

CITY OF CHILTON, WISCONSIN
SUMMARY FINANCIAL REPORT
DECEMBER 31, 2016

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CITY OF CHILTON, WISCONSIN
 Summary Financial Information
 For the Year Ended December 31, 2016

The following information is provided to assist management in assessing financial results for the year ended December 31, 2016 and for indicating financial resources available at the start of the 2017 budget year.

Governmental Fund Balances

The following is a summary of financial position at December 31, 2016 along with the prior year for comparison.

	<u>2016</u>	<u>2015</u>
General Fund		
Nonspendable	\$ 62,406	\$ 68,556
Committed for subsequent years' expenditures	1,818,420	1,653,188
Unassigned	<u>693,394</u>	<u>126,206</u>
	<u>2,574,220</u>	<u>1,847,950</u>
Special Revenue Funds		
Restricted for:		
Community Rehabilitation	112,292	82,680
Committed for:		
Chilton Lake District	42,914	41,925
Library Donations	213,627	228,969
Economic Development	78,035	73,478
Redevelopment Authority	30,708	29,954
Fire Department Donations	<u>77,666</u>	<u>79,995</u>
	<u>555,242</u>	<u>537,001</u>
Capital Projects Funds		
Nonspendable for:		
Tax incremental district #4	381,349	430,537
Restricted for:		
General capital improvements	360,286	358,081
Tax incremental district #2	291,342	291,342
Tax incremental district #4	<u>165,300</u>	<u>123,973</u>
	<u>1,198,277</u>	<u>1,203,933</u>
Total Governmental Fund Balances	<u>\$ 4,327,739</u>	<u>\$ 3,588,884</u>

A. The above summary indicates a total general fund balance of \$2,574,220 which is approximately 97% of actual general fund expenditures. This indicates a healthy fund balance.

B. The increase in the general fund balance of \$153,419 was not anticipated. The general fund final budget projected a \$1,565,011 decrease in fund balance.

CITY OF CHILTON, WISCONSIN
 Tax Incremental Financing District No. 2 Annual Report
 For the Year Ended December 31, 2016

Date Created: January 1, 1992

Latest Possible Termination Date: 2018

	Current Year	Cumulative
Revenue		
Tax increments	\$ 829,286	\$ 10,548,606
Land sales	11,442	107,996
State aid	1,521	15,229
Other revenues	981	1,880,618
Total revenues	843,230	12,552,449
 Expenditures		
Project costs	58,855	8,243,690
Bond costs	3,809	42,449
Interest on debt	-	2,074,325
Total expenditures	62,664	10,360,464
 NET COST RECOVERED THROUGH TAX INCREMENTS - DECEMBER 31, 2016	\$ 780,566	2,191,985
 Reconciliation of Recoverable Costs		
General obligation debt outstanding		(830,004)
Add: fund balance		291,342
Net transfers in/out		2,730,647
 NET COST RECOVERED THROUGH TAX INCREMENTS - DECEMBER 31, 2016		\$ 2,191,985

CITY OF CHILTON, WISCONSIN
 Tax Incremental Financing District No. 4 Annual Report
 For the Year Ended December 31, 2016

Date Created: January 1, 2005

Latest Possible Termination Date: 2031

	Current Year	Cumulative
Revenue		
Tax increments	\$ 49,020	\$ 293,238
State aid	210	21,350
Other revenues	1,656	103,921
Total revenues	50,886	418,509
Expenditures		
Project costs	75,625	2,894,757
Interest on debt	-	324,535
Other debt costs	6,545	6,545
Total expenditures	82,170	3,225,837
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2016	\$ (31,284)	(2,807,328)
Reconciliation of Recoverable Costs		
General obligation debt outstanding		(627,348)
Add: fund balance		546,649
Net transfers in/out		(2,726,629)
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2016		\$ (2,807,328)

CITY OF CHILTON, WISCONSIN
Utility Rate of Return
For the Year Ended December 31, 2016

Water Utility Rate of Return

The following is the water utility rate of return calculation using requirements of the Wisconsin Public Service Commission for 2016 along with the prior two years for comparison.

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Average utility plant in service	\$ 5,854,433	\$ 5,236,288	\$ 4,648,820
Average materials and supplies	21,217	19,062	19,093
Less:			
Average regulatory liability	(183,013)	(207,415)	(231,817)
Average accumulated depreciation	<u>(2,205,177)</u>	<u>(2,059,968)</u>	<u>(1,935,704)</u>
RATE BASE	<u>\$ 3,487,460</u>	<u>\$ 2,987,967</u>	<u>\$ 2,500,392</u>
 OPERATING (LOSS) INCOME	 <u>\$ 65,075</u>	 <u>\$ (261,025)</u>	 <u>\$ 36,583</u>
 RATE OF RETURN	 <u>1.87%</u>	 <u>-8.74%</u>	 <u>1.46%</u>

In 2016, revenues increased by \$38,000 and repairs and maintenance decreased by \$287,000 resulting in the increased rate of return.

Sewer Utility Rate of Return

The following is the sewer utility rate of return calculation for 2016 along with the prior two years for comparison.

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Average utility plant in service	\$ 11,340,483	\$ 11,312,617	\$ 11,295,007
Less:			
Average accumulated depreciation	<u>(7,132,996)</u>	<u>(6,712,274)</u>	<u>(6,339,803)</u>
RATE BASE	<u>\$ 4,207,487</u>	<u>\$ 4,600,343</u>	<u>\$ 4,955,204</u>
 OPERATING (LOSS) INCOME	 <u>\$ (3,515)</u>	 <u>\$ 38,294</u>	 <u>\$ (222)</u>
 RATE OF RETURN	 <u>-0.08%</u>	 <u>0.83%</u>	 <u>0.00%</u>

In 2016, revenues increased by \$47,000, but operating expenses increased by \$89,000 resulting in the lower rate of return.