

VILLAGE OF FONTANA-ON-GENEVA LAKE

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2013

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VILLAGE OF FONTANA

VILLAGE OF FONTANA-ON-GENEVA LAKE
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For the Year Ended December 31, 2013

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Patrick W. Romenesko, S.C.

CERTIFIED PUBLIC ACCOUNTANT

1001 Host Drive • P.O. Box 508 • Lake Geneva, Wisconsin 53147
Telephone 262/248-0220 • Facsimile 262/248-8429

Independent Auditor's Report

To the Village Board
Village of Fontana-on-Geneva Lake
Walworth County, Wisconsin

I have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Village of Fontana-on-Geneva Lake, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Village of Fontana-on-Geneva Lake'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.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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 evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Village of Fontana-on-Geneva Lake as of December 31, 2013, and the respective changes in financial position and, where applicable, the cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Fontana-on-Geneva Lake's basic financial statements. The accompanying supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and are not a required part of the of the basic financial statements.

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

The Historical and Other Supplemental Information as listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on them.



PATRICK W. ROMENESKO, S.C.
CERTIFIED PUBLIC ACCOUNTANT

Lake Geneva, Wisconsin
June 20, 2014

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF NET POSITION
DECEMBER 31, 2013

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<u>Assets</u>			
Cash and investments	\$ 2,051,985	\$ 1,255,805	\$ 3,307,790
Receivables:			
2013 tax levy	3,814,973	-	3,814,973
Accounts and other	131,039	388,013	519,052
Internal balances	79,795	(79,795)	-
Inventories	-	33,089	33,089
Prepaid items	31,127	-	31,127
Restricted assets:			
Cash and investments	-	1,291,785	1,291,785
Investment in joint venture - FWWPCC	-	9,741,650	9,741,650
Note receivable	434,825	-	434,825
Preliminary design project costs	-	145,141	145,141
Deferred water tower painting costs	-	335,511	335,511
Capital assets (net of accumulated depreciation):			
Land and land rights	1,526,727	74,912	1,601,639
Other capital assets	22,155,987	20,700,083	42,856,070
Less: accumulated depreciation	(6,632,312)	(6,302,452)	(12,934,764)
Total assets	<u>23,594,146</u>	<u>27,583,742</u>	<u>51,177,888</u>
<u>Liabilities</u>			
Accounts payable and other current liabilities	175,571	91,872	267,443
Accrued interest payable	178,585	70,384	248,969
Deposits held	22,000	-	22,000
Non-current liabilities:			
Due within one year	864,699	685,134	1,549,833
Due in more than one year	16,697,561	8,498,116	25,195,677
Total liabilities	<u>17,938,416</u>	<u>9,345,506</u>	<u>27,283,922</u>
<u>Deferred Inflows of Resources</u>			
Property taxes	<u>3,814,973</u>	<u>-</u>	<u>3,814,973</u>
<u>Net Position</u>			
Invested in capital assets, net of related debt	(81,324)	15,057,083	14,975,759
Restricted	-	1,291,785	1,291,785
Unrestricted	1,922,081	1,889,368	3,811,449
Total net position	<u>\$ 1,840,757</u>	<u>\$ 18,238,236</u>	<u>\$ 20,078,993</u>

See accompanying notes to financial statements.

A two-page statement of activities follows.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>Functions/Programs</u>	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental activities:				
General government	\$ 540,296	\$ 20,607	\$ -	\$ 25
Public safety	1,663,113	315,669	68,142	212,647
Public works	1,611,930	127,209	404,764	-
Health and human services	12,832	-	-	-
Culture, recreation and education	528,346	339,556	86,412	200
Conservation and development	213,649	1,250	-	-
Interest on long-term debt	687,520	-	-	-
Total governmental activities	<u>5,257,686</u>	<u>804,291</u>	<u>559,318</u>	<u>212,872</u>
Business-type activities:				
Water	839,428	1,049,327	-	7,300
Sewer	1,001,864	1,138,782	-	6,400
Total business-type activities	<u>1,841,292</u>	<u>2,188,109</u>	<u>-</u>	<u>13,700</u>
Total	<u>\$ 7,098,978</u>	<u>\$ 2,992,400</u>	<u>\$ 559,318</u>	<u>\$ 226,572</u>

General revenues:

- Property taxes levied for general purposes
- Property taxes levied for debt service
- Property taxes levied for capital projects
- Intergovernmental revenues not restricted to specific programs
- Room taxes
- Franchise taxes and other taxes
- Unrestricted investment income
- Other
- Loss from joint venture investment
- Gain on sale of capital assets and insurance recoveries
- Transfers
- Total general revenues and transfers
- Change in net position

Net position - beginning, as restated

Net position - ending

See accompanying notes to financial statements.

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (519,664)	\$ -	\$ (519,664)
(1,066,655)	-	(1,066,655)
(1,079,957)	-	(1,079,957)
(12,832)	-	(12,832)
(102,178)	-	(102,178)
(212,399)	-	(212,399)
(687,520)	-	(687,520)
<u>(3,681,205)</u>	<u>-</u>	<u>(3,681,205)</u>
-	217,199	217,199
-	143,318	143,318
<u>-</u>	<u>360,517</u>	<u>360,517</u>
<u>(3,681,205)</u>	<u>360,517</u>	<u>(3,320,688)</u>
2,666,405	-	2,666,405
382,398	-	382,398
870,702	-	870,702
24,162	-	24,162
382,868	-	382,868
42,322	-	42,322
7,441	4,579	12,020
66,907	-	66,907
-	(87,804)	(87,804)
26,088	-	26,088
101,181	(101,181)	-
<u>4,570,474</u>	<u>(184,406)</u>	<u>4,386,068</u>
889,269	176,111	1,065,380
<u>951,488</u>	<u>18,062,125</u>	<u>19,013,613</u>
<u>\$ 1,840,757</u>	<u>\$ 18,238,236</u>	<u>\$ 20,078,993</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2013

	General Fund	Rescue Squad Special Revenue Fund	Debt Service Fund	CDA Capital Projects Fund	Total Governmental Funds
<u>Assets</u>					
Cash and investments	\$ 2,051,985	\$ -	\$ -	\$ -	\$ 2,051,985
Receivables:					
2013 tax levy	2,316,014	-	878,944	620,015	3,814,973
Accounts and other	131,039	-	-	-	131,039
Prepaid items	31,127	-	-	-	31,127
Due from other funds	106,715	-	448,046	-	554,761
Note receivable	-	-	-	434,825	434,825
Advances to other funds	163,411	-	-	-	163,411
Total assets	4,800,291	-	1,326,990	1,054,840	7,182,121
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	126,179	-	-	-	126,179
Accrued payroll	49,392	-	-	-	49,392
Due to other funds	474,966	-	-	-	474,966
Deposits held	22,000	-	-	-	22,000
Deferred revenue	-	-	-	434,825	434,825
Advances from other funds	-	-	-	163,411	163,411
Total liabilities	672,537	-	-	598,236	1,107,362
<u>Deferred Inflows of Resources</u>					
Property taxes	2,316,014	-	878,944	620,015	3,814,973
<u>Fund balances:</u>					
Nonspendable for:					
Prepaid expenditures	31,127	-	-	-	31,127
Advances to other funds	163,411	-	-	-	-
Restricted for:					
Capital projects funds	-	-	-	(163,411)	(163,411)
Public safety	173,015	-	-	-	173,015
Assigned, reported in:					
General fund	17,252	-	-	-	17,252
Debt service funds	-	-	448,046	-	448,046
Unassigned, reported in:					
General fund	1,426,935	-	-	-	1,426,935
Total fund balances	1,811,740	-	448,046	(163,411)	2,096,375
Total liabilities, deferred inflows of resources and fund balances	\$ 4,800,291	\$ -	\$ 1,326,990	\$ 1,054,840	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	17,050,402
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	434,825
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(17,740,845)
Net position of governmental activities	\$ 1,840,757

See accompanying notes to financial statements.

A two-page statement of revenues, expenditures and changes in fund balances follows.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
ALL GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Rescue Squad		Debt		CDA		Total
	General Fund	Special Revenue Fund	Service Fund	Capital Projects Fund	Capital Projects Fund		
Revenues							
Taxes	\$ 3,049,273	\$ -	\$ 382,398	\$ 870,702	\$ 4,302,373		\$ 4,302,373
Intergovernmental	560,609	4,650	-	2,105	567,364		567,364
Licenses and permits	235,561	-	-	-	235,561		235,561
Fines and forfeitures	88,101	-	-	-	88,101		88,101
Charges for services	428,175	36,370	-	31,224	495,769		495,769
Investment income	7,178	89	-	174	7,441		7,441
Rental income and all other	95,907	211,647	-	40,804	348,358		348,358
Total revenues	4,464,804	252,756	382,398	945,009	6,044,967		6,044,967
Expenditures							
Current:							
General government	552,561	-	-	2,953	555,514		555,514
Public safety	1,454,925	115,017	-	-	1,569,942		1,569,942
Public works	1,001,034	-	-	4,500	1,005,534		1,005,534
Health and human services	12,832	-	-	-	12,832		12,832
Culture, recreation and education	433,847	-	-	-	433,847		433,847
Conservation and development	81,149	-	-	-	81,149		81,149
Capital outlay	869,862	-	-	-	869,862		869,862
Debt service:							
Principal	-	-	285,524	549,531	835,055		835,055
Interest and fiscal charges	-	-	97,901	607,893	705,794		705,794
Total expenditures	4,406,210	115,017	383,425	1,164,877	6,069,529		6,069,529
Excess (deficiency) of revenues over (under) expenditures	58,594	137,739	(1,027)	(219,868)	(24,562)		(24,562)

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
ALL GOVERNMENTAL FUNDS - CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Fund	Rescue Squad Special Revenue Fund	Debt Service Fund	CDA Capital Projects Fund	Total
<u>Other Financing Sources (Uses)</u>					
Sale of village property	18,312	-	-	-	18,312
Transfer in - tax equivalent	101,181	-	-	-	101,181
Transfer in - other	173,015	-	-	375,000	548,015
Transfer out - other	(375,000)	(173,015)	-	-	(548,015)
Total other financing sources (uses)	<u>(82,492)</u>	<u>(173,015)</u>	<u>-</u>	<u>375,000</u>	<u>119,493</u>
Net change in fund balances	(23,898)	(35,276)	(1,027)	155,132	94,931
Fund balances - beginning	<u>1,835,638</u>	<u>35,276</u>	<u>449,073</u>	<u>(318,543)</u>	<u>2,001,444</u>
Fund balances - ending	<u>\$ 1,811,740</u>	<u>\$ -</u>	<u>\$ 448,046</u>	<u>\$ (163,411)</u>	<u>\$ 2,096,375</u>

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013

Amounts reported for governmental activities in the statement of activities (pages 4 and 5) are different because:

Net change in fund balances - total governmental funds (pages 7 and 8)	\$ 94,931
Governmental funds report capital outlays as expenditures. However, in the statement of activities certain assets with costs of over \$3,000 are allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay reported in the governmental funds (exclusive of plant contributed to the utilities and certain other costs not being depreciated) reported as capital assets in the statement of net assets.	869,862
Depreciation that is reported in the statement of activities.	(791,335)
Preliminary design construction costs previously expensed in governmental funds.	(127,728)
Long-term receivables not available are reported as revenue in the fund financial statements when collected or currently available, but are recognized as revenue when earned in the government-wide financial statements.	(17,505)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transactions, however, has any effect on net assets.	
Principal payments on bonds and notes	835,055
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Changes in interest accrued on long-term debt	18,274
Changes in compensated absences	7,715
Change in net position of governmental activities (pages 4 and 5)	\$ 889,269

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GENERAL FUND
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Taxes	\$ 3,021,404	\$ 3,049,272	\$ 3,049,273	\$ 1
Intergovernmental	570,761	570,761	560,609	(10,152)
Licenses and permits	175,550	235,561	235,561	-
Fines and forfeitures	93,000	93,000	88,101	(4,899)
Charges for services	477,196	477,196	428,175	(49,021)
Investment income	10,000	10,000	7,178	(2,822)
Rental income and all other	87,019	95,907	95,907	-
Total revenues	<u>4,434,930</u>	<u>4,531,697</u>	<u>4,464,804</u>	<u>(66,893)</u>
<u>Expenditures</u>				
Current:				
General government	469,884	552,561	552,561	-
Public safety	1,450,903	1,454,925	1,454,925	-
Public works	1,033,196	1,018,453	1,001,034	17,419
Health and human services	10,814	12,832	12,832	-
Culture, recreation and education	429,733	433,847	433,847	-
Conservation and development	62,500	81,149	81,149	-
Capital outlay	1,832,868	1,832,868	869,862	963,006
Contingency	23,789	23,789	-	23,789
Total expenditures	<u>5,313,687</u>	<u>5,410,424</u>	<u>4,406,210</u>	<u>1,004,214</u>
Excess of revenues over (under) expenditures	<u>(878,757)</u>	<u>(878,727)</u>	<u>58,594</u>	<u>937,321</u>
<u>Other Financing Sources (Uses)</u>				
Sale of village property	127,500	127,500	18,312	(109,188)
Face value of bonds issued	794,164	794,164	-	(794,164)
Transfer in - tax equivalent	80,000	80,000	101,181	21,181
Transfer in - other	-	-	173,015	173,015
Transfer out - other	(375,000)	(375,000)	(375,000)	-
Total other financing sources (uses)	<u>626,664</u>	<u>626,664</u>	<u>(82,492)</u>	<u>(709,156)</u>
Net change in fund balances	(252,093)	(252,063)	(23,898)	228,165
Fund balances - beginning	<u>1,835,638</u>	<u>1,835,638</u>	<u>1,835,638</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,583,545</u>	<u>\$ 1,583,575</u>	<u>\$ 1,811,740</u>	<u>228,165</u>

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Totals</u>
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 1,009,244	\$ 246,561	\$ 1,255,805
Customer accounts receivable	140,258	247,755	388,013
Due from other funds	26,920	-	26,920
Inventories	33,089	-	33,089
Total current assets	<u>1,209,511</u>	<u>494,316</u>	<u>1,703,827</u>
Restricted assets:			
Cash and investments	<u>616,743</u>	<u>675,042</u>	<u>1,291,785</u>
Noncurrent assets:			
Investment in joint venture - FWWPCC	-	9,741,650	9,741,650
Other deferred debits	469,704	10,948	480,652
Advances to other funds	-	555,066	555,066
Capital assets:			
Land and land rights	69,412	5,500	74,912
Other plant and equipment	10,632,086	10,067,997	20,700,083
Less accumulated depreciation	<u>(3,080,903)</u>	<u>(3,221,549)</u>	<u>(6,302,452)</u>
Total noncurrent assets	<u>8,090,299</u>	<u>17,159,612</u>	<u>25,249,911</u>
Total assets	<u>9,916,553</u>	<u>18,328,970</u>	<u>28,245,523</u>
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	26,398	55,182	81,580
Accrued payroll	7,888	2,404	10,292
Accrued interest	39,082	31,302	70,384
Due to other funds	-	106,715	106,715
Current portion general obligation bonds and notes	350,831	181,700	532,531
Current portion of revenue bonds	-	152,603	152,603
Total current liabilities	<u>424,199</u>	<u>529,906</u>	<u>954,105</u>
Noncurrent liabilities:			
General obligation bonds and notes payable	3,784,656	2,801,755	6,586,411
Revenue bonds payable	-	1,885,565	1,885,565
Advances from other funds	555,066	-	555,066
Compensated absences	13,070	13,070	26,140
Total noncurrent liabilities	<u>4,352,792</u>	<u>4,700,390</u>	<u>9,053,182</u>
Total liabilities	<u>4,776,991</u>	<u>5,230,296</u>	<u>10,007,287</u>
<u>Net Position</u>			
Invested in capital assets, net of related debt	3,485,108	11,571,975	15,057,083
Restricted	616,743	675,042	1,291,785
Unrestricted	1,037,711	851,657	1,889,368
Total net position	<u>\$ 5,139,562</u>	<u>\$ 13,098,674</u>	<u>\$ 18,238,236</u>

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Totals</u>
<u>Operating Revenues</u>			
Charges for sales and services:			
Water sales	\$ 1,045,377	\$ -	\$ 1,045,377
Sewer charges	-	1,138,782	1,138,782
Other services	3,950	-	3,950
Total operating revenues	<u>1,049,327</u>	<u>1,138,782</u>	<u>2,188,109</u>
<u>Operating Expenses</u>			
Operation and maintenance	442,695	622,442	1,065,137
Depreciation	237,406	221,705	459,111
Taxes	12,078	5,614	17,692
Total operating expenses	<u>692,179</u>	<u>849,761</u>	<u>1,541,940</u>
Operating income	<u>357,148</u>	<u>289,021</u>	<u>646,169</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment earnings	-	4,579	4,579
Interest expense	(107,777)	(152,103)	(259,880)
Amortization	(39,472)	-	(39,472)
Loss from joint venture investment	-	(87,804)	(87,804)
Total nonoperating revenue (expenses)	<u>(147,249)</u>	<u>(235,328)</u>	<u>(382,577)</u>
Income before contributions and transfers	209,899	53,693	263,592
Capital contributions - connection fees	7,300	6,400	13,700
Transfers out - tax equivalent	(101,181)	-	(101,181)
Change in net position	116,018	60,093	176,111
Total net position - beginning, as restated	<u>5,023,544</u>	<u>13,038,581</u>	<u>18,062,125</u>
Total net position - ending	<u>\$ 5,139,562</u>	<u>\$ 13,098,674</u>	<u>\$ 18,238,236</u>

See accompanying notes to financial statements.

A two-page statement of cash flows -
proprietary funds follows.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Totals</u>
<u>Cash Flows from Operating Activities</u>			
Receipts from customers and users	\$ 1,048,267	\$ 1,139,520	\$ 2,187,787
Payments to suppliers	(278,091)	(398,153)	(676,244)
Payments to employees	(146,636)	(106,086)	(252,722)
Net cash flows from operating activities	<u>623,540</u>	<u>635,281</u>	<u>1,258,821</u>
<u>Cash Flows from Noncapital Financing Activities</u>			
Tax equivalent paid to village	(101,181)	-	(101,181)
Collections of advances to other funds	-	67,544	67,544
Payments on advances to other funds	(67,544)	-	(67,544)
Net cash flows from noncapital financing activities	<u>(168,725)</u>	<u>67,544</u>	<u>(101,181)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Capital contributions	6,400	6,400	12,800
Acquisition and construction of capital assets	(547,408)	(348,174)	(895,582)
Preliminary construction design costs	(29,224)	(10,948)	(40,172)
Principal paid on bonds and notes	(344,849)	(312,177)	(657,026)
Interest paid on bonds	(117,992)	(167,885)	(285,877)
Net cash flows from capital and related financing activities	<u>(1,033,073)</u>	<u>(832,784)</u>	<u>(1,865,857)</u>
<u>Cash Flows from Investing Activities</u>			
Interest income	-	4,579	4,579
Net decrease in cash and cash equivalents	(578,258)	(125,380)	(703,638)
Cash and cash equivalents - beginning	<u>2,204,245</u>	<u>1,046,983</u>	<u>3,251,228</u>
Cash and cash equivalents - ending	<u>\$ 1,625,987</u>	<u>\$ 921,603</u>	<u>\$ 2,547,590</u>

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Totals</u>
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating income	\$ 357,148	\$ 289,021	\$ 646,169
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	237,406	221,705	459,111
Depreciation charged to sewer	11,169	-	11,169
(Increase) decrease in accounts receivable	(1,060)	738	(322)
(Increase) decrease in due from other funds	(26,920)	1,172	(25,748)
(Increase) decrease in inventories	36,093	-	36,093
Increase (decrease) in operating accounts payable	25,174	3,236	28,410
Increase (decrease) in accrued payroll	2,403	(376)	2,027
Increase (decrease) in due to other funds	(10,406)	106,715	96,309
Increase (decrease) in compensated absences payable	(7,467)	13,070	5,603
Total adjustments	<u>266,392</u>	<u>346,260</u>	<u>612,652</u>
Net cash flows from operating activities	<u>623,540</u>	<u>635,281</u>	<u>1,258,821</u>
<u>Reconciliation of Cash And Cash Equivalents to</u>			
<u>Statement of Net Position</u>			
Cash and cash equivalents reported in current assets	1,009,244	246,561	1,255,805
Cash and cash equivalents reported in restricted assets	616,743	675,042	1,291,785
Total Cash and Investments	<u>\$ 1,625,987</u>	<u>\$ 921,603</u>	<u>\$ 2,547,590</u>

Noncash Capital and Related Financing Activities:

Capital additions of \$900 were contributed to the water utility by customers.

A loss from the FWWPCC joint venture of \$87,804 was recognized under the equity method of accounting in the sewer utility.

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2013

	<u>Tax Roll</u>	<u>Municipal Court</u>	<u>Totals</u>
<u>Assets</u>			
Cash and cash equivalents	\$ 3,826,593	\$ 6,901	\$ 3,833,494
Taxes receivable	<u>9,821,898</u>	<u>-</u>	<u>9,821,898</u>
Total assets	<u>13,648,491</u>	<u>6,901</u>	<u>13,655,392</u>
<u>Liabilities</u>			
Due to county and state	5,264,781	-	5,264,781
Due to school and vocational districts	8,383,710	-	8,383,710
Deposits held	<u>-</u>	<u>6,901</u>	<u>6,901</u>
Total liabilities	<u>13,648,491</u>	<u>6,901</u>	<u>13,655,392</u>
Net Position	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying notes to financial statements.

VILLAGE OF FONTANA-ON-GENEVA LAKE
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FOR THE YEAR ENDED DECEMBER 31, 2013

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VILLAGE OF FONTANA-ON-GENEVA LAKE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note 1 - Summary Of Significant Accounting Policies

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles of state and local governments, except the Management's Discussion and Analysis has not been presented. Statement No. 34 of the Governmental Accounting Standards Board calls for the inclusion of this information as required supplementary information.

A. Reporting Entity

The reporting entity for the village is based upon criteria set forth by GASB Statement No. 61, "The Financial Reporting Entity: Omnibus" The reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government.

The primary government is a separately elected governing body that is legally separate and fiscally independent. The accompanying financial statements do not contain any component units.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type* activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include (1) charges to customers 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 properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter is 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.

Note 1 - Summary Of Significant Accounting Policies - Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the village.

Funds are organized as either major funds or non-major funds within the governmental, proprietary, and fiduciary statements. A fund is considered major if it is the primary operating fund of the government or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
2. Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
3. In addition, any other governmental or proprietary fund that the village considers to be particularly important to financial statement users may be reported as a major fund.

Major Funds

The village reports the following major governmental funds:

General fund is the village's primary operating fund. It accounts for all financial resources of the village except those required to be accounted for in another fund.

General debt service fund - accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the village.

Note 1 - Summary Of Significant Accounting Policies - Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation - Continued

Major Funds - Continued

Capital projects funds - Capital projects funds are used to account for financial resources segregated for the acquisition and construction of major capital facilities. For the village, the capital projects fund is:

Community Development Authority (TIF No. 1)

The village reports the following major proprietary funds:

Sewer utility enterprise fund - accounts for the activities of operating the sewage treatment plant, sewage pumping stations and collections systems.

Water utility enterprise fund - accounts for the activities of operating the water distribution system.

Non-Major Funds

The village reports the following non-major governmental funds:

Special revenue funds - Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

Rescue squad

Additionally, the village reports the following fund type:

Agency Funds - Agency funds are used to account for assets held by the government in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. For the village, the agency funds are:

Tax roll fund

Municipal court bond fund

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewer function 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.

Note 1 - Summary Of Significant Accounting Policies - Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation - Continued

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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 enterprise fund and the sewer enterprise fund are charges to customers for sales and services. Operating expenses for enterprise 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.

D. Change in Accounting Principle

The village implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* for the year ended December 31, 2013. The objective of this standard is to either properly classify certain items that were previously reported as assets and liabilities as deferred outflows or deferred inflows of resources; or recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenditures) or inflows of resources (revenues). The cumulative effect of this change was to decrease the December 31, 2013 net position of the governmental activities by \$713,136.

E. Assets, Liabilities, and Net Position or Equity

1. Cash and Investments

Investment of government funds are restricted by state statutes. Permitted investments for the village include any of the following: (1) Time deposits maturing within three years in any credit union, bank, savings bank, trust company or savings and loan association which is authorized to do business in Wisconsin. (2) Bonds or securities issued or guaranteed by the federal government and its agencies. (3) The Wisconsin Local Government Investment Pool and Wisconsin Investment Trust. (4) Bonds or securities of any county, city, drainage district, technical college district, local exposition district, local professional baseball park district, village, town, or school district of the state and the University of Wisconsin Hospitals and Clinics Authority. (5) Any security which matures or which may be tendered for purchase at the option of the holder within not more than seven years of the date which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by a nationally recognized rating agency or if that security is senior to, or on parity with, a security of the same issuer which has such a rating. (6) Repurchase agreements with public depositories, if the agreement is secured by federal bonds or securities. (7) Securities of open-end management companies or investment trusts (mutual funds) if the portfolio is limited to (a) bonds or securities issued by the federal government or a commission, board or other instrumentality of the federal government, (b) bonds that are guaranteed as to principal and interest by the federal government or a commission, board or other instrumentality of the federal government, and (c) repurchase agreements that are fully collateralized by these bonds and securities.

Note 1 - Summary Of Significant Accounting Policies - Continued

F. Assets, Liabilities, and Net Position or Equity – Continued

1. Cash and Investments – Continued

For purposes of the statement of cash flows, cash equivalents are temporary cash investments with a maturity of three months or less at the date of purchase.

2. Receivables and Payables

Accounts receivable in all funds report amounts that have arisen in the ordinary course of business and are stated net of allowances for uncollectable amounts.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Property taxes are levied in December on the assessed value as of the prior January 1. Property taxes are recorded as a receivable and deferred revenue in the appropriate fund in the year levied because the taxes are restricted to funding the succeeding year’s budget appropriations. In addition to property taxes for the village, taxes are collected for and remitted to the state and county governments as well as the 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 deferred revenues and due to other governments on the statement of net position. Property tax payments received prior to year end are reflected in the agency fund. Interest on delinquent property taxes is recognized as revenue when received.

Details of the village’s property tax calendar follows:

Lien and levy dates	December 2013
Real estate collection due dates:	
First installment due	January 31, 2014
Second installment due	July 31, 2014
Personal property tax due in full	January 31, 2014
Final settlement with county	August 2014
Tax sale of 2013 delinquent real estate taxes	October 2016

3. Inventories and Prepaid Items

Inventories of the water utility enterprise fund are generally used in the operation and maintenance of the water utility. The inventories are valued at cost (first-in, first-out method), which is not in excess of market value. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Note 1 - Summary Of Significant Accounting Policies - Continued

E. Assets, Liabilities, and Net Position or Equity - Continued

4. Restricted Assets

Cash and investments have been restricted for the following at December 31, 2013:

	<u>Governmental Funds</u>	<u>Proprietary Funds</u>
Water and sewer utility funds:		
Unspent loan proceeds	\$ ---	\$ 963,661
Equipment replacement fund - sewer	---	328,124
	<u>\$ ---</u>	<u>\$ 1,291,785</u>

5. Capital Assets

Capital assets, which include land, buildings, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$3,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

As provided for in Statement No. 34 of the Governmental Accounting Standards Board, the village has elected to report its infrastructure assets (e.g. roads, bridges, sidewalks, and similar items) on the prospective basis. Accordingly, infrastructure assets in place as of January 2004 are not reported in the financial statements. Infrastructure assets in acquired subsequent years will be capitalized as they are constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of assets constructed.

Property, plant, and equipment village is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Land improvements	30
Public domain infrastructure	50
Roads	30
Vehicles and equipment	3 - 15
Office equipment	10
Computer equipment	5

Note 1 - Summary Of Significant Accounting Policies - Continued

E. Assets, Liabilities, and Net Position or Equity - Continued

6. *Compensated Absences*

The village allows employees to accumulate unused sick leave to a maximum of 90 days for police officers and 90 days for all other employees. Upon retirement or resignation, the village pays to employees with at least 10 years of employment with the village, up to 60 days for police, and up to 90 days for others of accumulated sick leave. Sick leave in excess of the 60 or 90 day maximum is not paid upon termination, but will be paid only upon illness while in the employment of the village.

Vacations are granted in varying amounts on the employees' anniversary dates. Generally, vacation time must be used within a year of the anniversary date; however each employee, except for police, may carry over up to two weeks of vacation to the following year. Any accumulated vacation that was not allowed to be taken due to work-related assignments is also paid upon termination.

As of December 31, 2013, the liabilities for accrued vested sick leave and accrued vested vacation time have balances of \$166,034 and \$26,140, respectively, for the combined general village and the water and sewer utilities. The amount expected to be paid from current resources is not significant.

7. *Long-Term Obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. *Fund Equity*

In the fund financial statements, fund balances are classified into various components. The components used by the village are defined as follows:

Nonspendable - This component of fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash such as inventories and prepaid amounts.

Note 1 - Summary Of Significant Accounting Policies - Continued

8. Fund Equity - Continued

Restricted - This component of fund balance is used when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or law or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Assigned - This component of fund balance represents amounts that are constrained by the government's *intent* to be used for specific purposes.

Unassigned - This component of fund balance is the residual classification for the general fund.

In the government-wide financial statements, equity is classified in three components, invested in capital assets, net of related debt; restricted; and unrestricted. When both restricted and unrestricted resources are available for use, it is the village's policy to use restricted resources first, then unrestricted resources as they are needed.

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide 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 "capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds" The details of this \$17,050,402 difference are as follows:

Capital assets	\$ 23,682,714
Accumulated depreciation	<u>(6,632,312)</u>
Net adjustment to increase <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	<u>\$ 17,050,402</u>

Another element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds." The details of this \$17,740,845 difference are as follows:

Bonds and notes payable	\$ 17,396,226
Accrued interest payable	178,585
Compensated absences payable	<u>166,034</u>
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	<u>\$ 17,740,845</u>

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances - total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$(49,201) difference are as follows:

Certain capital outlay costs	\$ 869,862
Depreciation expense	(791,335)
Preliminary design construction costs	<u>(127,728)</u>
Net adjustment to decrease <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ (49,201)</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The details of this \$835,055 difference are as follows:

Principal repayments on general obligation debt	<u>\$ 835,055</u>
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Note 3 - Stewardship, Compliance, and Accountability

A. Budgetary Information

The village reviews and adopts its annual budget by December or earlier of the preceding year. The budgetary information included in the accompanying financial statements is comprised of the originally approved budget plus or minus approved revisions of budgeted revenues and expenditures. These budgets are adopted on a basis consistent with GAAP. Management control of the budgetary process has been established at the departmental level of expenditure. A department can be a fund, cost center, program or other activity for which control of expenditures is considered desirable. Budget appropriations for certain capital projects funds are project oriented, often possessing multi-year lives; consequently, budgeted capital projects expenditures are controlled through fund balances. Expenditures cannot legally exceed their appropriations at the fund level.

The budget may be amended for supplemental appropriations periodically during the year. Budget changes require a two-thirds approval by the village board. The village amended its budget during the year.

Note 3 - Stewardship, Compliance, and Accountability - Continued

B. General Fund Nonspendable and Assigned Fund Balances

The fund balance of the general fund was nonspendable at December 31, 2013 for the following:

Prepaid expenditures	\$ 31,127
Advances to other funds	<u>163,411</u>
Total	<u>\$ 194,538</u>

The fund balance was assigned at December 31, 2013 for the following:

Tree replacement	\$ 12,275
Police	<u>4,977</u>
Total	<u>\$ 17,252</u>

Note 4 - Detailed Notes on All Funds

A. Cash and Investments

The village's cash and investments at December 31, 2013 consisted of the following:

	<u>Carrying Amount</u>	<u>Amounts Deposited</u>	<u>Uninsured Deposits</u>
Checking - noninterest bearing	\$ 7,336	\$ 26,298	\$ ---
Checking - interest bearing and savings accounts	<u>8,420,727</u>	<u>8,497,341</u>	<u>7,997,341</u>
Checking and savings accounts	8,428,063	<u>\$ 8,523,639</u>	<u>\$ 7,997,341</u>
Local Government Investment Pool	4,642		
Petty cash	<u>364</u>		
Total	<u>\$ 8,433,069</u>		

Total cash and investments above reconcile to the financial statements as follows:

Statement of net position:

Cash and investments	\$ 3,304,864
Restricted cash and investments	<u>1,294,711</u>
Total reported on statement of net position	4,599,575
Statement of net position - fiduciary funds	<u>3,833,494</u>
Total Cash and Investments	<u>\$ 8,433,069</u>

Note 4 - Detailed Notes on All Funds - Continued

A. Cash and Investments - Continued

Village deposits are insured by the FDIC for up to \$250,000 for time and savings deposits (including interest-bearing NOW accounts), and an additional \$250,000 of FDIC insurance is available for demand (non-interest bearing checking accounts) for each bank used. All village deposits are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the relatively small size of Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses of the pool may not be significant to individual municipalities. For all investments shown, the fair value at the balance sheet date is substantially the same as the carrying value. The difference between the amounts reported as bank deposits and the carrying amounts above is due to the effect of outstanding checks and deposits in transit on the village's cash balances.

The village addresses the following risks related to its cash and investments:

Custodial Credit Risk

Custodial credit risk represents the risk that in the event of a financial institution failure, the village's deposits may not be recovered. At December 31, 2013, \$7,997,341 of the village's bank deposits were above the FDIC insured amount and, therefore, exposed to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the investment. The village has deposits in the Local Government Investment Pool which is not rated, however, consists of investments in federal government securities.

Interest Rate Risk

The village does not have formal policies related to interest rate risk, the risk that changes in interest rates will adversely affect the fair value of an investment. At December 31, 2013 the village's investment in the Local Government Investment Pool (LGIP) had a fair value balance of \$4,642. The LGIP had a weighted average maturity of 89 days at December 31, 2013.

The Local Government Investment Pool (LGIP) is an investment fund managed by the State of Wisconsin Investment Board. The LGIP accepts deposits from governmental units within the State of Wisconsin. The objectives of the LGIP are to provide safety of principal, liquidity and a reasonable rate of return. The LGIP is regulated by sections 25.14 and 25.17 of the Wisconsin Statutes and is not a SEC registered investment. The yield of the LGIP changes daily and its participants may invest or withdraw any or all amounts at par value at any time. The LGIP balance reported in the financial statements at December 31, 2013 is \$4,642 at cost basis. The fair value of the LGIP investment at December 31, 2013 did not materially differ from its cost basis. A surety bond issued by Financial Security, Inc. insures the investments of the LGIP. This bond provides unlimited coverage on all of the LGIP's investments except U.S. Government and agency securities.

The village has not adopted a formal investment policy concerning interest rate and credit risk.

Note 4 - Detailed Notes on All Funds - Continued

B. Receivables

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

	<u>General</u>	<u>Debt Service</u>	<u>Community Develop. Authority</u>	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Non-Major and Tax Roll</u>	<u>Totals</u>
Receivables:							
Taxes - current	\$ 2,316,014	\$ 878,944	\$ 620,015	\$ ---	\$ ---	\$ 9,821,898	\$13,636,871
Accounts and other Note	131,039	---	---	140,258	247,755	---	519,052
	---	---	434,825	---	---	---	434,825
Net total receivables	<u>\$ 2,447,053</u>	<u>\$ 878,944</u>	<u>\$ 1,054,840</u>	<u>\$ 140,258</u>	<u>\$ 247,755</u>	<u>\$ 9,821,898</u>	<u>\$14,590,748</u>

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also report *deferred inflows of resources* in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *deferred inflows of resources* reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Property and other taxes receivable	\$ ---	\$ 3,814,973
Note receivable	434,825	---
Total	<u>\$ 434,825</u>	<u>\$ 3,814,973</u>

A provision for uncollectible accounts has not been provided in the customer accounts receivable of the water and sewer utilities as the village has the statutory authority to collect all delinquent utility bills from the property tax roll. It is the policy of Walworth County to pay the local governments for any unpaid taxes, special assessments or special charges that have not been collected from the taxpayer.

The note receivable was issued to a business located in the village. Repayment of the note is to be received in installments equal to the village's repayment of its 2008 state trust fund loan. The note agreement includes various allowances if certain tax incremental growth is realized.

Note 4 - Detailed Notes on All Funds - Continued

C. Capital Assets

Capital asset activity for the year ended December 31, 2013 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 1,526,727	\$ ---	\$ ---	\$ 1,526,727
Total capital assets, not being depreciated	<u>1,526,727</u>	<u>---</u>	<u>---</u>	<u>1,526,727</u>
Capital assets, being depreciated:				
Buildings	5,059,844	---	---	5,059,844
Improvements other than buildings	3,141,294	---	---	3,141,294
Machinery and equipment	2,256,615	---	(33,628)	2,222,987
Infrastructure	10,862,000	869,862	---	11,731,862
Total capital assets being depreciated	<u>21,319,753</u>	<u>869,862</u>	<u>(33,628)</u>	<u>22,155,987</u>
Less accumulated depreciation for:				
Buildings	(2,060,000)	(94,029)	---	(2,154,029)
Improvements other than buildings	(665,049)	(153,989)	---	(819,038)
Machinery and equipment	(1,437,125)	(164,048)	33,628	(1,567,545)
Infrastructure	(1,712,431)	(379,269)	---	(2,091,700)
Total accumulated depreciation	<u>(5,874,605)</u>	<u>(791,335)</u>	<u>33,628</u>	<u>(6,632,312)</u>
Total capital assets, being depreciated, net	<u>15,445,148</u>	<u>78,527</u>	<u>---</u>	<u>15,523,675</u>
Governmental activities capital assets, net	<u>\$ 16,971,875</u>	<u>\$ 78,527</u>	<u>\$ ---</u>	<u>\$ 17,050,402</u>
Business Type Activities				
	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Non-utility property	\$ 568	\$ ---	\$ ---	\$ 568
Land	74,344	---	---	74,344
Total capital assets, not being depreciated	<u>74,912</u>	<u>---</u>	<u>---</u>	<u>74,912</u>
Capital assets, being depreciated:				
Buildings and structures	3,316,756	---	---	3,316,756
Machinery and equipment, and other	2,372,534	72,960	(33,000)	2,412,494
Utility plant infrastructures	14,265,861	842,352	(137,380)	14,970,833
Total capital assets being depreciated	<u>19,955,151</u>	<u>915,312</u>	<u>(170,380)</u>	<u>20,700,083</u>
Less: accumulated depreciation	<u>(6,002,551)</u>	<u>(470,281)</u>	<u>170,380</u>	<u>(6,302,452)</u>
Total capital assets, being depreciated, net	<u>13,952,600</u>	<u>445,031</u>	<u>---</u>	<u>14,397,631</u>
Business-type activities capital assets, net	<u>\$ 14,027,512</u>	<u>\$ 445,031</u>	<u>\$ ---</u>	<u>\$ 14,472,543</u>

Note 4 - Detailed Notes on All Funds - Continued

C. Capital Assets - Continued

Accumulated depreciation by capital asset category for the water and sewer utilities is not available.

Depreciation expense was charged to functions/programs of the village as follows:

Governmental activities:		
General government	\$	20,808
Public safety		87,172
Highways and streets, including depreciation of general infrastructure assets		602,711
Culture and recreation		75,872
Conservation and development		4,772
Total depreciation expense - governmental activities	\$	<u>791,335</u>
Business-type activities:		
Water	\$	248,576
Sewer		221,705
Total depreciation expense - business-type activities	\$	<u>470,281</u>

D. Investment In Fontana-Walworth Water Pollution Control Commission (FWWPCC)

The village adopted an ordinance on December 3, 1984 establishing a commission to control the construction and operation of a wastewater plant and interceptors jointly owned with the Village of Walworth. The plant is operated by the Fontana-Walworth Water Pollution Control Commission (the commission). The village's investment in the commission is accounted for using the equity method of accounting and adjusts its investment annually for the operating results of the commission. Complete financial statements of the Fontana - Walworth Water Pollution Control Commission may be obtained from its office at N840 Chilson Rd., Sharon, Wisconsin 53585.

E. Interfund Receivables, Payables and Transfers

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

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General	Sewer utility	\$ 106,715
Water utility	General	26,920
Debt service	General	448,046
		<u>\$ 581,681</u>

Advances to/from other funds:

Receivable Fund	Payable Fund	Amount
General	CDA	\$ 163,411
Sewer utility	Water utility	555,066
		<u>\$ 718,477</u>

Note 4 - Detailed Notes on All Funds - Continued

E. Interfund Receivables, Payables and Transfers - Continued

The outstanding balances between funds result mainly from the time lag between the dates that interfund goods and services are provided or reimbursable expenses occur; transactions are recorded in the accounting system; and payments between funds are made. The village is in the process of creating a repayment schedule for the advance between the water and sewer utilities, and the general fund and CDA fund.

Interfund transfers:

	Transfers In	
	General Fund	CDA Fund
Transfer Out:		
Water utility	\$ 101,181	\$ ---
Rescue squad fund	173,015	---
General fund	---	375,000
	<u>\$ 274,196</u>	<u>\$ 375,000</u>

The transfer between the general fund and the water utility was made to account for the property tax equivalent settlement. The transfer between the CDA fund and the general fund was made to provide the CDA with adequate resources to meet its debt service requirements.

F. Long-Term Obligations

Outstanding debt and other long-term obligations of the village was comprised of the following at December 31, 2013:

Issue	Interest Rates	Original Principal	Outstanding Principal At 12/31/13		Current Portion
			General	Proprietary	
<u>General obligation debt:</u>					
1999 water bonds	2.64%	\$1,327,047	\$ ---	\$ 530,340	\$ 100,613
2006 corporate purpose bonds	4.0-4.2%	6,710,000	4,659,807	1,025,192	300,000
2008 state trust fund loan	5.0%	500,000	412,328	---	19,116
2008 corporate purpose bonds	3.0-5.2%	4,330,000	2,819,105	615,896	225,000
2010 promissory notes	1.75-3.65%	3,035,000	847,205	542,795	400,000
2010 refunding bonds	2.0-4.5%	7,140,000	6,576,775	413,225	50,000
2010 bank loan	3.8%	525,000	367,500	---	52,500
2012 corporate purpose bonds	0.4-3.5%	4,100,000	1,364,370	2,580,630	150,000
2012 refunding bonds	2.0-2.7%	1,840,000	349,136	1,410,863	100,000
Total general obligation debt			<u>17,396,226</u>	<u>7,118,941</u>	<u>1,397,229</u>
<u>Utility revenue debt:</u>					
1998 CWF sewer bonds	3.159%	872,261	---	260,278	62,066
2009 CWF sewer bonds	2.668%	2,026,941	---	1,777,891	90,537
Total utility revenue debt			<u>---</u>	<u>2,038,169</u>	<u>152,603</u>
<u>Other long-term obligations:</u>					
Compensated absences (Note 1D (6))			<u>166,034</u>	<u>26,140</u>	N/A
Total			<u>\$17,562,260</u>	<u>\$ 9,183,250</u>	<u>\$ 1,549,832</u>

Note 4 - Detailed Notes on All Funds - Continued

F. Long-Term Obligations - Continued

A. General obligation debt

General village and proprietary fund indebtedness represented by general obligation notes totaled \$24,515,167 on December 31, 2013. The village's full faith and credit back these general obligation notes. Transactions for 2013 are summarized as follows:

Balance - January 1, 2013	\$ 25,858,929
Principal reductions	<u>(1,343,762)</u>
Balance - December 31, 2013	<u>\$ 24,515,167</u>

Annual debt service requirements to maturity of general obligation debt are as follows:

Year Ending December 31	General Village Long-Term Debt		Proprietary Fund Long-Term Debt		Totals
	Principal	Interest	Principal	Interest	
2014	\$ 864,699	\$ 675,163	\$ 532,530	\$ 201,472	\$ 2,273,864
2015	888,185	646,572	517,656	188,745	2,241,158
2016	904,620	616,115	494,901	176,009	2,191,645
2017	1,105,327	580,820	603,094	161,320	2,450,561
2018	1,056,928	540,600	415,473	147,271	2,160,272
2019 - 2023	5,680,151	2,058,961	1,974,607	578,923	10,292,642
2024 - 2028	5,926,923	825,637	1,900,076	272,315	8,924,951
2029 - 2032	<u>969,393</u>	<u>33,533</u>	<u>680,604</u>	<u>37,057</u>	<u>1,720,587</u>
	<u>\$ 17,396,226</u>	<u>\$ 5,977,401</u>	<u>\$ 7,118,941</u>	<u>\$ 1,763,112</u>	<u>\$ 32,255,680</u>

B. Utility revenue debt

Proprietary fund indebtedness represented by Wisconsin Clean Water fund revenue bonds totaled \$2,038,169 on December 31, 2013. The debt is pledged by the assets and revenues of the utilities. The village's full faith and credit do not back these revenue bonds. Transactions for 2013 are summarized as follows:

Balance - January 1, 2013	\$ 2,186,518
Loan proceeds	---
Principal reductions	<u>(148,349)</u>
Balance - December 31, 2013	<u>\$ 2,038,169</u>

Note 4 - Detailed Notes on All Funds - Continued

F. Long-Term Obligations - Continued

Annual debt service requirements to maturity of utility revenue debt are as follows:

Year Ended December 31	Principal	Interest	Totals
2014	\$ 152,603	\$ 53,468	\$ 206,071
2015	156,980	49,028	206,008
2016	161,482	44,461	205,943
2017	166,115	39,761	205,876
2018	100,593	36,036	136,629
2019 - 2023	544,684	137,908	682,592
2024 - 2028	621,326	60,244	681,570
2029	134,386	1,793	136,179
Totals	<u>\$ 2,038,169</u>	<u>\$ 422,699</u>	<u>\$ 2,460,868</u>

C. Margin of indebtedness

The Wisconsin Statutes restrict the village's general obligation debt to 5% of the equalized value of all property in the village. This amount is compared below with the outstanding debt on December 31, 2013:

Equalized Value - 2013	<u>\$ 1,140,655,400</u>
Margin of Indebtedness:	
5% of Equalized Value	57,032,770
Outstanding General Obligation Debt - December 31, 2013	<u>24,515,167</u>
Margin of Indebtedness	<u>\$ 32,517,603</u>

D. Refunding of outstanding bonds

During 2010, the village issued general obligation bonds to advance refund its 2005 redevelopment lease revenue bonds. On December 31, 2013, \$4,065,000 of bonds (callable June 2014) are considered defeased as a result of the 2010 transaction.

Note 4 - Detailed Notes on All Funds - Continued

G. Segment Information for Enterprise Funds

The village maintains two enterprise funds. Segment information for the 2013 year follows:

CONDENSED STATEMENT OF NET POSITION

	Water Utility	Sewer Utility	Total
Assets:			
Current assets	\$ 1,209,511	\$ 494,316	\$ 1,703,827
Due from other funds	26,920	---	26,920
Restricted assets	616,743	675,042	1,291,785
Other noncurrent assets	8,090,299	17,159,612	25,249,911
Total assets	9,916,553	18,328,970	28,245,523
Liabilities:			
Current liabilities	424,199	529,906	954,105
Due to other funds	---	106,715	106,715
Noncurrent liabilities	4,352,792	4,700,390	9,053,182
Total liabilities	4,776,991	5,230,296	10,007,287
Net Position:			
Invested in capital assets, net of related debt	3,485,108	11,571,975	15,057,083
Restricted	616,743	675,042	1,291,785
Unrestricted	1,037,711	851,657	1,889,368
Total Net Position	\$ 5,139,562	\$ 13,098,674	\$ 18,238,236

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

	Water Utility	Sewer Utility	Total
Operating revenues	\$ 1,049,327	\$ 1,138,782	\$ 2,188,109
Depreciation expense	237,406	221,705	459,111
Other operating expenses	454,773	628,056	1,082,829
Operating income	357,148	289,021	646,169
Non-operating revenues (expenses):			
Investment earnings	---	4,579	4,579
Interest expense	(107,777)	(152,103)	(259,880)
Amortization expense	(39,472)	---	(39,472)
Loss from joint venture investment	---	(87,804)	(87,804)
Capital contributions	7,300	6,400	13,700
Transfers out	(101,181)	---	(101,181)
Change in Net Position	116,018	60,093	176,111
Beginning Net Position, as restated	5,023,544	13,038,581	18,062,125
Ending Net Position	\$ 5,139,562	\$ 13,098,674	\$ 18,238,236

CONDENSED STATEMENT OF CASH FLOWS

	Water Utility	Sewer Utility	Total
Net cash provided (used) by:			
Operating activities	\$ 623,540	\$ 635,281	\$ 1,258,821
Noncapital financing activities	(168,725)	67,544	(101,181)
Capital and related financing activities	(1,033,073)	(832,784)	(1,865,857)
Investing activities	---	4,579	4,579
Net increase (decrease)	(578,258)	(125,380)	(703,638)
Beginning cash and cash equivalents	2,204,245	1,046,983	3,251,228
Ending cash and cash equivalents	\$ 1,625,987	\$ 921,603	\$ 2,547,590

Note 4 - Detailed Notes on All Funds - Continued

H. Lease Income

The village has entered into agreements with various lessees for the rental of a building, pier space, and mounting of telecommunications equipment on a village-owned tower. Rental income for the year ended December 31, 2013 was \$84,392.

The remaining future rental payments due on unextended leases currently in effect are as follows:

<u>Year</u>	<u>Amount</u>
2014	\$ 85,302
2015	41,857
2016	43,113
2017	44,406
2018	45,737
Total	<u>\$ 260,415</u>

Note 5 - Other Information

A. Risk Management

The village has purchased commercial insurance policies for various risks of loss related to litigation, theft, damage or destruction of assets, errors or omissions, injuries to employees, or acts of God. Payments of premiums for these policies are recorded as expenditures or expenses in the various funds of the village.

B. Employees' Pensions

All eligible village employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year (440 hours for teachers and school district education 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. 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 (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. Note: Employees hired to work nine or ten months per year, (e.g. teachers contracts), but expected to return year after year are considered to have met the one-year requirement.

Effective the first day of the first pay period on or after June 29, 2011, the employee required contribution was changed to one-half of the actuarially determined contribution rate for the General Employment category, including Teachers, and Executives and Elected Officials. Required contributions for protective contributions are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate.

Note 5 - Other Information - Continued

B. Employees' Pensions - Continued

The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement. Contribution rates for 2013 are:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	6.65%	6.65%
Executives & Elected Officials	7.00%	7.00%
Protective with Social Security	6.65%	11.65%
Protective without Social Security	6.65%	14.25%

The payroll for village employees covered by the WRS for the year ended December 31, 2013 was \$1,183,456; the employer's total payroll was \$1,402,595. The total required contribution for the year ended December 31, 2013 was \$168,686 which consisted of \$89,986, or 7.6% of the covered payroll from the employer and \$78,700 or 6.6% of the covered payroll from employees. Total contributions for the years ending December 31, 2012 and 2011 were \$146,137 and \$149,501, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the three highest years earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation 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.

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

Note 5 - Other Information - Continued

C. Tax Incremental District

The village has established tax incremental financing (TIF) district no. 1 (reported as the Community Development Authority fund) pursuant to a law enacted to provide a process by which local units of government could finance public works or improvements in blighted areas from taxes levied by county, village, schools and other local jurisdictions based on the increase in property values within a designated geographic area. When a tax incremental district is established, the state determines the aggregate value of taxable property located within the district (the base value). Taxes derived from levies by all local jurisdictions on property values exceeding the base value determined by the state are allocated to the village for financing improvements within the district.

Taxes derived from levies by all local jurisdictions on property values exceeding the base value determined by the state are allocated to the village for financing improvements within the district. The statutory period for completing expenditures on improvement projects in the district will expire in 2025. Tax increments generated within the district will be allocated to the village until project costs for the district are recovered by the village or until the year 2030, whichever occurs first. These costs have been financed by the issuance of general obligation notes. The recovery of the project costs is subject to sufficient increments being generated in the district before the end of the life of the district.

The following summarizes the transactions to date of the district.

	Year Ended	From Date of Creation
<u>Project Costs</u>		
Capital expenditures	\$ 4,500	\$ 17,401,105
Administration	2,953	515,620
Interest expense	607,893	4,467,157
Debt issuance costs	---	201,884
Total Project Costs	<u>615,346</u>	<u>22,585,766</u>
<u>Less: Project Revenues</u>		
Tax increments	(870,702)	(7,288,880)
Investment income	(174)	(248,520)
Intergovernmental and all other	<u>(74,133)</u>	<u>(795,285)</u>
Total Project Revenues	<u>(945,009)</u>	<u>(8,332,685)</u>
Net Cost Recoverable (Recovered) Through TIF Increments - December 31, 2013	<u>\$ (329,663)</u>	<u>\$ 14,253,081</u>

D. Litigation and Contingencies

The village attorney and village management are unaware of any pending or threatened litigation against the village at December 31, 2013 that would have a material effect on the financial statements.

Note 5 - Other Information - Continued

E. Utility User Rates

Water utility user rates currently in place were established by the Wisconsin Public Service Commission effective September 19, 2012. Sewer utility rates currently in place were approved by the village board effective May 7, 2012.

F. Property Tax Levy Limit

Wisconsin statutes limit the amount of property taxes that the state's cities, villages, towns and counties may levy. For 2013, the increase in the allowable maximum tax levy is limited to the change in the equalized value resulting from net new construction. The village's tax levy for the 2013 budget year (2012 tax levy) of \$3,048,802 was within its levy limit.

G. Subsequent Events

Management has evaluated the need for disclosure or recording of transactions resulting from subsequent events through June 20, 2014, the date the financial statements were available to be issued; and concluded there were no matters to be disclosed.

H. Restatement of Net Position

The January 1, 2013 net position was restated for certain adjustments made. The adjustment made follows:

	<u>Governmental Activities</u>	<u>Business - Type Activities</u>
<u>Government-Wide Statements</u>		
Net position - December 31, 2012 - as originally reported	\$ 1,573,115	\$ 18,153,634
Adjustment to net position for the cumulative effect of the change in accounting principle	<u>(621,627)</u>	<u>(91,509)</u>
Net position - January 1, 2013 - as restated	<u>\$ 951,488</u>	<u>\$ 18,062,125</u>
	<u>Water Utility</u>	<u>Sewer Utility</u>
<u>Fund Statements</u>		
Net position - December 31, 2012 - as originally reported	\$ 5,071,609	\$ 13,082,025
Adjustment to net position for the cumulative effect of the change in accounting principle	<u>(48,065)</u>	<u>(43,444)</u>
Net position - January 1, 2013 - as restated	<u>\$ 5,023,544</u>	<u>\$ 13,038,581</u>

SUPPLEMENTAL INFORMATION

VILLAGE OF FONTANA-ON-GENEVA LAKE
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Taxes</u>				
General property taxes	\$ 2,666,404	\$ 2,666,404	\$ 2,666,405	\$ 1
Room tax revenue	355,000	382,868	382,868	-
Total Taxes	<u>3,021,404</u>	<u>3,049,272</u>	<u>3,049,273</u>	<u>1</u>
<u>Intergovernmental Revenues</u>				
Shared revenue from state	21,536	21,536	21,536	-
State exempt computer aid	-	-	521	521
Fire insurance from state	31,500	31,500	31,209	(291)
Library system grant	43,114	43,114	43,114	-
State highway aid	386,611	386,611	386,386	(225)
State police training aid	-	-	640	640
Highway safety grant	-	-	4,000	4,000
State boating safety aid	27,000	27,000	27,643	643
State grant for recycling	16,000	16,000	16,911	911
Village of Walworth building permits	25,000	25,000	19,481	(5,519)
Village of Sharon building permits	15,000	15,000	7,701	(7,299)
Other intergovernmental	5,000	5,000	1,467	(3,533)
Total Intergovernmental Revenues	<u>570,761</u>	<u>570,761</u>	<u>560,609</u>	<u>(10,152)</u>
<u>Licenses and Permits</u>				
Cigarette license	1,000	1,000	800	(200)
Liquor licenses	5,800	5,800	5,400	(400)
Building permits	115,000	173,516	173,516	-
Commercial fire inspection fees	6,000	6,000	3,861	(2,139)
Dog license	500	500	602	102
Operator and other licenses	9,250	9,250	9,060	(190)
Cablevision fees	38,000	39,495	42,322	2,827
Total Licenses and Permits	<u>175,550</u>	<u>235,561</u>	<u>235,561</u>	<u>-</u>
<u>Fines and Forfeitures</u>				
Court penalty costs	65,000	65,000	74,340	9,340
Parking fines	28,000	28,000	13,761	(14,239)
Total Fines and Forfeitures	<u>\$ 93,000</u>	<u>\$ 93,000</u>	<u>\$ 88,101</u>	<u>\$ (4,899)</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Public Charges for Services</u>				
Parking meters	\$ 83,000	\$ 83,000	\$ 77,640	\$ (5,360)
Parking lots	26,000	26,000	28,090	2,090
Boat launching	57,000	57,000	49,763	(7,237)
Beach	153,000	153,000	135,511	(17,489)
Boat slips and shore stations	72,415	72,415	71,464	(951)
Buoy and ramp rental	37,000	37,000	34,401	(2,599)
Publication fees	220	220	240	20
Park fees	1,000	1,000	1,486	486
Park fees/concessions	20,000	20,000	17,339	(2,661)
Recycling revenue	7,500	7,500	6,086	(1,414)
Event admission- triathlon & others	15,000	15,000	-	(15,000)
Other revenue	3,061	3,061	4,505	1,444
Law enforcement fees	-	-	400	400
Planning rezone fees	2,000	2,000	1,250	(750)
Total Public Charges for Services	<u>477,196</u>	<u>477,196</u>	<u>428,175</u>	<u>(49,021)</u>
<u>Investment Income</u>				
Interest earned	<u>10,000</u>	<u>10,000</u>	<u>7,178</u>	<u>(2,822)</u>
<u>Rental Income and All Other</u>				
Rental income - Lake Street marina	39,512	39,512	39,512	-
Rental income - cellular tower	39,257	40,369	41,094	725
Rental income - piers	3,750	3,750	3,786	36
Insurance refunds and recoveries	-	7,776	7,776	-
FontanaWear sales	4,500	4,500	2,514	(1,986)
Donations - other	-	-	1,225	1,225
Total Rental Income and All Other	<u>87,019</u>	<u>95,907</u>	<u>95,907</u>	<u>-</u>
Total Revenues	<u>\$ 4,434,930</u>	<u>\$ 4,531,697</u>	<u>\$ 4,464,804</u>	<u>\$ (66,893)</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
<u>General Government</u>				
Trustees	\$ 23,846	\$ 23,846	\$ 22,823	\$ 1,023
President	5,823	5,823	6,100	(277)
Municipal court	25,313	25,313	23,729	1,584
Legal	82,000	121,098	117,896	3,202
Administration	72,351	89,896	91,025	(1,129)
Clerk-treasurer	101,071	113,319	113,098	221
Elections	2,750	2,750	1,712	1,038
Accounting	8,600	17,200	8,600	8,600
Assessment	58,500	58,500	58,500	-
Board of review	500	500	1,046	(546)
Village hall	51,750	55,895	54,647	1,248
Other buildings	1,330	2,371	2,002	369
Maps and plats	800	800	-	800
Non-medical insurance	16,000	16,000	13,956	2,044
Cell tower repair	750	750	537	213
Refundable and uncollectible taxes	-	-	2,594	(2,594)
Judgments & losses	-	-	15,000	(15,000)
Worker's compensation	16,000	16,000	9,508	6,492
Unemployment compensation	2,500	2,500	9,788	(7,288)
Total General Government	<u>469,884</u>	<u>552,561</u>	<u>552,561</u>	<u>-</u>
<u>Public Safety</u>				
Police administration and patrol	734,077	738,099	710,111	27,988
Police training	9,100	9,100	18,114	(9,014)
Geneva Lake law enforcement	45,174	45,174	45,519	(345)
Water safety patrol	37,520	37,520	37,520	-
Fire protection	47,641	47,641	53,435	(5,794)
Fire training	1,650	1,650	1,138	512
Fire compensation	19,622	19,622	23,992	(4,370)
Fire administration	540	540	697	(157)
Rescue	19,000	19,000	25,531	(6,531)
Emergency government	4,755	4,755	839	3,916
Public fire protection - hydrant rental	355,257	355,257	355,257	-
Building inspection	143,867	143,867	139,150	4,717
Correction & detention	200	200	600	(400)
Safety building	32,500	32,500	43,022	(10,522)
Total Public Safety	<u>\$ 1,450,903</u>	<u>\$ 1,454,925</u>	<u>\$ 1,454,925</u>	<u>\$ -</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Public Works</u>				
Engineering fees	\$ 13,000	\$ 13,000	\$ 5,602	\$ 7,398
Street maintenance	518,327	503,584	489,437	14,147
Snow and ice removal	36,400	36,400	44,929	(8,529)
Street lighting	36,500	36,500	35,259	1,241
Parking facilities	28,174	28,174	28,430	(256)
Docks-harbors-piers	38,500	38,500	38,313	187
Garbage collection	200,892	200,892	200,892	-
Recycling	128,703	128,703	122,991	5,712
Tree & brush control	5,500	5,500	5,190	310
Public works building	27,200	27,200	29,991	(2,791)
Total Public Works	<u>1,033,196</u>	<u>1,018,453</u>	<u>1,001,034</u>	<u>17,419</u>
<u>Health and Human Services</u>				
Insect control	<u>10,814</u>	<u>12,832</u>	<u>12,832</u>	<u>-</u>
<u>Culture, Recreation and Education</u>				
Library	185,452	185,452	190,518	(5,066)
Parks	64,119	68,233	82,628	(14,395)
Park house	2,325	2,325	1,208	1,117
Park commission	81,725	81,725	73,059	8,666
Duck Pond pavilion	4,600	4,600	6,027	(1,427)
Beaches	62,592	62,592	59,731	2,861
Recreation programs	400	400	406	(6)
Fontana wear	3,500	3,500	2,808	692
Ramps/launch	25,020	25,020	17,462	7,558
Total Culture, Recreation, and Education	<u>429,733</u>	<u>433,847</u>	<u>433,847</u>	<u>-</u>
<u>Conservation and Development</u>				
Promotion/tourism	3,500	22,149	14,733	7,416
Sales tax to state	25,000	25,000	26,247	(1,247)
Celebrations and entertainment	1,500	1,500	1,450	50
Plan commission	10,000	10,000	16,219	(6,219)
Lake use committee	2,500	2,500	2,500	-
Water pollution control	20,000	20,000	20,000	-
Total Conservation and Development	<u>\$ 62,500</u>	<u>\$ 81,149</u>	<u>\$ 81,149</u>	<u>\$ -</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Capital Outlay</u>				
Street construction	<u>\$ 1,832,868</u>	<u>\$ 1,832,868</u>	<u>\$ 869,862</u>	<u>\$ 963,006</u>
Contingency	<u>23,789</u>	<u>23,789</u>	<u>-</u>	<u>23,789</u>
Total Expenditures	<u><u>\$ 5,313,687</u></u>	<u><u>\$ 5,410,424</u></u>	<u><u>\$ 4,406,210</u></u>	<u><u>\$ 1,004,214</u></u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
PROPRIETARY FUND TYPE - ENTERPRISE FUND
SCHEDULE OF WATER UTILITY PLANT DETAIL
DECEMBER 31, 2013

	Balance 1/1/2013	Additions	Retirements	Balance 12/31/2013
<u>Source of Supply Plant</u>				
Land and land rights	\$ 66,763	\$ -	\$ -	\$ 66,763
Wells and springs	797,268	-	-	797,268
Total Source of Supply Plant	864,031	-	-	864,031
<u>Pumping Plant</u>				
Structures and improvements	951,404	-	-	951,404
Electric pumping equipment	440,294	12,857	(7,000)	446,151
Other pumping equipment	20,327	-	-	20,327
Total Pumping Plant	1,412,025	12,857	(7,000)	1,417,882
<u>Water Treatment Plant</u>				
Structures and improvements	372,396	-	-	372,396
Water treatment equipment	401,639	-	-	401,639
Total Water Treatment Plant	774,035	-	-	774,035
<u>Transmission and Distribution Plant</u>				
Land and land rights	2,649	-	-	2,649
Structures and improvements	22,573	-	-	22,573
Distribution reservoirs and standpipes	558,031	10,461	-	568,492
Transmission and distribution mains	4,445,194	419,952	(73,060)	4,792,086
Fire mains	13,845	-	-	13,845
Services	802,253	33,984	(2,400)	833,837
Meters	402,532	15,137	(7,920)	409,749
Hydrants	497,504	46,968	(4,000)	540,472
Other transmission & distribution	22,465	-	-	22,465
Total Transmission and Distribution Plant	6,767,046	526,502	(87,380)	7,206,168
<u>General Plant</u>				
Structures and improvements	31,833	-	-	31,833
Computer equipment and software	19,558	2,900	-	22,458
Office furniture and fixtures	31,531	-	-	31,531
SCADA equipment	40,189	-	-	40,189
Transportation equipment	184,736	17,765	-	202,501
Other general equipment	110,870	-	-	110,870
Total General Plant	418,717	20,665	-	439,382
Total Water Utility Plant	<u>\$ 10,235,854</u>	<u>\$ 560,024</u>	<u>\$ (94,380)</u>	<u>\$ 10,701,498</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
PROPRIETARY FUND TYPE - ENTERPRISE FUND
SCHEDULE OF SEWER UTILITY PLANT DETAIL
DECEMBER 31, 2013

<u>Sewer Utility Plant</u>	<u>Balance</u> <u>1/1/2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2013</u>
Land and land rights	\$ 5,500	\$ -	\$ -	\$ 5,500
Buildings and structures	1,938,551	-	-	1,938,551
Pumping station	690,024	-	-	690,024
Treatment and disposal equipment	489,496	-	-	489,496
Other plant equipment	75,430	-	-	75,430
Outfall sewer main	163,261	-	-	163,261
Collecting sewers	4,106,947	315,850	(50,000)	4,372,797
Service laterals	222,897	-	-	222,897
Pumping equipment for collecting station	1,771,303	9,950	(6,000)	1,775,253
Transportation equipment	170,685	26,588	(20,000)	177,273
Office equipment	47,499	-	-	47,499
Miscellaneous equipment	112,616	2,900	-	115,516
Total Sewer Utility Plant	<u>\$ 9,794,209</u>	<u>\$ 355,288</u>	<u>\$ (76,000)</u>	<u>\$ 10,073,497</u>

**HISTORICAL AND ADDITIONAL
SUPPLEMENTAL INFORMATION**

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

The following is a summary of the long-term debt of the village as of December 31, 2013.

<u>Non-Utility General Obligation Debt</u>	Outstanding Principal 12/31/13
2006 corporate purpose bonds	\$ 4,659,807
2008 state trust fund loan	412,328
2008 corporate purpose bonds (non-utility portion)	2,819,105
2010A refunding promissory notes	847,205
2010B refunding bonds	6,576,775
2010 bank loan	367,500
2012A corporate purpose bonds	1,364,370
2012B refunding bonds	349,136
	<u>\$ 17,396,226</u>

2006 General Obligation Corporate Purpose Bonds

The non-utility portion of outstanding general obligation corporate purposes bonds issued in 2006 is \$4,659,807. Proceeds of \$300,000 were used for general village purposes and \$5,200,000 were used for TIF purposes. Interest rates vary from 4.00% to 4.20% and payments are due through June 1, 2026.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
June 1, 2014	\$ 245,910	\$ 94,764	\$ 340,674
December 1, 2014	-	89,846	89,846
June 1, 2015	245,910	89,846	335,756
December 1, 2015	-	84,928	84,928
June 1, 2016	245,910	84,928	330,838
December 1, 2016	-	80,010	80,010
June 1, 2017	307,388	80,010	387,398
December 1, 2017	-	73,862	73,862
June 1, 2018	307,388	73,862	381,250
December 1, 2018	-	67,714	67,714
June 1, 2019	307,388	67,714	375,102
December 1, 2019	-	61,567	61,567
June 1, 2020	327,880	61,567	389,447
December 1, 2020	-	55,009	55,009
June 1, 2021	377,062	55,009	432,071
December 1, 2021	-	47,374	47,374
June 1, 2022	409,850	47,374	457,224
December 1, 2022	-	39,074	39,074
Balance Carried Forward	<u>\$ 2,774,686</u>	<u>\$ 1,254,458</u>	<u>\$ 4,029,144</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2006 General Obligation Corporate Purpose Bonds - Continued

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Balance Brought Forward	\$ 2,774,686	\$ 1,254,458	\$ 4,029,144
June 1, 2023	450,835	39,074	489,909
December 1, 2023	-	29,832	29,832
June 1, 2024	450,835	29,832	480,667
December 1, 2024	-	20,533	20,533
June 1, 2025	491,820	20,533	512,353
December 1, 2025		10,328	10,328
June 1, 2026	491,631	10,328	501,959
	<u>\$ 4,659,807</u>	<u>\$ 1,414,918</u>	<u>\$ 6,074,725</u>

2008 State Trust Fund Loan

The outstanding balance of this loan issued for TIF purposes issued in 2008 is \$412,328. Interest is charged at 5.00% and payments are due through March 15, 2028.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 15, 2014	\$ 19,117	\$ 20,616	\$ 39,733
March 15, 2015	20,072	19,661	39,733
March 15, 2016	21,025	18,708	39,733
March 15, 2017	22,127	17,606	39,733
March 15, 2018	23,234	16,499	39,733
March 15, 2019	24,395	15,338	39,733
March 15, 2020	25,577	14,156	39,733
March 15, 2021	26,894	12,839	39,733
March 15, 2022	28,239	11,494	39,733
March 15, 2023	29,651	10,082	39,733
March 15, 2024	31,110	8,623	39,733
March 15, 2025	32,689	7,044	39,733
March 15, 2026	34,323	5,410	39,733
March 15, 2027	36,039	3,694	39,733
March 15, 2028	37,836	1,897	39,733
	<u>\$ 412,328</u>	<u>\$ 183,667</u>	<u>\$ 595,995</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2008 General Obligation Bonds

The non-utility portion of these notes issued in 2008 is \$2,819,105. Proceeds of \$87,466 were used for general village purposes and \$3,466,165 were used for TIF purposes. Interest rates vary from 3.00% to 5.20% and payments are due through September 1, 2028.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ -	\$ 63,433	\$ 63,433
September 1, 2014	184,657	63,433	248,090
March 1, 2015	-	60,017	60,017
September 1, 2015	184,657	60,017	244,674
March 1, 2016	-	56,462	56,462
September 1, 2016	184,657	56,462	241,119
March 1, 2017	-	52,769	52,769
September 1, 2017	184,657	52,769	237,426
March 1, 2018	-	48,983	48,983
September 1, 2018	184,657	48,983	233,640
March 1, 2019	-	45,106	45,106
September 1, 2019	184,657	45,106	229,763
March 1, 2020	-	41,136	41,136
September 1, 2020	184,657	41,136	225,793
March 1, 2021	-	37,073	37,073
September 1, 2021	184,658	37,073	221,731
March 1, 2022	-	32,918	32,918
September 1, 2022	184,658	32,918	217,576
March 1, 2023	-	28,671	28,671
September 1, 2023	184,658	28,671	213,329
March 1, 2024	-	24,331	24,331
September 1, 2024	184,658	24,331	208,989
March 1, 2025	-	19,900	19,900
September 1, 2025	184,658	19,900	204,558
March 1, 2026	-	15,376	15,376
September 1, 2026	205,175	15,376	220,551
March 1, 2027	-	10,246	10,246
September 1, 2027	205,175	10,246	215,421
March 1, 2028	-	5,014	5,014
September 1, 2028	192,866	5,014	197,880
	<u>\$ 2,819,105</u>	<u>\$ 1,082,870</u>	<u>\$ 3,901,975</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2010A Refunding Promissory Notes

The non-utility portion of outstanding refunding promissory notes issued in 2010 is \$847,205. Proceeds of \$1,131,145 were used for general village purposes and \$718,688 were used for TIF purposes. Interest rates vary from 1.75% to 3.65% and payments are due through March 1, 2017.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ 243,800	\$ 13,134	\$ 256,934
September 1, 2014	-	10,086	10,086
March 1, 2015	204,183	10,086	214,269
September 1, 2015	-	7,024	7,024
March 1, 2016	131,043	7,024	138,067
September 1, 2016	-	4,894	4,894
March 1, 2017	268,179	4,894	273,073
	<u>\$ 847,205</u>	<u>\$ 57,142</u>	<u>\$ 904,347</u>

2010B General Obligation Refunding Bonds

The non-utility portion of outstanding general obligation refunding bonds issued in 2010 is \$6,576,775. Proceeds of \$193,000 were used for general village purposes and \$6,525,000 were used for TIF purposes. Interest rates vary from 2.00% to 4.50% and payments are due through March 1, 2029.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ 47,045	\$ 134,011	\$ 181,056
September 1, 2014	-	133,540	133,540
March 1, 2015	108,204	133,540	241,744
September 1, 2015	-	131,917	131,917
March 1, 2016	188,180	131,917	320,097
September 1, 2016	-	129,094	129,094
March 1, 2017	188,180	129,094	317,274
September 1, 2017	-	126,272	126,272
March 1, 2018	423,405	126,272	549,677
September 1, 2018	-	117,804	117,804
March 1, 2019	423,405	117,804	541,209
September 1, 2019	-	109,336	109,336
March 1, 2020	376,360	109,336	485,696
September 1, 2020	-	101,808	101,808
March 1, 2021	399,883	101,808	501,691
September 1, 2021	-	93,811	93,811
March 1, 2022	470,450	93,811	564,261
Balance Carried Forward	<u>\$ 2,625,112</u>	<u>\$ 2,021,175</u>	<u>\$ 4,646,287</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2010B General Obligation Refunding Bonds - Continued

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Balance Brought Forward	\$ 2,625,112	\$ 2,021,175	\$ 4,646,287
September 1, 2022	-	84,402	84,402
March 1, 2023	446,928	84,402	531,330
September 1, 2023	-	75,463	75,463
March 1, 2024	517,494	75,463	592,957
September 1, 2024	-	65,113	65,113
March 1, 2025	541,017	65,113	606,130
September 1, 2025	-	53,955	53,955
March 1, 2026	588,062	53,955	642,017
September 1, 2026	-	41,458	41,458
March 1, 2027	564,540	41,458	605,998
September 1, 2027	-	29,109	29,109
March 1, 2028	635,108	29,109	664,217
September 1, 2028	-	14,819	14,819
March 1, 2029	658,514	14,819	673,333
	<u>\$ 6,576,775</u>	<u>\$ 2,749,813</u>	<u>\$ 9,326,588</u>

2010 Bank Loan

The outstanding balance of this loan issued in 2010 is \$367,500. Proceeds of \$525,000 were used for general village purposes. The interest rate is 3.80% and payments are due through April 9, 2020.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
April 9, 2014	\$ 52,500	\$ 13,965	\$ 66,465
April 9, 2015	52,500	11,970	64,470
April 9, 2016	52,500	9,975	62,475
April 9, 2017	52,500	7,980	60,480
April 9, 2018	52,500	5,985	58,485
April 9, 2019	52,500	1,356	53,856
April 9, 2020	52,500	1,995	54,495
	<u>\$ 367,500</u>	<u>\$ 53,226</u>	<u>\$ 420,726</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2012A General Obligation Corporate Purpose Bonds

The non-utility portion of outstanding corporate purpose bonds issued in 2012 is \$1,364,370. Proceeds of \$1,418,000 were used for general village purposes and \$2,682,000 were used for utility purposes. Interest rates vary from .40% to 3.50% and payments are due through February 2032.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
February 1, 2014	\$ 51,870	\$ 15,477	\$ 67,347
August 1, 2014	-	15,322	15,322
March 1, 2015	51,870	15,322	67,192
August 1, 2015	-	15,114	15,114
February 1, 2016	60,515	15,114	75,629
August 1, 2016	-	14,812	14,812
February 1, 2017	60,515	14,812	75,327
August 1, 2017	-	14,464	14,464
February 1, 2018	44,954	14,464	59,418
August 1, 2018	-	14,172	14,172
February 1, 2019	86,450	14,172	100,622
August 1, 2019	-	13,523	13,523
February 1, 2020	86,450	13,523	99,973
August 1, 2020	-	12,789	12,789
February 1, 2021	86,450	12,789	99,239
August 1, 2021	-	11,989	11,989
February 1, 2022	82,992	11,989	94,981
August 1, 2022	-	11,159	11,159
February 1, 2023	77,805	11,159	88,964
August 1, 2023	-	10,303	10,303
February 1, 2024	77,805	10,303	88,108
August 1, 2024	-	9,369	9,369
February 1, 2025	77,805	9,369	87,174
August 1, 2025	-	8,358	8,358
February 1, 2026	77,805	8,358	86,163
August 1, 2026	-	7,269	7,269
February 1, 2027	77,805	7,269	85,074
August 1, 2027	-	6,102	6,102
February 1, 2028	77,805	6,102	83,907
August 1, 2028	-	4,857	4,857
February 1, 2029	77,805	4,857	82,662
August 1, 2029	-	3,573	3,573
February 1, 2030	77,805	3,573	81,378
August 1, 2030	-	2,250	2,250
February 1, 2031	76,076	2,250	78,326
August 1, 2031	-	938	938
February 1, 2032	53,788	938	54,726
	<u>\$ 1,364,370</u>	<u>\$ 368,203</u>	<u>\$ 1,732,573</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2012B General Obligation Refunding Bonds

The non-utility portion of outstanding corporate purpose bonds issued in 2012 is \$349,136. Proceeds of \$365,000 were used for general village purposes and \$1,475,000 were used for utility purposes. Interest rates vary from 2.00% to 2.70% and payments are due through February 2029.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ 19,800	\$ 3,868	\$ 23,668
September 1, 2014	-	3,669	3,669
March 1, 2015	20,790	3,669	24,459
September 1, 2015	-	3,461	3,461
March 1, 2016	20,790	3,461	24,251
September 1, 2016	-	3,253	3,253
March 1, 2017	21,780	3,253	25,033
September 1, 2017	-	3,035	3,035
March 1, 2018	20,790	3,035	23,825
September 1, 2018	-	2,827	2,827
March 1, 2019	20,790	2,827	23,617
September 1, 2019	-	2,620	2,620
March 1, 2020	21,780	2,620	24,400
September 1, 2020	-	2,402	2,402
March 1, 2021	21,780	2,402	24,182
September 1, 2021	-	2,184	2,184
March 1, 2022	20,790	2,184	22,974
September 1, 2022	-	1,976	1,976
March 1, 2023	21,780	1,976	23,756
September 1, 2023	-	1,736	1,736
March 1, 2024	21,780	1,736	23,516
September 1, 2024	-	1,497	1,497
March 1, 2025	21,780	1,497	23,277
September 1, 2025	-	1,236	1,236
March 1, 2026	22,770	1,236	24,006
September 1, 2026	-	962	962
March 1, 2027	22,770	962	23,732
September 1, 2027	-	655	655
March 1, 2028	23,760	655	24,415
September 1, 2028	-	334	334
March 1, 2029	25,406	334	25,740
	<u>\$ 349,136</u>	<u>\$ 67,562</u>	<u>\$ 416,698</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>Water Utility Debt</u>	Outstanding Principal 12/31/13
1999 general obligation bonds	\$ 530,340
2008 corporate purpose bonds (water portion)	364,454
2010A refunding promissory notes	416,722
2010B refunding bonds	212,500
2012A corporate purpose bonds (water portion)	2,314,015
2012B refunding bonds (water portion)	297,456
	\$ 4,135,487

1999 General Obligation Bonds

The water utility has remaining \$530,340 on a 1999 Safe Drinking Water Bond. Interest is charged at 2.64% and payments are due through May 1, 2018.

	Principal	Interest	Total
May 1, 2014	\$ 100,613	\$ 7,001	\$ 107,614
November 1, 2014	-	5,672	5,672
May 1, 2015	103,270	5,672	108,942
November 1, 2015	-	4,309	4,309
May 1, 2016	105,996	4,309	110,305
November 1, 2016	-	2,910	2,910
May 1, 2017	108,794	2,910	111,704
November 1, 2017	-	1,474	1,474
May 1, 2018	111,667	1,474	113,141
	\$ 530,340	\$ 35,731	\$ 566,071

2008 General Obligation Bonds

The water utility portion of outstanding general obligation promissory notes issued in 2008 is \$364,454. Interest rates vary from 3.00% to 5.20% and payments are due through September 1, 2028.

	Principal	Interest	Total
March 1, 2014	\$ -	\$ 8,201	\$ 8,201
September 1, 2014	23,872	8,201	32,073
March 1, 2015	-	7,759	7,759
September 1, 2015	23,872	7,759	31,631
March 1, 2016	-	7,298	7,298
September 1, 2016	23,872	7,298	31,170
March 1, 2017	-	6,822	6,822
September 1, 2017	23,872	6,822	30,694
March 1, 2018	-	6,333	6,333
September 1, 2018	23,872	6,333	30,205
Balance Carried Forward	\$ 119,360	\$ 72,826	\$ 192,186

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2008 General Obligation Bonds - Continued

	Principal	Interest	Total
Balance Brought Forward	\$ 119,360	\$ 72,826	\$ 192,186
March 1, 2019	-	5,831	5,831
September 1, 2019	23,872	5,831	29,703
March 1, 2020	-	5,318	5,318
September 1, 2020	23,872	5,318	29,190
March 1, 2021	-	4,793	4,793
September 1, 2021	23,873	4,793	28,666
March 1, 2022	-	4,256	4,256
September 1, 2022	23,873	4,256	28,129
March 1, 2023	-	3,707	3,707
September 1, 2023	23,873	3,707	27,580
March 1, 2024	-	3,146	3,146
September 1, 2024	23,873	3,146	27,019
March 1, 2025	-	2,573	2,573
September 1, 2025	23,873	2,573	26,446
March 1, 2026	-	1,988	1,988
September 1, 2026	26,525	1,988	28,513
March 1, 2027	-	1,325	1,325
September 1, 2027	26,525	1,325	27,850
March 1, 2028	-	648	648
September 1, 2028	24,935	648	25,583
	<u>\$ 364,454</u>	<u>\$ 139,996</u>	<u>\$ 504,450</u>

2010A Refunding Promissory Notes

The water utility portion of outstanding refunding promissory notes issued in 2010 is \$416,722. Interest rate vary from 1.75% to 3.65% and payments are due through March 1, 2017.

	Principal	Interest	Total
March 1, 2014	\$ 119,920	\$ 6,460	\$ 126,380
September 1, 2014	-	4,961	4,961
March 1, 2015	100,433	4,961	105,394
September 1, 2015	-	3,455	3,455
March 1, 2016	64,457	3,455	67,912
September 1, 2016	-	2,407	2,407
March 1, 2017	131,912	2,407	134,319
	<u>\$ 416,722</u>	<u>\$ 28,106</u>	<u>\$ 444,828</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2010B General Obligation Refunding Bonds

The water utility portion of outstanding general obligation refunding bonds issued in 2010 is \$212,500. Interest rates vary from 2.00% to 4.5% and payments are due through March 1, 2029.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ 1,520	\$ 4,330	\$ 5,850
September 1, 2014	-	4,315	4,315
March 1, 2015	3,496	4,315	7,811
September 1, 2015	-	4,262	4,262
March 1, 2016	6,080	4,262	10,342
September 1, 2016	-	4,171	4,171
March 1, 2017	6,080	4,171	10,251
September 1, 2017	-	4,080	4,080
March 1, 2018	13,680	4,080	17,760
September 1, 2018	-	3,806	3,806
March 1, 2019	13,680	3,806	17,486
September 1, 2019	-	3,533	3,533
March 1, 2020	12,160	3,533	15,693
September 1, 2020	-	3,289	3,289
March 1, 2021	12,920	3,289	16,209
September 1, 2021	-	3,031	3,031
March 1, 2022	15,200	3,031	18,231
September 1, 2022	-	2,727	2,727
March 1, 2023	14,440	2,727	17,167
September 1, 2023	-	2,438	2,438
March 1, 2024	16,720	2,438	19,158
September 1, 2024	-	2,104	2,104
March 1, 2025	17,480	2,104	19,584
September 1, 2025	-	1,743	1,743
March 1, 2026	19,000	1,743	20,743
September 1, 2026	-	1,339	1,339
March 1, 2027	18,240	1,339	19,579
September 1, 2027	-	941	941
March 1, 2028	20,520	941	21,461
September 1, 2028	-	479	479
March 1, 2029	21,284	479	21,763
	<u>\$ 212,500</u>	<u>\$ 88,846</u>	<u>\$ 301,346</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2012A General Obligation Corporate Purpose Bonds

The water utility portion of outstanding corporate purpose bonds issued in 2012 is \$2,314,015. Proceeds of \$1,418,000 were used for general village purposes and \$2,682,000 were used for utility purposes. Interest rates vary from .40% to 3.50% and payments are due through February 2032.

	Principal	Interest	Total
February 1, 2014	\$ 88,005	\$ 26,261	\$ 114,266
August 1, 2014	-	25,996	25,996
March 1, 2015	88,005	25,996	114,001
August 1, 2015	-	25,644	25,644
February 1, 2016	102,673	25,644	128,317
August 1, 2016	-	25,131	25,131
February 1, 2017	102,673	25,131	127,804
August 1, 2017	-	24,540	24,540
February 1, 2018	76,271	24,540	100,811
August 1, 2018	-	24,044	24,044
February 1, 2019	146,675	24,044	170,719
August 1, 2019	-	22,944	22,944
February 1, 2020	146,675	22,944	169,619
August 1, 2020	-	21,698	21,698
February 1, 2021	146,675	21,698	168,373
August 1, 2021	-	20,341	20,341
February 1, 2022	140,808	20,341	161,149
August 1, 2022	-	18,933	18,933
February 1, 2023	132,008	18,933	150,941
August 1, 2023	-	17,481	17,481
February 1, 2024	132,008	17,481	149,489
August 1, 2024	-	15,897	15,897
February 1, 2025	132,008	15,897	147,905
August 1, 2025	-	14,181	14,181
February 1, 2026	132,008	14,181	146,189
August 1, 2026	-	12,332	12,332
February 1, 2027	132,008	12,332	144,340
August 1, 2027	-	10,352	10,352
February 1, 2028	132,008	10,352	142,360
August 1, 2028	-	8,240	8,240
February 1, 2029	132,008	8,240	140,248
August 1, 2029	-	6,062	6,062
February 1, 2030	132,008	6,062	138,070
August 1, 2030	-	3,818	3,818
February 1, 2031	129,074	3,818	132,892
August 1, 2031	-	1,591	1,591
February 1, 2032	90,417	1,591	92,008
	<u>\$ 2,314,015</u>	<u>\$ 624,711</u>	<u>\$ 2,938,726</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2012B General Obligation Refunding Bonds

The water utility portion of outstanding corporate purpose bonds issued in 2012 is \$297,456. Proceeds of \$365,000 were used for general village purposes and \$1,475,000 were used for utility purposes. Interest rates vary from 2.00% to 2.70% and payments are due through February 2029.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ 16,900	\$ 3,300	\$ 20,200
September 1, 2014	-	3,132	3,132
March 1, 2015	17,745	3,132	20,877
September 1, 2015	-	2,954	2,954
March 1, 2016	17,745	2,954	20,699
September 1, 2016	-	2,777	2,777
March 1, 2017	18,590	2,776	21,366
September 1, 2017	-	2,591	2,591
March 1, 2018	17,745	2,591	20,336
September 1, 2018	-	2,413	2,413
March 1, 2019	17,745	2,413	20,158
September 1, 2019	-	2,236	2,236
March 1, 2020	18,590	2,236	20,826
September 1, 2020	-	2,050	2,050
March 1, 2021	18,590	2,050	20,640
September 1, 2021	-	1,864	1,864
March 1, 2022	17,745	1,864	19,609
September 1, 2022	-	1,687	1,687
March 1, 2023	18,590	1,687	20,277
September 1, 2023	-	1,482	1,482
March 1, 2024	18,590	1,482	20,072
September 1, 2024	-	1,278	1,278
March 1, 2025	18,590	1,277	19,867
September 1, 2025	-	1,055	1,055
March 1, 2026	19,435	1,055	20,490
September 1, 2026	-	821	821
March 1, 2027	19,435	821	20,256
September 1, 2027	-	559	559
March 1, 2028	20,280	559	20,839
September 1, 2028	-	285	285
March 1, 2029	21,141	285	21,426
	<u>\$ 297,456</u>	<u>\$ 57,666</u>	<u>\$ 355,122</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>Sewer Utility Debt</u>	Outstanding Principal 12/31/13
1998 revenue bonds	\$ 260,278
2006 corporate purpose bonds (sewer portion)	1,025,192
2008 corporate purposes bonds (sewer portion)	251,442
2009 revenue bonds	1,777,891
2010A refunding promissory notes (sewer portion)	126,073
2010B refunding bonds (sewer portion)	200,725
2012A corporate purpose bonds (sewer portion)	266,615
2012B refunding bonds (sewer portion)	1,113,407
	\$ 5,021,623

1998 Revenue Bonds

The sewer utility owes \$260,278 on outstanding 1998 Sewerage System Revenue Bonds, borrowed as part of a clean water fund program established by the State of Wisconsin, to pay its part of the of the cost of phosphorous removal at the Fontana-Walworth water pollution control facility. Interest is charged at 3.159%. The total borrowed was \$987,271.

	Principal	Interest	Total
May 1, 2014	\$ 62,066	\$ 4,111	\$ 66,177
November 1, 2014	-	3,131	3,131
May 1, 2015	64,027	3,130	67,157
November 1, 2015	-	2,120	2,120
May 1, 2016	66,049	2,120	68,169
November 1, 2016	-	1,076	1,076
May 1, 2017	68,136	1,076	69,212
	\$ 260,278	\$ 16,764	\$ 277,042

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2006 General Obligation Corporate Purpose Bonds

The sewer utility owes \$1,025,192 on its portion of the 2006 general obligation corporate purpose bonds. The interest rates vary from 4.00% to 4.20% and payments are due through June 1, 2026.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
June 1, 2014	\$ 54,090	\$ 20,844	\$ 74,934
December 1, 2014	-	19,762	19,762
June 1, 2015	54,090	19,762	73,852
December 1, 2015	-	18,681	18,681
June 1, 2016	54,090	18,681	72,771
December 1, 2016	-	17,599	17,599
June 1, 2017	67,613	17,599	85,212
December 1, 2017	-	16,247	16,247
June 1, 2018	67,613	16,247	83,860
December 1, 2018	-	14,894	14,894
June 1, 2019	67,613	14,894	82,507
December 1, 2019	-	13,542	13,542
June 1, 2020	72,120	13,542	85,662
December 1, 2020	-	12,100	12,100
June 1, 2021	82,938	12,100	95,038
December 1, 2021	-	10,420	10,420
June 1, 2022	90,150	10,420	100,570
December 1, 2022	-	8,595	8,595
June 1, 2023	99,165	8,595	107,760
December 1, 2023	-	6,562	6,562
June 1, 2024	99,165	6,562	105,727
December 1, 2024	-	4,517	4,517
June 1, 2025	108,180	4,517	112,697
December 1, 2025	-	2,272	2,272
June 1, 2026	108,365	2,272	110,637
	<u>\$ 1,025,192</u>	<u>\$ 311,226</u>	<u>\$ 1,336,418</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2008 General Obligation Bonds

The sewer utility portion of outstanding general obligation promissory notes issued in 2008 is \$251,442. Interest rates vary from 3.00% to 5.20% and payments are due through September 1, 2028.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ -	\$ 5,658	\$ 5,658
September 1, 2014	16,470	5,658	22,128
March 1, 2015	-	5,353	5,353
September 1, 2015	16,470	5,353	21,823
March 1, 2016	-	5,036	5,036
September 1, 2016	16,470	5,036	21,506
March 1, 2017	-	4,707	4,707
September 1, 2017	16,470	4,707	21,177
March 1, 2018	-	4,369	4,369
September 1, 2018	16,470	4,369	20,839
March 1, 2019	-	4,023	4,023
September 1, 2019	16,470	4,023	20,493
March 1, 2020	-	3,669	3,669
September 1, 2020	16,470	3,669	20,139
March 1, 2021	-	3,307	3,307
September 1, 2021	16,470	3,307	19,777
March 1, 2022	-	2,936	2,936
September 1, 2022	16,470	2,936	19,406
March 1, 2023	-	2,557	2,557
September 1, 2023	16,470	2,557	19,027
March 1, 2024	-	2,170	2,170
September 1, 2024	16,470	2,170	18,640
March 1, 2025	-	1,775	1,775
September 1, 2025	16,470	1,775	18,245
March 1, 2026	-	1,371	1,371
September 1, 2026	18,300	1,371	19,671
March 1, 2027	-	914	914
September 1, 2027	18,300	914	19,214
March 1, 2028	-	447	447
September 1, 2028	17,202	446	17,648
	<u>\$ 251,442</u>	<u>\$ 96,583</u>	<u>\$ 348,025</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2009 Revenue Bonds

The sewer utility owes \$1,777,891 on outstanding 2009 Sewerage System Revenue Bonds, borrowed as part of a clean water fund program established by the State of Wisconsin, to pay its part of the cost of improvements at the Fontana-Walworth Water Pollution Control Commission. Interest is charged at 2.668%. The maximum loan amount available is \$2,026,941.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
May 1, 2014	\$ 90,537	\$ 23,717	\$ 114,254
November 1, 2014	-	22,509	22,509
May 1, 2015	92,953	22,509	115,462
November 1, 2015	-	21,269	21,269
May 1, 2016	95,433	21,269	116,702
November 1, 2016	-	19,996	19,996
May 1, 2017	97,979	19,996	117,975
November 1, 2017	-	18,689	18,689
May 1, 2018	100,593	18,689	119,282
November 1, 2018	-	17,347	17,347
May 1, 2019	103,277	17,347	120,624
November 1, 2019	-	15,970	15,970
May 1, 2020	106,032	15,970	122,002
November 1, 2020	-	14,555	14,555
May 1, 2021	108,861	14,555	123,416
November 1, 2021	-	13,103	13,103
May 1, 2022	111,766	13,103	124,869
November 1, 2022	-	11,612	11,612
May 1, 2023	114,748	11,612	126,360
November 1, 2023	-	10,081	10,081
May 1, 2024	117,809	10,081	127,890
November 1, 2024	-	8,510	8,510
May 1, 2025	120,952	8,510	129,462
November 1, 2025	-	6,896	6,896
May 1, 2026	124,179	6,896	131,075
November 1, 2026	-	5,240	5,240
May 1, 2027	127,492	5,240	132,732
November 1, 2027	-	3,539	3,539
May 1, 2028	130,894	3,539	134,433
November 1, 2028	-	1,793	1,793
May 1, 2029	134,386	1,793	136,179
	<u>\$ 1,777,891</u>	<u>\$ 405,935</u>	<u>\$ 2,183,826</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2010A Refunding Promissory Notes

The sewer utility portion of outstanding refunding promissory notes issued in 2010 is \$126,073. Interest rate vary from 1.75% to 3.65% and payments are due through March 1, 2017.

	Principal	Interest	Total
March 1, 2014	\$ 36,280	\$ 1,955	\$ 38,235
September 1, 2014	-	1,501	1,501
March 1, 2015	30,385	1,501	31,886
September 1, 2015	-	1,045	1,045
March 1, 2016	19,501	1,045	20,546
September 1, 2016	-	728	728
March 1, 2017	39,907	728	40,635
	<u>\$ 126,073</u>	<u>\$ 8,503</u>	<u>\$ 134,576</u>

2010B General Obligation Refunding Bonds

The sewer utility portion of outstanding general obligation refunding bonds issued in 2010 is \$200,725. Interest rates vary from 2.00% to 4.5% and payments are due through March 1, 2029.

	Principal	Interest	Total
March 1, 2014	\$ 1,435	\$ 4,089	\$ 5,524
September 1, 2014	-	4,073	4,073
March 1, 2015	3,301	4,073	7,374
September 1, 2015	-	4,024	4,024
March 1, 2016	5,740	4,024	9,764
September 1, 2016	-	3,938	3,938
March 1, 2017	5,740	3,938	9,678
September 1, 2017	-	3,852	3,852
March 1, 2018	12,915	3,852	16,767
September 1, 2018	-	3,593	3,593
March 1, 2019	12,915	3,593	16,508
September 1, 2019	-	3,335	3,335
March 1, 2020	11,480	3,335	14,815
September 1, 2020	-	3,105	3,105
March 1, 2021	12,198	3,105	15,303
September 1, 2021	-	2,861	2,861
March 1, 2022	14,350	2,861	17,211
September 1, 2022	-	2,575	2,575
March 1, 2023	13,633	2,575	16,208
September 1, 2023	-	2,302	2,302
Balance Carried Forward	<u>\$ 93,707</u>	<u>\$ 69,103</u>	<u>\$ 162,810</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2010B General Obligation Refunding Bonds - Continued

	Principal	Interest	Total
Balance Brought Forward	\$ 93,707	\$ 69,103	\$ 162,810
March 1, 2024	15,785	2,301	18,086
September 1, 2024	-	1,986	1,986
March 1, 2025	16,502	1,986	18,488
September 1, 2025	-	1,646	1,646
March 1, 2026	17,937	1,646	19,583
September 1, 2026	-	1,265	1,265
March 1, 2027	17,220	1,265	18,485
September 1, 2027	-	888	888
March 1, 2028	19,372	888	20,260
September 1, 2028	-	452	452
March 1, 2029	20,202	452	20,654
	<u>\$ 200,725</u>	<u>\$ 83,878</u>	<u>\$ 284,603</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2012A General Obligation Corporate Purpose Bonds

The sewer utility portion of outstanding corporate purpose bonds issued in 2012 is \$266,615. Proceeds of \$1,418,000 were used for general village purposes and \$2,682,000 were used for utility purposes. Interest rates vary from .40% to 3.50% and payments are due through February 2032.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
February 1, 2014	\$ 10,125	\$ 3,021	\$ 13,146
August 1, 2014	-	2,991	2,991
March 1, 2015	10,125	2,991	13,116
August 1, 2015	-	2,951	2,951
February 1, 2016	11,813	2,951	14,764
August 1, 2016	-	2,891	2,891
February 1, 2017	11,813	2,891	14,704
August 1, 2017	-	2,824	2,824
February 1, 2018	8,775	2,824	11,599
August 1, 2018	-	2,766	2,766
February 1, 2019	16,875	2,766	19,641
August 1, 2019	-	2,640	2,640
February 1, 2020	16,875	2,640	19,515
August 1, 2020	-	2,496	2,496
February 1, 2021	16,875	2,496	19,371
August 1, 2021	-	2,340	2,340
February 1, 2022	16,200	2,340	18,540
August 1, 2022	-	2,178	2,178
February 1, 2023	15,188	2,178	17,366
August 1, 2023	-	2,011	2,011
February 1, 2024	15,188	2,011	17,199
August 1, 2024	-	1,829	1,829
February 1, 2025	15,188	1,829	17,017
August 1, 2025	-	1,632	1,632
February 1, 2026	15,188	1,632	16,820
August 1, 2026	-	1,419	1,419
February 1, 2027	15,188	1,419	16,607
August 1, 2027	-	1,191	1,191
February 1, 2028	15,188	1,191	16,379
August 1, 2028	-	948	948
February 1, 2029	15,188	948	16,136
August 1, 2029	-	697	697
February 1, 2030	15,188	697	15,885
August 1, 2030	-	439	439
February 1, 2031	14,850	439	15,289
August 1, 2031	-	183	183
February 1, 2032	10,785	183	10,968
	<u>\$ 266,615</u>	<u>\$ 71,873</u>	<u>\$ 338,488</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE
LONG-TERM DEBT SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2013

2012B General Obligation Refunding Bonds

The sewer utility portion of outstanding corporate purpose bonds issued in 2012 is \$1,113,407. Proceeds of \$365,000 were used for general village purposes and \$1,475,000 were used for utility purposes. Interest rates vary from 2.00% to 2.70% and payments are due through February 2029.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
March 1, 2014	\$ 63,300	\$ 12,364	\$ 75,664
September 1, 2014	-	11,730	11,730
March 1, 2015	66,465	11,730	78,195
September 1, 2015	-	11,065	11,065
March 1, 2016	66,465	11,065	77,530
September 1, 2016	-	10,400	10,400
March 1, 2017	69,630	10,400	80,030
September 1, 2017	-	9,704	9,704
March 1, 2018	66,465	9,704	76,169
September 1, 2018	-	9,039	9,039
March 1, 2019	66,465	9,039	75,504
September 1, 2019	-	8,375	8,375
March 1, 2020	69,630	8,375	78,005
September 1, 2020	-	7,678	7,678
March 1, 2021	69,630	7,678	77,308
September 1, 2021	-	6,982	6,982
March 1, 2022	66,465	6,982	73,447
September 1, 2022	-	6,317	6,317
March 1, 2023	69,630	6,317	75,947
September 1, 2023	-	5,551	5,551
March 1, 2024	69,630	5,551	75,181
September 1, 2024	-	4,785	4,785
March 1, 2025	69,630	4,785	74,415
September 1, 2025	-	3,950	3,950
March 1, 2026	72,795	3,950	76,745
September 1, 2026	-	3,076	3,076
March 1, 2027	72,795	3,076	75,871
September 1, 2027	-	2,094	2,094
March 1, 2028	75,960	2,094	78,054
September 1, 2028	-	1,068	1,068
March 1, 2029	78,452	1,068	79,520
	<u>\$ 1,113,407</u>	<u>\$ 215,992</u>	<u>\$ 1,329,399</u>

VILLAGE OF FONTANA-ON-GENEVA LAKE

GENERAL REVENUES BY SOURCES (1)
LAST TEN YEARS

<u>Year</u>	<u>Taxes</u>	<u>Inter- governmental</u>	<u>Regulation and Compliance</u>	<u>Public Charges</u>	<u>All Other General Revenue (2)</u>	<u>Total</u>
2004	\$ 2,789,840	\$ 411,744	\$ 293,950	\$ 293,544	\$ 428,213	\$ 4,217,291
2005	2,760,388	388,595	247,712	396,161	6,608,252	10,401,108
2006	2,985,414	458,584	212,668	400,538	394,421	4,451,625
2007	3,815,721	464,024	272,363	439,173	1,586,049	6,577,330
2008	3,826,693	524,704	322,066	453,850	4,240,799	9,368,112
2009	4,169,346	569,045	243,131	469,787	2,100,013	7,551,322
2010	4,248,468	746,121	262,562	563,464	9,267,571	15,088,186
2011	4,016,041	689,766	243,554	544,812	160,064	5,654,237
2012	3,964,365	649,255	281,798	593,183	1,966,873	7,455,474
2013	4,302,373	567,364	323,662	495,769	355,799	6,044,967

(1) Includes all governmental funds.

(2) Includes proceeds from nonutility long-term debt.

VILLAGE OF FONTANA-ON-GENEVA LAKE

GENERAL GOVERNMENT EXPENDITURES BY FUNCTIONS (1)
LAST TEN YEARS

Year	General Government and Contingency	Public Safety	Health and Human Services	Public Works	Culture and Recreation	Conservation and Development	Debt Service	Capital Outlay	Total
2004	\$ 571,546	\$ 1,185,884	\$ 13,159	\$ 1,070,284	\$ 339,407	\$ 224,714	\$ 746,289	\$ 317,266	\$ 4,468,549
2005	640,781	1,232,680	16,843	1,098,552	391,630	188,240	2,433,011	3,286,509	9,288,246
2006	513,201	1,306,967	14,650	822,201	834,743	299,893	4,050,154	4,835,954	12,677,763
2007	687,133	1,268,825	-	875,294	425,487	52,430	1,349,790	2,306,190	6,965,149
2008	648,871	1,394,172	17,512	953,964	429,419	206,474	1,423,907	3,874,528	8,948,847
2009	634,014	1,446,540	17,609	956,425	411,720	411,398	1,668,150	3,350,047	8,895,903
2010	503,268	1,447,716	872	872,774	426,632	84,589	1,691,811	961,433	5,989,095
2011	496,668	1,509,092	11,409	943,200	391,359	129,887	3,062,753	266,677	6,811,045
2012	509,901	1,462,126	2,984	932,333	434,291	95,594	1,955,622	1,093,355	6,486,206
2013	555,514	1,569,942	12,832	1,005,534	433,847	81,149	1,540,849	869,862	6,069,529

(1) Includes all governmental funds.

VILLAGE OF FONTANA-ON-GENEVA LAKE

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN YEARS

Collection Year	Total Tax Levy	Current Tax Collections	Total Percent of Levy Collected	Delinquent Tax Collected	Total Tax Collections	Collections As Percent of Current Levy
2004	\$ 12,807,259	\$ 12,801,615	99.96%	\$ 5,327	\$ 12,806,942	100.00%
2005	13,022,968	13,021,109	99.99%	4,569	13,025,678	100.02%
2006	13,581,058	13,580,568	100.00%	4,520	13,585,088	100.03%
2007	15,272,483	15,271,284	99.99%	979	15,272,263	100.00%
2008	16,071,513	16,070,508	99.99%	529	16,071,037	100.00%
2009	17,331,305	17,330,303	99.99%	549	17,330,852	100.00%
2010	17,333,601	17,332,800	100.00%	1,628	17,334,428	100.00%
2011	17,252,648	17,199,640	99.69%	2,208	17,201,848	99.71%
2012	17,503,382	17,502,172	99.99%	619	17,502,791	100.00%
2013	17,355,795	17,354,766	99.99%	74	17,354,840	99.99%

VILLAGE OF FONTANA-ON-GENEVA LAKE

ASSESSED AND ESTIMATED ACTUAL VALUE (1) OF TAXABLE PROPERTY
LAST TEN YEARS

Year	Real Property		Personal Property		Total	Ratio of Total Assessed Value to Total Estimated Actual Value (1)	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)			
2004	\$ 605,860,600	\$ 748,876,900	\$ 2,952,100	\$ 3,514,400	\$ 608,812,700	\$ 752,391,300	80.92%
2005	856,773,500	837,473,700	2,942,200	4,900,300	859,715,700	842,374,000	102.06%
2006	905,739,500	1,074,472,800	4,078,100	4,431,200	909,817,600	1,078,904,000	84.33%
2007	914,082,502	1,218,969,900	3,319,800	3,905,700	917,402,302	1,222,875,600	75.02%
2008	1,291,846,310	1,355,486,900	3,589,000	3,578,800	1,295,435,310	1,359,065,700	95.32%
2009	1,280,785,000	1,322,492,100	3,535,600	3,824,300	1,284,320,600	1,326,316,400	96.83%
2010	1,279,290,900	1,247,418,700	4,003,800	3,826,400	1,283,294,700	1,251,245,100	102.56%
2011	1,211,893,600	1,267,255,400	3,836,700	3,832,800	1,215,730,300	1,271,088,200	95.64%
2012	1,205,468,700	1,173,885,800	3,415,700	4,180,000	1,208,884,400	1,178,065,800	102.62%
2013	1,192,859,300	1,137,761,900	3,430,600	2,893,500	1,196,289,900	1,140,655,400	104.88%

(1) Equalized value as determined by the State of Wisconsin

VILLAGE OF FONTANA-ON-GENEVA LAKE

RATIO OF NET GENERAL OBLIGATION LONG-TERM DEBT
TO ASSESSED VALUE AND EQUALIZED VALUE AND
LONG-TERM DEBT PER CAPITA
LAST TEN YEARS

Year	Population	Assessed Value	Equalized Value	General Obligation Long-Term Debt	Ratio of Long-Term Debt to Assessed Value	Ratio of Long-Term Debt to Equalized Value	Long-Term Debt Per Capita
2004	1,842	\$ 608,812,700	\$ 752,391,300	\$ 8,102,646	1.33%	1.08%	\$ 4,399
2005	1,851	859,715,700	842,374,000	7,736,667	0.90%	0.92%	4,180
2006	1,866	909,817,600	1,014,723,300	12,538,585	1.38%	1.24%	6,719
2007	1,866	917,402,302	1,222,875,600	13,425,965	1.46%	1.10%	7,195
2008	1,874	1,295,435,310	1,268,273,200	17,172,710	1.33%	1.35%	9,164
2009	1,890	1,284,320,600	1,233,538,900	19,539,635	1.52%	1.58%	10,338
2010	1,890	1,283,294,700	1,251,245,100	25,870,795	2.02%	2.07%	13,688
2011	1,671	1,215,730,300	1,271,088,200	23,071,180	1.90%	1.82%	13,807
2012	1,674	1,208,884,400	1,178,065,800	25,858,929	2.14%	2.20%	15,447
2013	1,671	1,196,289,900	1,140,655,400	24,515,167	2.05%	2.15%	14,671

VILLAGE OF FONTANA-ON-GENEVA LAKE

DEMOGRAPHIC STATISTICS
LAST TEN YEARS

Year	Population (3)	Per Return Adjusted Gross Income (1)	Unemployment Rate - Walworth County (2)
2004	1,842	\$ 79,250	4.3%
2005	1,851	77,507	4.1%
2006	1,866	69,217	4.4%
2007	1,866	77,643	4.6%
2008	1,874	61,722	6.3%
2009	1,890	64,392	9.0%
2010	1,890	66,747	7.6%
2011	1,671	68,840	7.0%
2012	1,674	80,150	7.0%
2013	1,671	Unavailable	6.2%

(1) Per return adjusted gross income statistics provided by Wisconsin Department of Revenue.

(2) Walworth County unemployment rates provided by Wisconsin Department of Workforce Development (Office of Research and Analysis).

(3) Population provided by Wisconsin Department of Administration.

VILLAGE OF FONTANA-ON-GENEVA LAKE

PRINCIPAL TAXPAYERS (1)

<u>Name</u>	<u>Type of Taxpayer</u>	<u>2013 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Thomas S. Freytag	Residential	\$ 7,482,400	0.58%
Dean L. Buntrock	Residential	7,130,900	0.55%
Shodeen Family Property Co, LLC	Residential	6,863,100	0.53%
Belvidere Park	Residential Association	6,320,800	0.49%
Robert Gee	Residential	5,916,900	0.46%
Trudy Havens	Residential	5,910,000	0.46%
Harvard Club	Residential Association	5,827,000	0.45%
Kenneth E Wegner Family Trust	Residential	5,775,700	0.45%
Peter Wright	Residential	5,565,600	0.43%
Grace Newton/David Weinberg	Residential	<u>5,533,200</u>	0.43%
		<u><u>\$ 62,325,600</u></u>	4.81%

(1) Information provided from the village's 2013 assessment roll.