



CITY OF WISCONSIN DELLS

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT**

DECEMBER 31, 2024

CITY OF WISCONSIN DELLS

Table of Contents

December 31, 2024

	<u>Page</u>
INDEPENDENT AUDITOR’S REPORT	i – iii
FINANCIAL STATEMENTS	
Government Wide Financial Statements	
Statement of Net Position	1 – 2
Statement of Activities	3
Fund Financial Statements	
Balance Sheet - Governmental Funds	4
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	5
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	6
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	7
Statement of Net Position - Proprietary Funds	8
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	9
Statement of Cash Flows - Proprietary Funds	10
Statement of Fiduciary Net Position – Tax Collection Fund	11
Statement of Changes in Fiduciary Net Position – Tax Collection Fund	12
NOTES TO FINANCIAL STATEMENTS	13 – 47

CITY OF WISCONSIN DELLS

Table of Contents (Continued)

December 31, 2024

	<u>Page</u>
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule for the General Fund	48 – 51
Reconciliation of Budgetary Comparison Schedule	52
Wisconsin Retirement System Schedules	53
Local Retiree Life Insurance Fund Schedule	54
Schedule of Changes in the City’s Group Health Insurance Plan OPEB Liability and Related Ratios.....	55
Notes to Required Supplementary Information	56 – 60
SUPPLEMENTARY INFORMATION	
Combining Balance Sheet – Non-Major Governmental Funds	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds	62



INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Wisconsin Dells
Wisconsin Dells, Wisconsin

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Wisconsin Dells, Wisconsin, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wisconsin Dells, Wisconsin, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Wisconsin Dells, Wisconsin, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections* – an amendment of GASB Statement No. 62. This standard requires the restatement of beginning balances to reflect the change in the presentation of major funds. Accordingly, the classification and presentation of certain funds have been adjusted to comply with requirements of GASB 100. Our opinions are not modified with respect to this matter.

As discussed in Note 1 to the financial statements, effective January 1, 2024, the City adopted the provisions of GASB Statement No. 101, *Compensated Absences*. The adoption resulted no change to opening net position for the City. Our opinions are not modified with respect to this matter.

As discussed in Note 17 to the financial statements, beginning net position in the governmental activities of the government wide financial statements was restated due to the correction of an error.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Wisconsin Dells, Wisconsin's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Wisconsin Dells, Wisconsin's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Wisconsin Dells, Wisconsin's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents on pages 48 – 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wisconsin Dells, Wisconsin's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
August 28, 2025

CITY OF WISCONSIN DELLS
FINANCIAL STATEMENTS

City of Wisconsin Dells

**Statement of Net Position
December 31, 2024**

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 23,640,228	\$ 10,622,449	\$ 34,262,677
Taxes receivable	6,193,524	-	6,193,524
Accounts receivable	9,235	1,478,217	1,487,452
Leases receivable - short-term	22,927	20,659	43,586
Interest receivable	4,912	13,870	18,782
Internal balances	138,493	(138,493)	-
Due from other governmental agencies	519,241	-	519,241
Inventories	-	731,977	731,977
Prepaid expenses	11,749	26,486	38,235
Total current assets	<u>30,540,309</u>	<u>12,755,165</u>	<u>43,295,474</u>
Restricted assets:			
Restricted cash	3,829,876	842,473	4,672,349
Total restricted assets	<u>3,829,876</u>	<u>842,473</u>	<u>4,672,349</u>
Capital assets:			
Capital assets	62,132,940	50,014,720	112,147,660
Less: Accumulated depreciation and amortization	<u>(23,798,674)</u>	<u>(24,774,496)</u>	<u>(48,573,170)</u>
Net capital assets	<u>38,334,266</u>	<u>25,240,224</u>	<u>63,574,490</u>
Noncurrent assets:			
Special assessments receivable	789,347	-	789,347
Leases receivable - long-term	595,589	624,461	1,220,050
Land held for resale	147,176	-	147,176
Total noncurrent assets	<u>1,532,112</u>	<u>624,461</u>	<u>2,156,573</u>
Total Assets	<u>74,236,563</u>	<u>39,462,323</u>	<u>113,698,886</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension outflows	2,908,914	741,832	3,650,746
Deferred OPEB outflows - LRLIF	116,394	-	116,394
Deferred OPEB outflows - group health insurance	185,126	-	185,126
Unamortized loss on advanced refunding	303,518	-	303,518
Total Deferred Outflows of Resources	<u>3,513,952</u>	<u>741,832</u>	<u>4,255,784</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 77,750,515</u>	<u>\$ 40,204,155</u>	<u>\$ 117,954,670</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Net Position
December 31, 2024**

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 1,061,962	\$ 481,186	\$ 1,543,148
Accrued liabilities	115,067	6,370	121,437
Accrued interest	512,814	33,110	545,924
Lease liability due within one year	48,048	-	48,048
Debt due within one year	4,047,281	269,698	4,316,979
Compensated absences due within one year	295,415	48,749	344,164
Noncurrent liabilities:			
Customer deposits and public benefits	-	11,445	11,445
Deferred regulatory credit	-	48,749	48,749
Compensated absences due in more than one year	177,471	40,953	218,424
Net pension liability	324,587	82,775	407,362
Net OPEB liability - LRLIF	303,243	-	303,243
OPEB liability - group health insurance	629,872	-	629,872
Lease liability due in more than one year	101,698	-	101,698
Debt due in more than one year	32,622,283	5,510,443	38,132,726
Total Liabilities	<u>40,239,741</u>	<u>6,533,478</u>	<u>46,773,219</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred pension inflows	1,735,470	442,580	2,178,050
Deferred OPEB inflows - LRLIF	170,500	-	170,500
Deferred OPEB inflows - group health insurance	193,919	-	193,919
Deferred lease inflows	566,691	603,269	1,169,960
Subsequent year tax levy	7,368,267	-	7,368,267
Unearned revenue	4,184	-	4,184
Total Deferred Inflows of Resources	<u>10,039,031</u>	<u>1,045,849</u>	<u>11,084,880</u>
NET POSITION (DEFICIT)			
Net investment in capital assets	18,122,034	22,876,490	40,998,524
Restricted for:			
Capital projects	6,122,139	-	6,122,139
Debt service	1,370,264	742,473	2,112,737
Premier Resort Tax	5,244,126	-	5,244,126
Other purposes	571,861	100,000	671,861
Unrestricted (deficit)	(3,958,681)	8,905,865	4,947,184
Total Net Position	<u>27,471,743</u>	<u>32,624,828</u>	<u>60,096,571</u>
 Total Liabilities, Deferred Inflows of Resources and Net Position	 <u>\$ 77,750,515</u>	 <u>\$ 40,204,155</u>	 <u>\$ 117,954,670</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Activities
For the Year Ended December 31, 2024**

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 776,592	\$ 471,931	\$ 183,105	\$ -	\$ (121,556)		\$ (121,556)
Public safety	4,011,341	311,094	63,749	-	(3,636,498)		(3,636,498)
Public works	2,995,408	487,672	786,715	-	(1,721,021)		(1,721,021)
Health and human services	131,028	27,539	-	-	(103,489)		(103,489)
Culture, recreation, and education	1,696,542	246,814	608,404	10,000	(831,324)		(831,324)
Conservation and development	3,031,003	457,740	-	-	(2,573,263)		(2,573,263)
Interest on long-term debt	1,112,907	-	-	-	(1,112,907)		(1,112,907)
Total	<u>13,754,821</u>	<u>2,002,790</u>	<u>1,641,973</u>	<u>10,000</u>	<u>(10,100,058)</u>		<u>(10,100,058)</u>
Business-type activities:							
Electric	8,902,082	8,797,680	-	30,393	-	\$ (74,009)	(74,009)
Water	799,838	939,762	-	-	-	139,924	139,924
Sewer	1,771,243	1,412,903	-	121,098	-	(237,242)	(237,242)
Parking	349,384	1,046,431	-	-	-	697,047	697,047
Total business-type activities	<u>11,822,547</u>	<u>12,196,776</u>	<u>-</u>	<u>151,491</u>	<u>-</u>	<u>525,720</u>	<u>525,720</u>
Total	<u>\$ 25,577,368</u>	<u>\$ 14,199,566</u>	<u>\$ 1,641,973</u>	<u>\$ 161,491</u>	<u>(10,100,058)</u>	<u>525,720</u>	<u>(9,574,338)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes					3,563,065	-	3,563,065
Room taxes					2,240,270	-	2,240,270
Tax increments					2,998,652	-	2,998,652
Premier Resort Tax					3,274,753	-	3,274,753
Other taxes					232,770	-	232,770
Grants and contributions not restricted to specific programs					895,966	-	895,966
Unrestricted investment earnings					1,168,333	321,101	1,489,434
Miscellaneous					63,523	36,049	99,572
Special item - gain/(loss) on disposal of fixed assets					89,075	28,783	117,858
Special item - write off of special assessment receivable					(57,150)	-	(57,150)
Transfers					(1,849,218)	1,849,218	-
Total general revenues, special items and transfers					<u>12,620,039</u>	<u>2,235,151</u>	<u>14,855,190</u>
Changes in Net Position					<u>2,519,981</u>	<u>2,760,871</u>	<u>5,280,852</u>
Net Position - beginning of year, as previously stated					20,631,762	29,863,957	50,495,719
Error correction					4,320,000	-	4,320,000
Net Position - beginning of year, as restated					<u>24,951,762</u>	<u>29,863,957</u>	<u>54,815,719</u>
Net Position - end of year					<u>\$ 27,471,743</u>	<u>\$ 32,624,828</u>	<u>\$ 60,096,571</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Balance Sheet
Governmental Funds
December 31, 2024**

	General Fund	Premier Resort Tax	Debt Service	Capital Reserve	Room Tax	Tax Increment Districts	Non-Major Governmental Funds	Total Governmental Funds
ASSETS								
Cash and Cash Equivalents	\$ 4,192,360	\$ 4,774,598	\$ 410,807	\$ 1,268,659	\$ 60,518	\$ 11,896,691	\$ 1,036,594	\$ 23,640,227
Receivables:								
Taxes	2,975,431	-	79,614	-	-	2,782,701	355,777	6,193,523
Special Assessments	72,421	-	226,605	-	-	490,321	-	789,347
Leases	618,516	-	-	-	-	-	-	618,516
Interest	4,912	-	-	-	-	-	-	4,912
Other	4,235	-	-	-	-	-	5,000	9,235
Due from Other Funds	138,492	-	-	-	-	-	-	138,492
Due from Other Governments	-	519,241	-	-	-	-	-	519,241
Prepaid Expenses	11,749	-	-	-	-	-	-	11,749
Restricted Cash	96,065	-	57,892	2,305,655	-	1,370,264	-	3,829,876
Land Held for Resale	-	-	-	2,452	-	144,724	-	147,176
Total Assets	<u>\$ 8,114,181</u>	<u>\$ 5,293,839</u>	<u>\$ 774,918</u>	<u>\$ 3,576,766</u>	<u>\$ 60,518</u>	<u>\$ 16,684,701</u>	<u>\$ 1,397,371</u>	<u>\$ 35,902,294</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts Payable	\$ 258,803	\$ 49,713	\$ -	\$ 565,568	\$ 54,466	\$ 175,894	\$ 56,004	\$ 1,160,448
Accrued Liabilities	16,537	-	-	-	-	-	45	16,582
Total Liabilities	<u>275,340</u>	<u>49,713</u>	<u>-</u>	<u>565,568</u>	<u>54,466</u>	<u>175,894</u>	<u>56,049</u>	<u>1,177,030</u>
Deferred Inflows of Resources:								
Tax Levy	3,664,065	-	-	-	-	3,433,746	415,180	7,512,991
Special Assessments	-	-	226,605	-	-	345,597	-	572,202
Leases	566,691	-	-	-	-	-	-	566,691
Unearned Revenue	4,184	-	-	-	-	-	-	4,184
Total Deferred Inflows of Resources	<u>4,234,940</u>	<u>-</u>	<u>226,605</u>	<u>-</u>	<u>-</u>	<u>3,779,343</u>	<u>415,180</u>	<u>8,656,068</u>
Fund Balances:								
Nonspendable	84,170	-	-	2,452	-	144,724	-	231,346
Restricted for:								
Debt Service	-	-	548,313	-	-	1,370,264	-	1,918,577
Library	96,065	-	-	-	-	-	-	96,065
BID	-	-	-	-	-	-	183,022	183,022
Capital Projects	-	-	-	2,305,655	-	11,214,476	-	13,520,131
River Arts	-	-	-	-	-	-	18,187	18,187
Housing Program	-	-	-	-	-	-	118,209	118,209
Revolving Loan Fund	-	-	-	-	-	-	14,897	14,897
Fire Services	-	-	-	-	-	-	141,481	141,481
Premier Resort Tax	-	5,244,126	-	-	-	-	-	5,244,126
Committed	-	-	-	-	-	-	395,868	395,868
Assigned	1,047,268	-	-	703,091	6,052	-	54,478	1,810,889
Unassigned	2,376,398	-	-	-	-	-	-	2,376,398
Total Fund Balances	<u>3,603,901</u>	<u>5,244,126</u>	<u>548,313</u>	<u>3,011,198</u>	<u>6,052</u>	<u>12,729,464</u>	<u>926,142</u>	<u>26,069,196</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 8,114,181</u>	<u>\$ 5,293,839</u>	<u>\$ 774,918</u>	<u>\$ 3,576,766</u>	<u>\$ 60,518</u>	<u>\$ 16,684,701</u>	<u>\$ 1,397,371</u>	<u>\$ 35,902,294</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2024**

Total fund balance, governmental funds	\$ 26,069,196
--	---------------

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.	38,334,266
---	------------

Pension and OPEB deferred outflows and inflows of resources are actuarially determined. These items are reflected in the Statement of Net Position and are being amortized with pension and OPEB expense in the Statement of Activities. They are not current financial resources or uses and are therefore not reported in the fund statements.

Pension and OPEB related deferred outflows	3,210,434
Pension and OPEB related deferred inflows	(2,099,889)

Certain other deferred outflows are not available to pay current period expenditures and therefore are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position. This amount represents unamortized loss on advanced refunding.

303,518

Some receivables are fully accrued and recognized as revenues when the receivable is established for the governmental activities of the Statement of Net Position. They are reported as deferred inflows on the fund financial statements to the extent they are not available.

Special assessments	716,926
---------------------	---------

Some liabilities, (such as Notes Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.

Long-term debt	(36,669,564)
Lease liabilities	(149,746)
Compensated absences	(472,886)
Net pension liability	(324,587)
Net OPEB liability - LRLIF	(303,243)
OPEB liability - group health insurance	(629,872)
Accrued interest	(512,814)
Rounding	4
	(39,062,708)

Net Position of Governmental Activities in the Statement of Net Position	\$ 27,471,743
--	---------------

City of Wisconsin Dells

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2024**

	General Fund	Premier Resort Tax	Debt Service	Capital Reserve	Room Tax	Tax Increment Districts	Non-Major Governmental Funds	Total Governmental Funds
REVENUES								
Taxes	\$ 2,975,406	\$ 3,274,753	\$ 820,430	\$ -	\$ 2,240,270	\$ 2,998,653	\$ 415,000	\$ 12,724,512
Special Assessment Revenue	-	-	75,535	-	-	11,040	-	86,575
Intergovernmental	1,894,776	-	-	-	-	421,038	302,889	2,618,703
License and Permits	225,729	-	-	-	-	-	57,891	283,620
Fines, Forfeits and Penalties	140,258	-	-	-	-	-	2,342	142,600
Public Charges for Services	699,472	-	-	-	-	-	-	699,472
Intergovernmental Charges for Services	-	-	-	-	-	163,009	-	163,009
Interest/Investment Income	481,638	-	20,311	113,474	-	601,524	3,765	1,220,712
Miscellaneous Income	250,490	366	-	-	-	-	64,253	315,109
Total Revenues	<u>6,667,769</u>	<u>3,275,119</u>	<u>916,276</u>	<u>113,474</u>	<u>2,240,270</u>	<u>4,195,264</u>	<u>846,140</u>	<u>18,254,312</u>
EXPENDITURES								
Current:								
General Government	654,899	126,211	-	-	-	36,972	-	818,082
Public Safety	2,793,655	154,951	-	-	-	-	268,812	3,217,418
Public Works	1,513,089	-	-	1,192,601	-	-	-	2,705,690
Health and Human Services	136,297	-	-	-	-	-	-	136,297
Culture, Recreation and Education	1,433,977	36,939	-	-	-	-	26,546	1,497,462
Conservation and Development	141,653	-	-	-	2,282,796	183,903	392,505	3,000,857
Miscellaneous	-	-	-	-	-	-	-	-
Capital Outlay	286,926	3,036,274	-	-	-	3,740,855	13,166	7,077,221
Debt Service:								
Principal Repayment	-	705,000	705,000	40,812	-	2,395,000	-	3,845,812
Interest and Fiscal Charges	-	81,025	214,338	2,991	-	710,919	-	1,009,273
Total Expenditures	<u>6,960,496</u>	<u>4,140,400</u>	<u>919,338</u>	<u>1,236,404</u>	<u>2,282,796</u>	<u>7,067,649</u>	<u>701,029</u>	<u>23,308,112</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(292,727)</u>	<u>(865,281)</u>	<u>(3,062)</u>	<u>(1,122,930)</u>	<u>(42,526)</u>	<u>(2,872,385)</u>	<u>145,111</u>	<u>(5,053,800)</u>
OTHER FINANCING SOURCES (USES)								
Proceeds from Sale of Capital Assets	4,075	85,000	-	-	-	-	-	89,075
Proceeds from Long-term Debt	-	-	-	-	-	9,827,389	-	9,827,389
Proceeds from Financed Purchased	-	2,000,000	-	-	-	-	-	2,000,000
Lease Proceeds	49,457	-	-	-	-	-	-	49,457
Transfers In	1,010,864	-	-	43,804	-	676,885	-	1,731,553
Transfers Out	-	(68,804)	(291,297)	-	-	(2,316,640)	-	(2,676,741)
Total Other Financing Sources (Uses)	<u>1,064,396</u>	<u>2,016,196</u>	<u>(291,297)</u>	<u>43,804</u>	<u>-</u>	<u>8,187,634</u>	<u>-</u>	<u>11,020,733</u>
Net Change in Fund Balances	771,669	1,150,915	(294,359)	(1,079,126)	(42,526)	5,315,249	145,111	5,966,933
Fund Balances - Beginning of year	2,832,232	4,093,211	842,672	4,090,324	48,578	7,414,215	781,031	20,102,263
Fund Balances - End of year	<u>\$ 3,603,901</u>	<u>\$ 5,244,126</u>	<u>\$ 548,313</u>	<u>\$ 3,011,198</u>	<u>\$ 6,052</u>	<u>\$ 12,729,464</u>	<u>\$ 926,142</u>	<u>\$ 26,069,196</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2024**

Net change in fund balances - total governmental funds: \$ 5,966,933

Amounts reported for Governmental Activities in the Statement of Activities are different because:

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Capital outlay reported in governmental fund statements	6,542,112	
Depreciation and amortization expenses reported in the Statement of Activities	(1,549,071)	
Amount by which capital outlays are greater (less) than depreciation in the current period.		4,993,041

Vested employee benefits are reported in the governmental funds as an expenditure when the amounts are paid. The Statement of Activities reports the value of benefits earned during the year.

Compensated absences paid in current year.	(179,286)
--	-----------

Governmental funds report bond and note proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of bond and note principal as an expenditure. In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities.

Debt proceeds for the year	(9,335,000)	
Proceeds from financed purchases for the year	(2,000,000)	
Premium on long term debt	(492,389)	
The amount of long-term debt principal payments in the current year is	3,845,812	
Amortization of long term debt premium	37,824	
Amortization of loss on refunding	(43,360)	(7,987,113)

In governmental funds, interest payments on outstanding debt are reported as an expenditure when paid. In the Statement of Activities, interest is reported as incurred.

Interest paid is greater (less) than interest accrued by	(182,149)
--	-----------

Special assessments in the governmental funds that provide current financial resources were previously accrued in the Statement of Activities when they were earned.

(143,725)

Pension and OPEB expense reported in the governmental funds represent current year required contributions into the defined benefit plans. Pension and OPEB expense in the Statement of Activities is actuarially determined by the defined benefit pension or OPEB plan as the difference between the net pension or OPEB asset/liability from the prior year to the current year, with some adjustments.

Difference between current year required contributions into the defined benefit pension or OPEB plan and the actuarially determined change in net pension asset/liability between years, with adjustments	52,280
---	--------

Change in Net Position of Governmental Activities	\$ 2,519,981
---	--------------

City of Wisconsin Dells
Statement of Net Position
Proprietary Funds
December 31, 2024

	Enterprise Funds				
	Water	Sewer	Electric	Parking	Total
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 2,136,987	\$ 3,568,138	\$ 4,373,968	\$ 543,356	\$ 10,622,449
Receivables:					
Interest	12,067	-	1,803		13,870
Accounts	1,147	-	1,477,070	-	1,478,217
Leases - Short-term	18,462	-	2,197	-	20,659
Due from Other Funds	99,373	90,160	-	-	189,533
Inventories	36,579	3,316	692,082	-	731,977
Prepaid Expenses	7,831	7,831	10,824	-	26,486
Total Current Assets	2,312,446	3,669,445	6,557,944	543,356	13,083,191
Restricted Assets:					
Restricted Cash	-	479,668	362,805	-	842,473
Total Restricted Assets	-	479,668	362,805	-	842,473
Noncurrent Assets:					
Leases Receivable - Long-term	555,345	-	69,116	-	624,461
Capital Assets:					
Plant and Equipment	11,619,684	21,574,143	14,662,324	2,158,569	50,014,720
Less Accumulated Depreciation	(3,903,247)	(9,847,386)	(10,745,164)	(278,699)	(24,774,496)
Net Capital Assets	7,716,437	11,726,757	3,917,160	1,879,870	25,240,224
Total Noncurrent Assets	8,271,782	11,726,757	3,986,276	1,879,870	25,864,685
Total Assets	10,584,228	15,875,870	10,907,025	2,423,226	39,790,349
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Pension Outflows	159,173	145,300	399,027	38,332	741,832
Total Deferred Outflows of Resources	159,173	145,300	399,027	38,332	741,832
Total Assets and Deferred Outflows of Resources	\$ 10,743,401	\$ 16,021,170	\$ 11,306,052	\$ 2,461,558	\$ 40,532,181
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 43,584	\$ 7,178	\$ 414,836	\$ 17,400	\$ 482,998
Accrued Liabilities	1,403	812	2,001	343	4,559
Accrued Interest Payable	-	8,609	24,501	-	33,110
Due to Other Funds	24,157	37,728	225,267	40,874	328,026
Compensated Absences	6,956	8,873	25,125	-	40,954
Debt Due Within One Year	-	159,698	110,000	-	269,698
Other Liabilities	-	-	60,194	-	60,194
Total Current Liabilities	76,100	222,898	861,924	58,617	1,219,539
Noncurrent Liabilities:					
Net Pension Liability	17,762	16,212	44,524	4,277	82,775
Compensated Absences	3,431	4,036	41,282	-	48,749
Debt Due in More Than One Year	-	2,086,883	3,423,560	-	5,510,443
Total Noncurrent Liabilities	21,193	2,107,131	3,509,366	4,277	5,641,967
Total Liabilities	97,293	2,330,029	4,371,290	62,894	6,861,506
DEFERRED INFLOWS OF RESOURCES					
Deferred Pension Inflows	94,964	86,686	238,060	22,870	442,580
Leases	532,562	-	70,707	-	603,269
Total Deferred Inflows of Resources	627,526	86,686	308,767	22,870	1,045,849
NET POSITION					
Net Investment in Capital Assets	7,716,437	9,480,176	3,800,007	1,879,870	22,876,490
Restricted for:					
Debt Service	-	479,668	262,805	-	742,473
Equipment Replacement	-	-	100,000	-	100,000
Unrestricted	2,302,145	3,644,611	2,463,183	495,924	8,905,863
Total Net Position	10,018,582	13,604,455	6,625,995	2,375,794	32,624,826
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 10,743,401	\$ 16,021,170	\$ 11,306,052	\$ 2,461,558	\$ 40,532,181

See accompanying notes to the basic financial statements

City of Wisconsin Dells

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

For the Year Ended December 31, 2024

	Enterprise Funds				
	Water	Sewer	Electric	Parking	Total
OPERATING REVENUES					
Charges for Services	\$ 904,726	\$ 1,386,693	\$ 8,778,995	\$ 853,339	\$ 11,923,753
Other Operating Revenues	-	-	-	193,137	193,137
Total Operating Revenues	<u>904,726</u>	<u>1,386,693</u>	<u>8,778,995</u>	<u>1,046,476</u>	<u>12,116,890</u>
OPERATING EXPENSES					
Operation and Maintenance	574,517	1,080,445	8,121,388	286,374	10,062,724
Depreciation	<u>225,321</u>	<u>638,000</u>	<u>612,704</u>	<u>63,010</u>	<u>1,539,035</u>
Total Operating Expenses	<u>799,838</u>	<u>1,718,445</u>	<u>8,734,092</u>	<u>349,384</u>	<u>11,601,759</u>
Operating Income (Loss)	<u>104,888</u>	<u>(331,752)</u>	<u>44,903</u>	<u>697,092</u>	<u>515,131</u>
NONOPERATING REVENUES (EXPENSES)					
Interest and Investment Revenue	91,239	170,445	56,958	2,455	321,097
Interest Expense	-	(52,797)	(167,990)	-	(220,787)
Miscellaneous Nonoperating	<u>35,037</u>	<u>20,256</u>	<u>85,084</u>	<u>-</u>	<u>140,377</u>
Total Nonoperating Revenue (Expenses)	<u>126,276</u>	<u>137,904</u>	<u>(25,948)</u>	<u>2,455</u>	<u>240,687</u>
Income (Loss) Before Contributions, Transfers, and Special Items	231,164	(193,848)	18,955	699,547	755,818
Capital Grants and Contributions	115,928	565,131	290,857	59,164	1,031,080
Transfers In	-	-	2,066,640	-	2,066,640
Transfers Out	(156,541)	(3,440)	(591,073)	(370,398)	(1,121,452)
Special Item - Gain (Loss) on Sale of Assets	<u>-</u>	<u>46,000</u>	<u>11,320</u>	<u>(28,537)</u>	<u>28,783</u>
Change in Net Position	<u>190,551</u>	<u>413,843</u>	<u>1,796,699</u>	<u>359,776</u>	<u>2,760,869</u>
Total Net Position - Beginning of year	9,828,031	13,190,612	4,829,296	2,016,018	29,863,957
Total Net Position - End of year	<u>\$ 10,018,582</u>	<u>\$ 13,604,455</u>	<u>\$ 6,625,995</u>	<u>\$ 2,375,794</u>	<u>\$ 32,624,826</u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024**

	Enterprise Funds				
	Water	Sewer	Electric	Parking	Total
Cash Flows From Operating Activities:					
Receipts from customers and users	\$ 912,015	\$ 1,386,693	\$ 8,868,419	\$ 1,046,476	\$ 12,213,603
Payments to suppliers	(293,668)	(850,504)	(7,342,872)	(151,001)	(8,638,045)
Payments to employees	(248,529)	(230,543)	(683,601)	(132,641)	(1,295,314)
Received from/paid to other funds	(128,173)	(2,963)	(157,509)	(367,238)	(655,883)
Net cash provided (used) by operating activities	241,645	302,683	684,437	395,596	1,624,361
Cash Flows From Capital and Related Financing Activities:					
Acquisition and construction of plant assets	(234,946)	(675,397)	(531,449)	(40,135)	(1,481,927)
Proceeds from sale of plant assets	-	46,000	11,320	-	57,320
Proceeds from grants for construction of plant	-	127,052	-	-	127,052
Proceeds from long-term debt	-	6,535	3,416,958	-	3,423,493
Assessments and connection fees	-	20,256	-	-	20,256
Principal payments on long-term debt	-	(155,740)	(2,175,000)	-	(2,330,740)
Interest and fiscal charges	-	(52,210)	(65,125)	-	(117,335)
Transfers to other funds for debt service payments	-	-	(385,588)	-	(385,588)
Transfers from other for debt service payments	-	-	2,066,640	-	2,066,640
Net cash provided (used) by capital and related financing activities	(234,946)	(683,504)	2,337,756	(40,135)	1,379,171
Cash Flows From Non-Capital Financing Activities:					
Miscellaneous non-operating receipts	35,037	-	85,084	-	120,121
Net cash provided (used) by non-capital financing activities	35,037	-	85,084	-	120,121
Cash Flows From Investing Activities:					
Interest on investments	91,239	170,445	56,958	2,455	321,097
Net cash provided (used) by investing activities	91,239	170,445	56,958	2,455	321,097
Net increase (decrease) in cash and equivalents	132,975	(210,376)	3,164,235	357,916	3,444,750
Cash and equivalents - beginning of year	2,004,012	4,258,182	1,572,538	185,440	8,020,172
Cash and equivalents - end of year	\$ 2,136,987	\$ 4,047,806	\$ 4,736,773	\$ 543,356	\$ 11,464,922
Reconciliation of cash to statement of net position:					
Cash and Cash Equivalents	\$ 2,136,987	\$ 3,568,138	\$ 4,373,968	\$ 543,356	\$ 10,622,449
Restricted Cash	-	479,668	362,805	-	842,473
	\$ 2,136,987	\$ 4,047,806	\$ 4,736,773	\$ 543,356	\$ 11,464,922
Reconciliation of operating income (loss) to net cash flows from operating activities:					
Operating income (loss)	\$ 104,888	\$ (331,752)	\$ 44,903	\$ 697,092	\$ 515,131
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Transfers	(156,541)	(3,440)	(205,485)	(370,398)	(735,864)
Depreciation	225,321	638,000	612,704	63,010	1,539,035
Depreciation charged other accounts	13,500	-	-	-	13,500
Changes in Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources:					
Receivables	7,289	-	89,424	-	96,713
Due from Other Funds	4,691	296	11,981	-	16,968
Inventories	-	-	509	-	509
Prepaid Expenses	(595)	(595)	(812)	-	(2,002)
Accounts Payable	29,593	(5,231)	49,577	3,267	77,206
Accrued Liabilities	1,082	734	339	260	2,415
Due to Other Funds	23,677	181	35,995	3,160	63,013
Compensated Absences	10,386	12,909	37,331	-	60,626
Other Liabilities	-	-	18,932	-	18,932
Leases - related receivables and deferrals	(16,162)	-	(749)	-	(16,911)
Pension - related deferrals, liability and (asset)	(5,484)	(8,419)	(10,212)	(795)	(24,910)
Net cash provided (used) by operating activities	\$ 241,645	\$ 302,683	\$ 684,437	\$ 395,596	\$ 1,624,361
Noncash Capital Financing Activities					
Contributed utility plant	\$ 115,928	\$ 438,079	\$ 242,701	\$ 59,164	\$ 855,872

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Fiduciary Net Position
Tax Collection Fund
December 31, 2024**

	<u>Tax Collection</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,033,627
Property Taxes Receivable	<u>4,099,276</u>
Total Assets	<u><u>\$ 5,132,903</u></u>
LIABILITIES	
Due to Other Governments	<u>\$ 5,132,903</u>
Total Liabilities	<u><u>\$ 5,132,903</u></u>

See accompanying notes to the basic financial statements

City of Wisconsin Dells

**Statement of Changes in Fiduciary Net Position
Tax Collection Fund
For the Year Ended December 31, 2024**

	<u>Tax Collection</u>
ADDITIONS	
Property Tax Collections for Other Governments	<u>\$ 3,207,241</u>
Total Additions	<u>3,207,241</u>
DEDUCTIONS	
Payments of Taxes to Other Governments	<u>3,207,241</u>
Total Deductions	<u>3,207,241</u>
Net Increase (Decrease) in Fiduciary Net Position	-
Net Position - Beginning of year	<u>-</u>
Net Position - End of year	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

1. Significant Accounting Policies

The accounting policies of the City of Wisconsin Dells, Wisconsin conform to accounting principles generally accepted in the United States of America as applicable to governmental units.

A. Reporting Entity

The City is a municipal corporation governed by an elected council of a mayor and six alderpersons. The reporting entity for the City 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 may be financially accountable if an organization is fiscally dependent on the primary government. The City has identified the Community Development Authority of the City of Wisconsin Dells as a component unit that is required to be included in the financial statements. Activities of the Authority are reported in a capital projects fund and are discussed in Note 16.

See Note 13 regarding joint ventures.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements report information on all of the nonfiduciary activities of the City. The effect of most 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 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 for services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the requirements of a particular function. Taxes and other items not included in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Governmental funds include general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise funds. Major individual governmental and enterprise funds are reported in separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund - the general operating fund of the municipality. It is used to account for all financial resources except those required to be accounted for in another fund.

Premier Resort Tax Fund – used to account for the collection and expenditure of the premier resort taxes received from the state, legally restricted for certain expenses.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

1. Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

Capital Reserve Fund - used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Room Tax Fund - used to account for the collection and expenditure of the City's room tax legally restricted for tourism promotion and tourism development.

Debt Service Fund - used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs that are related to the City's governmental activities.

Tax Increment District Fund - Transactions of the City's tax incremental districts are accounted for in a capital projects fund.

The City reports the following major proprietary funds:

Enterprise Funds - The enterprise funds are the Water Utility, Sewer Utility, Electric Utility and Parking Utility.

The nonmajor governmental funds of the City are reported in a single column on the fund financial statements.

Fiduciary Funds – consist of pension (and other employee benefit) trust funds, private-purpose trust funds, investment trust funds, and custodial funds. Fiduciary funds should be used only to report resources held for individuals, private organizations, or other governments. A fund is presented as a fiduciary fund when all of the following criteria are met: a) the government *controls* the assets that finance the activity, b) Assets are *not* generated from the *government's own-source revenues* or from government-mandated or voluntary nonexchange transactions, c) assets are administered through a *qualifying trust* or the government does *not* have *administrative involvement* and the assets are *not* generated from the *government's delivery of goods or services* to the beneficiaries, *or* the assets are for the benefit of *entities that are not part of the government's reporting entity*.

The City reports the following fiduciary fund:

Custodial Fund – used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The City accounts for tax collections payable to overlaying taxing jurisdictions in a custodial fund.

C. Measurement Focus and Basis of Accounting

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

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

1. Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Resources not available to finance expenditures and commitments of the current period are recorded as deferred inflows or nonspendable fund balance. Expenditures are recorded when the related fund liability is incurred, except for debt service expenditures, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

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

D. Budgets

Annual budgets for the general fund and debt service fund are approved by the common council. City management submits the proposed budget to the common council. The council conducts public hearings on the proposed budget and adopts the budget before December each year. See notes to required supplementary information for additional information.

E. Cash and Cash Equivalents

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

F. Taxes Receivable

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided. In addition to property taxes for the municipality, taxes are collected for and remitted to the state and county governments as well as the local and vocational school districts. Taxes for other state and local governmental units collected in the current year for the succeeding year are reported as payable to other governments. Taxes are levied in December on the assessed value as of the prior January 1.

Property tax calendar – 2024 roll

Lien and levy date, tax bills mailed	December, 2024
Payment in full or first installment due	January 31, 2025
Second installment due	July 31, 2025
Tax sale – 2024 delinquent real estate taxes	October, 2027

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

1. Significant Accounting Policies (Continued)

G. Allowance for Uncollectible Accounts

Delinquent real estate taxes are paid in full by the county, which assumes the collection thereof. No provision for uncollectible utility accounts receivable has been made in the accompanying financial statements because the utilities have the right by law to place delinquent bills on the tax roll.

H. Capital Assets

Additions to and replacements of capital assets are recorded at original cost, which includes material, labor, overhead, and interest incurred during construction. Contributed capital assets are recorded at estimated acquisition value at the time received. The cost of property replaced, retired or otherwise disposed of is deducted from plant accounts and accumulated depreciation. Depreciation is recorded using the straight-line method over the estimated useful lives.

The historical cost of streets, storm water sewers, sidewalks, and curb and gutter acquired prior to 2004 was estimated. Capital assets acquired for governmental purposes are recorded as expenditures in the governmental fund financial statements.

I. Land Held for Resale

The financial statements include land held for resale. This represents the original cost of land purchased by the City and held for resale to developers.

J. Inventories

Proprietary fund inventories are generally used for construction or maintenance - not for resale. They are valued at cost based on first in - first out and charged to construction or maintenance when used.

K. Long-Term Debt

In the government-wide and proprietary fund financial statements, long-term liabilities are reported. Bonds payable are reported net of the applicable bond premium or discount. Long-term liabilities are not reported in the governmental fund financial statements. Proceeds of long-term debt issues are reflected as "Other Financing Sources" in the operating statement of the recipient fund. Retirement of these issues is reported as an expenditure in the year in which the debt matures or is repaid, whichever is earlier.

L. Regulatory Credit

In 2004 the Public Service Commission of Wisconsin ("Wisconsin PSC") required regulated utilities (the water utility and electric utility) to create a deferred regulatory credit account. The amount of the credit was equal to the estimated accumulated depreciation on contributed utility plant as of December 31, 2003. The credit has the effect of reducing the rate base used by the Commission in approving user rates charged by the utilities. The credit is being amortized to nonoperating income over a period of 20 years.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

1. Significant Accounting Policies (Continued)

M. Compensated Absences

In accordance with GASB Statement No. 101, the City has recognized a liability for compensated absences when the leave is both earned and attributable to services already rendered, and when it is probably that the benefits will be used or paid. The City's policies allow for staff to earn sick days in varying amounts. Maximum amounts that can be earned varying depending on an individual's position at the City. Employees covered under the police union contract receive a payout upon retirement. Other employees receive a payout upon retirement after 15 of service. A liability is recognized for the portion of sick leave that is expected to be used for this purpose in the future. Vacation and other accrued time off are earned in varying amounts. Time earned may be carried forward and must be used within a year of the employee's anniversary date. Accrued time off is paid out upon separation of employment and a liability is recognized for time off that is accrued and expected to be used within one year of the financial statement date.

N. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

O. Claims and Judgments

Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. The related expenditure is recognized when the liability is liquidated. Claims and judgments are reported in the government-wide and proprietary fund financial statements as expenses when the related liabilities are incurred.

P. Equity

Equity is classified as net position in the government-wide and proprietary fund financial statements and displayed in three components. 1) Net investment in capital assets – the amount of capital assets less accumulated depreciation and outstanding debt related to the purchase, construction, or improvement of capital assets. 2) Restricted net position – amount of net position subject to restrictions that are imposed by external groups or law. 3) Unrestricted net position – net position that is classified as neither of the above.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

In the governmental fund financial statements, equity is reported as fund balance.

Fund Balance is report in five separate classifications:

Nonspendable – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

1. Significant Accounting Policies (Continued)

P. Equity (Continued)

Restricted – resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed – resources which are subject to limitation the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Assigned – resources neither restricted nor committed for which a government has a stated intended use as established by the City Council or a body or official to which the City Council has delegated the authority to assign amounts for specific purposes.

Unassigned – resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

When restricted and other fund balance resources are available for use, it is the City's policy to use restricted resources first, followed by committed, assigned, and unassigned amounts, respectively.

Q. Revenues and Expenses

Intergovernmental aids and grants are recognized as revenues in the period the related expenditures are incurred, if applicable, or when the municipality is entitled to the aids.

In the governmental funds, special assessments are recorded as revenues when collected. Annual installments due in future years are reflected as receivables and deferred inflows. As of December 31, 2024, the City is owed \$716,926 in special assessments related to developer projects. The assessments are due in annual installments of approximately \$144,000 for ten to fourteen years bearing interest ranging from 3.75% to 4.98%. These assessments are reported in the General Fund, TID, and Debt Service funds.

Proprietary fund revenues are recorded when services are billed. Estimated unbilled revenues are accrued to the end of the year. Rates charged by the water utility and electric utility are regulated by the Public Service Commission of Wisconsin.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are user charges for water consumption, for wastewater disposal and treatment, for electricity use and parking fees. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Contributions and contributed capital to the utilities are reflected as nonoperating revenue.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

1. Significant Accounting Policies (Continued)

R. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee health; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and from the Cities and Villages Mutual Insurance Company (CVMIC). The City is a participant in the Wisconsin Municipal Insurance Commission (WMIC) which formed CVMIC to operate as a public entity risk pool. The City retains responsibility for the first \$10,000 on all risks and has \$5,000,000 of liability coverage from CVMIC. The City's participation in WMIC and CVMIC is described in Note 13. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

S. Pensions

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset),
- Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions, and
- Pension Expense (Revenue).

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments, (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

T. Other Postemployment Benefits (OPEB) Plan – Group Life Insurance Plan

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net OPEB Liability (Asset),
- Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEBs, and
- OPEB Expense (Revenue).

Information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF' fiduciary net position have been determined on the same basis as they are reported by the LRLIF. For this purpose, benefit payments, (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

U. Other Postemployment Benefits (OPEB) Plan – Group Health Insurance Plan

The City has their health insurance through Employee Trust Fund (ETF). The ETF health plan allows all retirees who are eligible for WRS to choose to self-pay the full (100%) amount of premiums to remain on the City's group health insurance plan indefinitely, provided they continue to pay all required premiums. The City's group health insurance plan OPEB liability is based upon the actuarial assumptions and projections. The City's annual liability for retiree medical benefits is on a pay-as-you-go basis. See Note 10 for additional information.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

1. Significant Accounting Policies (Continued)

V. Change in Accounting Principles

Effective January 1, 2024, the City adopted GASB Statement No. 100, *Accounting Changes and Error Corrections*. GASB 100 was issued to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This standard requires the restatement of beginning balances to reflect the change in the presentation of major funds. As a result, the classification and presentation of certain funds have been adjusted to comply with the requirements.

Effective January 1, 2024, the City adopted GASB Statement No. 101, *Compensated Absences*. GASB 101 was issued to provide guidance on the accounting and financial reporting for compensated absences. The City has made changes to the way it recognizes and measures its compensated absences liabilities. No restatement of opening net position was required as a result of adoption of this standard.

2. Cash and Investments

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments to the list below. The City's investment policy is to follow state statutes. Available investments are limited to:

1. Deposits in any credit union, bank, savings bank, trust company or savings and loan association which is authorized to transact business in this State;
2. Bonds or securities issued or guaranteed as to principal and interest by the federal government, or by a commission, board or other instrumentality of the federal government;
3. Bonds or securities of any county, drainage district, technical college district, village, city, town, or school district of this State;
4. 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 on which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by Standard & Poor's Corporation, Moody's investor service or other similar nationally recognized rating agency or if that security is senior to, or on a parity with, a security of the same issuer which has such a rating;
5. The local government pooled-investment fund as established under Section 25.50 of the Wisconsin Statutes;
6. Agreements in which a public depository agrees to repay funds advanced to it by the Board, plus interest, if the agreement is secured by bonds or securities issued or guaranteed as to principal and interest by the federal government;
7. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options;
8. Bonds issued by the University of Wisconsin Hospital and Clinics Authority and the Wisconsin Aerospace Authority.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

2. Cash and Investments (Continued)

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the City would not be able to recover the value of its investment of collateral securities that are in the possession of another party. The City's policy for custodial credit risk is to obtain collateral for all deposits.

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for demand accounts and \$250,000 for time and savings accounts. Bank accounts and the local government investment pool are also insured by the State Deposit Guarantee Fund in the amount of \$1,000,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may be significant to individual organizations.

Fluctuating cash flows during the year due to tax collections, receipt of state aids and/or proceeds from borrowing may have resulted in temporary balances exceeding insured amounts.

As of December 31, 2024, \$7,486,093 of the City's deposits with financial institutions were exposed to custodial credit risk as follows:

Uninsured and collateralized	\$ 7,486,093
Total Uninsured	<u>\$ 7,486,093</u>

Wisconsin Local Government Investment Pool

The Wisconsin Local Government Investment Pool is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board (SWIB). The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. All investments are valued at amortized cost by the SIF for purposes of calculating earnings to each participant. Specifically, the SIF distributes income to pool participants monthly, based on their average daily share balance. Distributions include interest income based on stated rates (both paid and accrued), amortization of discounts and premiums on a straight-line basis, realized investment gains and losses calculated on an amortized cost basis, and investment expenses. This method does not distribute to participants any unrealized gains or losses generated by the pool's investments. Detailed information about the SIF is available in separately issued financial statements available at <http://www.doa.wi.gov/Pages/StateFinances/LGIP.aspx>. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2024, the fair value of the City's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

SWIB may invest in obligations of the U.S. Treasury and its agencies, Commercial Paper, Bank Time Deposits/Certificates of Deposit, Bankers' Acceptances, Asset Backed Securities and Repurchase Agreements secured by the U.S. Government or its agencies and other instruments authorized under State Investment Fund investment guidelines.

Investment allocation in the LGIP as of December 31, 2024, was: 97% in U.S. Government Securities and 3% in Commercial Paper, Certificates of Deposit, and Time Deposits. The Wisconsin State Treasurer updates the investment allocations on a monthly basis.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

2. Cash and Investments (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity its fair value has to changes in market interest rates.

The City's investment policy follows state statutes that limit investment maturities to three years as a means of managing exposure of fair value losses arising from increasing interest rates. City investments at December 31, 2024, were available on demand or had maturities of less than one year.

Restricted Cash and Investments

Bond covenants and external sources require portions of debt proceeds and income to be set aside for debt service payments and asset replacements. The following balances were restricted as of December 31, 2024:

General Fund - library donation	\$ 96,065
Capital Reserve - unspent bond proceeds	2,305,655
Tax Increment Districts - lease revenue bond reserve	1,370,264
Debt Service - current refunding proceeds	57,892
Sewer Utility - DNR replacement	479,668
Electric Utility - debt and depreciation reserve	362,805
	<u>\$ 4,672,349</u>

3. Leases as Lessor

The City has entered into various lease arrangements where the City is the lessor. In the financial statements, lease revenue for the year ended December 31, 2024 was as follows:

Lease Revenue	
Pole Attachment	\$ 2,946
Cell Tower	71,375
Total Lease Revenue	<u>74,321</u>
Interest Revenue	32,107
Total	<u>\$ 106,428</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

3. Leases as Lessor (Continued)

Aggregate future cash flows for revenue generated by the lease receivable and interest for the City as of December 31, 2024 were as follows:

Year Ending December 31,	Principal	Interest	Total
2025	\$ 43,586	\$ 31,644	\$ 75,230
2026	47,549	30,530	78,079
2027	51,727	29,314	81,041
2028	56,131	27,992	84,123
2029	60,769	26,559	87,328
2030-2034	382,443	106,944	489,387
2035-2039	512,368	50,721	563,089
2040-2044	94,026	5,150	99,176
2045-2048	15,037	963	16,000
	<u>\$ 1,263,636</u>	<u>\$ 309,817</u>	<u>\$ 1,573,453</u>

4. Capital Assets

Capital asset activity for the year ended December 31, 2024, is shown below:

Governmental Activities	Balance 1/1/2024	Additions	Deletions	Balance 12/31/2024
<i>Capital assets, not being depreciated</i>				
Land	\$ 1,423,050	\$ 2,000,000	\$ -	\$ 3,423,050
Construction Work in Progress	702,914	3,947,024	(291,800)	4,358,138
Subtotals	<u>2,125,964</u>	<u>5,947,024</u>	<u>(291,800)</u>	<u>7,781,188</u>
<i>Capital assets, being depreciated and amortized</i>				
Infrastructure	35,864,692	299,400	-	36,164,092
Buildings and improvements	9,671,730	55,725	-	9,727,455
Equipment and vehicles	8,052,697	531,764	(342,000)	8,242,461
Right-of-use assets - vehicles	168,288	49,457	-	217,745
Subtotals	<u>53,757,407</u>	<u>936,346</u>	<u>(342,000)</u>	<u>54,351,753</u>
<i>Accumulated depreciation and amortization</i>				
Infrastructure	13,331,695	881,752	-	14,213,447
Buildings and improvements	4,738,326	239,268	-	4,977,594
Equipment and vehicles	4,448,397	425,565	(342,000)	4,531,962
Right-of-use assets - vehicles	27,810	47,862	-	75,672
Subtotals	<u>22,546,228</u>	<u>1,594,447</u>	<u>(342,000)</u>	<u>23,798,675</u>
<i>Net capital assets, being depreciated and amortized</i>	<u>31,211,179</u>	<u>(658,101)</u>	<u>-</u>	<u>30,553,078</u>
Capital Assets, net	<u>\$ 33,337,143</u>	<u>\$ 5,288,923</u>	<u>\$ (291,800)</u>	<u>\$ 38,334,266</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

4. Capital Assets (Continued)

Business-type Activities	Balance 1/1/2024	Additions	Deletions	Balance 12/31/2024
<i>Capital assets, not being depreciated</i>				
Land	\$ 862,521	\$ -	\$ -	\$ 862,521
Construction Work in Progress	585,824	1,184,512	558,033	1,212,303
Subtotals	<u>1,448,345</u>	<u>1,184,512</u>	<u>558,033</u>	<u>2,074,824</u>
<i>Capital assets, being depreciated</i>				
Water utility plant	11,219,036	219,059	9,777	11,428,318
Sewer utility plant	20,408,019	784,988	148,720	21,044,287
Electric utility plant	13,581,405	349,677	36,968	13,894,114
Parking utility plant	1,254,163	404,576	85,562	1,573,177
Subtotals	<u>46,462,623</u>	<u>1,758,300</u>	<u>281,027</u>	<u>47,939,896</u>
<i>Accumulated depreciation</i>				
Water utility plant	3,674,202	238,822	9,777	3,903,247
Sewer utility plant	9,358,106	638,000	148,720	9,847,386
Electric utility plant	10,169,428	612,704	36,968	10,745,164
Parking utility plant	272,715	63,010	57,026	278,699
Subtotals	<u>23,474,451</u>	<u>1,552,536</u>	<u>252,491</u>	<u>24,774,496</u>
<i>Net capital assets, being depreciated</i>	<u>22,988,172</u>	<u>205,764</u>	<u>28,536</u>	<u>23,165,400</u>
Capital Assets, net	<u>\$ 24,436,517</u>	<u>\$ 1,390,276</u>	<u>\$ 586,569</u>	<u>\$ 25,240,224</u>

Depreciation and amortization expense was charged to functions on the Statement of Activities as follows:

Governmental activities:

General government	\$ 6,091
Public safety	267,528
Public works	1,059,478
Health and human services	3,343
Culture, recreation, and education	253,406
Conservation and development	4,601
Total	<u>\$ 1,594,447</u>

Business-type activities:

Water Utility	\$ 238,822
Sewer Utility	638,000
Electric Utility	612,704
Parking Utility	63,010
Total	<u>\$ 1,552,536</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

5. Long-Term Obligations

The following is a summary of the long-term debt transactions for the year ended December 31, 2024:

	Balance 1/1/2024	Increases	Decreases	Balance 12/31/2024	Amounts Due Within One Year
<u>Governmental Activities</u>					
General obligation notes and bonds	\$ 15,325,000	\$ 9,335,000	\$ 1,635,000	\$ 23,025,000	\$ 2,205,000
CDA bonds	12,855,000	-	1,670,000	11,185,000	1,615,000
Financed purchase	83,093	-	40,812	42,281	42,281
Land contracts	-	2,000,000	500,000	1,500,000	185,000
Premium on long-term debt	462,718	492,389	37,824	917,283	109,866
Total bonds, notes payable, leases, and land contracts	28,725,811	11,827,389	3,883,636	36,669,564	4,157,147
Other liabilities:					
Lease liability	145,680	48,539	44,473	149,746	48,048
Compensated absences	293,600	179,286	-	472,886	295,415
Total other liabilities	439,280	227,825	44,473	622,632	343,463
Total long-term liabilities - governmental activities	<u>\$ 29,165,091</u>	<u>\$ 12,055,214</u>	<u>\$ 3,928,109</u>	<u>\$ 37,292,196</u>	<u>\$ 4,500,610</u>
<u>Business-Type Activities</u>					
Bonds from direct borrowings and direct placements	\$ 2,395,787	\$ 6,535	\$ 155,741	\$ 2,246,581	\$ 159,698
Revenue bonds	2,175,000	3,400,000	2,175,000	3,400,000	110,000
Premium on long-term debt	-	133,560	-	133,560	6,678
Total bonds and notes payable	4,570,787	3,540,095	2,330,741	5,780,141	276,376
Other liabilities:					
Compensated absences	29,076	60,626	-	89,702	40,953
Total other liabilities	29,076	60,626	-	89,702	40,953
Total long-term liabilities - business- type activities	<u>\$ 4,599,863</u>	<u>\$ 3,600,721</u>	<u>\$ 2,330,741</u>	<u>\$ 5,869,843</u>	<u>\$ 317,329</u>

Interest paid in 2024 on governmental activities and business-type activities debt was \$845,853 and \$118,509, respectively.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

5. Long-Term Obligations (Continued)

A. General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the municipality. Revenue debt for governmental activities is payable from annual tax increments collected on the tax roll. If the tax increments are not sufficient, the debt will be paid by future tax levies. Business-type activities debt is payable by revenues from user fees of the proprietary funds.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the municipality may not exceed five percent of the equalized value of taxable property within the municipality's jurisdiction. The debt limit as of December 31, 2024, was \$34,980,465. The total of general obligation debt at December 31, 2024, was \$23,025,000.

Following is a schedule of the general obligation long-term debt of the City at December 31, 2024. Interest on all indebtedness is due semi-annually, except for the state trust fund loans which are due annually.

<u>GENERAL OBLIGATION DEBT</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
General obligation refunding bonds issued in 2016 at interest rates of .75 to 2.35%, due in varying amounts until maturity at 3/1/30	\$ 1,135,000	\$ -
General obligation promissory note issued in 2020 at interest rates of .3 to 1.1%, due in varying amounts until maturity at 9/1/29	1,775,000	-
General obligation promissory note issued in 2020 at interest rates of .3 to 2.0%, due in varying amounts until maturity at 9/1/29	2,690,000	-
General obligation refunding bonds issued in 2021 at interest rates of 2.00 to 2.20%, due in varying amounts until maturity at 5/1/30	3,880,000	-
General obligation promissory note issued in 2022 at interest rates of 2.50 to 4.00%, due in varying amounts until maturity at 9/1/32	1,255,000	-
General obligation maintenance facility bonds issued in 2022 at interest rates of 4.00 to 5.00%, due in varying amounts until maturity at 9/1/42	2,955,000	-
General obligation promissory note issued in 2024 at interest rates of 4.00 to 5.00%, due in varying amounts until maturity at 9/1/34	7,020,000	-
General obligation promissory note issued in 2024 at an interest rate of 5.00%, due in varying amounts until maturity at 3/1/27	2,315,000	-
Total general obligation debt	23,025,000	-

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

5. Long-Term Obligations (Continued)

B. Mortgage Revenue Debt

<u>REVENUE BONDS</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Sewer Mortgage Revenue Bonds dated 5/12/10, at interest rate of 2.4%, due in increasing annual installments until maturity at 5/1/30	\$ -	\$ 66,789
Sewer Mortgage Revenue Bonds dated 2/24/16, at interest rate of 2.438%, due in increasing annual installments until maturity at 5/1/35.	-	1,412,026
Community Development Lease Revenue Bonds, Series 2017B, dated March 8, 2017, at interest rates of 2.6% to 3.85%, due in varying amounts until maturity at 3/1/30	7,795,000	-
Sewer Mortgage Revenue Bonds dated 7/13/22, at interest rate of 2.035%, due in increasing annual installments until maturity at 5/1/42.	-	767,767
Community Development Lease Revenue Bonds, Series 2023, dated May 10, 2023, at interest rates of 4.00% to 5.00%, due in varying amounts until maturity at 3/1/31	3,390,000	-
Electric System Revenue Bonds, dated November 4, 2024, at interest rates of 4.00% to 5.00%, due in varying amounts until maturity at 5/1/44	-	3,400,000
Total revenue bonds	<u>11,185,000</u>	<u>5,646,582</u>

C. Land Contracts

<u>LAND CONTRACTS</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Land contract dated 12/22/24, at interest rate of 4%, due in annual installments until maturity at 12/27/30	<u>1,500,000</u>	-
Total land contracts	<u>1,500,000</u>	-
Total debt	<u><u>\$ 35,710,000</u></u>	<u><u>\$ 5,646,582</u></u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

5. Long-Term Obligations (Continued)

D. Debt Service Requirements

Debt service requirements to maturity are as follows:

Governmental Activities				
Years	General Obligation Notes and Bonds	CDA Bonds	Land Contracts	Total
<u>Principal</u>				
2025	\$ 2,205,000	\$ 1,615,000	\$ 185,000	\$ 4,005,000
2026	1,695,000	1,670,000	192,400	3,557,400
2027	3,565,000	1,735,000	200,095	5,500,095
2028	1,605,000	1,805,000	208,100	3,618,100
2029	1,655,000	1,870,000	214,405	3,739,405
2030-2034	9,405,000	2,490,000	500,000	12,395,000
2035-2039	2,080,000	-	-	2,080,000
2040-2042	815,000	-	-	815,000
Totals	<u>\$ 23,025,000</u>	<u>\$ 11,185,000</u>	<u>\$ 1,500,000</u>	<u>\$ 35,710,000</u>
<u>Interest</u>				
2025	\$ 831,012	\$ 392,608	\$ 60,000	\$ 1,283,620
2026	657,230	333,540	52,600	1,043,370
2027	571,618	270,288	44,905	886,811
2028	484,335	202,648	36,900	723,883
2029	443,421	133,164	30,595	607,180
2030-2034	1,323,189	70,533	10,000	1,403,722
2035-2039	286,083	-	-	286,083
2040-2042	35,779	-	-	35,779
Totals	<u>\$ 4,632,667</u>	<u>\$ 1,402,781</u>	<u>\$ 235,000</u>	<u>\$ 6,270,448</u>
Business-Type Activities				
Year	Bonds from Direct Borrowings and Direct Placements		Revenue Bonds	
	Principal	Interest	Principal	Interest
2025	\$ 159,698	\$ 49,779	\$ 110,000	\$ 145,504
2026	163,444	45,990	110,000	141,250
2027	167,277	42,111	120,000	135,500
2028	171,202	38,141	125,000	129,375
2029	175,218	34,077	130,000	123,000
2030-2034	889,626	108,359	755,000	507,375
2035-2039	372,074	28,594	920,000	321,000
2040-2044	148,042	4,560	1,130,000	116,800
Totals	<u>\$ 2,246,581</u>	<u>\$ 351,611</u>	<u>\$ 3,400,000</u>	<u>\$ 1,619,804</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

5. Long Term Obligations (Continued)

E. Financed Purchase

The City has entered into a purchase agreement as of December 31, 2015, for a fire truck. The cumulative amount of assets acquired under the agreement described above amounted to \$462,467 with \$292,895 of accumulated depreciation as of December 31, 2024. The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2024, were as follows:

Year	Amount
2025	\$ 43,803
Total Minimum Lease Payments	43,803
Less: Amount representing Interest	(1,522)
Present Value of Net Minimum Lease Payments	<u>\$ 42,281</u>

F. Lease Liabilities

The City entered into various agreements as a lessee during 2023 and 2024 for vehicles. The lease allows the right-to-use the vehicles over the term of each lease. Terms vary from three to five years. Principal and interest requirements to maturity are as follows:

Year Ending December 31,	Principal	Interest	Total
2025	\$ 48,048	\$ 5,756	\$ 53,804
2026	43,282	3,665	46,947
2027	41,010	1,742	42,752
2028	16,490	348	16,838
2029	916	3	919
	<u>\$ 149,746</u>	<u>\$ 11,514</u>	<u>\$ 161,260</u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

5. Long Term Obligations (Continued)

G. Bond Compliance Requirements

The City was covered under the following insurance at December 31, 2024:

Company	Type	Coverage	Expiration Date
Cities and Villages Mutual Insurance Company	General liability	\$ 5,000,000	1/1/2025
	Uninsured Motor Vehicle		
	Per Person	25,000	
	Per Occurrence	50,000	
	Auto Physical Damage Insurance		
	Per Occurrence	15,000,000	
	Sub-limit for any Vehicle	1,500,000	
	Worker's Compensation	Wisconsin Statutory Limits	
	Worker's Compensation Employer's Liability:		
	Each Accident	500,000	
	Each Employee for Disease	500,000	
	Policy Limit for Disease	500,000	

The Sewer Utility is required by bond ordinances to produce net revenues sufficient to provide 110% of the annual principal and interest requirements on the bonds.

Net Revenues Required	<u>\$ 230,426</u>
2024 Net Revenues	<u>\$ 493,569</u>

6. Compensated Absences and Termination Benefits

The following is a summary of changes in other long-term obligations related to the governmental activities for the year ended December 31, 2024.

	Balance 1/1/2024	Increases	Decreases	Balance 12/31/2024
Compensated Absences:				
Accumulated vacation	\$ 162,700	\$ 132,715	\$ -	\$ 295,415
Accumulated sick leave	130,900	46,571	-	177,471
Totals	<u>\$ 293,600</u>	<u>\$ 179,286</u>	<u>\$ -</u>	<u>\$ 472,886</u>

The City will pay a portion of the monetary value of accumulated sick leave to union employees upon retirement or death. Alternatively, the retiring employee may apply a greater portion of the sick leave balance to future health insurance premiums. An expenditure and a liability are recorded in the general fund at the time of an eligible employee's retirement for the value of the employee's accumulated sick leave that is expected to be paid during the current year. The estimated long-term obligation for pay outs of the accumulated sick leave of current and retired employees on December 31, 2024, was \$177,471 and is accrued in the government-wide financial statements. The City finances these benefits on a pay-as-you-go basis.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

7. Interfund Balances and Transfers

Interfund balances at December 31, 2024 were:

Receivable Fund	Payable Fund	Amount	Purpose
General	Electric	\$ 72,892	Taxes & Expenses
General	Water	24,157	Expenses
General	Parking	40,874	Taxes & Expenses
General	Sewer	570	Expenses
Subtotal General		<u>138,491</u>	
Water	Sewer	37,158	Meter Costs
Water	Electric	62,215	Utility Bills
Subtotal Water		<u>99,373</u>	
Sewer	Electric	90,160	Utility Billings
Subtotal Sewer		<u>90,160</u>	
Subtotal Fund Financial Statements		328,024	
Less: Interfund Eliminations		<u>(189,531)</u>	
Internal Balances		<u><u>\$ 138,493</u></u>	

Interfund transfers made during 2024 consisted of the following:

Fund Transferred To:	Fund Transferred From:	Amount	Purpose
General	Water	\$ 156,541	Tax equivalent
General	Sewer	3,440	Tax equivalent
General	Electric	205,485	Tax equivalent
General	Parking	370,398	Operations & tax equivalent
General	PRT	25,000	Dog park
General	Tax Increment Districts	250,000	Vehicle purchase
Capital Reserve	General	43,804	Capital lease payment - fire truck
Tax Increment Districts	Debt Service	291,297	Debt refunding
Tax Increment Districts	Electric	385,588	Debt refunding
Parking	PRT	59,164	Capital contributions
Electric	Tax Increment Districts	289,380	Capital contributions
Electric	PRT	1,477	Capital contributions
Water	Tax Increment Districts	115,928	Capital contributions
Sewer	Tax Increment Districts	341,870	Capital contribution
Sewer	PRT	96,209	Capital contribution
Electric	Tax Increment Districts	<u>2,066,640</u>	Debt refunding
Amount per fund statements		4,702,221	
Less eliminations		<u>(2,853,003)</u>	
Transfers per government-wide statements		<u><u>\$ 1,849,218</u></u>	

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

8. Employee Retirement Plan

Defined Benefit Pension Plan

Plan description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 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.

ETF issued a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

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

Benefits provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants, if hired on or before 12/31/16) are entitled to receive a retirement benefit based on a formula factor, their final average earnings, and creditable service.

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

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

The WRS also provides death and disability benefits for employees.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

8. Employee Retirement Plan (Continued)

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

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0
2023	1.6	(21.0)

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

During the reporting period, the WRS recognized \$376,643 in contributions from the employer.

Contribution rates as of December 31, 2024 are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.90%	6.90%
Protective with Social Security	6.90%	14.30%
Protective without Social Security	6.90%	18.10%

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

8. Employee Retirement Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At December 31, 2024, the City reported a liability of \$407,363 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2023, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2022, rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2023, the City's proportion was 0.02739859%, which was an increase of .00067775% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized pension expense of \$280,640.

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 1,642,487	\$ (2,175,484)
Net differences between projected and actual earnings on pension plan investments	1,419,597	-
Changes in assumptions	177,558	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	5	(2,566)
Employer contributions subsequent to the measurement date	411,099	-
	<u>411,099</u>	<u>-</u>
Total	<u>\$ 3,650,746</u>	<u>\$ (2,178,050)</u>

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

8. Employee Retirement Plan (Continued)

\$411,099 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2025	\$ 216,822
2026	227,792
2027	890,485
2028	(273,499)
Total	<u>\$ 1,061,600</u>

Actuarial assumptions. The total pension liability in the December 31, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2022
Measurement Date of Net Pension Liability (Asset):	December 31, 2023
	January 1, 2018 - December 31, 2020
Experience Study:	Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-Retirement Adjustments*	1.7%

** No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total Pension Liability for December 31, 2023 is based upon a roll-forward of the liability calculated from December 31, 2022 actuarial valuation.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

8. Employee Retirement Plan (Continued)

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

Asset Allocation Targets and Expected Returns¹
As of December 31, 2023

<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %²</u>
Public Equity	40	7.3	4.5
Public Fixed Income	27	5.8	3.0
Inflation Sensitive	19	4.4	1.7
Real Estate	8	5.8	3.0
Private Equity/Debt	18	9.6	6.7
Leverage ³	(12)	3.7	1.0
Total Core Fund	100	7.4	4.6
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.8	4.0
International Equities	30	7.6	4.8
Total Variable Fund	100	7.3	4.5

¹Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

²New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.7%

³The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower volatility assets, such as fixed income securities.

Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

8. Employee Retirement Plan (Continued)

Single Discount rate. A single discount rate of 6.8% was used to measure the total pension liability for the current and prior year. This single discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 3.77% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2023. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.80% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
City's proportionate share of the net pension liability (asset)	\$ 3,937,368	\$ 407,362	\$ (2,062,729)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Allocation of Pension Plan. Pension amounts are allocated between the Proprietary Funds and the General Fund based on the percentage of required contributions of each fund to the whole.

9. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan

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

OPEB Plan Fiduciary Net Position. ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

9. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can also be found using the link above.

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

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

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

Contribution rates as of December 31, 2024 are:

Coverage Type	Employer Contribution
50% Post Retirement Coverage	40% of Member Contribution

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2022, are as listed below:

Life Insurance Member Contribution Rates* For the year ended December 31, 2023		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57

*Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$1,343 in contributions from the employer.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

9. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At December 31, 2024, the City reported a liability of \$303,243 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2023, rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net OPEB liability (asset) was based on the City's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2023, the City's proportion was 0.065913%, which was an increase of 0.000286% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized OPEB expense of \$22,831.

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (26,837)
Net differences between projected and actual earnings on plan investments	4,096	-
Changes in actuarial assumptions	94,856	(119,411)
Changes in proportion and differences between employer contributions and proportionate share of contributions	17,442	(24,252)
Employer contributions subsequent to the measurement date	-	-
Totals	<u>\$ 116,394</u>	<u>\$ (170,500)</u>

No amount was reported as deferred outflows related to OPEB resulting from the City's contributions subsequent to the measurement date to be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2025	\$ (3,447)
2026	(1,468)
2027	(13,381)
2028	(23,129)
2029	(16,348)
Thereafter	3,667
Total	<u>\$ (54,106)</u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

9. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Actuarial Assumptions. The total OPEB liability in the January 1, 2023, actuarial valuation was determined using the following assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2023
Measurement Date of Net OPEB Liability (Asset)	December 31, 2023
Experience Study:	January 1, 2018 - December 31, 2020, Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield*:	3.26%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	3.32%
Salary Increases	
Inflation:	3.00%
Seniority/Merit:	0.10% - 5.6%
Mortality:	2020 WRS Experience Mortality Table

*Based on the Bond Buyer GO 20-Bond Municipal index.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total OPEB Liability for December 31, 2023 is based upon a roll-forward of the liability calculated from the January 1, 2023 actuarial valuation.

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

Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2023

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return
US Intermediate Credit Bonds	Bloomberg US Interm Credit	40%	2.32%
US Mortgages	Bloomberg US MBS	60%	2.52%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

9. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Single Discount Rate. A single discount rate of 3.32% was used to measure the Total OPEB Liability for the current year, as opposed to a discount rate of 3.76% for the prior year. The change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.72% as of December 31, 2022 to 3.26% as of December 31, 2023. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the City's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 3.32 percent, as well as what the City's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.32 percent) or 1-percentage-point higher (4.32 percent) than the current rate:

	1% Decrease to Discount Rate (2.32%)	Current Discount Rate (3.32%)	1% Increase to Discount Rate (4.32%)
City's proportionate share of the net OPEB liability (asset)	\$ 407,449	\$ 303,243	\$ 223,700

10. Other Postemployment Benefits – Group Health Insurance Plan

Plan Description. The City has their health insurance through Employee Trust Fund (ETF). The ETF health plan allows all retirees who are eligible for WRS to choose to self-pay the full (100%) amount of premiums to remain on the City's group health insurance plan indefinitely, provided they continue to pay all required premiums.

Funding Policy. The City funds the policy on a pay-as-you-go basis.

Benefits Provided. The Group Health Insurance plan was provided to all employees who are eligible for WRS upon their retirement.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

10. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

Employees Covered by Benefit Terms. At December 31, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	10
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	49
	<u>59</u>

Total OPEB Liability. The City's total group health insurance plan OPEB liability, reported as of December 31, 2024, of \$629,872 was measured at December 31, 2023, by an actuarial valuation as of December 31, 2023.

Actuarial Assumptions and Other Inputs. The total group health insurance plan OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless other specified:

Actuarial Valuation Date:	December 31, 2023
Measurement Date	December 31, 2023
Actuarial Cost Method:	Entry Age Normal (level percent of salary)
Health Care Trend	Actual first year trend decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter
Discount Rate *	4.00%
Inflation	2.50%
Asset Valuation Method	Market Value
Average of Expected Remaining Service Lives	9 years
Mortality	2020 WRS Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year of 2010

**The discount rate is based on the S&P Municipal Bond 20 Year High Grade Index as of the week of the measurement date*

Actuarial assumptions are based upon an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018-2020.

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

10. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at 12/31/2022	\$ 699,417
Changes for the year:	
Service cost	31,621
Interest	29,546
Changes of benefit terms	348
Differences between expected and actual experience	(114,010)
Changes in assumptions or other inputs	22,992
Benefit payments	(40,042)
Net Changes	(69,545)
Balance at 12/31/2023	<u>\$ 629,872</u>

The discount rate used to measure the other postemployment benefit balances was changed to 4.00% from 4.25%.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total group health insurance OPEB liability of the City, as well as what the City's total group health insurance OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.00 percent) or 1-percentage-point higher (5.00 percent) than the current discount rate:

		1% Decrease 3.00%	Current Discount Rate 4.00%	1% Increase 5.00%
Total OPEB Liability	12/31/2023	<u>\$ 673,185</u>	<u>\$ 629,872</u>	<u>\$ 589,383</u>

Sensitivity of the Total OPEB Liability to Changes in Healthcare Cost Trend Rates. The following represents the total group health insurance OPEB liability of the City, as well as what the City's total group health insurance OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.5 percent decreasing to 4.0 percent) or 1-percentage-point higher (7.5 percent decreasing to 6.0 percent) than the current healthcare cost trend rates:

		1% Decrease (Actual - 1.0%, then 5.5% decreasing to 3.5%)	Health Care Cost Trend Rates (Actual, then 6.5% decreasing to 4.5%)	1% Increase (Actual + 1.0%, then 7.5% decreasing to 5.5%)
Total OPEB Liability	12/31/2023	<u>\$ 579,989</u>	<u>\$ 629,872</u>	<u>\$ 686,593</u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

10. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB. For the year ended December 31, 2024, the City recognized an OPEB revenue of \$71,937. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ 63,648	\$ (103,645)
Changes of assumptions or other inputs	121,478	(90,274)
City contributions subsequent to the measurement date	-	-
Total	<u>\$ 185,126</u>	<u>\$ (193,919)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2024	\$ 10,422
2025	10,422
2026	10,422
2027	10,426
2028	(1,500)
Thereafter	(48,985)
	<u>\$ (8,793)</u>

11. Tax Abatements

Tax abatements are a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments. The City of Wisconsin Dells, through a Tax Increment Finance District, has entered into a tax abatement agreement for development of a senior housing complex. The agreement calls for a total tax abatement of \$1,579,620, which is payable over seven (7) years starting in 2021. Tax abatement payments are contingent upon collection of tax increment revenues from the development project and, therefore, no liability has been accrued in these financial statements.

As of December 31, 2024, the City provides tax abatements for the following program:

Tax Abatement Program	Amount in Taxes Abated:
Riverwood Eagles Nest	\$ 181,689

City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024

12. Fund Balances

Governmental fund balances as of December 31, 2024, include the following:

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
<u>General Fund:</u>				
Delinquent Special Assessments	\$ 72,421	\$ -	\$ -	\$ -
Prepaid Expenses	11,749	-	-	-
Library Bequest	-	96,065	-	-
Police Canine Fund	-	-	-	10,549
Police Drug Fund	-	-	-	3,900
Police Evidence Fund	-	-	-	941
Garage Fund	-	-	-	249,211
Municipal Building Rent	-	-	-	1,510
FFE Replacement	-	-	-	5,641
Dog Park	-	-	-	77,866
Parks & Pool	-	-	-	68,767
Parks Building	-	-	-	229,218
Tribute Trees	-	-	-	20,667
Library	-	-	-	256,425
Cemetery Operations	-	-	-	122,573
Total General Fund	<u>84,170</u>	<u>96,065</u>	<u>-</u>	<u>1,047,268</u>
Premier Resort Tax	<u>-</u>	<u>5,244,126</u>	<u>-</u>	<u>-</u>
<u>Debt Service Fund:</u>				
Debt Service	<u>-</u>	<u>548,313</u>	<u>-</u>	<u>-</u>
Total Debt Service Fund	<u>-</u>	<u>548,313</u>	<u>-</u>	<u>-</u>
<u>Tax Increment Districts:</u>				
Land Held for Resale	144,724	-	-	-
Debt Service	-	1,370,264	-	-
Capital Projects	-	11,214,476	-	-
Total Tax Increment Districts	<u>144,724</u>	<u>12,584,740</u>	<u>-</u>	<u>-</u>
Capital Reserve	<u>2,452</u>	<u>2,305,655</u>	<u>-</u>	<u>703,091</u>
Room Tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,052</u>
<u>Nonmajor Funds:</u>				
CDA Housing	-	118,209	-	-
Revolving Loan Fund	-	14,897	-	-
Business Improvement District	-	183,022	-	-
Fire Services Fund	-	141,481	-	-
River and Bays Fund	-	-	395,868	-
River Arts Fund	-	18,187	-	-
Building	-	-	-	54,478
Total Nonmajor Funds	<u>-</u>	<u>475,796</u>	<u>395,868</u>	<u>54,478</u>
Total	<u>\$ 231,346</u>	<u>\$ 21,254,695</u>	<u>\$ 395,868</u>	<u>\$ 1,810,889</u>

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

13. Joint Ventures

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

The City is one of about 40 members of WMIC, an intergovernmental cooperation commission formed to facilitate the formation of CVMIC. CVMIC provides liability insurance coverage to the cities and villages which make up the membership of WMIC. The City's proportionate share of the equity in WMIC is about 0.6%. The investment in WMIC has not been reflected on the balance sheet.

Separate financial statements of WMIC and CVMIC are available at CVMIC, 9898 West Bluemound Rd, Wauwatosa, Wisconsin 53226.

B. Wisconsin Dells - Lake Delton Sewerage Commission

The City has a 50% interest in the Wisconsin Dells - Lake Delton Sewerage Commission. The Commission owns and operates facilities for the joint treatment and disposal of sewage from the two municipalities. The City's share of the capital cost, depreciation, and debt of the joint facilities is included in the sewer utility's financial statements. Operating costs are paid to the Commission based on usage and are also reflected in the financial statements of the sewer utility. The net amount paid in 2024 was \$469,188. Separate financial statements of the Commission are available at the Lake Delton Municipal Building.

C. Dells-Delton EMS Commission

The City of Wisconsin Dells, Village of Lake Delton, and Town of Delton created the Dells-Delton EMS Commission. The Commission provides emergency medical services to the three municipalities effective January 1, 2003. The City contributed all of its EMS vehicles and equipment to the Commission. The Commission assumed the City's lease obligations related to that equipment. The Commission may assess the participating municipalities for financial deficits. The expenditures in the accompanying 2024 financial statements include the City's payments to the Commission for operations in the amount of \$711,606.

14. Contingencies and Commitments

The City is involved in claims and lawsuits arising in the normal course of business. In the opinion of management, the ultimate outcome of these actions will not have a materially adverse effect on the City's financial position at December 31, 2024.

In 2002, the City purchased real estate for a parking lot and a park. The property may have environmental contamination. The remediation costs may be eligible for reimbursement from the state. No loss accrual has been made in the financial statements.

Various infrastructure improvement projects began in 2024 and are expected to be completed in 2025. Total costs to complete these projects are expected to be approximately \$5,200,000.

The City has entered developer incentive agreements with various developers in which the City has agreed to pay incentives based on future tax increment collections. Generally, the City will rebate up to 90% of the tax increment generated from the developments each year. Payments are expected to begin in 2025 and end in 2032. The total amount of incentive payments is \$8,325,000.

**City of Wisconsin Dells
Notes to Financial Statements
December 31, 2024**

15. Business Improvement District

In 1998, the City formed a business improvement district (BID) under Wisconsin Statutes section 66.608. The BID finances improvements within its boundaries through special assessments of properties within the BID. The City collects the assessments with the annual real estate taxes. The BID also receives other funds from the City and others.

16. Tax Increment Financing (TIF)

The City created Tax Increment Finance District #2 (TID #2) in 2001. The total cost of planned projects that will be charged to the TID is \$3,860,000.

The City created Tax Increment Finance District #3 (TID #3) in 2005. The total cost of planned projects that will be charged to the TID is over \$26,000,000.

The City created Tax Increment Finance District #4 (TID #4) in 2006. The total cost of planned projects that will be charged to the TID is \$19,030,000.

In 2002, the City created the Community Development Authority of the City of Wisconsin Dells (CDA). The CDA is responsible for overseeing development in the tax increment districts. The CDA issued lease revenue bonds in 2002 and 2003 and used the proceeds for improvements in TID #2. The CDA leased improvements in TID #2 to the City. The CDA issued lease revenue bonds in 2005, 2006, 2007, and 2008 and used the proceeds for improvements in TID #3. The CDA leases improvements in TID #3 to the City. Lease payments from the City provide revenues to repay the bonds. In 2013 and 2014, the lease payments were insufficient to pay the scheduled bond payment, and the City refunded the scheduled payment with general obligation debt. In 2015, the City refunded the 2005 CDA lease revenue bonds with general obligation debt. In 2017, the City refunded the 2006, 2007, and 2008 CDA lease revenue bonds with lease revenue bonds. In 2023, additional lease revenue bonds were issued to fund improvements in TID #2 which are leased to the City. In 2024, lease revenue bonds were issued to fund improvements in TID #3 which are leased to the City.

17. Prior Period Adjustment

Ownership of certain parcels of land along with associated improvements were transferred to the City prior to 2024, but were not recognized in the government wide financial statements at that time. This resulted in an understatement of capital assets in the governmental activities in the government wide financial statements of \$4,320,000.

	<u>Governmental Activities</u>
Net position January 1, as previously stated	\$ 20,631,762
Error correction	4,320,000
Net position, January 1, as restated	<u><u>\$ 24,951,762</u></u>

18. Subsequent Events

In 2025, the City approved the construction or purchase of various infrastructure and building projects and equipment acquisitions. The total cost of these items is approximately \$17,650,000.

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Property	\$ 2,742,636	\$ 2,742,636	\$ 2,742,635	\$ (1)
Trailer parking permits	16,500	16,500	14,448	(2,052)
Room taxes	190,000	190,000	217,932	27,932
Interest on taxes	500	500	390	(110)
	<u>2,949,636</u>	<u>2,949,636</u>	<u>2,975,405</u>	<u>25,769</u>
Intergovernmental				
State shared revenues	386,885	386,885	391,749	4,864
State transportation aid	686,279	686,279	686,381	102
State recycling grant	11,560	11,560	12,216	656
State municipal services aid	15,887	15,887	15,827	(60)
State exempt property payment	91,500	91,500	79,339	(12,161)
County library grants	72,432	72,432	72,342	(90)
Other intergovernmental payments	495,840	495,840	496,560	720
	<u>1,760,383</u>	<u>1,760,383</u>	<u>1,754,414</u>	<u>(5,969)</u>
Licenses and Permits				
Liquor and malt beverages	42,000	42,000	33,404	(8,596)
Operator licenses	12,000	12,000	16,257	4,257
Business licenses	49,250	49,250	49,500	250
Dog licenses	1,750	1,750	1,732	(18)
DMV services	8,000	8,000	3,246	(4,754)
Building permits	100,500	100,500	115,765	15,265
Sign permits	5,000	5,000	5,825	825
	<u>218,500</u>	<u>218,500</u>	<u>225,729</u>	<u>7,229</u>
Fines, Forfeits and Penalties				
Court penalties and costs	105,000	105,000	140,258	35,258
Parking forfeits and fines	1,500	1,500	-	(1,500)
	<u>106,500</u>	<u>106,500</u>	<u>140,258</u>	<u>33,758</u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Charges for Services				
General fees	61,750	61,750	59,126	(2,624)
Police reports	1,500	1,500	1,495	(5)
Planning and Zoning	7,500	7,500	11,950	4,450
Snow removal	32,480	32,480	12,714	(19,766)
Street machinery rental	-	-	(45)	(45)
Street department jobbing	5,915	5,915	8,004	2,089
Garbage and recycling	351,425	351,425	392,109	40,684
Cemetery	23,500	23,500	27,539	4,039
Library	6,200	6,200	6,443	243
Pool	28,000	28,000	35,551	7,551
Community Center	-	-	3,435	3,435
Parks	98,000	98,000	139,803	41,803
	<u>616,270</u>	<u>616,270</u>	<u>698,124</u>	<u>81,854</u>
Interest/Investment Income				
Investments	152,500	152,500	477,026	324,526
Special assessments	250	250	4,612	4,362
	<u>152,750</u>	<u>152,750</u>	<u>481,638</u>	<u>328,888</u>
Miscellaneous Income				
Rent	104,412	104,412	105,302	890
Liability insurance	9,940	9,940	9,940	-
Miscellaneous	12,962	12,962	20,115	7,153
	<u>127,314</u>	<u>127,314</u>	<u>135,357</u>	<u>8,043</u>
Total Revenues	<u>5,931,353</u>	<u>5,931,353</u>	<u>6,410,925</u>	<u>479,572</u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
EXPENDITURES				
Current:				
General Government				
Legislative	\$ 55,950	\$ 55,950	\$ 51,535	\$ 4,415
Mayor	16,550	16,550	14,777	1,773
Court	102,963	102,963	75,729	27,234
Legal	100,350	100,350	131,897	(31,547)
Administration	173,505	173,505	156,235	17,270
Elections	28,690	28,690	25,963	2,727
Assessment of taxes	23,500	23,500	23,970	(470)
Audit	9,700	9,700	9,200	500
Municipal building	76,190	76,190	81,443	(5,253)
Insurance	75,400	75,400	82,954	(7,554)
	662,798	662,798	653,703	9,095
Public Safety				
Police	2,492,045	2,492,045	2,474,022	18,023
Fire	72,640	72,640	72,640	-
EMS	100,000	100,000	100,177	(177)
Inspection	43,995	43,995	35,177	8,818
Emergency government	9,100	9,100	7,825	1,275
PST	2,500	2,500	2,005	495
	2,720,280	2,720,280	2,691,846	28,434
Public Works				
Administration	130,190	130,190	126,543	3,647
Transportation	680,570	680,570	625,503	55,067
Sidewalk and crosswalk	21,840	21,840	30,339	(8,499)
Storm sewers	7,720	7,720	-	7,720
Depot	4,000	4,000	5,095	(1,095)
Garbage and refuse collection	325,650	325,650	319,209	6,441
Sanitary landfill	225,000	225,000	231,124	(6,124)
Recycling	161,590	161,590	161,949	(359)
	1,556,560	1,556,560	1,499,762	56,798

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Budgetary Comparison Schedule for the General Fund
For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health and Human Services				
Cemetery	118,130	118,130	127,447	(9,317)
	118,130	118,130	127,447	(9,317)
Culture, Recreation and Education				
Library	635,065	635,065	632,131	2,934
Community Center	35,575	35,575	41,588	(6,013)
Pool	76,600	76,600	76,324	276
Parks	585,795	585,795	582,449	3,346
Celebrations	14,000	14,000	12,151	1,849
	1,347,035	1,347,035	1,344,643	2,392
Conservation and Development				
Zoning	126,575	126,575	141,653	(15,078)
	126,575	126,575	141,653	(15,078)
Miscellaneous				
Contingencies	15,000	15,000	283	14,717
<u>Capital Outlay:</u>				
Police	4,000	4,000	3,360	640
Street	130,000	130,000	130,000	-
Park	3,500	3,500	-	3,500
	137,500	137,500	133,360	4,140
Total Expenditures	6,683,878	6,683,878	6,592,697	91,181
Excess (deficiency) of revenues over expenditures	(752,525)	(752,525)	(181,772)	570,753
Other Financing Sources (Uses)				
Transfers in	752,525	752,525	735,864	(16,661)
Total other financing sources (uses)	752,525	752,525	735,864	(16,661)
Net change in fund balances	\$ -	\$ -	\$ 554,092	\$ 554,092

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Reconciliation of Budgetary Comparison Schedule
to Statement of Revenues and Expenditures
For the Year Ended December 31, 2024

	<u>Revenues</u>	<u>Expenditures</u>	<u>Other</u>	<u>Net</u>
Amounts on budgetary comparison	<u>\$ 6,410,925</u>	<u>\$ 6,592,697</u>	<u>\$ 735,864</u>	<u>\$ 554,092</u>
Revenues and expenditures posted to carryover accounts:				
Intergovernmental revenue	140,362	-	-	140,362
Public charges for services	1,348	-	-	1,348
Miscellaneous	115,134	-	-	115,134
General government	-	1,195	-	(1,195)
Public safety	-	101,808	-	(101,808)
Public works	-	13,327	-	(13,327)
Health and human services	-	8,850	-	(8,850)
Culture, recreation, and education	-	89,334	-	(89,334)
Capital outlay	-	153,285	-	(153,285)
Proceeds from sale of capital assets	-	-	4,075	4,075
Lease proceeds	-	-	49,457	49,457
Transfer in	-	-	275,000	275,000
	<u>256,844</u>	<u>367,799</u>	<u>328,532</u>	<u>217,577</u>
Total of reconciling items	<u>256,844</u>	<u>367,799</u>	<u>328,532</u>	<u>217,577</u>
Amounts on Statement of Revenues and Expenditures	<u><u>\$ 6,667,769</u></u>	<u><u>\$ 6,960,496</u></u>	<u><u>\$ 1,064,396</u></u>	<u><u>\$ 771,669</u></u>

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Wisconsin Retirement System
December 31, 2024

Schedule of Proportionate Share of the Net Pension Liability (Asset)
As of the Measurement Date
Last 10 Calendar Years

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered- employee payroll	Collective net pension liability (asset) as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2023	0.02739859%	\$ 407,363	\$ 4,197,632	9.70%	98.85%
2022	0.02672084%	1,415,589	3,900,544	36.29%	95.72%
2021	0.02628130%	(2,118,321)	3,562,273	(59.47%)	106.02%
2020	0.02649365%	(1,654,034)	3,597,644	(45.98%)	105.26%
2019	0.02626102%	(846,774)	3,515,048	(24.09%)	102.96%
2018	0.02571937%	915,014	3,364,150	27.20%	96.45%
2017	0.02535100%	(752,701)	3,239,189	(23.24%)	102.93%
2016	0.02492502%	205,441	3,137,645	6.55%	99.12%
2015	0.02477271%	402,552	3,161,600	12.73%	98.20%
2014	0.02459401%	(604,096)	3,003,648	(20.11%)	102.74%

Schedule of City's Contributions
Last 10 Calendar Years

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2024	\$ 411,099	\$ (411,099)	\$ -	\$ 4,318,078	9.52%
2023	376,949	(376,949)	-	4,197,632	8.98%
2022	327,875	(327,875)	-	3,900,544	8.41%
2021	300,903	(300,903)	-	3,562,273	8.45%
2020	301,063	(301,063)	-	3,597,644	8.37%
2019	280,080	(280,080)	-	3,515,048	7.97%
2018	273,895	(273,895)	-	3,364,150	8.14%
2017	263,604	(263,604)	-	3,239,189	8.14%
2016	238,305	(238,305)	-	3,137,645	7.60%
2015	245,411	(245,411)	-	3,161,600	7.76%

See accompanying notes to the required supplementary information.

Required Supplementary Information
City of Wisconsin Dells
Local Retiree Life Insurance Fund
December 31, 2024

Schedule of City's Proportionate Share of the Net OPEB Liability (Asset)
As of the Measurement Date

Year ended December 31,	Proportion of the net OPEB liability (asset)	Proportionate share of the net OPEB liability (asset)	Covered- employee payroll	Collective net OPEB liability (asset) as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability (asset)
2023	0.06591300%	\$ 303,243	\$ 3,468,000	8.74%	33.90%
2022	0.06562700%	250,028	3,596,000	6.95%	38.81%
2021	0.06231200%	368,287	3,305,000	11.14%	29.57%
2020	0.07268400%	399,814	3,018,000	13.25%	31.36%
2019	0.07090400%	301,923	3,083,000	9.79%	37.58%
2018	0.07218600%	186,264	3,015,000	6.18%	48.69%
2017	0.06730400%	202,489	2,830,326	7.15%	44.81%

Schedule of City's Contributions
For the Year Ended

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered- employee payroll	Contributions as a percentage of covered-employee payroll
2024	\$ 1,568	\$ (1,568)	\$ -	\$ 3,772,000	0.04%
2023	1,343	(1,343)	-	3,468,000	0.04%
2022	1,316	(1,316)	-	3,596,000	0.04%
2021	1,257	(1,257)	-	3,305,000	0.04%
2020	1,449	(1,449)	-	3,018,000	0.05%
2019	1,281	(1,281)	-	3,083,000	0.04%
2018	1,390	(1,390)	-	3,015,000	0.05%

See accompanying notes to the required supplemental information.

Required Supplementary Information
City of Wisconsin Dells

Schedule of Changes in the City's Group Health Insurance Plan OPEB Liability and Related Ratios
For the Year Ended December 31, 2024

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability							
Service costs	\$ 31,621	\$ 42,791	\$ 37,462	\$ 33,690	\$ 23,525	\$ 25,618	\$ 25,618
Interest	29,546	17,761	13,963	15,607	16,539	13,952	12,856
Changes in benefit terms	348	-	-	-	-	-	-
Difference between expected and actual experience	(114,010)	-	49,097	-	69,566	-	-
Changes in assumptions or other inputs	22,992	(107,530)	97,404	21,989	52,699	(16,606)	-
Benefit payments	(40,042)	(43,158)	(20,480)	(19,729)	(6,973)	(7,157)	(7,163)
Net change in total OPEB	(69,545)	(90,136)	177,446	51,557	155,356	15,807	31,311
Total Retiree Health Insurance Plan OPEB Liability-Beginning	699,417	789,553	612,107	560,550	405,194	389,387	358,076
Total Retiree Health Insurance Plan OPEB Liability-Ending	<u>\$ 629,872</u>	<u>\$ 699,417</u>	<u>\$ 789,553</u>	<u>\$ 612,107</u>	<u>\$ 560,550</u>	<u>\$ 405,194</u>	<u>\$ 389,387</u>
Covered Employee Payroll	\$4,555,737	\$3,781,216	\$3,781,216	\$3,335,420	\$3,335,420	\$3,218,262	\$ 3,218,262
 Total OPEB Liability as a percentage of covered-employee payroll	 13.83%	 18.50%	 20.88%	 18.35%	 16.81%	 12.59%	 12.10%

Data presented as of the measurement date.

See accompanying notes to the required supplementary information.

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2024

1. Budgetary Information and Excess Expenditures and Other Financing Uses Over Appropriations

Annual budgets, as required by state statutes, are adopted on a basis consistent with U.S. generally accepted accounting principles for all governmental funds. The City's Room Tax Fund is not legally required to adopt an annual budget. Budget amounts in the financial statements include appropriations authorized in the original budget resolution and subsequent revisions authorized by the City Council. Changes to the overall budget must be approved by a two-thirds City Council action. Such revisions are required by a statutory provision which states that no expenditure can be made from an expired appropriation. The statutes also require publication of these budget revisions. Appropriations lapse at year end, except those specifically carried forward by Council action.

The City does not utilize encumbrances in its budget process but does take into consideration certain appropriations, which do not lapse on an annual basis.

No material budget adjustments were made during the year. Unexpended appropriations may be carried over to subsequent years. Budget carryovers are reported as assigned fund balance. Expenditures are controlled at the department level. For the year ended December 31, 2024, the following areas exceeded their budgeted appropriations:

Health and Human Services	\$	9,317
Conservation and Development		15,078

In total, General Fund expenditures were under budget by \$91,181.

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2024

2. Employee Retirement Plan

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of Assumptions. Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2024

2. Employee Retirement Plan (Continued)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2023	2022	2021	2020	2019
Valuation Date:	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions					
Net Investment Rate of Return:	5.4%	5.4%	5.4%	5.4%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	6.8%	7.0%	7.0%	7.0%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.0%	3.0%	3.0%	3.0%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	1.7%	1.9%	1.9%	1.9%	2.1%
Retirement Age:	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 valuation pursuant to an experience study of the period 2018-2020.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015 - 2017.	Experience -based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.
Mortality:	2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010.	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).

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

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2024

2. Employee Retirement Plan (Continued)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2018	2017	2016	2015	2014
Valuation Date:	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions					
Net Investment Rate of Return:	5.5%	5.5%	5.5%	5.5%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	7.2%	7.2%	7.2%	7.2%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.2%	3.2%	3.2%	3.2%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	2.1%	2.1%	2.1%	2.1%	2.1%
Retirement Age:	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality

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

City of Wisconsin Dells
Notes to Required Supplementary Information
For the Year Ended December 31, 2024

3. Notes to the Local Retiree Life Insurance Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 3 preceding years.

Changes of Benefit Terms: There were no changes of benefit terms for any participating employer in LRLIF.

Changes of assumptions. In addition to the rate changes detailed in the tables at Note 9 to the financial statements, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three year experience study performed for the Wisconsin Retirement System. These assumptions are used in the actuarial valuations of OPEB liabilities (assets) for the retiree life insurance programs and are summarized below.

The assumption changes that were used to measure the December 31, 2021 total OPEB liabilities, including the following:

- Lowering the price inflation rate from 2.5% to 2.4%.
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

The assumption changes that were used to measure the December 31, 2018 total OPEB liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%.
- Lowering the wage inflation rate from 3.2% to 3.0%.
- Lowering the price inflation rate from 2.7% to 2.5%.
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

4. Notes to the Group Health Insurance Plan Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 3 preceding years.

Changes of Benefit Terms: There were no changes of benefit terms.

Changes of Assumptions: The discount rate used to calculate the total OPEB liability was updated to 4.00% from 4.25%.

SUPPLEMENTARY INFORMATION

City of Wisconsin Dells
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2024

	Special Revenue Funds						Capital Projects Funds	Total Non-Major Governmental Funds
	CDA Housing	Revolving Loan Fund	Business Improvement District	Fire Services Fund	River and Bays Fund	River Arts Fund	Building	
ASSETS								
Cash and Cash Equivalents	\$ 118,209	\$ 14,897	\$ 253,663	\$ 180,776	\$ 396,384	\$ 18,187	\$ 54,478	\$ 1,036,594
Receivables:								
Taxes	-	-	355,777	-	-	-	-	355,777
Other	-	-	-	5,000	-	-	-	5,000
Total Assets	<u>\$ 118,209</u>	<u>\$ 14,897</u>	<u>\$ 609,440</u>	<u>\$ 185,776</u>	<u>\$ 396,384</u>	<u>\$ 18,187</u>	<u>\$ 54,478</u>	<u>\$ 1,397,371</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts Payable	\$ -	\$ -	\$ 11,238	\$ 44,295	\$ 471	\$ -	\$ -	\$ 56,004
Accrued Liabilities	-	-	-	-	45	-	-	45
Total Liabilities	<u>-</u>	<u>-</u>	<u>11,238</u>	<u>44,295</u>	<u>516</u>	<u>-</u>	<u>-</u>	<u>56,049</u>
Deferred Inflows of Resources:								
Tax Levy	-	-	415,180	-	-	-	-	415,180
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>415,180</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>415,180</u>
Fund Balances:								
Restricted	118,209	14,897	183,022	141,481	-	18,187	-	475,796
Committed	-	-	-	-	395,868	-	-	395,868
Assigned	-	-	-	-	-	-	54,478	54,478
Total Fund Balances	<u>118,209</u>	<u>14,897</u>	<u>183,022</u>	<u>141,481</u>	<u>395,868</u>	<u>18,187</u>	<u>54,478</u>	<u>926,142</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 118,209</u>	<u>\$ 14,897</u>	<u>\$ 609,440</u>	<u>\$ 185,776</u>	<u>\$ 396,384</u>	<u>\$ 18,187</u>	<u>\$ 54,478</u>	<u>\$ 1,397,371</u>

City of Wisconsin Dells

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2024**

	Special Revenue Funds						Capital Projects Fund	Total Non-Major Governmental Funds
	CDA Housing	Revolving Loan Fund	Business Improvement District	Fire Services Fund	River and Bays Fund	River Arts Fund	Building	
REVENUES								
Taxes	\$ -	\$ -	\$ 415,000	\$ -	\$ -	\$ -	\$ -	\$ 415,000
Intergovernmental	-	-	-	302,889	-	-	-	302,889
License and Permits	-	-	-	-	57,891	-	-	57,891
Fines, Forfeits and Penalties	-	-	-	-	2,342	-	-	2,342
Interest Income	742	160	2,863	-	-	-	-	3,765
Miscellaneous Income	26,913	-	-	27,340	-	10,000	-	64,253
Total Revenues	<u>27,655</u>	<u>160</u>	<u>417,863</u>	<u>330,229</u>	<u>60,233</u>	<u>10,000</u>	<u>-</u>	<u>846,140</u>
EXPENDITURES								
Current:								
Public Safety	-	-	-	268,812	-	-	-	268,812
Culture, Recreation and Education	-	-	-	-	26,546	-	-	26,546
Conservation and Development	2,399	-	390,106	-	-	-	-	392,505
Capital Outlay	-	-	-	13,166	-	-	-	13,166
Total Expenditures	<u>2,399</u>	<u>-</u>	<u>390,106</u>	<u>281,978</u>	<u>26,546</u>	<u>-</u>	<u>-</u>	<u>701,029</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>25,256</u>	<u>160</u>	<u>27,757</u>	<u>48,251</u>	<u>33,687</u>	<u>10,000</u>	<u>-</u>	<u>145,111</u>
Fund Balances - Beginning of year	92,953	14,737	155,265	93,230	362,181	8,187	54,478	781,031
Fund Balances - End of year	<u>\$ 118,209</u>	<u>\$ 14,897</u>	<u>\$ 183,022</u>	<u>\$ 141,481</u>	<u>\$ 395,868</u>	<u>\$ 18,187</u>	<u>\$ 54,478</u>	<u>\$ 926,142</u>