

CITY OF WHITEWATER
FINANCIAL STATEMENT OVERVIEW
For the Year Ended December 31, 2013

Presented By:
Johnson Block & Co., Inc.
Certified Public Accountants
406 Science Drive, Suite 100
Madison, Wisconsin
(608) 274-2002
Fax: (608) 274-4320

2013 AUDIT OVERVIEW

Content of Audit Report

- Independent Auditor's Report – our report is unmodified
- Management Discussion and Analysis (MD&A) – summary of significant transactions throughout the year
- Fund Financial Statements
 - Contains financial statements on individual funds
 - Difference in fund types
 - Governmental Funds – measure resources available for current use. Funds include General Fund, Debt Service Fund, Other Capital Projects, TIF #4, and other non-major funds
 - Business-Type Funds- accounted for similar to businesses. Includes Water, Wastewater, and Stormwater funds.
 - Major differences in accounting
 - Debt (Proceed and Expenditure in governmental funds)
 - Capital Assets (Long-term Asset vs. Expenditure) Depreciation on utilities.
- Government-Wide Financial Statements
 - Report Governmental and Business-Type Activities
 - Full-accrual basis of accounting.
 - Governmental Fund Financial Statements identified above are converted
- Notes to the Financial statements
 - Contains Summary of Significant Accounting Policies
 - Footnotes related to Significant Financial Statement Accounts (Cash, Plant, Debt)

Management Letter Comments

- Financial Reporting
- Budget Comparisons
- TIF #4 Advance
- Fund Balance Policy
- Utility Rates
- Internal Accounting Controls

CITY OF WHITEWATER
2013 Financial Statement Highlights

	2013	2012
General Fund		
Assets		
Cash	\$ 2,666,452	\$ 2,470,500
Taxes Receivable	3,017,446	2,955,009
Other Assets	611,306	800,158
	<u>\$ 6,295,204</u>	<u>\$ 6,225,667</u>
Liabilities		
Current Liabilities	\$ 567,068	\$ 538,315
Total Liabilities	<u>567,068</u>	<u>538,315</u>
Deferred Inflows of Resources		
Total Deferred Inflows of Resources	<u>3,176,065</u>	<u>3,123,230</u>
Fund Balance		
Total Fund Balance	<u>2,552,071</u>	<u>2,564,122</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 6,295,204</u>	<u>\$ 6,225,667</u>
Detail of General Fund Balance		
Nonspendable	\$ 80,079	\$ 72,057
Assigned	834,047	688,498
Unassigned	1,637,945	1,803,567
	<u>\$ 2,552,071</u>	<u>\$ 2,564,122</u>
Unassigned general fund balance	<u>\$ 1,637,945</u>	<u>\$ 1,803,567</u>
Subsequent year general fund budget (original)	9,381,446	9,190,346
	<u>17.46%</u>	<u>19.62%</u>

Note: As a result of GASB 54, the General Fund includes other funds.

	2013	2013
Summarized Income Statement (Fund 100)	Budget	Actual
Revenues	\$ 8,294,929	\$ 8,268,001
Expenditures	7,736,080	7,926,734
Other financing sources (uses)	(558,849)	(491,686)
	<u>\$ -</u>	<u>\$ (150,419)</u>

CITY OF WHITEWATER
2013 Financial Statement Highlights (Continued)

Major Funds

Fund Balance (Deficit)

<u>General Fund</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Assigned</u>	<u>Unassigned</u>
Delinquent personal property tax	\$ 6,861	\$ -	\$ -	\$ -
Prepaid expenses	72,518	-	-	-
Advances	700	-	-	-
Safety award	-	-	-	-
Crime prevention	-	-	-	-
2012 fund balance applied	-	-	-	-
27th Payroll	-	-	-	159,576
Fire Department Equipment	-	-	162,617	-
Dept. of Public Works Equipment Revolving Fund	-	-	129,927	-
Police Vehicle Revolving Fund	-	-	2,197	-
Government Equipment	-	-	7,541	-
Skate Park	-	-	3,211	-
Solid Waste/Recycling (deficit)	-	-	-	(18,294)
Sick Leave Severance	-	-	214,567	-
Lakes Improvements	-	-	475	-
Street Repair Revolving Fund	-	-	313,512	-
Unassigned	-	-	-	1,496,663
Total General Fund	<u>\$ 80,079</u>	<u>\$ -</u>	<u>\$ 834,047</u>	<u>\$ 1,637,945</u>

Debt Service Fund

Assigned for debt payments	<u>\$ 330,796</u>	<u>\$ 338,364</u>
----------------------------	-------------------	-------------------

TID 4 Capital Projects Fund

TID 4 (deficit)	<u>\$ (61,610)</u>
-----------------	--------------------

Other Capital Projects Funds

Restricted for capital outlay projects	<u>\$ 1,601,224</u>
----------------------------------------	---------------------

Non-Major Funds

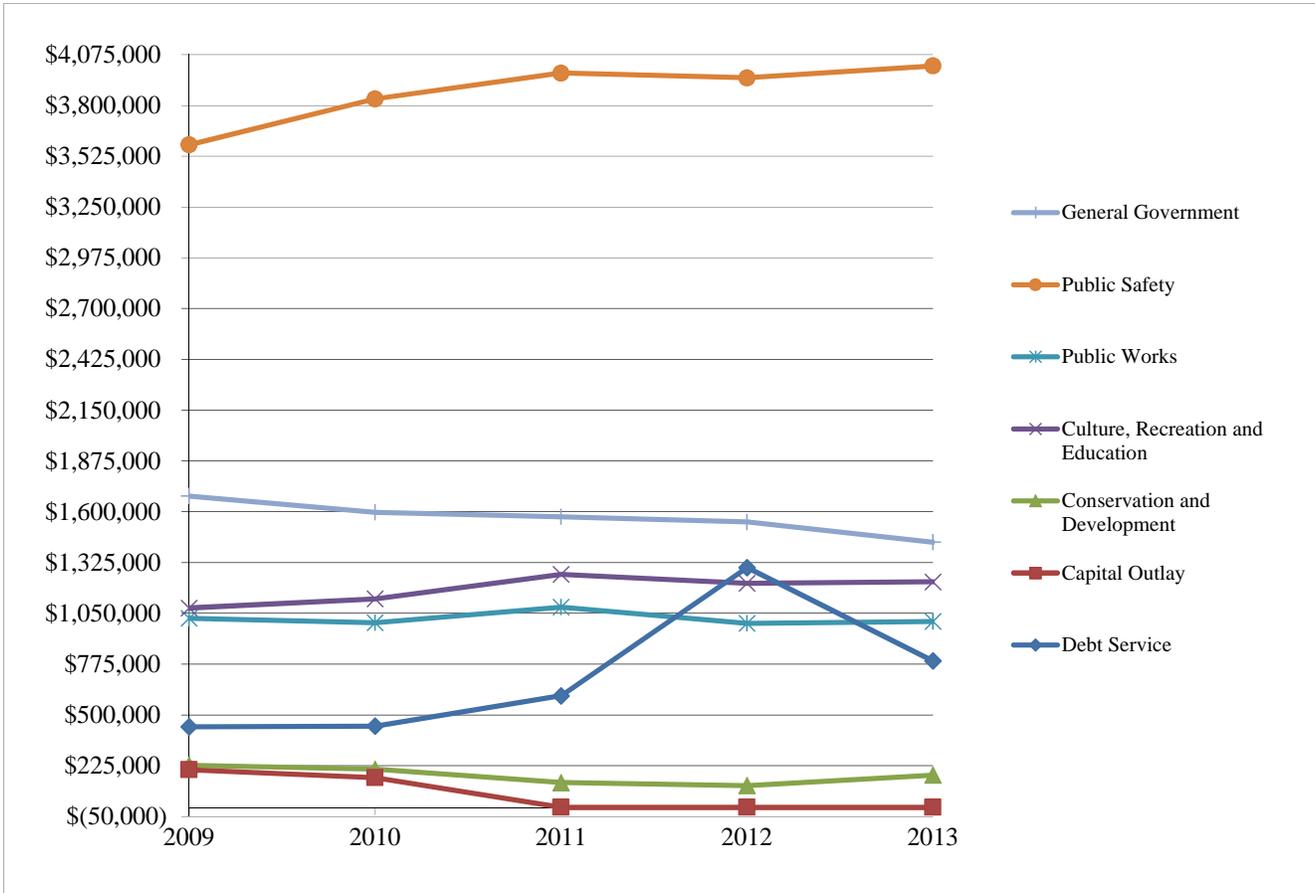
Fund Balance (Deficit)

<u>Special Revenue Funds</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Assigned</u>	<u>Unassigned</u>
Cable Television	\$ -	\$ 107,190	\$ -	\$ -
Library Special Revenue	-	504,202	-	-
Taxi Cab Grant	-	52,242	-	-
Parkland Acquisition	-	8,263	-	-
Parkland Development	-	15,415	-	-
Forestry Fund	-	3,094	-	-
Rescue Squad Equipment	-	266,586	-	-
Parking Permit	-	33,822	-	-
Rescue Squad Trust	-	53,757	-	-
Police Dept. Trust	-	53,492	-	-
Rock River Stormwater Group	-	50,322	-	-
TID #4 - County Escrow	-	383,798	-	-
TID #5	-	8,711	-	-
TID #6	-	8,293	-	-
TID #7 (deficit)	-	-	-	(512)
TID #8	-	17,977	-	-
TID #9	-	2,368	-	-
Total Non-Major Funds	<u>\$ -</u>	<u>\$ 1,569,532</u>	<u>\$ -</u>	<u>\$ (512)</u>

CITY OF WHITEWATER
2013 Financial Statement Highlights (Continued)

	2013	2012
Water Utility		
Water Rate of Return		
Authorized rate of return	6.00%	6.00%
Actual rate of return	2.84%	7.43%
	2013	2012
Water and Sewer Utility Operations		
Water		
Operating Revenues	\$ 1,706,404	\$ 1,885,641
Operating Expenses	1,354,746	1,282,924
Water Operating Income	\$ 351,658	\$ 602,717
Sewer		
Operating Revenues	\$ 2,301,153	\$ 2,296,128
Operating Expenses	2,501,368	2,290,892
Sewer Operating Income (Loss)	\$ (200,215)	\$ 5,236
	2013	2012
Utility Cash Flow		
Water		
Net cash flows from operating activities	\$ 450,318	\$ 598,984
Net cash flows from financing activities	(620,098)	(124,362)
Net cash flows from investing activities	1,399	2,025
Net increase (decrease) in cash and cash equivalents	\$ (168,381)	\$ 476,647
Sewer		
Net cash flows from operating activities	\$ 847,799	\$ 1,238,298
Net cash flows from financing activities	(819,084)	313,742
Net cash flows from investing activities	5,684	6,278
Net increase (decrease) in cash and cash equivalents	\$ 34,399	\$ 1,558,318

CITY OF WHITEWATER
General Fund (Fund 100) and Debt Service Expenditures
(Excluding TIF and Refinanced Debts)
Actual 2009-2013

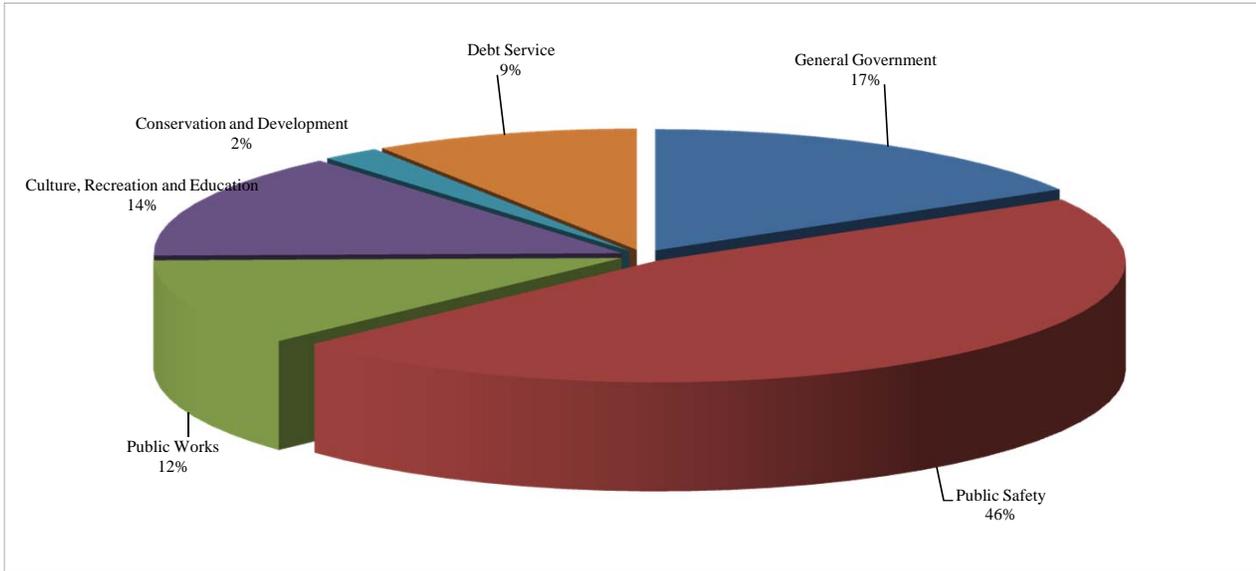


	2009	2010	2011	2012	2013
General Government	\$ 1,685,780	\$ 1,597,138	\$ 1,573,247	\$ 1,544,448	\$ 1,435,644
Public Safety	3,587,158	3,834,954	3,974,665	3,948,587	4,014,100
Public Works	1,023,722	999,651	1,084,225	996,915	1,005,996
Culture, Recreation and Education	1,079,797	1,128,761	1,261,693	1,213,169	1,220,634
Conservation and Development	227,878	206,502	133,897	118,474	174,312
Capital Outlay	203,291	160,919	-	-	-
Debt Service	437,236	439,446	604,313	1,298,217	792,611
Totals	\$ 8,244,862	\$ 8,367,371	\$ 8,632,040	\$ 9,119,810	\$ 8,643,297

CITY OF WHITEWATER

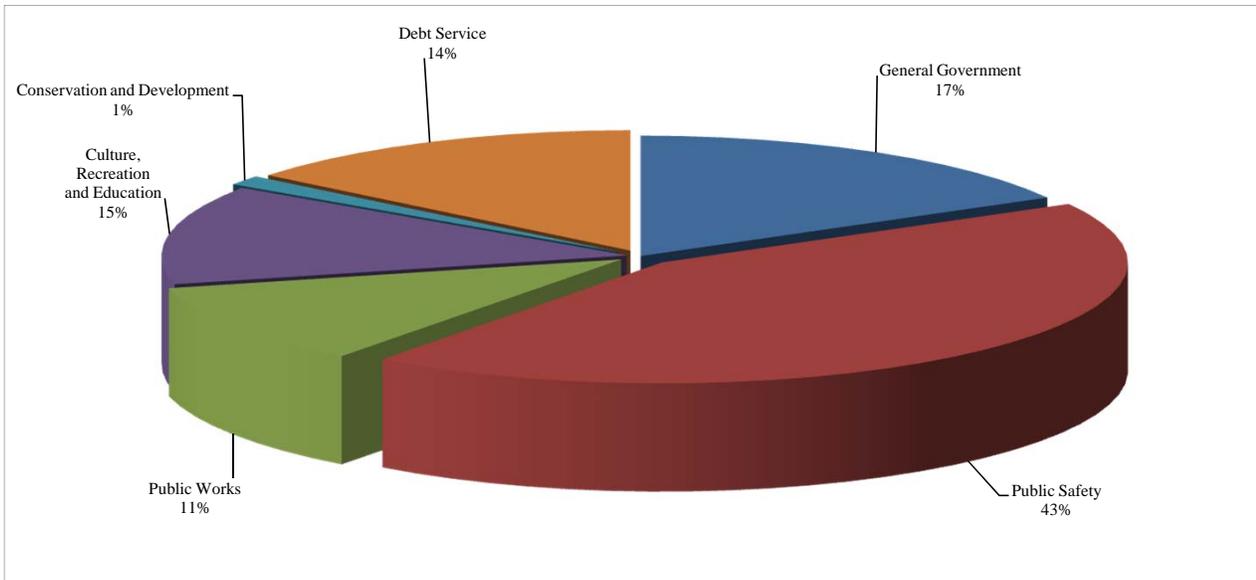
**2013 General Fund (Fund 100) and Debt Service Expenditures
(Excluding TIF and Refinanced Debt)**

Total Expenditures: \$8,643,297



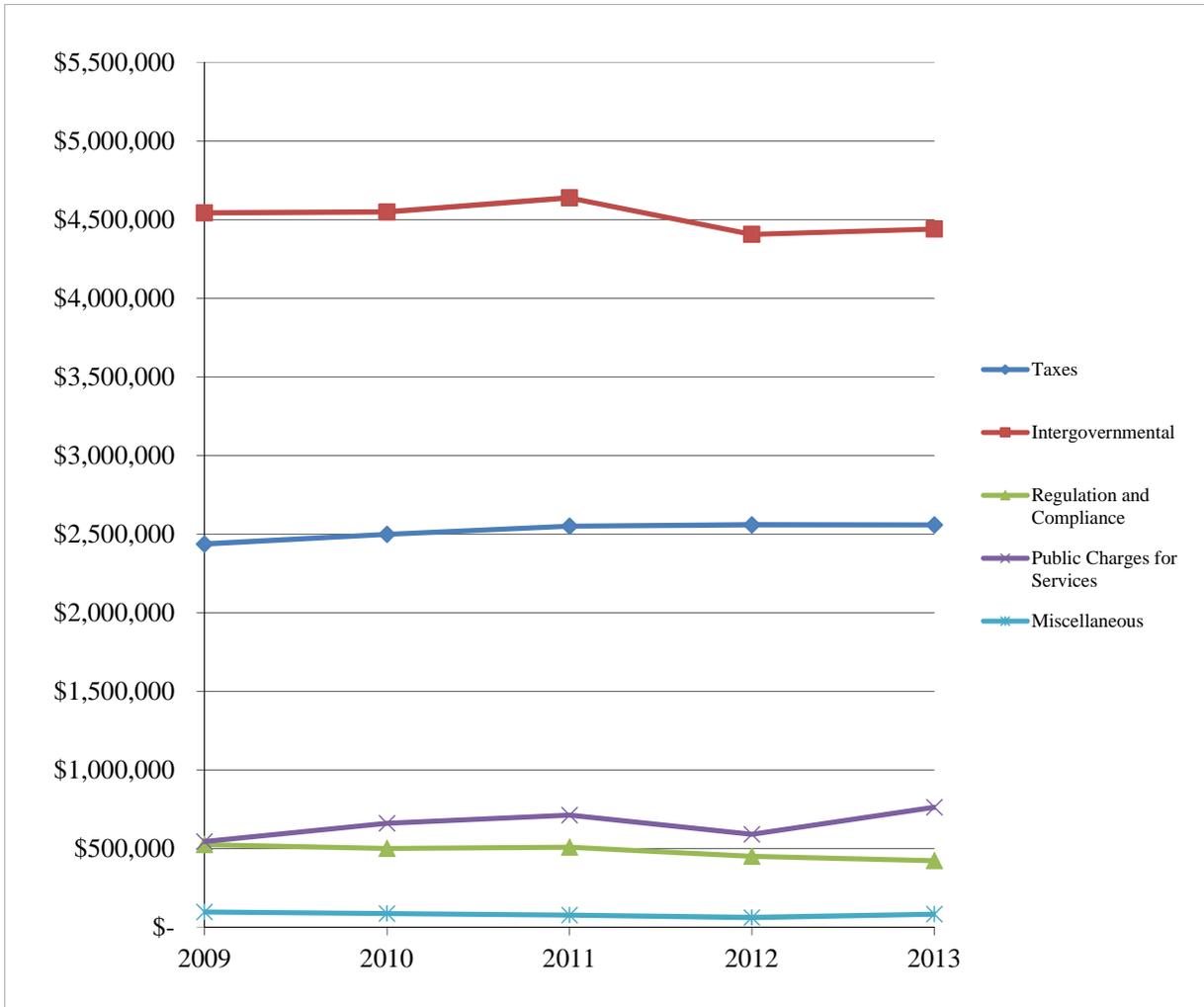
**2012 General Fund (Fund 100) and Debt Service Expenditures
(Excluding TIF and Refinanced Debt)**

Total Expenditures: \$9,119,810



**CITY OF WHITEWATER
General Fund (Fund 100) Revenues**

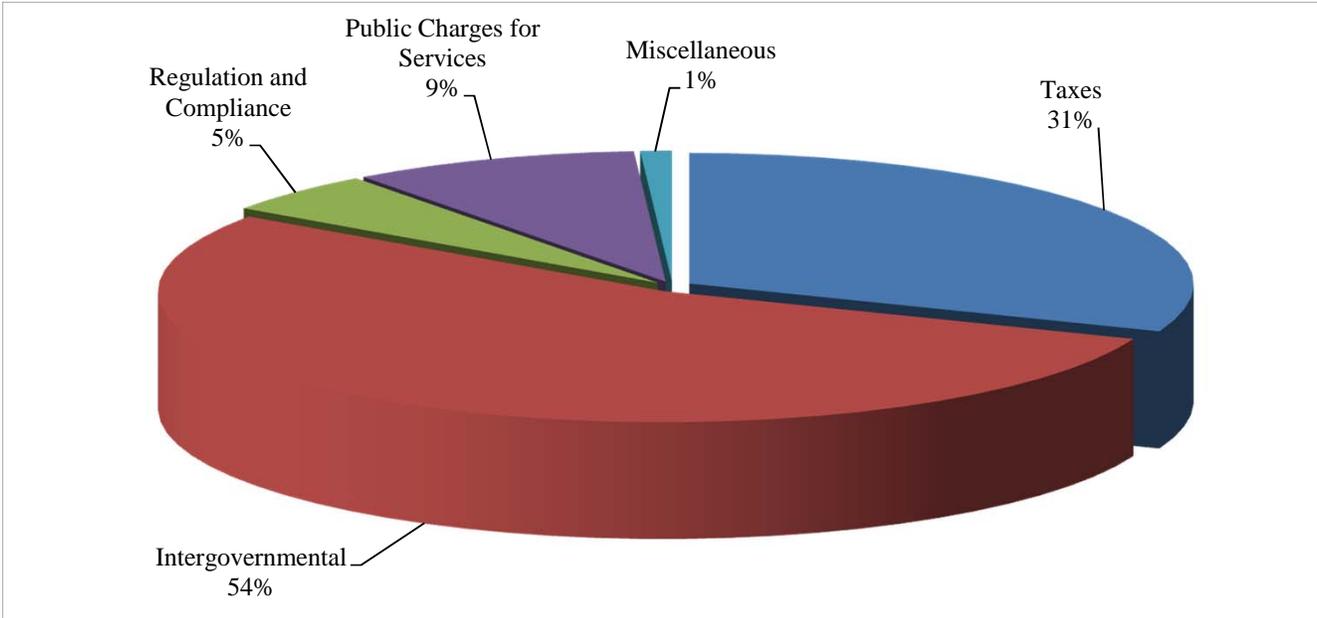
Actual 2009-2013



	2009	2010	2011	2012	2013
Taxes	\$ 2,437,705	\$ 2,499,152	\$ 2,551,652	\$ 2,559,974	\$ 2,558,968
Intergovernmental	4,543,438	4,548,895	4,639,718	4,406,617	4,440,824
Regulation and Compliance	525,250	500,358	508,694	451,612	422,795
Public Charges for Services	545,512	661,060	713,075	590,117	762,350
Miscellaneous	97,628	86,315	76,322	61,755	83,064
Totals	\$ 8,149,533	\$ 8,295,780	\$ 8,489,461	\$ 8,070,075	\$ 8,268,001

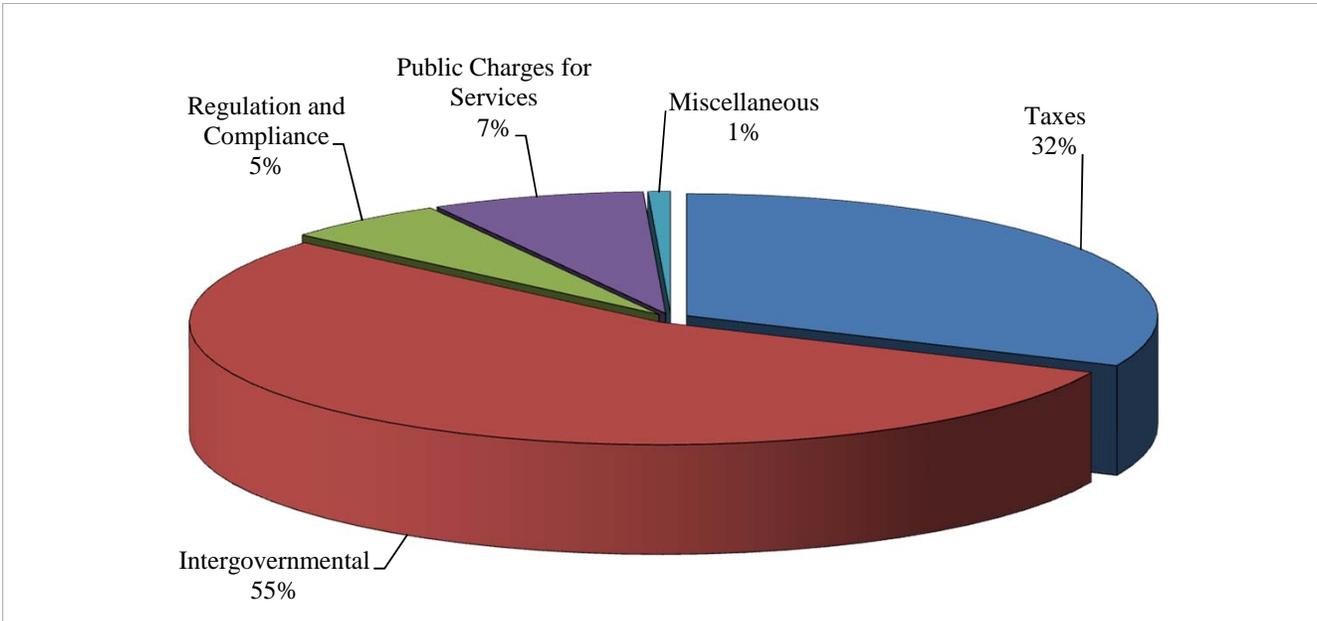
CITY OF WHITEWATER
2013 General Fund (Fund 100) Revenues

Total Revenues: \$8,268,001



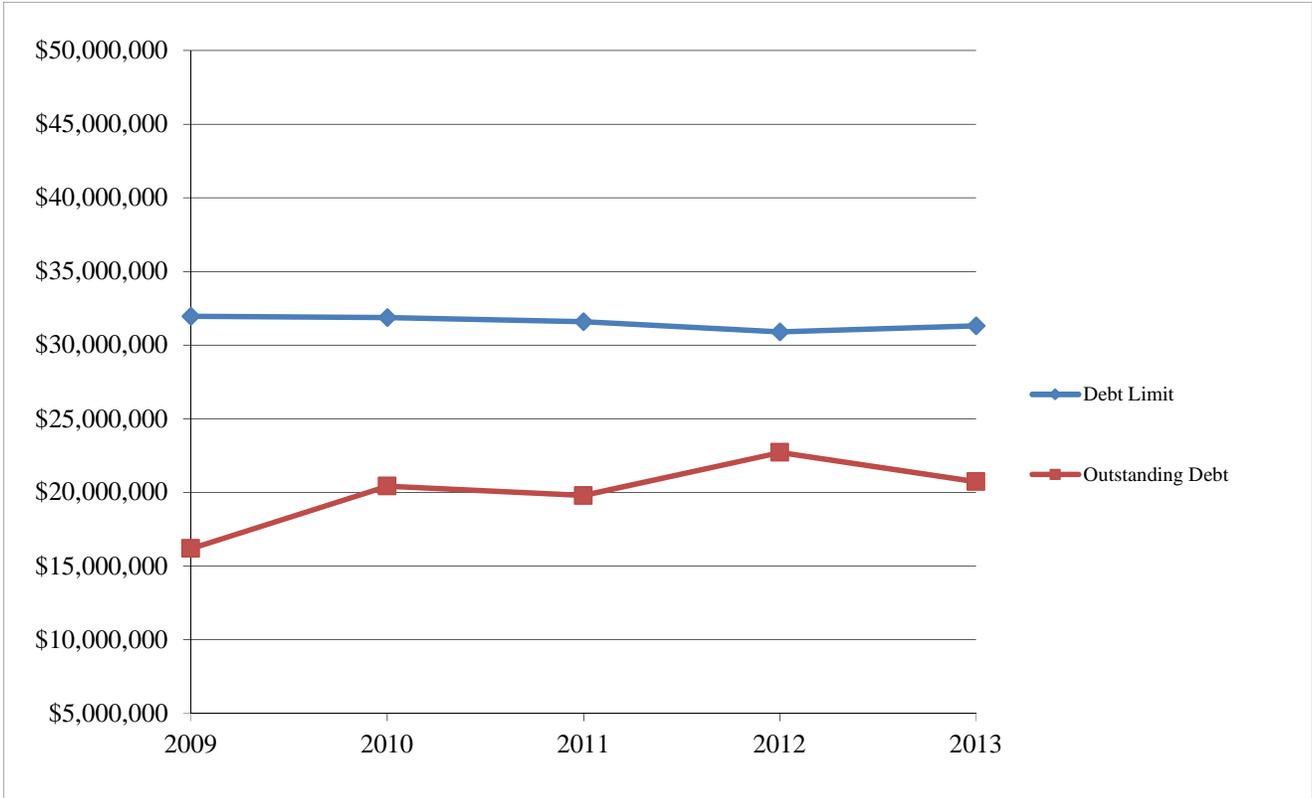
2012 General Fund (Fund 100) Revenues

Total Revenues: \$8,070,075



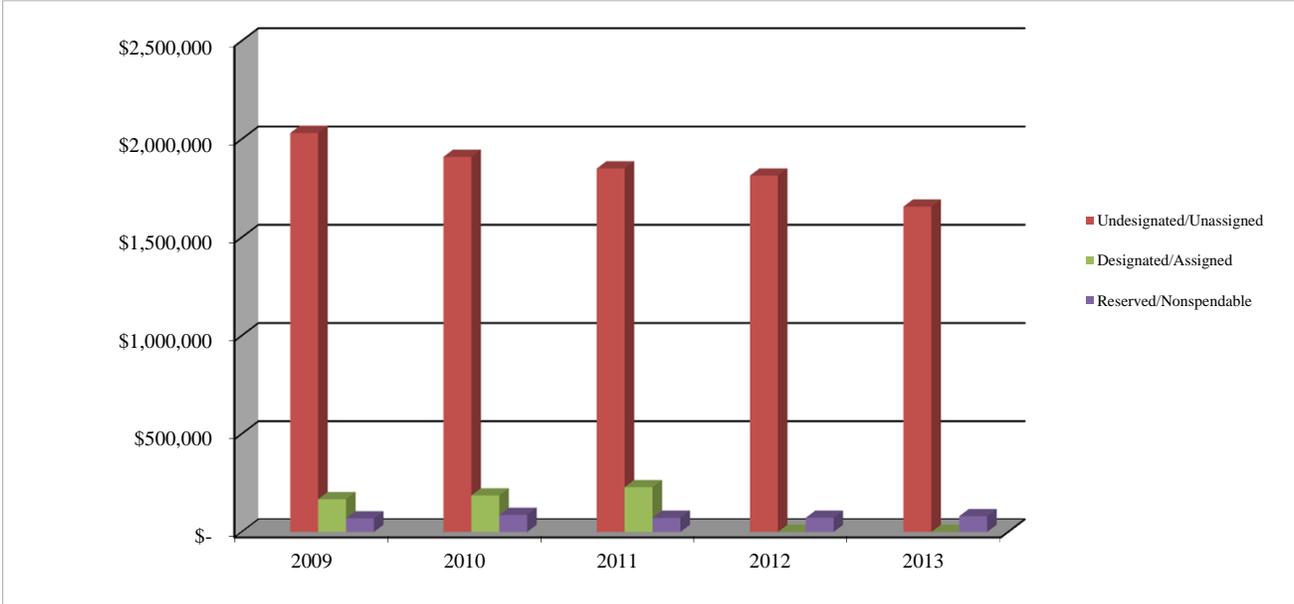
CITY OF WHITEWATER

**G. O. Debt vs. Capacity
Actual 2009-2013**



	2009	2010	2011	2012	2013
Debt Limit	\$ 31,950,395	\$ 31,868,210	\$ 31,587,565	\$ 30,891,105	\$ 31,293,040
Outstanding Debt	16,179,954	20,410,000	19,777,000	22,700,000	20,720,000
Difference	\$ 15,770,441	\$ 11,458,210	\$ 11,810,565	\$ 8,191,105	\$ 10,573,040
% Available	49.36%	35.95%	37.39%	26.52%	33.79%
Equalized Value	\$ 639,047,900	\$ 637,364,200	\$ 631,751,300	\$ 617,822,100	\$ 625,860,800
Growth	\$ 916,700	\$ (1,683,700)	\$ (5,612,900)	\$ (13,929,200)	\$ 8,038,700
% Growth	0.14%	-0.26%	-0.88%	-2.20%	1.30%

CITY OF WHITEWATER
General Fund Balance (Fund 100)
Actual 2009-2013

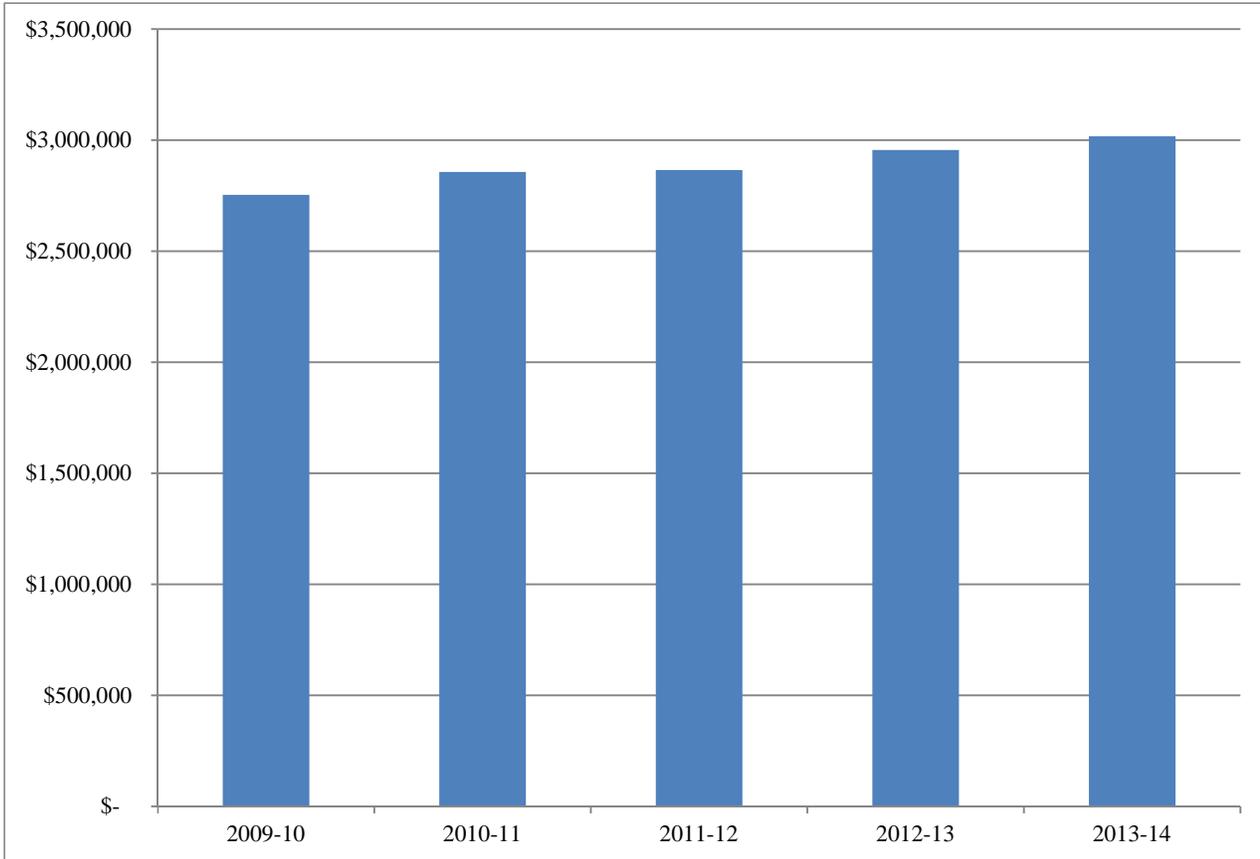


General Fund Balance

	2009	2010	2011	2012	2013
Undesignated/Unassigned	\$ 2,031,393	1,910,164	\$ 1,850,582	\$ 1,814,680	\$ 1,656,239
Designated/Assigned	167,093	186,240	228,084	-	-
Reserved/Nonspendable	69,150	86,689	71,926	72,057	80,079
Total	\$ 2,267,636	\$ 2,183,093	\$ 2,150,592	\$ 1,886,737	\$ 1,736,318

CITY OF WHITEWATER

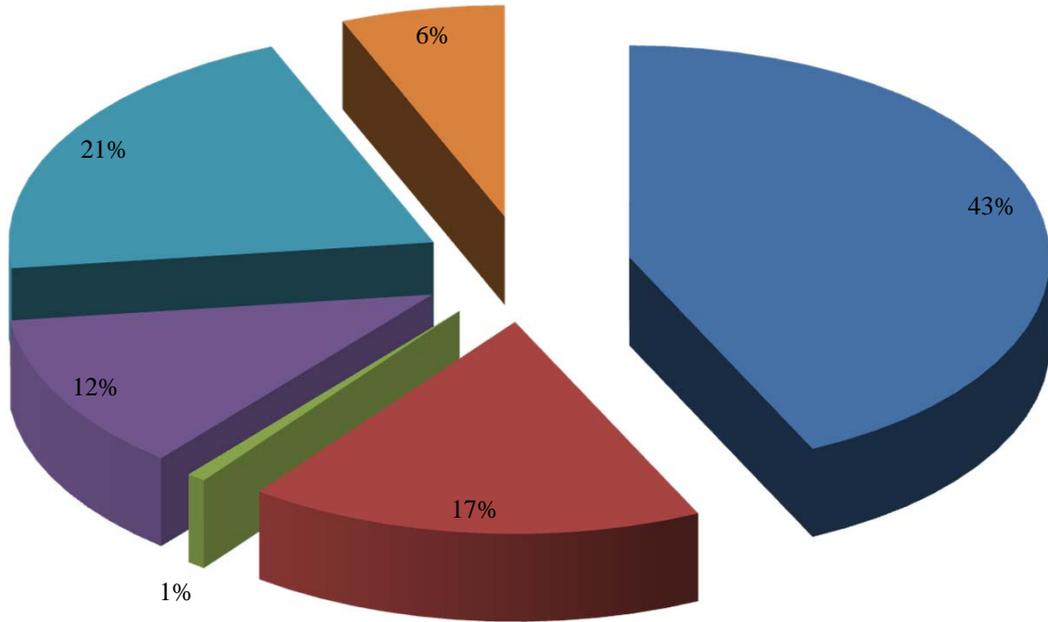
**Property Taxes
Actual 2009-2013**



City Levy Taxes (Excluding TIF)

2009-10	2010-11	2011-12	2012-13	2013-14
\$ 2,752,772	\$ 2,856,656	\$ 2,864,990	\$ 2,955,009	\$ 3,017,446

CITY OF WHITEWATER
Property Tax Roll
2013 Tax Levy Collected in 2014



■ Local School \$6,252,499	■ County \$2,527,164	■ State \$106,212
■ Tax Increment \$1,756,443	■ City \$3,017,446	■ Technical College \$909,290