

**CITY OF STOUGHTON**  
**REPORT TO THE CITY COUNCIL**

**May 27, 2014**

Presented By:

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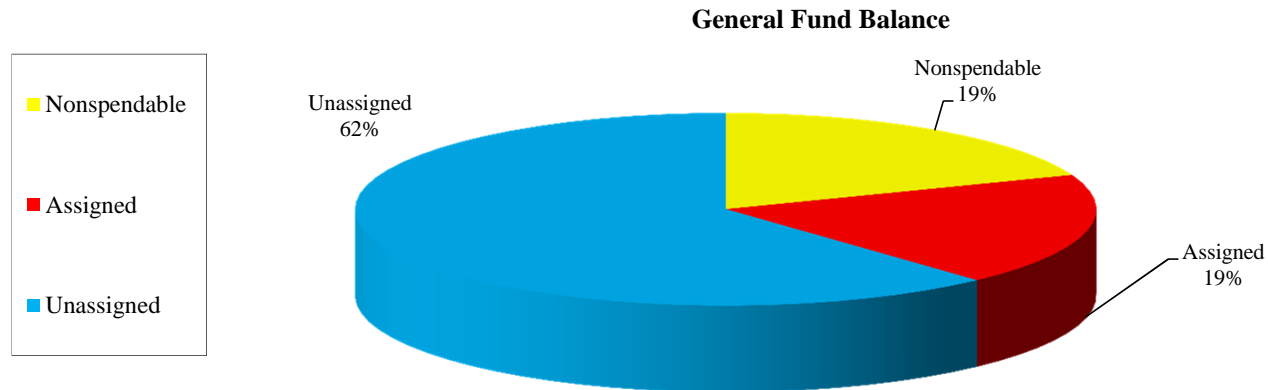
Heather S. Acker, CPA, Partner

Note: Actual data was derived from current and prior years audited financial statements

## CITY OF STOUGHTON 2013 FINANCIAL STATEMENT HIGHLIGHTS

### DETAILS OF GENERAL FUND BALANCE

	<u>2013</u>
<u>Nonspendable</u> <i>includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.</i>	\$921,928
<u>Assigned</u> <i>includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed.</i>	909,706
<u>Unassigned</u> <i>includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories.</i>	<u>2,965,631</u>
<b>Total General Fund Balance</b>	<b><u>\$ 4,797,265</u></b>



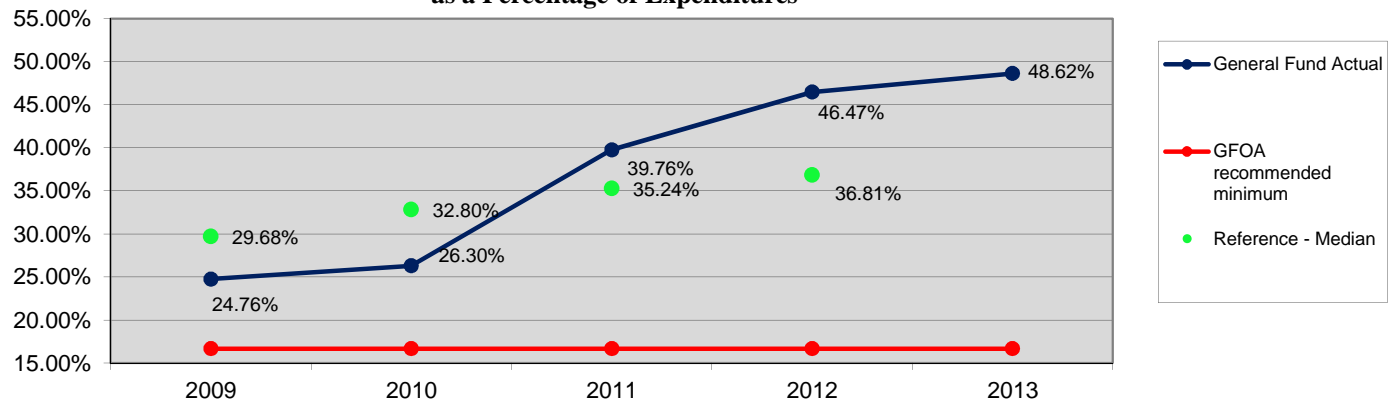
# CITY OF STOUGHTON

## 2013 FINANCIAL STATEMENT HIGHLIGHTS

### ANALYSIS OF GENERAL FUND BALANCE

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>Unreserved Fund Balance</b>	\$ 1,967,682	\$ 1,980,637	\$ -	\$ -	\$ -
<b>Unrestricted Fund Balance</b>	-	-	3,165,204	3,638,916	3,875,337
<b>Expenditures</b>	7,946,450	7,531,141	7,960,296	7,831,299	7,969,898
<b>% of expenditures</b>	24.76%	26.30%	39.76%	46.47%	48.62%

**Unreserved or Unrestricted General Fund Balance  
as a Percentage of Expenditures**



GFOA recommended range for % of expenditures: no less than 2 months of regular GF operating expenditures

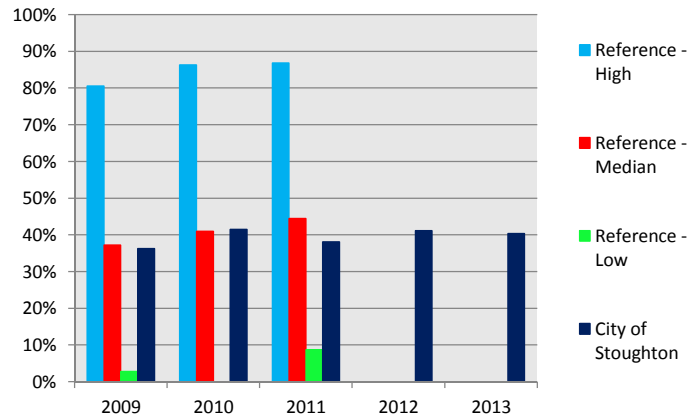
Reference values for the population range: 10,000 to 17,500 generated from 2009-2012 Baker Tilly municipal client data for Wisconsin.

## CITY OF STOUGHTON 2013 FINANCIAL STATEMENT HIGHLIGHTS

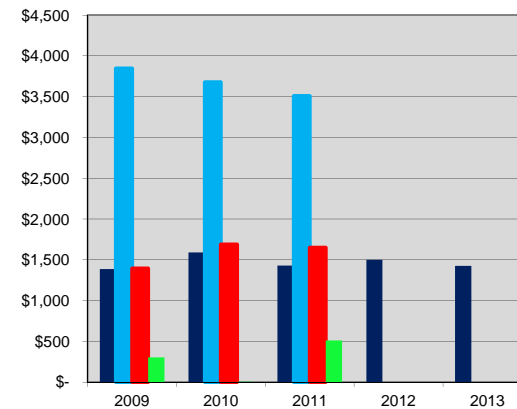
### GENERAL OBLIGATION DEBT OUSTANDING

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>Total General Obligation (G.O) Debt (net)</b>					
City	\$ 18,580,000	\$ 19,485,000	\$ 17,525,000	\$ 18,162,500	\$ 16,704,563
Utilities	-	1,015,000	965,000	900,000	1,436,547
Less: Funds available for debt	(762,772)	(103,206)	(120,617)	(150,754)	(100,064)
<b>TOTAL</b>	<u>\$ 17,817,228</u>	<u>\$ 20,396,794</u>	<u>\$ 18,369,383</u>	<u>\$ 18,911,746</u>	<u>\$ 18,041,046</u>
<b>Population</b>	12,865	12,820	12,840	12,611	12,646
<b>G.O. Debt Capacity</b>	\$ 49,108,090	\$ 49,130,975	\$ 48,174,030	\$ 45,913,530	\$ 44,706,275
G.O. debt per capita	\$ 1,385	\$ 1,591	\$ 1,431	\$ 1,500	\$ 1,427
% of debt limit	36%	42%	38%	41%	40%

**Percentage of Debt Limit**



**G.O. Debt Outstanding - Per Capita**



2009-2011 Reference values for the population range: 10,000 to 17,500 taken from *MunicipalFacts13* publication by the Wisconsin Taxpayers Alliance, 2013.

**CITY OF STOUGHTON**  
**2013 FINANCIAL STATEMENT HIGHLIGHTS**

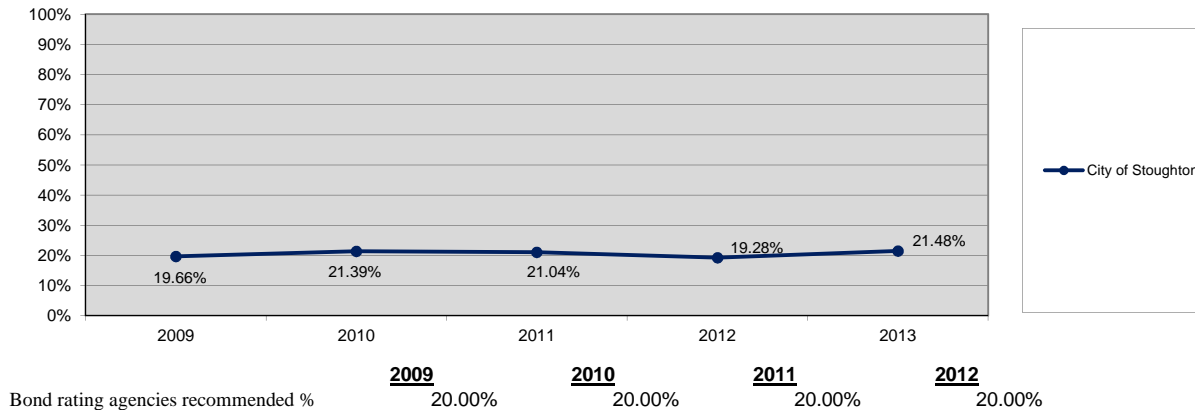
**ANALYSIS OF DEBT SERVICE - GOVERNMENTAL FUNDS**

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b><u>Total Debt Service</u></b>					
Principal*	\$ 1,523,177	\$ 1,830,000	\$ 1,960,000	\$ 1,985,000	\$ 2,196,937
Interest	835,966	685,013	592,525	544,763	493,184
<b>TOTAL</b>	<b>\$ 2,359,143</b>	<b>\$ 2,515,013</b>	<b>\$ 2,552,525</b>	<b>\$ 2,529,763</b>	<b>\$ 2,690,121</b>
<b><u>Total Non-Capital Expenditures</u></b>					
Total governmental funds expenditures*	\$ 14,633,842	\$ 14,551,647	\$ 14,658,832	\$ 15,675,733	\$ 15,207,325
Less: capital outlay	(2,633,478)	(2,793,339)	(2,527,432)	(2,552,034)	(2,685,674)
<b>TOTAL NON-CAPITAL EXPENDITURES</b>	<b>\$ 12,000,364</b>	<b>\$ 11,758,308</b>	<b>\$ 12,131,400</b>	<b>\$ 13,123,699</b>	<b>\$ 12,521,651</b>

\* excludes refunded principal

% of debt service to non-capital expenditures	19.66%	21.39%	21.04%	19.28%	21.48%
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**Debt Service to Non-Capital Expenditures**

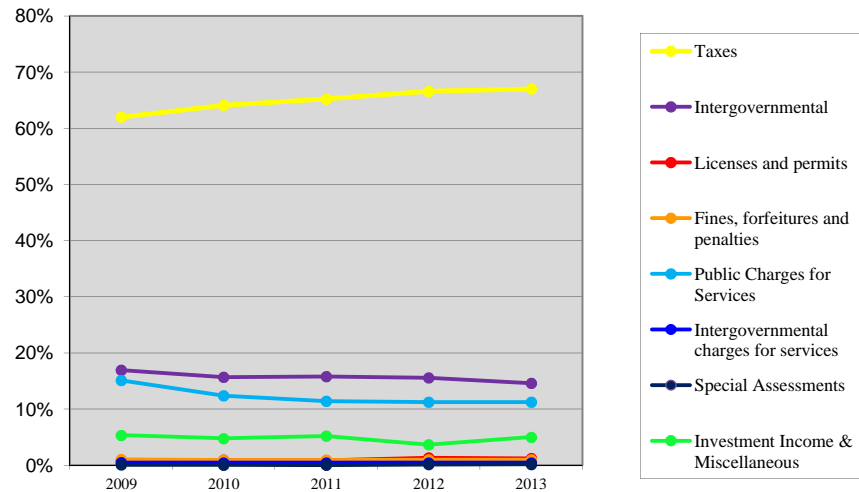


## CITY OF STOUGHTON 2013 FINANCIAL STATEMENT HIGHLIGHTS

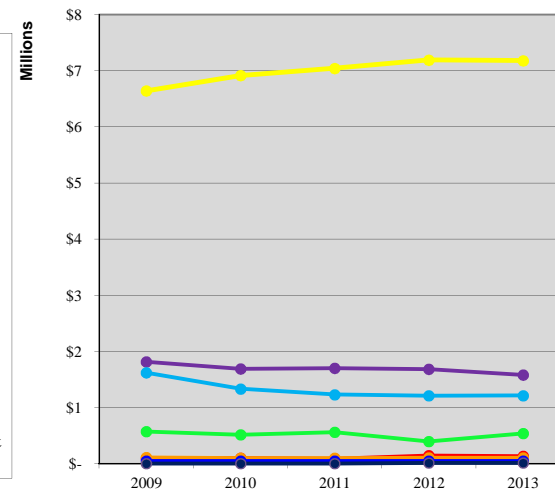
### GENERAL & DEBT SERVICE FUND REVENUES

	<u>2009</u>	<u>%</u>	<u>2010</u>	<u>%</u>	<u>2011</u>	<u>%</u>	<u>2012</u>	<u>%</u>	<u>2013</u>	<u>%</u>
<b>Total Revenues</b>										
Taxes	\$ 6,640,573	62%	\$ 6,913,451	64%	\$ 7,041,880	65%	\$ 7,190,100	67%	\$ 7,179,236	67%
Intergovernmental	1,814,270	17%	1,691,669	16%	1,704,190	16%	1,684,260	16%	1,583,146	15%
Licenses and permits	91,081	1%	101,117	1%	91,627	1%	145,374	1%	134,056	1%
Fines, forfeitures and penalties	113,943	1%	102,243	1%	99,878	1%	107,159	1%	107,798	1%
Public charges for services	1,621,702	15%	1,334,468	12%	1,232,287	11%	1,212,026	11%	1,215,710	11%
Intergovernmental charges for services	48,783	0%	48,783	0%	48,783	0%	48,783	0%	48,783	0%
Special Assessments	6,219	0%	5,589	0%	3,517	0%	14,549	0%	17,148	0%
Investment Income & Miscellaneous	573,010	5%	515,373	5%	563,026	5%	396,349	4%	542,027	5%
<b>TOTAL</b>	<b>\$ 10,909,581</b>	<b>102%</b>	<b>\$ 10,712,693</b>	<b>99%</b>	<b>\$ 10,785,188</b>	<b>100%</b>	<b>\$ 10,798,600</b>	<b>100%</b>	<b>\$ 10,827,904</b>	<b>100%</b>

**% of Total Revenue**



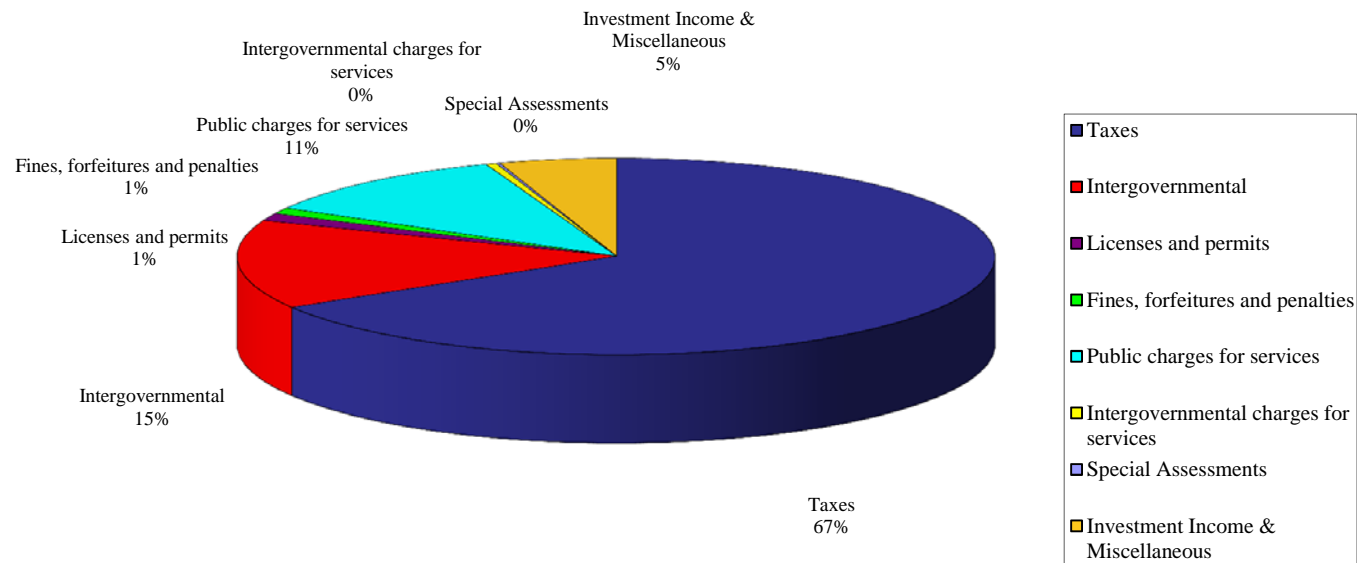
**Total Revenue**



**CITY OF STOUGHTON  
2013 FINANCIAL STATEMENT HIGHLIGHTS**

**2013 GENERAL & DEBT SERVICE FUND REVENUES**

**Total Revenues: \$10,827,904**

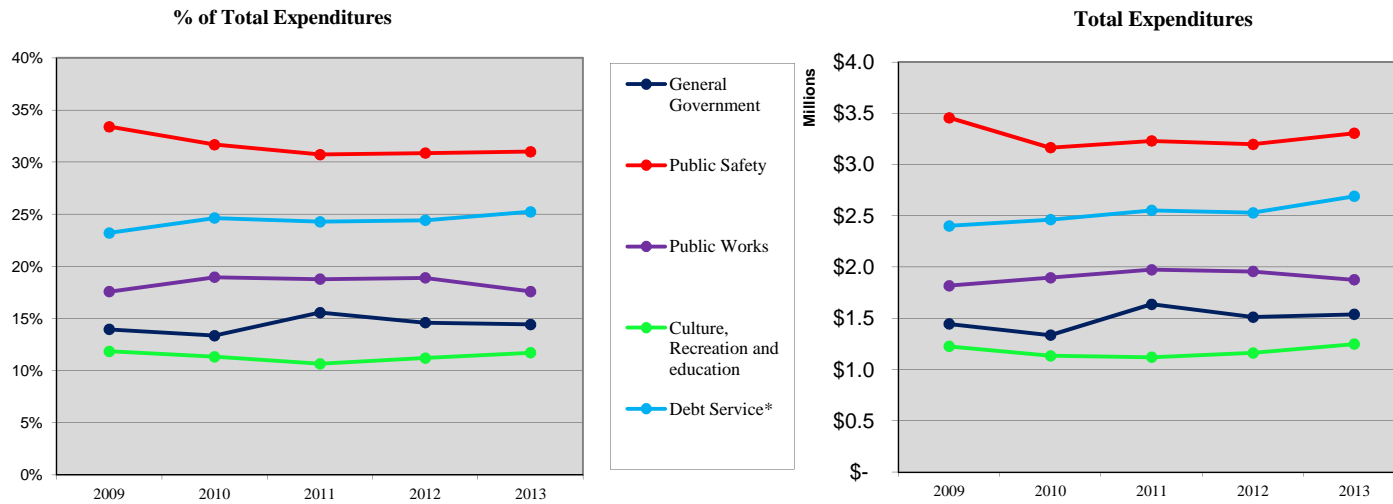


## CITY OF STOUGHTON 2013 FINANCIAL STATEMENT HIGHLIGHTS

### GENERAL & DEBT SERVICE FUND EXPENDITURES

	<u>2009</u>	<u>%</u>	<u>2010</u>	<u>%</u>	<u>2011</u>	<u>%</u>	<u>2012</u>	<u>%</u>	<u>2013</u>	<u>%</u>
<b>Total Expenditures</b>										
General Government	\$ 1,444,752	14%	\$ 1,335,841	13%	\$ 1,636,596	16%	\$ 1,513,012	15%	\$ 1,539,173	14%
Public Safety	3,455,957	33%	3,165,541	32%	3,229,765	31%	3,198,001	31%	3,305,741	31%
Public Works	1,818,931	18%	1,895,576	19%	1,973,585	19%	1,957,773	19%	1,875,905	18%
Culture, recreation and education	1,226,810	12%	1,134,183	11%	1,120,350	11%	1,162,513	11%	1,249,079	12%
Debt Service*	2,402,076	23%	2,462,332	25%	2,552,525	24%	2,529,763	24%	2,690,121	25%
<b>TOTAL</b>	<b>\$ 10,348,526</b>	<b>100%</b>	<b>\$ 9,993,473</b>	<b>100%</b>	<b>\$ 10,512,821</b>	<b>100%</b>	<b>\$ 10,361,062</b>	<b>100%</b>	<b>\$ 10,660,019</b>	<b>100%</b>

\*Excludes debt refunding of \$6,450,000 in 2008, \$3,323,513 in 2009, \$3,360,000 in 2010, and \$1,000,000 in 2012.



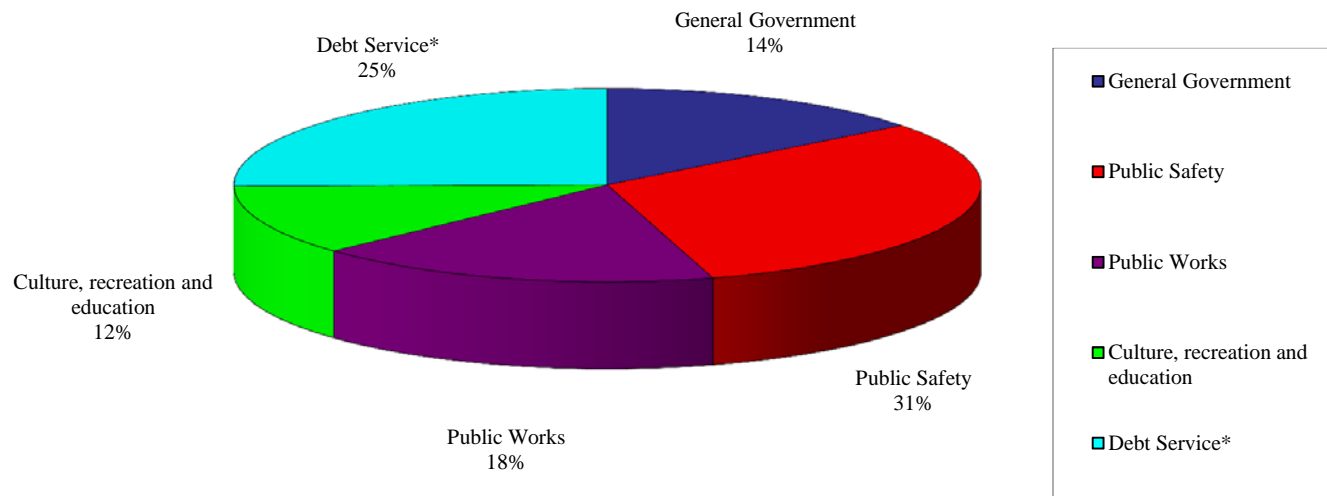


**CITY OF STOUGHTON  
2013 FINANCIAL STATEMENT HIGHLIGHTS**

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**2013 GENERAL & DEBT SERVICE FUND EXPENDITURES**

**Total Expenditures: \$10,660,019**

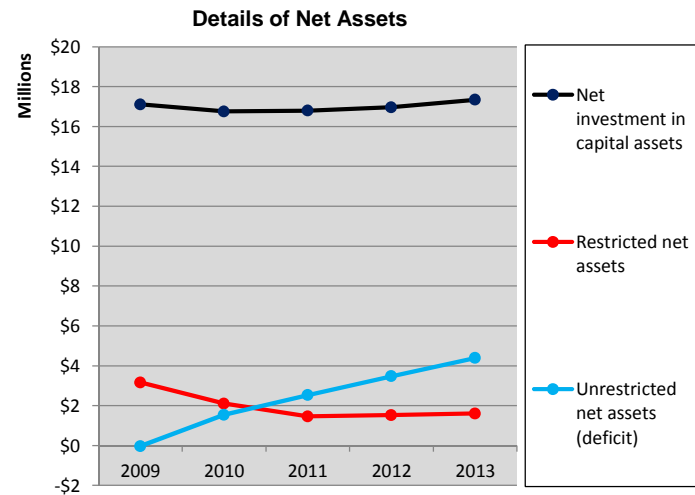
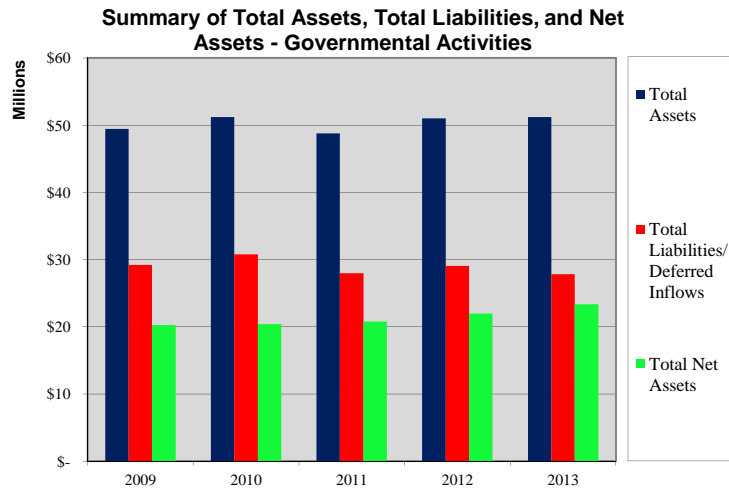


\*Excludes debt refunding of \$6,450,000 in 2008, \$3,323,513 in 2009, \$3,360,000 in 2010, and \$1,000,000 in 2012.

## CITY OF STOUGHTON 2013 FINANCIAL STATEMENT HIGHLIGHTS

### ANALYSIS OF NET ASSETS - GOVERNMENTAL ACTIVITIES

	<u>2009</u>	<u>%</u>	<u>2010</u>	<u>%</u>	<u>2011</u>	<u>%</u>	<u>2012</u>	<u>%</u>	<u>2013</u>	<u>%</u>
<b>Total Assets</b>	\$ 49,451,331		\$ 51,182,242		\$ 48,770,812		\$ 51,019,843		\$ 51,176,991	
<b>Total Liabilities/Deferred Inflows</b>	29,208,713		30,780,437		27,981,229		29,056,966		27,843,075	
Net investment in capital assets	17,105,770	85%	16,752,659	82%	16,796,049	81%	16,961,378	77%	17,339,852	74%
Restricted net assets	3,167,733	17%	2,102,686	10%	1,461,342	7%	1,527,101	7%	1,605,607	7%
Unrestricted net assets (deficit)	(30,885)	0%	1,546,460	8%	2,532,192	12%	3,474,398	16%	4,388,457	19%
<b>Total Net Assets</b>	<u>\$ 20,242,618</u>	<u>100%</u>	<u>\$ 20,401,805</u>	<u>100%</u>	<u>\$ 20,789,583</u>	<u>100%</u>	<u>\$ 21,962,877</u>	<u>100%</u>	<u>\$ 23,333,916</u>	<u>100%</u>
<b>Net Assets as a % of Total Assets</b>		41%		40%		43%		43%		46%



Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

**CITY OF STOUGHTON**  
**2013 FINANCIAL STATEMENT HIGHLIGHTS**

**HISTORICAL SUMMARY OF TAX INCREMENTAL FINANCING DISTRICTS**  
**FROM DATE OF CREATION THROUGH DECEMBER 31, 2013**

	<u>TIF District No. 3</u>	%	<u>TIF District No. 4</u>	%	<u>TIF District No. 5</u>	%
<b><u>Sources of funds</u></b>						
TIF increment	\$ 2,796,398	27%	\$ 1,406,171	22%	\$ 30,147	6%
Intergovernmental	7,747	0%	124,523	2%	202,578	41%
Public charges for services	12,942	0%	-	0%	-	0%
Contribution from other district	742,340	7%	1,405,024	22%	-	0%
Transfers from other funds	181,304	2%	-	0%	100,000	21%
Investment income	54,304	1%	106,297	2%	16	0%
Land sales	370,024	4%	-	0%	116,616	24%
Miscellaneous revenues	1,109,335	11%	48,691	1%	36,728	8%
Long-term debt issued	5,032,496	48%	3,160,750	51%	-	0%
<b>TOTAL</b>	<b><u>\$ 10,306,890</u></b>	<b>100%</b>	<b><u>\$ 6,251,456</u></b>	<b>100%</b>	<b><u>\$ 486,085</u></b>	<b>100%</b>
<b><u>Uses of Funds</u></b>						
Capital expenditures	\$ 3,729,159	39%	\$ 2,309,568	41%	\$ 956,986	94%
Administration	105,961	1%	72,574	1%	1,724	0%
Contribution to other district	1,106,252	11%	-	0%	-	0%
Debt issuance costs	-	0%	26,075	0%	-	0%
Interest on long-term debt	1,193,785	12%	734,135	13%	66,427	6%
Principal on long-term debt	3,632,496	37%	2,506,026	45%	-	0%
<b>TOTAL</b>	<b><u>\$ 9,767,653</u></b>	<b>100%</b>	<b><u>\$ 5,648,378</u></b>	<b>100%</b>	<b><u>\$ 1,025,137</u></b>	<b>100%</b>
<b>TIF Fund Balance (Deficit) - December 31, 2013</b>	<b>\$ 539,237</b>		<b>\$ 603,078</b>		<b>\$ (539,052)</b>	
<b><u>Calculation of Net Cost Recoverable through TIF Increments</u></b>						
General obligation debt outstanding	1,400,000		654,724		-	
Less/Add: TIF Fund Balance (Deficit) - December 31, 2013	<u>(539,237)</u>		<u>(603,078)</u>		<u>539,052</u>	
<b>Net cost recoverable (recovered) through TIF increments - December 31, 2013</b>	<b><u>\$ 860,763</u></b>		<b><u>\$ 51,646</u></b>		<b><u>\$ 539,052</u></b>	
<b>Creation date:</b>	November 24, 1992		March 23, 1999		March 12, 2010	
<b>Last date to incur project costs:</b>	November 24, 2014		March 23, 2017		March 12, 2032	
<b>Last year to collect increment:</b>	2020		2022		2037	