		
Forfeited Discounts	785	1,605
Meter Use Charge to Sewer Utility	20,849	12,907
Miscellaneous Operating Revenues	988	4,731
Total Other Operating Revenues	<u>22,622</u>	<u>19,243</u>
Total Operating Revenues	429,075	427,738
OPERATING EXPENSES		
Operation and Maintenance	262,897	156,457
Depreciation	105,565	98,201
Total Operating Expenses	<u>368,462</u>	<u>254,658</u>
OPERATING INCOME	60,613	173,080
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	1,149	-
Interest Expense	<u>(25,561)</u>	<u>(19,532)</u>
Total Nonoperating Revenues (Expenses)	<u>(24,412)</u>	<u>(19,532)</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	36,201	153,548
CAPITAL CONTRIBUTIONS AND TRANSFERS:		
Plant Contributed by Customers and Developers	-	16,554
Plant Contributed by Governmental Funds	10,000	69,560
Transfer to General Fund - Property Tax Equivalent	<u>(95,090)</u>	<u>(97,045)</u>
Total Contributions and Transfers	<u>(85,090)</u>	<u>(10,931)</u>
CHANGE IN NET POSITION	(48,889)	142,617
Net Position - Beginning of Year	<u>2,428,712</u>	<u>2,286,095</u>
NET POSITION - END OF YEAR	<u>\$ 2,379,823</u>	<u>\$ 2,428,712</u>

**CITY OF AMERY, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Utility Customers	\$ 255,050	\$ 254,212
Cash Received for Public Fire Protection	153,785	152,332
Cash Received for Sewer Share of Meter Related Expenses	20,849	12,907
Cash Payments to Suppliers for Goods and Services	(202,966)	(98,887)
Cash Payments for Employee Services	<u>(56,776)</u>	<u>(52,579)</u>
Net Cash Provided by (Used for) Operating Activities	169,942	267,985
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers Out - Tax Equivalent	<u>(95,090)</u>	<u>(97,045)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash Payments for Capital Assets	(1,809)	(393,650)
Cash Received from Customer Contributions	108	15,486
Cash Received from Issuance of Debt	-	300,744
Principal Paid on Long-Term Debt	(71,341)	(33,602)
Interest Paid on Long-Term Debt	<u>(25,611)</u>	<u>(18,522)</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	(98,653)	(129,544)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	<u>850</u>	<u>-</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(22,951)	41,396
Cash and Cash Equivalents - Beginning of Year	<u>261,767</u>	<u>220,371</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 238,816</u></u>	<u><u>\$ 261,767</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating Income	\$ 60,613	\$ 173,080
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities		
Depreciation	105,565	98,201
(Increase) Decrease in Assets:		
Customer Accounts Receivable	2,195	(8,378)
Accounts Receivable on Tax Roll	(1,586)	91
Prepayments	(1,597)	466
Inventories	(146)	(460)
Increase (Decrease) in Liabilities:		
Accounts Payable	171	93
Accrued Compensated Absences	<u>4,727</u>	<u>4,892</u>
Net Cash Provided by (Used for) Operating Activities	<u><u>\$ 169,942</u></u>	<u><u>\$ 267,985</u></u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Capital Assets Financed Directly by Governmental Funds	\$ 10,000	\$ 69,560

SCHEDULE D-4

**CITY OF AMERY, WISCONSIN
 WATER UTILITY ENTERPRISE FUND
 SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
 YEAR ENDED DECEMBER 31, 2014
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	<u>2014</u>	<u>2013</u>
SOURCE OF SUPPLY		
Operation Labor	\$ 150	\$ 156
Maintenance of Source Plant	1,663	211
Total Source of Supply	<u>1,813</u>	<u>367</u>
PUMPING		
Operation Labor	1,496	1,558
Fuel or Power Purchased for Pumping	23,637	21,889
Operation Supplies and Expenses	683	125
Maintenance of Pumping Plant	723	748
Total Pumping	<u>26,539</u>	<u>24,320</u>
WATER TREATMENT		
Operation Labor	598	623
Chemicals	20,149	16,022
Operation Supplies and Expenses	2,503	1,059
Maintenance of Water Treatment Plant	615	623
Total Water Treatment	<u>23,865</u>	<u>18,327</u>
TRANSMISSION AND DISTRIBUTION		
Operation Labor	9,346	7,698
Operation Supplies and Expenses	1,092	243
Maintenance of Distribution Reservoirs and Standpipes	68,798	3,423
Maintenance of Mains	31,561	9,412
Maintenance of Services	7,854	6,449
Maintenance of Meter	2,570	2,694
Maintenance of Hydrants	1,523	1,483
Maintenance of Other Plant	928	538
Total Transmission and Distribution	<u>123,672</u>	<u>31,940</u>
CUSTOMER ACCOUNTS		
Meter Reading Labor	3,632	3,236
Accounting and Collecting Labor	7,479	7,080
Total Customer Accounts	<u>11,111</u>	<u>10,316</u>
ADMINISTRATIVE AND GENERAL		
Administrative and General Salaries	18,666	18,006
Office Supplies and Expenses	761	1,126
Outside Services Employed	5,075	4,975
Property Insurance	11,038	8,817
Injuries and Damages	2,759	2,204
Employee Pensions and Benefits	20,136	19,114
Regulatory Commission Expenses	-	237
Miscellaneous General Expenses	15,167	14,522
Transportation Expenses	2,079	-
Maintenance of General Plant	216	2,186
Total Administrative and General	<u>75,897</u>	<u>71,187</u>
Total Operation and Maintenance Expenses	<u>\$ 262,897</u>	<u>\$ 156,457</u>

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2013)**

	2014	2013
ASSETS		
Current Assets:		
Cash and Investments	\$ 95,764	\$ 122,572
Customer Accounts Receivable	151,621	148,149
Other Accounts Receivable	24,799	24,296
Accounts Receivable on Tax Roll	22,839	19,353
Prepayments	7,620	5,225
Inventories	3,513	3,518
Total Current Assets	306,156	323,113
Restricted Assets:		
Equipment Replacement Fund Investments	178,563	178,563
Capital Assets:		
Utility Plant in Service	4,950,820	4,945,306
Less Accumulated Depreciation	2,894,800	2,770,642
Total Capital Assets	2,056,020	2,174,664
Other Assets:		
Special Assessments Receivable	64,366	69,433
Long-Term Receivables	-	24,539
Total Other Assets	64,366	93,972
Total Assets	\$ 2,605,105	\$ 2,770,312
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 10,704	\$ 9,420
Accrued Interest Payable	1,792	3,529
Current Portion of Long-Term Debt:		
Revenue Bonds	167,979	162,769
Accrued Compensated Absences	23,370	21,057
Total Current Liabilities	203,845	196,775
Long-Term Liabilities (Net of Current Portion):		
Revenue Bonds	-	167,979
Accrued Compensated Absences	36,428	33,348
Total Long-Term Liabilities	36,428	201,327
Total Liabilities	240,273	398,102
NET POSITION		
Net Investment in Capital Assets	1,912,580	1,892,240
Restricted for Equipment Replacement	178,563	178,563
Unrestricted	273,689	301,407
Total Net Position	2,364,832	2,372,210
Total Liabilities and Net Position	\$ 2,605,105	\$ 2,770,312

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014	2013
OPERATING REVENUES:		
Sewerage Revenues:		
Residential	\$ 341,550	\$ 341,295
Commercial	126,552	183,129
Industrial	63,496	49,667
Public Authorities	38,757	40,386
Multifamily Residential	61,536	-
Total Sewerage Revenues	631,891	614,477
Other Operating Revenues		
Forfeited Discounts	5,103	2,389
Miscellaneous Operating Revenues	391	275
Total Other Operating Revenues	5,494	2,664
Total Operating Revenues	637,385	617,141
OPERATING EXPENSES		
Operation and Maintenance	495,502	487,212
Depreciation	153,641	153,440
Total Operating Expenses	649,143	640,652
OPERATING LOSS	(11,758)	(23,511)
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	2,547	640
Interest Expense	(6,246)	(11,429)
Interest on Advance to Biosolids Facility	904	1,655
Gain on Disposal of Capital Assets	7,175	-
Total Nonoperating Revenues (Expenses)	4,380	(9,134)
LOSS BEFORE CONTRIBUTIONS AND TRANSFERS	(7,378)	(32,645)
CAPITAL CONTRIBUTIONS AND TRANSFERS:		
Plant Contributed by Customers and Developers	-	8,400
Plant Contributed by Governmental Funds	-	12,695
Total Contributions and Transfers	-	21,095
CHANGE IN NET POSITION	(7,378)	(11,550)
Net Position - Beginning of Year	2,372,210	2,383,760
NET POSITION - END OF YEAR	\$ 2,364,832	\$ 2,372,210

**CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Utility Customers	\$ 631,751	\$ 609,813
Cash Paid for Sewer Share of Meter Related Expenses	(20,849)	(12,907)
Cash Payments to Suppliers for Goods and Services	(283,276)	(286,423)
Cash Payments for Employee Services	(187,090)	(185,236)
Net Cash Provided by (Used for) Operating Activities	140,536	125,247
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash Payments for Capital Assets	(27,822)	(8,400)
Cash Received from Customer Contributions	5,648	26,063
Principal Paid on Long-Term Debt	(138,984)	(134,667)
Interest Paid on Long-Term Debt	(6,828)	(11,213)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(167,986)	(128,217)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	642	-
NET CHANGE IN CASH AND CASH EQUIVALENTS	(26,808)	(2,970)
Cash and Cash Equivalents - Beginning of Year	301,135	304,105
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 274,327	\$ 301,135
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
Operating Loss	\$ (11,758)	\$ (23,511)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:		
Depreciation	153,641	153,440
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(3,472)	(7,075)
Accounts Receivable on Tax Roll	(2,162)	(253)
Prepayments	(2,395)	698
Inventories	5	(28)
Increase (Decrease) in Liabilities:		
Accounts Payable	1,284	(6,403)
Accrued Compensated Absences	5,393	8,379
Net Cash Provided by (Used for) Operating Activities	\$ 140,536	\$ 125,247
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS		
Cash and Investments per Statement of Net Position:		
Cash and Investments	\$ 95,764	\$ 122,572
Cash and Investments - Restricted	178,563	178,563
Cash and Cash Equivalents	\$ 274,327	\$ 301,135
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Capital Assets Financed Directly by Governmental Funds	\$ -	\$ 12,695
Principal and Interest Paid Directly by Biosolids Facility	24,941	24,952

CITY OF AMERY, WISCONSIN
SEWER UTILITY ENTERPRISE FUND
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)

	<u>2014</u>	<u>2013</u>
OPERATION		
Supervision and Labor	\$ 119,448	\$ 117,368
Power and Fuel for Pumping	6,598	6,689
Power and Fuel for Aeration Equipment	51,575	53,900
Chemicals	6,678	6,521
Biosolids Facility Expenses	95,873	91,091
Supplies and Expenses	26,627	22,283
Transportation Expenses	5,794	4,579
Total Operation	<u>312,593</u>	<u>302,431</u>
MAINTENANCE		
Sewer Collection System	19,021	18,322
Collection System Pumping Equipment	3,161	6,122
Treatment and Disposal Plant Equipment	23,744	38,661
General Plant Structures and Equipment	929	-
Total Maintenance	<u>46,855</u>	<u>63,105</u>
CUSTOMER ACCOUNTING AND COLLECTION		
Billing, Accounting and Collection	9,639	8,889
Meter Expense Allocation	20,849	12,907
Total Customer Accounting and Collection	<u>30,488</u>	<u>21,796</u>
ADMINISTRATIVE AND GENERAL		
Administrative and General Salaries	8,731	8,131
Office Supplies and Expenses	563	893
Outside Services Employed	5,075	4,975
Insurance Expenses	20,696	16,531
Employee Pensions and Benefits	49,272	50,848
Miscellaneous General Expenses	8,993	6,266
Rents	12,236	12,236
Total Administrative and General	<u>105,566</u>	<u>99,880</u>
Total Operation and Maintenance Expense	<u>\$ 495,502</u>	<u>\$ 487,212</u>