





COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2019

Prepared By:

Finance Office

Maxwell Gagin, Finance Director

Mandy Price, CPA, Accounting Manager

Steve Wanninger, CPA, Senior Accountant

Kelsie Bannach, Accountant

CITY OF JANESVILLE, WISCONSIN

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2019

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June 22, 2020

CITIZENS OF JANESVILLE MEMBERS OF THE CITY COUNCIL

It is our pleasure to submit to you the *Comprehensive Annual Financial Report* (CAFR) of the City of Janesville for the year ended December 31, 2019.

This report was prepared by the City's Finance Office and contains representations concerning the finances of the City. Responsibility for the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that fairly represents the City's financial position and results of operations. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included in this report.

The information presented in the *Comprehensive Annual Financial Report* is divided into three sections: Introductory, Financial, and Statistical. The financial section of this report includes Management's Discussion and Analysis (MD&A). The MD&A immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the City's financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

This report includes all of the funds and component units of the City of Janesville. The City provides a full range of services, including police and fire protection, construction and maintenance of streets, recreation and parks, community and economic development, library, and sanitation services. The water utility, wastewater utility, transit system, and stormwater utility are reported as enterprise funds. Internal service funds provide information on the operations of the risk management and vehicle operation and maintenance functions. The City has included the Janesville Community Development Authority (CDA), a legally separate organization, as a discretely presented component unit within its reporting entity.

Independent Audit

Wisconsin State Statutes require that an annual audit be conducted by an independent certified public accountant. Baker Tilly Virchow Krause, LLP, Certified Public Accountants have concluded, based upon its audit procedures, that the City's financial statements for the year ended December 31, 2019 are presented fairly in accordance with generally accepted accounting principles. The auditor's opinion is located at the front of the financial section of this report.

Internal Controls

In developing the City's overall accounting system, consideration was given to the adequacy of internal accounting controls. The City Administration is responsible for establishing and maintaining an internal

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control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. This internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and, (2) the valuation of costs and benefits requires estimates and judgments by management. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Control

The City Council has developed and maintains a Council Policy Statement concerning budgetary controls. The annual appropriation resolution adopted by the Common Council is intended to appropriate annual expenditures on a program basis. The City Manager is granted authority to allow the expenditure level for a program element to exceed the budget amount, provided that the overall program appropriation is not exceeded. The City Manager cannot use this authority to reestablish any position, program, or capital item that was specifically deleted from the program appropriation by Council motion. Amendments to the adopted General Fund budget require approval of the City Council by adoption of resolution.

Background Information

The City of Janesville, Wisconsin's tenth largest municipality is located in south central Wisconsin astride the Rock River. Wisconsin's State Capital, the City of Madison, is 40 miles northwest via Interstate 39/90. Other major population/industrial centers in the area include Beloit, Wisconsin and Rockford, Illinois, which are 10 miles and 30 miles, respectively, to the south via Interstate 39/90. Milwaukee is 71 miles to the northeast, and Chicago is 109 miles to the southeast.

In 1836, the Village of Rockport was platted on the west side of the Rock River. In 1839, Rockport was named the Rock County seat. In 1840, Mr. Henry Janes established the original plat of Janesville on the east side of the Rock River in the area of the current central business district. In 1853, seven and one-half square miles of land on both sides of the Rock River were incorporated into the City of Janesville. Population growth during the City's first 100 years was moderate but steady (1900 Census totaled 13,187, and 1950 Census 24,899), and was accommodated almost entirely within the City's original land area. However, the population doubled between 1940 and 1960. Between 1960 and 1970 the annual growth rate was over three percent per year. The growth rate between 1970 and 1980 was one percent per year. During the 1980's the population remained stable, increasing only two percent from 51,071 in 1980 to 52,210 in 1990. Between 1990 and 2000 the City experienced a population growth of 7,990, or 15.3%. The City of Janesville 2010 Census population is 63,575; this is a growth of 5.6% from the 2000 census.

Government Profile

The governing and legislative body of the City is the seven-member City Council, all of whom are elected at large on a non-partisan basis. The members serve without compensation. The City has operated under the Council-Manager form of government since 1923, longer than any other city in the state of Wisconsin. The appointed City Manager is responsible for the day-to-day operations of the City, the appointment of all staff members, and the supervision of the City's 565 full-time and part-time employees.

Major Initiatives

The local economy continued to grow, stimulated in part by the work of the City. Economic Development facilitated Tax Increment Financing Development Agreements to spur \$63.5 million in private investment, guaranteeing \$1.1 million in increment.

The City completed a street maintenance and utility program with more than 12 miles improved, which is one of the largest programs in recent history. Significant transportation infrastructure improvements include the reconstruction of the Milwaukee Street Bridge and construction of the urban street cross section on Ruger Avenue from Wright Road to USH 14.

The Janesville Police Department maintained historically low crime rates in 2019, as well as replaced body worn cameras, SWAT protective vests, and added five electric bikes to the force.

The Janesville Fire Department handled approximately 10,249 calls for service in 2019, which averages 28 incidents per day. The Department continues to be one of the busiest fire departments in the state.

The Assessor's Office completed a citywide revaluation. Prior to 2019, a citywide residential and commercial revaluation had not been completed since 2011. The completion of the revaluation showed the City's median home value increase from \$112,000 to \$147,000.

Hedberg Public Library (HPL) updated its programming and officially completed the interior renovations of its Transformation project. The Transformation project was partially funded through a capital campaign that raised nearly \$1.2 million in donations. An additional branch called HPL Express was also opened at the Janesville Mall.

The City received nearly \$16 million in grants and donations to fund operations, complete projects, fund programs, and more. The Library received nearly \$500,000 in donations, Janesville Mobilizing 4 Change (JM4C) received over \$400,000 in grants and donations, and the Janesville Transit System (JTS) received \$5 million in grants which has resulted in six replacement buses for the City's aging fleet and 11 more on the way.

The Housing Services Division saw great success with its first ever Family Empowerment Fair held in tandem with the opening of the Rent Assistance waiting list. The relationships developed at this event are on-going and have connected numerous members of the community with programs and assistance. In 2019, Housing Services administered services to 2,748 unique households averaging 484 households assisted on a monthly basis.

The Water Utility Division was awarded Wisconsin's Best-Tasting Water by the Wisconsin section of the American Water Works Association. Judging criteria includes testing the water samples for taste, smell, and appearance.

The City acquired 16 additional acres of parkland bringing the total number of City parks to 65 and a 2,611-acre park system. The Parks Division also completed Angler's Park including a handicap fishing pier and restoration of natural shoreline and re-dedicated Northeast Regional Park as Sheiffer Park in honor of Steve Sheiffer, City Manager from 1987-2008.

Economic Condition and Outlook

Janesville is the county seat of Rock County, Wisconsin, the largest community, and the center of retail activity in the Janesville-Beloit MSA. Statistics from the last two comparable Business Census documents the solid growth of Janesville's commercial base. Since 1990, over 2.0 million square feet of retail space has been constructed in Janesville. Janesville's portion of the \$2.74 billion in retail sales reported for Rock County has grown extensively from 43% in 2007 to 63% in 2015 as reported by ESRI and Infogroup. Rock County, in 2019, continues to set new records in both quarterly and annual sales and use tax collections, which demonstrates the continued growth in retail sales activities:

2019 - \$14,880,000 2018 - \$14,260,000 2017 - \$13,766,000

The City continued a positive trend of development of additional retail and commercial projects in 2019. Construction was completed on both the 89-room Marriott Towne Place Suites Hotel and the 43-room Cobblestone Hotel in downtown Janesville. Both hotels opened in mid-2019. Other commercial projects commencing and/or completing construction in 2019 include an expansion of the Aldi Grocery; Golden Corral Buffet & Grill; and a new Subway along Center Avenue. In addition to these retail projects, the City approved two development agreements for the construction of 375 market rate multi-family residential units that will start coming online in June of 2020. A third multi-family residential development project for workforce housing was approved in February of 2020 and those units will be available in Spring of 2021. Although units are under construction to come online in the near term, the City continues discussions with other interested developers regarding construction of new market rate multi-family housing as demand for additional units remains high.

The City's industrial development continues to be strong, continuing the momentum which began to surge in 2015. A 303,000 square foot speculative warehouse development was completed on Beloit Avenue within the City's South Side Industrial Park. A vacant manufacturing facility of 130,000 square feet on Barberry Drive was backfilled by Cannonball, a building product supplier. The construction of a 162,000 square foot building was completed for NaturPak Pet (a new pet food producer creating natural, wet pet food products). The company started production within the building in late 2019. Additionally, Commercial Development Company (CDC) of St. Louis, purchaser of the former General Motors manufacturing site, completed most of the demolition of the former GM facility. CDC also submitted and the City approved a redevelopment plan for the property to establish the development path for the reuse of the site.

Overall, TIF Agreements resulted in a guaranteed additional investment of over \$63.5 million dollars, real property value of \$47.5 million dollars, 375 new market rate multi-family residential units and 303,000 square foot of new industrial/warehouse space.

The Janesville-Beloit MSA continues to show strong employment numbers as the annual unemployment rate was 3.7% in 2019. A review of the MSA's job growth shows the area added about 11,000 jobs since 2011.

The local real estate market is strong with the average sale price for houses now exceeding \$184,000, which is a 9.5% increase over 2018 sales prices. The average sales price for a home in Janesville (\$184,000) is nearly 24% more than the City's median assessed home value (\$147,600). The Janesville area's strong real estate market has contributed to the City's significant growth in equalized assessed value over the past few years. The City's equalized assessed value grew 33.3% from 2015 to 2019, demonstrating Janesville's phenomenal economic recovery from the Great Recession and the closure of

General Motors.

Janesville and Rock County have continued its economic improvement with all economic indicators being above the levels before the Great Recession. Janesville's continued progressiveness in the competitive economic development marketplace with preparation of industrial sites with necessary infrastructure and its' "speed to market" approach to development approvals, has allowed the community to continue its strong residential, commercial, and industrial growth.

All of these positive factors will continue to position Janesville as "the community of choice to realize life's opportunities."

Reporting Achievements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Janesville for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2018. This was the twenty-sixth consecutive year that the City of Janesville has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish a CAFR that demonstrates a "spirit of full disclosure" to clearly communicate the City's financial story. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this *Comprehensive Annual Financial Report* (CAFR) was made possible by the dedicated commitment and hard work of each member of the Finance Office.

Mark Freitag, City Manager

Maxwell agin

Maxwell Gagin, Finance Director

Mandy Price, Accounting Manager

DIRECTORY OF OFFICIALS

CITY OF JANESVILLE, WISCONSIN General Information

ELECTED OFFICIALS

<u>CITY COUNCIL</u>	<u>TERM EXPIRES</u>
Sue Conley, Council President	April 2021
Tom Wolfe, Council Vice President	April 2021
Paul Benson	April 2022
Jim Farrell	April 2021
Susan Johnson	April 2022
Doug Marklein	April 2021
Paul Williams	April 2022

CERTIFIED PUBLIC ACCOUNTANTS

Baker Tilly Virchow Krause, LLP Madison, Wisconsin

BOND COUNSEL

Kutak Rock Chicago, Illinois

MUNICIPAL ADVISOR

Wisconsin Public Finance Professionals LLC Milwaukee, Wisconsin

CITY OF JANESVILLE, WISCONSIN General Information

APPOINTED OFFICIALS

City Manager - Mark Freitag Deputy City Manager - Ryan McCue

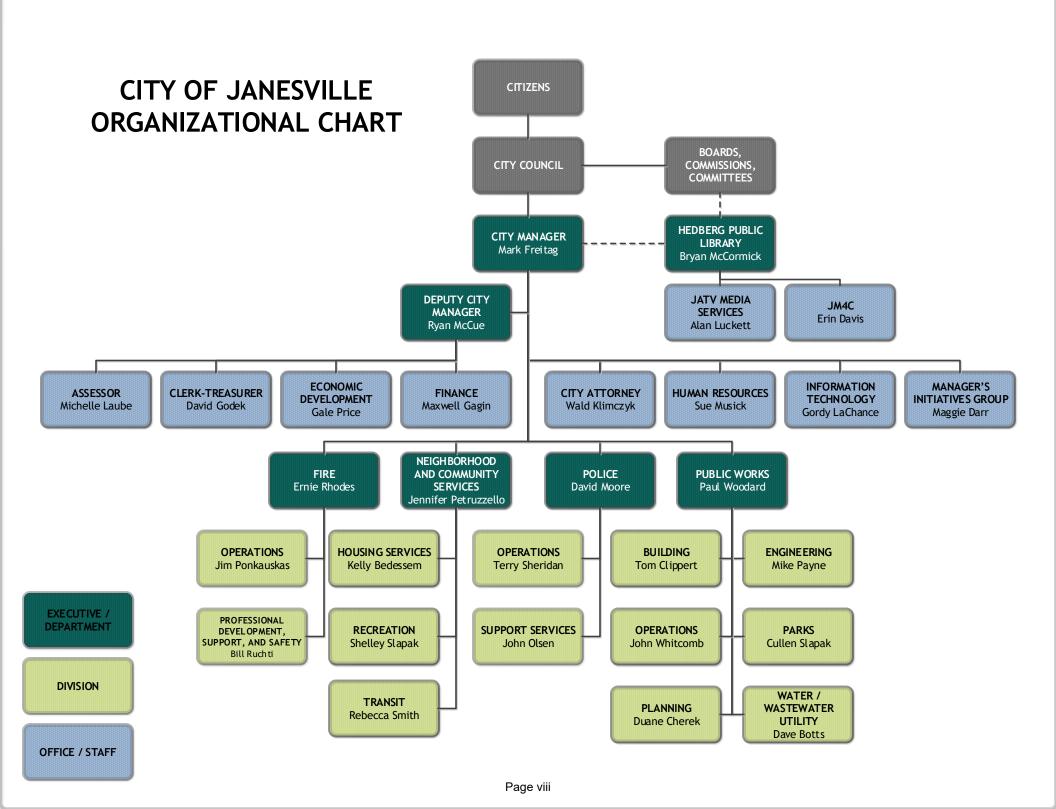
John Whitcomb, Operations Director

Department Heads

Bryan McCormick, Library Director David Moore, Chief of Police Jennifer Petruzzello, Director of Neighborhood and Community Services Ernest Rhodes III, Fire Chief Paul Woodard, Director of Public Works

Division/Office Heads

Kelly Bedessem, Housing Services Director Dave Botts, Water/Wastewater Utility Director Duane Cherek, Planning Director Tom Clippert, Building Director Maxwell Gagin, Finance Director David Godek, City Clerk-Treasurer Wald Klimczyk, City Attorney Gordy LaChance, Information Technology Manager Michelle Laube, City Assessor Susan Musick, Human Resources Director John Olsen, Deputy Chief of Police of Support Services Mike Payne, City Engineer Jim Ponkaukas, Deputy Fire Chief of Operations Gale Price, Economic Development Director Bill Ruchti, Deputy Fire Chief of Professional Development, Support, and Safety Terry Sheridan, Deputy Chief of Police of Operations Cullen Slapak, Parks Director Shelley Slapak, Recreation Director Rebecca Smith, Transit Director





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Janesville Wisconsin

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morrill

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

To the City Council City of Janesville Janesville, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Janesville, Wisconsin, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the City of Janesville'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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 over financial reporting relevant to the City of Janesville'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 City of Janesville'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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Janesville, Wisconsin, as of December 31, 2019 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

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

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit for the year ended December 31, 2019 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Janesville's basic financial statements. The supplementary information for the year ended December 31, 2019 as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information 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 for the year ended December 31, 2019, 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 supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended December 31, 2019.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City of Janesville as of and for the year ended December 31, 2018 (not presented herein), and have issued our report thereon dated June 12, 2019, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information. The supplementary information for the year ended December 31, 2018 is presented for purposes of additional analysis and is 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 2018 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended December 31, 2018.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Janesville's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

Baker Tilly Virchaw & rause, LP

In accordance with *Government Auditing Standards*, we will issue a report on our consideration of the City of Janesville's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Janesville's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Janesville's internal control over financial reporting and compliance.

Madison, Wisconsin June 10, 2020



MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

We offer readers of the City of Janesville's financial statements this narrative overview and analysis of the financial activities of the City of Janesville for the fiscal year ended December 31, 2019, with comparative data for fiscal year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our Transmittal Letter, which can be found on pages i – v of this report.

Financial Highlights

- > The assets and deferred outflows of the City of Janesville exceeded its liabilities and deferred inflows as of December 31, 2019 by \$294,336,058 (net position). Of this amount, \$289,332,968 represented the City's net investment in capital assets, \$29,465,828 was restricted, and (\$24,462,738) was unrestricted. See page 17 for details.
- > During the year, the City's total net position increased by \$5,804,131, or 2.0%. This increase indicates that the City's overall financial position improved during 2019. Governmental activities' net position increased \$1,344,772, or 0.8%, while business-type activities' net position increased \$4,459,359, or 3.7%. See page 8 for explanations for changes in net position.
- > As of December 31, 2019, the City of Janesville's Governmental Funds reported combined ending fund balances of \$36,680,205, an increase of \$4,589,576, or 14.3%, in comparison with the prior year. Approximately 39.4% of the fund balance, \$14,436,103, is available for spending at the government's discretion (Committed, Assigned, and Unassigned Fund Balance). See pages 19 22 for details.
- > The General Fund is the main operating fund of the City, and the largest component of the Governmental Funds. As of December 31, 2019, the Unrestricted Fund Balance (Assigned and Unassigned) for the General Fund was \$9,091,430, or 21.6%, of the 2019 budgeted General Fund operating expenditures. See pages 19 22 for details.
- During 2019, actual General Fund revenues and other financing sources were \$607,301 more than budgeted. Expenditures and other financing uses were \$618,141 less than budgeted. The City's original General Fund budget included usage of \$509,789 of Unassigned Fund Balance but was amended by \$571,375 to fund cost overages in the Public Works expenditure category and budget an operating contingency fund. The fund balance increased by \$144,278, or 1.5%, primarily due to over realizing revenues and under realizing expenses. See pages 102 105 for details.
- > As of December 31, 2019, the City of Janesville's Proprietary Funds reported combined ending net position of \$123,444,267, an increase of \$4,259,033, or 3.5%, for 2019. Approximately 2.7% of the net position, \$3,279,757, is unrestricted and available for spending at the government's discretion. See pages 23 25 for details.
- > The City of Janesville's total notes and revenue bonds outstanding increased by \$3.1 million, or 2.7%, to \$121.0 million. General Obligation debt increased \$5.1 million, or 5.2%, and revenue bonds decreased \$1.9 million, or 9.3%, from 2018. See pages 61 65 for details.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Janesville's basic financial statements. These basic financial statements are comprised of three components: (1) Government-Wide Financial Statements; (2) Fund Financial Statements; and, (3) Notes to the Financial Statements. This report also contains other supplementary information, in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The Government-Wide Financial Statements are designed to provide readers with a broad overview of the City of Janesville's finances, in a manner similar to a private-sector business. The Government-Wide Financial Statements can be found on pages 17 and 18 of this report.

The *Statement of Net Position* presents information on all of the City of Janesville's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Janesville is improving or deteriorating.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e. uncollected taxes and earned but unused vacation).

Both of the Government-Wide Financial Statements distinguish functions of the City of Janesville that are principally supported by taxes and inter-governmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Janesville include General Government; Public Safety; Public Works; Recreation and Parks; Community and Economic Development; and Library. The business-type activities of the City of Janesville include the Water, Wastewater, and Stormwater Utilities, and the Transit System.

In addition to these various direct operations of the City, or primary government, the Government-Wide Financial Statements also include financial information related to two legally distinct entities for which the City has financial responsibility, known as Component Units. These Component Units are the Janesville Community Development Authority (CDA) and Janesville Innovation Incorporated (JII). These entities are described in Note I of the Financial Statements. Separately issued financial statements and management discussion information are not published for these component units.

Fund Financial Statements

A *Fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Janesville, like other state and local governments, uses Fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the Funds of the City of Janesville can be divided into three categories: *Governmental Funds, Proprietary Funds, and Custodial Funds*.

<u>Governmental Funds.</u> Governmental Funds are used to account for essentially the same functions reported as governmental activities in the Government-Wide Financial Statements. However, unlike the Government-Wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of Governmental Funds is narrower than that of the Government-Wide Financial Statements, it is useful to compare the information presented for Governmental Funds with similar information presented for governmental activities in the Government-Wide Financial Statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the *Governmental Funds Balance Sheet* and the *Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances* provide a reconciliation to facilitate this comparison between Governmental Funds and governmental activities.

The City of Janesville maintains 27 individual Governmental Funds. Information is presented separately in the *Governmental Funds Balance Sheet* and in the *Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances* for the General Fund, the Sanitation Fund, the Debt Service Fund, and the Capital Projects Fund, which are considered to be major Funds. Data from the remaining 23 Governmental Funds are combined into a single, aggregated presentation. Individual Fund data for each of these non-major Governmental Funds (Special Revenue Funds including TIF districts) is provided in the form of Combining Statements later in this report. The basic Governmental Fund Financial Statements can be found on pages 19 – 22 of this report.

Proprietary Funds. Proprietary Funds are used to report the same functions presented as business-type activities in the Government-Wide Financial Statements. Proprietary Funds provide the same type of information as the Government-Wide Financial Statements, only in more detail. The City of Janesville maintains two types of Proprietary Funds: Enterprise Funds and Internal Service Funds. The Proprietary Fund Financial Statements provide separate information for the Water Utility and Wastewater Utility, which are considered to be major Enterprise Funds of the City of Janesville. Additional enterprise operations for Stormwater Utility and the Transit System are combined into a single aggregate presentation. Internal Service Funds are used to account for enterprise-like operations that provide services, on a user fee basis, primarily, or exclusively, to departmental customers within the governmental entity itself, rather than to external customers. The City of Janesville uses Internal Service Funds to account for its Vehicle Operation & Maintenance (VOM), Insurance functions, and Benefits Funding (provides funds for payment of the non-general fund debt service borrowed in 2005 to payoff the Wisconsin Retirement System prior service liability). These internal functions are reported in a single, aggregated Proprietary Fund statement presentation, and included with other governmental activities in the Government-Wide Financial Statements. The basic Proprietary Fund Financial Statements can be found on pages 23 – 27 of this report.

<u>Fiduciary Funds</u>. Fiduciary Funds are used to account for, and report assets controlled by the city and the assets are for the benefit of individuals, private organizations, and/or other governmental units. Fiduciary Funds are not reflected in the Government-Wide Financial Statement because the resources of those funds are not available to support the City of Janesville's programs. The Fiduciary Fund maintained by the City of Janesville is a Custodial Fund called the Tax Collection Fund. The Tax Collection Fund records the tax roll and tax collections for other taxing jurisdictions within the City of Janesville. The basic Custodial Fund Financial Statements can be found on pages 28 and 29 of this report.

Notes to the Financial Statements

The Notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. The *Notes to the Financial Statements* can be found on pages 30 - 95 of this report.

Supplementary Information

In addition to the basic Financial Statements and accompanying Notes, required supplementary information presents budgetary comparison schedules for the General Fund and Sanitation Fund to demonstrate compliance with the budget and complements the statement included in the basic Governmental Fund Financial Statements. The budgetary comparison schedules are found on pages 96 and 97 of this report.

The additional required supplementary information schedules show the required Wisconsin Retirement System (WRS) net pension asset/liability information as well as the other postemployment benefits (OPEB) information. While WRS is fully funded, the City has not funded the actuarial value of the OPEB. The required WRS and OPEB schedules are found on pages 98 – 100 of this report.

Additional supplementary information has been provided as part of this report. This information includes the General Fund detailed schedule of revenues and other sources, and expenditure and other uses; combining statements in connection with non-major governmental, enterprise, internal service, and agency funds; Water and Wastewater utilities operating revenues and expenses; utility plant; and component unit statement of cash flows. The supplementary information section can be found on pages 102-137 of this report.

The statistical section presents detailed information as a context for understanding the City's overall financial condition as presented in the financial statements, notes to the financial statements, and required supplementary information. The statistical section can be found at the end of this report.

Financial Analysis of the City Government-wide Statements

The City of Janesville's statements of net position at December 31, 2019 and 2018 are summarized in the table below.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Janesville, assets exceeded liabilities by \$294.3 million at the close of 2019. This is an increase of \$5.8 million, or 2.0%, above 2018.

City of Janesville
Summary Statement of Net Position

_	Government	al Activities	Business-Ty _l	oe Activities	Tot	tal
	2019	2018*	2019	2018*	2019	2018*
Current and other assets	\$91,793,609	\$96,662,405	\$23,680,737	\$24,489,137	\$115,474,346	\$121,151,542
Capital assets (net)	242,745,365	233,218,171	157,147,743	154,533,894	399,893,108	387,752,065
Total Assets	<u>334,538,974</u>	<u>329,880,576</u>	<u>180,828,480</u>	<u>179,023,031</u>	<u>515,367,454</u>	<u>508,903,607</u>
Deferred outflows of resources	28,411,957	16,698,349	2,834,441	<u>1.578.250</u> <u>31,246,398</u>		18,276,599
Current liabilities	7,705,156	7,005,709	1,760,996	2,242,941	9,466,152	9,248,650
Long-term liabilities	128,444,361	113,262,236	<u>54,115,275</u>	55,147,387	182,559,636	168,409,623
Total Liabilities	<u>136,149,517</u>	<u>120,267,945</u>	<u>55,876,271</u>	<u>57,390,328</u>	<u>192,025,788</u>	<u>177,658,273</u>
Deferred inflows of revenues	<u>58,773,545</u>	59.627,883	<u>1,478,461</u>	1,362,123	2.123 <u>60,252,006</u> <u>60</u>	
Net Position:						
Net investment in capital assets**	180,995,422	171,638,380	108,602,546	104,105,334	289,332,968	275,359,714
Restricted	18,487,197	27,517,272	10,978,631	10,667,625	29,465,828	38,184,897
Unrestricted (deficit)**	(31,454,750)	(32,472,555)	6,727,012	7,075,871	(24,462,738)	(25,012,684)
Total Net Position	<u>\$168,027,869</u>	<u>\$166,683,097</u>	<u>\$126,308,189</u>	\$121,848,830	\$294,336,058	<u>\$288,531,927</u>

^{*} Net position as of January 1, 2018 was restated due to the implementation of GASB Statement No. 75.

The largest portion of the City of Janesville's net position (approximately 98.3%) reflects its investment in capital assets (i.e., land, land improvements, buildings, furniture and fixtures, vehicles and equipment, plant in service, infrastructure and construction in progress), less any related debt used to acquire those assets that is still outstanding. The City of Janesville uses these capital assets to provide services to

^{**} The net position section includes an adjustment for capital assets ow ned by the business-type activities, but financed by the debt of the governmental activities column.

citizens; consequently, these assets are not available for future spending. Although the City of Janesville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Janesville's net position (approximately 10.0%) represents resources that are subject to external restrictions, such as grants, on how they may be used. The remaining balance is an Unrestricted Net Position of (\$24,462,738).

Net position increased \$1,344,772 (0.8%) for governmental activities and \$4,459,359 (3.7%) for business-type activities during 2019.

The following table provides a summary of the City's changes in net position.

City of Janesville Changes in Net Position

	Governmenta	l Activities	Business-Type Activities		To	al	
	2019	2018*	2019	2018*	2019	2018*	
REVENUES							
Program Revenues:							
Charges for Services	\$ 18,956,287	\$ 20,653,370	\$ 23,931,087	\$ 22,869,166	\$ 42,887,374	\$ 43,522,536	
Operating Grants & Contributions	4,780,586	4,657,543	2,070,475	2,049,077	6,851,061	6,706,620	
Capital Grants & Contributions	2,328,727	2,400,182	2,380,940	1,512,136	4,709,667	3,912,318	
General Revenues:							
Property Taxes	42,959,368	41,492,292	-	-	42,959,368	41,492,292	
Other Taxes	2,412,455	2,523,179	-	-	2,412,455	2,523,179	
Inter-Governmental Revenues Not							
Restricted to Specific Programs	6,609,965	6,214,115	-	-	6,609,965	6,214,115	
Investment Income	1,294,627	757,287	240,316	226,649	1,534,943	983,936	
Miscellaneous	1,328,219	1,494,147	9,675	6,153	1,337,894	1,500,300	
Total Revenues	80,670,234	80,192,115	28,632,493	26,663,181	109,302,727	106,855,296	
EXPENSES							
General Government	5,276,138	4,736,517			5,276,138	4,736,517	
Public Safety	32,499,009	28,724,964	-	-	32,499,009	28,724,964	
Public Works	18,979,099	16,644,640	_	_	18,979,099	16,644,640	
Recreation & Parks	4,593,900	4,151,107	_	_	4,593,900	4,151,107	
Community/Economic Dev.	11,482,642	10,368,971	_	_	11,482,642	10,368,971	
Library	4,736,450	4,594,893	_	_	4,736,450	4,594,893	
Interest and Fiscal Charges	1,674,295	1,465,467	_	_	1,674,295	1,465,467	
Water Utility	1,074,230	-	6,244,772	5,562,801	6,244,772	5,562,801	
Wastew ater Utility	_	_	9,880,251	9,623,026	9,880,251	9,623,026	
Stormwater Utility	_	_	3,780,201	3,281,193	3,780,201	3,281,193	
Transit	_	<u>-</u>	4,351,839	4,009,808	4,351,839	4,009,808	
Total Expenses	79,241,533	70,686,559	24,257,063	22,476,828	103,498,596	93,163,387	
Increase in Net Postion Before Transfers	1,428,701	9,505,556	4,375,430	4,186,353	5,804,131	13,691,909	
Transfers	(83,929)	544,135	83,929	(544,135)		-	
Increase in Net Position	1,344,772	10,049,691	4,459,359	3,642,218	5,804,131	13,691,909	
Net Position, beginning of year (as restated)	166,683,097	156,633,406	121,848,830	118,206,612	288,531,927	274,840,018	
Net Position, end of year	<u>\$ 168,027,869</u>	<u>\$ 166,683,097</u>	<u>\$ 126,308,189</u>	<u>\$ 121,848,830</u>	\$ 294,336,058	<u>\$ 288,531,927</u>	

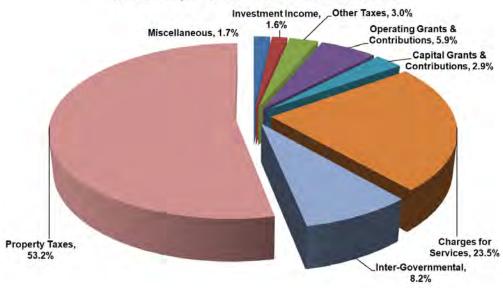
^{*} Net position as of January 1, 2018 was restated due to the implementation of GASB Statement No. 75.

Total revenues increased by \$2,447,431, or 2.3%, primarily due to increases in Property Taxes (\$1,467,076); Capital Grants & Contributions (\$797,349); and Investment Income (\$551,007). Meanwhile,

total expenses increased \$10,335,209, or 11.1%, primarily due to more Public Safety (\$3,774,045), Public Works (\$2,334,459), and Community/Economic Development (\$1,113,671) spending.

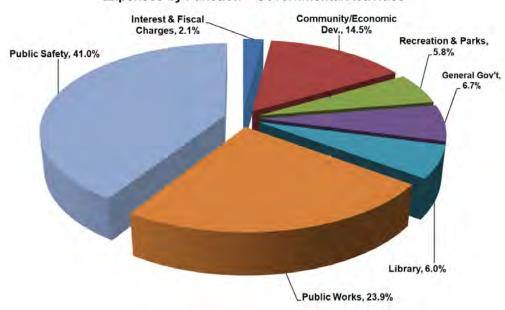
Governmental Activities. The pie chart below shows a picture of how governmental activities were funded in 2019. Property taxes are the primary source of funding for governmental services providing just over half (53.2%) of the City's total governmental revenues. Charges for Services decreased to 23.5%. Inter-Governmental Revenues increased slightly to 8.2%. Operating Grants contributed 5.9%, and Capital Grants and Contributions were 2.9%. Capital grants and contributions vary depending upon the specific capital projects.

Revenues by Source – Governmental Activities



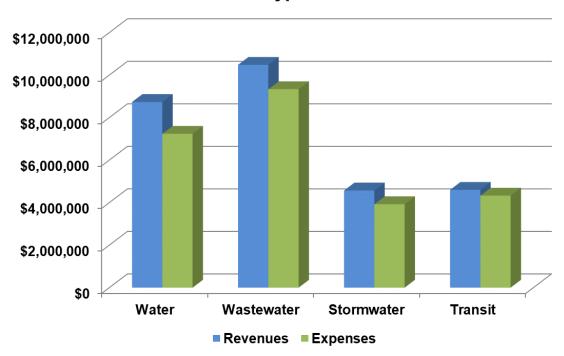
The pie chart below categorizes expenses by governmental functions. Public Safety was the largest category of expense at 41.0% of the total. Public Works was the next largest expense category with 23.9% of the total governmental activities.

Expenses by Function - Governmental Activities



<u>Business-Type Activities.</u> Business-type activities are shown in the graph below comparing program revenues to costs of the City of Janesville's business-type activities. This chart shows the Water, Wastewater and Stormwater Utilities were fully self-supporting in 2019. The Transit fund requires annual transfers from the General Fund.

Program Revenues and Expenses – Business-Type Activities



The Water Utility produced a net operating income of \$2,873,448 in 2019 compared to \$3,256,556 in 2018. The Water Utility generated operating revenue of \$8,688,631, which was \$163,132 (1.7%) more than budgeted primarily due to increased industrial water usage. Water operating expenses and payment in lieu of taxes (PILOT) transfer of \$8,884,817 were \$174,789 (2.0%) over budget due to a higher-than-anticipated personnel costs.

The Wastewater Utility produced a net operating income of \$1,074,434 in 2019 compared to \$750,491 in 2018. The Wastewater Utility generated operating revenue of \$10,408,445, which was \$80,945 (0.8%) more than budgeted. Wastewater operating expenses of \$9,334,011 were \$369,978 (4.1%) more than budgeted due to higher structure rehabilitation costs than anticipated.

The Stormwater Utility is primarily funded by user charge rates per Equivalent Runoff Unit (ERU). The rate per ERU is designed to fund the budgeted expenditures. The Stormwater Utility generated net operating income of \$445,245. This income is used to pay its debt service requirements, which were \$722,953 in 2019.

Transit received about 54% of its operating budget from combined Federal and State operating grants. Historically, this funding has remained relatively constant near the maximum. Transit Fare revenue decreased \$446 from the previous year, mostly due to decreased trips in 2019. Transit operations are funded in part by General Fund transfers, about 30% in 2019. The 2019 General Fund Subsidy for operation of the Transit system was \$1,067,418, which was \$15,650 less than budgeted primarily due to lower personnel costs.

As shown in the pie chart below, revenues from the business-type activities come primarily from Charges for Services (83.6%); Capital Grants and Contributions (8.3%); and Operating Grants (7.2%). Operating

grants and contributions are primarily State and Federal grants for the Transit System while Capital grants and contributions are capital grants for new buses and special assessments in Water and Wastewater Utilities for system expansion.

Revenues by Source – Business-Type Activities Investment Income, Operating Grants & Contributions, 7.2% Capital Grants & Contributions, 8.3% Charges for Services.

Financial Analysis of the City's Major Funds

83.6%

As noted earlier, the City of Janesville uses Fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

<u>Governmental Funds.</u> The focus of the City of Janesville's Governmental Funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Janesville's financing requirements. In particular, Unrestricted Fund Balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2019, the City of Janesville's Governmental Funds reported combined ending balances of \$36,680,205, an increase of \$4,589,576, or 14.3%, in comparison with the prior year. The Nonspendable Fund Balance is reserved for long-term receivables (\$425,120) which are unavailable for spending or prepaid items and inventories (\$273,641) that have already been spent. The Restricted Fund Balance of \$21,545,341 is restricted by creditors, grantors, or property tax levies to pay: (1) debt service (\$4,883,568); (2) capital projects activities (\$6,172,705); and (3) special revenue activities (\$10,489,068). Approximately \$14.4 million, or 39.4% of the fund balance, constitutes Committed, Assigned, and Unassigned Fund Balance. These balances include \$859,793 that has been committed to special revenue purposes by resolutions and ordinances, \$2,997,162 committed for Sanitation, \$473,531 assigned to fund the 2020 budget, \$3,344,926 assigned to future capital projects, and unassigned funds of \$6,760,691.

The *General Fund* is the chief operating fund of the City of Janesville. As of December 31, 2019, the total fund balance of the General Fund was \$9,516,550, of which \$9,091,430 was unrestricted (Assigned and Unassigned). This Unrestricted Fund Balance represents approximately 17.7% of total General Fund expenditures and transfers out for 2019, while the total fund balance represents approximately 18.6% of that same amount.

The City of Janesville's General Fund balance increased \$144,278 versus a budgeted decrease of \$1,081,164 in 2019. Revenues exceeded the budgeted amount by \$572,484 while expenditures were under budget by \$602,491 and other financing sources (uses) were \$50,467 under budget when netted. The net increase in the General Fund balance is primarily due to over realized Investment Income, Rents, and Fines (\$573,022); Community Development Permits (\$174,880); and State and Federal Aids (\$62,290) revenue and under realized General Government (\$392,129); Community and Economic Development (\$132,969); and Public Works (\$40,991) expenditures.

The Sanitation Fund provides for the collection of trash and recyclables and the related disposal cost of the sanitary landfill and compost site. The total fund balance as of December 31, 2019 was \$2,997,162, a decrease of \$27,352, or 0.9%, from 2018. This is primarily due to increased costs to process and market recyclables in 2019. Operating revenue was under realized by \$37,411 primarily due to less tonnage received. The sanitary landfill received 169,710 tons of waste in 2019, which is 18,316 tons less than last year. Operating expenses were over budget by \$272,864 primarily due to increased costs to process and market recyclables in 2019.

The *Debt Service Fund* has a total fund balance of \$4,883,568, all of which is restricted for the payment of debt service. The fund balance increased by \$1,058,730, or 27.7%, in 2019.

The Capital Projects Fund provides funding for capital projects of the City of Janesville, or other unique expenditures that are not normal operating or maintenance-type expenditures reportable within the General Fund or other Governmental Funds. The total fund balance as of December 31, 2019 was \$9,749,272, an increase of \$1,956,606, or 25.1%, from the previous year. The increase is primarily due to delayed construction projects resulting in unspent note proceeds.

The aggregated *Other Governmental Funds* column includes various special revenue funds, such as Tax Incremental Financing (TIF) accounts, that are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The accumulated fund balances for these accounts increased by \$1,457,314, or 18.0%, in 2019 primarily due to excess tax increment and unspent note proceeds in TIF District No. 35.

<u>Proprietary Funds.</u> The City of Janesville's Proprietary Funds provide the same type of information found in the Government-Wide Financial Statements, but in more detail.

The net position of the City's Enterprise Funds increased by 4,259,033, or 3.6%, to \$123.4 million as of December 31, 2019. Most of this increase is due to assets placed into service. Meanwhile, the net position of the City's Internal Service Funds decreased by \$962,141 to \$2,943,671 primarily due to poor claims experience compared to last year.

General Fund Budgetary Highlights

The Budgetary Comparison Schedule – General Fund indicates that the amended 2019 budget for expenditures and transfers out was \$51,913,756, funded by anticipated property taxes and revenues (\$49,332,592) and the Water Utility payment-in-lieu-of-taxes (\$1,500,000), and the application of available reserves (\$1,081,164). The 2019 budget was amended by \$571,375 to fund cost overages in the Public Works expenditure category and budget an operating contingency fund.

Actual revenues and transfers resulted in a favorable revenue variance of \$607,301, or 1.2%, more than the amount budgeted for 2019.

The major revenue budget to actual variances are as follows:

- General Fund Tax Levy \$44,904 less than budget due primarily to refunds paid for claims of excessive assessment
- Cable TV \$38,559 more than budget and \$9,711 more than last year

- Community Development Permits \$174,880 more than budget primarily due to increased commercial construction activity
- Investment Income \$593,877 more than budget as interest rates and the City's cash position continue to increase. This is the highest amount of Investment Income earned since 2008
- Shared Taxes from State \$57,362 more than budget due to receiving more State Shared Revenue than anticipated
- Fire Department Service Charges \$239,197 less than budget primarily due to an increase in the ambulance billing write off percentage for Medicare and Medicaid patients

The expenditure and transfer budget results after the supplemental appropriation yielded a favorable variance of \$618,141, or 1.2%, less than the amended budget.

- General Government Budget savings of \$392,129 were realized primarily in wages, salaries, and benefits related to vacant positions as well as unspent operating contingency funds
- Public Works Budget savings of \$40,991 were realized primarily in wages, salaries, and benefits related to vacant positions
- Community and Economic Development Budget savings of \$132,969 were realized primarily in wages, salaries, and benefits related to vacant positions

Additional information on the General Fund budget performance can be found in the supplementary information schedules on pages 102 – 105.

Capital Assets and Long-Term Debt

<u>Capital Assets.</u> In accordance with the implementation requirements of GASB No. 34, the City has recorded historical cost and accumulated depreciation associated with all of its capital assets, including infrastructure. As shown in the table below, the City reported capital assets net of accumulated depreciation for its governmental and business-type activities of \$399.9 million as of December 31, 2019.

City of Janesville

Capital Assets, Net of Accumulated Depreciation

	Government	al Activities	Business-Typ	e Activities	Tot	al
	2019	2018*	2019	2018*	2019	2018*
Land	\$37,067,584	\$37,033,283	\$1,036,345	\$1,033,509	\$38,103,929	\$38,066,792
Construction in Progress	9,073,944	3,353,236	1,439,533	989,693	10,513,477	4,342,929
Land Improvements	10,224,190	10,023,684	937,694	937,694	11,161,884	10,961,378
Buildings	47,627,848	45,780,119	43,799,919	43,799,919	91,427,767	89,580,038
Furniture and Fixtures	9,173,852	9,040,362	4,719,958	5,130,787	13,893,810	14,171,149
Vehicles and Equipment	30,384,853	29,262,034	39,385,994	36,707,989	69,770,847	65,970,023
Plant in Service	-	-	157,881,076	152,452,481	157,881,076	152,452,481
Infrastructure	216,763,528	210,120,986			216,763,528	210,120,986
Total Capital Assets	\$360,315,799	\$344,613,704	\$249,200,519	\$241,052,072	\$609,516,318	\$585,665,776
Less Accumulated						
Depreciation	<u>(117,570,434)</u>	(111,395,532)	(92,052,776)	<u>(86,518,178)</u>	(209,623,210)	(197,913,710)
Capital Assets Net of						
Depreciation	\$242,745,365	\$233,218,172	<u>\$157,147,743</u>	<u>\$154,533,894</u>	\$399,893,108	<u>\$387,752,066</u>

In 2019, capital asset additions were \$30,266,854 and retirements were \$6,416,312. Significant capital asset additions include the following:

Water Utility	Transmission and Distribution System Construction/Additions	4,212,929
Wastewater Utility	Collection System Construction/Additions	1,395,642
Transit	Buses and Equipment	2,615,460
Infrastructure	Street Construction/ Reconstruction Sidewalks Riverwall/Retaining Wall Street Lights Storm Sewer	3,642,260 1,787,397 596,464 257,253 254,321
Land and Building	Hedberg Public Library Improvements	2,035,153
Furniture and Fixtures	Hedberg Public Library	474,128
Vehicles & Capital Equipment	2020 International - Dump Trucks (3) 2019 Ford F550 Horton - JFD Ambulance 2019/2020 Ford Explorer Interceptor - JPD Patrol Vehicles (7) 2019 Elgin Pelican - Street Sweeper 2020 International - Asphalt Patcher	522,971 276,257 243,551 196,596 78,775

Additional information of the City of Janesville's capital assets can be found in Note IV.D on pages 52-57.

<u>Long-Term Debt.</u> At the end of the current fiscal year, the City of Janesville has \$121.0 million of long-term notes, bonds, and capital leases outstanding, as summarized in the following table.

City of Janesville Notes and Bonds Outstanding

	Government	tal Activities	Business Ty	pe-Activities	Total		
	2019	2018*	2019	2018*	2019	2018*	
General Obligation Bonds and Notes	\$72,334,000	\$67,242,000	\$29,921,000	\$29,953,000	\$102,255,000	\$97,195,000	
Revenue Bonds			18,768,104	20,688,769	18,768,104	20,688,769	
Total	\$72,334,000	\$67,242,000	<u>\$48,689,104</u>	<u>\$50,641,769</u>	<u>\$121,023,104</u>	<u>\$117,883,769</u>	

The 2019 rating for the City of Janesville from Standard and Poor's Global Ratings for General Obligation Debt remained at "AA".

State Statutes limit the amount of General Obligation Debt a governmental entity may issue to 5% of its total equalized valuation. The current debt limitation for the City of Janesville is \$265,796,105 which significantly exceeds the City of Janesville's current outstanding General Obligation debt of 102,255,000.

As of December 31, 2019, the City of Janesville's outstanding General Obligation debt equaled 38.5% of the State authorized debt limit.

The City of Janesville issued General Obligation Promissory Notes to finance the annual capital improvement program (CIP). The issue closed on July 9, 2019. It included funding for street infrastructure improvements (\$7,243,000); water, wastewater, and stormwater infrastructure improvements (\$4,916,000); developer incentive payment to SHINE Medical Technologies (\$3,015,000); City Hall and Library improvements (\$2,800,000); and preliminary construction of the Sanitary Landfill expansion (\$2,000,000).

Additional information of the City of Janesville's long-term debt can be found in Note IV.F. on pages 61 – 65 and in the *Statistical Information* section of this report.

Economic Factors and Next Year's Budget and Rates

- > The annual unemployment rate for the City of Janesville was 3.7% for 2019, an increase from 3.2% in 2018. This compares to the unemployment rate of 3.3% for the State of Wisconsin and a national unemployment rate of 3.7% in 2019.
- > The City's total equalized property value at January 1, 2019 was \$5,315,922,100. This compares to the previous year's total of \$4,910,020,700, an 8.3% increase. The City's equalized assessed value has grown 33.3% since 2015, which is nearly twice as much as our peer cities' average (17.6%) and the State of Wisconsin (18.4%) over the same period.
- > The Janesville City Council adopted the 2020 general city budget (General Fund and Library) that included a 0.4% increase in non-property tax revenue and applied fund balance and a 1.4% increase in total expenditures funded by a 1.2% increase in the property tax levy. When combined with a 24.3% increase in assessed property valuation, the property tax rate decreased by 18.6%.
- > The State of Wisconsin continues to limit municipalities' ability to levy taxes. Generally, the City is limited to its prior year tax levy dollar amount (excluding TIF districts), increased by the percentage increase in value due to new construction, or zero percent. Changes in debt service from one year to the next are generally exempt from levy limits. The City is also required to reduce its allowable levy by fee revenue it collects for certain services if they were funded by the tax levy in the prior year. Levies may exceed the allowable limits if approved by referendum.
- > In December 2019, a novel strain of coronavirus was reported in Wuhan, Hubei province, China. In the first several months of 2020, the virus, SARS-CoV-2, and resulting disease, COVID-19, spread to the United States, including to areas impacting the City of Janesville. The City's evaluation of the effects of these events is ongoing; however, we anticipate this situation could impact:
 - Investment valuations and decreased investment income
 - Declines in revenues such as room tax, ambulance transport fees, state aids, fines, or tickets
 - Decline in demand for services such as transit; recreational activities; or permits & licenses.
 - Increase in delinquencies or uncollectible accounts receivable or loans receivable

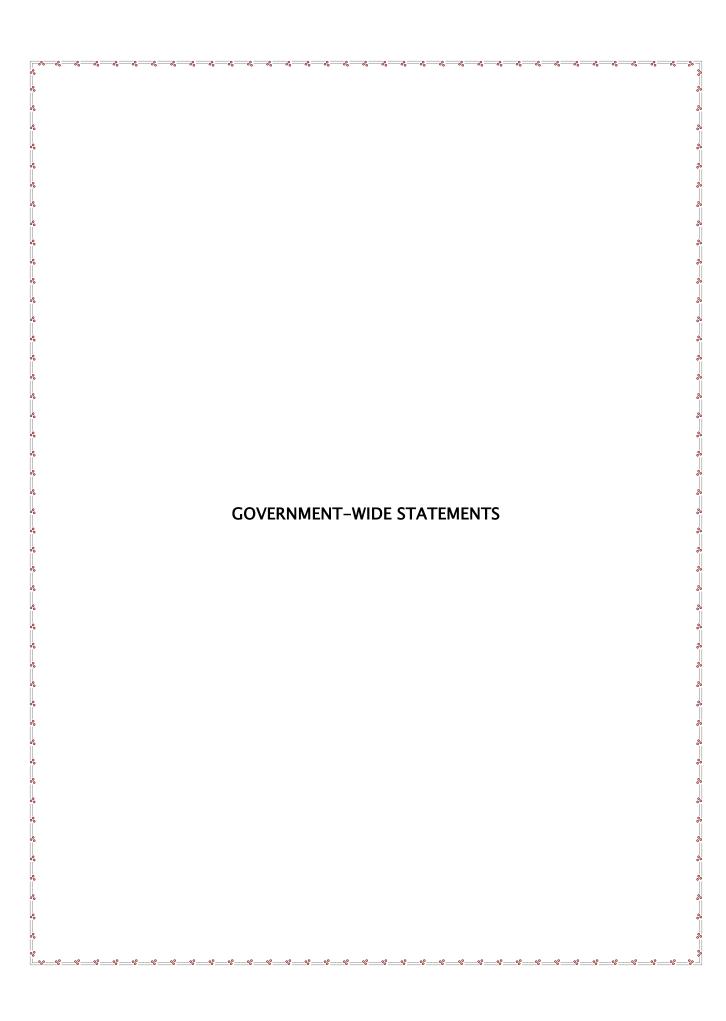
The extent of the impact of COVID-19 on the City's operational and financial performance will depend on future developments, including the duration and spread of the outbreak and related governmental or other regulatory actions.

Request for Information

This Comprehensive Annual Financial Report (CAFR) is designed to provide our citizens, customers, investors, and creditors with a general overview of the City of Janesville's finances and to provide accountability for the financial resources it receives. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed as follows:

City of Janesville Finance Office 18 North Jackson Street P.O. Box 5005 Janesville, WI 53547-5005

General information relating to the City of Janesville, Wisconsin, can be found at the City's website at http://www.ci.janesville.wi.us.



CITY OF JANESVILLE

STATEMENT OF NET POSITION As of December 31, 2019

	G	overnmental Activities		Business- type Activities	_	Totals	Co	mponent Unit
ASSETS Cash and investments	\$	36,955,210	\$	1,202,511	\$	38,157,721	\$	4,134
Receivables (net)	Φ	30,933,210	Ф	1,202,511	Φ	30,137,721	Ф	4,134
Taxes receivable		44,374,753		-		44,374,753		_
Accounts		5,535,998		7,654,627		13,190,625		2,648
Special assessments receivable		834,594		180,377		1,014,971		-
Other receivables		69,152		178,405		247,557		-
Prepaid items and inventories		642,238		527,426		1,169,664		-
Internal balances		(1,313,989)		1,313,989		-		-
Restricted assets				10.000.100		10.000.100		
Cash and investments		1 604 120		12,623,402		12,623,402		-
Deposit with risk pool Loans receivable (net)		1,604,120 3,091,533		-		1,604,120 3,091,533		-
Capital Assets		3,091,333		-		3,091,333		-
Land		37,067,584		1,036,345		38,103,929		_
Construction in progress		9,073,944		1,439,533		10,513,477		_
Other capital assets, net of depreciation		196,603,837		154,671,865		351,275,702		15,040
Total Assets		334,538,974	_	180,828,480	_	515,367,454		21,822
		, , .	_		_			,
DEFERRED OUTFLOWS OF RESOURCES								
Deferred outflows related to pensions		26,377,048		2,637,788		29,014,836		-
Deferred outflows related to health insurance OPEB		1,825,632		163,321		1,988,953		_
Deferred outflows related to life insurance OPEB		209,277		33,332		242,609		-
Total Deferred Outflows of Resources		28,411,957	_	2,834,441	_	31,246,398	_	
LIABILITIES								
Accounts payable and accrued liabilities		7,705,156		1,584,844		9,290,000		30,527
Payable from restricted assets		-		176,152		176,152		-
Noncurrent liabilities		40.400.000		7 400 740		00.045.040		
Due within one year		16,182,929		7,132,719		23,315,648		-
Due in more than one year		04 405 007		10 007 704		400 400 404		
Long-term debt and compensated absences		61,105,337		42,297,764		103,403,101		-
Net pension liability		9,811,466		880,792		10,692,258		-
Health insurance OPEB Life insurance OPEB		39,950,385		3,573,942		43,524,327		-
	_	1,394,244	_	230,058	_	1,624,302	_	20.507
Total Liabilities		136,149,517	_	55,876,271		192,025,788	_	30,527
DEFERRED INFLOWS OF RESOURCES								
Deferred revenues		43,590,342		-		43,590,342		-
Deferred inflows related to pensions		13,491,745		1,331,077		14,822,822		-
Deferred inflows related to health insurance OPEB		1,318,386		85,972		1,404,358		-
Deferred inflows related to life insurance OPEB		373,072		61,412		434,484		<u> </u>
Total Deferred Inflows of Resources		58,773,545	_	1,478,461	_	60,252,006		
NET POSITION								
Net investment in capital assets		180,995,422		108,602,546		289,332,968		15,040
Restricted for								
Equipment replacement		-		8,438,839		8,438,839		-
Debt service		5,398,937		2,539,792		7,938,729		-
Grants		4,740,682		-		4,740,682		-
Library TIE dietricte		537,455		-		537,455		-
TIF districts Landfill long-term care		4,343,999 3,466,124		-		4,343,999 3,466,124		-
Unrestricted (deficit)		(31,454,750)	_	6,727,012		(24,462,738)		(23,745)
TOTAL NET POSITION (DEFICIT)	\$	168,027,869	\$	126,308,189	\$	294,336,058	\$	(8,705)

See accompanying notes to financial statements.

CITY OF JANESVILLE

STATEMENT OF ACTIVITIES For the Year Ended December 31, 2019

Primary Government				Net Expenses (Rev Changes in Net											
Primary Government			COMMON		Pi		es	am Revenue	Progr	ı					
Primary Government				-		Capital		Operating	(
Expenses Services Contributions Contributions Activities Activities Totals Unit	nent	Comp		Business-type	Governmental	•				harges for	С				
Governmental Activities	.t	Un	Totals	Activities	Activities	ontributions	С	ontributions	Co	Services		enses	Exp	-	Functions/Programs
Covernmental Activities															Primary Government
General government															•
Public safety Public safety Public works 18,979,099 9,553,718 868,229 1,861,255 (6,695,897) - (6,695,897) - (6,695,897) Public works Recreation and parks 4,593,900 2,199,420 (2,394,480) - (2,394,480) Community and economic development 11,482,642 721,083 1,014,006 448,928 (9,298,625) - (9,298,625) - (9,298,625) - (2,482,929) Interest and fiscal charges 1,674,295 Total Governmental Activities Public works Water Utility 6,244,772 Wastewater Utility 9,880,251 Total Business-type Activities Water Utility 9,880,251 10,408,445 Transit 10,408,445 Total Business-type Activities Total Primary Government 11,482,642 11,674,295 11,674,295 11,674,295 11,674,295 12,000,000 12,000,667 13,769,201 13,498,596 14,288,7374 15,831,831 16,861,261 16,861,262 16,861,262 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 16,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,861,263 18,8			(2,639,173)	\$ - \$	\$ (2,639,173)	-	\$	2,047,032	\$	589,933	\$	276,138	\$ 5		
Recreation and parks			(27,990,534)	-				361,584		4,128,347		499,009	32		Public safety
Community and economic development Lit, 482, 642			(6,695,897)	-	(6,695,897)	1,861,255		868,229		9,553,718		979,099	18		Public works
Library 4,736,450 1,763,786 489,735 - (2,482,929) - (2,482,929) Interest and fiscal charges 1,674,295 (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) - (1,674,295) -			(2,394,480)	-	(2,394,480)	-		-		2,199,420		593,900	4		Recreation and parks
Interest and fiscal charges			(9,298,625)	-	(9,298,625)	448,928		1,014,006		721,083		482,642	11		Community and economic development
Total Governmental Activities 79,241,533 18,956,287 4,780,586 2,328,727 (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175,933) - (53,175			(2,482,929)	-		-		489,735		1,763,786		736,450	4		,
Business-type Activities Water Utility 6,244,772 8,688,631 - 44,335 - 2,488,194 2,488,194 Wastewater Utility 9,880,251 10,408,445 - 72,473 - 600,667 600,667 Stormwater Utility 3,780,201 4,369,865 - 200,000 - 789,664 789,664 789,664 Transit 4,351,839 464,146 2,070,475 2,064,132 - 246,914 246,914 246,914 246,914 246,914 246,914 246,914 246,914 246,914 24,257,063 23,931,087 2,070,475 2,380,940 - 4,125,439 4,125,439 Component Unit- Community Development Authority \$3,044,553 \$59,223 \$2,888,867 \$(96, General Revenues Taxes Property taxes, levied for general purposes Property taxes, levied for the library Property taxes, levied for the library Property taxes, levied for TIF Districts Other taxes 1 44,335 - 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,48,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,48,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,488,194 2,070,475 2,380,940 2,380,940 2,380,940 2,380			(1,674,295)		(1,674,295)	<u>-</u>		<u>-</u>		-		374,29 <u>5</u>	1	-	Interest and fiscal charges
Water Utility 6,244,772 8,688,631 - 44,335 - 2,488,194 2,488,194 Wastewater Utility 9,880,251 10,408,445 - 72,473 - 600,667 600,667 Stormwater Utility 3,780,201 4,369,865 - 200,000 - 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789,664 789			(53,175,933)		(53,175,933)	2,328,727		4,780,586		18,956,287		241,533	79	-	Total Governmental Activities
Wastewater Utility 9,880,251 10,408,445 - 72,473 - 600,667 600,667 Stormwater Utility 3,780,201 4,369,865 - 200,000 - 789,664 789,664 Transit 4,351,839 464,146 2,070,475 2,064,132 - 246,914 246,914 Total Business-type Activities 24,257,063 23,931,087 2,070,475 2,380,940 - 4,125,439 4,125,439 Total Primary Government \$103,498,596 \$42,887,374 \$6,851,061 \$4,709,667 (53,175,933) 4,125,439 (49,050,494) Component Unit- Community Development Authority \$3,044,553 \$59,223 \$2,888,867 - - - - - \$(96,000,494) General Revenues Taxes Property taxes, levied for general purposes 33,069,817 - 33,069,817 - 3414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 6,474,765 - 6,474,765 -<															Business-type Activities
Stormwater Utility 3,780,201 4,369,865 - 200,000 - 789,664 789,664 Transit 4,351,839 464,146 2,070,475 2,064,132 - 246,914 246,914 Total Business-type Activities 24,257,063 23,931,087 2,070,475 2,380,940 - 4,125,439 4,125,439 Total Primary Government \$103,498,596 \$42,887,374 \$6,851,061 \$4,709,667 (53,175,933) 4,125,439 (49,050,494) Component Unit- Community Development Authority \$3,044,553 \$59,223 \$2,888,867 - - - - \$(96,900,494) General Revenues Taxes Property taxes, levied for general purposes 33,069,817 - 33,069,817 - 33,069,817 - 33,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 3,414,786 <t< td=""><td></td><th></th><td>2,488,194</td><td>2,488,194</td><td>-</td><td>44,335</td><td></td><td>-</td><td></td><td>8,688,631</td><td></td><td>244,772</td><td>6</td><td></td><td>Water Utility</td></t<>			2,488,194	2,488,194	-	44,335		-		8,688,631		244,772	6		Water Utility
Transit 4,351,839 464,146 2,070,475 2,064,132 - 246,914 246,914 Total Business-type Activities 24,257,063 23,931,087 2,070,475 2,380,940 - 4,125,439 4,125,439 Total Primary Government \$103,498,596 \$42,887,374 \$6,851,061 \$4,709,667 (53,175,933) 4,125,439 (49,050,494) Component Unit- Community Development Authority \$3,044,553 \$59,223 \$2,888,867 - - - - \$6,96,049 General Revenues Taxes Property taxes, levied for general purposes 33,069,817 - 33,069,817 - 33,069,817 - 33,414,786 - 3,414,786 - 3,414,786 - 3,414,786 - 6,474,765 - 6,474,765 - 6,474,765 - 6,474,765 - 6,474,765 - 6,474,765 - 2,412,455 - 2,412,455 - 2,412,455 - 2,412,455 - 2,412,455 -			600,667	600,667	-	72,473		-		10,408,445		880,251	9		Wastewater Utility
Total Business-type Activities 24,257,063 23,931,087 2,070,475 2,380,940 - 4,125,439 4,125,439 Total Primary Government \$103,498,596 \$42,887,374 \$6,851,061 \$4,709,667 (53,175,933) 4,125,439 (49,050,494) Component Unit- Community Development Authority \$3,044,553 \$59,223 \$2,888,867 \$ \$(96, 96, 96, 96) General Revenues Taxes Property taxes, levied for general purposes Property taxes, levied for the library Property taxes, levied for TIF Districts Other taxes Other taxes Total Primary Government \$103,498,596 \$42,887,374 \$6,851,061 \$4,709,667 (53,175,933) 4,125,439 (49,050,494) - 4,125,439 4,125,439 (49,050,494) - 5,888,867 \$ \$(96, 96, 96, 96, 96, 96, 96, 96, 96, 96,			789,664	789,664	-	200,000		-		4,369,865		780,201	3		Stormwater Utility
Total Primary Government \$\\\\$103,498,596 \\\\$42,887,374 \\\$6,851,061 \\\$4,709,667 \\((53,175,933)\) 4,125,439 \\((49,050,494)\) Component Unit- Community Development Authority \$\\\\$3,044,553 \\\$59,223 \\\$2,888,867 \\\$ \\\$(96, \) General Revenues Taxes Property taxes, levied for general purposes Property taxes, levied for the library Property taxes, levied for TIF Districts Other taxes Other taxes \$\\\\$103,498,596 \\\$42,887,374 \\\$6,851,061 \\\$59,223 \\\$2,888,867 \\\$59,223 \\\$2,888,867 \\\$ \\\$96, \$\\\\$3,069,817 \\ 3,3,069,817 \\ 3,414,786 \\ 6,474,765 \\ 6,474,765 \\ 2,412,455 \\ 2,412,455 \\ 3,412,455			246,914	246,914		2,064,132		2,070,475		464,146		351,839	4	<u>-</u>	Transit
Component Unit- Community Development Authority \$ 3,044,553 \$ 59,223 \$ 2,888,867 \$ \$ (96, 96, 96) General Revenues Taxes Property taxes, levied for general purposes Property taxes, levied for the library Property taxes, levied for TIF Districts Other taxes Other taxes 13,069,817 - 33,069,817 - 33,069,817 - 3,414,786 - 3,414,786 - 3,414,786 - 6,474,765 - 6,474,765 - 6,474,765 - 6,474,765 - 2,412,455			4,125,439	4,125,439		2,380,940		2,070,475		23,931,087		257,063	24	-	Total Business-type Activities
General Revenues 33,069,817 - 33,069,817 Property taxes, levied for general purposes 3414,786 - 3,414,786 Property taxes, levied for the library 3,414,786 - 6,474,765 Property taxes, levied for TIF Districts 6,474,765 - 6,474,765 Other taxes 2,412,455 - 2,412,455			(49,050,494)	4,125,439	(53,175,933)	4,709,667	\$	6,851,061	\$	42,887,374	\$	498,596	\$ 103	9	Total Primary Government
Taxes 33,069,817 33,069,817 33,069,817 Property taxes, levied for the library 3,414,786 - 3,414,786 Property taxes, levied for TIF Districts 6,474,765 - 6,474,765 Other taxes 2,412,455 - 2,412,455	6,463)	\$ (9				<u>-</u>	\$	2,888,867	\$	59,223	\$	044,553	\$ 3	Authority	Component Unit- Community Development Author
Property taxes, levied for general purposes 33,069,817 - 33,069,817 Property taxes, levied for the library 3,414,786 - 3,414,786 Property taxes, levied for TIF Districts 6,474,765 - 6,474,765 Other taxes 2,412,455 - 2,412,455															
Property taxes, levied for the library 3,414,786 - 3,414,786 Property taxes, levied for TIF Districts 6,474,765 - 6,474,765 Other taxes 2,412,455 - 2,412,455															
Property taxes, levied for TIF Districts 6,474,765 - 6,474,765 Other taxes 2,412,455 - 2,412,455	-			-	, ,									ses	
Other taxes 2,412,455 - 2,412,455	-			-	, ,										
	-			-	, ,										
	-		, ,	-	, ,									d to aposific programs	
	599													u to specific programs	•
Miscellaneous 1,328,219 9,675 1,337,894	399														
	599														
Total General Revenues	599		34,634,623	249,991	54,604,634										Total General Revenues
Transfers			<u> </u>	83,929	(83,929)										Transfers
Change in Net Position 1,344,772 4,459,359 5,804,131 (95,	5,864)	(9	5,804,131	4,459,359	1,344,772										Change in Net Position
NET POSITION - Beginning of Year <u>166,683,097</u> <u>121,848,830</u> <u>288,531,927</u> <u>87,</u>	7,159	8	288,531,927	121,848,830	166,683,097										NET POSITION - Beginning of Year
NET POSITION (DEFICIT) - END OF YEAR \$ 168,027,869 \$ 126,308,189 \$ 294,336,058 \$ (8,	3,70 <u>5</u>)	\$ (294,336,058	<u>\$ 126,308,189</u> <u>\$</u>	\$ 168,027,869									/EAR	NET POSITION (DEFICIT) - END OF YEAR

MAJOR GOVERNMENTAL FUNDS General Fund - This fund accounts for the city's primary operating activities. Principal sources of revenue are property taxes, licenses and permits, and state shared revenues. Primary expenditures are for police protection, fire protection, public works, recreation activities, maintenance of parks, and general administration. Sanitation Fund - This fund accounts revenues that are legally restricted to

support expenditures for the recycling programs, solid waste collection,

<u>Debt Service Fund</u> - This fund accounts for resources that are restricted for the payment of principal and interest on long-term debt other than enterprise fund

<u>Capital Projects Fund</u> – This fund accounts for long-term borrowing and other resources that are restricted, committed, or assigned to be used for capital

composting facility, solid waste disposal and landfill operations.

debt.

improvement projects.

BALANCE SHEET GOVERNMENTAL FUNDS As of December 31, 2019

ASSETS	General Fund	Sanitation	Debt Service	Capital Projects	Other Governmental Funds	Totals
Cash and investments	\$ 5,979,561	\$ 1,814,667	\$ 4,862,637	\$ 10,330,945	\$ 11,062,313	\$ 34,050,123
Receivables						
Taxes	34,313,688	287,707	384,310	-	9,389,047	44,374,752
Accounts	1,956,405	1,327,827	-	735,893	1,225,492	5,245,617
Special assessments	-	-	480,121	-	37,655	517,776
Delinquent special assessments	-	-	316,818	-	-	316,818
Accrued investment income	69,152	-	-	-	-	69,152
Due from other funds	3,311,850	-	-	393,797	-	3,705,647
Inventories	-	-	-	231,641	-	231,641
Prepaid items	3,220	-	-	-	42,000	45,220
Loans receivable (net)					3,091,533	3,091,533
TOTAL ASSETS	\$ 45,633,876	\$ 3,430,201	\$ 6,043,886	\$ 11,692,276	\$ 24,848,040	\$ 91,648,279

					Other			
	General		Debt	Capital	Governmental			
	Fund	Sanitation	Service	Projects	Funds	Totals		
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities	* 4.000.000	Φ 000 044	6 0.074	A. 540.000	A 000 400	* 0.004.000		
Accounts payable Accrued liabilities	\$ 1,236,082 557,375	\$ 380,914 52,125	\$ 2,674	\$ 1,543,063 6,144	\$ 832,166 94,844	\$ 3,994,899 710,488		
Due to other funds			393,797		1,761,914	2,155,711		
Total Liabilities	1,793,457	433,039	396,471	1,549,207	2,688,924	6,861,098		
Deferred Inflows of Resources Deferred revenues	34,094,065	_	_	_	9,496,276	43,590,341		
Unavailable revenues	229,804	_	763,847	393,797	3,129,187	4,516,635		
Total Deferred Inflows of Resources	34,323,869		763,847	393,797	12,625,463	48,106,976		
Total Deletted Illilows of Nesources	34,323,009	· 	703,047	393,797	12,023,403	48,100,970		
Fund Balances								
Nonspendable	425,120	-	-	231,641	42,000	698,761		
Restricted	-	- 0.007.400	4,883,568	6,172,705	10,489,068	21,545,341		
Committed	- 473,531	2,997,162	-	3,344,926	859,793	3,856,955		
Assigned Unassigned (deficit)	8,617,899	_	-	3,344,920	(1,857,208)	3,818,457 6,760,691		
• , ,		2,007,162	4 002 560	0.740.272				
Total Fund Balances	9,516,550	2,997,162	4,883,568	9,749,272	9,533,653	36,680,205		
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 45,633,876	\$ 3,430,201	\$ 6,043,886	\$ 11,692,276	\$ 24,848,040			
Amounts reported for governmental activities in the stat	ement of net po	sition are different	t because:					
Capital assets used in governmental funds are not fine reported in the funds. See Note IV.D.	ancial resources	s and, therefore, a	re not			242,745,365		
Other long-term assets are not available to pay for cur deferred in the funds. See Note IV. B.	rent-period exp	enditures and, the	erefore, are			4,516,635		
Some liabilities, including long-term debt, are not due are not reported in the funds. See Note II.A.	and payable in t	the current period	and, therefore,			(129,222,835)		
Deferred outflows of resources related to pensions an are not reported in the governmental funds	d OPEBs do no	t relate to current	financial resourc	es and		28,411,957		
Deferred inflows of resources related to pensions and are not reported in the governmental funds	OPEBs do not	relate to current fi	nancial resources	s and		(15,183,203)		
Internal service funds are used by management to charge the costs of various services to individual funds. The assets and liabilities of the internal service funds which primarily serve governmental								
activities are included as governmental activities.						79,745		
TOTAL NET POSITION - GOVERNMENTAL ACT	VITIES					\$ 168,027,869		

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS For the Year Ended December 31, 2019

REVENUES	General Fund	Sanitation	Debt Service	Capital Projects	Other Governmental Funds	Totals
Taxes	\$ 33,995,999	\$ -	\$ -	\$ -	\$ 11,442,379	\$ 45,438,378
Licenses and permits	1,890,166	-	_	-	-	1,890,166
Investment income, rents and fines	1,328,022	-	174,893	241,298	361,155	2,105,368
State and federal aids	8,820,485	225,788	, -	328,353	2,503,368	11,877,994
Special assessments	-	-	808,687	673,070	-	1,481,757
Service charges and other	3,870,404	9,051,468	-	-	4,503,623	17,425,495
Miscellaneous				1,027,455		1,027,455
Total Revenues	49,905,076	9,277,256	983,580	2,270,176	18,810,525	81,246,613
EXPENDITURES						
Current						
General government	4,379,737	-	-	-	-	4,379,737
Public safety	26,473,925	-	-	-	1,284,460	27,758,385
Public works	4,768,573	7,463,961	-	-	456,462	12,688,996
Recreation and parks	3,035,007	-	-	-	1,299,508	4,334,515
Community and economic development	1,562,530	-	-	-	9,796,477	11,359,007
Library	-	-	-	-	3,937,532	3,937,532
Capital Outlay Debt Service	-	-	-	16,595,625	1,412,936	18,008,561
Principal retirement	-	-	13,027,000	-	-	13,027,000
Interest and fiscal charges			1,607,135			1,607,135
Total Expenditures	40,219,772	7,463,961	14,634,135	16,595,625	18,187,375	97,100,868
Excess (deficiency) of revenues						
over expenditures	9,685,304	1,813,295	(13,650,555)	(14,325,449)	623,150	(15,854,255)
OTHER FINANCING SOURCES (USES)						
Long-term debt issued	-	-	-	13,896,000	4,223,000	18,119,000
Premium on long-term debt	-	-	565,268	-	-	565,268
Transfers in	1,534,817	250,000	14,144,017	2,937,383	807,044	19,673,261
Transfers out	(11,075,843)	(2,090,647)		(551,328)	(4,195,880)	(17,913,698)
Total Other Financing Sources (Uses)	(9,541,026)	(1,840,647)	14,709,285	16,282,055	834,164	20,443,831
Net Change in Fund Balance	144,278	(27,352)	1,058,730	1,956,606	1,457,314	4,589,576
FUND BALANCES - Beginning of Year	9,372,272	3,024,514	3,824,838	7,792,666	8,076,339	32,090,629
FUND BALANCES - END OF YEAR	\$ 9,516,550	\$ 2,997,162	\$ 4,883,568	\$ 9,749,272	\$ 9,533,653	\$ 36,680,205

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2019

Net change in fund balances - total governmental funds	\$	4,5	89,576
Amounts reported for governmental activities in the statement of activities are different because:			
Governmental funds report capital outlay as expenditures. However, in the statement of net assets the cost of these assets is capitalized and they are depreciated over their estimated useful lives. Depreciation is reported as expense in the statement of activities.			
Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements		18,0	08,561
Certain capital outlay expenditures were not capitalized and are reported as functional expenditures in the government-wide statements		(1,0	54,680)
Some assets were contributed by donors or developers Depreciation expense is reported in the government-wide statements			29,209 66,524)
Net book value of remaining assets retired plus adjustments			89,372)
Some receivables are not currently available and are reported as deferred revenue in the fund financial statements but are recognized as revenue in the government-wide financial statements.			
Loans receivable			97,321)
Special assessments receivable Grants and other receivables		•	90,084) 69,552)
Debt issues provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.			
Debt issued	(18,1	19,000)
Principal paid		13,0	27,000
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.			
Net pension liability and related deferred outflows and inflows of resources			85,228)
Net OPEB liability and related deferred outflows and inflows of resources Landfill liability		•	10,396) 69,000
Compensated absences			38,830)
Accrued interest on debt			76,586)
Governmental funds report debt discount and issuance costs as expenditures. Premiums on debt issuance are recorded as revenues. However, in the statement of net assets, premiums and discounts are deferred and reporte as additions to/subtractions from long-term debt. These balances are amortized over the period the debt is	:d		
outstanding. Premium on new debt		(F	77,795)
Amortization of premium			59,264
The net revenues (expenses) of internal service fund activity is reported on the statement of activities.		(1,1	62,470)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	1,3	44,772

MAIOR PROPRIETARY FUNDS Water Utility Fund - The Water Utility accounts for all activities necessary to provide cost effective water services to residents of the City of Janesville in accordance with current "safe drinking water" standards established by state and federal governments. Fund activities include administration, billing and collection, operations and maintenance, financing, and related debt service. Wastewater Utility Fund - The Wastewater Utility accounts for all activities necessary to provide cost effective sanitary sewer services to residents of the City of Janesville in accordance with current "treated effluent discharge" standards established by state and federal governments. Fund activities include administration, billing and collection, operations and maintenance, collection system expansion, financing, and related debt service.

STATEMENT OF NET POSITION PROPRIETARY FUNDS As of December 31, 2019

ASSETS	Water Utility	Wastewater Utility	Other Enterprise Funds	Totals	Governmental Activities Internal Service Funds
Current Assets					
Cash and working funds	\$ -	\$ 814,758	\$ 387,754	\$ 1,202,512	\$ 2,905,086
Accounts receivable	1,942,186	2,044,662	786,538	4,773,386	290,386
Unbilled revenue	1,052,257	1,076,264	752,720	2,881,241	-
Other accounts receivable	56,299	122,106	-	178,405	-
Due from other funds	-	1,854,091	-	1,854,091	-
Inventories	309,700	-	214,727	524,427	355,375
Prepaid items	3,000	-	-	3,000	10,000
Special assessments receivable Restricted Assets	83,941	96,436	-	180,377	-
Revenue bond redemption account	248,374	2,359,848	-	2,608,222	_
Construction account	505,130	487,878	-	993,008	-
Replacement account	583,333	8,438,839	-	9,022,172	-
Total Restricted Assets	1,336,837	11,286,565		12,623,402	
Total Current Assets	4,784,220	17,294,882	2,141,739	24,220,841	3,560,847
Noncurrent Assets					
Deposit with risk pool	-	_	_	-	1,604,120
Utility Plant					,,
Land	308,314	18,000	710,031	1,036,345	-
Utility plant in service (at cost)	102,161,832	116,546,367	28,016,442	246,724,641	-
Construction work in progress	133,646	5,272	1,300,615	1,439,533	-
Accumulated depreciation	(32,568,946)	(49,719,498)	(9,764,332)	(92,052,776)	-
Net Plant	70,034,846	66,850,141	20,262,756	157,147,743	
Total Noncurrent Assets	70,034,846	66,850,141	20,262,756	157,147,743	1,604,120
Total Assets	74,819,066	84,145,023	22,404,495	181,368,584	5,164,967
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pension	861,728	677,142	1,098,918	2,637,788	-
Deferred outflows related to health insurance OPEB	79,209	24,501	59,611	163,321	-
Deferred outflows related to life insurance OPEB	11,550	9,414	12,368	33,332	
Total Deferred Outflows of Resources	952,487	711,057	1,170,897	2,834,441	

LIABILITIES	Water Utility		•		Other Enterprise Funds	_	Totals		Activities Internal Service Funds	
Current Liabilities										
Accounts payable	\$	239,501	\$	84,723	\$	238,082	\$	562,306	\$	176,366
Claims payable		-		-		-		-		1,955,547
Accrued salaries and wages		184,019		227,039		299,208		710,266		89,383
Accrued interest		221,944		61,375		28,953		312,272		-
Due to other funds		3,402,169		-		1,857		3,404,026		-
Current portion of long-term debt		3,330,000		1,361,500		497,500		5,189,000		-
Current Liabilities Payable from Restricted Assets										
Construction payables		92,092		14,569		1,061		107,722		-
Current maturities of revenue bonds		208,898		1,734,821		-		1,943,719		-
Interest accrued on revenue bonds	_	4,189	_	64,241		<u>-</u>		68,430		-
Total Current Liabilities	_	7,682,812	_	3,548,268		1,066,661		12,297,741		2,221,296
Noncurrent Liabilities										
General obligation long-term debt payable		17,704,964		5,708,096		2,060,319		25,473,379		_
Revenue bonds		798,214		16,026,171		2,000,319		16,824,385		_
Net pension liability		270,767		239,943		370,082		880,792		_
Health insurance OPEB		1,733,333		536,149		1,304,460		3,573,942		_
Life insurance OPEB		82,163		61,723		86,172		230,058		_
Total Noncurrent Liabilities		20,589,441	_	22,572,082	_	3,821,033	-	46,982,556		_
Total Nortouron Elabilities	_	20,000,111	_	22,012,002	_	0,021,000	-	10,002,000		
Total Liabilities	_	28,272,253	_	26,120,350	_	4,887,694		59,280,297	_	2,221,296
DEFERRED INFLOWS OF RESOURCES										
Deferred inflows related to pensions		422,184		343,425		565,468		1,331,077		-
Deferred inflows related to health insurance OPEB		18,211		12,239		55,522		85,972		-
Deferred inflows related to life insurance OPEB		21,887		16,536		22,989		61,412		
Total Deferred Inflows of Resources	_	462,282		372,200		643,979		1,478,461		
NET POSITION										
Net investment in capital assets		48,405,808		42,492,862		17,703,876		108,602,546		_
Restricted for:		40,400,000		42,432,002		17,703,070		100,002,340		_
Debt service		244,185		2,295,607		_		2,539,792		_
Equipment replacement		244,100		8,438,839		_		8,438,839		_
Main replacement		583.333		-		_		583.333		_
Unrestricted (deficit)		(2,196,308)		5,136,222		339,843		3,279,757		2,943,671
,	_		_		_				_	
TOTAL NET POSITION	\$	47,037,018	\$	58,363,530	\$	18,043,719		123,444,267	\$	2,943,671
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.								2,863,922		
Net Position of Business-type Activities							\$	126,308,189		
22 2. 2.23							<u>-</u>			

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - PROPRIETARY FUNDS For the Year Ended December 31, 2019

					Governmental Activities
	Water Utility	Wastewater Utility	Other Enterprise Funds	Totals	Internal Service Funds
OPERATING REVENUES					
Charges for services	\$ 8,688,631	\$ 10,408,445	\$ 4,834,011	\$ 23,931,087	\$ 19,208,402
Total Operating Revenues	8,688,631	10,408,445	4,834,011	23,931,087	19,208,402
OPERATING EXPENSES					
Operation and maintenance	3,865,533	5,936,657	7,528,353	17,330,543	18,327,051
Depreciation	1,949,650	3,397,354	723,848	6,070,852	
Total Operating Expenses	5,815,183	9,334,011	8,252,201	23,401,395	18,327,051
Operating Income (Loss)	2,873,448	1,074,434	(3,418,190)	529,692	881,351
NONOPERATING REVENUES (EXPENSES)					
Federal operating grants	-	-	1,113,046	1,113,046	-
State operating grants	-	-	851,834	851,834	-
Local operating subsidy	-	-	105,595	105,595	-
Investment income (loss)	(32,497)	280,538	(7,725)	240,316	-
Debt issuance costs	(29,189)	(8,064)		(37,253)	-
Amortization premium	77,672	28,709	7,117	113,498	-
Interest expense	(505,391)	(547,555)	(70,449)	(1,123,395)	-
Miscellaneous revenues (expenses)	1,320	(489)	<u> </u>	831	
Total Nonoperating Revenues (Expenses)	(488,085)	(246,861)	1,999,418	1,264,472	
Income (Loss) Before Contributions and					
Transfers	2,385,363	827,573	(1,418,772)	1,794,164	881,351
CAPITAL CONTRIBUTIONS	44,335	72,473	2,264,132	2,380,940	-
TRANSFERS IN	-	-	1,618,746	1,618,746	-
TRANSFERS OUT	(1,534,817)			(1,534,817)	(1,843,492)
Net Change in Net Position	894,881	900,046	2,464,106	4,259,033	(962,141)
NET POSITION - Beginning of Year	46,142,137	57,463,484	15,579,613	119,185,234	3,905,812
NET POSITION - END OF YEAR	\$ 47,037,018	\$ 58,363,530	\$ 18,043,719	\$123,444,267	\$ 2,943,671
Some amounts reported for bu	siness-type activitie	es in the stateme	ent		

Some amounts reported for business-type activities in the statement of activities are different because the net revenue of certain internal service funds is reported with business-type activities.

200,326

Change in net position of business-type activities \$ 4,459,359

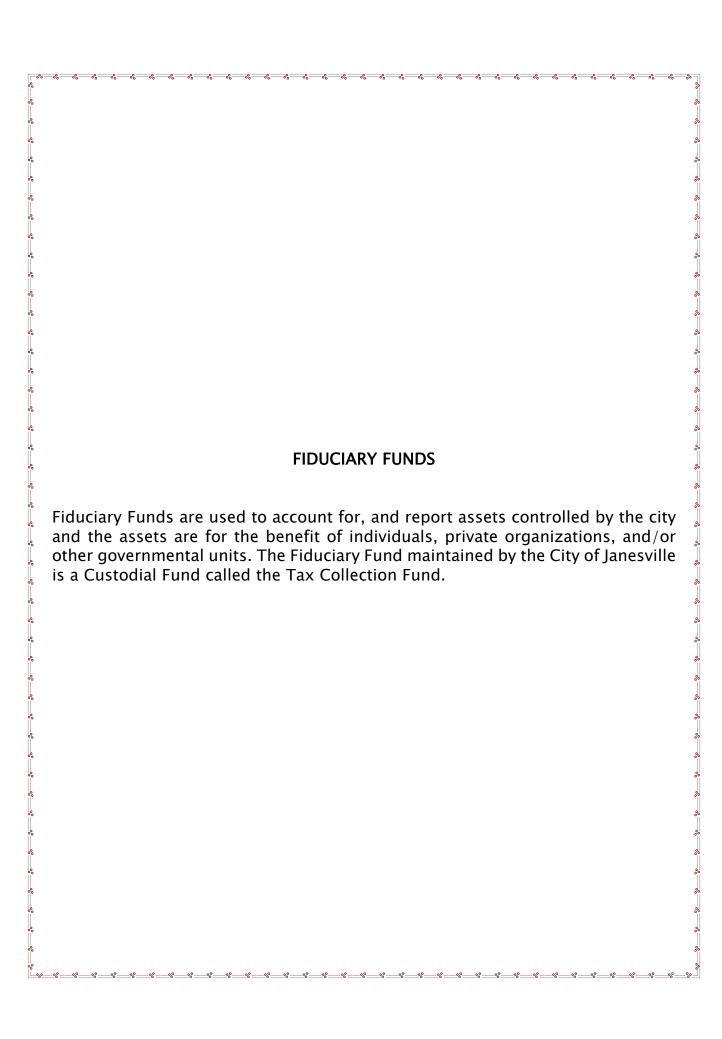
STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended December 31, 2019

	Water Utility	Wastewater Utility	Other Enterprise Funds	Totals	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 7,313,698	\$ 9,065,415		\$ 21,112,480	\$ 19,802,747
Cash paid to suppliers for goods and services	(189,392)	(3,376,914)	(3,762,156)	(7,328,462)	(16,997,274)
Cash payments to employees for services	(2,370,740)	(2,524,703)	(3,832,209)	(8,727,652)	(1,088,049)
Net Cash Flows From Operating Activities	4,753,566	3,163,798	(2,860,998)	5,056,366	1,717,424
CASH FLOWS FROM NONCAPITAL					
FINANCING ACTIVITIES					
Subsidies received - federal	-	-	1,113,046	1,113,046	-
Subsidies received - state	-	-	851,834	851,834	-
Subsidies received - local	-	-	105,595	105,595	-
Paid to municipality for tax equivalent	(1,500,400)	-	-	(1,500,400)	-
Negative cash balance implicitly financed by other utilities	-	-	(39,533)	(39,533)	-
Due to other funds	1,245,014	-	-	1,245,014	-
Transfers from (to) other funds	-	-	1,618,746	1,618,746	(57.400)
Transfer to debt service	-	-	-	-	(57,492)
Transfer to capital projects					(1,786,000)
Net Cash Flows From Noncapital Financing Activities	(255,386)		3,649,688	3,394,302	(1,843,492)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Cash used to retire debt	(3,151,772)	(3,084,893)	(632,000)	(6,868,665)	-
Interest paid	(496,695)	(567,700)	(78,078)	(1,142,473)	-
Acquisition and construction of capital assets	(4,432,737)	(1,407,848)	(3,024,163)	(8,864,748)	-
Proceeds from long term debt issued	3,849,000	1,067,000	-	4,916,000	-
Issuance costs and premium on new debt	111,709	30,434	-	142,143	-
Construction grant received			2,264,130	2,264,130	
Net Cash Flows From Capital and					
Related Financing Activities	(4,120,495)	(3,963,007)	(1,470,111)	(9,553,613)	
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income (loss)	(32,497)	280,538	(7,725)	240,316	
Net Change in Cash Cash Equivalents	345,188	(518,671)	(689,146)	(862,629)	(126,068)
CASH AND CASH EQUIVALENTS -					
Beginning of Year	991,649	12,619,994	1,076,900	14,688,543	3,031,154
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,336,837	<u>\$ 12,101,323</u>	\$ 387,754	\$ 13,825,914	\$ 2,905,086

		Water Utility	V	Vastewater Utility		Other Enterprise Funds		Totals		overnmental Activities Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES										
Operating income (loss)	\$	2.873.446	\$	1.074.434	\$	(3,418,190)	Ф	529.690	\$	881.351
Adjustments to Reconcile Operating Income (Loss)	Ψ	2,073,440	Ψ	1,074,434	Ψ	(3,410,190)	Ψ	329,090	Ψ	001,001
to Net Cash Flows From Operating Activities										
Nonoperating income (expense)		1,322		(490)		_		832		_
Depreciation		1,949,651		3,397,355		723,849		6,070,855		-
Depreciation charged to other accounts		131,617		-		-		131,617		-
Change in Noncash Components of Working Capital										
Accounts receivable		(664,677)		(349,601)		(177,825)		(1,192,103)		594,345
Other accounts receivable		335,687		182,099		-		517,786		-
Due from other funds		27,270		(1,202,787)		-		(1,175,517)		-
Inventories		6,976		-		468		7,444		23,361
Accounts payable		7,311		(81,794)		(266,452)		(340,935)		2,417
Other current liabilities		2,778		6,404		49,317		58,499		215,950
Pension related deferrals and liabilities		88,447		36,407		10,817		135,671		
Other post employment benefits	_	(6,262)	_	101,771	_	217,018	_	312,527		
NET CASH FLOWS FROM										
OPERATING ACTIVITIES	Ф	4,753,566	\$	3,163,798	\$	(2,860,998)	\$	5,056,366	\$	1,717,424
OF ERATING ACTIVITIES	Ψ	4,700,000	Ψ	3,103,730	Ψ	(2,000,000)	Ψ	3,030,300	Ψ	1,111,727
Cash and investments - statement of net position	\$	-	\$	814,758	\$	387,754	\$	1,202,512	\$	2,905,086
Revenue bond redemption account - statement of net position		248,374		2,359,848		-		2,608,222		-
Restricted cash and investments - statement of net position		1,088,463		8,926,717	_		_	10,015,180	_	
CASH AND CASH EQUIVALENTS - COMBINED			_		_		_		_	
STATEMENT OF CASH FLOWS	\$	1,336,837	\$	12,101,323	\$	387,754	\$	13,825,914	\$	2,905,086

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

During 2019, \$146,203 and \$72,473 of capital additions were contributed to the water and wastewater utilities, respectively, by customers and Tax Incremental Financing (TIF).



STATEMENT OF FIDUCIARY NET POSITION CUSTODIAL FUND As of December 31, 2019

	Tax Collection
ASSETS Cash and investments	\$ 23,998,596
Taxes receivable	54,885,009
TOTAL ASSETS	\$ 78,883,605
LIABILITIES	
Due to other taxing units	\$ 78,883,605
TOTAL LIABILITIES	<u>\$ 78,883,605</u>
NET POSITION	\$

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUND

For the Year Ended December 31, 2019

ADDITIONS	Tax Collection
ADDITIONS Property taxes collected for other governments TOTAL ADDITIONS	\$ 31,379,631 31,379,631
DEDUCTIONS Property taxes distributed to other governments TOTAL DEDUCTIONS	\$ 31,379,631 31,379,631
CHANGE IN NET POSITION	-
NET POSITION - Beginning of Year	
NET POSITION - END OF YEAR	<u>\$</u>

INDEX TO NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

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NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Janesville, Wisconsin conform to generally accepted accounting principles as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the City of Janesville. The reporting entity for the city consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax-exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of three methods, discrete presentation, or blended, or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Discretely Presented Component Unit

City of Janesville Community Development Authority

The government-wide financial statements include the City of Janesville Community Development Authority ("CDA") as a component unit. The CDA is a legally separate organization. The board of the CDA is appointed by the city council. The city can impose its will on the CDA and also create a potential financial benefit to or burden on the city by significantly influencing the programs, projects, activities, and level of service performed by the CDA. As a component unit, the CDA financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended December 31, 2019. See Note IV.I. the CDA does not issue separate financial statements.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

A. REPORTING ENTITY (cont.)

Blended Component Unit

Janesville Innovation, Inc.

The financial statements include Janesville Innovation, Inc. ("JII") as a component unit. JII is a legally separate organization. The board of JII is appointed by the city council. The city can impose its will on JII and also create a potential financial benefit to or burden on the city by significantly influencing the programs, projects, activities, and level of service performed by JII. JII's activities benefit almost exclusively the city's economic development department. As a blended component unit, JII's financial statements have been presented as a nonmajor fund called Innovation Center in the financial statements. The information presented is for the fiscal year ended December 31, 2019. JII does not issue separate financial statements.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

In January 2017, the GASB issued statement No. 84 – *Fiduciary Activities*. This statement establishes criteria for identifying fiduciary activities of all state and local governments for accounting and financial reporting purposes and how those activities should be reported. This standard was implemented January 1, 2019.

In March 2018, the GASB issued statement No. 88 – *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. This Statement defines debt for purposes of disclosure in notes to financial statements and establishes additional financial statement note disclosure requirements related to debt obligations of governments, including direct borrowings and direct placements. The standard was implemented January 1, 2019.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The city does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements

Financial statements of the city 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 expenditure/expenses.

Separate financial statements are provided for governmental funds and 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.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the city or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the city believes is particularly important to financial statement users may be reported as a major fund.

The city reports the following major governmental funds:

- General Fund accounts for the city's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.
- Sanitation Fund accounts for landfill grants and service charges committed to supporting expenditures for the recycling programs, solid waste collection, composting facility, solid waste disposal and landfill operations.
- Debt Service Fund accounts for resources that are restricted, committed, or assigned for the payment of principal and interest on long-term debt other than enterprise fund debt.
- Capital Projects Fund accounts for long-term borrowing and other resources that are restricted, committed, or assigned to be used for capital improvement projects.

The city reports the following major enterprise funds:

Water Utility – accounts for operations of the water system. Wastewater Utility– accounts for operations of the wastewater system.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

The city reports the following nonmajor governmental and enterprise funds:

Special Revenue Funds – used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Library JATV-12	North Kennedy Rd – TIF No. 25	Downtown – TIF No. 36 Humes Rd – TIF No. 37
Oak Hill Cemetery	Beloit Ave/Kellogg Ave – TIF	Milton Ave at Blackbridge – TIF
		· ·
Special Accounts	No. 26	No. 38
South Main St – TIF	East Van Buren – TIF No. 27	Golf Courses
No. 17	Center Ave – TIF No. 28	Other Housing Grants
GOEX – TIF No. 21	Milton Ave at Mt Zion – TIF No.	Community Development Block
Beloit Ave Industrial	29	Grant
Park – TIF No. 22	Racine St – TIF No. 32	Innovation Center
Eastside Downtown	Mineral Pt – TIF No. 33	
TIF No. 23	HWY 11/CTH G - TIF No. 35	

Enterprise Funds – may be used to report any activity for which a fee is charged to external uses for goods or services and must be used for activities which meet certain debt or cost recovery criteria.

Stormwater Utility
Transit System

In addition, the city reports the following fund types:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the city, or to other governmental units, on a cost-reimbursement basis.

Vehicle Operation and Maintenance Insurance Benefits Funding

Custodial Funds are used to account for, and report assets controlled by the city and the assets are for the benefit of individuals, private organizations, and/or other governmental units.

Tax Collection Fund

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. 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. 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 are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the city's water utility, wastewater utility, stormwater utility, and transit system 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.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the city considers revenues to be available if they are collected within 60 days of the end of the current fiscal period for most revenues including taxes and 90 days for certain grants. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the city is entitled to the resources and the amounts are available. Amounts owed to the city which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and unavailable revenues. Delinquent special assessments being held for collection by the county are reported as receivables and reserved fund balance in the debt service fund.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements (cont.)

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments, and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

The 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, wastewater utility, stormwater utility, and transit system funds are charges to customers for sales and services. Special assessments are recorded as receivables and contribution revenue when levied. 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.

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

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY

1. Deposits and Investments

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

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.
- b. 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, by the University of Wisconsin Hospitals and Clinics Authority, or the Wisconsin Aerospace Authority.
- c. Bonds or securities issued or guaranteed by the federal government.
- d. The local government investment pool.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

- e. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- f. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- g. Repurchase agreements with public depositories, with certain conditions.

The city has adopted an investment policy. See Note IV.A. for descriptions of that policy's guidelines in relation to the risks associated with its deposits and investments.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on the methods and inputs outlined in Note IV.A. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on monthly ending investment balances and investment income of some funds is allocated to the general fund. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2019, the fair value of the city's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

See Note IV.A. for further information.

2. Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the city, taxes are collected for and remitted to the state and county governments as well as local school districts and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units on the accompanying statement of fiduciary net position.

Property tax calendar – 2019 tax roll:

Lien date and levy date
Tax bills mailed
Payment in full, or
First installment due
Second installment due
Personal property taxes in full
Tax sale – 2019 delinquent real estate taxes

December 2019
December 2019
January 31, 2020
January 31, 2020
July 31, 2020
January 31, 2020
October 2022

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

2. Receivables (cont.)

Accounts receivable have been shown net of an allowance for uncollectible accounts. Delinquent real estate taxes as of July 31 are paid in full by the county, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made for the water, wastewater, and stormwater utilities because they have the right by law to place substantially all delinquent bills on the tax roll, and other delinquent bills are generally not significant.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

In the governmental fund financial statements, advances to other funds are offset equally by a nonspendable fund balance account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation. There were no advances outstanding at year-end.

The city has received federal and state grant funds for economic development and housing rehabilitation loan programs to various businesses and individuals. The city records a loan receivable when the loan has been made and funds have been disbursed. The amount recorded as economic development and housing rehabilitation loans receivable has been reduced by an allowance for uncollectible accounts of \$55,276.

It is the city's policy to record unavailable revenue for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received in cash. Any unspent loan repayments at year-end are presented as restricted fund balance in the fund financial statements.

3. Inventories and Prepaid Items

Governmental fund inventories, if material, are recorded at cost based on the weighted average method using the consumption method of accounting. Proprietary fund inventories are generally used for construction and/or operation and maintenance work. They are not for resale. They are valued at cost based on weighted average and charged to construction or operation and maintenance expense when used.

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 and are recorded using the consumption method of accounting.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

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. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

5. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$10,000 for general capital assets and \$25,000 for infrastructure assets, and an estimated useful life in excess of one year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at their estimated acquisition value at the date of acquisition.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, and overhead. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired, or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

The city has no significant intangible assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	10 – 50 Years
Land Improvements	10 – 50 Years
Machinery and Equipment	3 – 20 Years
Utility System	4 – 75 Years
Infrastructure	20 – 75 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 the same way as in the government-wide statements.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

6. Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

7. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable available resources.

The outstanding balance of unmatured vacation pay is recorded as a noncurrent liability due within one year in the government-wide financial statements because the amount is not considered due to employees until January 1, 2020 and will not be paid with current financial resources. This vacation balance is not available for employees to use until January 1, 2020 and for mos1t employee groups this vacation balance must be used by December 31, 2020. The balance is \$2,450,120 as of December 31, 2019.

Employees are granted sick leave in varying amounts. In general, accumulated sick leave is not paid to employees when they leave employment. Some employees who retire are allowed to convert some sick leave to paid up health insurance. No other sick leave is considered vested and no liability is recorded in the fund financial statements.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2019 are determined on the basis of current salary rates and include salary related payments.

8. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

8. Long-Term Obligations/Conduit Debt (cont.)

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the effective interest method. The balance at year-end is shown as an increase or decrease in the liability section of the statement of net position.

The city has approved the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the city. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The total amount of IRB's outstanding at the end of the year is approximately \$10,000,000, made up of one issue.

9. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as inflow of resources (revenue) until that future time.

10. Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

- D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)
 - 10. Equity Classifications (cont.)

Government-Wide Statements (cont.)

The net position section includes an adjustment for capital assets owned by the business-type activities column but financed by debt of the governmental activities column. The amount is a reduction of "net investment in capital assets," and an increase in "unrestricted" net position, shown only in the total column.

	Governmental Activities	Business-type Activities	Adjustment	Total
Net investment in capital assets	\$ 180,995,422	\$ 108,602,546	\$ (265,000)	\$ 289,332,968
Unrestricted (deficit)	(31,454,750)	6,727,012	265,000	(24,462,738)

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.

Fund Statements

Governmental fund balances are displayed as follows:

- Nonspendable Includes fund balance amounts that cannot be spent either because they are
 not in spendable form or because legal or contractual requirements require them to be
 maintained intact.
- b. Restricted Consists of fund balances with constraints placed on their use either by
 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. Committed Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority. Fund balance amounts are committed through a resolution approved by the city council. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the city that originally created the commitment.
- d. Assigned Includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. The City Council has, by resolution, adopted a financial policy authorizing the finance committee to assign amounts for a specific purpose. Assignments may take place after the end of the reporting period.
- e. Unassigned Includes residual positive fund balance within the general fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

10. Equity Classifications (cont.)

Fund Statements (cont.)

The city considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the city would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The city has a formal minimum fund balance policy. That policy is to maintain a working capital fund between 16.7% and 25% of the budgeted general fund operating expenditures for the subsequent year. The city complied with its policy with a working capital fund of 21.2% of the budgeted general fund operating expenditures for the subsequent year.

See Note IV. H. for further information.

11. Basis for Existing Rates

Water Utility

Current water utility rates authorized by the Public Service Commission of Wisconsin became effective November 1, 2019.

Wastewater Utility

Current wastewater utility rates approved by the City Council became effective on January 1, 2019.

Stormwater Utility

Current stormwater utility rates approved by the City Council became effective on January 1, 2019. New stormwater rates were approved by the City Council to become effective on January 1, 2020.

12. Pensions

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

13. Postemployment Benefits Other Than Pensions (OPEB)

The city provides postemployment health insurance benefits for all eligible employees. Eligibility is based on age and years of service. The benefits are based on contractual agreements with employee groups, local ordinances, or employee benefit policies. The cost of those premiums is recognized as an expenditure as the premiums are paid. The entire cost is paid by the city. Funding for those costs is provided out of the current operating budget of the city. The contributions are financed on a pay-as-you-go basis.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the city OPEB Plan and additions to/deductions from the city OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the city OPEB Plan. For this purpose, the city OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

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

	Health Insurance	Life Insurance	
	OPEB	OPEB	Total
Deferred outflows of resources	\$1,988,953	\$242,609	\$2,231,562
Deferred inflows of resources	1,404,358	434,484	1,838,842
OPEB liability	43,524,327	1,624,302	45,148,629
OPEB expense	3,347,945	167,373	3,515,318

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE II - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds." The details of this difference are as follows:

General obligation notes payable	\$ 72,334,000
Premium on debt	2,022,146
Landfill super fund care	482,000
Accrued vacation	2,450,120
Accrued interest	778,474
Net pension liability	9,811,466
Health insurance OPEB	39,950,385
Life insurance OPEB	 1,394,244
Combined Adjustment for Long-Term Liabilities	\$ 129,222,835

NOTE III - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

A budget has been adopted for the general fund, the debt service fund, the capital projects fund, and the following special revenue funds: Library, JATV-12, Oak Hill Cemetery, Golf Courses, Other Housing Grants, Community Development Block Grant, Sanitation, and Innovation Center. Budgets have not been formally adopted for other funds, although the city does approve an operating plan for each TIF district when it is created. Wisconsin Statute 65.90 requires that an annual budget be adopted for all funds.

B. EXCESS EXPENDITURES AND OTHER USES OVER APPROPRIATIONS

Budgeted expenditures and other financing uses (transfers) in the following funds (including amendments) were exceeded by actual expenditures and transfers.

Fund	Budgeted Expenditures		Actual Expenditures		Excess	
Sanitation	\$ 9,514,636	\$	9,554,608	\$	39,972	
Oak Hill Cemetery	195,656		209,597		13,941	
Debt Service	14,564,073		14,634,135		70,062	
Capital Projects	16,767,760		17,146,953		379,193	
Innovation Center	122,436		153,801		31,365	

The city controls expenditures at the program level. Some individual programs experienced expenditures which exceeded appropriations. The detail of those items can be found in the city's year-end budget to actual report.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE III - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)

C. DEFICIT BALANCES

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year-end.

As of December 31, 2019, the following individual funds held a deficit balance:

Fund	Amount		Reason
TIF No. 17	\$	144,353	Unfunded costs
TIF No. 22		191,255	Unfunded costs
TIF No. 25		498,931	Unfunded costs
TIF No. 26		108,347	Unfunded costs
TIF No. 28		100,440	Unfunded costs
TIF No. 35		615,935	Unfunded costs
TIF No. 37		43,658	Unfunded costs
TIF No. 38		14,309	Unfunded costs
Golf Courses		97,980	Unfunded costs

TIF District deficits are anticipated to be funded with future incremental taxes levied over the life of the districts, which is 27 years for the districts created before October 1, 1995, and 23 years for districts created through September 30, 2004. Beginning October 1, 2004, the life of new districts varies by type of district (20-27 years) and may be extended in some cases. The deficit for the Golf Courses will be funded with future revenues of the Golf Courses.

D. LIMITATIONS ON THE CITY'S TAX LEVY

Wisconsin law limits the city's future tax levies. Generally, the city is limited to its prior tax levy dollar amount (excluding TIF districts), increased by the greater of the percentage change in the city's equalized value due to new construction, or zero percent. Changes in debt service from one year to the next are generally exempt from this limit with certain exceptions. The city is required to reduce its allowable levy by the estimated amount of fee revenue it collects for certain services if those services were funded in 2013 by the property tax levy. Levies can be increased above the allowable limits if the amount is approved by referendum.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

Total Cash and Investments

The city's cash and investments at year-end were comprised of the following:

\$ 74,779,719

	Carrying	Statement	Associated
	Value	Balance	Risks
Demand deposits	\$ 51,490,903	\$51,739,493	Custodial credit
LGIP	13,720,311	13,720,311	Credit, interest rate
U.S. agencies explicitly guaranteed	4,921,838	4,921,838	Custodial credit, interest rate
U.S. agencies implicitly guaranteed	411,759	411,759	Credit, custodial credit, interest rate
Negotiable Certificates of Deposit	4,221,805	4,221,805	Custodial credit, interest rate, credit, concentration of credit
Petty cash	13,103	N/A	N/A
Total Cash and Investments	\$ 74,779,719	\$75,015,206	
Reconciliation to financial statements-presented Per statement of net position	rimary government		
Unrestricted cash and investments	\$ 38,157,721		
Restricted cash and investments Per combining statement of assets	12,623,402		
and liabilities - custodial fund	23,998,596		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit amounts (interest-bearing and noninterest bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

The city maintains irrevocable letters of credit or insured cash sweep accounts with its banks. At December 31, 2019, the City has an irrevocable letter of credit from Federal Home Loan Bank of Chicago to insure deposits in the amount of \$15,000,000.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has been considered in calculating custodial credit risk.

The city categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The city's municipal bonds; implicitly and explicitly guaranteed U.S. agencies; and negotiable certificates of deposit are valued using matrix pricing techniques and Level 2 inputs.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Custodial Credit Risk

Deposits – Custodial credit risk is the risk that in the event of a financial institution failure, the city's deposits may not be returned to the city.

Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the city will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The city does not have any deposits or investments exposed to custodial credit risk.

The city's investment policy states that all deposits and investments shall be fully insured or collateralized. The city was in compliance with its policy.

Credit Risk

Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations.

The city holds the following investments that are subject to credit risk: municipal bonds, negotiable certificates of deposit, and US agencies – implicitly guaranteed. All of the investments are rated the highest or second highest rating category by Standard and Poor's or Moody's in accordance with the city's investment policy.

As of December 31, 2019, the city had investments in the following external pool which is not rated:

Local Government Investment Pool (LGIP)

The city's investment policy states that the city may only invest in securities of the highest or second highest rating category. The city was in compliance with this policy.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

At December 31, 2019, the city did not have any investments subject to concentration of credit risk.

The city's investment policy as it relates to diversification states "Investments shall be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer, and/or a specific class of securities. In lieu of indicating specific investment amounts: (a) commercial paper shall be limited in size to \$500,000 per issuer; (b) no more than 40% of the portfolio may be invested beyond 24 months; (c) no more than 60% of the portfolio may be invested in the following categories: commercial paper or bank certificates of deposit and CDARS; and (d) local bank balances are restricted to Wisconsin financial institutions and shall be fully insured or collateralized." The city was in compliance with its policy.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

As of December 31, 2019, the city's investments were as follows:

		Maturity				
		Less than	60 Days -	2 years - 40		
Investment Type	Fair Value	60 Days	2 years	years		
U.S. agencies explicitly guaranteed	\$ 4,921,838	\$ -	\$ -	\$ 4,921,838		
U.S. agencies implicitly guaranteed	411,759	-	-	411,759		
Negotiable CDs	4,221,805	490,086	2,501,187	1,230,532		
LGIP	13,720,311	13,720,311				
Totals	\$ 23,275,713	\$14,210,397	\$2,501,187	\$6,564,129		

The city's investment policy states that no more than 40% of the cash and investments may be invested beyond 24 months. The city was in compliance with its policy.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES

Receivables as of year-end for the government's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Sanitation	Debt Service	Capital Projects	Water Utility	Wastew ater Utility	Nonmajor and Other	Total
Net Total Receivables	\$ 36,339,245	\$ 1,615,534	\$ 1,181,249	\$ 735,893	\$ 3,134,683	\$ 3,339,468	\$ 15,573,371	\$ 61,919,443
Amounts not expected to be collected within one year	\$ 229,804	\$ -	\$ 796,939	\$ -	\$ 83,941	\$ 96,436	\$ 3,129,188	\$ 4,336,308

The city has recorded allowances for ambulance receivables, loans receivable, special assessments, and other miscellaneous receivables totaling \$10,170,365.

Governmental funds report *unavailable or unearned revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unavailable revenue* and *unearned revenue* reported in the governmental funds were as follows:

		Unavailable		Unearned		Totals	
Property taxes receivable for subsequent year	\$	-	\$	43,472,184	\$	43,472,184	
Delinquent personal property taxes		229,804		-		229,804	
Long-term loans receivable		3,091,533		-		3,091,533	
Special assessments not yet due		1,195,298		-		1,195,298	
Grants not available at year end		-		-		-	
Miscellaneous				118,157		118,157	
Total Unavailable/Unearned Revenue							
for Governmental Funds	\$	4,516,635	\$	43,590,341	\$	48,106,976	

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

C. RESTRICTED ASSETS

The following represent the balances of the restricted assets:

Long Term Debt Accounts

Construction	-	Used to report proceeds of revenue bond issuances that are restricted for use in construction.
Redemption	-	Used to segregate resources accumulated for debt service payments over the next twelve months.

Replacement Account

The wastewater utility established a replacement account to be used for significant mechanical equipment replacement as required by the Wisconsin Department of Natural Resources. The water utility established a replacement account to be used for water main replacements as required by the Public Services Commission of Wisconsin as part of the city's last convention rate case.

Following is a list of restricted assets at December 31, 2019:

	Restricted			
	Assets			
Business-type Activities				
Construction account	\$ 993,008			
Replacement account	9,022,172			
Revenue bond redemption account	 2,608,222			
Total Business-type Activities	\$ 12,623,402			

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019 was as follows:

		1/1/2019 Ending Balance		Additions	Deletions			12/31/2019 Ending Balance	
	_	Dalarice	_	Additions	_	Deletions		Dalarice	
Governmental Activities									
Capital assets not being depreciated	•	05 040 000	•		•	(00 705)	•	05.040.040	
Land	\$	25,048,603	\$	-	\$	(29,785)	\$	25,018,818	
Right of way		11,984,680		66,286		(2,200)		12,048,766	
Construction in progress		3,353,236		9,720,239	_	(3,999,531)		9,073,944	
Total Capital Assets Not Being									
Depreciated		40,386,519		9,786,525		(4,031,516)		46,141,528	
Capital assets being depreciated									
Land improvements		10,023,684		200,506		-		10,224,190	
Buildings		45,780,119		2,259,912		(412,183)		47,627,848	
Furniture and fixtures		9,040,362		474,128		(340,638)		9,173,852	
Vehicles and equipment		29,262,034		1,746,742		(623,923)		30,384,853	
Landfill improvements		11,980,125		243,108		-		12,223,233	
Storm sewer		33,015,497		254,321		-		33,269,818	
Roads		111,829,435		3,642,260		(140,738)		115,330,957	
Sidewalks		21,889,878		1,787,397		(72,503)		23,604,772	
Street lights		4,359,207		257,253		-		4,616,460	
Traffic signals		4,655,097		-		-		4,655,097	
Bridges		14,195,743		74,003		-		14,269,746	
Boat launches		286,199		-		-		286,199	
Bike trails		6,237,872		60,001		(19,024)		6,278,849	
Riverwall/retaining wall		1,340,003		596,464		(40,000)		1,896,467	
Dams		331,930		-				331,930	
Total Capital Assets Being									
Depreciated	_	304,227,185		11,596,095		(1,649,009)		314,174,271	

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

	1/1/2019 Ending Balance		Additions	 Deletions		12/31/2019 Ending Balance
Less: Accumulated depreciation for						
Land improvements	\$ (4,072,173)	\$	(374,025)	\$ -	\$	(4,446,198)
Buildings	(14,852,292)		(1,086,965)	216,020		(15,723,237)
Furniture and fixtures	(6,251,817)		(440,052)	340,638		(6,351,231)
Vehicles and equipment	(16,857,366)		(1,883,188)	539,405		(18,201,149)
Landfill improvements	(3,860,942)		(605,084)	-		(4,466,026)
Storm sewer	(11,396,120)		(442,879)	-		(11,838,999)
Roads	(37,563,059)		(1,839,145)	140,738		(39,261,466)
Sidewalks	(6,908,173)		(379,880)	72,503		(7,215,550)
Street lights	(1,593,550)		(89,756)	-		(1,683,306)
Traffic signals	(1,241,396)		(93,102)	-		(1,334,498)
Bridges	(4,522,416)		(189,296)	-		(4,711,712)
Boat launches	(309,493)		-	23,294		(286, 199)
Bike trails	(1,531,745)		(104,149)	19,024		(1,616,870)
Riverwall/retaining wall	(385,200)		(32,365)	40,000		(377,565)
Dams	 (49,790)		(6,638)	 -		(56,428)
Total Accumulated Depreciation	 (111,395,532)		(7,566,524)	1,391,622	_	(117,570,434)
Net Capital Assets Being Depreciated	 192,831,653	_	4,029,571	 (257,387)		196,603,837
Total Governmental Activities						
Capital Assets, Net of						
Depreciation	\$ 233,218,172	\$	13,816,096	\$ (4,288,903)	\$	242,745,365

Depreciation expense was charged to functions as follows:

Governmental Activities

General government	\$ 200,823
Public safety	1,109,755
Public works, which includes the	
depreciation of infrastructure	5,099,174
Recreation and parks	623,042
Community and economic development	87,639
Library	 446,091
Total Governmental Activities Depreciation Expense	\$ 7,566,524

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

		1/1/2019 Beginning Balance	Additions		Deletions			12/31/2019 Ending Balance
Business-type Activities								
Water								
Capital assets not being depreciated								
Land and land rights	\$	305,478	\$	2.836	\$	-	\$	308,314
Construction in progress	•	136,316	•	23,090	•	(25,760)	·	133,646
Total Capital Assets			-	<u> </u>	-			<u> </u>
Not Being Depreciated		441,794		25,926		(25,760)		441,960
0 % 1		_				_		_
Capital assets being depreciated		0.004.004						0.004.004
Source of supply		2,301,834		-		-		2,301,834
Pumping		8,699,679		-		-		8,699,679
Treatment Transmission and distribution		225,492		4 242 029		- (400 004)		225,492
		82,229,297 4,807,341		4,212,928 78,687		(188,881) (204,545)		86,253,344 4,681,483
Administrative and general assets		4,007,341		70,007	-	(204,343)		4,001,403
Total Capital Assets		00 000 040		4 204 645		(202, 420)		100 101 000
Being Depreciated		98,263,643		4,291,615		(393,426)		102,161,832
Total Capital Assets		98,705,437		4,317,541		(419,186)		102,603,792
Less: Accumulated depreciation for								
Source of supply		(1,248,337)		(66,753)		_		(1,315,090)
Pumping		(5,258,736)		(331,039)		_		(5,589,775)
Treatment		(225,493)		-		_		(225,493)
Transmission and distribution		(19,822,035)		(1,544,638)		188,881		(21,177,792)
Administrative and general assets		(4,307,666)		(157,675)		204,545		(4,260,796)
Total Accumulated Depreciation		(30,862,267)		(2,100,105)		393,426		(32,568,946)
Matan Canital Acceta								
Water Capital Assets,	Ф	67 042 170	Ф	2 217 426	¢	(25.760)	Ф	70 024 046
Net of Depreciation	\$	67,843,170	\$	2,217,436	\$_	(25,760)	\$	70,034,846

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Business-type Activities	1/1/2019 Beginning Balance	Additions	Deletions	12/31/2019 Ending Balance
Wastowstor				
Wastewater Conital assets not being depreciated				
Capital assets not being depreciated Land	\$ 18.000	\$ -	\$ -	\$ 18,000
Construction in progress	5,260	23,329	(23,317)	5,272
Total Capital Assets Not	5,200	23,329	(23,317)	5,212
Being Depreciated	23,260	23,329	(23,317)	23,272
Being Depreciated	23,200	23,329	(23,317)	25,212
Capital assets being depreciated				
Collection system	58,983,003	1,395,642	-	60,378,645
Treatment and disposal	53,928,834	46,189	-	53,975,023
General assets	2,461,314	24,669	(293,284)	2,192,699
Total Capital Assets			<u> </u>	
Being Depreciated	115,373,151	1,466,500	(293,284)	116,546,367
			<u> </u>	
Total Capital Assets	115,396,411	1,489,829	(316,601)	116,569,639
Less: Accumulated depreciation for				
Collection system	(17,561,151)	(793,249)		(18,354,400)
Treatment and disposal	(27,072,630)	(2,414,687)	-	(29,487,317)
General assets		• • • • • •	202.204	
	(1,981,647)	(189,418)	293,284	(1,877,781)
Total Accumulated Depreciation	(46,615,428)	(3,397,354)	293,284	(49,719,498)
Wastewater Capital Assets,				
Net of Depreciation	\$ 68,780,983	\$ (1,907,525)	\$ (23,317)	\$ 66,850,141

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Business-type Activities	Ве	1/1/2019 Beginning Balance Additions		Endi		Deletions		2/31/2019 Ending Balance
Stormwater_								
Capital assets not being depreciated								
Construction in progress	\$	848,117	\$	452,498	\$		\$_	1,300,615
Total Capital Assets								
Not Being Depreciated		848,117		452,498				1,300,615
Capital assets being depreciated								
Detention ponds		2,607,463		3,003		-		2,610,466
Greenbelt crossings		2,275,752		5,903		_		2,281,655
Stormwater mains		4,796,117		-		_		4,796,117
Dam Improvements		147,341		-		-		147,341
General assets		558,772		_		_		558,772
Total Capital Assets								_
Being Depreciated		10,385,445		8,906				10,394,351
Total Capital Assets		11,233,562		461,404				11,694,966
Less: Accumulated depreciation for								
Detention ponds		(759,663)		(52, 179)		_		(811,842)
Greenbelt crossings		(552,414)		(30,383)		_		(582,797)
Stormwater mains		(351,106)		(63,948)		-		(415,054)
Dam Improvements		(30,153)		(2,947)		-		(33,100)
General assets		(325,418)		(39,636)				(365,054)
Total Accumulated Depreciation	(2,018,754)		(189,093)				(2,207,847)
Stormwater Capital Assets,								
Net of Depreciation	\$	9,214,808	\$	272,311	\$		\$	9,487,119

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

D.	CAPITAL A	ASSETS	(cont.))
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Business-type Activities	1/1/2019 Beginning Balance	Additions	Deletions	12/31/2019 Ending Balance
Transit Capital assets not being depreciated			_	
Land and land rights	\$ 710,031			\$ 710,031
Total Capital Assets Not Being Depreciated	710,031			710,031
Capital assets being depreciated				
Building	7,897,024	-	-	7,897,024
Equipment	7,109,607	2,615,460	-	9,725,067
Total Capital Assets				· · · · · · · · · · · · · · · · · · ·
Being Depreciated	15,006,631	2,615,460		17,622,091
Total Capital Assets	15,716,662	2,615,460		18,332,122
Less: Accumulated depreciation for				
Building	(1,748,115)	(189,325)	_	(1,937,440)
Equipment	(5,273,614)	(345,431)	-	(5,619,045)
Total Accumulated Depreciation	(7,021,729)	(534,756)		(7,556,485)
		<u> </u>		<u> </u>
Transit Capital Assets, Net				
of Depreciation	\$ 8,694,933	\$ 2,080,704	<u> </u>	\$ 10,775,637
	1/1/2019 Beginning Balance	Additions	Deletions	12/31/2019 Ending Balance
Business-type Capital Assets, Net of Depreciation	\$ 154,533,894	\$ 2,662,926	\$ (49,077)	\$ 157,147,743

Depreciation expense was charged to functions as follows:

Business-type Activities

Transit	\$ 534,756
Stormwater	189,092
Water	1,949,650
Wastewater	 3,397,354
Total Business-type Activities	\$ 6,070,852

Depreciation expense may be different from business-type activity accumulated depreciation additions because of joint metering, salvage, cost of removal, internal allocations, or costs associated with the disposal of assets.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund		Amount	Dι	nount Not ue Within one Year
General Fund	Water Utility	\$	1,549,936	\$	-
General Fund	Golf Courses		49,606		49,606
General Fund	TIF 17		144,353		106,936
General Fund	TIF 22		191,255		-
General Fund	TIF 25		502,563		164,427
General Fund	TIF 26		111,374		-
General Fund	TIF 28		100,440		100,022
General Fund	TIF 35		612,739		-
General Fund	TIF 37		43,633		-
General Fund	TIF 38		909		909
General Fund	Innovation Fund		5,042		-
Capital Projects Fund	Debt Service Fund		393,797		-
Wastewater Utility	Transit System		1,857		-
Wastewater Utility	Water Utility		1,852,233		<u>-</u>
Subtotal- Fund Financial	Statements		5,559,737		421,900
Less: Fund eliminations			(4,009,801)		(421,900)
Less: Internal service fur	nd elimination adjustment		(2,863,925)		<u>-</u>
Total Government-wi	ide Statement of Net Position	<u>\$</u>	(1,313,989)	\$	<u>-</u>
Receivable Fund	Payable Fund		Amount		
Governmental Activities	Business-type Activities	\$	1,549,936		
Business-type Activities	Governmental Activities	_	(2,863,925)		
Total Government-wi	ide Statement of Net Position	\$	(1,313,989)		

The principal purpose of these interfunds is to cover deficit cash balances. All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

For the statement of net position, interfund balances which are owed within governmental activities or business-type activities are netted and eliminated.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)

Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Amount	Principal Purpose	Fund Transferred From	Amount	Principal Purpose
General Fund	\$ 1,534,817	Tax equivalent	General Fund	\$ 9.536.381	Debt payments
Total General Fund	1,534,817	•	General Fund	1,392,418	
Sanitation Fund	250,000	Subsidy	General Fund	90,000	YSC capital
Total Sanitation Fund	250,000	•	General Fund	48,000	Fire capital
Debt Service Fund	9,306,381	Debt payments	General Fund	9,044	Various capital
Debt Service Fund	1,347,539	Debt payments	Total General Fund	11,075,843	-
Debt Service Fund	126,899	Debt payments	Sanitation Fund	1,347,539	Debt payments
Debt Service Fund	53,750	Debt payments	Sanitation Fund	743,108	Capital project
Debt Service Fund	70,850	Debt payments	Total Sanitation Fund	2,090,647	
Debt Service Fund	1,208,500	Debt payments	Capital Projects	551,328	Subsidy
Debt Service Fund	105,275	Debt payments	Total Capital Projects	551,328	
Debt Service Fund	141,100	Debt payments	Water Utility	1,534,817	Tax equivalent
Debt Service Fund	161,700	Debt payments	Total Water Utility	1,534,817	
Debt Service Fund	35,350	Debt payments	Library	126,899	Debt payments
Debt Service Fund	282,893	Debt payments	Library	428,635	Capital project
Debt Service Fund	830,130	Debt payments	Golf	53,750	Debt payments
Debt Service Fund	798	Debt payments	TIF 21	70,850	Debt payments
Debt Service Fund	57,492	Debt payments	TIF 22	1,208,500	Debt payments
Debt Service Fund	230,000	Debt payments	TIF 23	105,275	Debt payments
Debt Service Fund	185,360	Debt payments	TIF 25	141,100	Debt payments
Total Debt Service Fund	14,144,017		TIF 26	161,700	Debt payments
Capital Projects Fund	743,108	Landfill capital	TIF 27	35,350	Debt payments
Capital Projects Fund	428,635	Library capital	TIF 32	250,000	Subsidy
Capital Projects Fund	(20,360)	Subsidy	TIF 33	500,000	Subsidy
Capital Projects Fund	1,786,000	VOM capital equipmen	TIF 35	282,893	Debt payments
Total Capital Projects Fund	2,937,383	_	TIF 36	830,130	Debt payments
Special Accounts	48,000	Fire capital	TIF 37	798	Debt payments
Special Accounts	9,044	Various capital	Benefits Funding	57,492	Debt payments
Transit	1,067,418	Subsidy	VOM	1,786,000	Capital equipment
Transit	551,328	Capital subsidy	Total Nonmajor Funds	6,039,372	_
TIF 36	750,000	Subsidy			_
Total Nonmajor Funds	2,425,790	-			
Sub-Total Fund Financial Statements	\$ 21,292,007	_		21,292,007	
Less: Fund Eliminations		=		(15,969,952)
Less: Government-wide Eliminations				(5,405,984	,
Total Government Wide Statement					

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)

Transfers (cont.)

Fund Transferred To	Fund Transferred From	 Amount
Governmental Activities Business-type Activities	Business-type Activities Governmental Activities	\$ 1,534,817 (1,618,746)
		\$ (83,929)

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2019 was as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year	
Bonds and Notes Payable						
General obligation debt	\$ 67,242,000	\$ 18,119,000	\$ 13,027,000	\$ 72,334,000	\$ 13,691,000	
Premium on debt	1,703,615	577,795	259,264	2,022,146		
Total Notes Payable	68,945,615	18,696,795	13,286,264	74,356,146	13,691,000	
Other Liabilities						
Landfill superfund care	551,000	-	69,000	482,000	41,809	
Accrued vacation	2,311,290	2,450,120	2,311,290	2,450,120	2,450,120	
Total Other Liabilities	2,862,290	2,450,120	2,380,290	2,932,120	2,491,929	
Total Governmental Activities Long-Term Liabilities	\$ 71,807,905	<u>\$ 21,146,915</u>	<u>\$ 15,666,554</u>	\$ 77,288,266	\$ 16,182,929	
Business-Type Activities Bonds and Notes Payable						
General obligation debt	\$ 29,953,000	\$ 4,916,000	\$ 4,948,000	\$ 29,921,000	\$ 5,189,000	
Premium on debt	675,480	179,396	113,497	741,379	-	
Revenue bonds from direct borrowings and direct placement	20,688,769		1,920,665	18,768,104	1,943,719	
Total Business-Type Activities Long-Term Liabilities	\$ 51,317,249	\$ 5,095,396	\$ 6,982,162	\$ 49,430,483	\$ 7,132,719	

In addition to the liabilities above, information of the net pension liability and net OPEB liability is provided in Notes V. A. and V. D. respectively.

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the city. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

In accordance with Wisconsin Statutes, total general obligation indebtedness of the city may not exceed 5% of the equalized value of taxable property within the city's jurisdiction. The debt limit as of December 31, 2019 was \$265,796,105. Total general obligation debt outstanding at year-end was \$102,255,000.

Governmental Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 12/31/2019
General obligation notes	11/4/2010	2/1/2020	2.00 - 2.85%	\$ 6,145,000	\$ 360,000
General obligation notes	11/4/2010	2/1/2020	1.05 - 3.60%	1,055,000	100,000
General obligation notes	11/14/2011	2/1/2021	2.00 - 3.00%	7,595,000	1,500,000
General obligation notes	11/14/2011	2/1/2021	2.00 - 3.00%	1,285,000	50,000
General obligation notes	11/15/2012	2/1/2022	1.00 - 2.00%	9,740,000	2,905,000
General obligation notes	11/15/2012	2/1/2022	1.00 - 2.00%	1,760,000	510,000
General obligation notes	6/3/2013	2/1/2025	0.50 - 2.85%	3,668,000	3,500,000
General obligation notes	10/30/2013	2/1/2023	2.00 - 3.00%	8,035,000	1,640,000
General obligation notes	9/3/2014	2/1/2024	1.00 - 3.00%	12,085,000	6,485,000
General obligation notes	7/8/2015	2/1/2025	2.00 - 4.00%	9,477,000	5,300,000
General obligation notes	7/13/2016	2/1/2026	1.50 - 3.00%	12,916,000	8,200,000
General obligation notes	7/13/2016	2/1/2026	1.50 - 3.00%	5,775,000	1,095,000
General obligation notes	7/12/2017	2/1/2027	2.00 - 3.00%	13,736,000	10,305,000
General obligation notes	7/11/2018	2/1/2028	1.50 - 4.00%	14,039,000	12,265,000
General obligation notes	7/9/2019	2/1/2029	1.50 - 4.00%	15,104,000	15,104,000
General obligation notes	7/9/2019	2/1/2029	1.50 - 4.00%	3,015,000	3,015,000
Total Governmental Activities	s – General Obligat	tion Debt			\$ 72,334,000

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

Business-type Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 12/31/2019
General obligation notes	11/4/2010	2/1/2020	2.00 - 2.85%	\$ 2,620,000	\$ 275,000
General obligation notes	11/14/2011	2/1/2021	2.00 - 3.00%	4,420,000	1,500,000
General obligation notes	11/15/2012	2/1/2022	1.00 - 2.00%	2,960,000	990,000
General obligation notes	11/15/2012	2/1/2022	1.00 - 2.00%	790,000	185,000
General obligation notes	10/30/2013	2/1/2023	2.00 - 3.00%	2,415,000	1,080,000
General obligation notes	9/3/2014	2/1/2024	1.00 - 3.00%	4,835,000	2,750,000
General obligation notes	9/3/2014	2/1/2024	1.00 - 3.00%	1,690,000	750,000
General obligation notes	7/8/2015	2/1/2025	2.00 - 4.00%	4,208,000	2,470,000
General obligation notes	7/13/2016	2/1/2026	1.50 - 3.00%	6,414,000	4,200,000
General obligation notes	7/12/2017	2/1/2027	2.00 - 3.00%	5,039,000	3,820,000
General obligation notes	7/11/2018	2/1/2028	1.50 - 4.00%	7,866,000	6,985,000
General obligation notes	7/9/2019	2/1/2029	1.50 - 4.00%	4,916,000	4,916,000
Total Business-type Activities	General Obligation	Debt			\$ 29,921,000

Debt service requirements to maturity are as follows:

	Governmen	nt Activities	Business- T	ype Activities
	General Obl	igation Debt	General Ob	ligation Debt
<u>Years</u>	S Principal Interest Pr			Interest
2020	\$ 13,691,000	\$ 1,663,687	\$ 5,189,000	\$ 709,828
2021	12,206,000	1,339,163	4,909,000	577,063
2022	10,289,000	1,072,639	4,271,000	462,336
2023	9,029,000	831,911	3,826,000	362,785
2024	7,947,000	637,299	3,548,000	274,870
2025-2029	19,172,000	1,056,803	8,178,000	440,720
Totals	\$ 72,334,000	\$ 6,601,502	\$ 29,921,000	\$ 2,827,602

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Revenue Debt

Business-type activities revenue bonds are payable only from revenues derived from the operation of the water and wastewater utilities.

The city has pledged future service revenues, net of specified operating expenses, to repay revenue bonds issued since 2000. Proceeds from the bonds provided financing for the water and wastewater systems. The bonds are payable solely from service revenues and are payable through 2031. Annual principal and interest payments on the bonds are expected to require 17% of net revenues. The total principal and interest remaining to be paid on the bonds is \$20.8 million. Principal and interest paid for the current year and total customer net revenues were \$2.4 million and \$9.3 million, respectively.

Revenue debt payable at December 31, 2019 consists of the following:

Business-type Activities Revenue Debt

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 12/31/2019
Water Utility * Safe Drinking Water loan * Safe Drinking Water loan	2003 2004	2023 2024	2.75% 2.37%	\$ 1,336,937 2,150,000	\$ 341,347 665,765
Wastewater Utility			Total Wate	er Utility	1,007,112
 * Clean Water Fund loan 	2001 2004 2010 2011	2020 2023 2029 2031	2.75% 2.37% 2.15% 2.40%	1,100,828 2,032,973 27,212,000 983,325	145,092 511,147 16,457,803 646,950
Total Business-type Activitie	es Revenue Debt		Total Wast	ewater Utility	17,760,992 \$ 18,768,104

^{*} The debt note is directly placed with a third party

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Business-type Activities Revenue Debt (cont.)

Debt service reqirements to maturity are as follows:

Business-Type Activities Revenue Bonds from Direct Borrowings and

	 Direct Placement				
<u>Years</u>	Principal		Interest		
2020	\$ 1,943,719	\$	388,897		
2021	1,987,086		345,044		
2022	1,955,875		301,245		
2023	1,999,132		257,507		
2024	1,816,637		215,654		
2025-2029	8,944,652		505,279		
2030-2031	 121,003		2,920		
Totals	\$ 18,768,104	\$	2,016,546		

Other Debt Information

Estimated payments of accrued vacation and landfill superfund care are not included in the debt service requirement schedules. The accrued vacation liability attributable to governmental funds will be liquidated primarily by the general fund. The landfill superfund care liability will be liquidated by the sanitation special revenue fund.

A statutory mortgage lien upon the water and wastewater systems and any additions, improvements and extensions thereto is created by Section 66.066 of the Wisconsin Statutes as provided for in the ordinances creating the revenue bond issues. The water and wastewater systems and the earnings of the systems remain subject to the lien until payment in full of the principal and interest on the bonds.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

G. CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require the city to place a final cover on its operating landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 40 years after closure. During 2001, the city purchased an insurance policy to cover the costs of the remaining closure and post closure care. This policy transfers the risk of remaining costs to another entity. Therefore, the city no longer reports a long-term liability for closure and post closure care.

The city is required by state environmental laws to provide financial security to guarantee final site closure and post closure care. The city is in compliance with these requirements by having in place the insurance policy, which provides the required amount for closure and post closure care. Monies to pay for the insurance policy were from city investments, most notably annual payments the city had put in its own escrow account to fulfill the state requirements. The insurance policy allows the city to draw money from the account as a reimbursement against the expenditures for closure and post closure care. Those reimbursements will be claimed once the closure and long-term care requirements are fulfilled and approved by the State Environmental Agency (WDNR). The city will make a request against the insurance policy for a lump sum payment against the closure part of the policy and annually for 40 years against the long-term care portion of the policy.

H. NET POSITION/FUND BALANCES

Governmental activities net position reported on the government wide statement of net position at December 31, 2019 include the following:

Net investment in capital assets	
Land	\$ 37,067,584
Construction in progress	9,073,944
Other capital assets, net of accumulated depreciation	196,603,837
Less: related long-term debt outstanding (excluding unspent	
capital related debt proceeds)	(61,749,943)
Total net investment in capital assets	180,995,422
Restricted	
Debt service	5,398,937
Grants	4,740,682
Library	537,455
TIF districts	4,343,999
Landfill long-term care	3,466,124
Total restricted	18,487,197
Unrestricted (deficit)	(31,454,750)
Total Governmental Activities Net Position	\$ 168,027,869

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)

Governmental fund balances reported on the fund financial statements at December 31, 2019 include the following:

Nonspendable Major Funds		
General Fund		
Prepaid items	\$	3,220
Noncurrent interfund balances		421,900
Total General Fund	_	425,120
Capital Projects		
Inventories		231,641
Total Capital Projects	_	231,641
Nonmajor Funds		
Prepaid items	_	42,000
Restricted		
Major Funds		4 000 500
Debt Service - debt service		4,883,568
Capital Projects - unspent bond proceeds		6,172,705
Total Major Funds	_	11,056,273
Nonmajor Funds		
Special Revenue Funds		
Library		537,455
Special Accounts		3,703,950
TIF No. 21		529,997
TIF No. 23		90,568
TIF No. 27		61,244
TIF No. 29		337,133
TIF No. 32		3,514,696
TIF No. 33		206,430
TIF No. 36		63,183
Other Housing Grants		599,437
Community Development Block Grant		844,975
Total Nonmajor Funds	\$	10,489,068

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV - DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)	
Committed	
Major Funds	
Sanitation	\$ 2,997,162
Total Major Funds	·
Total Major Farias	2,997,162
Nonmajor Funds	
Special Revenue Funds	
JATV-12	262,890
Oak Hill Cemetery	98,297
Special Accounts	476,541
Innovation Center	22,065
Total Nonmajor Special Revenue Funds	859,793
Total Notificajor Opedia Nevertue Funds	
Total Nonmajor Funds	859,793
Assigned	
Major Funds	
General Fund - applied to 2020 budget	473,531
Capital Projects	3,344,926
Total Major Funds	3,818,457
Unassigned (deficit)	
Major Funds	
General Fund	8,617,899
Total Major Funds	8,617,899
Nonmajor Funds	
Special Revenue Funds	
TIF No. 17	(144,353)
TIF No. 22	(191,255)
TIF No. 25	(498,931)
TIF No. 26	(108,347)
TIF No. 28	(100,440)
TIF No. 35	(615,935)
TIF No. 37	(43,658)
TIF No. 38	(14,309)
Golf Courses	(139,980)
Total Nonmajor Special Revenue Funds (Deficit)	\$ (1,857,208)

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

H. NET POSITION/FUND BALANCES (cont.)

Business-type activities net position reported on the government wide statement of net position at December 31, 2019 include the following:

Net Investments in Capital Assets

Plant in service Accumulated depreciation Construction work in progress Sub-Total	\$ 	247,760,986 (92,052,776) 1,439,533 157,147,743
Current portion of general obligation debt		(5,189,000)
Current portion of revenue bonds General obligation debt		(1,943,719) (25,473,379)
Revenue bonds		(16,824,385)
Construction payables		(107,722)
Sub-Total	_	(49,538,205)
Construction Funds (unspent debt)		993,008
Sub-Total	_	993,008
Total Net Investment in Capital Assets	<u>\$</u>	108,602,546

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

I. COMPONENT UNIT

This report contains the Community Development Authority (CDA) which is included as a component unit. Financial information is presented as a discrete column in the statement of net position and the statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

a. Basis of Accounting/Measurement Focus

The CDA follows the full accrual basis of accounting and the flow of economic resources measurement focus.

b. Deposits and Investments

The CDA's cash and investments at year-end were comprised of the following:

	Carrying	Bank	Associated	
	Value	Balance	Risks	
Demand deposits	\$4,134	\$4,134	Custodial credit	

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit amounts (interest-bearing and noninterest bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has been considered in calculating custodial credit risk.

Custodial Credit Risk

Deposits – Custodial credit risk is the risk that in the event of a financial institution failure, the CDA's deposits may not be returned to the CDA.

The CDA does not have any deposits exposed to custodial credit risk.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

I. COMPONENT UNIT (cont.)

c. Cash and Cash Equivalents

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

d. Capital Assets

	ginning alance	_Add	ditions	Del	etions_	Ending Balance	Useful Lives (Years)
Equipment Less: accumulated	\$ 93,818	\$		\$	(6,660)	\$ 87,158	4-20
depreciation	 (75,948)		(2,806)		6,660	 (72,117)	
Totals	\$ 17,870	\$	(2,806)	\$		\$ 15,040	

NOTE V – OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

Plan description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government, and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011 and expected to work at least 1,200 hours a year and (880 hours teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

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

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Benefits provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement participants, if hired on or before 12/31/2016) are entitled to retirement benefit based on a formula factor, their average earnings, and creditable service.

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

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

The WRS also provides death and disability benefits for employees.

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

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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

During the reporting period, the WRS recognized \$3,163,808, in contributions from the city.

Contribution rates for the plan year reported as of December 31, 2019 are:

Employee Category	Employee	Employer
General	6.7%	6.7%
Protective with Social Security	6.7%	10.7%
Protective without Social Security	6.7%	14.9%

Pension Liability, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2019, the city reported a liability of \$10,692,258 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017 rolled forward to December 31, 2018. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The city's proportion of the net pension liability was based on the city's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2018, the city's proportion was 0.30053965%, which was an increase of 0.00390092% from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the city recognized pension expense of \$7,260,210. The pension liability attributable to governmental funds will be liquidated primarily by the general fund.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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

	 rred Outflows Resources	De	ferred Inflows of Resources
Differences between expected and actual experience	\$ 8,327,650	\$	14,720,290
Changes in actuarial assumptions	1,802,324		-
Net differences between projected and actual earnings on pension plan investments	15,615,310		-
Changes in proportion and differences between employer contributions and proportionate share of contributions	24,191		102,532
Employer contributions subsequent to the measurement date	 3,245,361		
Totals	\$ 29,014,836	\$	14,822,822

\$3,245,361 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2020. Other amounts reported as deferred outflows (inflows) of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31:	Deferred Outflows of Resources and Deferred Inflows of Resources (net)
2020	\$ 3,956,293
2021	970,767
2022	1,738,097
2023	4,281,496

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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

Entry Age Normal

Actuarial Valuation Date: December 31, 2017

Measurement Date of Net Pension Liability (Asset) December 31, 2018

Asset Valuation Method: Fair Value

Long-Term Expected Rate of Return: 7.0%

Discount Rate: 7.0%

Salary Increases:

Actuarial Cost Method:

Inflation 3.0%

Seniority/Merit 0.1% - 5.6%

Mortality: Wisconsin 2018 Mortality Table

Post-retirement Adjustments*: 1.9%

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

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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

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

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.50% Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Sensitivity of the city's proportionate share of the net pension liability/(asset) to changes in the discount rate. The following presents the city's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the city's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease to		1% Increase to
	Discount Rate	Current Discount	Discount Rate
	(6.00%)	Rate (7.00%)	(8.00%)
City's proportionate share of the			
net pension liability/(asset)	\$42,492,155	\$10,692,258	(\$12,953,431)

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

At December 31, 2019, the city reported a payable to the pension plan of \$477,428, which represents contractually required contributions outstanding as of the end of the year.

B. RISK MANAGEMENT

The city maintains a risk management program to safeguard its financial security by protecting its human, financial and property assets from the adverse impact of loss. Various techniques and programs are utilized to reduce the possibility of a loss from occurring and manage the adverse consequences should an event occur resulting in a loss. Risk treatment devices utilized include control, reduction, retention and transfer through proactive safety programs and loss control practices, contractual risk transfer, self-insurance funding, and the purchase of insurance.

Public Entity Risk Pool - Transit Mutual Insurance Corporation of Wisconsin (TMI)

The Transit Mutual Insurance Corporation of Wisconsin (TMI) is a mutual insurance corporation, which insures auto liability and auto physical damage for municipally-owned transit systems in Wisconsin. Each insured property is an owner of the mutual insurance corporation. The city insures its transit systems' auto liability and physical damage with TMI and is an owner of the corporation.

The city's auto liability insurance policy as a \$250,000 per person policy limit and a \$7,000,000 per accident policy limit. Of the per accident policy limit, TMI insures \$2,500,000 and reinsures \$4,500,000 with Great American Insurance Company. In addition, the city's policy provides for \$25,000 per person and \$50,000 per accident in uninsured motorist insurance.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

B. RISK MANAGEMENT (cont.)

Public Entity Risk Pool - Transit Mutual Insurance Corporation of Wisconsin (TMI) (cont.)

The physical damage policy issued by TMI to the city provides collision and comprehensive coverage for the lesser of the agreed value or the cost of repairs minus a \$500 per accident deductible for private passenger and services units and a \$1,000 per accident deductible for bus units.

Management of TMI consists of a board of directors comprised of one representative for each member. The city does not exercise any control over the activities of the corporation beyond its representation on the board of directors.

Premiums are determined in advance of each premium year, which begins on January 1. TMI is an assessable mutual; accordingly, the board of directors may require that supplemental contributions be made by members to ensure adequate funds are available to meet the obligations applicable to the premium year. Members are required by Wisconsin statute and TMI bylaws to fund any deficit attributable to a premium year during which they were a member. TMI was incorporated in 1985 and began issuing insurance policies in 1986; there has never been a member assessment beyond the annual premiums.

The city's share of this corporation is 3.12% for auto liability and 8.59% of physical damage liability. A list of the other members and their share of participating is available in the TMI report, which can be obtained directly from the TMI's offices.

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

CVMIC is a municipal mutual insurance company established on September 14, 1987 under Section 611.23 of the Wisconsin Statutes. CVMIC provides liability insurance coverage to the cities and villages which make up the membership of the WMIC that was established under Section 66.30 of the Wisconsin statutes governing intergovernmental cooperation commissions.

CVMIC insures the municipalities up to \$5,000,000 per occurrence above the self-insured retention amount selected by each individual city or village. CVMIC also provides excess insurance of \$5,000,000 over the CVMIC layer through a group purchase program paid proportionately by members for a total limit of \$10,000,000 per occurrence. Members pay premiums based on their self-insured retention amount, claims experience and population.

Management of CVMIC and WMIC consists of a board of directors and officers elected by the membership from each class of participants based on population. The board of directors hires the company executive director who in turn hires the management staff of CVMIC. The city does not exercise any control over the activities of the CVMIC and WMIC beyond the election of the officers and board.

Financial statements of CVMIC can be obtained directly from CVMIC's offices. The city's Mutual Member Participation Calculation for 2019 was calculated at \$447,722 or 3.977%. This calculation is based on premiums, claims and self-insured retention of the city as compared to the entire membership. The city's participation portion of available funds would be distributed upon dissolution. The initial investment in WMIC is not refundable upon withdrawal from the commission and has been reported at the original amount of \$1,604,120 in the insurance internal service fund. WMIC is not required to have an audit.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

B. RISK MANAGEMENT (cont.)

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

The city pays an annual premium to CVMIC for its general liability insurance as noted. The city's self-insured retention amount annually is \$100,000 per occurrence and \$400,000 in the aggregate.

The city accounts for its participation in the company in the insurance internal service fund. Payments to CVMIC for current year insurance coverage are reflected in the general operating statements of the various funds. The city has recorded claims payable at year-end in the insurance internal service fund of \$99,252. For liability claims, the city's uninsured risk of loss is \$100,000 per incident with a \$5,000,000 limit per occurrence. \$253,000 was designated for that reserve at year-end and is included in unrestricted net position of the internal service fund.

Self-Insurance - Health Claims

The city has a self-funded health insurance program with claims processed by an administrative firm on behalf of the city. The claims are accounted for and financed by the city in the insurance internal service fund.

For health claims, the uninsured risk of loss is \$175,000 per incident with a \$2,000,000 lifetime maximum per individual. Stop loss insurance is purchased for claims in excess of \$175,000. Actual claims have exceeded the stop loss limit for some claimants in each of the last five years.

All funds of the city participate in the risk management program. Amounts payable to the internal service fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses. \$882,000 was designated for that reserve at year-end and is included in unrestricted net position of the internal service fund.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The city does not allocate overhead costs or other non-incremental costs to the claims liability.

Claims Liability	Prior Year	Current Year
Unpaid claims – Beginning of Year Current year claims and changes in estimates Claim payments	\$ 829,000 10,525,101 (10,497,101)	\$ 857,000 13,795,194 (13,770,194)
Unpaid Claims – End of Year	\$ 857,000	\$ 882,000

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

B. RISK MANAGEMENT (cont.)

Self-Insurance – Worker's Compensation

The city is also self-insured for workers compensation, which are accounted for and financed by the insurance internal service fund. For these claims, the uninsured risk of loss is \$500,000 per incident for all other employees. The city has purchased commercial insurance for claims in excess of \$500,000. Settled claims have not exceeded the commercial coverage in any of the past five years.

All funds of the city participate in the risk management program. Amounts payable to the internal fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses. \$362,000 was designated for that reserve at year-end and is included in unrestricted net position of the internal service fund.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The city does not allocate overhead costs or other non-incremental costs to the claims liability.

Claims Liability	F	Prior Year	Cu	rrent Year
Unpaid claims – Beginning of Year Current year claims and changes in estimates Claim payments	\$	1,631,273 (390,191) (430,530)	\$	810,552 446,958 (283,215)
Unpaid Claims – End of Year	\$	810,552	\$	974,295

C. COMMITMENTS AND CONTINGENCIES

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental fund types if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the city is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the City Attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the city's financial position or results of operations.

The city has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

In 2015, the city entered into an incentive agreement with a developer in TIF No. 35. If the developer adheres to the terms of the agreement, the city has committed a total of \$5,296,000 in incentive payments that are payable through 2027. Incentive payments in the amount of \$641,098 occurred in 2019.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

C. COMMITMENTS AND CONTINGENCIES (cont.)

During 2019, the city borrowed \$23,035,000 for the purpose of making various capital improvements. These monies, as well as other revenue sources, are reflected in the capital projects fund, special revenue funds, and enterprise funds. Work that has been completed but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures. The balance of contract amounts is \$791,520 at year-end and is included in fund balance in the capital project fund and special revenue funds and in net investment in capital assets in the enterprise funds.

The city-owned landfill is a source of potential liability to the city. The U.S. Environmental Protection Agency (EPA) has issued a Record of Decision on a city owned landfill that accepted wastes during the period 1953 through 1985. The EPA determined the landfill had environmental impacts that required clean-up and long-term care. The estimated net present value cost is \$8.3 million. Remediation construction activities are complete and remaining long-term care will occur over the next 7 years. The City of Janesville, General Motors Corporation, Manpower, and the other responsible parties have entered into a Federal District Court approved settlement agreement with the EPA. The city estimates its remaining present value cost for long-term care of this facility will be approximately \$0.48 million. This amount is recorded in the governmental activities statement of net position. The city's costs under the agreement may be spread over the next seven years. The city has paid \$2.9 million in costs to date. The remaining \$4.9 million of construction clean-up costs were borne by those industries that caused the environmental problem.

At December 31, 2019, there were \$2,409,614 of unrecorded deferred assessments which are not recorded as receivables because collection is subject to certain events occurring in the future, and no formal repayment schedule has been established. The breakdown of deferred assessments is as follows:

Water	\$ 1,296,182
Wastewater	
Total	\$ 2,409,614

D. OTHER POSTEMPLOYMENT BENEFITS

Health Insurance Plan

The city administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides health insurance contributions for eligible retirees and their spouses through the city's group health insurance plan, which covers both active and retired members. Benefit provisions are established through collective bargaining agreements and state that eligible retirees and their spouses receive healthcare insurance until the retiree reaches age 65 at established contribution rates. The Retiree Health Plan does not issue a publicly available financial report.

Contributions are established through collective bargaining agreements and may be amended only through negotiations between the city and the union. The city makes the same monthly health insurance contribution on behalf of the retiree as it makes on behalf of all other active employees during that year. The city contributes 88.4% and 86.4% of the total premiums for family and single plans, respectively, for eligible retired plan members and their spouses. For fiscal year 2019, the city contributed \$8,925,780, or 88.9% of the total premiums, to the plan. Plan members receiving benefits contribute 11.6% and 13.6% of their premium costs for family and single plans, respectively. For fiscal year 2019, total member contributions were \$1,111,775, or 11.1% of the total premiums, through required contributions.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

General Information About the OPEB Plan

Plan description. The city defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the city. RBP is a single-employer defined benefit OPEB plan administered by the city. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the city council. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

Benefits provided. The city provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 50 to 100 percent of health insurance premiums for non-Medicare-eligible retirees and 0 percent of supplemental health insurance premiums for Medicare-eligible retirees. The plan also provides all retirees with 100 percent of life insurance benefits.

Employees covered by benefit terms. At December 31, 2019, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	123
Inactive plan members entitled to but not yet receiving benefit	120
payments	4
Active plan members	447
	574

Total OPEB Liability

The city's total OPEB liability of \$43,524,327 was measured as of December 31, 2018 and was determined by an actuarial valuation as of December 31, 2017.

Actuarial assumptions and other inputs. The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	3.0%
Healthcare cost trend rates	7.50% decreasing by 0.50% per year down to 6.50%, then by 0.10% per year down to 5.0%, and level thereafter

Retirees' share of benefit-related costs 11.1%

The discount rate was based on a 20-year AA municipal bond rate of 4% reflective as of the measurement date.

Mortality rates were based on the Wisconsin 2012 Mortality Table.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

The actuarial assumptions used in the valuation were based on the results of an experience study for the period conducted in 2015 using Wisconsin Retirement System experience from 2012-2014.

Changes in the Total OPEB Liability

	Total OPEB Liability	
Balances at December 31, 2017	\$	43,422,368
Changes for the year: Service cost Interest Changes of assumptions or other input Benefit payments		2,025,566 1,523,002 (1,604,981) (1,841,628)
Net changes		101,959
Balances at December 31, 2018	\$	43,524,327

\$1,988,953 reported as deferred outflows related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2020. Other amounts reported as deferred outflows (inflows) of resources related to OPEB will be recognized as OPEB expenses as follows:

Year Ended	Deferred Outflows (Inflows)
December 31:	of Resources (net)
2020	\$(200,623)
2021	(200,623)
2022	(200,623)
2023	(200,623)
2024	(200,623
Thereafter	(401,243)

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the city, as well as what the city total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.00 percent) or 1-percentage-point higher (5.00 percent) than the current discount rate:

	1% Decrease (3.00%)		Discount Rate (4.00%)		1% Increase (5.00%)	
Net OPEB liability	\$	46,793,732	\$	43,524,327	\$	40,491,683

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability of the city, as well as what the city's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.5 percent decreasing to 4.0 percent) or 1-percentage-point higher (8.5 percent decreasing to 6.0 percent) than the current healthcare cost trend rates:

		Healthcare Cost			
	1% Decrease (6.5%	Trend Rates (7.5%	1% Increase (8.5%		
	Decreasing to 4.0%)	Decreasing to 5.0%)	Decreasing to 6.0%)		
Net OPEB liability	\$ 39,184,491	\$ 43,524,327	\$ 48,600,311		

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2019, the city recognized an OPEB expense of \$3,347,945. At December 31, 2019, the city reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Changes in assumptions or other input	\$	\$ (1,404,358)			
Contributions subsequent to measurement date	1,988,953				
Total	\$	584,595			

The OPEB liability attributable to governmental funds will be liquidated primarily by the general fund.

LOCAL RETIREE LIFE INSURANCE FUND (LRLIF)

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

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

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

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

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

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

Contribution rates for the plan year reported as of December 31, 2019 are:

Coverage Type	Employer Contributions			
50% Post Retirement Coverage	40% of Employee Contribution			
25% Post Retirement Coverage	20% of Employee Contribution			

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

Life Insurance Employee Contribution Rates For The Plan Year

Attained Age	<u>Basic</u>
Under 30	\$0.05
30-34	0.06
34-39	0.07
40-44	0.08
45-49	0.12
50-54	0.22
55-59	0.39
60-64	0.49
65-69	0.57

During the reporting period, the LRLIF recognized \$12,128 in contributions from the employer.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At December 31, 2019, the city reported a liability of \$1,624,302 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2017 rolled forward to December 31, 2018. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The city's proportion of the net OPEB liability was based on the city's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2018, the city's proportion was 0.629492%, which was an increase of 0.010562% from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the city recognized OPEB expense of \$167,373. The OPEB liability attributable to governmental funds will be liquidated primarily by the general fund.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V - OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

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

	Deferred Outflows of Resources		Deferred Inflows of Resources	
Differences between expected and actual experience	\$	-	\$	82,400
Net differences between projected and actual earnings on OPEB plan investments		38,818		-
Changes of assumptions		154,984		352,084
Changes in proportion and differences between employer contributions and proportionate share of contributions		36,818		-
Employer contributions subsequent to the measurement date		12,327		
Total	\$	242,609	\$	434,484

\$12,327 reported as deferred outflows related to OPEB resulting from the LRLIF Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Deferred Outflows (Inflows) of Resources (net)
2019	\$(25,822)
2020	(25,822)
2021	(25,822)
2022	(31,273)
2023	(36,889)
Thereafter	(58,574)

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

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

Actuarial Valuation Date: January 1, 2018

Measurement Date of Net OPEB Liability: December 31, 2018

Actuarial Cost Method: Entry Age Normal

20 Year Tax-Exempt Municipal Bond Yield: 4.10%

Long-Term Expected Rate of Return: 5.00%

Discount Rate: 4.22%

Salary Increases:

Inflation 3.00%

Seniority/Merit 0.1% - 5.6%

Mortality: Wisconsin 2018 Mortality Table

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

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

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

D. OTHER POSTEMPLOYMENT BENEFITS (cont.)

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

I a.a.a. Tawaa

			Long-Term Expected Geometric Real
Asset Class	Index	Target Allocation	Rate of Return %
US Government Bonds US Credit Bonds US Long Credit Bonds US Mortgages US Municipal Bonds Inflation	Barclays Government Barclays Credit Barclays Long Credit Barclays MBS Barclays MBS	1% 40 4 54 1	1.44% 2.69 3.01 2.25 1.68 2.30
Long-Term Expected Rate	e of Return		5.0

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

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

	1% Decrease			Current	1% Increase	
	Discount Rate			count Rate	to Discount	
	(3.22%)			(4.22%)	Rate (5.22%)	
City's proportionate share of the net OPEB liability	\$	2,310,677	\$	1,624,302	\$	1,094,919

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in separately issued financial statements available at http://etf.wi.gov/publications/cafr.htm.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

E. TAX ABATEMENTS

The city through various Tax Incremental Financing Districts (TID) has entered into tax abatement agreements with developers in the form of a tax incremental financing incentive payments to stimulate economic development. The abatements are authorized through the TID project plans. The developers pay property taxes as they become due, and after meeting the criteria established in the development agreements, are entitled to future incentive payments that directly correlate to the taxes paid.

The city has disclosed each tax abatement individually.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

Agreement Description	Calculation Method	Developer Commitment	Payment Arrangement	Recapture Provisions, if any	
GOEX	\$835,736 Total Package including rail and transportation improvements	Construction of New 161,875 sq ft building, Guarantee Value of \$5,517,250 and incremental revenues of \$143,776 from 2015 - 2022, within 1 year of occupancy create, retain and maintain 130 FTEs for 7 years Guaranteed minimum property	\$835,736 total	Annual increment guarantee of \$143,776. Any shortage must be paid by developer	
101 Milwaukee	\$500,000 reimbursement of renovations costs	tax payment ranging from \$72,065 to \$79,930 in 2023 (Final year)	One Time payment of \$500,000	Graduated Guaranteed payment over the life of the agreement	
Performance Micro Tool	\$110,210 in land costs and incentive for the building	New 6,000 sq ft building construction with guaranteed minimum value of \$330,000 and \$7,347 in increment annually	\$330,000 in land, development costs and incentive for the building	Guaranteed Increment of \$7,347 annually for ten years	
North Woods Holdings, 2011	incentive	21,000 sq ft building expansion, retain 86 jobs and add 32 within three years. Includes increment guarantee of \$12,329.10	\$100,000 one time payment	Guaranteed increment increase of \$12,329.10 annually for ten years	
North Woods Holdings, 2014	\$1,008,106 development loan for incentive and 7 acres of land	141,005 sq ft expansion, retain 100 jobs and create 40 additional jobs per year for 9 years.	\$1,008,106 in land, building and job incentives	Guaranteed additional increment of \$186,959 annually for nine years	
Seneca	\$303,275 forgivable loan for building expansion	80,000 sq ft expansion of the building and increase in real property taxes by \$30,327.50; create and maintain 25 new jobs by June 2015, however, debt forgiveness is only on the increment created.	Forgivable loan of \$303,275	Guaranteed additional increment of 30,327.50 annually for ten years	
Milgold	\$160,000 total reimbursement for	Rehabilitate the 17,750 sq ft building	Max Reimbursement of \$160,000 over 10 years. Varied by year. Total paid out \$24,338.48. Ceased payments in 2015	None	
Spinner	\$132,904 in incentive for expansion of the building	Expansion of the building, retain 12 jobs and add10 jobs over the following three years		Guaranteed additional increment of \$13,290.40	
Greene Bros	\$425,000 incentive for building rehabilitation	Rehabilitate the 23,600 sq ft building and guarantee value of \$1,395,232 and increment of \$33,075,83.	One Time Payment of \$425,000	Guaranteed additional increment of \$33,075.83	

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

\$1.53M in land, \$1.5M forgivable loan for development incentive, \$1.5M for replacement of prototype building, \$578,000 stornwater assessment forgivable loan, \$345,000 for utilities extended by the City. City also includes a \$4M loan guarantee which will be assigned to a future note secured by Shine Shine \$5,296,600 in incentive and land for the development \$1,274,437.06 forgivable loan for land and incentive for building construction \$1,968,841 forgivable loan in land and AM Castle Building AM Castle Building \$1,166,564, guarantee 125 jobs within 5 years of initiating production. \$1.5M for guarantee which will be assigned to a future note secured by Shine Build 1,000,000 sq ft warehouse and guarantee value of \$40 per square foot and \$25 million in personal property \$1,274,437.06 forgivable loan for land and incentive for building construction \$1,968,841 forgivable loan in land and building value \$1,005,534.64 in the form of land and building incentive \$1,005,534.64 in the form of land and building incentive \$1,005,534.64 in the form of land and building incentive \$2,000 sq ft new building valued at \$50M, guarantee 125 jobs within 5 years of initiating production. \$1.5M forgivable loan production. \$1.5M forgivable loan sincentive or square foot and \$25 million in personal property \$2026 and \$134,660 in 2027 One time payment of saves within 5 years of initiating production. \$1.5M forgivable loan or campus. Build 1,000,000 sq ft warehouse and guarantee value of \$40 per square foot and \$25 million in personal property \$2026 and \$134,660 in 2027 One time payment of saves within 5 years of initiating production. \$1.5M forgivable loan or campus. Build 1,000,000 sq ft warehouse and guarantee value of \$40 per square foot and \$25 million in personal property \$2026 and \$134,660 in 2027 One time payment of saves within 5 years of initiating production. \$1.5M forgivable loan or square foot and \$25 million in personal property Cone time payment of square property S134,660 in 2027 One time payment of squa	te on of ly ing ment g Guaranteed annual tax
Shine Sh	\$1,166,564 Agreement is a pay-go, thus payment is reduced if building
Build 1,000,000 sq ft warehouse and guarantee value of \$40 per square foot and \$25 million in personal property Dollar General Land D	Agreement is a pay-go, thus payment is reduced if building
\$1,274,437.06 forgivable loan for land and incentive for building construction \$1,968,841 forgivable loan in land and building value \$1,005,534.64 in the form of land and Capital Circle 2 (as revised) \$1,274,437.06 forgivable loan for land and building construction \$5,400,000 St,400,000 St,400,00	met. Personal property did not 2018-meet the \$25M requirement
loan in land and building value guarantee \$10,450,000 in value cash incentive \$1,005,534.64 in the form of land and Capital Circle 2 (as revised) Loan in land and building value guarantee \$10,450,000 in value cash incentive Build 100,000 sq ft facility and guarantee value of \$4,557,000 Build 9,880 sq ft facility with a value of at least \$270,000 and	Guarantee Increment of
\$1,005,534.64 in the form of land and Capital Circle 2 (as revised) \$\$1,005,534.64 in the form of land and building incentive	
Build 9,880 sq ft facility with a value of at least \$270,000 and	fthe
Van Brocklin in the form of land over four years form of land	the Guaranteed annual increment of \$6,478
Build 12,000 sq ft facility and guarantee increment of Westphal Electric Build 12,000 sq ft facility and guarantee increment of S7,379.61 annually for 10 years form of land	the Guarantee increment of \$7,379.61 annually
Build 58,300 sq ft facility, guaranteed value increment \$1,779,899 (total \$2,216,299), tax increment of \$46,380.84 (total \$54,424.77) for 10 years, loan for building and retain 13 FTE LWE and One time payment ca Playstar construction create 10 FT LWE. incentive of \$410,000	
\$37,000 forgiveable Rehabilitate 8,448 sq ft, Key Real Estate Solutions, loan for building guarantee tax increment of rehabilitation \$3,700 for 10 years. Rehabilitate 8,448 sq ft, guarantee tax increment of payment of \$37,000	Guaranteed annual increment of \$3,700. (Total tax

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

Agreement Description	Calculation Method	Developer Commitment	Payment Arrangement	Recapture Provisions, if any
		Build 40,000 sq ft expansion,		Guaranteed annual increment
	\$253,992 forgivable	tax increment guarantee of		of \$26,968 (Total tax
	loan for building	\$26,968 for 10 years, maintain	One time cash incentive	equivalency payment =
Gallina	expansion	13 FTEs	payment of \$253,992	\$65,780.41)
	\$1,055,000 in land	Build 33,064 sq ft facility, tax		Guaranteed annual tax
	costs and incentive for	increment guarantee of	\$1,055,000 in cash	equivalent payment of
Janesville Hotel Group LLC	the building	\$86,643.51 for 10 years	incentive and land	\$86,643.51
			Annual reimbursement	
	\$2,865,774.73	Rehabilitate 78,000 sq ft facility,	payments vary over 14	
	reimbursement for	guaranteed value of \$9,160,000	years with max total	
TFJ Development Inc.	building rehabilitation	(\$6,096,300 incremental value)	payments \$2,865,774.73	None
		Build 8,000 sq ft facility with		
		guaranteed value of \$900,000,		Annual property tax payment
		guarantee annual property tax		ranging from \$16,051 to
	\$130,500 for new	payment ranging from \$16,051		\$17,804. In 2015, MGD Fund
	building construction,	to \$17,804 for 11 years,		III declared bankruptcy. At
	\$55,000 for parking	purchase 1/2 parking lot for	One time cash incentive	that time they had a remaining
MGD Fund III	construction	\$18,000,	of \$130,500	balance of \$75,564
				Annual debt service for loan of
				\$15,193.38 annually forgiven in
				two parts, \$6,366.18 annually
				forgiven based upon job
		Build 9,000 sq ft addition to		creation and \$8,827.20 forgiven
	\$131,272 incentive for	facility and guarantee value of	One time cash incentive	through increased real property
J&L Targets, Inc.	addition to the building	\$872,693.15 for entire facility	of \$140,000	increment for the property
		·	Annual reimbursement	
			payments vary over 11	Agreement is a pay-go, thus
Pontiac Place Hotel	\$2,011,000 for new	Build 52,851 sq ft facility with	years with a max total of	payment is reduced if building
Developers, Inc.	hotel construction	guaranteed value of \$6,039,000	\$2,011,065	values not met
	Land value of			
	\$568,789 and		Land value of \$568,789	
	construction incentive	Build 100,000 sq ft facility and	and one time construction	Guaranteed increment of
Northwoods Holdings 2018	of \$234,000	guarantee value of \$3,600,000	incentive of \$234,000	\$80,283 annually
	Land value of \$59,659	Build 29,300 square foot facility	Land value of \$59,659 and	
	and construction	on the property with a	construction incentive of	Guaranteed increment of
Halverson Holdings	incentive of \$80,341	guarantee value of \$720,000	\$80,341	\$17,275 annually
	Land value of			
	\$548,848 and	Build 150,000 square foot	Land value of \$548,848	
	development incentive	facility on the property with a	and development	Guaranteed increment of
100 Innovation	of \$625,000	guarantee value of \$5,400,000	incentive of \$625,000	\$134,122.42 annually

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

Agreement Description	Calculation Method	Developer Commitment	Payment Arrangement	Recapture Provisions, if any
		Build 303,000 square foot	<u>,</u>	
	\$2,445,623.25	industrial facility on the property		Paygo reduced to a maximum
	Maximum Paygo	with a guaranteed value of	Payment of Paygo	of 80% of created value if
	Construction Incentive	\$13,045,468 and guaranteed	payment of \$244,562.32	project does not achieve
	over Ten years. No	annual increment of at least	annually if projected value	guaranteed value and annual
TI Janesville II, LLC (Zilber)	land included.	\$304,829.	and increment are met.	increment.
	16 acres of land valued at \$548,848 per			
	city policy, acquire			
	and deed adjoining			
	residnetial property		Deed 16 acre parcel at	
200 Innovation (Badger Prop	assessed at		time of closing and	
IV). Note this project did not			issuance of a building	
proceed and developer will	both parcels for \$1		permit. Deed residential	
not request an additional	each and provide	Build 100,000 square foot	parcel after acquisition.	
extension as of April 8, 2020.		industrial facility on the property	Developer required to pay	Minimum tax requires
Project is shown as it	developer for	with a guaranteed value of	minimum property tax	developer to be invoiced for
remained on the books as of	demoliton of the	\$3,800,000 and annual	\$87,192.57 annually for	any annual shortfall in the
January 1, 2020.	residential structure.	increment of \$87,192.57	ten years.	guaranteed property tax.
MW Residences, LLC (Hovde)	Development incentive of \$3,600,000 for phase one to be paid for phase 1 in 2020 after occupancy each of the two buildings. Development incentive of \$4,000,000 to be paid at occupancy of each of the three buildings.	Build five MF Residential buildings totaling 260 units, in two phases over four years. Projected total property value of \$23,738.55 after build out and a guaranteed annual increment of \$528,000 after build out.	Agreement projects phased in increment for payback of entire incentives over 17 years through minimum increased property taxes.	Minimum tax requires developer to be invoiced for any annual shortfall in the guaranteed property tax. In addition any payment of an incentive is tied to completion of each building, thus if a building is not granted occupancy, the incentive is not paid.
(Build 115 MF Residential units,	taxooa proporty taxoo.	
	Cash Development	complete by Dec 31, 2020.		
	incentive of	Guaranteed value of	Payment of principal and	
	\$3,300,000 to be paid	\$10,711,000 and a guaranteed	interest for the bond will	
	when 20% of the	annual increment of \$232,436.	be derrived from the	Minimum tax requires
	project is completed.	Developer pays principal and	guaranteed minimum	developer to be invoiced for
Diamond Ridge Apartments,	City will cover debt	interest for the 20-year bond	taxes from the project for	any annual shortfall in the
LLC (Horizon)	with a 20-year bond.	issued for the project.	20 years.	guaranteed property tax.

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2019

NOTE V – OTHER INFORMATION (cont.)

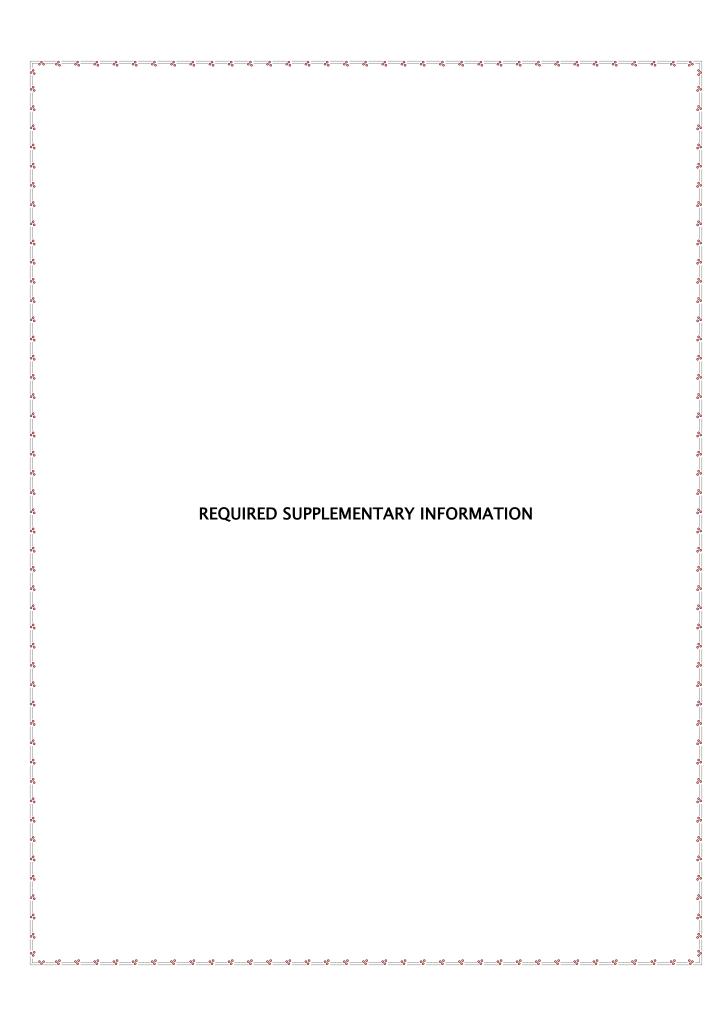
E. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved the following:

- > Statement No. 87, Leases
- > Statement No. 91, Conduit Debt Obligations
- > Statement No. 92, Omnibus
- > Statement No. 93, Replacement of Interbank Offered Rates
- > Statement No. 94, Public-Private and Public Partnerships and Availability Payment Arrangements
- > Statement No. 95, Postponement of Effective Dates of Certain Authoritative Guidance

When they become effective, application of these standards may restate portions of these financial statements.

The statements listed above through Statement No. 93 had their required effective dates postponed by one year with the issuance of Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, with the exception of Statement No. 87 which was postponed by one and a half years.



REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE GENERAL FUND

For the Year Ended December 31, 2019

REVENUES	Budgeted Amounts Original Final Actu	Variance with Final al Budget
Taxes	\$ 34,017,867 \$ 34,017,867 \$ 33,99	95,999 \$ (21,868)
Licenses and permits		00,166 209,596
Investment income, rents and fines		28,022 573,022
State and federal aids	8,758,195 8,758,195 8,82	20,485 62,290
Service charges and other	4,120,960 4,120,960 3,87	70,404 (250,556)
Total Revenues	49,332,592 49,332,592 49,90	572,484
EXPENDITURES		
General government	4,599,535 4,771,866 4,37	79,737 392,129
Public safety	26,507,698 26,507,698 26,47	73,925 33,773
Public works	4,509,564 4,809,564 4,76	88,573 40,991
Recreation and parks	3,037,636 3,037,636 3,03	35,007 2,629
Community and economic development	1,695,4991,695,4991,56	32,530 132,969
Total Expenditures	40,349,932 40,822,263 40,21	9,772 602,491
Excess of revenues		
over expenditures	<u>8,982,660</u> <u>8,510,329</u> <u>9,68</u>	35,304 1,174,975
OTHER FINANCING SOURCES (USES)		
Transfers in	1,500,000 1,500,000 1,53	34,817 34,817
Transfers out	(10,992,449)(11,091,493)(11,07	75,843) 15,650
Total Other Financing Sources (Uses)	(9,492,449)(9,591,493)(9,54	11,026) 50,467
Net change in fund balance	(509,789) (1,081,164) 14	1,225,442
FUND BALANCES - Beginning of Year	9,372,272 9,372,272 9,37	72,272 -
FUND BALANCES - END OF YEAR	<u>\$ 8,862,483</u> <u>\$ 8,291,108</u> <u>\$ 9,51</u>	6,550 \$ 1,225,442

See independent auditors' report and accompanying notes to required supplementary information.

REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE SANITATION

For the Year Ended December 31, 2019

	Budgeted Amounts Original Final		Actual	Variance with Final Budget	
REVENUES					
State and federal aids	\$ 225,000	\$ 225,000	\$ 225,788	\$ 788	
Service charges and other	9,089,667	9,089,667	9,051,468	(38,199)	
Total Revenues	9,314,667	9,314,667	9,277,256	(37,411)	
EXPENDITURES					
Current					
Public works	7,191,097	7,191,097	7,463,961	(272,864)	
Total Expenditures	7,191,097	7,191,097	7,463,961	(272,864)	
Excess of revenues					
over expenditures	2,123,570	2,123,570	1,813,295	(310,275)	
OTHER FINANCING SOURCES (USES)					
Transfers in	250,000	250,000	250,000	-	
Transfers out	(2,323,539)	(2,323,539)	(2,090,647)	232,892	
Total Other Financing Sources (Uses)	(2,073,539)	(2,073,539)	(1,840,647)	232,892	
Net change in fund balance	50,031	50,031	(27,352)	(77,383)	
FUND BALANCES - Beginning of Year	3,024,514	3,024,514	3,024,514		
FUND BALANCES - END OF YEAR	\$ 3,074,545	\$ 3,074,545	\$ 2,997,162	\$ (77,383)	

See independent auditor's report and accompanying notes to required supplementary information.

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET) - WISCONSIN RETIREMENT SYSTEM* For the Year Ended December 31, 2019

Fiscal <u>Year Ending</u>	Proportion of the Net Pension Liability/(Asset)	2	Proportionate Share of the Net Pension Covered Liability/(Asset) Payroll		Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2015 12/31/2016 12/31/2017 12/31/2018 12/31/2019	0.28181434% 0.28540220% 0.28922280% 0.29663873% 0.30053965%	\$ \$ \$ \$	(6,922,131) 4,637,730 2,383,886 (8,807,555) 10,692,258	\$ 29,934,378 \$ 32,131,966 \$ 31,418,359 \$ 31,900,964 \$ 32,815,852	23.12% 14.43% 7.59% 27.61% 32.58%	102.74% 98.20% 99.12% 102.93% 96.45%

SCHEDULE OF EMPLOYER CONTRIBUTIONS -WISCONSIN RETIREMENT SYSTEM* For the Year Ended December 31, 2019

Fiscal Year Ending		ontractually Required ontributions	Re	ntributions in elation to the ontractually Required ontributions	D	Contribution Deficiency Covered (Excess) Payroll		Contributions as a Percentage of Covered Payroll	
12/31/2015 12/31/2016 12/31/2017 12/31/2018 12/31/2019	\$ \$ \$ \$ \$ \$	2,859,533 2,761,662 3,133,047 3,233,976 3,245,361	\$ \$ \$ \$ \$ \$	2,859,533 2,761,662 3,133,047 3,233,976 3,245,361	\$ \$ \$ \$	- - - -	\$ 32,131,966 \$ 31,415,079 \$ 31,899,493 \$ 32,815,853 \$ 33,669,491		8.90% 8.79% 9.82% 9.85% 9.64%

^{*}Note: These schedules are intended to show information for ten years; additional years' information will be displayed as it becomes available.

See independent auditors' report and accompanying notes to the required supplementary information.

SCHEDULE OF PROPORTIONATE SHARE OF THE NET LIFE INSURANCE OPEB LIABILITY LOCAL RETIREE LIFE INSURANCE FUND* For the Year Ended December 31, 2019

Fiscal Year Ending	Proportion of the Net OPEB Liability	Proportionate Share of the Net OPEB Liability	Covered Payroll	Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
12/31/2018	0.61893000%	\$ 1,862,100	\$ 26,027,777	7.15%	44.81%
12/31/2019	0.62949200%	\$ 1,624,302	\$ 31,750,000	5.12%	48.69%

SCHEDULE OF EMPLOYER CONTRIBUTIONS -LOCAL RETIREE LIFE INSURANCE FUND* For the Year Ended December 31, 2019

Fiscal <u>Year Ending</u>	R	ntractually equired ntributions	Re	ntributions in elation to the ontractually Required ontributions		Contribution Deficiency Covered (Excess) Payroll			Contributions as a Percentage of Covered Payroll	
12/31/2018 12/31/2019	\$ \$	12,158 12,327	\$ \$	12,158 12,327	\$ \$		- -	Τ.	26,774,454 32,575,233	0.05% 0.04%

^{*}Note: These schedules are intended to show information for ten years; additional years' information will be displayed as it becomes available.

See independent auditors' report and accompanying notes to the required supplementary information.

SCHEDULE OF CHANGES IN EMPLOYER'S TOTAL OPEB LIABILITY AND RELATED RATIOS HEALTH INSURANCE December 31, 2019

	<u>2018</u>	<u>2019</u>
Total OPEB Liability		
Service cost	\$ 2,025,566	\$ 2,025,566
Interest	1,469,385	1,523,002
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions	-	(1,604,981)
Benefit payments	 (2,084,453)	(1,841,628)
Net Change in Total OPEB Liability	1,410,498	101,959
Total OPEB Liability - Beginning	 42,011,870	 43,422,368
Total OPEB Liability - Ending	\$ 43,422,368	\$ 43,524,327
Covered-employee payroll	\$ 28,774,761	\$ 28,774,761
Total OPEB liability as a percentage of covered- employee payroll	150.90%	151.26%

Notes to Schedule:

Benefit changes. There were no changes to the benefits.

Changes in assumptions. The discount rate was changed to be reflective of a 20-year AA municipal bond rate (4.00%) as of the measurement date in order to be compliant with GASB 75

Valuation date:

Actuarially determined contribution rates are calculated as of December 31, 2018, one year prior to the end of the fiscal year

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal (level percent of salary)

Amortization method Average remaining member service life

Amortization period 8 years
Asset valuation method N/A
Inflation 2.50%

Healthcare cost trend rates 7.50% decreasing by 0.50% per year down to 6.50%, then by 0.10% per

year down to 5.0%, and level thereafter

Salary increases 3.00% Investment rate of return N/A

Retirement age Based upon rates from the December 31, 2016 actuarial valuation for

the Wisconsin Retirement System (WRS)

Mortality Wisconsin 2012 Mortality Table

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

The city implemented GASB Statement No. 75 in 2018. Information prior to 2018 is not available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended December 31, 2019

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note I. C.

The budgeted amounts presented include any amendments made. The city manager may allow the expenditure level for a program element to exceed the budget amount provided the program appropriation is not exceeded. Amendments to the adopted budget to provide for a new or significantly expanded program activity or a new capital item (greater than \$2,000) for which funding will not exceed the original program appropriation will be considered allocations within the original program appropriation and will require a majority vote of the entire membership of the council. Amendments to the adopted budget to provide for a new or significantly expanded program activity or a new capital item (greater than \$2,000) for which funding is expected to exceed the original program appropriation included in the program appropriation will require the adoption of a resolution by a two-thirds vote of the enter membership of the council. Appropriations lapse at year-end unless specifically carried over. There were no carryovers to the following year. Budgets are adopted at the program level of expenditure. Programs represent groupings of similar city departments or activities, such as the Public Safety Program being comprised of the police and fire departments or the Community and Economic Development Program being comprised of the community development, property maintenance, and EDA departments.

WISCONSIN RETIREMENT SYSTEM

The amounts determined for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

The city is required to present the last ten fiscal years of data; however, accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

Changes in benefit terms. There were no changes of benefit terms for any participating employer in the Wisconsin Retirement System.

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

LOCAL RETIREE LIFE INSURANCE FUND

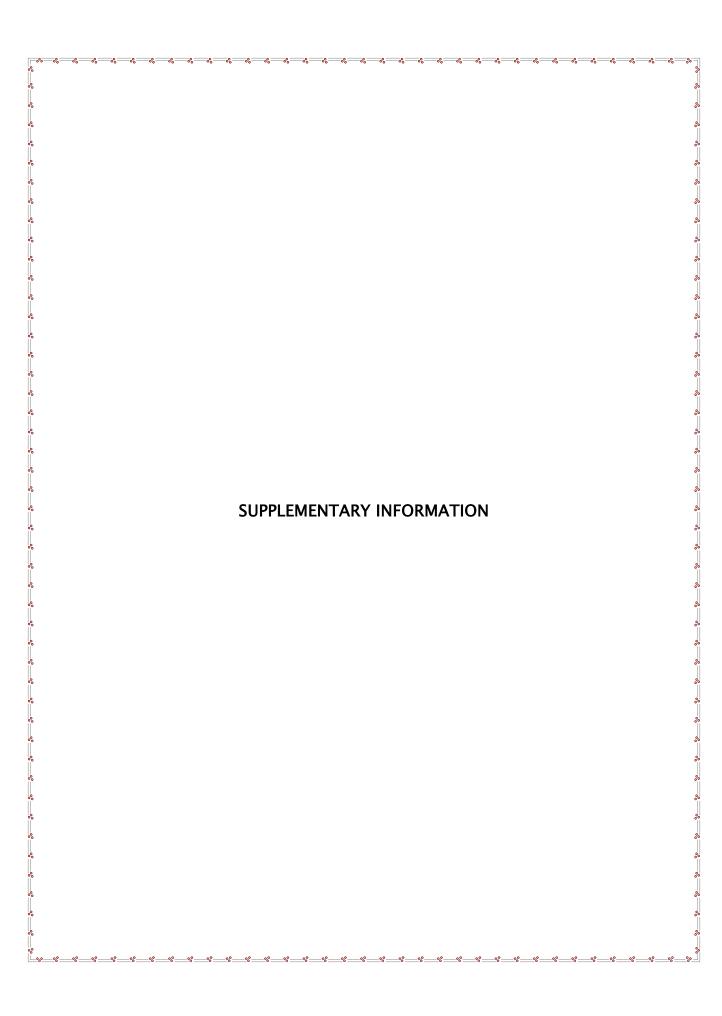
The amounts determined for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

The city is required to present the last ten fiscal years of data; however, accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

Changes in benefit terms. There were no changes of benefit terms for any participating employer in the Wisconsin Retirement System.

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

See independent auditors' report.



GENERAL FUND DETAILED SCHEDULE OF REVENUES AND OTHER SOURCES For the Year Ended December 31, 2019

				Variance
	Budgeted	I Amounts		with Final
	Original	Final	Actual	Budget
TAXES				
	\$ 33,188,225	\$ 33,188,225	\$ 33,143,321	\$ (44,904)
Penalties and interest on taxes	195,000	195,000	199,538	4,538
Mobile home taxes	75,000	75,000	99,111	24,111
Hotel/motel tax	454,142	454,142	454,142	- (= 0.40)
Wheel tax	105,500	105,500	99,887	(5,613)
Totals	34,017,867	34,017,867	33,995,999	(21,868)
LICENSES				
Alcoholic beverage licenses	77,000	77,000	74,540	(2,460)
Publication fees	3,750	3,750	3,325	(425)
Food and cigarettes	15,000	15,000	16,800	1,800
Weights and measures	23,000	23,000	22,313	(687)
Dog licenses	75,000	75,000	71,326	(3,674)
Bartender licenses	60,000	60,000	60,700	700
Amusement center licenses	18,000	18,000	18,378	378
Cable TV	650,000	650,000	688,559	38,559
Other regulatory licenses and permits	36,180	36,180	36,705	525
Totals	957,930	957,930	992,646	34,716
COMMUNITY DEVELOPMENT PERMITS				
Application fees	67,700	67,700	98,596	30,896
Resident permit fees	249,500	249,500	269,288	19,788
Commercial permit fees	405,440	405,440	529,636	124,196
Totals	722,640	722,640	897,520	174,880
INVESTMENT INCOME DENTS AND FINES				
INVESTMENT INCOME, RENTS AND FINES Investment income	260,000	260,000	052 077	502 977
	260,000 125,000	260,000 125,000	853,877 138,415	593,877 13,415
Rents - city owned property Municipal court fines	295,000	295,000	279,933	(15,067)
Sale of city property	25,000	25,000	5,797	(19,203)
	•			(19,203)
Rental - city services center	50,000	50,000	50,000	
Totals	755,000	755,000	1,328,022	573,022
STATE AND FEDERAL AIDS				
Shared taxes from state	5,743,379	5,743,379	5,800,741	57,362
Local road allotment	2,047,972	2,047,972	2,047,032	(940)
State payment - municipal services	115,000	115,000	100,786	(14,214)
Connecting street maintenance	335,380	335,380	335,380	-
Computer value reimbursement	184,200	184,200	184,912	712
Exempt personal property aid	142,264	142,264	142,966	702
State aid - fire insurance	190,000	190,000	208,668	18,668
Totals	8,758,195	8,758,195	8,820,485	62,290

GENERAL FUND DETAILED SCHEDULE OF REVENUES AND OTHER SOURCES (cont.) For the Year Ended December 31, 2019

SERVICE CHARGES AND OTHER	Budgete Original	d Amounts Final	Actual	Variance with Final Budget
SERVICE CHARGES AND OTHER	ф 40.000	ф 40.000	Ф 04.C70	ф <u>20.070</u>
Parking	\$ 42,000	\$ 42,000	\$ 81,678	· /
Public works	273,500	273,500	257,232	(16,268)
Police department	54,500	54,500	41,932	(12,568)
Fire department	2,849,160	2,849,160	2,609,963	(239,197)
Leisure services	851,800	851,800	829,599	(22,201)
Wastewater service charge	50,000	50,000	50,000	
Totals	4,120,960	4,120,960	3,870,404	(250,556)
TRANSFERS IN				
Water utility taxes	1,500,000	1,500,000	1,534,817	34,817
Totals	1,500,000	1,500,000	1,534,817	34,817
TOTAL REVENUES AND	# 50 000 500	4 50 000 500	Φ 54 400 000	Φ 007.004
OTHER SOURCES	\$ 50,832,592	<u>\$ 50,832,592</u>	<u>\$ 51,439,893</u>	<u>\$ 607,301</u>

GENERAL FUND DETAILED SCHEDULE OF EXPENDITURES AND OTHER USES For the Year Ended December 31, 2019

		Budgeted	d Ama				Variance with Final	
		Original	<i>2</i> 7 (111)	Final		Actual		Budget
GENERAL GOVERNMENT		Original	-	I IIIai		Actual		Duaget
City Council	\$	6,854	\$	6,854	\$	5,691	\$	1,163
City Manager	Ψ	436,132	Ψ	436,132	Ψ	437,407	Ψ	(1,275)
Community Information		91,151		91,151		82,740		8,411
City Assessor		602,204		602,204		515,513		86,691
City Assessor City Attorney		540,356		540,356		609,652		(69,296)
		•		74,717		52,452		, ,
Elections		74,717		•		•		22,265
City Clerk - Treasurer		527,093		527,093		527,950		(857)
Finance		413,904		413,904		416,883		(2,979)
Human Resources		270,840		270,840		255,384		15,456
Information Systems		997,929		997,929		838,397		159,532
Insurance		161,104		161,104		153,702		7,402
Economic Adjustments		45,375		45,375		64,804		(19,429)
Unclassified and Sundry		431,876		604,207		419,162	_	185,045
Totals		4,599,535		4,771,866		4,379,737	_	392,129
PUBLIC SAFETY								
Police department	1	4,429,994	1	4,429,994	•	14,416,765		13,229
Fire department		2,077,704		2,077,704		12,057,160		20,544
Totals		6,507,698		26,507,698		26,473,925		33,773
PUBLIC WORKS								
Administration								
Engineering		657,862		657,862		623,353		34,509
Sub-Totals		657,862	_	657,862	_	623,353	_	34,509
Street Maintenance and Repair								
Paved Streets		606,730		606,730		640,738		(34,008)
Snow Removal		1,422,320		1,722,320		1,729,673		(7,353)
Weed Cutting		46,523		46,523		46,863		(340)
Sub-Totals		2,075,573		2,375,573		2,417,274		(41,701)
Dublic Buildings and Darking								
Public Buildings and Parking Public Buildings		651,492		651,492		640,180		11,312
•		-		•				
Parking Facilities		141,123		141,123		112,396	_	28,727
Sub-Totals		792,615		792,615		752,576	_	40,039

GENERAL FUND DETAILED SCHEDULE OF EXPENDITURES AND OTHER USES (cont.) For the Year Ended December 31, 2019

							Variance
		Budgeted	l Am	nounts			with Final
		Original		Final		Actual	 Budget
PUBLIC WORKS (cont.)							
Traffic Control							
Traffic Signs	\$	258,222	\$	258,222	\$	248,342	\$ 9,880
Traffic Signals		146,995		146,995		151,492	(4,497)
Street Painting		92,095		92,095		94,904	(2,809)
Street Lighting		486,202		486,202		480,632	 5,570
Sub-Totals		983,514	_	983,514	_	975,370	 8,144
Total Public Works		1,509,564		4,809,564		4,768,573	 40,991
RECREATION AND PARKS							
Recreation Administration		59,162		59,162		71,072	(11,910)
Senior Citizens Center		271,493		271,493		281,057	(9,564)
Park Management	1	1,604,758		1,604,758		1,610,212	(5,454)
Recreation Programs		495,550		495,550		461,113	34,437
Ice Skating Center		341,939		341,939		345,736	(3,797)
Aquatics		264,734		264,734		265,817	 (1,083)
Totals	3	3,037,636		3,037,636		3,035,007	 2,629
COMMUNITY AND ECONOMIC DEVELOPMENT	Γ						
Economic Development		173,125		173,125		148,549	24,576
Community Development	1	1,232,043		1,232,043		1,154,675	77,368
Housing Services-Property Maintenance		290,331		290,331		259,306	31,025
Totals		1,695,499	_	1,695,499	_	1,562,530	 132,969
GENERAL FUND TRANSFERS							
Transit System	1	1,083,068		1,083,068		1,067,418	15,650
Debt Service		9,786,381		9,786,381		9,786,381	-
Capital Projects		<i>'</i> -		90,000		90,000	-
Special Assessments		75,000		75,000		75,000	-
Special Accounts		-		9,044		9,044	-
Fire Vehicle Replacement		48,000		48,000		48,000	
Totals	10	0,992,449	_	11,091,493	_	11,075,843	15,650
TOTAL EXPENDITURES AND							
OTHER USES	\$ 51	1,342,381	\$:	51,913,756	\$	51,295,615	\$ 618,141

NON-MAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds from specific revenue sources that are restricted or committed to expenditures for specific purposes.

<u>Library Fund</u> – To account for funds provided to maintain a member library system.

<u>JATV-12</u> - To account for funds used to provide public access television to share local events with the community.

<u>Oak Hill Cemetery</u> - To account for the operation and maintenance of the Oak Hill Cemetery.

<u>Special Accounts</u> – To account for the proceeds from specific revenue sources that are restricted to expenditures for special projects.

<u>Tax Incremental Financing (TIF) District #17</u> – To account for the financing and construction of City improvements related to South Main Street.

<u>Tax Incremental Financing (TIF) District #21</u> - To account for the financing and construction of City improvements related to GOEX Corporation's industrial expansion.

<u>Tax Incremental Financing (TIF) District #22</u> - To account for the financing and construction of City improvements related to the Beloit Avenue Industrial Park, west side of Beloit Avenue.

<u>Tax Incremental Financing (TIF) District #23</u> - To account for the financing and construction of City improvements related to the eastside downtown.

<u>Tax Incremental Financing (TIF) District #25</u> - To account for the financing and construction of City improvements related to North Kennedy Road/I-90.

<u>Tax Incremental Financing (TIF) District #26</u> - To account for the financing and construction of City improvements related to Beloit Avenue/Kellogg Avenue.

<u>Tax Incremental Financing (TIF) District #27</u> - To account for the financing and construction of City improvements related to the East Van Buren Area.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

<u>Tax Incremental Financing (TIF) District #28</u> - To account for the financing and construction of City improvements related to the Center Avenue/Near Westside.

<u>Tax Incremental Financing (TIF) District #29</u> – To account for the financing and construction of City improvements related to the Milton Avenue at Mt. Zion Street Area.

<u>Tax Incremental Financing (TIF) District #32</u> - To account for the financing and construction of City improvements related to mixed industrial and commercial development along Racine Street.

<u>Tax Incremental Financing (TIF) District #33</u> – To account for the financing and construction of City improvements related to neighborhood revitalization near the Mercy Health Systems campus on Mineral Point.

<u>Tax Incremental Financing (TIF) District #35</u> - To account for the financing and construction of City improvements and stimulate commercial and industrial development projects in the area near HWY 11 and CTH G.

<u>Tax Incremental Financing (TIF) District #36</u> - To account for the financing and construction of City improvements and stimulate commercial development or redevelopment in the downtown, an area in need of rehabilitation or conservation.

Tax Incremental Financing (TIF) District #37 - To account for the financing and construction of City improvements and stimulate commercial development or redevelopment in the area south of Humes Road, west of I-39/90, east of N. Pontiac Dr., and north of Holiday Dr., an area in need of rehabilitation or conservation.

<u>Tax Incremental Financing (TIF) District #38</u> - To account for the financing and construction of City improvements and spur residential and commercial development related to the Milton Avenue at Blackbridge Road Area.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

<u>Golf Courses Fund</u> – To account for the operation of the City's two golf courses (Blackhawk and Riverside) managed by KemperSports.

<u>Other Housing Grants</u> - To account for state/federal funds provided to promote revitalization of Janesville's downtown and central city neighborhoods.

<u>Community Development Block Grant</u> - To account for federal funds provided to assist low and moderate-income families, including elderly and handicapped individuals, to obtain affordable, decent, safe and sanitary housing.

Innovation Center (Blended Component Unit) – To account for funds related to the 22,000 square foot office/commercial/industrial business incubator which provides supportive services, infrastructure, education, training, and mentorship to entrepreneurs. The facility is a key component in the implementation of the City's Economic Development Strategy by fostering growth of start-up businesses within the Community to create jobs and expand the tax base.

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE As of December 31, 2019

ASSETS Current Assets		Library		JATV-12		Oak Hill Cemetery	 Special Accounts
Cash and investments	\$	634,957	\$	223,054	\$	102,933	\$ 3,666,860
Taxes receivable		3,523,470		-		-	-
Accounts receivable Special assessments receivable		8,036		44,090		-	665,094
Prepaid items		-		-		-	-
Loans receivable							
TOTAL ASSETS	\$	4,166,463	\$	267,144	\$	102,933	\$ 4,331,954
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES Current Liabilities							
Accounts payable	\$	32,462	\$	55	\$	3,246	\$ 132,250
Accrued liabilities		73,076		4,199		1,390	12,443
Due to other funds		405 500		4.054	_	4.000	 - 444 000
Total Liabilities		105,538		4,254		4,636	 144,693
Deferred Inflows of Resources Unearned revenues Unavailable revenues		3,523,470		-		- -	6,770
Total Deferred Inflows of Resources	-	3,523,470	_	-		_	6,770
5 - I Polossos		_		_			
Fund Balances Nonspendable		_		_		_	_
Restricted		537,455		-		-	3,703,950
Committed		-		262,890		98,297	476,541
Unassigned (deficit) Total Fund Balances		537,455		262 900		98,297	 4,180,491
Total Fund Balances		337,433		262,890	_	90,291	 4,100,491
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND							
FUND BALANCES	\$	4,166,463	\$	267,144	\$	102,933	\$ 4,331,954

_	South Main St TIF No. 17	_	GOEX TIF No. 21		Beloit Ave dustrial Park TIF No. 22	D	Eastside owntown TIF No. 23	Ke	North ennedy Rd TIF No. 25		eloit Ave/ ellogg Ave TIF No. 26	_	East /an Buren TIF No. 27	C	enter Ave TIF No. 28
\$	37,385 - - -	\$	529,997 268,737 - -	\$	- 1,279,256 - - -	\$	90,568 61,166 - -	\$	329,442 3,659 - -	\$	336,034 3,055 -	\$	61,244 6,277 - -	\$	- 418 - - -
\$	37,385	\$	798,734	<u>\$</u>	1,279,256	\$	151,734	<u>\$</u>	333,101	\$	339,089	\$	67,521	\$	418
\$	- - 144,353 144,353	\$	- - - -	\$	- - 191,255 191,255	\$	- - - -	\$	- 27 502,563 502,590	\$	- 27 111,375 111,402	\$	- - - -	\$	- - 100,440 100,440
	37,385 - 37,385		268,737 - 268,737		1,279,256 - 1,279,256	_	61,166 - 61,166		329,442 - 329,442	_	336,034 - 336,034		6,277 - 6,277		418 - 418
	- (144,353) (144,353)		529,997 - - 529,997	_	(191,255)	_	90,568 - - 90,568	_	- (498,931) (498,931)		- (108,347) (108,347)	_	61,244 - - 61,244		- - (100,440) (100,440)
<u>\$</u>	37,385	\$	798,734	<u>\$</u>	1,279,256	\$	151,734	<u>\$</u>	333,101	\$	339,089	\$	67,521	\$	418

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE (cont.) As of December 31, 2019

		filton Ave t Mt Zion TIF No. 29		Racine St TIF No. 32	N	/lineral Pt TIF No. 33	HW	/Y 11/CTH G TIF No. 35
ASSETS Current Assets Cash and investments Taxes receivable Accounts receivable Special assessments receivable Prepaid items	\$	337,133 58,059 - -	\$	3,547,937 1,477,533 10,753 37,655	\$	206,430 273,629 - -	\$	1,282,944 - - -
Loans receivable TOTAL ASSETS	\$	395,192	\$	33,089 5,106,967	\$	480,059	\$	1,282,944
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES Current Liabilities Accounts payable Accrued liabilities Due to other funds Total Liabilities	\$	- - - -	\$	43,968 27 - 43,995	\$	- - - -	\$	2,778 418 612,739 615,935
Deferred Inflows of Resources Unearned revenues Unavailable revenues Total Deferred Inflows of Resources		58,059 - 58,059	_	1,477,533 70,743 1,548,276		273,629 - 273,629	_	1,282,944 - 1,282,944
Fund Balances Nonspendable Restricted Committed Unassigned (deficit) Total Fund Balances		337,133 - - 337,133	_	3,514,696 - - - 3,514,696	_	206,430 - - 206,430		(615,935) (615,935)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$</u>	395,192	<u>\$</u>	5,106,967	<u>\$</u>	480,059	<u>\$</u>	1,282,944

D	Oowntown TIF No. 36	+	lumes Rd TIF No. 37		Milton Ave Blackbridge TIF No. 38	 Golf Courses	_	Other Housing Grants		Community evelopment Block Grant	novation Center	 Totals
\$	306,709 160,776 260,000 - -	\$	- 293,921 - - -	\$	- - - - -	\$ 1,484 - 42,000	\$	544,331 - 89,297 - - 1,541,315	\$	810,160 - 88,629 - - 1,517,129	\$ - 51,395 - - -	\$ 11,062,313 9,389,047 1,225,492 37,655 42,000 3,091,533
\$	727,485	<u>\$</u>	293,921	\$	<u>-</u>	\$ 43,484	\$	2,174,943	<u>\$</u>	2,415,918	\$ 51,395	\$ 24,848,040
\$	503,500 26 - 503,526	\$	26 43,632 43,658	\$	13,400 - 909 14,309	\$ 52 124 49,606 49,782	\$	33,806 385 - 34,191	\$	51,565 2,249 - 53,814	\$ 15,084 427 5,042 20,553	\$ 832,166 94,844 1,761,914 2,688,924
	160,776 - 160,776		293,921 - 293,921	_	- - -	 91,682 - 91,682	_	- 1,541,315 1,541,315	_	1,517,129 1,517,129	 8,777 - 8,777	 9,496,276 3,129,187 12,625,463
	63,183 - - 63,183		- - (43,658) (43,658)		- - (14,309) (14,309)	42,000 - - (139,980) (97,980)		599,437 - - 599,437		844,975 - - 844,975	- 22,065 - 22,065	 42,000 10,489,068 859,793 (1,857,208) 9,533,653
\$	727,485	\$	293,921	\$	<u> </u>	\$ 43,484	\$	2,174,943	\$	2,415,918	\$ 51,395	\$ 24,848,040

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE For the Year Ended December 31, 2019

REVENUES	_	Library	J	ATV-12		Dak Hill emetery		Special Accounts
	Φ	0 444 700	Φ		Φ		Φ	4 000 000
Taxes	\$	3,414,786	\$	-	\$	-	\$	1,626,329
Investment income		-		-		-		78,401
State and federal aids		20,546		-		475.000		908,865
Service charges and other	_	621,022		174,127		175,323	_	1,782,547
Total Revenues		4,056,354		174,127		175,323	_	4,396,142
EXPENDITURES								
Current								
Public safety		-		-		-		1,284,460
Public works		-		-		-		456,462
Recreation and parks		-		-		209,597		41,185
Community and economic development		-		-		-		959,464
Library		3,322,309		170,320		-		444,903
Capital Outlay		375,493		10,228		-		1,027,215
Debt Service								
Interest charges		-		-		-		-
Total Expenditures	_	3,697,802		180,548		209,597		4,213,689
Excess (deficiency) of revenues								
over expenditures	_	358,552		(6,421)		(34,274)		182,453
OTHER FINANCING SOURCES (USES)								
Long-term debt issued		_		_		_		_
Transfer in		_		_		_		57,044
Transfer out		(555,534)		-		-		- ,-
Total Other Financing Sources (Uses)	_	(555,534)				-		57,044
Net change in fund balance		(196,982)		(6,421)		(34,274)		239,497
FUND BALANCES (DEFICIT) -								
Beginning of Year		734,437		269,311		132,571	_	3,940,994
FUND BALANCES (DEFICIT) -								
END OF YEAR	\$	537,455	\$	262,890	\$	98,297	\$	4,180,491

_	South Main St TIF No. 17		GOEX TIF No. 21	Beloit Ave dustrial Park TIF No. 22	Eastside Oowntown TIF No. 23	Ke	North ennedy Rd TIF No. 25		eloit Ave/ ellogg Ave TIF No. 26	\ 	East 'an Buren TIF No. 27
\$	38,645 - 407 - 39,052	\$	262,744 10,594 3,384 - 276,722	\$ 1,294,510 4,713 12,416 - 1,311,639	\$ 63,228 12,276 2,774 59,444 137,722	\$	182,916 - 11,073 6,972 200,961	\$	264,574 - 12,066 33,162 309,802	\$	6,866 1,264 2,559 6,045 16,734
	- - - 3,328 - -		- - - 1,848 - -	- - - 4,112 - -	- - - 835 - -		- - - 26,036 - -		- - - 6,014 - -		- - - 493 - -
	3,328	_	1,848	 - 4,112	 835		26,036	_	6,014	_	493
	35,724	_	274,874	 1,307,527	 136,887		174,925		303,788		16,241
	- - -		- (70,850)	 - (1,208,500) (1,208,500)	 (105,275)		(141,100)		(161,700)		(35,350)
	35,724		(70,850) 204,024	 99,027	(105,275) 31,612		(141,100) 33,825		(161,700) 142,088		(35,350)
	(180,077)		325,973	 (290,282)	58,956		(532,756)	_	(250,435)		80,353
\$	(144,353)	\$	529,997	\$ (191,255)	\$ 90,568	\$	(498,931)	\$	(108,347)	\$	61,244

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE (cont.) For the Year Ended December 31, 2019

	Center Ave TIF No. 28	Milton Ave at Mt Zion TIF No. 29	Racine St TIF No. 32	Mineral Pt TIF No. 33
REVENUES	Φ.	ф co 755	Ф 4 FO4 C4O	Ф 204 C20
Taxes Investment income	\$ -	\$ 68,755 6,670	\$ 1,521,640 83,856	\$ 384,632 14,107
State and federal aids	-	4,347	152,620	3,888
Service charges and other	1,758	-	99,815	5,805
Total Revenues	1,758	79,772	1,857,931	408,432
EXPENDITURES				
Current				
Public safety	-	-	-	-
Public works	-	-	-	-
Recreation and parks	2,692	536	1 460 FEO	- 3,851
Community and economic development Library	2,092	536	1,469,550	3,001
Capital Outlay	-	_	-	-
Debt Service				
Interest charges	-	-	-	-
Total Expenditures	2,692	536	1,469,550	3,851
Excess (deficiency) of revenues				
over expenditures	(934)	79,236	388,381	404,581
OTHER FINANCING SOURCES (USES)				
Long-term debt issued	-	-	-	-
Transfer in	-	-	(050,000)	(500.000)
Transfer out			(250,000)	(500,000)
Total Other Financing Sources (Uses)			(250,000)	(500,000)
Net change in fund balance	(934)	79,236	138,381	(95,419)
FUND BALANCES (DEFICIT) -				
Beginning of Year	(99,506)	257,897	3,376,315	301,849
FUND BALANCES (DEFICIT) -	A (100 100)			
END OF YEAR	\$ (100,440)	\$ 337,133	\$ 3,514,696	\$ 206,430

HW	/Y 11/CTH G TIF No. 35	[Downtown TIF No. 36		umes Rd TIF No. 37	at B	ilton Ave Blackbridge TIF No. 38		Golf Courses		Other Housing Grants	ommunity velopment Block Grant	Innovation Center		Totals
\$	2,063,433 - 154,479	\$	198,429 14,875 448,928	\$	50,892 - -	\$	- 29 -	\$	- - -	\$	9,294 401,032	\$ - 500 363,984	\$ - 124,576 -	\$	11,442,379 361,155 2,503,368
	10,000	_	32,500	_			10,000	_	1,079,025	_	214,935	 140,643	50,500	_	4,503,623
	2,227,912	_	694,732		50,892		10,029	_	1,079,025	_	625,261	 505,127	175,076		18,810,525
	-		-		-		-		-		-	-	-		1,284,460
	-		-		-		-		- 1,048,726		-	-	-		456,462 1,299,508
	2,762,874		3,161,891		42,050		24,338		1,040,720		622,389	550,375	153,801		9,796,477
	_,,,		-		-				-		-	-	-		3,937,532
	-		-		-		-		-		-	-	-		1,412,936
	-		-		-		-		-		-	-	-		-
_	2,762,874	_	3,161,891		42,050		24,338	_	1,048,726	_	622,389	550,375	153,801		18,187,375
	(534,962)		(2,467,159)		8,842		(14,309)	_	30,299	_	2,872	 (45,248)	21,275		623,150
	3,015,000		1,208,000		-		-		-		-	-	-		4,223,000
	- (000,000)		750,000		(700)		-		- (50.750)		-	-	-		807,044
	(282,893)		(830,130)		(798)			_	(53,750)	_	<u>-</u>	 			(4,195,880)
	2,732,107		1,127,870		(798)		-	_	(53,750)	-		 -			834,164
	2,197,145		(1,339,289)		8,044		(14,309)		(23,451)		2,872	(45,248)	21,275		1,457,314
	(2,813,080)		1,402,472		(51,702)			_	(74,529)	_	596,565	 890,223	790		8,076,339
\$	(615,935)	\$	63,183	\$	(43,658)	\$	(14,309)	\$	(97,980)		599,437	\$ 844,975	\$ 22,065	\$	9,533,653

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - LIBRARY

For the Year Ended December 31, 2019

	Budgeted	I Amounts		Variance with Final
	Original	Final	Actual	Budget
REVENUES				
Taxes	\$ 3,414,786	\$ 3,414,786	\$ 3,414,786	\$ -
State and federal aids	20,060	20,060	20,546	486
Service charges and other	651,137	651,137	621,022	(30,115)
Total Revenues	4,085,983	4,085,983	4,056,354	(29,629)
EXPENDITURES				
Current				
Library	3,537,709	3,537,709	3,322,309	215,400
Capital Outlay	421,375	421,375	375,493	45,882
Total Expenditures	3,959,084	3,959,084	3,697,802	261,282
Excess of revenues				
over expenditures	126,899	126,899	358,552	231,653
OTHER FINANCING USES				
Transfer out	(126,899)	(555,534)	(555,534)	
Total Other Financing Uses	(126,899)	(555,534)	(555,534)	
Net change in fund balance	-	(428,635)	(196,982)	231,653
FUND BALANCES - Beginning of Year	734,437	734,437	734,437	
FUND BALANCES - END OF YEAR	\$ 734,437	\$ 305,802	\$ 537,455	\$ 231,653

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - JATV-12

For the Year Ended December 31, 2019

REVENUES Service charges and other	Bud Origina \$ 165,3		mounts Final 165,300	<u> </u>	Actual 174,127	W	ariance ith Final Budget 8,827
EXPENDITURES Current Library Capital Outlay Total Expenditures	186,7 9,0 195,7	18	186,721 9,018 195,739	_	170,320 10,228 180,548	_	16,401 (1,210) 15,191
Net change in fund balance	(30,4	39)	(30,439)		(6,421)		24,018
FUND BALANCES - Beginning of Year	269,3	<u> </u>	269,311		269,311		
FUND BALANCES - END OF YEAR	\$ 238,8	<u> </u>	238,872	\$	262,890	\$	24,018

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - OAK HILL CEMETERY For the Year Ended December 31, 2019

	Budgeted Amounts Original Final			Actual	Variance with Final Budget		
REVENUES							
Service charges and other	\$	196,000	\$	196,000	\$ 175,323	\$	(20,677)
Total Revenues		196,000		196,000	 175,323		(20,677)
EXPENDITURES Current Recreation and parks Total Expenditures		195,656 195,656		195,656 195,656	 209,597 209,597		(13,941) (13,941)
Net change in fund balance		344		344	(34,274)		(34,618)
FUND BALANCES - Beginning of Year		132,571		132,571	 132,571		<u>-</u>
FUND BALANCES - END OF YEAR	\$	132,915	\$	132,915	\$ 98,297	\$	(34,618)

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GOLF COURSES

For the Year Ended December 31, 2019

REVENUES Service charges and other Total Revenues	Budgeted Original \$ 1,193,092 1,193,092	### Amounts Final \$ 1,193,092 1,193,092	Actual \$ 1,079,025 1,079,025	Variance with Final Budget \$ (114,067) (114,067)
EXPENDITURES	1,100,002		1,070,020	(114,001)
Current				
Recreation and parks	1,128,722	1,128,722	1,048,726	79,996
Total Expenditures	1,128,722	1,128,722	1,048,726	79,996
Excess (deficiency) of revenues over expenditures	64,370	64,370	30,299	(34,071)
OTHER FINANCING USES				
Transfers out	(53,750)	(53,750)	(53,750)	<u> </u>
Total Other Financing Uses	(53,750)	(53,750)	(53,750)	
Net change in fund balance	10,620	10,620	(23,451)	(34,071)
FUND BALANCES (DEFICIT) - Beginning of Year	(74,529)	(74,529)	(74,529)	
FUND BALANCES (DEFICIT) - END OF YEAR	\$ (63,909)	\$ (63,909)	\$ (97,980)	\$ (34,071)

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -BUDGET AND ACTUAL - OTHER HOUSING GRANTS For the Year Ended December 31, 2019

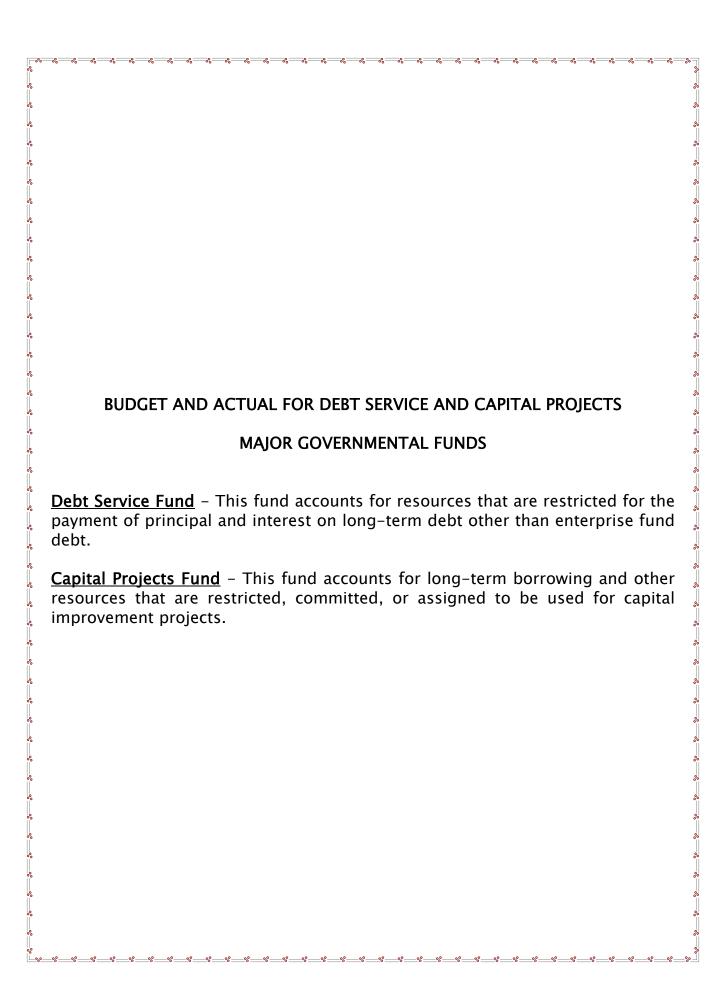
	Budgeted Original	d Amounts Final	Actual	Variance with Final Budget		
REVENUES	•	•	Φ 0004	Φ 0004		
Investment income	\$ -	\$ -	\$ 9,294	\$ 9,294		
State and federal aids	831,786	831,786	401,032	(430,754)		
Service charges and other	110,000	110,000	214,935	104,935		
Total Revenues	941,786	941,786	625,261	(316,525)		
EXPENDITURES Current Community and economic development Total Expenditures	1,039,186 1,039,186	1,039,186 1,039,186	622,389 622,389	416,797 416,797		
Net change in fund balance	(97,400)	(97,400)	2,872	100,272		
FUND BALANCES - Beginning of Year	596,565	596,565	596,565			
FUND BALANCES - END OF YEAR	\$ 499,165	\$ 499,165	\$ 599,437	\$ 100,272		

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT BLOCK GRANT For the Year Ended December 31, 2019

REVENUES	Budgeted Original	I Amounts Final	Actual	Variance with Final Budget	
Investment income	\$ -	\$ -	\$ 500	\$ 500	
State and federal aids	666,151	666,151	363,984	(302,167)	
Service charges and other	126,000	126,000	140,643	14,643	
Total Revenues	792,151	792,151	505,127	(287,024)	
EXPENDITURES Current					
Community and economic development	1,547,313	1,547,313	550,375	996,938	
Total Expenditures	1,547,313	1,547,313	550,375	996,938	
Net change in fund balance	(755,162)	(755,162)	(45,248)	709,914	
FUND BALANCES - Beginning of Year	890,223	890,223	890,223		
FUND BALANCES - END OF YEAR	\$ 135,061	\$ 135,061	\$ 844,975	\$ 709,914	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - INNOVATION CENTER For the Year Ended December 31, 2019

		Budgeted Original	d Am	ounts Final	Actual	W	ariance ith Final Budget
REVENUES	-	<u> </u>					<u> </u>
Investment income and rents Service charges and other	\$	124,340	\$	124,340	\$ 124,576 50,500	\$	236 50,500
Total Revenues		124,340		124,340	175,076		50,736
EXPENDITURES Current Community and economic development Total Expenditures		122,436 122,436	_	122,436 122,436	 153,801 153,801	_	(31,365) (31,365)
Net change in fund balance		1,904		1,904	21,275		19,371
FUND BALANCES - Beginning of Year		790		790	 790		<u> </u>
FUND BALANCES - END OF YEAR	\$	2,694	\$	2,694	\$ 22,065	\$	19,371



SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUND For the Year Ended December 31, 2019

	Budgeted Amounts Original Final		Actual		Variance with Final Budget	
REVENUES						
Investment income		,000	\$ 41,000	\$ 174,893	\$	133,893
Special assessments	425	,000	425,000	808,687		383,687
Total Revenues	466	,000	466,000	983,580		517,580
EXPENDITURES						
Debt Service						
Principal retirement	13,027	,000	13,027,000	13,027,000		-
Interest and fiscal charges	1,537	,073	1,537,073	1,607,135		(70,062)
Total Expenditures	14,564	,073	14,564,073	14,634,135	_	(70,062)
Excess (deficiency) of revenues						
over expenditures	(14,098	,073)	(14,098,073)	(13,650,555)		447,518
OTHER FINANCING SOURCES						
Premium on long-term debt	391	,168	391,168	565,268		174,100
Transfers in	14,136	,227	14,136,227	14,144,017		7,790
Total Other Financing Sources	14,527	,395	14,527,395	14,709,285		181,890
Net change in fund balance	429	,322	429,322	1,058,730		629,408
FUND BALANCES - Beginning of Year	3,824	,838	3,824,838	3,824,838	_	
FUND BALANCES - END OF YEAR	\$ 4,254	,160	\$ 4,254,160	\$ 4,883,568	\$	629,408

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CAPITAL PROJECTS

For the Year Ended December 31, 2019

	Budgeted Amounts		_	Variance with Final
	Original	Final	Actual	Budget
REVENUES	_			
Investment income	\$	- \$	- \$ 241,298	
State and federal aids	338,0	00 338,000	•	(9,647)
Special assessments		-	673,070	673,070
Miscellaneous		<u>-</u>	1,027,455	1,027,455
Total Revenues	338,0	00 338,000	2,270,176	1,932,176
EXPENDITURES				
Capital Outlay	16,737,7	60 16,737,760	16,595,625	142,135
Total Expenditures	16,737,7			142,135
Excess (deficiency) of revenues				
over expenditures	(16,399,7	60) (16,399,760) (14,325,449)	2,074,311
OTHER FINANCING SOURCES				
Long-term debt issued	13,951,7	60 13,951,760	13,896,000	(55,760)
Transfers in	2,448,0	2,966,635	2,937,383	(29,252)
Transfers out		<u>-</u>	(551,328)	(551,328)
Total Other Financing Sources (Uses)	16,399,7	60 16,918,395	16,282,055	(636,340)
Net change in fund balance		- 518,635	1,956,606	1,437,971
FUND BALANCES - Beginning of Year	7,792,6	7,792,666	7,792,666	
FUND BALANCES - END OF YEAR	\$ 7,792,6	<u>\$ 8,311,301</u>	\$ 9,749,272	\$ 1,437,971

NON-MAJOR ENTERPRISE FUNDS

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

<u>Stormwater Utility</u> – To account for a stormwater drainage system with adequate capacity to accommodate major storms while maintaining the quality of stormwater discharged into receiving streams and rivers in compliance with state and federal regulations. Activities include street sweeping and maintenance of storm sewers, catch basins, and greenbelts.

<u>Transit System Fund</u> – To account for state and federal funds granted to promote and provide a reliable, cost effective public transit system oriented to the needs of senior citizens, handicapped persons, children, major employment, and business centers.

COMBINING STATEMENT OF NET POSITION NONMAJOR ENTERPRISE FUNDS As of December 31, 2019

ASSETS Current Assets	Stormwater Utility	Transit System	Totals
Cash	\$ 387,754	\$ -	\$ 387,754
Accounts receivable	585,839	200,699	786,538
Unbilled revenue	752,720	200,099	752,720
Inventories	-	214,727	214,727
Total Current Assets	1,726,313	415,426	2,141,739
Utility Plant			
Land	-	710,031	710,031
Utility plant in service (at cost)	10,394,351	17,622,091	28,016,442
Construction work in progress	1,300,615	-	1,300,615
Accumulated depreciation	(2,207,847)	(7,556,485)	(9,764,332)
Net Plant	9,487,119	10,775,637	20,262,756
Total Noncurrent Assets	9,487,119	10,775,637	20,262,756
Total Assets	11,213,432	11,191,063	22,404,495
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pension	-	1,098,918	1,098,918
Deferred outflows related to health insurance OPEB	26,207	33,404	59,611
Deferred outflows related to life insurance OPEB	3,591	8,777	12,368
Total Deferred Outflows of Resources	29,798	1,141,099	1,170,897

	Stormwater Utility	Transit System	Totals
LIADULITICO	Othity	<u> </u>	Totals
LIABILITIES			
Current Liabilities	Ф 400.0C4	Ф 400.040	ф <u>ооо ооо</u>
Accounts payable	\$ 108,064	\$ 130,018	\$ 238,082
Accrued salaries and wages	106,657	192,551	299,208
Accrued interest	28,953	-	28,953
Due to other funds	407.500	1,857	1,857
Current portion of long-term G.O. debt	497,500	-	497,500
Construction payables	1,061	-	1,061
Total Current Liabilities	742,235	324,426	1,066,661
Noncurrent Liabilities			
General obligation long-term debt payable	2,060,319	-	2,060,319
Net pension liability	-	370,082	370,082
Health insurance OPEB	573,490	730,970	1,304,460
Life insurance OPEB	24,048	62,124	86,172
Total Noncurrent Liabilities	2,657,857	1,163,176	3,821,033
Total Liabilities	3,400,092	1,487,602	4,887,694
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	_	565,468	565,468
Deferred inflows related to health insurance OPEB	4,772	50,750	55,522
Deferred inflows related to life insurance OPEB	6,431	16,558	22,989
Total Deferred Inflows of Resources	11,203	632,776	643,979
Total Beleffed Illinows of Moseuross			0.10,010
NET POSITION			
Net Investment in capital assets	6,928,239	10,775,637	17,703,876
Unrestricted (deficit)	903,696	(563,853)	339,843
222		(555,566)	
TOTAL NET POSITION	\$ 7,831,935	\$ 10,211,784	\$ 18,043,719

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION NONMAJOR ENTERPRISE FUNDS For the Year Ended December 31, 2019

	Stormwater	Transit	
	Utility	System	Totals
OPERATING REVENUES	4 4 000 000	.	A 40040::
Charges for services	\$ 4,369,865	\$ 464,146	\$ 4,834,011
Total Operating Revenues	4,369,865	464,146	4,834,011
OPERATING EXPENSES			
Operation and maintenance	3,735,528	3,792,825	7,528,353
Depreciation	189,092	534,756	723,848
Total Operating Expenses	3,924,620	4,327,581	8,252,201
Operating Income (Loss)	445,245	(3,863,435)	(3,418,190)
NONOPERATING REVENUES (EXPENSES)			
Federal operating grants	-	1,113,046	1,113,046
State operating grants	-	851,834	851,834
Local operating subsidy	-	105,595	105,595
Investment income (loss)	(7,725)	-	(7,725)
Debt Issuance Cost	-	-	-
Amortization Premium	7,117	-	7,117
Interest expense	(70,449)		(70,449)
Total Nonoperating Revenues (Expenses)	(71,057)	2,070,475	1,999,418
Income (Loss) Before Contributions and Transfers	374,188	(1,792,960)	(1,418,772)
CAPITAL CONTRIBUTIONS	200,000	2,064,132	2,264,132
TRANSFERS IN		1,618,746	1,618,746
Net Change in Net Position	574,188	1,889,918	2,464,106
NET POSITION - Beginning of Year	7,257,747	8,321,866	15,579,613
NET POSITION - END OF YEAR	\$ 7,831,935	\$10,211,784	\$ 18,043,719

COMBINING STATEMENT OF CASH FLOWS NONMAJOR ENTERPRISE FUNDS For the Year Ended December 31, 2019

	Stormwater	Transit	
	Utility	System	Totals
CASH FLOWS FROM OPERATING ACTIVITIES		<u></u>	
Cash received from customers	\$ 4,218,505	\$ 514,862	\$ 4,733,367
Cash paid to suppliers for goods and services	(2,881,837)	(880,319)	(3,762,156)
Cash payments to employees for services	(1,099,308)	(2,732,901)	(3,832,209)
Net Cash Flows From Operating Activities	237,360	(3,098,358)	(2,860,998)
Not oddin now i form operating notivities	201,000	(0,000,000)	(2,000,000)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Subsidies received - federal	-	1,113,046	1,113,046
Subsidies received - state	-	851,834	851,834
Subsidies received - local	-	105,595	105,595
Negative cash balance implicitly financed for other utilities	-	(39,533)	(39,533)
Transfers from other funds		1,618,746	1,618,746
Net Cash Flows From Noncapital Financing Activities		3,649,688	3,649,688
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Cash used to retire debt	(632,000)	-	(632,000)
Interest paid	(78,078)	-	(78,078)
Acquisition and construction of capital assets	(408,703)	(2,615,460)	(3,024,163)
Construction grant received	200,000	2,064,130	2,264,130
Net Cash Flows From Capital and			
Related Financing Activities	(918,781)	(551,330)	(1,470,111)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income	(7,725)		(7,725)
Net Change in Cash and Cash Equivalents	(689,146)	-	(689,146)
CASH AND CASH EQUIVALENTS - Beginning of Year	1,076,900		1,076,900
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 387,754	\$ -	\$ 387,754

	St	ormwater Utility	Transit System	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES Operating income (loss)	\$	445,245	\$ (3,863,435)	\$ (3,418,190)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Income (Loss) Depreciation		189,093	534,756	723,849
Change in Noncash Components of Working Capital Accounts receivable		(162,177)	(15,648)	(177,825)
Inventories Accounts payable Other current liabilities		- (295,478) 23,632	468 29,026 25,685	468 (266,452) 49,317
Pension related deferrals Other post employment benefits		10,817 26,228	25,085 - 190,790	10,817 217,018
NET CASH FLOWS FROM OPERATING ACTIVITIES	\$	237,360	\$ (3,098,358)	\$ (2,860,998)

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

None

SUPPLEMENTARY INFORMATION MAJOR PROPRIETARY FUNDS Water Utility Fund - The Water Utility accounts for all activities necessary to provide cost effective water services to residents of the City of Janesville in accordance with current "safe drinking water" standards established by state and federal governments. Fund activities include administration, billing and collection, operations and maintenance, financing, and related debt service. Wastewater Utility Fund - The Wastewater Utility accounts for all activities necessary to provide cost effective sanitary sewer services to residents of the City of Janesville in accordance with current "treated effluent discharge" standards established by state and federal governments. Fund activities include administration, billing and collection, operations and maintenance, collection system expansion, financing, and related debt service.

UTILITY PLANT December 31, 2019

	Balance 1-1-19	2019 Additions	Retirements	Balance 12-31-19
SOURCE OF SUPPLY	Φ 000 447	•	•	Φ 000 117
Land and land rights	\$ 203,417		\$ -	\$ 203,417
Wells and springs	2,301,834		-	2,301,834
Total Source of Supply	2,505,251	<u> </u>	-	2,505,251
PUMPING				
Land and land rights	11,565	2,836	-	14,401
Structures and improvements	4,312,246		-	4,312,246
Electric pumping equipment	4,387,433		-	4,387,433
Total Pumping	8,711,244	2,836		8,714,080
WATER TREATMENT				
Water treatment equipment	225,492	<u>-</u>		225,492
TRANSMISSION AND DISTRIBUTION				
Land and land rights	90,496	-	-	90,496
Reservoirs and standpipes	3,423,372	-	-	3,423,372
Transmission and distribution mains	59,661,414	3,323,299	68,520	62,916,193
Services	10,460,889	251,802	1,269	10,711,422
Meters	4,853,406		99,822	5,167,856
Hydrants	3,830,217	223,555	19,271	4,034,501
Total Transmission and Distribution	82,319,794	4,212,928	188,882	86,343,840
GENERAL				
Structures and improvements	1,027,728	-	-	1,027,728
Office furniture and equipment	34,902	-	-	34,902
Transportation equipment	892,583	40,982	27,928	905,637
Stores equipment	14,438		-	14,438
Tools, shop and garage equipment	169,080		1,693	172,382
Power operated equipment	655,779		-	655,779
Communication equipment	1,082,947		-	1,082,947
Computer equipment	929,884		174,924	787,670
Total General	4,807,341	78,687	204,545	4,681,483
TOTAL PLANT IN SERVICE	\$ 98,569,122	\$ 4,294,451	\$ 393,427	\$ 102,470,146

OPERATING REVENUES AND EXPENSES Years Ended December 31, 2019 and 2018

OPERATING REVENUES 20°	4.0	
OI LIMINO ILVENOLO	19	2018
Sales of Water		
Metered Sales		
Residential \$ 3,823	3,378	\$ 3,886,406
Residential Multi-Family 30	7,561	310,147
Commercial 1,094	4,501	1,085,679
	3,457	1,593,916
Public authorities 21	7,331	236,040
·	4,509	54,279
Public fire protection 1,162	2,336	1,192,931
Total Sales of Water 8,493	3,072	8,359,398
Other Operating Revenues		
·	6,923	62,745
Water department rentals	6,240	20,987
Other water revenues 112	2,395	104,178
Total Other Operating Revenues 199	5,558	187,910
Total Operating Revenues 8,688	8,631	8,547,308
OPERATING EXPENSES		
Operation and Maintenance		
Source of Supply		
Maintenance of wells134	4,540	48,518
Total Source of Supply 134	4,540	48,518
Pumping		
Fuel or power purchased for pumping 50°	1,259	489,700
Pumping labor 113	3,918	94,039
Maintenance of buildings and grounds	9,988	83,578
Maintenance of structures and improvements 29	9,535	9,365
Maintenance of pumping equipment 98	8,852	161,513
Total Pumping 833	3,552	838,195
Water Treatment		
Chemicals 19	9,257	21,942
Operation labor34	4,290	31,627
Total Water Treatment 53	3,547	53,569
Transmission and Distribution		
Transmission and distribution line expenses 38	1,626	241,318
·	7,664	100,954
Maintenance of distribution reservoirs	303	1,529
Maintenance of mains 469	5,029	375,016
Maintenance of services 179	5,530	186,048
	1,593	30,919
Maintenance of hydrants 103	3,180	81,492
Total Transmission and Distribution 1,21	4,925	1,017,276

OPERATING REVENUES AND EXPENSES (cont.) Years Ended December 31, 2019 and 2018

	2019	2018
OPERATING EXPENSES (cont.)		
Operation and Maintenance (cont.)		
Customer Accounts		
Supervision	\$ 46,158	\$ 42,005
Meter reading expense	11,770	15,764
Customer records and collection	143,505	144,386
Customer service and information	53,312	86,583
Total Customer Accounts	254,745	288,738
Administrative and General		
Administrative and general salaries	414,158	407,703
Office supplies	29,353	20,883
Outside services employed	4,311	5,176
Property insurance	17,604	10,078
Injuries and damages	47,100	48,130
Employees pensions and benefits	710,249	514,093
Regulatory commission	133	125
Rents	24,779	21,177
Maintenance of general plant	13,487	13,824
Total Administrative and General	1,261,174	1,041,189
Total Operation and Maintenance	3,752,483	3,287,485
Depreciation	1,949,650	1,924,430
Taxes	1,647,867	1,670,870
Total Operating Expenses	7,350,000	6,882,785
Taxes reported as transfers out	1,534,817	1,592,033
OPERATING INCOME	\$ 2,873,448	\$ 3,256,556

^{*} Amount includes the payment in lieu of tax (PILOT) of \$1,534,817 which is shown as a transfer out on the statement of revenues, expenses, and changes in net position.

RATE OF RETURN - REGULATORY BASIS December 31, 2019 and 2018

	0040	0040
Heller Bl. et a.	2019	2018
Utility Plant in Service	Ф. 00 000 040	Ф 00 005 000
Beginning of year	\$ 68,993,019	\$ 63,865,263
End of year	72,789,937	68,993,019
Average	70,891,477	66,429,140
Accumulated Depreciation		
Beginning of year	(22,092,176)	(20,749,729)
End of year	(23,345,312)	(22,092,176)
Average	(22,718,744)	(21,420,953)
Materials and Supplies		
Beginning of year	316,676	343,147
End of year	309,700	316,676
Average	313,188	329,912
•		<u> </u>
Average Balance - Regulatory Liability	646,874	790,624
AVERAGE NET RATE BASE	\$ 47,839,047	\$ 44,547,475
	<u> </u>	*************************************
REGULATORY OPERATING INCOME	\$ 1,874,704	\$ 2,112,698
RATE OF RETURN (PERCENT)	3.92	4.74
	0.02	

This schedule is computed based on Public Service Commission of Wisconsin regulatory accounting which differs from accounting principles generally accepted in the United States of America due to GASB No. 33 as well as PSC Order 05-US-105, which was effective January 1, 2003.

Operating income per PSC reporting requirements excludes \$456,900 depreciation expense on contributed capital, Other Post Employment Benefits of \$6,262, WRS Pension expense of \$(88,447) and includes a tax equivalent payment of \$1,534,817 reported as a transfer out.

UTILITY PLANT December 31, 2019

		Balance 1-1-19	Additions	Retirements	Balance 12-31-19
COLLECTION SYSTEM					
Collecting mains	\$	57,669,962	\$ 1,072,648	\$ -	\$ 58,742,610
Collection system equipment		1,313,041	322,994		1,636,035
Total Collection System	_	58,983,003	1,395,642		60,378,645
TREATMENT AND DISPOSAL					
Land		18,000	-	-	18,000
Buildings and structures		21,223,466	-	-	21,223,466
Preliminary treatment equipment		2,938,308	12,004	-	2,950,312
Primary treatment equipment		1,728,539	-	-	1,728,539
Secondary treatment equipment		4,628,825	-	-	4,628,825
Disinfection equipment		391,753	-	-	391,753
Sludge treatment and disposal equipment		7,893,023	-	-	7,893,023
Plant sitework and piping		8,113,184	-	-	8,113,184
Metering, sampling and testing equipment		147,292	34,185	-	181,477
Other treatment and disposal equipment		1,590,525	-	-	1,590,525
Electrical and HVAC		5,339,530	-	-	5,339,530
Total Treatment and Disposal	_	54,012,445	46,189		54,058,634
GENERAL					
Leasehold improvements		86,017	-	-	86,017
Transportation equipment		286,371	-	-	286,371
Office equipment		65,646	-	-	65,646
Miscellaneous equipment		343,305	-	-	343,305
Computer equipment		1,614,364	24,669	293,284	1,345,749
Total General	_	2,395,703	24,669	293,284	2,127,088
TOTAL UTILITY PLANT	<u>\$</u>	115,391,151	\$ 1,466,500	\$ 293,284	\$ 116,564,367

OPERATING REVENUES AND EXPENSES Years Ended December 31, 2019 and 2018

	2019	2018
OPERATING REVENUES		
Wastewater Revenues		
Residential	\$ 6,747,613	\$ 6,635,931
Commercial	1,784,301	1,709,939
Industrial	513,116	407,985
Public authority	267,063	239,563
Industrial pollution charge	466,277	370,481
Pretreatment program	57,599	38,699
Total Wastewater Revenues	9,835,969	9,402,598
Other Operating Revenues		
Forfeited discounts	97,790	87,100
Miscellaneous revenues	474,686	405,418
Total Other Operating Revenues	572,476	492,518
Total Operating Revenues	10,408,445	9,895,116
OPERATING EXPENSES		
Operation and Maintenance		
Operation and Maintenance Operation		
Treatment plant	1,375,380	1,402,225
Laboratory	244,721	238,820
Pretreatment	87,051	83,778
Sludge disposal	532,973	452,658
Utilities	75,444	97,679
Total Operation	2,315,569	2,275,160
Maintenance	<u> </u>	
Collecting sewers	1,410,790	1,374,060
Treatment plant	474,692	448,678
Wastewater lift stations	13,812	9,527
Meters	436,332	404,715
Total Maintenance	2,335,626	2,236,980
Administrative		
General administration	1,027,214	904,113
Customer accounts	208,248	212,285
City service charges	50,000	50,000
Total Administrative	1,285,462	1,166,398
Total Operation and Maintenance	5,936,657	5,678,538
Depreciation	3,397,354	3,466,087
Total Operating Expenses	9,334,011	9,144,625
OPERATING INCOME	\$ 1,074,434	\$ 750,491

INTERNAL SERVICE FUNDS Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the municipality, or to other governmental units, on a cost-reimbursement basis. **Vehicle Operation & Maintenance Fund** – To account for the maintenance, repair, replacement, and operating services for City-owned vehicles and equipment utilized in the delivery of services to the citizens of Janesville. **Insurance Fund** - To account for the City resources required to provide a costeffective means of transferring risk by utilizing insurance and limiting the loss of City resources resulting from accidents, catastrophes, and health care costs. **Benefits Funding** - To provide funds for the payment of the non-General Fund portion of debt service on the 2005 taxable note issue. Notes were issued to pay off the Wisconsin Retirement Service (WRS) unfunded prior service liability at a lower interest rate; 4.7% versus 7.8% charged by WRS.

COMBINING STATEMENT OF NET POSITION INTERNAL SERVICE FUNDS As of December 31, 2019

	Vehicle Operation & Maintenance	Insurance	Totals
ASSETS Current Assets Cash and investments Accounts receivable	\$ 162,808 20,553	\$ 2,742,278 269,833	\$ 2,905,086 290,386
Inventories Prepaid items	355,375 	10,000	355,375 10,000
Total Current Assets Noncurrent Assets	538,736	3,022,111	3,560,847
Restricted Assets Deposits with risk pool		1,604,120	1,604,120
Total Assets LIABILITIES	538,736	4,626,231	5,164,967
Current Liabilities Accounts payable	89,863	86,503	176,366
Claims payable	-	1,955,547	1,955,547
Accrued salaries and wages	79,540	9,843	89,383
Total Liabilities	169,403	2,051,893	2,221,296
NET POSITION	200 200	0.574.000	0.040.674
Unrestricted	369,333	2,574,338	2,943,671
TOTAL NET POSITION	\$ 369,333	\$ 2,574,338	\$ 2,943,671

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION INTERNAL SERVICE FUNDS

For the Year Ended December 31, 2019

OPERATING REVENUES	Vehicle Operation & Maintenance	Insurance	Benefits Funding	Totals
Charges for services	\$ 4,862,180	\$ 14,288,730	\$ 57,492	\$ 19,208,402
OPERATING EXPENSES Operation and maintenance	3,075,485	15,251,566		18,327,051
Operating Income (Loss)	1,786,695	(962,836)	57,492	881,351
OTHER FINANCING (USES) Transfers out Total Other Financing Sources (Uses)	(1,786,000) (1,786,000)	<u>-</u>	(57,492) (57,492)	(1,843,492) (1,843,492)
Net Change in Net Position	695	(962,836)	-	(962,141)
NET POSITION - Beginning of Year	368,638	3,537,174		3,905,812
NET POSITION - END OF YEAR	\$ 369,333	\$ 2,574,338	<u>\$</u> -	\$ 2,943,671

COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS For the Year Ended December 31, 2019

CASH FLOWS FROM OPERATING ACTIVITIES Cash received from other funds for services Cash paid to suppliers for goods and services Cash payments to employees for services (2,086,965) (14,910,309) - (16,997, 20,000) Cash payments to employees for services (965,105) (122,944) - (1,088, 20,000) Net Cash Flows From Operating Activities CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES Transfers (1,786,000) - (57,492) (1,843, 20,000) Net Cash Flows From Noncapital Financing Activities (1,786,000) - (57,492) (1,843, 20,000) Net Change in Cash and Cash Equivalents CASH AND CASH EQUIVALENTS - Beginning of Year CASH AND CASH EQUIVALENTS - END OF YEAR RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES					
CASH FLOWS FROM OPERATING ACTIVITIES \$ 4,881,694 \$14,863,561 \$57,492 \$19,802,000 Cash paid to suppliers for goods and services \$ 4,881,694 \$14,863,561 \$ 57,492 \$19,802,000 Cash paid to suppliers for goods and services \$ (2,086,965) \$ (14,910,309) - \$ (16,997,000) - \$ (16,997,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,088,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) - \$ (1,084,000) <		Vehicle			
CASH FLOWS FROM OPERATING ACTIVITIES \$ 4,881,694 \$14,863,561 \$ 57,492 \$19,802, (1,098,695) Cash paid to suppliers for goods and services \$ 4,881,694 \$14,863,561 \$ 57,492 \$19,802, (2,086,965) \$ (14,910,309) - (16,997, (16,997, (2,086,965)) \$ (14,910,309) - (16,997, (16,997, (2,086,965)) \$ (14,910,309) - (10,088, (2,086,965)) \$ (14,910,309) - (10,088, (2,086,965)) \$ (122,944) - (10,088, (2,086,965)) \$ (1,086,092) 5 (1,088, (2,086,965)) \$ (1,086,092) 5 (1,088, (2,086,965)) \$ (1,086,092) 5 (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965)) \$ (1,086,092) - (1,088, (2,086,965) \$ (1,086,092) - (1,088, (2,086,965) \$ (1,086,092) - (1,088, (2,086,965) \$ (1,086,092) - (1,088, (2,086,965) \$ (1,086,092) - (1,088, (2,086,965) \$ (1,086,092) - (1,086,092) - (1,086,092) - (1,086,092) - (1,086,092) - (1,086,092) - (1,086,092) <th></th> <th></th> <th></th> <th>Benefits</th> <th></th>				Benefits	
CASH FLOWS FROM OPERATING ACTIVITIES Cash received from other funds for services \$4,881,694 \$14,863,561 \$57,492 \$19,802 Cash paid to suppliers for goods and services (2,086,965) (14,910,309) - (16,997 Cash payments to employees for services (965,105) (122,944) - (1,088 Net Cash Flows From Operating Activities 1,829,624 (169,692) 57,492 1,717 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES (1,786,000) - (57,492) (1,843 Net Cash Flows From Noncapital Financing Activities (1,786,000) - (57,492) (1,843 Net Change in Cash and Cash Equivalents 43,624 (169,692) - (126, CASH AND CASH EQUIVALENTS - Beginning of Year 119,184 2,911,970 - 3,031, CASH AND CASH EQUIVALENTS - END OF YEAR \$162,808 \$2,742,278 \$ - \$2,905, RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES		•	Insurance	Funding	Totals
Cash received from other funds for services \$ 4,881,694 \$14,863,561 \$ 57,492 \$19,802, Cash paid to suppliers for goods and services (2,086,965) (14,910,309) - (16,997, Cash payments to employees for services (965,105) (122,944) - (1,088, Cash Flows From Operating Activities - (1,088, Cash Flows From Operating Activities - (1,088, Cash Flows From Operating Activities - (1,786,000) - (57,492) - (1,747, Cash Flows From Operating Activities - (1,786,000) - (57,492) - (1,843, Cash Flows From Operating Activities - (1,786,000) - (57,492) - (1,843, Cash Flows From Operating Activities - (1,786,000) - (1,786,000) - (57,492) - (1,843, Cash Flows From Operating Activities - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) - (1,786,000) <	SH FLOWS FROM OPERATING ACTIVITIES				
Cash paid to suppliers for goods and services (2,086,965) (14,910,309) - (16,997, 200) Cash payments to employees for services (965,105) (122,944) - (1,088, 200) Net Cash Flows From Operating Activities 1,829,624 (169,692) 57,492 1,717, 200 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES Transfers (1,786,000) - (57,492) (1,843, 200) - (57,492) (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843, 200) - (1,843,		\$ 4.881.694	\$14.863.561	\$ 57,492	\$19,802,747
Cash payments to employees for services (965,105) (122,944) - (1,088, 1,082) Net Cash Flows From Operating Activities 1,829,624 (169,692) 57,492 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,717, 1,					(16,997,274)
Net Cash Flows From Operating Activities 1,829,624 (169,692) 57,492 1,717, CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				_	(1,088,049)
Transfers (1,786,000) - (57,492) (1,843, 1,786,000) Net Cash Flows From Noncapital Financing Activities (1,786,000) - (57,492) (1,843, 1,786,000) Net Change in Cash and Cash Equivalents 43,624 (169,692) - (126, 1,843, 1,842) CASH AND CASH EQUIVALENTS - Beginning of Year 119,184 2,911,970 - 3,031, 1,970 CASH AND CASH EQUIVALENTS - END OF YEAR \$ 162,808 \$ 2,742,278 \$ - \$ 2,905, 1,970 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				57,492	1,717,424
Transfers (1,786,000) - (57,492) (1,843, 1,786,000) Net Cash Flows From Noncapital Financing Activities (1,786,000) - (57,492) (1,843, 1,786,000) Net Change in Cash and Cash Equivalents 43,624 (169,692) - (126, 1,843, 1,842) CASH AND CASH EQUIVALENTS - Beginning of Year 119,184 2,911,970 - 3,031, 1,970 CASH AND CASH EQUIVALENTS - END OF YEAR \$ 162,808 \$ 2,742,278 \$ - \$ 2,905, 1,970 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	SH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Net Cash Flows From Noncapital Financing Activities (1,786,000) - (57,492) (1,843, Net Change in Cash and Cash Equivalents 43,624 (169,692) - (126, CASH AND CASH EQUIVALENTS - Beginning of Year 119,184 2,911,970 - 3,031, CASH AND CASH EQUIVALENTS - END OF YEAR \$ 162,808 \$ 2,742,278 \$ - \$ 2,905, RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES		(1.786.000)	_	(57,492)	(1,843,492)
Net Change in Cash and Cash Equivalents 43,624 (169,692) - (126, CASH AND CASH EQUIVALENTS - Beginning of Year 119,184 2,911,970 - 3,031, CASH AND CASH EQUIVALENTS - END OF YEAR \$ 162,808 \$ 2,742,278 \$ - \$ 2,905, CASH FLOWS FROM OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES					
CASH AND CASH EQUIVALENTS - Beginning of Year 119,184 2,911,970 - 3,031, CASH AND CASH EQUIVALENTS - END OF YEAR \$ 162,808 \$ 2,742,278 \$ - \$ 2,905, RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	Net Cash Flows From Noncapital Financing Activities	(1,780,000)		(57,492)	(1,043,492)
CASH AND CASH EQUIVALENTS - END OF YEAR \$ 162,808 \$ 2,742,278 \$ - \$ 2,905, RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	Net Change in Cash and Cash Equivalents	43,624	(169,692)	-	(126,068)
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	SH AND CASH EQUIVALENTS - Beginning of Year	119,184	2,911,970		3,031,154
CASH FLOWS FROM OPERATING ACTIVITIES	CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 162,808	\$ 2,742,278	<u>\$</u> _	\$ 2,905,086
	CONCILIATION OF OPERATING INCOME (LOSS) TO NET				
	ASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss) \$ 1,786,695 \$ (962,836) \$ 57,492 \$ 881,	Operating income (loss)	\$ 1,786,695	\$ (962,836)	\$ 57,492	\$ 881,351
Change in Assets and Liabilities	Change in Assets and Liabilities				
Accounts receivable 19,514 574,831 - 594,	Accounts receivable	19,514	574,831	-	594,345
Inventories 23,361 23,	Inventories	23,361	-	-	23,361
Accounts payable (8,828) 11,245 - 2,	Accounts payable	(8,828)	11,245	-	2,417
Accrued liabilities <u>8,882</u> <u>207,068</u> <u>- 215,</u>	Accrued liabilities	8,882	207,068		215,950
NET CASH FLOWS FROM OPERATING ACTIVITIES \$ 1,829,624 \$ (169,692) \$ 57,492 \$ 1,717,	NET CASH FLOWS FROM OPERATING ACTIVITIES	\$ 1,829,624	\$ (169,692)	\$ 57,492	\$ 1,717,424

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES None

Component Unit City of Janesville Community Development Authority – The Community Development Authority (CDA) is a legally separate organization. The CDA administers the Section 8 Rental Voucher Housing Program funded by the United States Department of Housing and Urban Development, which pays a portion of monthly rent and utilities for low-income families, elderly and handicapped individuals.	
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STATEMENT OF CASH FLOWS COMPONENT UNIT

For the Year Ended December 31, 2019

CASH FLOWS FROM OPERATING ACTIVITIES Cash received from customers and granting agencies Cash paid to suppliers for goods and services Cash payments to employees for services Net Cash Flows From Operating Activities	\$	2,948,172 (2,774,100) (265,517) (91,445)
CASH FLOWS FROM INVESTING ACTIVITIES Investment income		599
Net Change in Cash and Cash Equivalents		(90,846)
CASH AND CASH EQUIVALENTS - Beginning of Year		94,980
CASH AND CASH EQUIVALENTS - END OF YEAR	\$	4,134
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES Operating income (loss) Adjustments to Reconcile Operating Income (loss) to Net	\$	(96,463)
Cash Flows From Operating Income (loss) Depreciation Change in Assets and Lickilities		2,830
Change in Assets and Liabilities Accounts receivable Other current liabilities		82 2,106
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$</u>	(91,445)

STATISTICAL SECTION

This section of the City of Janesville's Comprehensive Annual Financial Report (CAFR) presents detailed information as a context for understanding what the information in the financial statements, notes to the financial statements, and required supplementary information says about the City's overall financial condition.

<u>Contents</u>	<u>Schedule</u>
Financial Trends: These schedules contain trend information to help the reader understand how the City's financial performance and condition has changed over time.	1 - 4
Revenue Capacity: These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	5 - 8
Debt Capacity: These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	9 - 13
Demographic and Economic Information: These schedules present demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	14 - 15
Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	16 - 18

Sources:

Unless otherwise noted, the information in these schedules is derived from the CAFR reports for the relevant year.

Schedule 1 Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

				Fiscal '	Year						
	<u>2010</u>	<u>2011</u>	2012	<u>2013</u>		2014	<u>2015</u>	<u>2016</u>	2017	2018*	2019
Governmental activities											
Net investment in capital assets	\$154,397,316	\$157,671,125	\$160,445,022	\$162,078,352		\$160,797,187	\$166,599,500	\$ 165,651,458	\$ 167,011,926	\$ 171,638,380	\$ 180,995,422
Restricted	9,585,005	11,506,652	12,579,140	12,698,813		13,599,327	20,037,322	13,556,068	15,754,928	27,517,272	18,487,197
Unrestricted (deficit)	 1,835,281	 (1,735,225)	(6,091,774)	(7,608,103)		(12,967,948)	 (8,009,828)	 (3,456,053)	 (8,391,870)	(32,472,555)	 (31,454,750)
Total governmental activities net position	\$ 165,817,602	\$ 167,442,552	\$ 166,932,388	\$ 167,169,062	\$	161,428,566	\$ 178,626,994	\$ 175,751,473	\$ 174,374,984	\$ 166,683,097	\$ 168,027,869
385											
Business-type activities											
Net investment in capital assets	\$ 86,317,284	\$ 91,220,876	\$ 92,313,711	\$ 91,214,006		\$ 99,851,686	\$ 99,568,760	\$ 101,129,446	\$ 102,001,949	\$ 104,105,334	\$ 108,602,546
Restricted	6,549,521	5,684,352	6,560,819	7,076,333		7,605,754	8,823,186	8,665,188	9,248,989	10,667,625	10,978,631
Unrestricted	 5,911,610	 3,402,388	2,746,934	5,170,461		6,254,942	 7,240,593	7,865,742	 9,010,742	7,075,871	 6,727,012
Total business-type activities net position	\$ 98,778,415	\$ 100,307,616	\$ 101,621,464	\$ 103,460,800	\$	113,712,382	\$ 115,632,539	\$ 117,660,376	\$ 120,261,680	\$ 121,848,830	\$ 126,308,189
Primary Government											
Net investment in capital assets	\$240,221,347	\$248,580,858	\$252,638,733	\$253,172,358		259,755,873	265,371,260	266,213,904	268,567,875	275,359,714	289,332,968
Restricted	16,134,526	17,191,004	19,139,959	19,775,146		21,205,081	28,860,508	22,221,256	25,003,917	38,184,897	29,465,828
Unrestricted (deficit)	 8,240,144	 1,978,306	(3,224,840)	(2,317,642)		(5,820,006)	 27,765	 4,976,689	1,064,872	 (25,012,684)	 (24,462,738)
Total primary government net position	\$ 264,596,017	\$ 267,750,168	\$ 268,553,852	\$ 270,629,862	\$	275,140,948	\$ 294,259,533	\$ 293,411,849	\$ 294,636,664	\$ 288,531,927	\$ 294,336,058

^{*} Net position as of January 1, 2018 was restated due to the implementation of GASB Statement No. 75.

Schedule 2 Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

				Fiscal Year						
	<u>2010</u>	<u>2011</u>	<u>2012</u>	2013	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Expenses										
Governmental activities:										
General Government	\$ 4,049,662	\$ 4,186,293	\$ 4,572,485	\$ 4,092,977	\$ 4,477,733	\$ 4,151,408	\$ 4,993,527	\$ 4,959,538	\$ 4,736,517	\$ 5,276,138
Public Safety	25,148,762	25,466,279	27,928,051	26,449,707	25,081,688	25,738,815	27,177,668	30,184,659	28,724,964	32,499,009
Public Works	16,192,666	16,781,023	16,038,880	19,368,381	23,938,994	17,457,921	19,462,880	18,612,387	16,644,640	18,979,099
Recreation and Parks	3,774,576	4,759,187	4,978,467	4,787,017	4,935,058	4,897,505	5,064,956	5,100,992	4,151,107	4,593,900
Community/Economic Development	3,535,983	5,595,106	5,047,406	4,553,738	8,130,524	8,332,330	8,912,887	8,282,763	10,368,971	11,482,642
Library	4,353,927	4,405,358	3,962,324	3,651,388	3,927,977	4,115,305	4,426,420	4,661,471	4,594,893	4,736,450
Interest and Fiscal Charges	1,764,420	1,566,299	1,450,484	1,469,979	1,315,738	1,436,450	1,388,302	1,294,272	1,465,467	1,674,295
Total governmental activities expenses	58,819,996	62,759,545	63,978,097	64,373,187	71,807,712	66,129,734	71,426,640	73,096,082	70,686,559	79,241,533
Business-type activities:										
Water Utility	5,343,100	5,360,990	5,287,441	5,484,483	5,516,981	5,374,045	5,491,647	5,416,823	5,562,801	6,244,772
Wastewater Utility	6,928,411	7,773,308	8,719,761	8,487,523	8,580,826	8,618,650	9,395,932	9,202,044	9,623,026	9,880,251
Stormwater Utility	1,326,800	1,580,309	1,546,949	1,662,098	1,536,882	1,788,628	2,785,314	3,165,055	3,281,193	3,780,201
Transit	3,368,980	3,482,774	3,617,960	3,771,678	4,142,045	4,076,201	4,078,184	4,212,285	4,009,808	4,351,839
Total business-type activities	16,967,291	18,197,381	19,172,111	19,405,782	19,776,734	19,857,524	21,751,077	21,996,207	22,476,828	24,257,063
Total primary government expenses	\$ 75,787,287	\$ 80,956,926	\$ 83,150,208	\$ 83,778,969	\$ 91,584,446	\$ 85,987,258	\$ 93,177,717	\$ 95,092,289	\$ 93,163,387	\$ 103,498,596
Program Revenues Governmental activities:										
Charges for services:										
General Government	280,076	392,965	408,798	457,224	363,891	528,918	730,285	661,384	631,400	589,933
Public Safety	2,700,923	2,904,044	2,878,891	2,960,269	3,181,322	3,401,160	3,465,100	3,961,556	4,562,417	4,128,347
Public Salety Public Works	7,006,361	8,428,099	6,727,157	6,110,879	6,369,542	7,542,621	9,187,124	9,735,725	11,836,535	9,553,718
Recreation and Parks	1,040,506	2,119,722	2,179,915	2,183,098	2,221,913	2,262,083	2,312,029	2,262,955	2,139,502	2,199,420
Community/Economic Development	604,735	1,299,796	2,179,915	960,053	815,156	1,345,080	1,579,793	695,989	482,571	721,083
Library	1,006,020	995,230	957,961	876,648	938,732	906,286	850,676	859,263	1,000,945	1,763,786
Operating grants and contributions	5,656,639	5,175,981	4,650,278	4,227,501	4,761,005	4,424,256	4,976,353	4,414,390	4,657,543	4,780,586
Capital grants and contributions	1,587,045	2,002,304	2,619,764	5,957,771	5,750,467	6,890,533	878,645	1,317,123	2,400,182	2,328,727
Total governmental activities program revenues	19,882,305	23,318,141	22,988,239	23,733,443	24,402,028	27,300,937	23,980,005	23,908,385	27,711,095	26,065,600
rotal governmental activities program revenues	19,002,303	23,310,141	22,900,239	25,755,445	24,402,020	27,300,937	23,960,003	23,900,303	27,711,093	20,003,000
Business-type activities:										
Charges for services:										
Water Utility	5,890,963	5,924,663	6,490,726	7,455,349	7,199,949	6,995,301	7,904,672	8,147,310	8,547,308	8,688,631
Wastewater Utility	9,549,391	9,450,506	9,474,307	9,184,305	9,187,862	9,126,999	9,353,624	9,941,257	9,895,116	10,408,445
Stormwater Utility	2,058,510	2,172,210	2,065,056	2,050,407	2,077,929	2,038,788	3,226,320	3,870,328	3,991,027	4,369,865
Transit	408,176	439,180	465,647	547,846	573,394	547,033	460,284	452,941	435,715	464,146
Operating grants and contributions	1,687,653	1,764,936	1,860,366	2,183,845	2,245,852	2,124,992	2,076,668	2,057,853	2,049,077	2,070,475
Capital grants and contributions	975,820	395,169	584,516	446,217	7,918,959	7,937	1,276,126	388,327	1,512,136	2,380,940
Total business-type activities program revenues	20,570,513	20,146,664	20,940,618	21,867,969	29,203,945	20,841,050	24,297,694	24,858,016	26,430,379	28,382,502
Total primary government program revenues	\$ 40,452,818	\$ 43,464,805	\$ 43,928,857	\$ 45,601,412	\$ 53,605,973	\$ 48,141,987	\$ 48,277,699	\$ 48,766,401	\$ 54,141,474	\$ 54,448,102

Schedule 2 Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

				Fiscal Year						
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Net (Expense)/Revenue										
Governmental activities	\$(38,937,691)	\$(39,441,404)	¢ (40 000 0E0)	\$(40,639,744)	\$(47,405,684)	\$(38,828,797)	¢ (47 446 625)	¢ (40 497 607)	\$(42,975,464)	¢ (52.475.022)
Business-type activities	3,603,222	1,949,283	\$ (40,989,858) 1,768,507	2,462,187	9,427,211	983,526	\$(47,446,635) 2,546,617	\$(49,187,697) 2,861,809	3,953,551	\$ (53,175,933) 4,125,439
3.										
Total primary government net expenses	\$(35,334,469)	\$(37,492,121)	\$(39,221,351)	<u>\$(38,177,557)</u>	\$(37,978,473)	<u>\$(37,845,271)</u>	\$(44,900,018)	\$(46,325,888)	\$(39,021,913)	\$ (49,050,494)
General Revenues and Other Changes in Net										
Position										
Governmental activities:										
Taxes										
Property taxes	\$ 30,606,896	\$ 31,527,740	\$ 32,754,235	\$ 32,285,025	\$ 33,431,343	\$ 34,544,522	\$ 34,854,348	\$ 37,634,880	\$ 41,492,292	\$ 42,959,368
Other taxes	947,001	914,183	1,370,092	1,524,835	1,817,507	1,477,297	2,319,788	2,531,389	2,523,179	2,412,455
Intergovernmental revenues	6,195,752	6,116,411	5,413,874	5,518,957	5,495,465	5,475,925	5,446,331	5,628,245	6,214,115	6,609,965
Investment income	692,506	538,926	340,085	273,606	202,932	319,377	230,186	503,534	757,287	1,294,627
Miscellaneous	678,983	1,490,349	77,830	565,401	745,445	980,888	1,132,803	1,119,538	1,494,147	1,328,219
Transfers	407,275	478,745	523,578	708,594	(799,750)	617,425	587,657	393,622	544,135	(83,929)
_ Total governmental activities	39,528,413	41,066,354	40,479,694	40,876,418	40,892,942	43,415,434	44,571,113	47,811,208	53,025,155	54,520,705
Business-type activities:										
Investment earnings	92,331	58,663	48,028	80,554	15,630	16,937	69,045	106,601	226,649	240,316
Miscellaneous	16,039	-	20,891	5,189	8,993	118,306	(123)	26,516	6,153	9,675
Transfers	(407,275)	(478,745)	(523,578)	(708,594)	799,750	(617,425)	(587,658)	(393,622)	(544,135)	83,929
Total business-type activities	(298,905)	(420,082)	(454,659)	(622,851)	824,373	(482,182)	(518,736)	(260,505)	(311,333)	333,920
Total primary government	\$ 39,229,508	\$ 40,646,272	\$ 40,025,035	\$ 40,253,567	\$ 41,717,315	\$ 42,933,252	\$ 44,052,377	\$ 47,550,703	\$ 52,713,822	\$ 54,854,625
Change in Net Position										
Governmental activities	\$ 590,722	\$ 1,624,950	\$ (510,164)		\$ (6,512,742)		\$ (2,875,522)	,	\$ 10,049,691	\$ 1,344,772
Business-type activities	3,304,317	1,529,201	1,313,848	1,839,336	10,251,584	501,344	2,027,881	2,601,304	3,642,218	4,459,359
Total primary government	\$ 3,895,039	\$ 3,154,151	\$ 803,684	\$ 2,076,010	\$ 3,738,842	\$ 5,087,981	\$ (847,641)	\$ 1,224,815	\$ 13,691,909	\$ 5,804,131

Schedule 3
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

				Fiscal Yea	ar					
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund:										
Nonspendable:										
Long-term receivables / advances \$	472,502 \$	477,324 \$,			, , ,	1,541,511 \$	1,253,394 \$	1,345,700 \$	425,120
Inventories and prepaid items	41,267	22,539	3,998	3,924	5,324	73,671	3,220	3,220	3,220	-
Assigned	890,000	825,000	926,435	675,000	635,649	564,250	536,757	537,395	509,789	473,531
Unassigned	6,091,178	7,747,001	7,622,953	7,977,243	8,051,182	7,372,013	7,180,180	6,478,899	7,513,563	8,617,899
Total General Fund \$	7,494,947 \$	9,071,864 \$	9,038,135	\$ 9,553,641 <u>\$</u>	9,358,006 \$	9,919,345 \$	9,261,668 \$	8,272,908 \$	9,372,272 \$	9,516,550
All Other Governmental Funds (Reflecting GAS	B 54 Classification)									
Nonspendable:	,									
Inventories and prepaid items	\$	280,810 \$	292,275	\$ 279,116 \$	307,255 \$	336,257 \$	269,868 \$	258,701 \$	273,963 \$	273,641
Restricted reported in:										
Debt service fund		1,277,855	594,456	628,760	996,012	2,682,108	2,949,448	3,261,709	3,824,838	4,883,568
Capital projects fund		9,575,388	7,138,340	5,593,500	7,730,977	3,057,045	3,660,835	3,247,894	3,059,670	6,172,705
Special revenue funds		4,426,799	5,027,057	6,609,164	7,485,418	6,496,619	6,230,468	8,000,557	11,527,320	10,489,068
Committed reported in:										
Sanitation fund		2,103,725	1,199,147	285,043	(259,812)	-	1,829,606	3,264,357	3,024,514	2,997,162
Special revenue funds		832,191	956,123	868,257	903,922	1,000,817	1,014,279	1,036,695	841,386	859,793
Assigned reported in:										
Sanitation fund		-	-	-	-	708,912	-	-	-	-
Capital projects fund		1,938,042	3,626,875	4,370,324	3,115,756	1,755,855	3,319,233	2,012,378	4,501,033	3,344,926
Unassigned (deficit) reported in:										
Special revenue funds		(1,383,868)	(3,731,165)	(1,292,048)	(1,745,254)	(3,253,023)	(3,273,425)	(3,738,447)	(4,334,367)	(1,857,208)
Total All Other Governmental Funds	\$	19,050,942 \$	15,103,108	\$ 17,342,116 \$	18,534,274 \$	12,784,590 \$	16,000,312 \$	17,343,844 \$	22,718,357 \$	27,163,655

All Other Governmental Funds (Before GASB 54 Reclassification)

Reserved:

Notes: The amounts shown above have been restated as noted below:

⁽¹⁾ The General Fund balances reflect fund balance classification in accordance with GASB 54.

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CITY OF JANESVILLE, WISCONSIN

Schedule 4 Changes in Fund Balances Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

				Fiscal Y	'ear					
_	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenue										
1 47.00	\$ 31,486,289 \$	32,472,722 \$	34,122,674 \$	33,801,567 \$	35,021,613 \$	36,235,147 \$	37,144,590 \$	40,096,357 \$	44,001,302 \$	45,438,378
Licenses and permits	1,260,490	1,209,307	1,132,445	1,391,212	1,386,431	1,676,409	1,771,467	1,707,474	1,651,471	1,890,166
Investment income, rents and fines	1,253,668	1,156,004	1,078,636	1,204,362	974,095	1,148,232	1,097,251	1,382,745	1,973,424	2,105,368
State and federal aid	12,377,267	12,335,185	10,501,029	13,816,294	13,932,166	10,404,266	10,142,710	9,647,915	11,403,810	11,877,994
Special assessments	917,104	1,141,772	975,738	911,669	1,106,737	1,680,746	149,268	824,389	992,390	1,481,757
Service charges and other	12,165,836	15,411,002	13,231,319	12,790,362	13,165,018	14,675,945	16,980,221	17,804,778	18,479,956	17,425,495
Miscellaneous	102,190	74,047	36,029	22,842	35,566	15,062	80,838	623,787	1,953,452	1,027,455
Total revenues	59,562,844	63,800,039	61,077,870	63,938,308	65,621,626	65,835,807	67,366,345	72,087,445	80,455,805	81,246,613
Expenditures										
General government	3,881,072	4,067,662	3,872,629	3,760,368	4,369,122	3,995,694	4,045,408	4,031,973	4,427,156	4,379,737
Public safety	22,888,083	23,612,281	24,793,414	24,222,579	25,204,382	24,637,256	24,934,196	26,022,932	26,986,797	27,758,385
Public works	12,934,530	13,337,435	13,495,489	16,016,740	21,573,865	9,805,387	10,251,539	10,883,047	11,993,540	12,688,996
Recreation and parks	3,215,383	4,292,982	4,258,796	4,279,823	4,396,073	4,329,438	4,361,289	4,380,885	4,308,921	4,334,515
Community and economic devel.	4,934,294	6,038,294	4,605,947	4,410,631	8,079,053	8,837,146	8,658,009	8,453,363	10,416,749	11,359,007
Library	3,403,762	3,485,239	3,237,462	3,477,582	3,590,194	3,760,640	3,774,427	3,957,472	4,069,755	3,937,532
Capital outlay	8,285,157	7,037,844	12,260,920	8,583,430	2,003,926	16,382,587	12,582,033	16,301,460	14,660,246	18,008,561
Debt service	0.000.446	40 400 004	10 204 444	11 000 000	0.050.000	0.705.000	17,618,000	10,665,000	12,126,000	13,027,000
Principal Interest	8,993,416	10,120,021	10,394,441	11,890,000	9,650,000	9,725,000	, ,		1,385,220	1,607,135
	1,794,361	1,669,146	1,518,157	1,451,190	1,320,429	1,426,693	1,559,414	1,372,038		
Total expenditures	70,330,058	73,660,904	78,437,255	78,092,343	80,187,044	82,899,841	87,784,315	86,068,170	90,374,384	97,100,868
Excess of revenues over (under)										
expenditures	(10,767,214)	(9,860,865)	(17,359,385)	(14,154,035)	(14,565,418)	(17,064,034)	(20,417,970)	(13,980,725)	(9,918,579)	(15,854,255)
Other financing sources (uses)										
Long-term debt issued	5,200,000	8,880,000	11,500,000	14,333,000	13,400,000	9,497,000	16,521,000	13,736,000	14,039,000	18,119,000
Refunding debt Issued	3,200,000	0,000,000	11,000,000	14,000,000	10,400,000	1,045,000	4,035,000	10,700,000	14,000,000	10,113,000
Payment on refunded debt	(3,930,000)	_	_	_	_	-	-	_	_	_
Premium on long-term debt	(0,000,000)	_	93,149	166,399	96,759	482,490	550,202	523,573	391,168	565,268
Sale of City property	-	638,477	-	-	-	-	-	-	-	-
Transfers in	11,520,300	11,047,314	11,633,579	12,101,368	12,079,874	11,945,565	18,938,018	14,673,799	18,864,304	19,673,261
Transfers out	(9,750,122)	(9,062,090)	(9,848,906)	(9,692,218)	(10,014,692)	(11,094,366)	(17,379,581)	(14,286,499)	(16,902,016)	(17,913,698)
Total other financing sources (uses)	3,040,178	11,503,701	13,377,822	16,908,549	15,561,941	11,875,689	22,664,639	14,646,873	16,392,456	20,443,831
Total other illiancing sources (uses)	3,040,170	11,505,701	13,377,022	10,900,549	13,301,341	11,073,009	22,004,039	14,040,073	10,392,430	20,443,031
Net change in fund balances	\$ (7,727,036) \$	1,642,836 \$	(3,981,563) \$	2,754,514 \$	996,523 \$	(5,188,345) \$	2,246,669 \$	666,148 \$	6,473,877 \$	4,589,576
Debt service as a percentage of										
noncapital expenditures	17.4%	17.7%	18.0%	19.2%	16.2%	16.8%	25.6%	17.3%	17.8%	18.5%

Schedule 5 Assessed Value and Estimated Actual Value (Equalized Value) of Taxable Property Last Ten Fiscal Years

	Levy <u>Year</u>	Fiscal <u>Year</u>	Residential <u>Property</u>	Commercial <u>Property</u>	Manufacturing <u>Property</u>	Agricultural ⁽¹⁾ <u>Property</u>	Personal <u>Property</u>	Total Taxable Assessed <u>Value⁽²⁾</u>	Total Direct <u>Tax Rate⁽³⁾</u>	Total Taxable Equalized <u>Value⁽⁴⁾</u>	Ratio of Assessed to Equalized <u>Value</u>
	2010	2011	2,405,821,900	864,969,400	121,438,100	1,728,700	129,347,480	3,523,305,580	8.3737	3,991,153,400	88.10%
	2011	2012	2,538,559,400	1,036,108,100	132,858,200	1,762,000	138,539,030	3,847,826,730	7.9014	3,940,763,600	97.45%
	2012	2013	2,541,718,200	1,061,486,400	141,437,500	1,744,900	147,735,220	3,894,122,220	7.8746	3,895,706,200	99.72%
143	2013	2014	2,545,961,300	1,056,681,400	147,126,500	1,711,900	152,420,880	3,903,901,980	8.0425	3,793,359,600	102.83%
	2014	2015	2,557,899,700	1,059,040,000	144,554,800	1,664,400	151,726,450	3,914,885,350	8.3401	4,005,876,500	97.81%
	2015	2016	2,572,595,600	1,061,158,600	160,881,500	1,654,700	151,663,660	3,947,954,060	8.4521	3,987,273,400	99.14%
	2016	2017	2,590,135,400	1,081,263,800	155,024,900	1,635,600	155,694,630	3,983,754,330	8.8216	4,165,074,300	95.52%
	2017	2018	2,612,827,400	1,146,538,400	146,930,200	1,620,800	158,450,500	4,066,367,300	9.2365	4,605,798,000	88.23%
	2018	2019	2,637,980,700	1,160,033,400	142,360,200	1,621,700	125,119,510	4,067,115,510	9.5391	4,910,020,700	82.81%
	2019	2020	3,457,026,500	1,274,706,000	172,044,600	1,570,700	147,924,600	5,053,272,400	7.7756	5,315,922,100	95.06%

Note: Total Taxable Assessed Value does not include tax exempt properties; tax exempt properties are not assigned values.

⁽¹⁾ Includes Agricultural, Undeveloped, Ag Forest, Forest & Other categories.

⁽²⁾ Source: Statement of Assessments - Bureau of Equalization, WI Dept of Revenue, Assessor Report

⁽³⁾ The City of Janesville Direct Rate includes the City Rate and the Library Rate.

⁽⁴⁾ Source: Statement of Changes in Equalized Values - Bureau of Equalization, WI Dept of Revenue, Website

Schedule 6
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

JANESVILLE SCHOOL DISTRICT

Per \$1,000 of Assessed Value

Levy	Fiscal	City	Library	City of Janesville	Janesville School	Blackhawk	County of	State of	Gross	State Tax	Net Tax
<u>Year</u>	<u>Year</u>	Rate	Rate	Direct Rate ⁽¹⁾	<u>District</u>	<u>Technical</u>	Rock	Wisconsin	Tax Rate	<u>Credits</u>	<u>Rate</u>
2010	2011	7.4359	0.9378	8.3737	10.7203	1.9589	6.7987	0.1922	28.0438	1.6933	26.3505
2011	2012	7.0402	0.8612	7.9014	10.1902	1.8275	6.4427	0.1738	26.5356	1.5208	25.0148
2012	2013	7.0318	0.8428	7.8746	9.8001	1.8492	6.5219	0.1698	26.2156	1.5018	24.7138
2013	2014	7.1970	0.8455	8.0425	9.7841	1.8703	6.6809	0.1649	26.5427	1.5041	25.0386
2014	2015	7.4889	0.8512	8.3401	9.5788	1.1375	6.8271	0.1737	26.0572	1.5052	24.5520
2015	2016	7.6069	0.8452	8.4521	9.6883	1.2110	6.7241	0.1714	26.2469	1.6684	24.5785
2016	2017	7.9632	0.8584	8.8216	10.0638	1.2679	6.8770	0.1774	27.2077	1.6286	25.5791
2017	2018	8.3691	0.8674	9.2365	9.8467	1.3632	7.2342	-	27.6806	1.7640	25.9166
2018	2019	8.6498	0.8893	9.5391	10.2723	1.3798	7.3233	-	28.5145	1.7674	26.7471
2019	2020	7.0432	0.7324	7.7756	8.9546	1.1705	6.1658	-	24.0665	1.4407	22.6258

MILTON SCHOOL DISTRICT

Per \$1,000 of Assessed Value

Levy <u>Year</u>	Collection <u>Year</u>	City <u>Rate</u>	Library <u>Rate</u>	City of Janesville <u>Direct Rate⁽¹⁾</u>	Milton School <u>District</u>	Blackhawk <u>Technical</u>	County of <u>Rock</u>	State of Wisconsin	Gross <u>Tax Rate</u>	State Tax <u>Credits</u>	Net Tax <u>Rate</u>
2010	2011	7.4359	0.9378	8.3737	9.6787	1.9589	6.7987	0.1922	27.0022	1.6933	25.3089
2011	2012	7.0402	0.8612	7.9014	9.0327	1.8275	6.4427	0.1738	25.3781	1.5208	23.8573
2012	2013	7.0318	0.8428	7.8746	8.6310	1.8492	6.5219	0.1698	25.0465	1.5018	23.5447
2013	2014	7.1970	0.8455	8.0425	8.8149	1.8703	6.6809	0.1649	25.5735	1.5041	24.0694
2014	2015	7.4889	0.8512	8.3401	8.7458	1.1375	6.8271	0.1737	25.2242	1.5052	23.7190
2015	2016	7.6069	0.8452	8.4521	8.2682	1.2110	6.7241	0.1714	24.8268	1.6684	23.1584
2016	2017	7.9632	0.8584	8.8216	9.5731	1.2679	6.8770	0.1774	26.7170	1.6286	25.0884
2017	2018	8.3691	0.8674	9.2365	9.5514	1.3632	7.2342	-	27.3853	1.7640	25.6213
2018	2019	8.6498	0.8893	9.5391	9.4307	1.3798	7.3233	-	27.6729	1.7674	25.9055
2019	2020	7.0432	0.7324	7.7756	9.5300	1.1705	6.1658	-	24.6419	1.4407	23.2012

Source: City of Janesville Clerk-Treasurer Records

Note: Residents are assessed only the school tax rate for the district they reside in.

 $^{^{(1)}}$ The City of Janesville Direct Rate includes the City Rate and the Library Rate.

Schedule 7 Principal Taxpayers 2019 and Nine Years Prior

	2019					2010			
		Taxable Assessed		Percentage of Total Assessed		Taxable Assessed		Percentage of Total Assessed	
Taxpayer		Value (1)	Rank	Value		Value (1)	Rank	Value	
Mercy Health System Corp	\$	54,788,920	1	1.08%	\$	22,018,230	5	0.62%	
Dollar General		53,689,790	2	1.06%					
Dean/St Mary's/Riverview		29,596,420	3	0.59%		19,533,030	7	0.55%	
Wal-Mart and Sam's Club		26,706,010	4	0.53%		24,608,790	2	0.70%	
Blain Supply Inc.		25,560,460	5	0.51%		23,338,160	3	0.66%	
Stag Janesville LLC		24,249,900	6	0.48%					
GHC Specialty Brands (Lab Safety)		21,961,810	7	0.43%		22,269,050	4	0.63%	
Woodsview LLC		20,629,770	8	0.41%					
Woodman's Food Market		20,620,230	9	0.41%		15,757,790	10	0.45%	
Hendricks Commercial Properties		20,270,200	10	0.40%					
RockStep Janesville LLC/Janesville Mall						32,885,650	1	0.93%	
Helgesen Family Partnership						19,662,800	6	0.56%	
Inland Pine Tree LLC						17,025,900	9	0.48%	
Lemans Corp						17,922,260	8	0.51%	
Total	\$	298,073,510	 - -	5.90%	\$	215,021,660	- -	6.10%	

Source: City of Janesville Clerk Treasurer Office (1) Includes real property and personal property

Schedule 8 Property Tax Levies and Collections Last Ten Fiscal Years

				within the of the Levy	Total Collect	Outs	tanding	
Levy <u>Year</u>	Fiscal <u>Year</u>	Total City <u>Tax Levy</u>	<u>Amount</u>	Percentage of Levy	Amount	Percentage of Levy	PP	nquent Taxes 31/2019
2009	2010	\$ 30,679,585	\$ 30,552,174	99.58%	\$ 30,679,585	100.00%	\$	-
2010	2011	31,493,963	31,416,545	99.75%	31,493,963	100.00%		-
2011	2012	32,799,590	32,729,830	99.79%	32,764,005	99.89%		35,585
2012	2013	32,388,284	32,326,387	99.81%	32,346,230	99.87%		42,054
2013	2014	33,539,003	33,479,841	99.82%	33,487,374	99.85%		51,630
2014	2015	34,731,875	34,670,099	99.82%	34,671,987	99.83%		59,888
2015	2016	35,201,846	35,161,704	99.89%	35,162,638	99.89%		40,142
2016	2017	38,261,082	38,207,010	99.86%	38,207,010	99.86%		54,072
2017	2018	41,616,192	41,559,015	99.86%	41,574,424	99.90%		57,177
2018	2019	43,102,776	43,071,715	99.93%	43,060,364	99.90%		31,061

Note: Delinquent real estate taxes are paid in full by Rock County with the August settlement. Outstanding delinquent taxes represent personal property taxes outstanding at the end of the year. After one year, the delinquent personal property taxes of businesses that are closed, declared bankruptcy, or changed ownership are charged back to each taxing jurisdiction in proportion to the amount levied. After five years, personal property taxes not collected are written off as uncollectible.

Schedule 9 Legal Debt Margin Information Last Ten Fiscal Years

_					Fiscal Year						
		<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	2019
[Debt Limit	\$ 199,557,670	\$ 197,038,180	\$ 194,785,310	\$ 189,667,980	\$ 200,293,825	\$ 199,363,670	\$ 208,253,715	\$ 230,289,900	\$ 245,501,035	\$ 265,796,105
	Total Net Debt Applicable to Limit	76,914,642	74,814,441	74,190,000	75,155,000	80,425,000	82,210,000	88,045,000	91,895,000	97,195,000	102,255,000
147	_egal Debt Margin	\$ 122,643,028	\$ 122,223,739	\$ 120,595,310	\$ 114,512,980	\$ 119,868,825	\$ 117,153,670	\$ 120,208,715	\$ 138,394,900	\$ 148,306,035	\$ 163,541,105
7	Total Net Debt Applicable to Limit as a Percentage of Debt Limit	38.54%	37.97%	38.09%	39.62%	40.15%	41.24%	42.28%	39.90%	39.59%	38.47%

Legal Debt Margin Calculation for Fiscal Year 2019							
Equalized Value of Taxable Property	\$ 5	5,315,922,100					
Legal Debt Limit (5% of Total Equalized Value)		265,796,105					
Less : General Obligation Debt		102,255,000					
Legal Debt Margin	\$	163,541,105					

Note: In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed five percent of the equalized value of the taxable property within the City's jurisdiction.

Schedule 10
Ratio of Outstanding Debt By Type
Last Ten Fiscal Years

	Government	al Activities	Business-Ty	pe Activities			
	General		General		Net Total	Percentage	
Fiscal	Obligation	Capital	Obligation	Revenue	Primary	Personal	Debt Per
<u>Year</u>	Debt ⁽¹⁾	<u>Leases</u>	Debt ⁽¹⁾	<u>Bonds</u>	Government	Income ⁽²⁾	Capita ⁽²⁾
2010	\$ 52,470,426	\$ -	\$ 24,481,627	\$ 24,314,249	\$ 101,266,302	5.04%	\$ 1,593
2011	51,226,943	-	23,619,967	32,058,342	106,905,252	5.05%	1,683
2012	52,417,532	-	21,915,644	30,442,245	104,775,421	4.60%	1,651
2013	55,005,834	-	20,474,511	30,065,522	105,545,867	4.36%	1,660
2014	58,818,338	-	22,027,632	28,245,050	109,091,020	4.44%	1,717
2015	60,054,611	-	23,170,861	26,383,312	109,608,784	4.31%	1,726
2016	63,427,961	-	26,222,099	24,479,363	114,129,423	4.44%	1,798
2017	66,853,993	-	27,117,868	22,567,392	116,539,253	4.39%	1,844
2018	68,945,615	-	30,628,480	20,688,769	120,262,864	4.28%	1,892
2019	74,356,146	-	30,662,379	18,768,104	123,786,629	N/A	1,951

Notes: Details of the City's outstanding debt can be found in the notes to the financial statements.

⁽¹⁾ General obligation debt includes premium.

⁽²⁾ See Schedule 14 for personal income and population data.

Schedule 11
Ratio of Net General Obligation Debt Outstanding
Last Ten Fiscal Years

	Governmental	Proprietary				Percentage	
	General	General	Total	Less: Amounts	Net	Debt to	Net General
	Obligation	Obligation	General	Reserved For	General	Equalized	Obligation Debt
<u>Year</u>	Debt (1)	<u>Debt (1)</u>	Obligation Debt (1)	Debt Service	Obligation Debt	Valuation ⁽²⁾	Per Capita ⁽³⁾
2010	52,470,426	24,481,627	76,952,053	(2,976,816)	73,975,237	1.85%	1,164
2011	51,226,943	23,619,967	74,846,910	(1,277,855)	73,569,055	1.87%	1,158
2012	52,417,532	21,915,644	74,333,176	(594,456)	73,738,720	1.89%	1,162
2013	55,005,834	20,474,511	75,480,345	(628,759)	74,851,586	1.97%	1,177
2014	58,818,338	22,027,632	80,845,970	(996,012)	79,849,958	1.99%	1,257
2015	60,054,611	23,160,861	83,215,472	(2,682,108)	80,533,364	2.02%	1,268
2016	63,427,961	26,222,099	89,650,060	(2,638,072)	87,011,988	2.09%	1,371
2017	66,853,993	27,117,868	93,971,861	(3,261,709)	90,710,152	1.97%	1,435
2018	68,945,615	30,628,480	99,574,095	(3,824,839)	95,749,256	1.95%	1,506
2019	74,356,146	30,662,379	105,018,525	(4,883,568)	100,134,957	1.88%	1,579

Notes: Details of the City's outstanding debt can be found in the notes to the financial statements.

⁽¹⁾ General Obligation Debt includes premium.

⁽²⁾ See Schedule 5 for property value data.

⁽³⁾ See Schedule 14 for population data.

Schedule 12 Direct and Overlapping General Obligation Debt As of December 31, 2019

Governmental Unit	General Obligation Bonded Debt <u>Outstanding</u>	Percentage Applicable <u>To City</u>	Amount Applicable <u>To City</u>		
City of Janesville	\$ 74,356,146 (1)	100.00%	\$ 74,356,146		
Rock County	48,730,000	43.10%	21,002,630		
School Districts					
Janesville	57,435,000	91.04%	52,288,824		
Milton	57,045,000	34.57%	19,720,457		
Blackhawk Technical College	45,775,000	36.08%	16,515,620		
Total Overlapping	208,985,000		109,527,531		
Total Direct and Overlapping Debt	\$ 283,341,146		\$ 183,883,677		

Source: Debt information supplied by each taxing jurisdiction and applicable percentages from the State Department of Revenue.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates that portion of the outstanding debt of these overlapping governments that is borne by the taxpayers of the City through the taxes levied by these government agencies.

(1) General obligation debt includes premium and excludes debt related to business-type activities.

Schedule 13
Pledged-Revenue Coverage
Last Ten Fiscal Years

Water Revenue Bonds Wastewater Revenue Bonds Water Less: Net Wastewater Less: Net Gross Operating Available **Debt Service** Gross Operating **Available Debt Service** Expense⁽¹⁾ Expense⁽¹⁾ Revenue Revenue **Principal** Interest Revenue Principal Coverage <u>Year</u> Coverage Revenue Interest 2010 \$ 5,926,063 \$ 3,121,079 2,804,984 \$ 162,968 \$ 68,333 12.13 \$ 9,624,957 4,332,237 \$ 5,292,720 \$ 280,507 \$ 223,336 10.50 2011 5,943,221 3,387,695 2,555,526 167,062 64,170 11.05 9,489,103 4,816,726 4,672,377 288,143 582,300 5.37 2012 6,505,870 3,265,729 3,240,141 171,260 59,901 14.02 9,531,919 4,473,955 5,057,964 1,523,141 633,828 2.34 7,475,202 3,254,360 4,220,842 175,564 55,525 18.27 9,249,792 4,336,475 4,913,317 1,561,759 607,633 2.26 2013 2014 7,213,226 3,566,969 179,977 15.78 9,199,059 1,640,495 586,800 2.08 3,646,257 51,037 4,567,634 4,631,425 2015 3,324,545 2.07 7,021,916 3,697,371 184,502 46,437 16.01 9,142,747 4,541,523 4,601,224 1,677,236 549,506 2016 7,922,761 3,263,308 4,659,453 189,140 41,720 20.18 9,403,645 5,375,926 4,027,719 1,714,808 511,368 1.81 2017 8,169,239 3,270,685 4,898,554 193,896 36,884 21.23 10,167,825 5,296,966 4,870,859 1,718,076 473,091 2.22 2018 8,544,274 3,366,322 22.44 1,679,850 435,660 2.10 5,177,952 198,773 31,925 10,112,702 5,678,538 4,434,164 2019 3,865,533 203,772 1,716,893 398.070 2.25 8,657,454 4,791,921 26,841 20.78 10,688,494 5,936,657 4,751,837

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

⁽¹⁾ Excludes Depreciation Expense and Tax Equivalent

Schedule 14 Demographic and Economic Statistics Last Ten Fiscal Years

Fiscal <u>Year</u>	Population ⁽¹⁾	Personal <u>Income</u>	Per Capita Income ⁽²⁾	School System Enrollment ⁽³⁾	Unemployment <u>Rate⁽⁴⁾</u>
2010	63,575	\$ 2,007,952,800	\$31,584	9,713	11.4%
2011	63,515	2,115,367,075	33,305	10,429	10.1%
2012	63,480	2,276,075,400	35,855	10,308	9.0%
2013	63,600	2,420,234,400	38,054	10,360	8.5%
2014	63,525	2,459,243,325	38,713	10,395	6.2%
2015	63,510	2,542,051,260	40,026	10,298	5.2%
2016	63,470	2,569,075,190	40,477	10,273	4.5%
2017	63,215	2,656,673,590	42,026	10,182	3.6%
2018	63,570	2,810,048,280	44,204	10,069	3.2%
2019	63,433	N/A	N/A	9,899	3.7%

⁽¹⁾ From the WI Dept of Administation as of January 1 the following year, 2010 is Census

⁽²⁾ From the US Bureau of Economic Analysis for the Janesville Metropolitan Statistical Area (3) School enrollment is for academic school beginning with year shown

⁽⁴⁾ Information from the Department of Workforce Development; not seasonally adjusted

Schedule 15 Principal Employers 2019 and Nine Years Prior

		2019		2010				
Employer	Approximate Number of Employees	Rank	Percentage of Total City Employment	Approximate Number of Employees	Rank	Percentage of Total City Employment		
Mercy Health System	2,969	1	9.13%	3,687	1	12.77%		
Janesville School District	1,436	2	4.42%	1,368	2	4.74%		
Rock County	1,227	3	3.77%	1,172	3	4.06%		
GHC Specialty Brands (Lab Safety Supply Inc / Grainger)	1,212	4	3.73%	843	4	2.92%		
Data Dimensions	855	5	2.63%					
Prent Corporation (GOEX)	744	6	2.29%					
SSI Technologies / Bornes	637	7	1.96%					
J.P. Cullen & Sons, Inc.	625	8	1.92%	432	9	1.50%		
Blain's Supply (Farm & Fleet)	621	9	1.91%	492	7	1.70%		
City of Janesville	561	10	1.73%	505	6	1.75%		
Wal-Mart Supercenter / Sam's Club				535	5	1.85%		
Lemans Corp				450	8	1.56%		
Seneca				415	10	1.44%		
Total	10,887		33.48%	9,899		34.28%		

Total City Employment 32,518 28,880

Source: Official Statement for the City of Janesville

Total City Employment from Wisconsin Department of Workforce Development, Local Area Unemployment Statistics.

Schedule 16
Full-time Equivalent Employee By Function/Program
Last Ten Fiscal Years

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013 (1)</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Government										
City Manager	2.34	2.34	2.34	2.84	2.97	4.79	4.74	4.69	4.75	4.75
Assessor	6.94	6.50	6.00	6.00	6.00	6.00	5.99	5.99	5.99	5.99
Attorney	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Clerk Treasurer	9.36	7.00	10.00	7.90	8.20	7.26	6.67	7.13	8.36	5.97
Finance	6.34	6.22	5.37	5.63	5.82	5.43	5.76	5.68	5.78	5.88
Human Resources	2.05	2.05	2.05	2.05	2.55	2.05	2.05	2.05	2.05	2.55
Information Technology	<u>2.25</u>	2.25	<u>2.25</u>	<u>2.25</u>	<u>2.47</u>	<u>2.45</u>	<u>2.45</u>	<u>2.45</u>	2.45	3.45
Total General Government	<u>33.28</u>	<u>30.36</u>	<u>32.01</u>	30.67	<u>32.01</u>	<u>31.98</u>	<u>31.66</u>	<u>31.99</u>	<u>33.38</u>	<u>32.59</u>
Public Safety										
Police	119.50	118.50	117.50	120.42	120.36	120.69	120.67	120.77	122.21	123.21
Fire	93.75	93.25	92.25	93.00	93.89	92.87	93.36	94.36	97.30	97.37
Total Public Safety	<u>213.25</u>	<u>211.75</u>	<u>209.75</u>	<u>213.42</u>	<u>214.25</u>	<u>213.56</u>	<u>214.03</u>	<u>215.13</u>	<u>219.51</u>	<u>220.58</u>
Public Works										
Engineering	18.40	18.35	18.34	18.53	14.71	11.19	12.84	14.35	15.43	15.83
DPW/Technical Services	26.68	27.18	26.49	27.03	26.61	26.03	27.16	26.09	26.43	25.59
Sanitation/Landfill	21.50	21.88	21.07	23.99	21.10	20.82	<u>21.46</u>	22.49	23.28	22.56
Total Public Works	<u>66.58</u>	<u>67.41</u>	<u>65.90</u>	<u>69.55</u>	<u>62.42</u>	<u>58.04</u>	<u>61.46</u>	<u>62.93</u>	<u>65.14</u>	<u>63.98</u>
Recreation & Parks										
Leisure Services	21.55	21.37	20.26	22.33	21.51	21.45	22.12	21.59	22.72	20.19
Parks	20.12	18.81	<u>17.01</u>	<u>18.25</u>	18.02	<u>17.31</u>	16.66	16.38	16.04	<u>16.18</u>
Total Recreation & Parks	<u>41.67</u>	<u>40.18</u>	<u>37.27</u>	<u>40.58</u>	<u>39.53</u>	<u>38.76</u>	<u>38.78</u>	<u>37.97</u>	<u>38.76</u>	<u>36.37</u>
Community & Economic Development										
Community Development	15.14	15.32	14.73	15.12	16.29	16.92	16.82	16.82	16.90	16.76
Neighborhood Services	6.96	6.91	5.85	6.97	6.77	6.55	6.78	6.78	8.08	8.28
Total Community & Economic Development	22.10	22.23	20.58	22.09	23.06	23.47	23.60	23.60	24.98	25.04
Library	51.45	49.53	49.01	51.33	50.65	53.72	55.40	56.40	53.72	55.34
Water Utility	20.40	19.67	19.59	25.98	25.96	25.79	24.56	23.04	26.55	26.40
Wastewater Utility	25.99	26.22	26.17	28.99	28.57	26.89	28.06	28.33	28.43	28.28
Stormwater Utility	11.22	11.27	11.19	10.65	10.59	11.05	11.57	12.90	13.71	14.34
Transit	31.09	30.57	31.39	34.29	34.29	33.31	34.90	32.22	32.22	31.81
Total Employment	517.03	509.19	502.86	527.55	521.33	516.57	524.02	524.51	536.40	534.73

Source: City of Janesville Annual Budget

Note: (1) - With a change in the payroll and budgeting software; full time equivalents now include seasonal employees.

Schedule 17 Operating Indicators by Function/Program Last Ten Fiscal Years

	2010	2011	2012	2012	2014	201F	2016	2017	2019	2010
General Government	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Assessor	04.400	04.505	04.407	04.400	04.540	04.000	04.770	04.700	05 000	05.400
Real Estate and Mobile Home Assessments New Construction, Permits, Sale Reviews	24,120 2,160	24,535 2,005	24,407 2,514	24,488 2,548	24,513 2,604	24,602 2,415	24,770 2,514	24,723 2,606	25,396 2,627	25,488 2,360
Attorney Case Litigated	10,509	8,540	8,450	10,272	10,120	9,867	8,950	10,062	11,540	8,930
Public Safety	10,509	6,540	6,450	10,272	10,120	9,007	6,950	10,062	11,540	0,930
Police										
Traffic Citations (#)	9,320	10,848	10,147	8,550	9,310	6,290	7,548	6,948	6,496	7,036
Violent Crime Incidents (#)	170	169	182	168	169	155	145	170	171	148
Property Crime Incidents (#)	2,423	2,412	2,474	1,962	2,088	1,898	1,770	1,952	1,801	1,581
Parking Tickets Processed (#)	3,313	2,823	2,555	2,484	1,949	1,537	1,419	903	1,620	2,676
Fire Fire and EMS Emergency Responses (#)	6.708	7,306	7,426	8.194	9.213	9.550	9.839	10,219	10,264	10.254
Inspections (#)	6,460	5,728	5,297	4,030	4,422	4,432	5,075	5,125	5,100	4,300
Public Works	0,400	0,720	0,207	4,000	7,722	4,402	0,070	0,120	0,100	4,000
Street Maintenance										
Crack Sealing (feet)	18,000	65,472	29,251	18,480	-	17,819	20,695	65,155	64,355	56,162
Street Resurfacing (miles)	8.0	6.4	5.2	5.3	6.6	8.5	12.6	14.0	11.8	12.6
Street Cleaning - Leaf Collection (miles)	226	218	209	227	224	204	227	227	227	227
Street Cleaning - Leaf Collection (total miles swept) Traffic Management	-	-	-	-	743	1,177	1,509	1,506	1,486	1,517
Traffic Signs Installed/Repaired (#)	1,739	1,150	1,546	943	1,120	1,769	1,586	2,361	2,279	2,091
Line Striping (feet)	144,899	283,462	269,216	302,685	271,389	407,756	416,437	382,855	409,038	368,333
Sanitation	,	,	,	,	,	. ,	-, -	,,,,,	,	,
Sanitary Landfill (tons)	228,758	185,065	156,804	128,192	90,178	114,300	161,578	181,750	188,009	169,711
Trash Collection(stops/week)	23,700	23,449	23,473	23,732	23,878	23,950	24,087	23,759	23,772	24,354
VOM - Vehicles Repaired (#)	2,879	2,699	2,561	2,806	2,606	2,614	2,467	2,230	2,737	3,141
Recreation and Parks Recreation Program Participants (#)	278.198	271.739	267.490	252.906	249.728	268.480	259,469	272.225	265,042	278.590
Special Events	276, 196 105	109	267,490 114	252,906	249,726 146	200,460 133	259,469 126	272,225 117	205,042 123	276,590 144
Parks (acres)	2,590	2,595	2,595	2,595	2,595	2,595	2,595	2,595	2,595	2,611
Parks Mowing (acres)	666	666	666	666	666	666	666	666	666	666
Golf Course Rounds Played (#)	56,270	53,606	56,368	53,400	53,186	56,833	53,557	53,411	40,410	39,836
Community/Economic Development										
Permits Issued (#)	3,201	2,872	3,068	3,454	3,393	3,498	4,034	3,791	3,659	3,688
Inspections (#)	6,791	6,374	6,000	6,592	6,347	6,719	7,066	7,124	6,538	6,863
TIF Development Activity New Construction (square feet)	532,445	21,000	22,000	17,000	42,925	1,434,720	477,320	265,785	299,795	539,011
Value of Projects (dollars)	33,923,068	775,000	1,796,500	5,560,000	1,303,900	56,950,000	16,480,000	10,385,600	24,300,000	51,095,018
Neighborhood Services	,,	,	.,,	-,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,	, ,	, ,	= 1,000,000	- 1,000,010
Complaints Received (#)	1,648	1,992	1,586	2,045	1,767	1,826	1,886	1,757	2,069	3,218
Housing/Nuisance Inspections (#)	6,061	7,159	5,356	4,812	4,696	5,627	4,099	3,867	4,120	4,492
Vacant Building Inspection (#)	-	-	-	-	-	-	-	-	456	191
Housing Rehab./Homeownership Loans (#) Library	82	70	87	49	53	69	52	48	46	33
Circulation (#)	1,144,919	1,153,991	1,131,907	1,098,377	1,059,057	950,768	896,973	870,086	758,488	718,420
Registered Patrons (#)	66,544	69,542	72,394	64,841	67,556	70,041	72,325	74,698	75,411	52,676
Water Utility										
Water Pumped (billions of gallons)	3.54	3.55	3.52	3.41	3.48	3.18	3.17	3.25	3.39	3.35
Water Tests (#)	4,922	4,611	4,525	4,650	4,525	4,525	4,525	4,525	4,525	4,525
Water Main Repairs (#) Wastewater Utility	87	108	82	114	143	80	66	80	96	102
Sewage Treatment (millions of gallons)	5,637	5,083	4,375	4,849	4,723	4,279	4,743	5,175	5,442	4,985
Laboratory Tests (#)	24,665	23,749	22,542	19,944	19,255	19,688	19,878	19,239	18,985	19,263
Stormwater Utility	,	-,	,-	-,-	-,	.,	-,-	.,	.,	.,
Street Sweeping (miles)	7,767	5,887	5,846	5,248	6,256	6,358	6,750	8,785	7,405	8,270
Street Sweeping (miles, excluding leaf collection)	-	-	-	-	5,513	5,181	5,241	7,279	5,919	6,753
Storm Sewer Maintenance	600	600	600	600	1 200	2.075	44.070	0.000	6.000	40.004
Storm Sewer Cleaning (feet) Catch Basin Cleaning (#)	600 212	600 200	600 589	600 319	1,208 122	2,075 307	14,876 468	9,096 207	6,033 146	18,821 420
Transit	212	200	309	319	122	307	400	201	140	420
Total Route Miles	471,711	471,682	501,025	553,104	531,643	509,829	452,897	452,329	458,772	465,053
Ridership (#)	338,739	364,696	393,347	432,739	447,632	430,741	391,385	392,535	393,392	345,667

Sources: Various City Departments

Schedule 18 Capital Asset Statistics by Function/Program Last Ten Fiscal Years

Function/Program	2010	2011	2012	2013	<u>2014</u>	<u>2015</u>	2016	2017	2018	2019
Public Safety:	·									
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Vehicles	39	37	37	18	19	19	19	20	20	20
Police Squads				23	23	23	23	24	24	24
Fire Stations	5	5	5	5	5	5	5	5	5	5
Training Center	1	1	1	1	1	1	1	1	1	1
Fire Vehicles	10	10	11	11	11	11	12	13	13	16
EMS Vehicles (ambulances)	6	6	6	6	6	6	8	6	6	7
Support Vehicles	11	11	12	12	12	13	15	18	18	12
Public Works:										
Streets (miles)	350	350	350	350	350	350	350	350	350	350
Street Lights (city owned)	2,278	2,267	2,286	2,265	2,317	2,322	2,445	2,460	2,460	2,489
Traffic Signals (intersections)	71	71	71	72	73	64	64	64	64	63
Parks and Recreation:										
Number of Parks	64	64	64	64	64	64	64	64	64	65
Acreage of Parkland	2,590	2,595	2,595	2,595	2,595	2,595	2,595	2,595	2,595	2,611
Number of Swimming Pools	3	3	3	3	3	3	3	3	4	4
Water Utility:										
Number of Wells	8	8	8	8	8	8	8	8	8	8
Number of Reservoirs	7	7	7	7	7	7	7	7	7	7
Miles of Water Main	367	368	368	369	370	370	370	372	389	390
Number of Hydrants	2,561	2,561	2,561	2,581	2,606	2,606	2,708	2,749	2,646	2,660
Storage Capacity (million gallons)	15.84	15.84	15.84	15.84	16	16	16	16	16	16
Production Capacity (million gallons/day)	35	35	35	35	35	35	35	35	35	35
Wastewater Utility:										
Miles of Sanitary Sewer	320	320	320	320	320	320	320	320	321	325
Treatment Capacity (million gallons/day)	17.75	17.75	17.75	17.75	17.75	17.75	17.75	17.75	17.75	17.75
Stormwater Utility:										
Miles of Storm Sewer	180	180	180	180	180	180	180	180	181	182
Transit										
Number of Buses	20	20	17	17	17	17	17	17	17	17

Sources: Various City Departments