

CITY OF CHILTON, WISCONSIN
SUMMARY FINANCIAL REPORT
DECEMBER 31, 2017

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CITY OF CHILTON, WISCONSIN
 Summary Financial Information
 For the Year Ended December 31, 2017

The following information is provided to assist management in assessing financial results for the year ended December 31, 2017 and for indicating financial resources available at the start of the 2018 budget year.

Governmental Fund Balances

The following is a summary of financial position at December 31, 2017 along with the prior year for comparison.

	<u>2017</u>	<u>2016</u>
General Fund		
Nonspendable	\$ 55,861	\$ 62,406
Committed for subsequent years' expenditures	2,068,604	1,818,420
Unassigned	<u>701,514</u>	<u>693,394</u>
	<u>2,825,979</u>	<u>2,574,220</u>
Special Revenue Funds		
Restricted for:		
Community Rehabilitation	146,983	112,292
Committed for:		
Chilton Lake District	42,867	42,914
Library Donations	215,319	213,627
Economic Development	82,604	78,035
Redevelopment Authority	27,588	30,708
Fire Department Donations	<u>95,339</u>	<u>77,666</u>
	<u>610,700</u>	<u>555,242</u>
Capital Projects Funds		
Nonspendable for:		
Tax incremental district #4	303,990	381,349
Restricted for:		
Tax incremental district #2	-	291,342
Tax incremental district #4	242,614	165,300
Tax incremental district #6	(181,296)	-
Tax incremental district #7	(31,658)	-
General capital improvements	<u>363,213</u>	<u>360,286</u>
	<u>696,863</u>	<u>1,198,277</u>
Debt service fund	<u>261,098</u>	<u>-</u>
Total Governmental Fund Balances	<u>\$ 4,394,640</u>	<u>\$ 4,327,739</u>

A. The above summary indicates a total general fund balance of \$2,825,979 which is approximately 113% of actual general fund expenditures. This indicates a healthy fund balance. Of that amount \$55,861 is nonspendable and \$2,068,604 is committed for specific expenditures.

B. The increase in the general fund balance of \$251,759 was not anticipated. The general fund final budget projected a \$1,767,327 decrease in fund balance.

C. Total governmental fund balance was \$4,394,640. A \$66,901 increase from the prior year.

CITY OF CHILTON, WISCONSIN
 Tax Incremental Financing District No. 2 Annual Report
 For the Year Ended December 31, 2017

Date Created: January 1, 1992

Termination Date: August 15, 2017

	Current Year	Cumulative
Revenue		
Tax increments	\$ 832,631	\$ 11,381,237
Land sales	-	107,996
State aid	1,554	16,783
Other revenues	379	1,880,997
Total revenues	834,564	13,387,013
Expenditures		
Project costs	58,669	8,302,359
Bond costs	-	42,449
Interest on debt	-	2,074,325
Total expenditures	58,669	10,419,133
NET COST RECOVERED THROUGH		
TAX INCREMENTS - DECEMBER 31, 2017	\$ 775,895	2,967,880
Reconciliation of Recoverable Costs		
General obligation debt outstanding		(257,803)
Net transfers in/out		3,225,683
NET COST RECOVERED THROUGH		
TAX INCREMENTS - DECEMBER 31, 2017		\$ 2,967,880

CITY OF CHILTON, WISCONSIN
 Tax Incremental Financing District No. 4 Annual Report
 For the Year Ended December 31, 2017

Date Created: January 1, 2005

Latest Possible Termination Date: 2031

	Current Year	Cumulative
Revenue		
Tax increments	\$ 48,798	\$ 342,036
State aid	304	21,654
Other revenues	1,033	104,954
Total revenues	50,135	468,644
Expenditures		
Project costs	84,407	2,979,164
Interest on debt	-	324,535
Other debt costs	-	6,545
Total expenditures	84,407	3,310,244
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2017	\$ (34,272)	(2,841,600)
Reconciliation of Recoverable Costs		
General obligation debt outstanding		(443,083)
Add: fund balance		546,604
Net transfers in/out		(2,945,121)
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2017		\$ (2,841,600)

CITY OF CHILTON, WISCONSIN
 Tax Incremental Financing District No. 6 Annual Report
 For the Year Ended December 31, 2017

Date Created: September 19, 2017

Latest Possible Termination Date: 2037

	<u>Current Year</u>	<u>Cumulative</u>
Revenue		
Other revenues	\$ 10,500	\$ 10,500
Expenditures		
Project costs	<u>191,796</u>	<u>191,796</u>
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2017	<u>\$ (181,296)</u>	<u>(181,296)</u>
Reconciliation of Recoverable Costs		
Add: fund balance		<u>(181,296)</u>
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2017		<u>\$ (181,296)</u>

CITY OF CHILTON, WISCONSIN
 Tax Incremental Financing District No. 7 Annual Report
 For the Year Ended December 31, 2017

Date Created: September 19, 2017

Latest Possible Termination Date: 2036

	<u>Current Year</u>	<u>Cumulative</u>
Revenue		
Tax increments	\$ -	\$ -
Expenditures		
Project costs	<u>31,658</u>	<u>31,658</u>
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2017	<u>\$ (31,658)</u>	<u>(31,658)</u>
Reconciliation of Recoverable Costs		
Add: fund balance		<u>(31,658)</u>
NET COST RECOVERABLE THROUGH TAX INCREMENTS - DECEMBER 31, 2017		<u>\$ (31,658)</u>

CITY OF CHILTON, WISCONSIN
Utility Rate of Return
For the Year Ended December 31, 2017

Water Utility Rate of Return

The following is the water utility rate of return calculation using requirements of the Wisconsin Public Service Commission for 2017 along with the prior two years for comparison.

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Average utility plant in service	\$ 5,890,516	\$ 5,854,433	\$ 5,236,288
Average materials and supplies	23,048	21,217	19,062
Less:			
Average regulatory liability	(158,611)	(183,013)	(207,415)
Average accumulated depreciation	<u>(2,357,909)</u>	<u>(2,205,177)</u>	<u>(2,059,968)</u>
RATE BASE	<u>\$ 3,397,044</u>	<u>\$ 3,487,460</u>	<u>\$ 2,987,967</u>
 OPERATING INCOME (LOSS)	 <u>\$ 102,620</u>	 <u>\$ 65,075</u>	 <u>\$ (261,025)</u>
 RATE OF RETURN	 <u>3.02%</u>	 <u>1.87%</u>	 <u>-8.74%</u>

In 2017, revenues decreased by \$1,000 and repairs and maintenance decreased by \$28,700 resulting in the increased rate of return.

Sewer Utility Rate of Return

The following is the sewer utility rate of return calculation for 2017 along with the prior two years for comparison.

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Average utility plant in service	\$ 11,356,635	\$ 11,340,483	\$ 11,312,617
Less:			
Average accumulated depreciation	<u>(7,545,640)</u>	<u>(7,132,996)</u>	<u>(6,712,274)</u>
RATE BASE	<u>\$ 3,810,995</u>	<u>\$ 4,207,487</u>	<u>\$ 4,600,343</u>
 OPERATING (LOSS) INCOME	 <u>\$ (40,336)</u>	 <u>\$ (3,515)</u>	 <u>\$ 38,294</u>
 RATE OF RETURN	 <u>-1.06%</u>	 <u>-0.08%</u>	 <u>0.83%</u>

In 2017, revenues decreased by \$18,000 and operating expenses increased by \$19,000 resulting in the lower rate of return.