



2024

ANNUAL COMPREHENSIVE FINANCIAL REPORT
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

CITY OF FITCHBURG
FITCHBURG, WISCONSIN



Annual Comprehensive Financial Report of the City of Fitchburg, Wisconsin

December 31, 2024

Department Issuing Report

Finance Department
Misty Dodge, Finance Director

City of Fitchburg

Table of Contents
December 31, 2024

| | <u>Page</u> |
|---|-------------|
| Introductory Section | |
| Letter of Transmittal | i |
| Certificate of Achievement for Excellence in Financial Reporting | iv |
| Organizational Chart | v |
| List of Elected and Appointed Officials | vi |
| Financial Section | |
| Independent Auditors' Report | vii |
| Required Supplementary Information | |
| Management's Discussion and Analysis | x |
| Basic Financial Statements | |
| Government-Wide Financial Statements | |
| Statement of Net Position | 1 |
| Statement of Activities | 3 |
| Fund Financial Statements | |
| Balance Sheet - Governmental Funds | 4 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | 6 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds | 7 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 9 |
| Statement of Net Position - Proprietary Funds | 10 |
| Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds | 12 |
| Statement of Cash Flows - Proprietary Funds | 13 |
| Statement of Fiduciary Net Position - Custodial Fund | 15 |
| Statement of Changes in Fiduciary Net Position - Custodial Fund | 16 |
| Index to Notes to Financial Statements | 17 |
| Notes to Financial Statements | 18 |

City of Fitchburg

Table of Contents
December 31, 2024

| | <u>Page</u> |
|--|-------------|
| Required Supplementary Information | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund | 55 |
| Schedule of Proportionate Share of the Net Pension Liability (Asset) - Wisconsin Retirement System | 59 |
| Schedule of Employer Contributions - Wisconsin Retirement System | 59 |
| Notes to Required Supplementary Information | 60 |
| Supplementary Information | |
| Major Debt Service Fund | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Debt Service Fund | 61 |
| Major Capital Projects Funds | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Capital Projects Fund | 62 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - TID No. 9 Fund - Capital Projects Funds | 63 |
| Governmental Funds | |
| Combining Balance Sheet - Nonmajor Governmental Funds | 64 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds | 68 |
| Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual | |
| Recycling and Refuse Collection Fund | 72 |
| Park Dedication Fund | 73 |
| Park Improvement Fund | 74 |
| Cemetery Fund | 75 |
| Library Services Fund | 76 |
| Grants and Donations | 77 |
| Affordable Housing Fund | 78 |
| Community Wellbeing | 79 |
| American Rescue Plan Act | 80 |
| Forfeitures | 81 |
| Excess Increment | 82 |

City of Fitchburg

Table of Contents
December 31, 2024

| | <u>Page</u> |
|--|-------------|
| Transit | 83 |
| TID No. 4 Fund | 84 |
| TID No. 6 Fund | 85 |
| TID No. 10 Fund | 86 |
| TID No. 11 Fund | 87 |
| TID No. 12 Fund | 88 |
| TID No. 13 Fund | 89 |
| TID No. 14 Fund | 90 |
| TID No. 15 Fund | 91 |
| TID No. 16 Fund | 92 |
| TID No. 17 Fund | 93 |
| TID No. 18 Fund | 94 |
| Combining Statement of Net Position - Internal Service Funds | 95 |
| Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds | 96 |
| Combining Statement of Cash Flows - Internal Service Funds | 97 |
| Statement of Cash Flows - Component Unit | 98 |
| Statistical Section | |
| Schedule 1 - Net Position by Category - Last Ten Years | 99 |
| Schedule 2 - Changes in Net Position - Last Ten Years | 100 |
| Schedule 3 - Fund Balances of Governmental Funds - Last Ten Years | 101 |
| Schedule 4 - Changes in Fund Balances of Governmental Funds - Last Ten Years | 102 |
| Schedule 5 - Assessed and Estimated Actual Value of Taxable Property - Last Ten Years | 103 |
| Schedule 6 - Property Tax Rates - Direct and Overlapping Governments - Last Ten Years | 104 |
| Schedule 7 - Principal Taxpayers - Current Year and Ten Years Ago | 105 |
| Schedule 8 - Property Tax Levies and Collections - Last Ten Years | 106 |
| Schedule 9 - Ratios of Outstanding Debt by Type - Last Ten Years | 107 |
| Schedule 10 - Ratios of General Bonded Debt Outstanding - Last Ten Years | 108 |
| Schedule 11 - Computation of Direct and Overlapping Bonded Debt - December 31, 2024 | 109 |
| Schedule 12 - Computation of Legal Debt Margin - Last Ten Years | 110 |

City of Fitchburg

Table of Contents
December 31, 2024

| | <u>Page</u> |
|---|-------------|
| Schedule 13 - Demographic and Economic Statistics - Last Ten Years | 111 |
| Schedule 14 - Principal Employers - Current Year and Eleven Years Ago | 112 |
| Schedule 15 - Full-Time Equivalent City Government Employees by Function - Last Ten Years | 113 |
| Schedule 16 - Operating Indicators by Function - Last Ten Years | 114 |
| Schedule 17 - Capital Asset Statistics by Function - Last Ten Years | 115 |



June 2, 2025

To the Honorable Mayor, Members of the City Council, and Residents of the City of Fitchburg:

The Annual Comprehensive Financial Report for the City of Fitchburg for the year ended December 31, 2024, is hereby submitted. This report consists of management's representations concerning the finances of the City of Fitchburg. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The City Council retained the accounting firm of Baker Tilly to perform an audit of the City's financial statements. Baker Tilly has issued an unmodified ("clean") opinion on the City of Fitchburg's financial statements as of and for the year ended December 31, 2024. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City first incorporated as a town in 1847 and then as a city in 1983. It is located in south-central Dane County, in the south-central part of Wisconsin, 10 miles south of the state capitol in Madison. The City currently has a land area of approximately 35 square miles and an estimated population for 2024 of 35,125. The City is empowered to levy a property tax on both real and personal property located within its boundaries. Beginning with the property taxes collected for 2025, the personal property tax was fully repealed by the State and a supplemental state aid was provided to compensate the City for the lost revenue. The City also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the City Council. The City participated in the dissolution of the Town of Madison in October 2022. Approximately 26% of the land area became part of the City of Fitchburg and the remainder went to the City of Madison.

The City has operated under a Mayor-Council form of government since its incorporation as a City. Policymaking and legislative authority is vested in the City Council, which consists of a Mayor and an eight-member Council. This governing Council is responsible, among other things, for passing ordinances, adopting the budget, and hiring the City's Administrator. The City Administrator is responsible for carrying out the policies and ordinances of the governing Council and for overseeing the day-to-day operations of the City government. The Mayor is responsible for appointing committees, boards, and commissions, subject to the approval of the City Council. The Mayor and the Council are elected on a non-partisan basis. Council members are elected from within their respective districts to two-year staggered terms. The Mayor is elected at large to three-year terms.

Early in its history, Fitchburg attracted European immigrants with the largest being Irish settlers looking for farmland. By the 1860's, Irish settlers constituted a third of Fitchburg's population. As the years passed, the City grew in population and business prospered. Today, Fitchburg is ideally nestled between urban Madison and the scenic farmlands for which Wisconsin is famous. Fitchburg is one of the most diverse communities within the State of Wisconsin with 36% of the population identifying as Hispanic/Latino, Black, or Asian. With its close proximity to Madison, Fitchburg continues to attract visitors, new businesses, and new residents with its natural beauty, favorable location, diverse and thriving businesses and industries, fine services, and year-round recreational activities.

The City provides a full range of services including police and fire protection; sanitation services; the construction and maintenance of streets, highways, and other infrastructure; and recreational activities and cultural events. In addition to the general activities, the City Council exercises control over the wastewater, water, and stormwater utilities and, therefore, they have been included as an integral part of the City's financial statements.

The annual budget serves as the foundation for the City's financial planning and controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the general fund, special revenue funds, debt service fund, and internal service funds are included in the annual appropriated budget. Project-length budgets are prepared for capital project funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level, though changes within the departmental budget that are more than \$5,000 or 5% require Council approval.

Local Economy

The City is affected locally by the national economy. Over the long-term, the City will continue to experience significant residential and commercial growth in the years ahead as development continues to grow. Fitchburg has easy access via three north/south corridors to the State Capitol, University of Wisconsin-Madison Campus, east and west sides of Madison and the Interstates 39/90/94. In 2023, the City had net new construction growth of 2.968% or \$170 million. Even with the public health emergency that began in early 2020, supply chain issues, as well as the high inflation and increasing interest rate environment, the construction activity in the City has remained strong.

The Fitchburg economy comprises targeted industry clusters including: agriculture, advanced manufacturing, life sciences, information technology, and headquarter, regional, and back-office operations.

The Fitchburg Technology Neighborhood, dedicates more than 2,000 acres for high quality technology businesses in mixed-use commercial and residential settings connected by parks, open space and multi-modal transportation, creating the ideal place for technology companies to call home. The neighborhood consists of four developments: Fitchburg Center, Fitchburg Technology Campus/RDC Tech Lands, Novation Campus, and Uptown Fitchburg.

Fitchburg's development activity included the completion of the Sub-Zero Corporate Headquarters, SpringHill Suites, Blue Plate Catering, UW Credit Union improvements, and other commercial projects. Residential development is positive with 122 new single-family permits and continued growth in the multi-family sector with approximately 323 units within mixed use projects in the Fish Hatchery Road corridor, Highfield Reserve subdivision, Uptown Fitchburg, Hartung Fields technology and housing development and the Terravessa neighborhood along U.S. Highway 14.

The City is covered by three school districts. The City's 2024 overall net property tax rate per \$1,000 in assessed value is \$17.12 for properties within the Madison School District, \$17.38 for the Oregon School District, and \$18.99 for the Verona School District.

Long-term Financial Planning

The City continues to focus on how to enhance Fitchburg's services and vitality. The City has committed to various actions to improve long-term financial planning efforts.

Fitchburg is a growing community and recognizes that balancing urban and rural interests requires planning for managed and orderly growth while looking for infill and redevelopment opportunities. Fitchburg's Comprehensive Plan is used to manage and direct growth in areas identified in the plan as desirable for future urban development. Prior to any urban service adjustment being considered or undertaken, a plan shall be accomplished for the neighborhood area in which the urban service adjustment may be taken. Neighborhood Plans, which analyze and plan for all elements of the built environment, are adopted into the Comprehensive Plan.

To date, the City has six neighborhood plans or area plans adopted into the City's long-range Comprehensive Plan. Two additional neighborhood plans (South Stoner Prairie & Greenfield) began in 2023 with an anticipated adoption date in mid-2025. These plans contain detailed recommendations for land use, transportation, recreation, utilities, and environmental considerations. The Comprehensive Plan, and the detailed neighborhood plans, direct community development decisions by the city officials. The City has also identified future urban growth areas that would expand the urban service area and allow further growth and development in the future.

The City's Zoning Ordinance is one regulatory tool to implement the Comprehensive Land Use Plan. In 2010 Fitchburg became the first municipality in the state of Wisconsin to adopt SmartCode zoning, a form-based zoning district used to create Traditional Neighborhood Development (TND). The code works to maximize efficiency in land use by allowing for increased density as well as diverse types of building forms and uses within a walkable area, and also works to create an environment that is pedestrian and bike friendly.

The City has nine active Tax Increment Districts (TID) to assist with redevelopment and community development projects. TID #6 Orchard Pointe/Arrowhead was closed in early 2022 and TIDs #4 FTC and Expansions and #15 Former Town of Madison were closed in 2023. All three TIDs have been very successful both financially and as an economic development tool. The successful TIDs also enabled the City to continue to capitalize its affordable housing fund. One new TID #18 Fitchburg Commerce and Industrial Park was created in 2024 to add more land inventory for clean manufacturing and light industrial businesses.

In addition to the efforts detailed above, the City annually updates and adopts a ten-year capital improvement plan. This plan focuses on the strategic initiatives of the City and addresses the City's capital needs over ten years. A Financial Management Plan is also presented by the City's financial advisors and includes estimated impacts of both capital and operating needs over ten years and the impact on the City's tax rate. These documents assist the Council in setting the priorities of the City as well as determining how we will finance the needs of the City in the future.

Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the city for its annual comprehensive financial report for the fiscal year ended December 31, 2023. This was the ninth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report was made possible through the dedicated services of the Finance Department staff, other City departments, and our independent auditors. We express our appreciation to all those that assisted and contributed to the preparation of this report. We also thank the Mayor, the City Council, and the City Administrator – without their leadership and continuing support, preparation of this report would not have been possible.

Sincerely,



Misty Dodge, CPA, CPFO
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Fitchburg
Wisconsin**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill

Executive Director/CEO



**City of Fitchburg, Wisconsin
List of Elected and Appointed Officials
December 31, 2024**

ELECTED OFFICIALS

| | | |
|-----------------------|------------|--------------------|
| Mayor | | Julia Arata-Fratta |
| Council Member | District 1 | Dave Herbst |
| | District 1 | Joe Maldonado |
| | District 2 | Bill Jetzer |
| | District 2 | Gabriella Gerhardt |
| | District 3 | Jay Allen |
| | District 3 | Donald Dantzer |
| | District 4 | Jim Wheeler |
| | District 4 | Nicole Vafadari |
| Municipal Court Judge | | Hamdy Ezalarab |

APPOINTED OFFICIALS

| | |
|-------------------------------------|-----------------------|
| City Administrator | Chad Brecklin |
| Deputy City Administrator | Adam Sayre |
| Attorney | Valerie Zisman |
| Finance Director | Misty Dodge |
| Human Resources | Sarah Olson |
| Clerk | Tracy Oldenburg |
| Police Chief | Alfonso Morales |
| Fire Chief | Chad Grossen (acting) |
| Public Works Director/City Engineer | Tim Voelker |
| Library Director | Wendy Rawson |
| Senior Center Director | Jill McHone |
| Parks and Recreation Director | Scott Endl |
| City Assessor | Chris Leitz |
| Economic Development Director | Michael Zimmerman |
| City Planner | Deanna Schmidt |
| Technology Director | Nicolas Joseph |
| Building Inspector | John Crook |

Independent Auditors' Report

To the City Council of
City of Fitchburg

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Fitchburg, Wisconsin (the City), 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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'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.

Auditors' 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 auditors' 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'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'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 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City'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. Such 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 basic 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.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the Introductory Section and Statistical Section included in the annual comprehensive financial report but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Baker Tilly US, LLP

Madison, Wisconsin
June 2, 2025

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

As management of the City of Fitchburg, we offer readers of the financial statements of the City this narrative overview and analysis of the financial activities of the City of Fitchburg for the fiscal year ended December 31, 2024. We encourage the reader to consider the information presented here in conjunction with the City's financial statements.

FINANCIAL HIGHLIGHTS

When revenues exceed expenses, the result is an increase in net position. When expenses exceed revenues, the result is a decrease in net position. This relationship between revenues and expenses is considered the City's results of operations. Changes in net position are one indicator of financial health or financial position. Over time, increases or decreases in net position as measured in the Statement of Activities are one indicator of improving or deteriorating financial health.

- The assets and deferred outflows of resources of the City of Fitchburg exceeded its liabilities and deferred inflows of resources as of December 31, 2024 by \$337,274,907 (net position). Of this amount, \$52,604,718 (unrestricted net position) may be used to meet the City's ongoing obligations to residents and creditors, \$28,655,414 is restricted for specific purposes (restricted net position) and \$256,014,775 is the net investment in capital assets, including all infrastructure.
- The City of Fitchburg's total net position increased by \$23,250,845 over the previous year's net position. Net position relating to Governmental Activities increased by \$17,885,421 while net position relating to Business-type Activities increased by \$5,365,424.
- As of December 31, 2024, the City's governmental funds reported combined fund balances of \$85,819,869, an increase of \$19,312,957 from 2023.
- Unassigned fund balance for the general fund was \$4,479,482 or 15.1 percent of 2024 general fund revenues.
- The 3 percent debt limit set by local ordinance as of December 31, 2024 was \$185,020,875. Total general obligation debt outstanding at the end of the year was \$60,925,000 (32.9 percent of the allowable limit).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. These financial statements consist of two parts: Management's Discussion and Analysis (this section) and the basic financial statements. The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of City government, reporting the City's operations in more detail than the government-wide statements.

These financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by sections of required and not required supplementary information that further explain and support the information in the financial statements. The final section is a statistical section that provides up to ten years of historical data to provide context to the financial statements. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net Position – the difference between the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources – is one way to measure the City's financial health, or position. Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating. To assess the overall health of the City you need to consider additional non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenses reported in this statement for some items will only result in cash flows in future fiscal periods.

The government-wide financial statements include the City of Fitchburg (primary government) and the Fitchburg Community and Economic Development Authority (component unit). The Fitchburg Community and Economic Development Authority is a separate legal entity for which the City is financially accountable. Financial information for the component unit is presented as a discrete column in the financial statements. The Fitchburg Community and Economic Development Authority does not issue separate financial statements.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

The City maintains twenty-seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the general debt service fund, the general capital projects fund, and the TID No. 9 fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with this budget. Budgetary comparison schedules have also been provided for all special revenue funds that have an annual adopted budget.

Proprietary Funds – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, and stormwater utilities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for the management of its technology and insurance/risk management functions. Because these services are predominantly to benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements. Proprietary fund financial statements present the same type of information as the government-wide financial statements, only in more detail.

Custodial Funds – Custodial funds are used to account for resources held for the benefit of parties outside the government. Custodial funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for custodial funds is much like that used for proprietary funds.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information – In addition to the basic financial statements and accompanying notes, required supplementary information presents a detailed budgetary comparison schedule for the general fund to demonstrate compliance with the budget. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

An analysis of the City's financial position begins with a review of the Statement of Net Position and the Statement of Activities. These two statements report the City's net position and changes therein. It should be noted that the financial position could also be affected by non-financial factors, including economic conditions, population growth, and changes in the regulatory environment.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE (cont.)

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$337,274,907 at the close of 2024.

General capital assets (e.g., land, construction in progress, land improvements, buildings, machinery, infrastructure, and equipment) for the governmental activities of the City (less any outstanding debt used to acquire those assets) equals \$156,798,333 or 70.9% percent of governmental net position. Including governmental and business-type activities, 75.9 percent of total net position is represented by capital assets. The dollar values of net investment in capital assets increased due to several large capital projects occurring in 2024 (see further discussion below). The percentages of total net position, however, are comparable to last year. The City uses these capital assets to provide services to residents; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's total net position (\$28,655,414 or 8.5 percent) represents resources that are subject to external restrictions on how they may be used. The dollar values of restricted net position increased due to the continued accumulation of resources in the City's active TID activities to fund future project plan payments. The percentages of total net position, however, are comparable to last year.

The remaining balance of unrestricted net position (\$52,604,718 or 15.6 percent) may be used to meet the government's ongoing obligations to residents or creditors. This amount increased significantly from last year due to the current year increase in net position from revenues exceeding expenses.

At the end of the current fiscal year, the City reported positive balances in all three categories of net position, for the City as a whole, as well as for its governmental and business-type activities individually.

A summary of the City's Statement of Net Position is presented below in Table 1.

**Table 1
Condensed Statements of Net Position**

| | Governmental Activities | Business-type Activities | 2024 Totals | Governmental Activities | Business-type Activities | 2023 Totals |
|--------------------------------------|----------------------------|-----------------------------|----------------------|----------------------------|-----------------------------|----------------------|
| Current and other assets | \$ 138,173,392 | \$ 16,544,820 | \$154,718,212 | \$ 133,599,772 | \$ 14,667,937 | \$148,267,709 |
| Capital assets | 192,812,667 | 101,700,060 | 294,512,727 | 185,976,899 | 98,160,085 | 284,136,984 |
| Total Assets | <u>330,986,059</u> | <u>118,244,880</u> | <u>449,230,939</u> | <u>319,576,671</u> | <u>112,828,022</u> | <u>432,404,693</u> |
| Total Deferred Outflows of Resources | <u>13,701,031</u> | <u>530,254</u> | <u>14,231,285</u> | <u>19,846,503</u> | <u>775,608</u> | <u>20,622,111</u> |
| Long-term liabilities outstanding | 61,431,817 | 180,097 | 61,611,914 | 62,398,877 | 385,075 | 62,783,952 |
| Other liabilities | 14,239,371 | 1,620,546 | 15,859,917 | 22,271,237 | 1,387,264 | 23,658,501 |
| Total Liabilities | <u>75,671,188</u> | <u>1,800,643</u> | <u>77,471,831</u> | <u>84,670,114</u> | <u>1,772,339</u> | <u>86,442,453</u> |
| Total Deferred Inflows of Resources | <u>47,843,523</u> | <u>871,963</u> | <u>48,715,486</u> | <u>51,466,102</u> | <u>1,094,187</u> | <u>52,560,289</u> |
| Net Position | | | | | | |
| Net investment in capital assets | 156,798,333 | 101,700,060 | 258,498,393 | 151,570,411 | 98,160,085 | 249,730,496 |
| Restricted | 24,651,865 | 4,003,549 | 28,655,414 | 20,879,459 | 3,663,922 | 24,543,381 |
| Unrestricted | 39,722,181 | 10,398,919 | 50,121,100 | 30,837,088 | 8,913,097 | 39,750,185 |
| Total Net Position | <u>\$ 221,172,379</u> | <u>\$ 116,102,528</u> | <u>\$337,274,907</u> | <u>\$ 203,286,958</u> | <u>\$ 110,737,104</u> | <u>\$314,024,062</u> |

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE (cont.)

The 2023 and 2024 total columns reflect a capital debt adjustment for capital assets owned by the business-type activities but financed by the debt of the governmental activities.

As previously noted, the Statement of Net Position shows the change in financial position of net position. The specific nature or source of these changes becomes more evident in the Condensed Statement of Activities shown below.

GOVERNMENTAL ACTIVITIES

Governmental activities increased the City's net position by \$17,885,421. This increase is primarily a result of developer and other government contributions of capital assets and an increase in the value of the investment in joint venture for the EMS District. The increase is also from property taxes levied to re-pay the principal portion of long-term debt and to finance capital projects capitalized within the statements.

BUSINESS-TYPE ACTIVITIES

Business-type activities increased the City's net position by \$5,365,424. This increase is also primarily a result of developer, other government, and governmental activities contributions of capital assets.

As previously noted, the Statement of Net Position shows the change in financial position of net position. The specific nature or source of these changes then becomes more evident in the Statement of Activities as shown in Table 2.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE (cont.)

**Table 2
Condensed Statement of Activities**

| | Governmental Activities | Business-type Activities | 2024 Totals | Governmental Activities | Business-type Activities | 2023 Totals |
|---|----------------------------|-----------------------------|----------------------|----------------------------|-----------------------------|----------------------|
| Revenues: | | | | | | |
| Program Revenues | | | | | | |
| Charges for services | \$5,477,268 | \$9,742,881 | \$15,220,149 | \$ 3,591,175 | \$ 9,323,187 | \$ 12,914,362 |
| Operating grants and contributions | 4,533,321 | - | 4,533,321 | 3,809,895 | - | 3,809,895 |
| Capital grants and contributions | 3,563,667 | 4,628,639 | 8,192,306 | 11,075,489 | 5,141,023 | 16,216,512 |
| General Revenues | | | | | | |
| Property taxes | 38,906,632 | - | 38,906,632 | 39,935,815 | - | 39,935,815 |
| Other taxes | 92,056 | - | 92,056 | 63,199 | - | 63,199 |
| Intergovernmental | 4,138,173 | - | 4,138,173 | 4,422,266 | - | 4,422,266 |
| Other revenues | 6,039,539 | 884,792 | 6,924,331 | 5,742,247 | 852,586 | 6,594,833 |
| Total Revenues | <u>62,750,656</u> | <u>15,256,312</u> | <u>78,006,968</u> | <u>68,640,086</u> | <u>15,316,796</u> | <u>83,956,882</u> |
| Expenses: | | | | | | |
| General government | 3,963,052 | - | 3,963,052 | 4,143,267 | - | 4,143,267 |
| Public safety | 15,316,504 | - | 15,316,504 | 16,380,071 | - | 16,380,071 |
| Public works | 12,476,412 | - | 12,476,412 | 8,019,187 | - | 8,019,187 |
| Health and human services | 861,030 | - | 861,030 | 800,125 | - | 800,125 |
| Culture, education, and recreation | 5,635,120 | - | 5,635,120 | 5,554,683 | - | 5,554,683 |
| Conservation and development | 5,845,161 | - | 5,845,161 | 14,835,983 | - | 14,835,983 |
| Interest and fiscal charges | 1,430,746 | - | 1,430,746 | 1,425,444 | - | 1,425,444 |
| Water utility | - | 2,990,266 | 2,990,266 | - | 2,923,027 | 2,923,027 |
| Sewer utility | - | 4,278,672 | 4,278,672 | - | 3,902,771 | 3,902,771 |
| Stormwater utility | - | 1,959,160 | 1,959,160 | - | 1,882,069 | 1,882,069 |
| Total Expenses | <u>45,528,025</u> | <u>9,228,098</u> | <u>54,756,123</u> | <u>51,158,760</u> | <u>8,707,867</u> | <u>59,866,627</u> |
| Increase in Net Position Before Transfers | 17,222,631 | 6,028,214 | 23,250,845 | 17,481,326 | 6,608,929 | 24,090,255 |
| Transfers | 662,790 | (662,790) | - | (2,885,599) | 2,885,599 | - |
| Change in Net Position | <u>17,885,421</u> | <u>5,365,424</u> | <u>23,250,845</u> | <u>14,595,727</u> | <u>9,494,528</u> | <u>24,090,255</u> |
| Net Position – Beginning of Year | <u>203,286,958</u> | <u>110,737,104</u> | <u>314,024,062</u> | <u>188,691,231</u> | <u>101,242,576</u> | <u>289,933,807</u> |
| Net Position – End of Year | <u>\$221,172,379</u> | <u>\$116,102,528</u> | <u>\$337,274,907</u> | <u>\$ 203,286,958</u> | <u>\$ 110,737,104</u> | <u>\$314,024,062</u> |

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

GOVERNMENTAL FUNDS

The focus of the City of Fitchburg's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

At December 31, 2024, the City's governmental funds reported combined fund balances of \$85,819,869. Approximately 4.9 percent of this amount, \$4,171,019 constitutes unassigned fund balance, which is available to meet the City's current and future needs. The remaining \$81,648,850 is non-spendable for noncurrent asset balances, or restricted, committed, or assigned for specific purposes of the City. This \$19,312,846 increase in total fund balance is primarily due to the amount borrowed in 2024 but unspent, the continued accumulation of resources in the City's active tax increment financing districts to fund future project plan payments, and current year positive variances in budgeted revenues and expenditures within the general fund. This amount is partially offset by the closure of TID 15 and the distribution of excess increment to overlying jurisdictions. The decrease in governmental funds unassigned fund balance is primarily due to large assignments of fund balance within the general fund and the transfer of fund balance to the capital projects fund for future capital projects. The transfers of fund balance were intentional and in accordance with both the City's budget and financial guidelines.

General Fund

The City's general fund is the chief operating fund of the City. The total general fund balance is \$18,304,253, an increase of \$932,339 or 5.4%. This increase in fund balance is primarily due to current year revenues in excess of expenditures. Revenues exceeded budgeted estimates and expenditures were below budgeted estimates; however, the net positive change in fund balance was partially offset by a planned transfer of fund balance out of the general fund into the capital projects fund of \$2,562,500. See budget section below for additional details on variances between budgeted revenues and expenditures.

The City evaluates general fund balance by measuring the unassigned general fund balance as a percentage of the current year's general fund revenues. For 2024, unassigned fund balance is \$4,479,482 and the 2024 general fund revenues were \$29,582,814, resulting in an unassigned fund balance of 15.1 percent of revenues. This amount is a decrease from prior year and is primarily the result of reclassifications of fund balance into other categories such as an increase in assigned fund balance for future employee compensated absences payments due to increases in hours accumulated by employees and future uses of fund balance within the general fund due to the planned use of fund balance in excess of the City's policy on capital projects. These reclassifications of fund balance were partially offset by current year revenues in excess of expenditures within the general fund that resulted in an overall increase in general fund balance. In addition, large planned transfers of fund balance that were included in assigned fund balance in 2023 were completed in 2024.

General Debt Service Fund

The City's debt service fund accounts for the accumulation of resources for, and payment of, general long-term debt principal, interest, and related costs. As of the end of 2024, the restricted fund balance of \$39,551 is premium on debt issued in 2024 that will be used to make interest payments in 2025. This amount is a decrease from prior year due to the use of premium on the 2021 debt issuance for 2024 interest payments. The rest of the fund balance of \$726,410 is assigned for future debt service payments. This amount is a decrease from the prior year due to the use of interest revenue earned in 2022 and 2023 to reduce the amount of debt issued in 2024.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

FINANCIAL ANALYSIS OF THE CITY'S FUNDS (cont.)

General Capital Projects Fund

The City's capital projects fund accounts for financial resources that are restricted or committed to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The fund balance of \$35,399,477 is an increase of \$14,114,867 or 66.3 percent over the previous year. The increase is due primarily to projects funded in 2024 but purchase or construction was delayed to a future year.

TID No. 9 Capital Projects Fund

TID No. 9 is the City's largest active tax incremental district. This TID was originally created for a single project but was amended two times to add significant additional area near the Lacy Road corridor. The majority of the City's obligations for the amendment are being spent on the reconstruction of Lacy Road and other nearby infrastructure. Funds were borrowed in 2021 to pay for those reconstruction costs.

Nonmajor Governmental Funds

Fund balance of nonmajor governmental funds is \$25,757,926, which is nonspendable, restricted, or committed for future projects and expenditures. This balance includes negative fund balance of \$180,041 for TID No. 13 due to the district being newer and investing in a large capital project, funded by debt proceeds until sufficient increment is generated. This balance also includes negative fund balances of \$36,083 for TID No. 11, \$27,535 for TID No. 14, \$17,868 for TID No. 16, \$24,335 for TID No. 17, and \$22,601 for TID No. 18 due to the districts being newer and having a small amount of implementation/administration costs that have not yet been recovered. Funds have been advanced by the general fund with a charge for interest. The total fund balance for nonmajor governmental funds has increased due to the accumulation of resources in the park improvement fund for future capital projects, transfers from TID closures for affordable housing, and transfers of excess increment for City purposes.

Proprietary Funds

The City of Fitchburg's proprietary fund financial statements provide the same type of information found in the government-wide financial statements, but in more detail. Factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

The 2024 adopted General Fund budget was amended during the year. The total original appropriations, including transfers out, were \$31,429,275 and final appropriations were \$33,288,077. The \$1,858,802 increase was primarily due to the carryover of unspent budget appropriations from 2023 into 2024, the use of fund balance to pay for an assessment claim settlement refund, and a transfer of funding for capital road projects to instead be used on road maintenance. There were other budget amendments approved that either did not affect total expenditures or had a smaller effect.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

GENERAL FUND BUDGETARY HIGHLIGHTS (cont.)

Actual expenditures and other financing uses were \$29,757,341 resulting in a favorable variance of \$3,530,736. Total revenues and other funding sources were \$30,689,680, which is \$2,078,137 more than the amended budget. The overall operating result of the general fund was a gain of \$932,339 and was primarily due to:

- Building and related permit revenues in excess of budget, primarily due to several large projects that began construction in 2024.
- Significant increase in investment income due to the overall continued rebound in the market.
- Waived disability premium costs that were budgeted but unspent.
- Several staff vacancies in multiple departments including police, fire, sustainability, public works, and planning. Most of the vacancies were for a few months but some vacancies extended for a longer period of time and resulted in a significant overall favorable variance. However, the vacancies in the police and fire departments resulted in significant overtime costs.
- Budgeted transfer of \$3,137,500 from the general fund unassigned fund balance that is in excess of the City's fund balance minimum guideline to the general capital projects fund to support capital purchases. However, based on the minimum 15% fund balance guideline, \$575,000 of the budgeted transfer was not completed in 2024.
- Various projects were budgeted in 2024 but were not completed during the year. These projects were requested for carryover into 2025 and included in assigned fund balance.
- Administrative charges to other funds are budgeted as general fund revenues but are reclassified as negative expenses for the financial statements. The net financial impact is zero.

CAPITAL ASSETS

At the end of 2024, the City had invested a total of \$294,512,727 in capital assets. This investment in capital assets includes land, buildings and improvements, machinery and equipment, and infrastructure.

**Table 3
Capital Assets**

| | Governmental Activities | Business-type Activities | 2024 Totals | Governmental Activities | Business-type Activities | 2023 Totals |
|---|----------------------------|-----------------------------|-----------------------|----------------------------|-----------------------------|-----------------------|
| Land and other assets not being depreciated | \$ 49,395,759 | \$ 14,750,099 | \$ 64,145,858 | \$ 46,907,375 | \$ 13,307,069 | \$ 60,214,444 |
| Land improvements | 412,878 | - | 412,878 | 412,878 | - | 412,878 |
| Building and improvements | 47,241,056 | 6,742,825 | 53,983,881 | 46,837,428 | 6,467,741 | 53,305,169 |
| Machinery and equipment | 25,516,005 | 4,508,140 | 30,024,145 | 22,577,220 | 4,407,692 | 26,984,912 |
| Roads, paths, and sidewalks | 122,191,567 | - | 122,191,567 | 117,797,186 | - | 117,797,186 |
| Utility plant | - | 109,883,048 | 109,883,048 | - | 105,758,918 | 105,758,918 |
| Intangible | - | 197,057 | 197,057 | - | 197,057 | 197,057 |
| Total Capital Assets | 244,757,265 | 136,081,169 | 380,838,434 | 234,532,087 | 130,138,477 | 364,670,564 |
| Less: Accumulated Depreciation | (51,944,598) | (34,381,109) | (86,325,707) | (48,555,188) | (31,978,392) | (80,533,580) |
| Net Capital Assets | \$ 192,812,667 | \$ 101,700,060 | \$ 294,512,727 | \$ 185,976,899 | \$ 98,160,085 | \$ 284,136,984 |

More information on net capital assets can be found in the notes to the financial statements, Note 3.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

CAPITAL ASSETS (cont.)

GOVERNMENTAL ACTIVITIES

Total capital assets from governmental activities increased \$10,225,178. Major capital asset events during the current fiscal year included the following:

- City hall main counter renovation was completed.
- Syene Road reconstruction continued.
- Hub park facility design was completed and construction was started.
- Fire department triple combination pumper was purchased.
- Library chiller was replaced.
- Mckee Farms Park tennis courts were rebuilt.
- New police facility design continued.
- Parkland, park improvements, and infrastructure contributed from developers.

BUSINESS -TYPE ACTIVITIES

Total utility capital assets increased \$2,889,400 for water; \$846,770 for sewer; and \$2,206,522 for storm water. Major capital asset events during the current fiscal year included the following:

- Water work in process at year-end includes Glacier Valley (future improvements), Well 12 Pumphouse, Water Tower D, Syene – McCoy to Lacy project, McKee water main replacements, Belmar water main replacements, and Fitchrona-Lacy-Nesbitt water improvements.
- Sewer work in process at year-end includes Rolfsmeyer Road, Fish Hatchery Road Sewer lining, Fitchrona-Lacy Nesbitt sewer improvements, Syene/McCoy to Lacy sewer improvements, Badger and Terravessa Lift Station projects and Syene and McCoy Interceptor projects.
- Storm water work in process at year-end includes Area H, drainage and flooding projects, Uptown Wet Pond, Fitchrona Road stormwater, Curry Court Flooding, storm pond dredging, Lacy/Seminole Regional Stormwater Improvements, and Lake Barney Watershed Improvements.
- There were 135 water customers added and 125 sanitary sewer customers added during 2024.
- There were 7,808 feet of water main added in 2024, so total footage increased to 620,383 feet, which equates to just over 117 miles of water main.

LONG-TERM DEBT

As of December 31, 2024, the City had \$60,925,000 of long-term bonds and notes outstanding, including utilities. All of the City's external debt is for general obligation issues. This is an increase of \$4,880,000 from 2023 due to the issuance of \$8,790,000 of new debt in 2024 but was partially offset by scheduled payments on the existing debt of \$3,910,000.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed five percent of the equalized value of taxable property within the City's jurisdiction. The debt limit as of December 31, 2024 was \$308,368,125. The City was at 19.8 percent of the legal debt limit.

The City has chosen to further restrict its borrowing, not to exceed 3 percent of the equalized value of taxable property. The City's internal debt limit as of December 31, 2024 was \$185,020,875 and the City had used 32.9 percent. This amount is comparable to last year due to the issuance of debt in 2024 but was offset by an increase in the equalized value.

Also see notes to the financial statements, Note 3.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS

TID No. 4: During 2003, TID No. 4 was created as an industrial TID and was amended the first time in 2005. Various projects were authorized with development incentives funded by future tax increments. During 2011, the City received approval for a second amendment to TID No. 4. This amendment involves a developer agreement with Green Tech and Tech Lands for development of the Nine Springs Property. The City's main investment in the amended TID has been the construction of an interchange at Highway 14, which was completed in 2012. During 2018 the City amended TID No. 4 to include additional infrastructure costs. The additional costs will be funded directly by the TID. The TID expenditure period ended in 2021 and only project costs incurred or contracted prior to the end of the expenditure period may continue. An affordable housing extension and TID closure both occurred in early 2023. In 2023, the final municipal revenue obligation was paid early, in full. The amount remaining in this fund will be used to pay ongoing legal costs for an outstanding assessment claim and any amount unspent upon completion of the proceedings will be distributed to the overlying jurisdictions.

TID No. 6: During 2006, TID No. 6 was created for the Orchard Pointe area. During 2013, the City received approval for an amendment to TID No. 6. This amendment involves the construction of Spoke and Sprocket Drives with the intention to spur development in the Arrowhead area. The construction of those two roads was substantially completed in 2014. The TID expenditure period ended in 2021 and no additional project costs are expected. An affordable housing extension and TID closure both occurred in early 2022. The outstanding assessment claim was resolved in 2024 and the remaining amount unspent will be distributed to the overlying jurisdictions in 2025.

TID No. 9: During 2015, TID No. 9 was created to assist in the expansion of an existing major employer through a future municipal revenue obligation. During 2016, the City amended TID No. 9 because the expansion project was increased in size and scope. This expansion required additional infrastructure costs, including costs within a ½ mile of the TID boundaries. During 2019, the City expanded the boundaries and added project costs for this area, primarily for development incentives, road projects, and regional stormwater improvements. Increment from the expanded project is expected to fund the additional costs. As of the date of the financial statements, various large infrastructure projects were substantially complete within TID No. 9 and partially supported by a grant awarded by the State of Wisconsin.

As of the date of the financial statements there are five outstanding municipal revenue obligations (one issued in 2018, one issued in 2021, one issued in 2022, and two issued in 2023) related to specific portions of the development in TID No. 9. These obligations do not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligations, the obligations terminate with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, these obligations are not reported as liabilities in our financial statements. During 2024, payments were able to be made based on the payment schedules but three had to be reduced based on the increment generated.

TID No. 10: During 2015, TID No. 10 was created to help stimulate redevelopment of a major business corridor with a planned hotel/conference center/restaurant project that was expected to be supported through a future municipal revenue obligation. During 2018, TID No. 10 was amended to expand the boundaries and add project costs for one of the City's main corridors. During 2023, the City again expanded the boundaries and added project costs for this area, primarily for development incentives, road projects, and mass transit improvements. This TID is expected to be financed partially through municipal revenue obligations and partially through general obligation debt for the major road reconstruction project. As of the date of the financial statements, the road reconstruction was substantially complete and no future debt issuance for this project is expected.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS (cont.)

As of the date of the financial statements there are two outstanding municipal revenue obligations (one issued in 2021 and one issued in 2022) related to specific portions of the development in TID No. 10. These obligations do not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligations, the obligations terminate with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, these obligations are not reported as a liability in our financial statements. During 2024, payments were able to be made based on the payment schedules but both had to be reduced based on the increment generated.

TID No. 11: During 2018, TID No. 11 was created to assist in the redevelopment of a previously active waste site that was expected to be supported through a future municipal revenue obligation. As of the date of the financial statements, the development project is no longer being pursued and only administrative costs relating to the creation of the TID have been incurred.

TID No. 12: During 2018, TID No. 12 was created to assist with the expansion of an existing major employer through a municipal revenue obligation.

As of the date of the financial statements there is one outstanding municipal revenue obligation (issued in 2021) related to specific portions of the development in TID No. 12. This obligation does not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, this obligation is not reported as a liability in our financial statements. During 2024, payments were able to be made based on the payment schedules but had to be reduced based on the increment generated.

TID No. 13: During 2018, TID No. 13 was created to help stimulate development in the northeast section of the City through future municipal revenue obligations. During 2020, TID No. 13 was amended to expand the boundaries and add project costs, primarily for development incentives and road expansion projects.

As of the date of the financial statements there is one outstanding municipal revenue obligations (issued in 2020) related to specific portions of the development in TID No. 13. This obligation does not constitute a charge upon any funds of the City. In the event that future tax increments are not sufficient to pay off the obligation, the obligation terminates with no further liability to the City. Since the amount of future payments is contingent on the collection of future TID increments, these obligations are not reported as liabilities in our financial statements. During 2024, payments were able to be made based on the payment schedules.

TID No. 14: During 2022, TID No. 14 was created to assist in the development of a mixed-use development comprising approximately 162 acres located south of Haight Farm Road, west of US Highway 14, and east of South Syene Road. As of the date of the financial statements, the related development projects are in various stages of feasibility and construction and only administrative costs relating to the creation of the TID have been incurred.

TID No. 15: During 2006, Town of Madison TID No. 2 was created to assist in the rehabilitation of blighted apartments as well as the redevelopment of brownfields and underutilized properties into a higher and better use. When the Town of Madison dissolved in October 2022, the TID transferred to the City and became TID No. 15. An affordable housing extension and TID closure both occurred in 2023, with the affordable housing fund transfer occurring in 2024. In 2023, the final municipal revenue obligation was issued and paid early, in full.

CITY OF FITCHBURG, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS – UNAUDITED For the Year Ended December 31, 2024

CURRENTLY KNOWN FACTS/ECONOMIC CONDITIONS (cont.)

TID No. 16: During 2023, TID No. 16 was created to assist in the rehabilitation of approximately 61 acres located in the Rimrock area and encompassing portions of the Southdale Neighborhood. As of the date of the financial statements, the related development projects are in various stages of feasibility and only administrative costs relating to the creation of the TID have been incurred.

TID No. 17: During 2023, TID No. 17 was created to assist in the rehabilitation of approximately 173 acres along the McKee Road and Verona Road corridors. As of the date of the financial statements, the related development projects are in various stages of feasibility and only administrative costs relating to the creation of the TID have been incurred.

TID No. 18: During 2024, TID No. 18 was created to assist in the rehabilitation of approximately 119 acres located south of Cottonwood Drive, north of Lacy Road, and boarded by Verona Road to the west and slightly east of Seminole Highway. As of the date of the financial statements, the related development projects are in various stages of feasibility and only administrative costs relating to the creation of the TID have been incurred.

REQUESTS FOR INFORMATION

The financial report is designed to provide our residents, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the City Finance Director at (608) 270-4252, Monday through Thursday, 8:00 a.m. – 4:00 p.m. and Friday, 8:00 a.m. – 2:00 p.m.

City of Fitchburg

Statement of Net Position
December 31, 2024

| | Governmental Activities | Business- Type Activities | Total | Component Unit |
|--|------------------------------------|--|--------------------|---------------------------|
| Assets and Deferred Outflows of Resources | | | | |
| Assets | | | | |
| Cash and investments | \$ 89,654,926 | \$ 10,473,757 | \$100,128,683 | \$ 1,013,288 |
| Receivables, net: | | | | |
| Taxes | 39,843,365 | - | 39,843,365 | - |
| Delinquent personal property taxes | 5,828 | - | 5,828 | - |
| Accounts | 701,725 | 2,433,597 | 3,135,322 | 106,950 |
| Lease | - | 493,819 | 493,819 | - |
| Special assessments | 2,299,411 | 146,657 | 2,446,068 | - |
| Delinquent special assessments | 18,342 | - | 18,342 | - |
| Accrued interest | 25,537 | - | 25,537 | - |
| Land contract | 18,277 | - | 18,277 | - |
| Internal balances | 1,272,873 | (1,272,873) | - | - |
| Due from other governmental units | 543,169 | 210,000 | 753,169 | - |
| Inventories | - | 55,847 | 55,847 | - |
| Prepaid items | 1,555,029 | 467 | 1,555,496 | 1,225 |
| Investment in joint venture | 1,912,053 | - | 1,912,053 | - |
| Restricted assets: | | | | |
| Cash and investments | 322,857 | 4,003,549 | 4,326,406 | - |
| Capital assets: | | | | |
| Land | 45,801,726 | 10,871,047 | 56,672,773 | - |
| Construction in progress | 3,594,033 | 2,277,715 | 5,871,748 | - |
| Easements | - | 1,601,337 | 1,601,337 | - |
| Other capital assets, net of depreciation | 143,416,908 | 86,949,961 | 230,366,869 | - |
| Total assets | <u>330,986,059</u> | <u>118,244,880</u> | <u>449,230,939</u> | <u>1,121,463</u> |
| Deferred Outflows of Resources | | | | |
| Pension related amounts | <u>13,701,031</u> | <u>530,254</u> | <u>14,231,285</u> | <u>-</u> |
| Total deferred outflows of resources | <u>13,701,031</u> | <u>530,254</u> | <u>14,231,285</u> | <u>-</u> |
| Liabilities, Deferred Inflows of Resources and Net Position | | | | |
| Liabilities | | | | |
| Accrued and other liabilities | 5,263,200 | 1,413,033 | 6,676,233 | 88,442 |
| Due to other governments | 9,743 | - | 9,743 | - |
| Deposits | 683,744 | 85,769 | 769,513 | - |
| Unearned revenues | 739,508 | - | 739,508 | - |
| Noncurrent liabilities: | | | | |
| Due within one year | 7,543,176 | 121,744 | 7,664,920 | - |
| Due in more than one year | 59,916,249 | 118,189 | 60,034,438 | - |
| Net pension liability | 1,515,568 | 61,908 | 1,577,476 | - |
| Total liabilities | <u>75,671,188</u> | <u>1,800,643</u> | <u>77,471,831</u> | <u>88,442</u> |
| Deferred Inflows of Resources | | | | |
| Property taxes levied for future period | 39,711,905 | - | 39,711,905 | - |
| Pension related amounts | 8,131,618 | 328,328 | 8,459,946 | - |
| Lease related amounts | - | 543,635 | 543,635 | - |
| Total deferred inflows of resources | <u>47,843,523</u> | <u>871,963</u> | <u>48,715,486</u> | <u>-</u> |

See notes to financial statements

City of Fitchburg

Statement of Net Position
December 31, 2024

| | <u>Governmental Activities</u> | <u>Business- Type Activities</u> | <u>Total</u> | <u>Component Unit</u> |
|----------------------------------|------------------------------------|--|-----------------------|---------------------------|
| Net Position | | | | |
| Net investment in capital assets | \$ 156,798,333 | \$ 101,700,060 | \$ 256,014,775 | \$ - |
| Restricted for: | | | | |
| MDC revolving loans | - | - | - | 195,901 |
| Park and recreational fees | 5,669,429 | - | 5,669,429 | - |
| Impact fees | 239,044 | 4,003,549 | 4,242,593 | - |
| Library | 1,020,839 | - | 1,020,839 | - |
| Housing | 10,156,702 | - | 10,156,702 | - |
| Senior and other projects | 94,478 | - | 94,478 | - |
| Park projects | 116,524 | - | 116,524 | - |
| TID activities | 7,354,849 | - | 7,354,849 | - |
| Unrestricted | <u>39,722,181</u> | <u>10,398,919</u> | <u>52,604,718</u> | <u>837,120</u> |
| Total net position | <u>\$ 221,172,379</u> | <u>\$ 116,102,528</u> | <u>\$ 337,274,907</u> | <u>\$ 1,033,021</u> |

See notes to financial statements

City of Fitchburg

Statement of Activities

Year Ended December 31, 2024

| Functions/Programs | Program Revenues | | | | Net (Expenses) Revenues and Changes in Net Position | | | |
|--|----------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|-----------------------|---------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | | Component Unit |
| | | | | | Governmental Activities | Business-Type Activities | Total | |
| Primary Government | | | | | | | | |
| Governmental activities: | | | | | | | | |
| General government | \$ 3,963,052 | \$ 699,246 | \$ 72,320 | \$ - | \$ (3,191,486) | \$ - | \$ (3,191,486) | \$ - |
| Public safety | 15,316,504 | 936,062 | 268,536 | - | (14,111,906) | - | (14,111,906) | - |
| Public works | 12,476,412 | 1,566,156 | 3,775,719 | 3,559,501 | (3,575,036) | - | (3,575,036) | - |
| Health and human services | 861,030 | - | - | - | (861,030) | - | (861,030) | - |
| Culture, education and recreation | 5,635,120 | 2,193,239 | 340,091 | 4,166 | (3,097,624) | - | (3,097,624) | - |
| Conservation and development | 5,845,161 | 82,565 | 76,655 | - | (5,685,941) | - | (5,685,941) | - |
| Interest and fiscal charges | 1,430,746 | - | - | - | (1,430,746) | - | (1,430,746) | - |
| Total governmental activities | <u>45,528,025</u> | <u>5,477,268</u> | <u>4,533,321</u> | <u>3,563,667</u> | <u>(31,953,769)</u> | <u>-</u> | <u>(31,953,769)</u> | <u>-</u> |
| Business-type activities: | | | | | | | | |
| Water | 2,990,266 | 3,589,315 | - | 2,063,604 | - | 2,662,653 | 2,662,653 | - |
| Sewer | 4,278,672 | 4,194,828 | - | 894,439 | - | 810,595 | 810,595 | - |
| Stormwater | 1,959,160 | 1,958,738 | - | 1,670,596 | - | 1,670,174 | 1,670,174 | - |
| Total business-type activities | <u>9,228,098</u> | <u>9,742,881</u> | <u>-</u> | <u>4,628,639</u> | <u>-</u> | <u>5,143,422</u> | <u>5,143,422</u> | <u>-</u> |
| Total primary government | <u>\$ 54,756,123</u> | <u>\$ 15,220,149</u> | <u>\$ 4,533,321</u> | <u>\$ 8,192,306</u> | <u>(31,953,769)</u> | <u>5,143,422</u> | <u>(26,810,347)</u> | <u>-</u> |
| Component Unit | | | | | | | | |
| Community development authority | <u>\$ 465,122</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(465,122)</u> |
| General Revenues | | | | | | | | |
| Taxes: | | | | | | | | |
| Property taxes, levied for general purposes | | | | | 20,070,693 | - | 20,070,693 | - |
| Property taxes, levied for debt service | | | | | 5,390,245 | - | 5,390,245 | - |
| Property taxes, levied for capital assets | | | | | 2,434,617 | - | 2,434,617 | - |
| Property taxes, levied for other purposes | | | | | 705,482 | - | 705,482 | - |
| Property taxes, levied for the library | | | | | 2,314,436 | - | 2,314,436 | - |
| Property taxes, levied for TIF districts | | | | | 7,991,159 | - | 7,991,159 | - |
| Other taxes | | | | | 92,056 | - | 92,056 | 497,084 |
| Intergovernmental revenues not restricted to specific programs | | | | | 4,138,173 | 2,276 | 4,140,449 | - |
| Investment income | | | | | 5,243,386 | 758,782 | 6,002,168 | 25,102 |
| Gain on disposal of assets | | | | | - | 4,576 | 4,576 | - |
| Miscellaneous | | | | | 796,153 | 119,158 | 915,311 | 5,666 |
| Transfers | | | | | 662,790 | (662,790) | - | - |
| Total general revenues and transfers | | | | | <u>49,839,190</u> | <u>222,002</u> | <u>50,061,192</u> | <u>527,852</u> |
| Change in net position | | | | | <u>17,885,421</u> | <u>5,365,424</u> | <u>23,250,845</u> | <u>62,730</u> |
| Net Position, Beginning | | | | | <u>203,286,958</u> | <u>110,737,104</u> | <u>314,024,062</u> | <u>970,291</u> |
| Net Position, Ending | | | | | <u>\$ 221,172,379</u> | <u>\$ 116,102,528</u> | <u>\$ 337,274,907</u> | <u>\$ 1,033,021</u> |

See notes to financial statements

City of Fitchburg

Balance Sheet -
Governmental Funds
December 31, 2024

| | <u>General</u> | <u>General Debt Service</u> | <u>General Capital Projects</u> | <u>TID No. 9</u> |
|---|----------------------|---------------------------------|---|---------------------|
| Assets | | | | |
| Cash and investments | \$ 17,959,621 | \$ 765,961 | \$ 35,095,790 | \$ 5,643,107 |
| Receivables, net: | | | | |
| Taxes | 20,660,283 | 6,062,449 | 2,662,607 | 2,274,480 |
| Delinquent personal property taxes | 5,828 | - | - | - |
| Accounts | 599,323 | - | 50,379 | - |
| Interest | 22,100 | - | 3,437 | - |
| Special assessments | - | 2,281,258 | 18,153 | - |
| Delinquent special assessments | 18,342 | - | - | - |
| Land contract | 18,277 | - | - | - |
| Due from other governments | 145,121 | - | 398,048 | - |
| Due from other funds | 820,416 | - | - | - |
| Advances to other funds | 320,000 | - | 503,457 | - |
| Prepaid items | 506,756 | - | 970,572 | - |
| Restricted cash and investments | 78,410 | - | 244,447 | - |
| | <u>\$ 41,154,477</u> | <u>\$ 9,109,668</u> | <u>\$ 39,946,890</u> | <u>\$ 7,917,587</u> |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 896,864 | \$ - | \$ 1,504,264 | \$ 50,855 |
| Accrued liabilities | 733,102 | - | - | - |
| Deposits | 556,627 | - | 6,000 | - |
| Due to other governments | 9,743 | - | - | - |
| Due to other funds | - | - | - | - |
| Advances from other funds | - | - | - | - |
| Unearned revenues | 594 | - | - | - |
| | <u>2,196,930</u> | <u>-</u> | <u>1,510,264</u> | <u>50,855</u> |
| Deferred Inflows of Resources | | | | |
| Property taxes levied for future period | 20,558,488 | 6,062,449 | 2,662,607 | 2,274,480 |
| Unavailable revenues | 94,806 | 2,281,258 | 374,542 | - |
| | <u>20,653,294</u> | <u>8,343,707</u> | <u>3,037,149</u> | <u>2,274,480</u> |
| Fund Balances | | | | |
| Nonspendable | 850,926 | - | 970,572 | - |
| Restricted | 78,410 | 39,551 | 8,725,294 | 5,592,252 |
| Committed | - | - | - | - |
| Assigned | 12,895,435 | 726,410 | 25,703,611 | - |
| Unassigned (deficit) | 4,479,482 | - | - | - |
| | <u>18,304,253</u> | <u>765,961</u> | <u>35,399,477</u> | <u>5,592,252</u> |
| Total fund balances | <u>18,304,253</u> | <u>765,961</u> | <u>35,399,477</u> | <u>5,592,252</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 41,154,477</u> | <u>\$ 9,109,668</u> | <u>\$ 39,946,890</u> | <u>\$ 7,917,587</u> |

See notes to financial statements

| Nonmajor Governmental Funds | Total |
|--|-----------------------|
| \$ 28,587,769 | \$ 88,052,248 |
| 8,183,546 | 39,843,365 |
| - | 5,828 |
| 1,371 | 651,073 |
| - | 25,537 |
| - | 2,299,411 |
| - | 18,342 |
| - | 18,277 |
| - | 543,169 |
| - | 820,416 |
| - | 823,457 |
| 48,380 | 1,525,708 |
| - | 322,857 |
| <u>\$ 36,821,066</u> | <u>\$ 134,949,688</u> |

| | |
|------------------|------------------|
| \$ 1,639,342 | \$ 4,091,325 |
| 38,808 | 771,910 |
| 121,117 | 683,744 |
| - | 9,743 |
| 51,000 | 51,000 |
| 320,000 | 320,000 |
| 738,914 | 739,508 |
| <u>2,909,181</u> | <u>6,667,230</u> |

| | |
|------------------|-------------------|
| 8,153,881 | 39,711,905 |
| 78 | 2,750,684 |
| <u>8,153,959</u> | <u>42,462,589</u> |

| | |
|-------------------|-------------------|
| 48,380 | 1,869,878 |
| 18,711,996 | 33,147,503 |
| 7,049,994 | 7,049,994 |
| 256,019 | 39,581,475 |
| (308,463) | 4,171,019 |
| <u>25,757,926</u> | <u>85,819,869</u> |

| | |
|----------------------|-----------------------|
| <u>\$ 36,821,066</u> | <u>\$ 134,949,688</u> |
|----------------------|-----------------------|

See notes to financial statements

City of Fitchburg

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

Total Fund Balances, Governmental Funds \$ 85,819,869

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

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.

| | |
|---|-------------|
| Land | 45,801,726 |
| Construction in progress | 3,594,033 |
| Other capital assets, net of depreciation | 143,208,508 |

Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 2,750,684

The net pension liability does not relate to current financial resources and is not reported in the governmental funds. (1,515,568)

Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds. 13,701,031

Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds. (8,131,618)

Internal service funds are reported in the Statement of Net Position as governmental activities. 1,681,951

The City's equity interest in joint ventures is reported on the Statement of Net Position. 1,912,053

Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds.

| | |
|---------------------------|--------------------|
| Bonds and notes payable | (60,925,000) |
| Compensated absences | (4,171,296) |
| Accrued interest | (311,259) |
| Unamortized debt discount | <u>(2,242,735)</u> |

Net Position of Governmental Activities \$ 221,172,379

City of Fitchburg

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

| | <u>General</u> | <u>General Debt Service</u> | <u>General Capital Projects</u> | <u>TID No. 9</u> |
|--|----------------------|---------------------------------|---|---------------------|
| Revenues | | | | |
| Taxes | \$ 20,134,006 | \$ 5,390,245 | \$ 2,434,617 | \$ 2,493,234 |
| Intergovernmental | 5,261,386 | - | 2,772,307 | 895,471 |
| Licenses and permits | 1,569,925 | - | 232,373 | - |
| Fines, forfeitures and penalties | 260,042 | - | - | - |
| Public charges for services | 403,962 | - | - | - |
| Special assessments | 1,795 | 750,977 | 52,791 | - |
| Investment income | 1,644,559 | 232,434 | 1,275,091 | 298,401 |
| Intergovernmental charges for services | 6,360 | - | - | - |
| Miscellaneous | 300,779 | - | 6,324 | - |
| Total revenues | <u>29,582,814</u> | <u>6,373,656</u> | <u>6,773,503</u> | <u>3,687,106</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 4,305,157 | - | - | - |
| Public safety | 15,463,045 | - | - | - |
| Public works | 3,357,472 | - | - | - |
| Health and human services | 896,468 | - | - | - |
| Culture, recreation and education | 2,405,839 | - | - | - |
| Conservation and development | 766,860 | - | - | 2,305,242 |
| Capital outlay | - | - | 7,422,559 | 345,274 |
| Debt service: | | | | |
| Principal | - | 3,910,000 | - | - |
| Interest and fiscal charges | - | 1,699,965 | 104,350 | - |
| Total expenditures | <u>27,194,841</u> | <u>5,609,965</u> | <u>7,526,909</u> | <u>2,650,516</u> |
| Excess (deficiency) of revenues over expenditures | <u>2,387,973</u> | <u>763,691</u> | <u>(753,406)</u> | <u>1,036,590</u> |
| Other Financing Sources (Uses) | | | | |
| Debt issued | - | - | 8,790,000 | - |
| Premium on debt issued | - | 242,844 | - | - |
| Property sales | 10,527 | - | 128,125 | - |
| Transfers in | 1,096,339 | 1,279,238 | 7,194,485 | - |
| Transfers out | (2,562,500) | (2,705,539) | (1,244,337) | (350,000) |
| Total other financing sources (uses) | <u>(1,455,634)</u> | <u>(1,183,457)</u> | <u>14,868,273</u> | <u>(350,000)</u> |
| Net change in fund balances | 932,339 | (419,766) | 14,114,867 | 686,590 |
| Fund Balances, Beginning | <u>17,371,914</u> | <u>1,185,727</u> | <u>21,284,610</u> | <u>4,905,662</u> |
| Fund Balances, Ending | <u>\$ 18,304,253</u> | <u>\$ 765,961</u> | <u>\$ 35,399,477</u> | <u>\$ 5,592,252</u> |

See notes to financial statements

| Nonmajor Governmental Funds | | Total | |
|--|--------------------|--------------|-------------------|
| \$ | 8,517,843 | \$ | 38,969,945 |
| | 2,411,571 | | 11,340,735 |
| | - | | 1,802,298 |
| | 28,743 | | 288,785 |
| | 3,389,244 | | 3,793,206 |
| | - | | 805,563 |
| | 1,729,296 | | 5,179,781 |
| | - | | 6,360 |
| | 191,683 | | 498,786 |
| | <u>16,268,380</u> | | <u>62,685,459</u> |
| | 136,204 | | 4,441,361 |
| | 6,719 | | 15,469,764 |
| | 3,556,269 | | 6,913,741 |
| | 76,812 | | 973,280 |
| | 2,524,848 | | 4,930,687 |
| | 2,625,267 | | 5,697,369 |
| | 1,381,959 | | 9,149,792 |
| | - | | 3,910,000 |
| | 20,039 | | 1,824,354 |
| | <u>10,328,117</u> | | <u>53,310,348</u> |
| | <u>5,940,263</u> | | <u>9,375,111</u> |
| | - | | 8,790,000 |
| | - | | 242,844 |
| | 1,563 | | 140,215 |
| | 2,531,354 | | 12,101,416 |
| | (4,474,253) | | (11,336,629) |
| | <u>(1,941,336)</u> | | <u>9,937,846</u> |
| | 3,998,927 | | 19,312,957 |
| | <u>21,758,999</u> | | <u>66,506,912</u> |
| \$ | <u>25,757,926</u> | \$ | <u>85,819,869</u> |

See notes to financial statements

City of Fitchburg

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

Net Change in Fund Balances, Total Governmental Funds \$ 19,312,957

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Net Position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the Statement of Activities.

| | |
|--|-------------|
| Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements | 9,149,792 |
| Some items reported as capital outlay were not capitalized | (834,857) |
| Depreciation is reported in the government-wide financial statements | (4,699,490) |
| Net book value of assets retired | (182,022) |

| | |
|--|-----------|
| Contributed capital assets are reported as revenues in the government-wide financial statements. | 3,519,791 |
|--|-----------|

| | |
|---|-----------|
| Net capital asset contributions by governmental activities to business-type activities: | (106,626) |
|---|-----------|

| | |
|---|-------------|
| Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements. | (3,596,407) |
|---|-------------|

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

| | |
|------------------|-------------|
| Debt issued | (8,790,000) |
| Principal repaid | 3,910,000 |

Governmental funds report debt premiums and discounts as other financing sources (uses) or financing sources or uses. However, in the Statement of Net Position, these are reported as additions to or deductions from long-term debt. These are allocated over the period the debt is outstanding in the Statement of Activities and are reported as interest expense.

| | |
|-------------------------|-----------|
| Amortization of premium | 397,664 |
| Premium on debt issued | (242,844) |

Some expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

| | |
|--|-------------|
| Vested compensated absences | (1,000,528) |
| Accrued interest on debt | (5,554) |
| Net pension asset/liability | 3,747,376 |
| Deferred outflows of resources related to pensions | (6,145,472) |
| Deferred inflows of resources related to pensions | 2,947,882 |

| | |
|---|---------|
| The proportionate share of the change in net position related to joint ventures reported in the Statement of Activities neither provides nor uses current financial resources and is not reported in the fund financial statements. | 297,820 |
|---|---------|

| | |
|--|----------------|
| Internal service funds are used by management to charge self insurance costs to individual funds. The change in net position of the internal service fund reported with governmental activities. | <u>205,939</u> |
|--|----------------|

Change in Net Position of Governmental Activities \$ 17,885,421

See notes to financial statements

City of Fitchburg

Statement of Net Position -
Proprietary Funds
December 31, 2024

| | <u>Business-Type Activities - Enterprise Funds</u> | | | | <u>Governmental Activities - Internal Service Funds</u> |
|---|--|----------------------|-------------------------------|--------------------|---|
| | <u>Water Utility</u> | <u>Sewer Utility</u> | <u>Stormwater Utility</u> | <u>Total</u> | |
| Assets | | | | | |
| Current assets: | | | | | |
| Cash and investments | \$ 5,356,076 | \$ 3,715,034 | \$ 1,402,647 | \$ 10,473,757 | \$ 1,602,678 |
| Accounts receivable | 911,211 | 1,055,348 | 467,038 | 2,433,597 | 50,652 |
| Due from other governmental units | - | - | 210,000 | 210,000 | - |
| Lease receivable, current portion | 120,795 | - | - | 120,795 | - |
| Inventories | 51,317 | 4,530 | - | 55,847 | - |
| Prepaid items | 188 | 279 | - | 467 | 29,321 |
| Total current assets | 6,439,587 | 4,775,191 | 2,079,685 | 13,294,463 | 1,682,651 |
| Noncurrent assets: | | | | | |
| Restricted assets: | | | | | |
| Impact fees | 4,003,549 | - | - | 4,003,549 | - |
| Capital assets: | | | | | |
| Land and land rights | 433,037 | 119,100 | 10,318,910 | 10,871,047 | - |
| Construction in progress | 1,096,395 | 80,190 | 1,101,130 | 2,277,715 | - |
| Easements | 178,658 | 225,460 | 1,197,219 | 1,601,337 | - |
| Capital assets being depreciated | 54,428,028 | 27,307,958 | 39,595,084 | 121,331,070 | 407,481 |
| Less accumulated depreciation | (15,048,334) | (6,366,054) | (12,966,721) | (34,381,109) | (199,081) |
| Other assets: | | | | | |
| Special assessments receivable | 143,357 | 3,300 | - | 146,657 | - |
| Lease receivable | 373,024 | - | - | 373,024 | - |
| Total noncurrent assets | 45,607,714 | 21,369,954 | 39,245,622 | 106,223,290 | 208,400 |
| Total assets | 52,047,301 | 26,145,145 | 41,325,307 | 119,517,753 | 1,891,051 |
| Deferred Outflows of Resources | | | | | |
| Pension related amounts | 240,144 | 133,119 | 156,991 | 530,254 | - |
| Total deferred outflows of resources | 240,144 | 133,119 | 156,991 | 530,254 | - |

See notes to financial statements

City of Fitchburg

Statement of Net Position -
Proprietary Funds
December 31, 2024

| | <u>Business-Type Activities - Enterprise Funds</u> | | | | <u>Governmental Activities - Internal Service Funds</u> |
|--|--|----------------------|-------------------------------|-----------------------|---|
| | <u>Water Utility</u> | <u>Sewer Utility</u> | <u>Stormwater Utility</u> | <u>Total</u> | |
| Liabilities | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | \$ 529,082 | \$ 830,427 | \$ 28,533 | \$ 1,388,042 | \$ 68,671 |
| Accrued wages | 17,713 | - | 3,841 | 21,554 | 20,035 |
| Deposits held from developers | 6,698 | 13,200 | 65,871 | 85,769 | - |
| Accrued interest | - | - | 3,437 | 3,437 | - |
| Due to other funds | 769,416 | - | - | 769,416 | - |
| Compensated absences | 88,216 | 13,646 | 19,882 | 121,744 | - |
| Current portion of advances | - | - | 55,940 | 55,940 | - |
| Total current liabilities | <u>1,411,125</u> | <u>857,273</u> | <u>177,504</u> | <u>2,445,902</u> | <u>88,706</u> |
| Noncurrent liabilities: | | | | | |
| Advances from other funds | - | - | 447,517 | 447,517 | - |
| Compensated absences | 46,043 | 30,036 | 42,110 | 118,189 | 120,394 |
| Net pension liability | <u>35,510</u> | <u>9,630</u> | <u>16,768</u> | <u>61,908</u> | <u>-</u> |
| Total noncurrent liabilities | <u>81,553</u> | <u>39,666</u> | <u>506,395</u> | <u>627,614</u> | <u>120,394</u> |
| Total liabilities | <u>1,492,678</u> | <u>896,939</u> | <u>683,899</u> | <u>3,073,516</u> | <u>209,100</u> |
| Deferred Inflows of Resources | | | | | |
| Pension related amounts | 157,949 | 78,045 | 92,334 | 328,328 | - |
| Lease related amounts | <u>543,635</u> | <u>-</u> | <u>-</u> | <u>543,635</u> | <u>-</u> |
| Total deferred inflows of resources | <u>701,584</u> | <u>78,045</u> | <u>92,334</u> | <u>871,963</u> | <u>-</u> |
| Net Position | | | | | |
| Net investment in capital assets | 41,087,784 | 21,366,654 | 39,245,622 | 101,700,060 | 208,400 |
| Restricted for: | | | | | |
| Impact fees | 4,003,549 | - | - | 4,003,549 | - |
| Unrestricted | <u>5,001,850</u> | <u>3,936,626</u> | <u>1,460,443</u> | <u>10,398,919</u> | <u>1,473,551</u> |
| Total net position | <u>\$ 50,093,183</u> | <u>\$ 25,303,280</u> | <u>\$ 40,706,065</u> | <u>\$ 116,102,528</u> | <u>\$ 1,681,951</u> |

See notes to financial statements

City of Fitchburg

Statement of Revenues, Expenses and Changes in Net Position -
 Proprietary Funds
 Year Ended December 31, 2024

| | Business-Type Activities - Enterprise Funds | | | | Governmental Activities - Internal Service Funds |
|---|--|----------------------|-------------------------------|-----------------------|---|
| | Water Utility | Sewer Utility | Stormwater Utility | Total | |
| Operating Revenues | | | | | |
| Public charges for services | \$ 3,589,315 | \$ 4,194,828 | \$ 1,958,738 | \$ 9,742,881 | \$ - |
| Intergovernmental charges for services | - | - | - | - | 2,427,824 |
| Total operating revenues | <u>3,589,315</u> | <u>4,194,828</u> | <u>1,958,738</u> | <u>9,742,881</u> | <u>2,427,824</u> |
| Operating Expenses | | | | | |
| Operation and maintenance | 2,006,633 | 3,875,825 | 888,164 | 6,770,622 | - |
| Depreciation expense | 983,633 | 402,847 | 1,053,831 | 2,440,311 | 64,849 |
| Information technology | - | - | - | - | 1,623,639 |
| Property and liability insurance | - | - | - | - | 391,932 |
| Other insurance | - | - | - | - | 295,048 |
| Total operating expenses | <u>2,990,266</u> | <u>4,278,672</u> | <u>1,941,995</u> | <u>9,210,933</u> | <u>2,375,468</u> |
| Operating income (loss) | <u>599,049</u> | <u>(83,844)</u> | <u>16,743</u> | <u>531,948</u> | <u>52,356</u> |
| Nonoperating Revenues (Expenses) | | | | | |
| Investment income | 511,048 | 180,501 | 67,233 | 758,782 | 65,103 |
| Intergovernmental grants | - | - | 2,276 | 2,276 | - |
| Interest expense | - | - | (17,165) | (17,165) | - |
| Gain on sales of assets | - | 4,576 | - | 4,576 | - |
| Miscellaneous revenues | <u>46,722</u> | <u>33,546</u> | <u>38,890</u> | <u>119,158</u> | <u>83,851</u> |
| Total nonoperating revenues (expenses) | <u>557,770</u> | <u>218,623</u> | <u>91,234</u> | <u>867,627</u> | <u>148,954</u> |
| Income before contributions and transfers | <u>1,156,819</u> | <u>134,779</u> | <u>107,977</u> | <u>1,399,575</u> | <u>201,310</u> |
| Contributions and Transfers | | | | | |
| Capital contributions | 2,063,604 | 894,439 | 1,670,596 | 4,628,639 | - |
| Capital contributions, municipality | - | - | 106,626 | 106,626 | - |
| Transfers in | - | - | - | - | 4,629 |
| Transfers out | <u>(769,416)</u> | <u>-</u> | <u>-</u> | <u>(769,416)</u> | <u>-</u> |
| Total contributions and transfers | <u>1,294,188</u> | <u>894,439</u> | <u>1,777,222</u> | <u>3,965,849</u> | <u>4,629</u> |
| Change in net position | 2,451,007 | 1,029,218 | 1,885,199 | 5,365,424 | 205,939 |
| Net Position, Beginning | <u>47,642,176</u> | <u>24,274,062</u> | <u>38,820,866</u> | <u>110,737,104</u> | <u>1,476,012</u> |
| Net Position, Ending | <u>\$ 50,093,183</u> | <u>\$ 25,303,280</u> | <u>\$ 40,706,065</u> | <u>\$ 116,102,528</u> | <u>\$ 1,681,951</u> |

See notes to financial statements

City of Fitchburg

Statement of Cash Flows -
Proprietary Funds
Year Ended December 31, 2024

| | Business-Type Activities - Enterprise Funds | | | | Governmental Activities - Internal Service Funds |
|---|--|----------------------|-------------------------------|----------------------|---|
| | Water Utility | Sewer Utility | Stormwater Utility | Total | |
| Cash Flows From Operating Activities | | | | | |
| Received from customers | \$ 3,564,343 | \$ 4,401,165 | \$ 2,020,804 | \$ 9,986,312 | \$ 2,533,491 |
| Paid to suppliers for goods and services | (1,056,745) | (3,618,649) | (470,030) | (5,145,424) | (1,457,966) |
| Paid to employees for services | (914,581) | (249,465) | (421,783) | (1,585,829) | (732,026) |
| Net cash flows from operating activities | <u>1,593,017</u> | <u>533,051</u> | <u>1,128,991</u> | <u>3,255,059</u> | <u>343,499</u> |
| Cash Flows From Investing Activities | | | | | |
| Investment income | <u>487,234</u> | <u>180,501</u> | <u>67,233</u> | <u>734,968</u> | <u>65,103</u> |
| Net cash flows from investing activities | <u>487,234</u> | <u>180,501</u> | <u>67,233</u> | <u>734,968</u> | <u>65,103</u> |
| Cash Flows From Noncapital Financing Activities | | | | | |
| Paid to municipality for tax equivalent | (748,770) | - | - | (748,770) | - |
| Transfers in | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>4,629</u> |
| Net cash flows from noncapital financing activities | <u>(748,770)</u> | <u>-</u> | <u>-</u> | <u>(748,770)</u> | <u>4,629</u> |
| Cash Flows From Capital and Related Financing Activities | | | | | |
| Principal payment on leases | 110,805 | - | - | 110,805 | - |
| Interest on leases | 23,814 | - | - | 23,814 | - |
| Interest paid | - | - | (17,547) | (17,547) | - |
| Special assessments received | 42,158 | 5,278 | - | 47,436 | - |
| Acquisition and construction of capital assets | (1,091,409) | (119,047) | (560,748) | (1,771,204) | (54,029) |
| Capital contributions received | 387,969 | 88,769 | 24,421 | 501,159 | - |
| Advances | <u>-</u> | <u>-</u> | <u>(55,940)</u> | <u>(55,940)</u> | <u>-</u> |
| Net cash flows from capital and related financing activities | <u>(526,663)</u> | <u>(25,000)</u> | <u>(609,814)</u> | <u>(1,161,477)</u> | <u>(54,029)</u> |
| Net change in cash and cash equivalents | 804,818 | 688,552 | 586,410 | 2,079,780 | 359,202 |
| Cash and Cash Equivalents, Beginning | <u>8,554,807</u> | <u>3,026,482</u> | <u>816,237</u> | <u>12,397,526</u> | <u>1,243,476</u> |
| Cash and Cash Equivalents, Ending | <u>\$ 9,359,625</u> | <u>\$ 3,715,034</u> | <u>\$ 1,402,647</u> | <u>\$ 14,477,306</u> | <u>\$ 1,602,678</u> |

See notes to financial statements

City of Fitchburg

Statement of Cash Flows -
 Proprietary Funds
 Year Ended December 31, 2024

| | <u>Business-Type Activities - Enterprise Funds</u> | | | | <u>Governmental Activities - Internal Service Funds</u> |
|--|--|----------------------|-------------------------------|----------------------|---|
| | <u>Water Utility</u> | <u>Sewer Utility</u> | <u>Stormwater Utility</u> | <u>Total</u> | |
| Reconciliation of Operating Income (Loss) to Net Cash Flows From Operating Activities | | | | | |
| Operating income (loss) | \$ 599,049 | \$ (83,844) | \$ 16,743 | \$ 531,948 | \$ 52,356 |
| Nonoperating revenue | 46,722 | 33,546 | 41,166 | 121,434 | 83,851 |
| Adjustments to reconcile operating income (loss) to net cash flows from operating activities: | | | | | |
| Depreciation | 983,633 | 402,847 | 1,053,831 | 2,440,311 | 64,849 |
| Depreciation charged to other funds | 69,442 | - | - | 69,442 | - |
| Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources: | | | | | |
| Accounts | | | | | |
| receivable | (74,606) | 172,791 | 20,900 | 119,085 | 21,815 |
| Prepays | - | - | - | - | 14,096 |
| Inventories | 1,381 | 1,543 | 2,122 | 5,046 | - |
| Accounts payable | - | 30,907 | (6,029) | 24,878 | (20,528) |
| Compensated absences | 4,169 | (11,790) | 9,898 | 2,277 | - |
| Other current liabilities | 85,805 | - | 829 | 86,634 | 127,060 |
| Pension related deferrals and liabilities | (11,773) | (12,949) | (10,469) | (35,191) | - |
| Lease-related items | (110,805) | - | - | (110,805) | - |
| Net cash flows from operating activities | <u>\$ 1,593,017</u> | <u>\$ 533,051</u> | <u>\$ 1,128,991</u> | <u>\$ 3,255,059</u> | <u>\$ 343,499</u> |
| Reconciliation of Cash and Cash Equivalents to the Statement of Net Position, Proprietary Funds | | | | | |
| Cash and investments | \$ 5,356,076 | \$ 3,715,034 | \$ 1,402,647 | \$ 10,473,757 | \$ 1,602,678 |
| Restricted cash and investments | <u>4,003,549</u> | <u>-</u> | <u>-</u> | <u>4,003,549</u> | <u>-</u> |
| Cash and cash equivalents | <u>\$ 9,359,625</u> | <u>\$ 3,715,034</u> | <u>\$ 1,402,647</u> | <u>\$ 14,477,306</u> | <u>\$ 1,602,678</u> |
| Noncash Capital and Related Financing Activities | | | | | |
| City and developer financed additions to plant | <u>\$ 1,675,635</u> | <u>\$ 805,670</u> | <u>\$ 1,666,220</u> | | <u>\$ -</u> |
| Capital costs assessed to customers | <u>\$ 143,357</u> | <u>\$ -</u> | <u>\$ -</u> | | <u>\$ -</u> |

See notes to financial statements

City of Fitchburg

Statement of Fiduciary Net Position -
Custodial Fund
December 31, 2024

| | Tax Collection Fund |
|---------------------------|--------------------------------|
| Assets | |
| Cash and investments | \$ 31,021,742 |
| Tax roll receivable | <u>45,608,265</u> |
| Total assets | <u>76,630,007</u> |
| Liabilities | |
| Due to other taxing units | <u>76,630,007</u> |
| Total liabilities | <u>76,630,007</u> |
| Net Position | |
| Total net position | <u><u>\$ -</u></u> |

See notes to financial statements

City of Fitchburg

Statement of Changes in Fiduciary Net Position -
Custodial Fund
Year Ended December 31, 2024

| | Tax Collection Fund |
|---|--------------------------------|
| Additions | |
| Property taxes collected for other governments | \$ 48,987,366 |
| Total additions | <u>48,987,366</u> |
| Deductions | |
| Property taxes distributed to other governments | <u>48,987,366</u> |
| Total deductions | <u>48,987,366</u> |
| Change in fiduciary net position | - |
| Net Position, Beginning | <u>-</u> |
| Net Position, Ending | <u><u>\$ -</u></u> |

See notes to financial statements

City of Fitchburg

Index to Notes to Financial Statements
December 31, 2024

| | <u>Page</u> |
|--|-------------|
| 1. Summary of Significant Accounting Policies | 18 |
| Reporting Entity | 18 |
| Government-Wide and Fund Financial Statements | 19 |
| Measurement Focus, Basis of Accounting and Financial Statement Presentation | 21 |
| Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity | 23 |
| Deposits and Investments | 23 |
| Receivables | 24 |
| Inventories and Prepaid Items | 25 |
| Restricted Assets | 25 |
| Capital Assets | 25 |
| Deferred Outflows of Resources | 26 |
| Compensated Absences | 26 |
| Long-Term Obligations/Conduit Debt | 26 |
| Leases | 27 |
| Deferred Inflows of Resources | 27 |
| Equity Classifications | 27 |
| Pension | 29 |
| Basis for Existing Rates | 29 |
| 2. Stewardship, Compliance and Accountability | 29 |
| Budgetary Information | 29 |
| Excess Expenditures and Other Financing Uses Over Budget | 29 |
| Deficit Balances | 30 |
| Limitations on the City's Tax Levy | 30 |
| 3. Detailed Notes on All Funds | 30 |
| Deposits and Investments | 30 |
| Receivables | 33 |
| Restricted Assets | 34 |
| Capital Assets | 34 |
| Interfund Receivables/Payables, Advances and Transfers | 38 |
| Long-Term Obligations | 40 |
| Lease Disclosures | 42 |
| Net Position/Fund Balances | 42 |
| Component Unit | 44 |
| 4. Other Information | 44 |
| Employees' Retirement System | 44 |
| Risk Management | 49 |
| Commitments and Contingencies | 50 |
| Joint Ventures | 51 |
| Subsequent Event | 51 |
| Tax Abatement | 51 |
| Effect of New Accounting Standards on Current-Period Financial Statements | 54 |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

1. Summary of Significant Accounting Policies

The accounting policies of the City of Fitchburg, Wisconsin (the City) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

Reporting Entity

This report includes all of the funds of the City. The reporting entity for the City consists of the primary government and its component unit. Component units are legally separate organizations for which the primary government is financially accountable or 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. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of three methods, discrete presentation, blended or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Discretely Presented Component Unit

Community and Economic Development Authority

The government-wide financial statements include the Community and Economic Development Authority (CDA) as a component unit. The CDA is a legally separate organization. The board of the CDA is appointed by the mayor. Wisconsin Statutes provide for circumstances whereby the City can impose its will on the CDA, and also create a potential financial benefit to or burden on the City. See Note 3. As a component unit, the CDA's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended December 31, 2024. The CDA does not issue separate financial statements.

Government-Wide and Fund Financial Statements

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized in financial statements prepared using the economic resources measurement focus for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This standard was implemented January 1, 2024. The impact of implementation was not material.

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The City does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Financial statements of the City are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund

General Fund accounts for the City's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.

Debt Service Fund

General Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for the payment of general long-term debt principal, interest and related costs, other than enterprise debt.

Capital Projects Funds

General Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Tax Incremental District (TID) No. 9 Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures outlined in the TID project plan.

Enterprise Funds

The City reports the following major enterprise funds:

Water Utility accounts for operations of the water system

Sewer Utility accounts for operations of the wastewater system

Stormwater Utility accounts for operations of the stormwater system

The City reports the following nonmajor governmental funds:

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Recycling and Refuse Collection
Park Improvement
Library Services
Affordable Housing
American Rescue Plan Act
Excess Increment

Park Dedication
Cemetery
Grants and Donations
Community Wellbeing
Forfeitures
Transit

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

| | |
|---------------------------------------|---------------------------------------|
| Tax Incremental District (TID) No. 4 | Tax Incremental District (TID) No. 6 |
| Tax Incremental District (TID) No. 10 | Tax Incremental District (TID) No. 11 |
| Tax Incremental District (TID) No. 12 | Tax Incremental District (TID) No. 13 |
| Tax Incremental District (TID) No. 14 | Tax Incremental District (TID) No. 15 |
| Tax Incremental District (TID) No. 16 | Tax Incremental District (TID) No. 17 |
| Tax Incremental District (TID) No. 18 | |

In addition, the City reports the following fund types:

Internal Service Funds

Internal Service Funds are used to account for and report the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis.

Technology
Insurance

Custodial Fund

Custodial Fund is used to account for and report assets controlled by the City and the assets are for the benefit of individuals, private organizations and/or other governmental units.

Tax Collection Fund

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water, sewer and stormwater utilities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are 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. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

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.

Intergovernmental aids and grants are recognized as revenues in the period the City is entitled to the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and unavailable revenues. At December 31, 2024, there were \$4,444,487 of unrecorded assessments which are not recorded as receivables because collection is subject to certain events occurring in the future and no formal repayment schedule has been established.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and Fiduciary Funds

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water Utility, the Sewer Utility and the Stormwater Utility are charges to customers for sales and services. Special assessments are recorded as receivables and contribution revenue when levied. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources 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.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity

Deposits and Investments

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

Investment of City funds is restricted by Wisconsin state statutes. Available investments are limited to:

- a. Time deposits in any credit union, bank, savings bank or trust company.
- b. Bonds or securities of any county, city, drainage district, technical college district, village, town or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, the University of Wisconsin Hospitals and Clinics Authority or the Wisconsin Aerospace Authority.
- c. Bonds or securities issued or guaranteed by the federal government.
- d. The local government investment pool.
- e. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- f. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- g. Repurchase agreements with public depositories, with certain conditions.

The City has adopted an investment policy. That policy contains the following guidelines for allowable investments.

Custodial Credit Risk - A maximum of \$500,000 may be invested at any one financial institution, except the Local Government Investment Pool, unless properly collateralized by federal government securities having a market value of 100% of the investment or collateralization shall have been waived by the City Council.

Concentration of Credit Risk - With the exception of U.S. Treasury securities and the Local Government Investment Pool, no more than 40% of the City's total investment portfolio should be invested in a single security type or with a single financial institution for extended periods of time.

Credit Risk - Investment types will be limited to those authorized and the investment portfolio should be diversified to minimize the impact of potential losses in any individual investment.

Interest Rate Risk - The investment portfolio should be structured so that security maturities match cash requirements for ongoing operations and operating funds should primarily be invested in shorter-term investments.

At December 31, 2024, the City has deposits which do not meet the custodial credit risk investment policy guidelines and are uninsured and uncollateralized. See Note 3.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on methods and inputs as outlined in Note 3. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF) and is managed by the State of Wisconsin Investment Board. 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. 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.

The Madison Community Foundation (the Foundation) is a community endowment fund. The Foundation is not registered with the Securities and Exchange Commission. It constitutes a contractual agreement between the City and the Foundation with respect to investment of City assets. The Foundation reports the fair value of its underlying assets annually. At December 31, 2024, the fair value of the Foundation's assets was substantially equal to the City's share as reported in Note 3.

PMA Financial Network, Inc. is the administrator for the Wisconsin Investment Series Cooperative (WISC). The WISC is not registered with the Securities and Exchange Commission, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in WISC are valued at WISC's share price, the price for which the investments could be sold. At December 31, 2024 the City's share of the WISC's assets was substantially equal to the amount reported in these statements.

See Note 3 for further information.

Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the City, taxes are collected for and remitted to the county government as well as the local school district and technical college district. Taxes for all local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units on the accompanying statement of fiduciary net position.

Property tax calendar - 2024 tax roll:

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

Accounts receivable have been shown net of an allowance for uncollectible accounts. Delinquent real estate taxes as of July 31 are paid in full by the County, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made for the water, sewer or stormwater utilities because they have the right by law to place substantially all delinquent bills on the tax roll and other delinquent bills are generally not significant.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as internal balances.

In the governmental fund financial statements, advances to other funds are offset equally by a nonspendable fund balance account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation or by a restricted fund balance account, if the funds will ultimately be restricted when the advance is repaid.

Inventories and Prepaid Items

Governmental fund inventory items are charged to expenditure accounts when purchased. Year-end inventory was not significant. Proprietary fund inventories are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average and charged to construction and/or operation and maintenance expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

Capital Assets

Government-Wide Financial Statements

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$10,000 for general capital assets and \$10,000 for infrastructure assets and an estimated useful life in excess of one year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor and overhead. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

| | |
|-------------------------|--------------|
| Buildings | 50 Years |
| Land improvements | 30 Years |
| Machinery and equipment | 5-15 Years |
| Utility systems | 15-100 Years |
| Infrastructure | 15-50 Years |

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

Compensated Absences

Under terms of employment, employees are granted sick leave, paid time off (PTO) and vacations in varying amounts.

Vacation, PTO and sick leave pay is accrued in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable resources.

The City provides postemployment health insurance benefits for eligible employees. Eligibility is based on retirement from the City. The benefits are based on contractual agreements with employee groups, local ordinances or employee benefit policies. Employees may convert a maximum 1,440 hours of accumulated sick leave value for health care premiums and/or a cash payout. The cost of those premiums and payouts are recognized as an expenditure as the premiums and payouts are paid. The entire cost is paid by the City. Funding for those costs is provided out of the current operating budget of the City. The contributions are financed on a pay as you go basis. Total expenditures for such premiums and payouts during the year were \$184,917. The number of participants currently eligible to receive benefits is nine. The total value of convertible accrued sick leave at year-end to be paid in the future is \$127,258 and is included in the government-wide statement of net position.

Payments for vacation, PTO and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation, PTO and sick leave liabilities at December 31, 2024, are determined on the basis of current salary rates and include salary related payments.

Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable and accrued compensated absences.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the straight-line or effective interest method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

The City has approved Midwest Disaster Area Bonds for the benefit of private business enterprises. They are secured by mortgages or revenue agreements on the associated projects and do not constitute indebtedness of the City. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The total amount of bonds outstanding at the end of the year is approximately \$9,718,375, made up of two issues.

Leases

The City is a lessor because it leases capital assets to other entities. As a lessor, the City reports a lease receivable and corresponding deferred inflow of resources in both the fund financial statements and government-wide financial statements. The City continues to report and depreciate the capital assets being leased as capital assets of the primary government. The lease activity is not considered to be a principal ongoing operation of the City.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net assets that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. **Net Investment in Capital Assets** - Consists of capital assets including restricted capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. **Restricted Net Position** - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. **Unrestricted Net Position** - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

City of Fitchburg

Notes to Financial Statements
December 31, 2024

The net position section includes an adjustment for capital assets owned by the business-type activities column, but financed by the debt of the governmental activities column. The amount is a reduction of "net investment in capital assets" and an increase in "unrestricted" net position, shown only in the total column. A reconciliation of this adjustment is as follows:

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Adjustment</u> | <u>Total</u> |
|----------------------------------|------------------------------------|-------------------------------------|-------------------|----------------|
| Net investment in capital assets | \$ 156,798,333 | \$ 101,700,060 | \$ (2,483,618) | \$ 256,014,775 |
| Unrestricted | 39,722,181 | 10,398,919 | 2,483,618 | 52,604,718 |

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.

Fund Statements

Governmental fund balances are displayed as follows:

- a. **Nonspendable** - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. **Restricted** - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. **Committed** - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the City Council. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the City Council that originally created the commitment.
- d. **Assigned** - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The Council may take official action to assign amounts. Assignments may take place after the end of the reporting period.
- e. **Unassigned** - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

The City considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City has a formal minimum fund balance policy to maintain its general fund unassigned fund balance between 15 and 25% of total general fund annual revenues. The balance at year-end was \$4,479,482 or 15%.

See Note 3 for further information.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Pension

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.

Basis for Existing Rates

Water Utility

Current water rates were approved by the Public Service Commission of Wisconsin on February 23, 2024. Effective on April 1, 2024.

Sewer Utility

Current sewer rates were approved by the City Council and they are updated every year based on treatment cost. The new rates are effective on January 1 of each year. In 2024 the sewer utility approved new rates effective January 1, 2024.

Stormwater Utility

Current stormwater rates were approved by the City Council effective April 1, 2023.

2. Stewardship, Compliance and Accountability

Budgetary Information

A budget has been adopted for all funds except TID No. 18 capital project fund. Wisconsin Statute 65.90 requires that an annual budget be adopted for all funds.

Excess Expenditures and Other Financing Uses Over Budget

| <u>Funds</u> | <u>Budgeted Expenditures and Other Financing Uses</u> | <u>Actual Expenditures and Other Financing Uses</u> | <u>Excess Expenditures and Other Financing Uses Over Budget</u> |
|-----------------|---|---|---|
| Park dedication | \$ - | \$ 3,473 | \$ 3,473 |
| Cemetery | 200 | 801 | 601 |
| TID No. 6 | - | 112,154 | 112,154 |
| TID No. 15 | 1,694,690 | 1,787,626 | 92,936 |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

The City controls expenditures at the function level. Some individual functions experienced expenditures which exceeded appropriations. The detail of those items can be found in the City's year-end budget to actual report.

Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of December 31, 2024, the following individual funds held a deficit balance:

| <u>Fund</u> | <u>Amount</u> | <u>Reason</u> |
|-------------|---------------|------------------------------------|
| TID No. 11 | \$ (36,083) | Expenditures in excess of revenues |
| TID No. 13 | (180,041) | Expenditures in excess of revenues |
| TID No. 14 | (27,535) | Expenditures in excess of revenues |
| TID No. 16 | (17,868) | Expenditures in excess of revenues |
| TID No. 17 | (24,335) | Expenditures in excess of revenues |
| TID No. 18 | (22,601) | Expenditures in excess of revenues |

TIF district deficits are anticipated to be funded with future incremental taxes levied over the life of the districts, which is 27 years for the districts created before October 1, 1995, and 23 years for districts created thereafter through September 30, 2004. Beginning October 1, 2004, the life of new districts varies by type of district (20-27 years) and may be extended in some cases.

Limitations on the City's Tax Levy

Wisconsin law limits the City's future tax levies. Generally the City is limited to its prior tax levy dollar amount (excluding TIF Districts), increased by the greater of the percentage change in the City's equalized value due to net new construction or zero percent. Changes in debt service from one year to the next are generally exempt from this limit with certain exceptions. The City is required to reduce its allowable levy by the estimated amount of fee revenue it collects for certain services, if those services were funded in 2013 by the property tax levy. Levies can be increased above the allowable limits if the amount is approved by referendum.

3. Detailed Notes on All Funds

Deposits and Investments

The City's deposits and investments at year end were comprised of the following:

| | <u>Carrying Value</u> | <u>Statement Balances</u> | <u>Associated Risks</u> |
|--------------------------------------|-----------------------|---------------------------|---|
| Deposits | \$ 50,943,224 | \$ 50,918,809 | Custodial credit Credit, custodial credit, concentration of credit and interest rate |
| Certificates of deposit (negotiable) | 471,933 | 471,933 | Credit |
| WISC (2a-7 like pool) | 10,459,506 | 10,459,506 | Credit |
| LGIP | 72,457,955 | 72,457,955 | Credit |
| U.S. treasuries | 1,964,689 | 1,964,689 | Custodial credit, interest rate |
| Madison Community Foundation | 191,687 | 191,687 | Credit |
| Petty cash | 1,125 | - | N/A |
| Total deposits and investments | <u>\$136,490,119</u> | <u>\$136,464,579</u> | |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Reconciliation to financial statements

Per statement of net position:

| | |
|--------------------------------------|----------------|
| Unrestricted cash and investments | \$ 100,128,683 |
| Restricted cash and investments | 4,326,406 |
| Cash and investments, component unit | 1,013,288 |

Per statement of fiduciary net position:

| | |
|---------------------|-------------------|
| Tax Collection Fund | <u>31,021,742</u> |
|---------------------|-------------------|

Total deposits and investments \$ 136,490,119

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit accounts (interest-bearing and noninterest-bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts. Deposits in the credit union are insured by the National Credit Union Administration in the amount of \$250,000 for all share draft accounts and \$250,000 for all share certificate and regular share accounts.

Bank accounts and credit unions are also insured by the State Deposit Guarantee Fund in the amount of \$1,000,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has not been considered in computing custodial credit risk.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The valuation methods for recurring fair value measurements are as follows:

- U.S. Treasuries, documented trade history in exact security
- Certificates of deposit (negotiable), quoted market prices for similar assets

| Investment Type | December 31, 2024 | | | |
|--------------------------------------|---------------------|-------------------|-------------|---------------------|
| | Level 1 | Level 2 | Level 3 | Total |
| Certificates of deposit (negotiable) | \$ - | \$ 471,933 | \$ - | \$ 471,933 |
| U.S. treasuries | <u>1,964,689</u> | <u>-</u> | <u>-</u> | <u>1,964,689</u> |
| Total | <u>\$ 1,964,689</u> | <u>\$ 471,933</u> | <u>\$ -</u> | <u>\$ 2,436,622</u> |

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the City's deposits may not be returned to the City.

As of December 31, 2024, \$5,269,044 of the City's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized \$ 5,269,044

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of December 31, 2024, the City's investments were exposed to custodial credit risk as follows:

U.S. Treasuries

Neither insured nor registered and held by counterparty \$ 1,714,690

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of December 31, 2024, the City's investments were rated as follows:

| <u>Investment Type</u> | <u>Standard & Poors</u> |
|--------------------------------------|-----------------------------|
| Certificates of deposit (negotiable) | AA+ |
| WISC (2a-7 like pool) | AAAm |

The City also held investments in the following external pools which are not rated:

LGIP
Madison Community Foundation

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of December 31, 2024, the City's investments were as follows:

| <u>Investment Type</u> | <u>Fair Value</u> | <u>Maturity (in Years)</u> | |
|--------------------------------------|---------------------|----------------------------|-------------------|
| | | <u>Less Than 1</u> | <u>1-5</u> |
| Certificates of deposit (negotiable) | \$ 471,933 | \$ - | \$ 471,933 |
| U.S. treasuries | 1,964,689 | 1,486,049 | 478,640 |
| Total | <u>\$ 2,436,622</u> | <u>\$ 1,486,049</u> | <u>\$ 950,573</u> |

See Note 1 for further information on deposit and investment policies.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Receivables

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

| | <u>General Fund</u> |
|------------------------------------|----------------------|
| Receivables: | |
| Taxes | \$ 20,660,283 |
| Delinquent personal property taxes | 37,409 |
| Accounts | 1,368,617 |
| Special assessments | 18,342 |
| Land contract | 18,277 |
| Interest | <u>22,100</u> |
| Gross receivables | 22,125,028 |
| Less allowance for uncollectibles | <u>(800,875)</u> |
| Net total receivables | <u>\$ 21,324,153</u> |

All of the receivables on the balance sheet are expected to be collected within one year, except for \$5,828 of delinquent personal property taxes, \$18,342 of delinquent special assessments and the land contract of \$18,277.

Governmental funds report *unavailable* or *unearned revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unavailable revenue* and *unearned revenue* reported in the governmental funds were as follows:

| | <u>Unearned</u> | <u>Unavailable</u> |
|---|----------------------|---------------------|
| Property taxes receivable for subsequent year | \$ 39,711,905 | \$ - |
| Special assessments not yet due | - | 2,299,411 |
| Land contract | - | 18,277 |
| Due from other governments | - | 318,126 |
| Other unavailable revenues | - | 114,870 |
| Grants received prior to meeting all eligibility requirements | <u>739,508</u> | <u>-</u> |
| Total unearned/unavailable revenue for governmental funds | <u>\$ 40,451,413</u> | <u>\$ 2,750,684</u> |
| Unearned revenue included in liabilities | \$ 739,508 | |
| Unearned revenue included in deferred inflows | <u>39,711,905</u> | |
| Total unearned revenue for governmental funds | <u>\$ 40,451,413</u> | |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Restricted Assets

The following represent the balances of the restricted assets:

Impact Fee Account

The City has received impact fees which must be spent in accordance with the local ordinance and state statutes. Any unspent funds must be refunded to the current property owner.

Following is a list of restricted assets at December 31, 2024:

| | Restricted Assets |
|-------------------------------------|------------------------------|
| Water impact fee account | \$ 4,003,549 |
| Fire impact fee account | 239,044 |
| Donor, restricted for park projects | 78,410 |
| Donor, restricted for other | <u>5,403</u> |
| Total | <u>\$ 4,326,406</u> |

Capital Assets

Capital asset activity for the year ended December 31, 2024, was as follows:

| | Beginning Balance | Additions | Deletions | Ending Balance |
|--|------------------------------|---------------------|---------------------|---------------------------|
| Governmental Activities | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 45,404,384 | \$ 570,276 | \$ 172,934 | \$ 45,801,726 |
| Construction in progress | <u>1,502,991</u> | <u>3,559,455</u> | <u>1,468,413</u> | <u>3,594,033</u> |
| Total capital assets not being depreciated | <u>46,907,375</u> | <u>4,129,731</u> | <u>1,641,347</u> | <u>49,395,759</u> |
| Capital assets being depreciated: | | | | |
| Land improvements | 412,878 | - | - | 412,878 |
| Buildings and improvements | 46,837,428 | 403,628 | - | 47,241,056 |
| Machinery and equipment | 22,577,220 | 3,079,461 | 140,676 | 25,516,005 |
| Infrastructure | <u>117,797,186</u> | <u>5,637,722</u> | <u>1,243,341</u> | <u>122,191,567</u> |
| Total capital assets being depreciated | <u>187,624,712</u> | <u>9,120,811</u> | <u>1,384,017</u> | <u>195,361,506</u> |
| Total capital assets | <u>234,532,087</u> | <u>13,250,542</u> | <u>3,025,364</u> | <u>244,757,265</u> |
| Less accumulated depreciation for: | | | | |
| Land improvements | (379,017) | (1,925) | - | (380,942) |
| Buildings and improvements | (14,423,833) | (836,889) | - | (15,260,722) |
| Machinery and equipment | (12,839,914) | (1,411,171) | 131,588 | (14,119,497) |
| Infrastructure | <u>(20,912,424)</u> | <u>(2,514,354)</u> | <u>1,243,341</u> | <u>(22,183,437)</u> |
| Total accumulated depreciation | <u>(48,555,188)</u> | <u>(4,764,339)</u> | <u>1,374,929</u> | <u>(51,944,598)</u> |
| Net capital assets being depreciated | <u>139,069,524</u> | <u>4,356,472</u> | <u>9,088</u> | <u>143,416,908</u> |
| Total governmental activities capital assets, net as reported in the statement of net position | <u>\$ 185,976,899</u> | <u>\$ 8,486,203</u> | <u>\$ 1,650,435</u> | <u>\$ 192,812,667</u> |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Depreciation expense was charged to functions as follows:

Governmental Activities

| | |
|---|----------------------------|
| General government | \$ 558,444 |
| Public safety | 1,029,708 |
| Public works, which includes the depreciation of infrastructure | 2,707,428 |
| Culture, education and recreation | 403,910 |
| Internal service fund | <u>64,849</u> |
| Total governmental activities depreciation expense | <u><u>\$ 4,764,339</u></u> |

Business-Type Activities

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> |
|--|------------------------------|----------------------------|-------------------------|-----------------------------|
| Water | | | | |
| Capital assets not being depreciated/amortized: | | | | |
| Land and land rights | \$ 433,037 | \$ - | \$ - | \$ 433,037 |
| Easements | 172,583 | 10,169 | 4,094 | 178,658 |
| Construction in progress | <u>317,717</u> | <u>828,524</u> | <u>49,846</u> | <u>1,096,395</u> |
| Total capital assets not being depreciated/amortized | <u>923,337</u> | <u>838,693</u> | <u>53,940</u> | <u>1,708,090</u> |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 1,313,882 | - | - | 1,313,882 |
| Machinery and equipment | 2,549,661 | 119,341 | 49,973 | 2,619,029 |
| Infrastructure | <u>48,459,838</u> | <u>2,049,927</u> | <u>14,648</u> | <u>50,495,117</u> |
| Total capital assets being depreciated | <u>52,323,381</u> | <u>2,169,268</u> | <u>64,621</u> | <u>54,428,028</u> |
| Total capital assets | <u>53,246,718</u> | <u>3,007,961</u> | <u>118,561</u> | <u>56,136,118</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (837,419) | (42,044) | - | (879,463) |
| Machinery and equipment | (1,946,895) | (78,944) | 49,973 | (1,975,866) |
| Infrastructure | <u>(11,279,660)</u> | <u>(927,993)</u> | <u>14,648</u> | <u>(12,193,005)</u> |
| Total accumulated depreciation | <u>(14,063,974)</u> | <u>(1,048,981)</u> | <u>64,621</u> | <u>(15,048,334)</u> |
| Net capital assets being depreciated | <u>38,259,407</u> | <u>1,120,287</u> | <u>-</u> | <u>39,379,694</u> |
| Net water capital assets | <u><u>\$ 39,182,744</u></u> | <u><u>\$ 1,958,980</u></u> | <u><u>\$ 53,940</u></u> | <u><u>\$ 41,087,784</u></u> |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

| | Beginning Balance | Additions | Deletions | Ending Balance |
|--|------------------------------|-------------------|------------------|---------------------------|
| Sewer | | | | |
| Capital assets not being depreciated/amortized: | | | | |
| Land and land rights | \$ 119,100 | \$ - | \$ - | \$ 119,100 |
| Easements | 206,031 | 19,429 | - | 225,460 |
| Construction in progress | 68,727 | 11,463 | - | 80,190 |
| | <u>393,858</u> | <u>30,892</u> | <u>-</u> | <u>424,750</u> |
| Total capital assets not being depreciated/amortized | | | | |
| Capital assets being depreciated/amortized: | | | | |
| Buildings and improvements | 672,637 | - | - | 672,637 |
| Machinery and equipment | 1,283,166 | 64,560 | 33,480 | 1,314,246 |
| Infrastructure | 24,339,220 | 786,241 | 1,443 | 25,124,018 |
| Intangible | 197,057 | - | - | 197,057 |
| | <u>26,492,080</u> | <u>850,801</u> | <u>34,923</u> | <u>27,307,958</u> |
| Total capital assets being depreciated/amortized | | | | |
| Total capital assets | | | | |
| | <u>26,885,938</u> | <u>881,693</u> | <u>34,923</u> | <u>27,732,708</u> |
| Less accumulated depreciation/amortization for: | | | | |
| Buildings and improvements | (96,637) | (21,525) | - | (118,162) |
| Machinery and equipment | (832,566) | (56,931) | 33,480 | (856,017) |
| Infrastructure | (4,912,576) | (321,438) | 1,443 | (5,232,571) |
| Intangible | (156,348) | (2,956) | - | (159,304) |
| | <u>(5,998,127)</u> | <u>(402,850)</u> | <u>34,923</u> | <u>(6,366,054)</u> |
| Total accumulated depreciation/amortization | | | | |
| Net capital assets being depreciated/amortized | | | | |
| | <u>20,493,953</u> | <u>447,951</u> | <u>-</u> | <u>20,941,904</u> |
| Net sewer capital assets | | | | |
| | <u>\$ 20,887,811</u> | <u>\$ 478,843</u> | <u>\$ -</u> | <u>\$ 21,366,654</u> |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

| | Beginning Balance | Additions | Deletions | Ending Balance |
|---|------------------------------|---------------------|-------------------|---------------------------|
| Stormwater | | | | |
| Capital assets not being depreciated/amortized: | | | | |
| Land and land rights | \$ 9,983,572 | \$ 335,338 | \$ - | \$ 10,318,910 |
| Easements | 1,196,346 | 873 | - | 1,197,219 |
| Construction in progress | 809,956 | 519,620 | 228,446 | 1,101,130 |
| | <u>11,989,874</u> | <u>855,831</u> | <u>228,446</u> | <u>12,617,259</u> |
| Total capital assets not being depreciated/amortized | | | | |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 4,481,222 | 275,084 | - | 4,756,306 |
| Machinery and equipment | 574,865 | - | - | 574,865 |
| Infrastructure | 32,959,860 | 1,307,453 | 3,400 | 34,263,913 |
| | <u>38,015,947</u> | <u>1,582,537</u> | <u>3,400</u> | <u>39,595,084</u> |
| Total capital assets being depreciated | | | | |
| Total capital assets | | | | |
| | <u>50,005,821</u> | <u>2,438,368</u> | <u>231,846</u> | <u>52,212,343</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (869,479) | (92,375) | - | (961,854) |
| Machinery and equipment | (383,142) | (78,372) | - | (461,514) |
| Infrastructure | (10,663,670) | (883,083) | 3,400 | (11,543,353) |
| | <u>(11,916,291)</u> | <u>(1,053,830)</u> | <u>3,400</u> | <u>(12,966,721)</u> |
| Total accumulated depreciation | | | | |
| Net capital assets being depreciated | | | | |
| | <u>26,099,656</u> | <u>528,707</u> | <u>-</u> | <u>26,628,363</u> |
| Net stormwater capital assets | | | | |
| | <u>\$ 38,089,530</u> | <u>\$ 1,384,538</u> | <u>\$ 228,446</u> | <u>\$ 39,245,622</u> |
| Business-type activities capital assets, net as reported in the statement of net position | | | | |
| | <u>\$ 98,160,085</u> | <u>\$ 3,822,361</u> | <u>\$ 282,386</u> | <u>\$ 101,700,060</u> |

Depreciation expense was charged to functions as follows:

Business-Type Activities

| | |
|------------|------------------|
| Water | \$ 983,633 |
| Sewer | 402,847 |
| Stormwater | <u>1,053,831</u> |

Total business-type activities, net as reported in the statement
of net position expense \$ 2,440,311

Depreciation expense may be different from business-type activity accumulated depreciation additions because of joint metering, salvage, cost of removal, internal allocations or costs associated with the disposal of assets.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Interfund Receivables/Payables, Advances and Transfers

Interfund Receivables/Payables

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

| Receivable Fund | Payable Fund | Amount |
|--|---------------|----------------------------|
| General fund | Water utility | \$ 769,416 |
| General fund | TID No. 14 | <u>51,000</u> |
| Total, fund financial statements | | 820,416 |
| Less fund eliminations | | (51,000) |
| Add interfund advances | | <u>503,457</u> |
| Total internal balances, government-wide statement of net position | | <u><u>\$ 1,272,873</u></u> |

All amounts are due within one year.

The principal purpose of the interfunds between the general fund and the utility is for payment in lieu of taxes. All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

Advances

The general fund is advancing funds to TID No. 11, 13, 16, 17 and 18 funds. The amount advanced is deficit cash balance since the district's inception. No repayment schedule has been established.

The General Capital Projects fund is advancing funds to the Stormwater Utility. The purpose of the advance is for acquisition of land for the Stormwater Utility. Interest is being accrued at 3.25%. A repayment schedule has been established and requires the Stormwater Utility to make quarterly principal payments of \$13,985, plus accrued interest, until the advance is repaid.

The following is a schedule of interfund advances:

| Receivable Fund | Payable Fund | Amount | Amount Not Due Within One Year |
|----------------------------------|--------------------|--------------------------|--------------------------------|
| General fund | TID. No. 11 | \$ 37,000 | \$ 37,000 |
| General fund | TID. No. 13 | 210,000 | 210,000 |
| General fund | TID. No. 16 | 21,000 | 21,000 |
| General fund | TID. No. 17 | 27,000 | 27,000 |
| General fund | TID. No. 18 | 25,000 | 25,000 |
| General capital projects | Stormwater utility | <u>503,457</u> | 447,517 |
| Total, fund financial statements | | 823,457 | |
| Less fund eliminations | | <u>(320,000)</u> | |
| Total, interfund advances | | <u><u>\$ 503,457</u></u> | |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Transfers

The following is a schedule of interfund transfers:

| <u>Fund Transferred To</u> | <u>Fund Transferred From</u> | <u>Amount</u> | <u>Principal Purpose</u> |
|---|------------------------------|-------------------|--------------------------|
| General fund | Water Utility | \$ 769,416 | Tax-equivalent |
| General fund | Recycling and refuse | 2,513 | Rent |
| General fund | General capital projects | 319,660 | Capital projects |
| General fund | American Rescue Plan Act | 4,750 | Grant revenue |
| General debt service | TID No. 9 | 350,000 | Debt repayment |
| General debt service | TID No. 10 | 584,196 | Debt repayment |
| General debt service | TID No. 13 | 95,000 | Debt repayment |
| General debt service | General capital projects | 250,042 | Fire impact fees |
| General capital projects | General debt service | 2,705,539 | Transfer revenue |
| General capital projects | American Rescue Plan Act | 823,137 | Grant revenue |
| General capital projects | Recycling and refuse | 10,000 | Capital projects |
| General capital projects | General fund | 2,562,500 | Capital projects |
| General capital projects | Excess increment | 1,055,546 | Capital projects |
| General capital projects | Library services | 37,763 | Capital projects |
| TID No. 4 | General capital projects | 147,491 | Capital projects |
| TID No. 10 | General capital projects | 7,144 | Capital projects |
| TID No. 10 | General capital projects | 520,000 | Debt reallocation |
| Affordable Housing | TID No. 15 | 1,778,229 | TID closure |
| Excess increment | TID No. 15 | 3,195 | TID closure |
| Excess increment | TID No. 6 | 75,295 | TID closure |
| Technology | American Rescue Plan Act | 4,629 | Grant revenue |
| Total, fund financial statements | | 12,106,045 | |
| Less fund eliminations | | (11,336,629) | |
| Less capital asset contributions from governmental activities to business-type activities | | <u>(106,626)</u> | |
| Total transfers, government-wide statement of activities | | <u>\$ 662,790</u> | |
| <u>Fund Transferred To</u> | <u>Fund Transferred From</u> | <u>Amount</u> | |
| Governmental activities | Business-type activities | \$ 769,416 | |
| Business-type activities | Governmental activities | <u>(106,626)</u> | |
| Total government-wide financial statements | | <u>\$ 662,790</u> | |

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Long-Term Obligations

Long-term obligations activity for the year ended December 31, 2024, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> | <u>Amounts Due Within One Year</u> |
|--|------------------------------|----------------------|---------------------|---------------------------|--|
| Governmental Activities | | | | | |
| Bonds and notes payable: | | | | | |
| General obligation debt | \$ 56,045,000 | \$ 8,790,000 | \$ 3,910,000 | \$ 60,925,000 | \$ 5,420,000 |
| Premiums | <u>2,397,555</u> | <u>242,844</u> | <u>397,664</u> | <u>2,242,735</u> | <u>-</u> |
| Total bonds and notes payable | <u>58,442,555</u> | <u>9,032,844</u> | <u>4,307,664</u> | <u>63,167,735</u> | <u>5,420,000</u> |
| Other liabilities: | | | | | |
| Compensated absences* | <u>3,170,768</u> | <u>1,120,922</u> | <u>-</u> | <u>4,291,690</u> | <u>2,123,176</u> |
| Total other liabilities | <u>3,170,768</u> | <u>1,120,922</u> | <u>-</u> | <u>4,291,690</u> | <u>2,123,176</u> |
| Total governmental activities long-term liabilities | <u>\$ 61,613,323</u> | <u>\$ 10,153,766</u> | <u>\$ 4,307,664</u> | <u>\$ 67,459,425</u> | <u>\$ 7,543,176</u> |
| Business-Type Activities | | | | | |
| Other liabilities: | | | | | |
| Compensated absences* | <u>\$ 205,836</u> | <u>\$ 34,097</u> | <u>\$ -</u> | <u>\$ 239,933</u> | <u>\$ 121,744</u> |
| Total business-type activities long-term liabilities | <u>\$ 205,836</u> | <u>\$ 34,097</u> | <u>\$ -</u> | <u>\$ 239,933</u> | <u>\$ 121,744</u> |

* The change in compensated absences liability is presented as a net change.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed 5% of the equalized value of taxable property within the City's jurisdiction. The debt limit as of December 31, 2024, was \$308,368,125. Total general obligation debt outstanding at year end was \$60,925,000.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

General Obligation Debt

All general obligation debt payable is backed by the full faith and credit of the City. Debt in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund.

| <u>Governmental Activities</u> | | | | | <u>Balance</u> |
|--|----------------|-----------------|-----------------|---------------------|----------------------|
| <u>General Obligation Debt</u> | <u>Date of</u> | <u>Final</u> | <u>Interest</u> | <u>Original</u> | <u>December 31,</u> |
| | <u>Issue</u> | <u>Maturity</u> | <u>Rates</u> | <u>Indebtedness</u> | <u>2024</u> |
| 2015 general obligation promissory notes | 04/14/15 | 04/01/25 | 1.00-2.00% | \$ 3,240,000 | \$ 220,000 |
| 2015 general obligation corporate purpose bonds | 04/14/15 | 04/01/35 | 2.00-3.00 | 5,085,000 | 690,000 |
| 2016 general obligation promissory notes | 06/15/16 | 06/01/26 | 1.25-2.00 | 4,465,000 | 795,000 |
| 2016 general obligation fire station bonds | 06/15/16 | 06/01/36 | 2.00-2.60 | 5,235,000 | 3,405,000 |
| 2017 general obligation promissory notes | 10/12/17 | 10/01/27 | 2.00-3.00 | 1,055,000 | 240,000 |
| 2017 general obligation corporate purpose bonds | 10/12/17 | 10/01/37 | 3.00 | 7,935,000 | 5,395,000 |
| 2018 general obligation promissory notes | 03/14/18 | 03/01/28 | 3.00 | 1,745,000 | 200,000 |
| 2018 general obligation corporate purpose bonds | 03/14/18 | 03/01/38 | 3.00-3.375 | 7,535,000 | 5,065,000 |
| 2019 general obligation corporate purpose bonds | 12/04/19 | 12/01/39 | 2.00-3.00 | 9,500,000 | 6,880,000 |
| 2020 general obligation corporate purpose bonds | 12/30/20 | 03/01/40 | 1.15-5.00 | 19,290,000 | 16,410,000 |
| 2021 general obligation corporate purpose bonds | 12/01/21 | 12/01/41 | 1.50-4.00 | 15,505,000 | 12,835,000 |
| 2024 general obligation promissory notes | 06/13/24 | 12/01/43 | 4.00-5.00 | 8,790,000 | <u>8,790,000</u> |
| Total governmental activities, general obligation debt | | | | | <u>\$ 60,925,000</u> |

Debt service requirements to maturity are as follows:

| <u>Years</u> | <u>Governmental Activities</u> | |
|--------------|--------------------------------|----------------------|
| | <u>Principal</u> | <u>Interest</u> |
| 2025 | \$ 5,420,000 | \$ 1,678,786 |
| 2026 | 3,985,000 | 1,470,624 |
| 2027 | 4,060,000 | 1,332,060 |
| 2028 | 4,180,000 | 1,196,486 |
| 2029 | 4,225,000 | 1,080,361 |
| 2030-2034 | 17,840,000 | 3,935,703 |
| 2035-2039 | 16,315,000 | 1,837,452 |
| 2040-2043 | <u>4,900,000</u> | <u>314,450</u> |
| Total | <u>\$ 60,925,000</u> | <u>\$ 12,845,922</u> |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Other Debt Information

Estimated payments of compensated absences are not included in the debt service requirement schedules. The compensated absences attributable to governmental activities will be liquidated primarily by the general fund.

Lease Disclosures

Lessor - Lease Receivables

| <u>Business-Type Activities</u> | | | | Receivable Balance December 31, 2024 |
|---|------------------------------|---------------------------|-----------------------|---|
| <u>Lease Receivables Description</u> | <u>Date of Inception</u> | <u>Final Maturity</u> | <u>Interest Rates</u> | |
| Cellular antenna on water tower C - T-Mobile | 05/26/21 | 05/25/30 | 4.00 % | \$ 240,278 |
| Cellular antenna on water tower E - T-Mobile | 03/01/21 | 03/01/25 | 4.00 | 50,951 |
| Cellular antenna on water tower E - AT&T | 01/13/22 | 01/12/30 | 4.00 | <u>202,590</u> |
| Total business-type activities | | | | <u>\$ 493,819</u> |

The City recognized \$110,805 of lease revenue during the fiscal year.

The City recognized \$23,814 of interest revenue during the fiscal year.

Net Position/Fund Balances

Net position reported on the government-wide statement of net position at December 31, 2024, includes the following:

Governmental Activities

Net investment in capital assets:

| | |
|---|--------------------|
| Land | \$ 45,801,726 |
| Construction in progress | 3,594,033 |
| Other capital assets, net of accumulated depreciation/amortization | 143,416,908 |
| Less long-term debt outstanding | (60,925,000) |
| Plus unspent capital related debt proceeds | 8,480,847 |
| Plus noncapital debt proceeds | 18,672,554 |
| Less unamortized debt premium | <u>(2,242,735)</u> |

Total net investment in capital assets \$ 156,798,333

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2024, include the following:

| | <u>General Fund</u> | <u>General Debt Service</u> | <u>General Capital Projects</u> | <u>TID No. 9</u> | <u>Nonmajor Funds</u> | <u>Total</u> |
|--|----------------------|-----------------------------|---------------------------------|---------------------|-----------------------|----------------------|
| Fund Balances | | | | | | |
| Nonspendable: | | | | | | |
| Prepaid items | \$ 506,756 | \$ - | \$ 970,572 | \$ - | \$ 48,380 | \$ 1,525,708 |
| Delinquent personal property taxes | 5,828 | - | - | - | - | 5,828 |
| Delinquent special assessments | 18,342 | - | - | - | - | 18,342 |
| Advances to other funds | 320,000 | - | - | - | - | 320,000 |
| Subtotal | <u>850,926</u> | <u>-</u> | <u>970,572</u> | <u>-</u> | <u>48,380</u> | <u>1,869,878</u> |
| Restricted for: | | | | | | |
| Debt service | - | 39,551 | - | - | - | 39,551 |
| Capital projects | - | - | 8,486,250 | - | - | 8,486,250 |
| Park and recreational improvement fees | - | - | - | - | 5,669,429 | 5,669,429 |
| Impact fees | - | - | 239,044 | - | - | 239,044 |
| Library | - | - | - | - | 996,079 | 996,079 |
| TID activities | - | - | - | 5,592,252 | 1,762,597 | 7,354,849 |
| Park projects | 78,410 | - | - | - | - | 78,410 |
| Other projects | - | - | - | - | 127,189 | 127,189 |
| Affordable housing | - | - | - | - | 10,156,702 | 10,156,702 |
| Subtotal | <u>78,410</u> | <u>39,551</u> | <u>8,725,294</u> | <u>5,592,252</u> | <u>18,711,996</u> | <u>33,147,503</u> |
| Committed to: | | | | | | |
| Recycling and refuse | - | - | - | - | 589,004 | 589,004 |
| ARPA | - | - | - | - | 300,057 | 300,057 |
| Cemetery | - | - | - | - | 170,999 | 170,999 |
| Community wellbeing | - | - | - | - | 20,199 | 20,199 |
| Capital projects | - | - | - | - | 5,969,735 | 5,969,735 |
| Subtotal | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>7,049,994</u> | <u>7,049,994</u> |
| Assigned to: | | | | | | |
| Debt service | - | 726,410 | - | - | - | 726,410 |
| Capital projects | - | - | 25,703,611 | - | - | 25,703,611 |
| Payments in lieu of taxes | 769,416 | - | - | - | - | 769,416 |
| Employee retirement | 3,879,931 | - | - | - | - | 3,879,931 |
| Next year's budget | 5,617,242 | - | - | - | - | 5,617,242 |
| Shared revenue | 1,576,885 | - | - | - | - | 1,576,885 |
| Carryovers | 1,051,961 | - | - | - | - | 1,051,961 |
| Transit | - | - | - | - | 256,019 | 256,019 |
| Subtotal | <u>12,895,435</u> | <u>726,410</u> | <u>25,703,611</u> | <u>-</u> | <u>256,019</u> | <u>39,581,475</u> |
| Unassigned (Deficit) | <u>4,479,482</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(308,463)</u> | <u>4,171,019</u> |
| Total fund balances | <u>\$ 18,304,253</u> | <u>\$ 765,961</u> | <u>\$ 35,399,477</u> | <u>\$ 5,592,252</u> | <u>\$ 25,757,926</u> | <u>\$ 85,819,869</u> |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

Business-Type Activities

| | |
|--|-----------------------|
| Net investment in capital assets: | |
| Land | \$ 10,871,047 |
| Construction in progress | 2,277,715 |
| Easements | 1,601,337 |
| Other capital assets, net of accumulated depreciation/amortization | <u>86,949,961</u> |
| Total net investment in capital assets | <u>\$ 101,700,060</u> |

Component Unit

Community and Economic Development Authority

This report contains the Community and Economic Development Authority (CDA), which is included as a component unit.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

a. Basis of Accounting/Measurement Focus

The CDA follows the full accrual basis of accounting and the flow of economic resources measurement focus.

b. Deposits and Investments

At year end, the carrying amount of the CDA's deposits was \$1,013,288 and is part of the City's commingled cash. See Note 3.

c. Loans Receivable

In 1999, the City established a revolving loan fund by providing \$375,000 of development incentive money to the CDA. At December 31, 2024, the CDA's loans receivable balance was \$123,319 and its allowance for doubtful accounts was \$123,319, leaving a net receivable balance of \$0.

4. Other Information

Employees' Retirement System

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, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

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>.

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

City of Fitchburg

Notes to Financial Statements
December 31, 2024

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 executive service retirement participants, if hired on or before 12/31/2016) are entitled to 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 annual earnings period. 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 employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. 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.

Postretirement 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:

| <u>Year</u> | <u>Core Fund Adjustment %</u> | <u>Variable Fund Adjustment %</u> |
|-------------|-----------------------------------|---------------------------------------|
| 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) |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

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, Executives and Elected Officials. Starting on January 1, 2016, the Executives and 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 \$1,470,925 in contributions from the City.

Contribution rates for the plan year reported as of December 31, 2024 are:

| <u>Employee Category</u> | <u>Employee</u> | <u>Employer</u> |
|--|-----------------|-----------------|
| General (Executives & Elected Officials) | 6.80 % | 6.80 % |
| Protective with Social Security | 6.80 | 13.20 |
| Protective without Social Security | 6.80 | 18.10 |

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

At December 31, 2024, the City reported a liability of \$1,577,476 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability 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, 2024, the City's proportion was 0.10609833%, which was an increase of 0.00256325% from its proportion reported as of December 31, 2023.

For the year ended December 31, 2024, the City recognized pension expense (revenue) of \$888,608.

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

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|---|--|
| Differences between projected and actual experience | \$ 6,360,368 | \$ 8,424,347 |
| Changes in assumptions | 687,576 | - |
| Net differences between projected and actual earnings on pension plan investments | 5,497,248 | - |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 13,624 | 35,599 |
| Employer contributions subsequent to the measurement date | <u>1,672,469</u> | <u>-</u> |
| Total | <u>\$ 14,231,285</u> | <u>\$ 8,459,946</u> |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

\$1,672,469 reported as deferred outflows of resources 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:

| <u>Years Ending December 31:</u> | <u>Deferred Outflows of Resources and Deferred Inflows of Resources (Net)</u> |
|--------------------------------------|---|
| 2025 | \$ 836,149 |
| 2026 | 873,941 |
| 2027 | 3,446,423 |
| 2028 | (1,057,643) |

Actuarial Assumptions

The total pension liability in the December 31, 2022 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 |
| Experience Study: | January 1, 2018 - December 31, 2020 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 |
| Postretirement Adjustments*: | 1.7% |

* *No postretirement 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 postretirement 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 the December 31, 2022 actuarial valuation.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

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 Returns* as of December 31, 2023

| Core Fund Asset Class | Asset Allocation % | Long-Term Expected Nominal Rate of Return % | Long-Term Expected Real Rate of Return %** |
|------------------------------|---------------------------|--|---|
| 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*** | (12) | 3.7 | 1.0 |
| Total Core Fund | 100 | 7.4 | 4.6 |
| Variable Fund Asset | | | |
| U.S. Equities | 70 | 6.8 | 4.0 |
| International Equities | 30 | 7.6 | 4.8 |
| Total Variable Fund | 100 | 7.3 | 4.5 |

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

** *New England Pension Consultants' Long-Term U.S. CPI (Inflation) Forecast: 2.7%*

*** *The 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%.*

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 discount rate is based on the expected rate of return on pension plan investments of 6.8% 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 6.8% 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 investment 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%, 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%) or 1-percentage-point higher (7.80%) than the current rate:

| | <u>1% Decrease to Discount Rate (5.8%)</u> | <u>Current Discount Rate (6.8%)</u> | <u>1% Increase to Discount Rate (7.8%)</u> |
|---|--|---|--|
| City's proportionate share of the net pension liability (asset) | \$ 15,247,070 | \$ 1,577,476 | \$ (7,987,717) |

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>.

At December 31, 2024, the City reported a payable to the pension plan which represents contractually required contributions outstanding as of the end of the year.

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

Public Entity Risk Pool

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

The WMIC is an intergovernmental cooperation commission created by contract under Section 66.30 of the Wisconsin Statutes. It was created in August, 1987 for the purpose of facilitating the organization, establishment and capitalization of the CVMIC, and has numerous cities and villages as members.

The CVMIC is a municipal mutual insurance company established on September 14, 1987 under Section 611.23 of the Wisconsin Statutes. The CVMIC provides liability insurance coverage to the cities and villages which make up the membership of the WMIC.

The CVMIC is self-insured up to a maximum of \$2,000,000 of each insurance risk. Losses paid by CVMIC plus administrative expenses will be recovered through premiums to the participating pool of municipalities. The City's share of such losses is less than 1%.

Management of each organization consists of a board of directors or officers comprised of representatives elected by each of three classes of participants based on population. The City does not exercise any control over the activities of the agencies beyond the election of the officers and board.

Financial statements of WMIC and CVMIC can be obtained directly from CVMIC's offices.

The City pays an annual premium to CVMIC for its general liability insurance, which provides coverage up to \$5,000,000 per occurrence, less the City's retained liability. The City's retained liability is limited to \$37,500 per occurrence and an annual aggregate limit of \$150,000. An actuarially determined estimate has been recorded for this liability, as well as for claims incurred but not reported at December 31, 2024. The amount related to the City is not material.

Commitments and Contingencies

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the City is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the City attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

The City has active construction projects as of December 31, 2024. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

The City has the following encumbrances outstanding at year end expected to be honored upon performance by the vendor:

| | | |
|--------------------------|----|-----------|
| General Fund | \$ | 792,872 |
| General Capital Projects | | 9,728,513 |
| All remaining funds | | 1,683,808 |

Joint Ventures

FitchRona EMS District

The City of Fitchburg, City of Verona and Town of Verona jointly operate the local EMS District, which is called the FitchRona EMS District.

The District adopts its own budget. Net operating costs including debt service are shared by the three communities based on the ratio of equalized values. The District is governed by the FitchRona EMS Commission which consists of citizens from each community. City of Fitchburg representatives are appointed by the mayor (2 members) and city council (1 member). The City is obligated by the joint venture agreement to remit an amount annually to the District. The City made a payment to the District in 2024 of \$1,160,961.

Financial information of the District is available directly from the District's office.

The City's equity interest in the District is equal to its percentage share of participation. The equity interest is reported in the governmental activities column of the government-wide statement of net position. Changes in the equity interest are reported on the statement of activities.

Multijurisdictional Public Safety Information System Commission (MPSISC)

The City of Fitchburg, City of Sun Prairie, City of Middleton, City of Verona and City of Monona jointly operate the Multijurisdictional Public Safety Information System Commission. On March 20, 2003, the City of Middleton, City of Fitchburg and City of Sun Prairie executed an intergovernmental agreement under authority of Section 66.0301 of the Wisconsin Statutes. The City of Verona and the City of Monona joined the commission in 2009. The commission adopts its own budget. Net operating costs including debt service are shared by the five communities based on the agreed upon formula. The department is governed by the Intermunicipal Commission. The commission consists of one representative from each community. The City's share of the joint costs was \$185,210 in 2024. The transactions of the commission are not reflected in these financial statements.

The City does not have an equity interest in this joint venture.

Subsequent Event

On March 18th, 2025, the City issued a municipal revenue obligation in the amount of \$747,067. The obligation will be payable solely from tax increments collected from a specific portion of the development in TID No. 13.

Tax Abatement

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 is disclosing all abatement agreements individually.

City of Fitchburg

Notes to Financial Statements
December 31, 2024

The City through its Tax Incremental Financing Districts has entered into tax abatement agreements with developers in the form of tax incremental financing incentive payments to stimulate economic development. The abatements are authorized through the TID project plans. The developers pay property taxes as they become due, and after meeting the criteria established in the development agreements, are entitled to future incentive payments that directly correlate to the taxes paid.

| <u>Agreement Description</u> | <u>Calculation Method</u> | <u>Developer Commitment</u> | <u>2024 Payments</u> |
|---|--------------------------------|--|----------------------|
| In 2018, the City issued a municipal revenue obligation in the amount of \$3,250,000 and was payable solely from tax increments collected from a specific portion of the development in TID No. 9. The balance of commitment outstanding including accrued interest at year end was \$2,549,055. | Increment on specific property | Construction of facility | \$ 358,944 |
| In 2020, the City issued a municipal revenue obligation in the amount of \$2,100,00 and was payable solely from tax increments collected from a specific portion of the development in TID No. 13. The balance of commitment outstanding including accrued interest at year end was \$1,760,000. | Increment on specific property | Construction of facility | 213,750 |
| In 2021, the City issued a municipal revenue obligation in the amount of \$15,167,653 and was payable solely from tax increments collected from a specific portion of the development in TID No. 12. The balance of commitment outstanding including accrued interest at year end was \$12,642,653. | Increment on specific property | Construction of facility and public improvements | 1,394,046 |
| In 2021, the City issued a municipal revenue obligation in the amount of \$3,132,293 and was payable solely from tax increments collected from a specific portion of the development in TID No. 10. The balance of commitment outstanding including accrued interest at year end was \$2,906,989. | Increment on specific property | Construction of facility | 206,737 |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

| <u>Agreement Description</u> | <u>Calculation Method</u> | <u>Developer Commitment</u> | <u>2024 Payments</u> |
|---|--------------------------------|-------------------------------------|----------------------|
| In 2021, the City issued a municipal revenue obligation in the amount of \$321,797 and was payable solely from tax increments collected from a specific portion of the development in TID No. 9. The balance of commitment outstanding including accrued interest at year end was \$188,797. | Increment on specific property | Construction of facility | \$ 68,890 |
| In 2022, the City issued a municipal revenue obligation in the amount of \$10,716,846 and was payable solely from tax increments collected from a specific portion of the development in TID No. 9. The balance of commitment outstanding including accrued interest at year end was \$9,879,846. | Increment on specific property | Construction of facility | 589,629 |
| In 2022, the City issued a municipal revenue obligation in the amount of \$3,581,731 and was payable solely from tax increments collected from a specific portion of the development in TID No. 10. The balance of commitment outstanding including accrued interest at year end was \$3,226,731. | Increment on specific property | Construction of facility | 335,586 |
| In 2023, the City issued a municipal revenue obligation in the amount of \$4,611,911 and was payable solely from tax increments collected from a specific portion of the development in TID No. 9. The balance of commitment outstanding including accrued interest at year end was \$4,869,054. | Increment on specific property | Construction of public improvements | - |

City of Fitchburg

Notes to Financial Statements
December 31, 2024

| <u>Agreement Description</u> | <u>Calculation Method</u> | <u>Developer Commitment</u> | <u>2024 Payments</u> |
|--|--------------------------------|--|----------------------|
| In 2023, the City issued a municipal revenue obligation in the amount of \$6,200,706 and was payable solely from tax increments collected from a specific portion of the development in TID No. 9. The balance of commitment outstanding including accrued interest at year end was \$5,200,706. | Increment on specific property | Construction of facility and public improvements | \$ 1,285,036 |

Effect of New Accounting Standards on Current-Period Financial Statements

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 102, *Certain Risk Disclosures*
- Statement No. 103, *Financial Reporting Model Improvements*
- Statement No. 104, *Disclosure of Certain Capital Assets*

When they become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

City of Fitchburg

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -
 General Fund
 Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|-------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Taxes | | | | |
| General property taxes | \$ 20,069,291 | \$ 20,069,291 | \$ 20,070,693 | \$ 1,402 |
| Mobile home lottery credit and parking fees | 2,000 | 2,000 | 2,104 | 104 |
| Public accommodation (room) taxes | 36,750 | 36,750 | 37,415 | 665 |
| Other taxes | 22,300 | 22,300 | 19,269 | (3,031) |
| Interest and penalties on taxes | 2,500 | 2,500 | 4,525 | 2,025 |
| Total taxes | <u>20,132,841</u> | <u>20,132,841</u> | <u>20,134,006</u> | <u>1,165</u> |
| Intergovernmental Revenues | | | | |
| State shared revenues | 1,547,315 | 1,547,315 | 1,669,659 | 122,344 |
| Payments for municipal services | 40,000 | 40,000 | 45,652 | 5,652 |
| State aid, general transportation aids | 2,352,500 | 2,352,500 | 2,358,248 | 5,748 |
| Aid on certain lands equivalent to property taxes | 34,000 | 34,000 | 35,726 | 1,726 |
| Fire insurance tax (2% fire dues) | 180,000 | 180,000 | 222,349 | 42,349 |
| Other state shared taxes | 604,964 | 604,964 | 607,175 | 2,211 |
| State aid, other law enforcement | - | - | 10,600 | 10,600 |
| Other state | 63,196 | 63,196 | 77,073 | 13,877 |
| County grant | 23,454 | 98,454 | 64,219 | (34,235) |
| Fed law, operating | 6,335 | 6,335 | 19,941 | 13,606 |
| Other local government grants, operating | 141,852 | 141,852 | 149,073 | 7,221 |
| Other fed, operating | 1,700 | 1,700 | 1,671 | (29) |
| Total intergovernmental revenues | <u>4,995,316</u> | <u>5,070,316</u> | <u>5,261,386</u> | <u>191,070</u> |
| Licenses and Permits | | | | |
| Business and occupational licenses | 50,000 | 50,000 | 66,647 | 16,647 |
| Other nonbusiness licenses | 7,500 | 7,500 | 8,743 | 1,243 |
| Building permits | 390,000 | 390,000 | 876,062 | 486,062 |
| Zoning permits and fees | 180,000 | 180,000 | 335,533 | 155,533 |
| Other regulatory permits and fees | 40,000 | 40,000 | 81,732 | 41,732 |
| Cable television franchise fees | 206,000 | 206,000 | 201,208 | (4,792) |
| Total licenses and permits | <u>873,500</u> | <u>873,500</u> | <u>1,569,925</u> | <u>696,425</u> |
| Fines and Forfeitures | | | | |
| Law and ordinance violations | <u>145,900</u> | <u>145,900</u> | <u>260,042</u> | <u>114,142</u> |
| Public Charges for Services | | | | |
| General government | 20,000 | 20,000 | 18,839 | (1,161) |
| Public safety | 29,200 | 29,200 | 53,640 | 24,440 |
| Engineering | 12,000 | 12,000 | 19,971 | 7,971 |
| Senior program fees | 45,000 | 45,000 | 48,265 | 3,265 |
| Recreation programs | 221,000 | 221,000 | 154,693 | (66,307) |
| Park rental | 60,000 | 80,508 | 92,636 | 12,128 |
| Other public charges for services | 3,000 | 3,000 | 15,918 | 12,918 |
| Total public charges for services | <u>390,200</u> | <u>410,708</u> | <u>403,962</u> | <u>(6,746)</u> |

See notes to required supplementary information

City of Fitchburg

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -
 General Fund
 Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|--------------|---------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Special Assessments | | | | |
| Interest on delinquent special assessments | \$ 400 | \$ 400 | \$ 1,795 | \$ 1,395 |
| Investment Income | | | | |
| Investment income | 130,000 | 130,000 | 1,644,559 | 1,514,559 |
| Intergovernmental Charges for Services | | | | |
| Local, emergency services (law enforcement share) | 6,360 | 6,360 | 6,360 | - |
| Miscellaneous | | | | |
| Rent | 86,945 | 88,695 | 91,486 | 2,791 |
| Donations | 600 | 18,750 | 17,481 | (1,269) |
| WPRA ticket commission | 150 | 150 | 991 | 841 |
| P Card rebate | 20,000 | 20,000 | 18,422 | (1,578) |
| Reimbursement from stormwater | 35,000 | 35,000 | 23,603 | (11,397) |
| Maintenance facility reimbursement from utility | 2,155 | 2,155 | 1,948 | (207) |
| Insurance recoveries, other | 12,000 | 12,000 | 52,180 | 40,180 |
| Transfer from CEDA | 60,895 | 60,895 | 60,895 | - |
| Administrative charges to utilities | 141,500 | 141,500 | - | (141,500) |
| Administrative charge to library | 225,200 | 225,200 | - | (225,200) |
| Brush collection reimbursement | 20,000 | 20,000 | 20,000 | - |
| Workers compensation reimbursement | - | - | 6,903 | 6,903 |
| Senior advertising sales | 3,000 | 3,000 | 4,035 | 1,035 |
| Other miscellaneous | 2,000 | 2,000 | 2,835 | 835 |
| Total miscellaneous | 609,445 | 629,345 | 300,779 | (328,566) |
| Total revenues | 27,283,962 | 27,399,370 | 29,582,814 | 2,183,444 |

See notes to required supplementary information

City of Fitchburg

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -
 General Fund
 Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|-------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Expenditures | | | | |
| General Government | | | | |
| Mayor and city council | \$ 89,088 | \$ 89,088 | \$ 63,172 | \$ 25,916 |
| Administrator | 553,458 | 560,458 | 474,402 | 86,056 |
| Municipal court | 209,022 | 209,022 | 200,097 | 8,925 |
| Clerk | 679,364 | 679,364 | 612,530 | 66,834 |
| Legal | 250,917 | 314,449 | 191,389 | 123,060 |
| Treasury | 859,347 | 1,166,527 | 538,883 | 627,644 |
| Assessment of property | 635,099 | 635,099 | 610,183 | 24,916 |
| City hall | 497,215 | 515,191 | 445,220 | 69,971 |
| Other buildings, safety | 43,550 | 43,550 | 22,741 | 20,809 |
| Other buildings, maintenance | 77,650 | 77,650 | 47,040 | 30,610 |
| Police evidence processing facility | 10,600 | 10,600 | 4,349 | 6,251 |
| Other buildings, fire station # 2 and 3 | 120,350 | 120,350 | 98,523 | 21,827 |
| Office supplies | 12,000 | 11,933 | 7,025 | 4,908 |
| Miscellaneous | 6,350 | 6,417 | 5,349 | 1,068 |
| Refund of taxes | - | 241,961 | 100,962 | 140,999 |
| Employee retirement reserve | 215,300 | 215,300 | 195,762 | 19,538 |
| Contingency | 127,500 | 165,000 | - | 165,000 |
| Bad debt expense | 3,000 | 3,000 | 5,643 | (2,643) |
| Human resources | 451,398 | 485,608 | 381,190 | 104,418 |
| Sustainability | 278,509 | 447,906 | 300,697 | 147,209 |
| | <u>5,119,717</u> | <u>5,998,473</u> | <u>4,305,157</u> | <u>1,693,316</u> |
| Public Safety | | | | |
| Police | 10,033,078 | 9,981,576 | 9,667,710 | 313,866 |
| Fire protection | 4,144,283 | 4,144,283 | 3,947,544 | 196,739 |
| Building inspection | 596,260 | 596,260 | 559,788 | 36,472 |
| Ambulance | 1,160,961 | 1,160,961 | 1,160,961 | - |
| Sealer of weights and measures | 6,000 | 6,000 | 6,000 | - |
| Dane Com | 120,000 | 120,478 | 120,478 | - |
| Other public safety | 1,500 | 1,022 | 564 | 458 |
| | <u>16,062,082</u> | <u>16,010,580</u> | <u>15,463,045</u> | <u>547,535</u> |
| Public Works | | | | |
| Public works/highway administration | <u>2,800,806</u> | <u>3,803,910</u> | <u>3,357,472</u> | <u>446,438</u> |
| Health and Human services | | | | |
| Senior citizens program | <u>885,899</u> | <u>903,659</u> | <u>896,468</u> | <u>7,191</u> |
| Culture, Education and Recreation | | | | |
| Parks | 1,494,612 | 1,521,522 | 1,516,171 | 5,351 |
| Community center | 118,804 | 102,578 | 85,944 | 16,634 |
| Recreation programs and events | 438,968 | 438,968 | 366,321 | 72,647 |
| Cable television | 453,646 | 453,646 | 437,403 | 16,243 |
| | <u>2,506,030</u> | <u>2,516,714</u> | <u>2,405,839</u> | <u>110,875</u> |

See notes to required supplementary information

City of Fitchburg

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -
 General Fund
 Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|----------------------|----------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Conservation and Development | | | | |
| Zoning | \$ 452,523 | \$ 452,523 | \$ 404,971 | \$ 47,552 |
| Economic development | 464,718 | 464,718 | 361,889 | 102,829 |
| Total conservation and development | <u>917,241</u> | <u>917,241</u> | <u>766,860</u> | <u>150,381</u> |
| Total expenditures | <u>28,291,775</u> | <u>30,150,577</u> | <u>27,194,841</u> | <u>2,955,736</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,007,813)</u> | <u>(2,751,207)</u> | <u>2,387,973</u> | <u>5,139,180</u> |
| Other Financing Sources (Uses) | | | | |
| Property sales | - | - | 10,527 | 10,527 |
| Transfers in | 792,513 | 1,212,173 | 1,096,339 | (115,834) |
| Transfers out | <u>(3,137,500)</u> | <u>(3,137,500)</u> | <u>(2,562,500)</u> | <u>575,000</u> |
| Total other financing sources (uses) | <u>(2,344,987)</u> | <u>(1,925,327)</u> | <u>(1,455,634)</u> | <u>469,693</u> |
| Net change in fund balance | (3,352,800) | (4,676,534) | 932,339 | 5,608,873 |
| Fund Balance, Beginning | <u>17,371,914</u> | <u>17,371,914</u> | <u>17,371,914</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 14,019,114</u> | <u>\$ 12,695,380</u> | <u>\$ 18,304,253</u> | <u>\$ 5,608,873</u> |

See notes to required supplementary information

City of Fitchburg

Schedule of Proportionate Share of the Net Pension Liability (Asset) - Wisconsin Retirement System
Year Ended December 31, 2024

| City Fiscal Year Ending | Proportion of the Net Pension Liability (Asset) | Proportionate Share of the Net Pension Liability (Asset) | Covered Payroll | Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll | Plan Fiduciary Net Position as a Percentage of the Total Pension Liability |
|-------------------------|---|--|-----------------|---|--|
| 12/31/24 | 0.10609833% | \$ 1,577,476 | \$ 15,136,600 | 10.42% | 98.85% |
| 12/31/23 | 0.10353508% | 5,484,981 | 13,643,644 | 40.20% | 95.72% |
| 12/31/22 | 0.10149615% | (8,180,776) | 12,863,944 | 63.59% | 106.02% |
| 12/31/21 | 0.10040915% | (6,268,682) | 13,000,956 | 48.22% | 105.26% |
| 12/31/20 | 0.09763169% | (3,148,091) | 12,253,047 | 25.69% | 102.96% |
| 12/31/19 | 0.09485732% | 3,374,727 | 11,693,384 | 28.86% | 96.45% |
| 12/31/18 | 0.09105945% | (2,703,663) | 11,262,161 | 24.01% | 102.93% |
| 12/31/17 | 0.08776580% | 723,400 | 10,840,607 | 6.67% | 99.12% |
| 12/31/16 | 0.08657502% | 1,406,827 | 10,331,881 | 13.62% | 98.20% |
| 12/31/15 | 0.08786894% | (2,158,302) | 10,010,948 | 21.56% | 102.74% |

Schedule of Employer Contributions - Wisconsin Retirement System
Year Ended December 31, 2024

| City Fiscal Year Ending | Contractually Required Contributions | Contributions in Relation to the Contractually Required Contributions | Contribution Deficiency (Excess) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------------------|--------------------------------------|---|----------------------------------|-----------------|--|
| 12/31/24 | \$ 1,672,469 | \$ 1,672,469 | \$ - | \$ 16,377,877 | 10.21% |
| 12/31/23 | 1,473,585 | 1,473,585 | - | 15,122,420 | 9.74% |
| 12/31/22 | 1,239,473 | 1,239,473 | - | 13,495,232 | 9.18% |
| 12/31/21 | 1,186,689 | 1,186,689 | - | 12,926,190 | 9.18% |
| 12/31/20 | 1,137,314 | 1,137,314 | - | 12,416,844 | 9.16% |
| 12/31/19 | 1,041,915 | 1,041,915 | - | 12,251,077 | 8.50% |
| 12/31/18 | 1,003,750 | 1,003,750 | - | 11,668,150 | 8.60% |
| 12/31/17 | 973,591 | 973,591 | - | 11,262,161 | 8.64% |
| 12/31/16 | 862,383 | 862,383 | - | 10,840,607 | 7.96% |
| 12/31/15 | 838,381 | 838,381 | - | 10,331,881 | 8.11% |

See notes to required supplementary information

City of Fitchburg

Notes to Required Supplementary Information
Year Ended December 31, 2024

Budgetary Information

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1.

The budgeted amounts presented include any amendments made. The department heads may authorize transfers of up to 5% and no more than \$5,000 of their department budget within their respective departments, with mayoral approval. Transfers between departments require a simple majority and changes to the overall budget must be approved by a two-thirds council action. A separate budget report demonstrating compliance at the legal level of budgetary control is available at <https://www.fitchburgwi.gov/DocumentCenter/View/28310/REPORT---Supplemental-Bud-v-Actual-by-Account-for-all-Govtal-Funds-for-website-2024>

Appropriations lapse at year end unless specifically carried over. Carryovers to the following year were \$1,051,961. Budgets are adopted at the department level of expenditure.

Wisconsin Retirement System

The amounts determined for each fiscal year were determined as of the calendar year-end and occurred within the fiscal year.

Changes in benefit terms. There were no changes of benefit terms for any participating employer in the Wisconsin Retirement System.

Changes in 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 postretirement 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-ended 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 postretirement 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

SUPPLEMENTARY INFORMATION

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

General Debt Service Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|-------------------|-------------------|--------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 5,390,245 | \$ 5,390,245 | \$ 5,390,245 | \$ - |
| Special assessments | - | 750,977 | 750,977 | - |
| Investment income | 20,000 | 200,000 | 232,434 | 32,434 |
| Total revenues | 5,410,245 | 6,341,222 | 6,373,656 | 32,434 |
| Expenditures | | | | |
| Debt service: | | | | |
| Principal | 4,910,000 | 3,910,000 | 3,910,000 | - |
| Interest and fiscal charges | 2,344,461 | 1,924,781 | 1,699,965 | 224,816 |
| Total expenditures | 7,254,461 | 5,834,781 | 5,609,965 | 224,816 |
| Deficiency of revenues over expenditures | (1,844,216) | 506,441 | 763,691 | 257,250 |
| Other Financing Sources (Uses) | | | | |
| Premium on debt issued | 300,000 | 480,320 | 242,844 | (237,476) |
| Transfers in | 1,281,200 | 1,281,200 | 1,279,238 | (1,962) |
| Transfers out | - | (2,705,539) | (2,705,539) | - |
| Total other financing sources (uses) | 1,581,200 | (944,019) | (1,183,457) | (239,438) |
| Net change in fund balance | (263,016) | (437,578) | (419,766) | 17,812 |
| Fund Balance, Beginning | 1,185,727 | 1,185,727 | 1,185,727 | - |
| Fund Balance, Ending | \$ 922,711 | \$ 748,149 | \$ 765,961 | \$ 17,812 |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

General Capital Projects Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|----------------------|----------------------|----------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 2,434,617 | \$ 2,434,617 | \$ 2,434,617 | \$ - |
| Intergovernmental | 2,679,500 | 3,918,034 | 2,772,307 | (1,145,727) |
| Licenses and permits | 250,000 | 250,000 | 232,373 | (17,627) |
| Special assessments | 32,741 | 95,129 | 52,791 | (42,338) |
| Investment income | 217,550 | 217,550 | 1,275,091 | 1,057,541 |
| Miscellaneous | 255,000 | 355,887 | 6,324 | (349,563) |
| Total revenues | 5,869,408 | 7,271,217 | 6,773,503 | (497,714) |
| Expenditures | | | | |
| Capital outlay | 35,223,958 | 65,107,490 | 7,422,559 | 57,684,931 |
| Debt service: | | | | |
| Interest and fiscal charges | - | - | 104,350 | (104,350) |
| Total expenditures | 35,223,958 | 65,107,490 | 7,526,909 | 57,580,581 |
| Excess (deficiency) of revenues over expenditures | (29,354,550) | (57,836,273) | (753,406) | 57,082,867 |
| Other Financing Sources (Uses) | | | | |
| Debt issued | 24,877,500 | 34,820,634 | 8,790,000 | (26,030,634) |
| Property sales | 77,000 | 77,000 | 128,125 | 51,125 |
| Transfers in | 7,541,050 | 13,887,467 | 7,194,485 | (6,692,982) |
| Transfers out | (250,000) | 8,729 | (1,244,337) | (1,253,066) |
| Total other financing sources (uses) | 32,245,550 | 48,793,830 | 14,868,273 | (33,925,557) |
| Net change in fund balance | 2,891,000 | (9,042,443) | 14,114,867 | 23,157,310 |
| Fund Balance, Beginning | 21,284,610 | 21,284,610 | 21,284,610 | - |
| Fund Balance, Ending | \$ 24,175,610 | \$ 12,242,167 | \$ 35,399,477 | \$ 23,157,310 |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 9 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|---------------------|---------------------|---------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 1,764,000 | \$ 1,764,000 | \$ 2,493,234 | \$ 729,234 |
| Intergovernmental | 136,471 | 136,471 | 895,471 | 759,000 |
| Investment income | 20,000 | 20,000 | 298,401 | 278,401 |
| Total revenues | 1,920,471 | 1,920,471 | 3,687,106 | 1,766,635 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 1,811,575 | 2,276,575 | 2,305,242 | (28,667) |
| Capital outlay | - | 1,731,251 | 345,274 | 1,385,977 |
| Debt service: | | | | |
| Interest and fiscal charges | 10,000 | 10,000 | - | 10,000 |
| Total expenditures | 1,821,575 | 4,017,826 | 2,650,516 | 1,367,310 |
| Excess (deficiency) of revenues over expenditures | 98,896 | (2,097,355) | 1,036,590 | 3,133,945 |
| Other Financing Uses | | | | |
| Transfers out | (350,000) | (350,000) | (350,000) | - |
| Total other financing uses | (350,000) | (350,000) | (350,000) | - |
| Net change in fund balance | (251,104) | (2,447,355) | 686,590 | 3,133,945 |
| Fund Balance, Beginning | 4,905,662 | 4,905,662 | 4,905,662 | - |
| Fund Balance, Ending | \$ 4,654,558 | \$ 2,458,307 | \$ 5,592,252 | \$ 3,133,945 |

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenue sources that are legally restricted or committed to expenditure for specific purposes.

Recycling and Refuse Collection – Accounts for funds committed to providing a City-wide recycling and refuse management program.

Park Dedication – Accounts for funds provided by developers prior to January 1, 2018 in the form of park improvement fees and fee in lieu of land dedication restricted to support expenditures to improve of park facilities.

Park Improvement – Accounts for funds provided by developers on or after January 1, 2018 in the form of park improvement fees and fee in lieu of land dedication restricted to support expenditures to improve of park facilities.

Cemetery – Accounts for funds committed to maintaining Oak Hall Cemetery.

Library Services – Accounts for funds provided to maintain the library system.

Grants and Donations – Accounts for intergovernmental grants and other grants and donations that are restricted for specific purposes.

Affordable Housing Fund – Accounts for funds received by extending a tax incremental district(s) and legally restricted to support affordable and general housing programs.

Community Wellbeing – Accounts for funds received through court penalties and fines and committed to community wellbeing purposes, including the Healthy Neighborhood Initiative program.

American Rescue Plan Act – Accounts for funds legally restricted to eligible projects by the American Rescue Plan Act Fiscal Recovery Funds (ARPA/FRF) received from the U.S. Treasury in 2021/2022.

Forfeitures – Accounts for funds legally restricted to eligible projects by the US Department of Justice Equitable Sharing Program.

Excess Increment – Accounts for funds received upon closure of successful tax increment districts and committed to specific projects.

Transit – Accounts for funds legally restricted and committed to the partnership with Madison Metro Transit Service to provide transit services within the City limits.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of equipment and/or major capital facilities and other capital needs.

Tax Incremental District # 4 (TID #4) – To account for the financing and construction of City improvements and development incentives related to the Fitchburg Technology Campus area.

Tax Incremental District # 6 (TID #6) – To account for the financing and construction of City improvements and development incentives related to Orchard Pointe Area.

Tax Incremental District # 10 (TID #10) – To account for the financing and construction of City improvements and development incentives in the North Fish Hatchery Road corridor.

Tax Incremental District # 11 (TID #11) – To account for the financing and construction of City improvements and development incentives in a previously active waste site east of Highway 14.

Tax Incremental District # 12 (TID #12) – To account for the financing and construction of City improvements and development incentives in the Fahey Glen/East Cheryl area.

Tax Incremental District # 13 (TID #13) – To account for the financing and construction of City improvements and development incentives related to the Uptown area.

Tax Incremental District # 14 (TID #14) – To account for the financing and construction of City improvements and development incentives related to the Hartung area.

Tax Incremental District # 15 (TID #15) – To account for the financing and construction of municipal improvements and development incentives in the former Town of Madison, which was transferred to the City when the Town dissolved in October 2022.

Tax Incremental District # 16 (TID #16) – To account for the financing and construction of City improvements and development incentives in the Rimrock area and portions of the Southdale Neighborhood.

Tax Incremental District # 17 (TID #17) – To account for the financing and construction of City improvements and development incentives in the McKee Road and Verona Road corridors.

Tax Incremental District # 18 (TID #18) – To account for the financing and construction of City improvements and development incentives in the Seminole Highway, Verona Road, and Lacy Road area.

City of Fitchburg

Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

| | Special Revenue Funds | | | | |
|---|--|----------------------------|-----------------------------|-------------------|-----------------------------|
| | Recycling and Refuse Collection | Park Dedication | Park Improvement | Cemetery | Library Services |
| Assets | | | | | |
| Cash and investments | \$ 562,308 | \$ 854,850 | \$ 4,823,884 | \$ 170,999 | \$ 1,040,280 |
| Taxes receivable | 1,529,473 | - | - | - | 2,403,472 |
| Accounts receivable | - | - | - | - | 1,361 |
| Prepaid items | 23,620 | - | - | - | 24,760 |
| Total assets | <u>\$ 2,115,401</u> | <u>\$ 854,850</u> | <u>\$ 4,823,884</u> | <u>\$ 170,999</u> | <u>\$ 3,469,873</u> |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ - | \$ - | \$ 9,305 | \$ - | \$ 9,645 |
| Accrued liabilities | 2,891 | - | - | - | 35,917 |
| Deposits | - | - | - | - | - |
| Due to other funds | - | - | - | - | - |
| Advances from other funds | - | - | - | - | - |
| Unearned revenues | - | - | - | - | - |
| Total liabilities | <u>2,891</u> | <u>-</u> | <u>9,305</u> | <u>-</u> | <u>45,562</u> |
| Deferred Inflows of Resources | | | | | |
| Property taxes levied for future period | 1,499,808 | - | - | - | 2,403,472 |
| Unavailable revenues | 78 | - | - | - | - |
| Total deferred inflows of resources | <u>1,499,886</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,403,472</u> |
| Fund Balances (Deficit) | | | | | |
| Nonspendable | 23,620 | - | - | - | 24,760 |
| Restricted | - | 854,850 | 4,814,579 | - | 996,079 |
| Committed | 589,004 | - | - | 170,999 | - |
| Assigned | - | - | - | - | - |
| Unassigned (deficit) | - | - | - | - | - |
| Total fund balances (deficit) | <u>612,624</u> | <u>854,850</u> | <u>4,814,579</u> | <u>170,999</u> | <u>1,020,839</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 2,115,401</u> | <u>\$ 854,850</u> | <u>\$ 4,823,884</u> | <u>\$ 170,999</u> | <u>\$ 3,469,873</u> |

Special Revenue Funds

| <u>Grants and Donations</u> | <u>Affordable Housing Fund</u> | <u>Community Wellbeing</u> | <u>American Rescue Plan Act</u> | <u>Forfeitures</u> | <u>Excess Increment</u> | <u>Transit</u> |
|-----------------------------|--------------------------------|----------------------------|---------------------------------|--------------------|-------------------------|---------------------|
| \$ 107,167 | \$ 10,156,702 | \$ 35,199 | \$ 1,039,885 | \$ 126,263 | \$ 6,100,417 | \$ 1,717,905 |
| - | - | - | - | - | - | 721,044 |
| 10 | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>\$ 107,177</u> | <u>\$ 10,156,702</u> | <u>\$ 35,199</u> | <u>\$ 1,039,885</u> | <u>\$ 126,263</u> | <u>\$ 6,100,417</u> | <u>\$ 2,438,949</u> |
| | | | | | | |
| \$ - | \$ - | \$ 15,000 | \$ 914 | \$ 5,134 | \$ 130,682 | \$ 1,461,886 |
| - | - | - | - | - | - | - |
| - | - | - | - | 101,117 | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | 738,914 | - | - | - |
| - | - | 15,000 | 739,828 | 106,251 | 130,682 | 1,461,886 |
| | | | | | | |
| - | - | - | - | - | - | 721,044 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | 721,044 |
| | | | | | | |
| - | - | - | - | - | - | - |
| 107,177 | 10,156,702 | - | - | 20,012 | - | - |
| - | - | 20,199 | 300,057 | - | 5,969,735 | - |
| - | - | - | - | - | - | 256,019 |
| - | - | - | - | - | - | - |
| <u>107,177</u> | <u>10,156,702</u> | <u>20,199</u> | <u>300,057</u> | <u>20,012</u> | <u>5,969,735</u> | <u>256,019</u> |
| | | | | | | |
| <u>\$ 107,177</u> | <u>\$ 10,156,702</u> | <u>\$ 35,199</u> | <u>\$ 1,039,885</u> | <u>\$ 126,263</u> | <u>\$ 6,100,417</u> | <u>\$ 2,438,949</u> |

City of Fitchburg

Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2024

Capital Projects Funds

| | <u>TID No. 4</u> | <u>TID No. 6</u> | <u>TID No. 10</u> | <u>TID No. 11</u> | <u>TID No. 12</u> |
|---|-------------------|------------------|---------------------|-------------------|---------------------|
| Assets | | | | | |
| Cash and investments | \$ 183,801 | \$ - | \$ 27,105 | \$ 917 | \$ 1,563,379 |
| Taxes receivable | - | - | 1,641,607 | - | 1,251,303 |
| Accounts receivable | - | - | - | - | - |
| Prepaid items | - | - | - | - | - |
| Total assets | <u>\$ 183,801</u> | <u>\$ -</u> | <u>\$ 1,668,712</u> | <u>\$ 917</u> | <u>\$ 2,814,682</u> |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ 1,688 | \$ - | \$ - | \$ - | \$ - |
| Accrued liabilities | - | - | - | - | - |
| Deposits | - | - | 10,000 | - | - |
| Due to other funds | - | - | - | - | - |
| Advances from other funds | - | - | - | 37,000 | - |
| Unearned revenues | - | - | - | - | - |
| Total liabilities | <u>1,688</u> | <u>-</u> | <u>10,000</u> | <u>37,000</u> | <u>-</u> |
| Deferred Inflows of Resources | | | | | |
| Property taxes levied for future period | - | - | 1,641,607 | - | 1,251,303 |
| Unavailable revenues | - | - | - | - | - |
| Total deferred inflows of resources | <u>-</u> | <u>-</u> | <u>1,641,607</u> | <u>-</u> | <u>1,251,303</u> |
| Fund Balances (Deficit) | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | 182,113 | - | 17,105 | - | 1,563,379 |
| Committed | - | - | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned (deficit) | - | - | - | (36,083) | - |
| Total fund balances (deficit) | <u>182,113</u> | <u>-</u> | <u>17,105</u> | <u>(36,083)</u> | <u>1,563,379</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 183,801</u> | <u>\$ -</u> | <u>\$ 1,668,712</u> | <u>\$ 917</u> | <u>\$ 2,814,682</u> |

Capital Projects Funds

| <u>TID No. 13</u> | <u>TID No. 14</u> | <u>TID No. 15</u> | <u>TID No. 16</u> | <u>TIF No. 17</u> | <u>TIF No. 18</u> | <u>Total Nonmajor Governmental Funds</u> |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--|
| \$ 35,047 | \$ 33,465 | \$ - | \$ 3,132 | \$ 2,665 | \$ 2,399 | \$ 28,587,769 |
| 517,285 | 102,282 | - | - | 17,080 | - | 8,183,546 |
| - | - | - | - | - | - | 1,371 |
| - | - | - | - | - | - | 48,380 |
| <u>\$ 552,332</u> | <u>\$ 135,747</u> | <u>\$ -</u> | <u>\$ 3,132</u> | <u>\$ 19,745</u> | <u>\$ 2,399</u> | <u>\$ 36,821,066</u> |
| | | | | | | |
| \$ 5,088 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,639,342 |
| - | - | - | - | - | - | 38,808 |
| - | 10,000 | - | - | - | - | 121,117 |
| - | 51,000 | - | - | - | - | 51,000 |
| 210,000 | - | - | 21,000 | 27,000 | 25,000 | 320,000 |
| - | - | - | - | - | - | 738,914 |
| <u>215,088</u> | <u>61,000</u> | <u>-</u> | <u>21,000</u> | <u>27,000</u> | <u>25,000</u> | <u>2,909,181</u> |
| | | | | | | |
| 517,285 | 102,282 | - | - | 17,080 | - | 8,153,881 |
| - | - | - | - | - | - | 78 |
| <u>517,285</u> | <u>102,282</u> | <u>-</u> | <u>-</u> | <u>17,080</u> | <u>-</u> | <u>8,153,959</u> |
| | | | | | | |
| - | - | - | - | - | - | 48,380 |
| - | - | - | - | - | - | 18,711,996 |
| - | - | - | - | - | - | 7,049,994 |
| - | - | - | - | - | - | 256,019 |
| <u>(180,041)</u> | <u>(27,535)</u> | <u>-</u> | <u>(17,868)</u> | <u>(24,335)</u> | <u>(22,601)</u> | <u>(308,463)</u> |
| | | | | | | |
| <u>(180,041)</u> | <u>(27,535)</u> | <u>-</u> | <u>(17,868)</u> | <u>(24,335)</u> | <u>(22,601)</u> | <u>25,757,926</u> |
| | | | | | | |
| <u>\$ 552,332</u> | <u>\$ 135,747</u> | <u>\$ -</u> | <u>\$ 3,132</u> | <u>\$ 19,745</u> | <u>\$ 2,399</u> | <u>\$ 36,821,066</u> |

City of Fitchburg

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
 Nonmajor Governmental Funds
 Year Ended December 31, 2024

| | Special Revenue Funds | | | | |
|---|--|----------------------------|-----------------------------|-------------------|-----------------------------|
| | Recycling and Refuse Collection | Park Dedication | Park Improvement | Cemetery | Library Services |
| Revenues | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ 2,314,436 |
| Intergovernmental | 106,380 | - | - | - | 75,321 |
| Fines, forfeitures and penalties | - | - | - | - | - |
| Public charges for services | 1,491,599 | - | 1,870,517 | 13,730 | 13,398 |
| Investment income | 63,663 | 43,587 | 248,300 | 8,414 | 97,963 |
| Miscellaneous | 42,662 | - | - | - | 29,305 |
| Total revenues | 1,704,304 | 43,587 | 2,118,817 | 22,144 | 2,530,423 |
| Expenditures | | | | | |
| Current: | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | - | - |
| Public works | 1,606,963 | - | - | - | - |
| Health and human services | - | - | - | 801 | - |
| Culture, recreation and education | - | - | - | - | 2,432,423 |
| Conservation and development | - | - | - | - | - |
| Capital outlay | - | 3,473 | 1,194,158 | - | - |
| Debt service: | | | | | |
| Interest and fiscal charges | - | - | - | - | - |
| Total expenditures | 1,606,963 | 3,473 | 1,194,158 | 801 | 2,432,423 |
| Excess (deficiency) of revenues over expenditures | 97,341 | 40,114 | 924,659 | 21,343 | 98,000 |
| Other Financing Sources (Uses) | | | | | |
| Property sales | - | - | - | - | 1,563 |
| Transfers in | - | - | - | - | - |
| Transfers out | (12,513) | - | - | - | (37,763) |
| Total other financing sources (uses) | (12,513) | - | - | - | (36,200) |
| Net change in fund balances | 84,828 | 40,114 | 924,659 | 21,343 | 61,800 |
| Fund Balances (Deficit), Beginning | 527,796 | 814,736 | 3,889,920 | 149,656 | 959,039 |
| Fund Balances (Deficit), Ending | \$ 612,624 | \$ 854,850 | \$ 4,814,579 | \$ 170,999 | \$ 1,020,839 |

Special Revenue Funds

| Grants and Donations | Affordable Housing Fund | Community Wellbeing | American Rescue Plan Act | Forfeitures | Excess Increment | Transit |
|-----------------------------|--------------------------------|----------------------------|---------------------------------|--------------------|-------------------------|-------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 705,482 |
| 11,787 | - | - | 897,595 | - | - | 1,311,091 |
| - | - | 28,743 | - | - | - | - |
| - | - | - | - | - | - | - |
| - | 496,117 | 1,022 | 109,560 | 3,222 | 366,416 | 58,132 |
| <u>43,061</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>76,655</u> | <u>-</u> |
| <u>54,848</u> | <u>496,117</u> | <u>29,765</u> | <u>1,007,155</u> | <u>3,222</u> | <u>443,071</u> | <u>2,074,705</u> |
| 1,461 | - | - | - | - | 134,743 | - |
| 1,920 | - | - | - | 4,799 | - | - |
| - | - | - | - | - | - | 1,949,306 |
| 12,011 | - | 14,000 | - | - | 50,000 | - |
| 24,703 | - | - | 65,079 | - | 2,643 | - |
| - | 67,825 | - | - | - | 272,227 | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>40,095</u> | <u>67,825</u> | <u>14,000</u> | <u>65,079</u> | <u>4,799</u> | <u>459,613</u> | <u>1,949,306</u> |
| <u>14,753</u> | <u>428,292</u> | <u>15,765</u> | <u>942,076</u> | <u>(1,577)</u> | <u>(16,542)</u> | <u>125,399</u> |
| - | - | - | - | - | - | - |
| - | 1,778,229 | - | - | - | 78,490 | - |
| - | - | - | (832,516) | - | (1,055,546) | - |
| - | <u>1,778,229</u> | <u>-</u> | <u>(832,516)</u> | <u>-</u> | <u>(977,056)</u> | <u>-</u> |
| 14,753 | 2,206,521 | 15,765 | 109,560 | (1,577) | (993,598) | 125,399 |
| <u>92,424</u> | <u>7,950,181</u> | <u>4,434</u> | <u>190,497</u> | <u>21,589</u> | <u>6,963,333</u> | <u>130,620</u> |
| <u>\$ 107,177</u> | <u>\$ 10,156,702</u> | <u>\$ 20,199</u> | <u>\$ 300,057</u> | <u>\$ 20,012</u> | <u>\$ 5,969,735</u> | <u>\$ 256,019</u> |

City of Fitchburg

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
 Nonmajor Governmental Funds
 Year Ended December 31, 2024

| | Capital Projects Funds | | | | |
|---|-------------------------------|------------------|-------------------|--------------------|---------------------|
| | TID No. 4 | TID No. 6 | TID No. 10 | TID No. 11 | TID No. 12 |
| Revenues | | | | | |
| Taxes | \$ - | \$ - | \$ 1,381,378 | \$ 110 | \$ 1,777,310 |
| Intergovernmental | - | - | - | - | - |
| Fines, forfeitures and penalties | - | - | - | - | - |
| Public charges for services | - | - | - | - | - |
| Investment income | 89,500 | 11,541 | 46,498 | 809 | 77,381 |
| Miscellaneous | - | - | - | - | - |
| Total revenues | <u>89,500</u> | <u>11,541</u> | <u>1,427,876</u> | <u>919</u> | <u>1,854,691</u> |
| Expenditures | | | | | |
| Current: | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | - | - |
| Public works | - | - | - | - | - |
| Health and human services | - | - | - | - | - |
| Culture, recreation and education | - | - | - | - | - |
| Conservation and development | 46,878 | 36,859 | 548,957 | 452 | 1,395,950 |
| Capital outlay | 8,000 | - | 115,053 | - | - |
| Debt service: | | | | | |
| Interest and fiscal charges | - | - | 13,405 | 761 | - |
| Total expenditures | <u>54,878</u> | <u>36,859</u> | <u>677,415</u> | <u>1,213</u> | <u>1,395,950</u> |
| Excess (deficiency) of revenues over expenditures | <u>34,622</u> | <u>(25,318)</u> | <u>750,461</u> | <u>(294)</u> | <u>458,741</u> |
| Other Financing Sources (Uses) | | | | | |
| Property sales | - | - | - | - | - |
| Transfers in | 147,491 | - | 527,144 | - | - |
| Transfers out | - | (75,295) | (584,196) | - | - |
| Total other financing sources (uses) | <u>147,491</u> | <u>(75,295)</u> | <u>(57,052)</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 182,113 | (100,613) | 693,409 | (294) | 458,741 |
| Fund Balances (Deficit), Beginning | <u>-</u> | <u>100,613</u> | <u>(676,304)</u> | <u>(35,789)</u> | <u>1,104,638</u> |
| Fund Balances (Deficit), Ending | <u>\$ 182,113</u> | <u>\$ -</u> | <u>\$ 17,105</u> | <u>\$ (36,083)</u> | <u>\$ 1,563,379</u> |

Capital Projects Funds

| <u>TID No. 13</u> | <u>TID No. 14</u> | <u>TID No. 15</u> | <u>TID No. 16</u> | <u>TIF No. 17</u> | <u>TIF No. 18</u> | <u>Total Nonmajor Governmental Funds</u> |
|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--|
| \$ 551,446 | \$ 9,452 | \$ 1,778,229 | \$ - | \$ - | \$ - | \$ 8,517,843 |
| - | - | 9,397 | - | - | - | 2,411,571 |
| - | - | - | - | - | - | 28,743 |
| - | - | - | - | - | - | 3,389,244 |
| 5,303 | 1,211 | - | 195 | 260 | 202 | 1,729,296 |
| - | - | - | - | - | - | 191,683 |
| <u>556,749</u> | <u>10,663</u> | <u>1,787,626</u> | <u>195</u> | <u>260</u> | <u>202</u> | <u>16,268,380</u> |
| - | - | - | - | - | - | 136,204 |
| - | - | - | - | - | - | 6,719 |
| - | - | - | - | - | - | 3,556,269 |
| - | - | - | - | - | - | 76,812 |
| - | - | - | - | - | - | 2,524,848 |
| 218,529 | 325 | 6,202 | 672 | 7,984 | 22,407 | 2,625,267 |
| 61,275 | - | - | - | - | - | 1,381,959 |
| <u>3,419</u> | <u>1,102</u> | <u>-</u> | <u>454</u> | <u>502</u> | <u>396</u> | <u>20,039</u> |
| <u>283,223</u> | <u>1,427</u> | <u>6,202</u> | <u>1,126</u> | <u>8,486</u> | <u>22,803</u> | <u>10,328,117</u> |
| <u>273,526</u> | <u>9,236</u> | <u>1,781,424</u> | <u>(931)</u> | <u>(8,226)</u> | <u>(22,601)</u> | <u>5,940,263</u> |
| - | - | - | - | - | - | 1,563 |
| - | - | - | - | - | - | 2,531,354 |
| <u>(95,000)</u> | <u>-</u> | <u>(1,781,424)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(4,474,253)</u> |
| <u>(95,000)</u> | <u>-</u> | <u>(1,781,424)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,941,336)</u> |
| 178,526 | 9,236 | - | (931) | (8,226) | (22,601) | 3,998,927 |
| <u>(358,567)</u> | <u>(36,771)</u> | <u>-</u> | <u>(16,937)</u> | <u>(16,109)</u> | <u>-</u> | <u>21,758,999</u> |
| <u>\$ (180,041)</u> | <u>\$ (27,535)</u> | <u>\$ -</u> | <u>\$ (17,868)</u> | <u>\$ (24,335)</u> | <u>\$ (22,601)</u> | <u>\$ 25,757,926</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -
 Recycling and Refuse Collection Fund
 Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|-------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$ 105,000 | \$ 105,000 | \$ 106,380 | \$ 1,380 |
| Public charges for services | 1,477,304 | 1,477,304 | 1,491,599 | 14,295 |
| Investment income | 10,000 | 19,900 | 63,663 | 43,763 |
| Miscellaneous | 20,000 | 20,000 | 42,662 | 22,662 |
| | <u>1,612,304</u> | <u>1,622,204</u> | <u>1,704,304</u> | <u>82,100</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public works | <u>1,633,371</u> | <u>1,643,271</u> | <u>1,606,963</u> | <u>36,308</u> |
| | <u>1,633,371</u> | <u>1,643,271</u> | <u>1,606,963</u> | <u>36,308</u> |
| Excess (deficiency) of revenues over expenditures | <u>(21,067)</u> | <u>(21,067)</u> | <u>97,341</u> | <u>118,408</u> |
| Other Financing Uses | | | | |
| Transfers out | <u>(12,513)</u> | <u>(12,513)</u> | <u>(12,513)</u> | <u>-</u> |
| | <u>(12,513)</u> | <u>(12,513)</u> | <u>(12,513)</u> | <u>-</u> |
| Net change in fund balance | (33,580) | (33,580) | 84,828 | 118,408 |
| Fund Balance, Beginning | <u>527,796</u> | <u>527,796</u> | <u>527,796</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 494,216</u> | <u>\$ 494,216</u> | <u>\$ 612,624</u> | <u>\$ 118,408</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Park Dedication Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--------------------------------|-------------------------|-------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Investment income | \$ 10,000 | \$ 10,000 | \$ 43,587 | \$ 33,587 |
| Total revenues | <u>10,000</u> | <u>10,000</u> | <u>43,587</u> | <u>33,587</u> |
| Expenditures | | | | |
| Capital outlay | <u>-</u> | <u>-</u> | <u>3,473</u> | <u>(3,473)</u> |
| Total expenditures | <u>-</u> | <u>-</u> | <u>3,473</u> | <u>(3,473)</u> |
| Net change in fund balance | 10,000 | 10,000 | 40,114 | 30,114 |
| Fund Balance, Beginning | <u>814,736</u> | <u>814,736</u> | <u>814,736</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 824,736</u> | <u>\$ 824,736</u> | <u>\$ 854,850</u> | <u>\$ 30,114</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Park Improvement Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|---------------------|---------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Public charges for services | \$ - | \$ 2,175,535 | \$ 1,870,517 | \$ (305,018) |
| Investment income | <u>37,898</u> | <u>59,328</u> | <u>248,300</u> | <u>188,972</u> |
| Total revenues | <u>37,898</u> | <u>2,234,863</u> | <u>2,118,817</u> | <u>(116,046)</u> |
| Expenditures | | | | |
| Capital outlay | <u>978,000</u> | <u>6,732,327</u> | <u>1,194,158</u> | <u>5,538,169</u> |
| Total expenditures | <u>978,000</u> | <u>6,732,327</u> | <u>1,194,158</u> | <u>5,538,169</u> |
| Excess (deficiency) of revenues over expenditures | <u>(940,102)</u> | <u>(4,497,464)</u> | <u>924,659</u> | <u>5,422,123</u> |
| Other Financing Uses | | | | |
| Transfers out | <u>-</u> | <u>(12,790)</u> | <u>-</u> | <u>12,790</u> |
| Total other financing uses | <u>-</u> | <u>(12,790)</u> | <u>-</u> | <u>12,790</u> |
| Net change in fund balance | <u>(940,102)</u> | <u>(4,510,254)</u> | <u>924,659</u> | <u>5,434,913</u> |
| Fund Balance, Beginning | <u>3,889,920</u> | <u>3,889,920</u> | <u>3,889,920</u> | <u>-</u> |
| Fund Balance (Deficit), Ending | <u>\$ 2,949,818</u> | <u>\$ (620,334)</u> | <u>\$ 4,814,579</u> | <u>\$ 5,434,913</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Cemetery Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|-------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Public charges for services | \$ 21,000 | \$ 21,000 | \$ 13,730 | \$ (7,270) |
| Investment income | <u>4,000</u> | <u>4,000</u> | <u>8,414</u> | <u>4,414</u> |
| Total revenues | <u>25,000</u> | <u>25,000</u> | <u>22,144</u> | <u>(2,856)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Health and human services | <u>200</u> | <u>200</u> | <u>801</u> | <u>(601)</u> |
| Total expenditures | <u>200</u> | <u>200</u> | <u>801</u> | <u>(601)</u> |
| Excess of revenues over expenditures | <u>24,800</u> | <u>24,800</u> | <u>21,343</u> | <u>(3,457)</u> |
| Fund Balance, Beginning | <u>149,656</u> | <u>149,656</u> | <u>149,656</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 174,456</u> | <u>\$ 174,456</u> | <u>\$ 170,999</u> | <u>\$ (3,457)</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Library Services Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|-------------------|---------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Taxes | \$ 2,314,436 | \$ 2,314,436 | \$ 2,314,436 | \$ - |
| Intergovernmental | 75,321 | 75,321 | 75,321 | - |
| Public charges for services | 11,200 | 11,200 | 13,398 | 2,198 |
| Investment income | 2,000 | 2,000 | 97,963 | 95,963 |
| Miscellaneous | 33,700 | 33,700 | 29,305 | (4,395) |
| | <u>2,436,657</u> | <u>2,436,657</u> | <u>2,530,423</u> | <u>93,766</u> |
| Total revenues | | | | |
| Expenditures | | | | |
| Current: | | | | |
| Culture, recreation and education | <u>2,472,691</u> | <u>2,481,291</u> | <u>2,432,423</u> | <u>48,868</u> |
| Total expenditures | <u>2,472,691</u> | <u>2,481,291</u> | <u>2,432,423</u> | <u>48,868</u> |
| Excess (deficiency) of revenues over expenditures | <u>(36,034)</u> | <u>(44,634)</u> | <u>98,000</u> | <u>142,634</u> |
| Other Financing Sources (Uses) | | | | |
| Property sales | 2,000 | 2,000 | 1,563 | (437) |
| Transfers out | <u>(36,000)</u> | <u>(51,000)</u> | <u>(37,763)</u> | <u>13,237</u> |
| Total other financing sources (uses) | <u>(34,000)</u> | <u>(49,000)</u> | <u>(36,200)</u> | <u>12,800</u> |
| Net change in fund balance | (70,034) | (93,634) | 61,800 | 155,434 |
| Fund Balance, Beginning | <u>959,039</u> | <u>959,039</u> | <u>959,039</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 889,005</u> | <u>\$ 865,405</u> | <u>\$ 1,020,839</u> | <u>\$ 155,434</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Grants and Donations Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$ 1,000 | \$ 1,000 | \$ 11,787 | \$ 10,787 |
| Miscellaneous | 8,000 | 8,000 | 43,061 | 35,061 |
| | <u>9,000</u> | <u>9,000</u> | <u>54,848</u> | <u>45,848</u> |
| Total revenues | | | | |
| Expenditures | | | | |
| Current: | | | | |
| General government | - | - | 1,461 | (1,461) |
| Public safety | 3,500 | 16,049 | 1,920 | 14,129 |
| Health and human services | 7,000 | 26,713 | 12,011 | 14,702 |
| Culture, recreation and education | - | - | 24,703 | (24,703) |
| | <u>10,500</u> | <u>42,762</u> | <u>40,095</u> | <u>2,667</u> |
| Total expenditures | | | | |
| Excess (deficiency) of revenues over expenditures | <u>(1,500)</u> | <u>(33,762)</u> | <u>14,753</u> | <u>48,515</u> |
| Net change in fund balance | (1,500) | (33,762) | 14,753 | 48,515 |
| Fund Balance, Beginning | <u>92,424</u> | <u>92,424</u> | <u>92,424</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 90,924</u> | <u>\$ 58,662</u> | <u>\$ 107,177</u> | <u>\$ 48,515</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Affordable Housing Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|---------------------|----------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Investment income | \$ 150,000 | \$ 150,000 | \$ 496,117 | \$ 346,117 |
| Total revenues | <u>150,000</u> | <u>150,000</u> | <u>496,117</u> | <u>346,117</u> |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | <u>466,860</u> | <u>533,272</u> | <u>67,825</u> | <u>465,447</u> |
| Total expenditures | <u>466,860</u> | <u>533,272</u> | <u>67,825</u> | <u>465,447</u> |
| Excess (deficiency) of revenues over expenditures | <u>(316,860)</u> | <u>(383,272)</u> | <u>428,292</u> | <u>811,564</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 1,000,000 | 1,000,000 | 1,778,229 | 778,229 |
| Transfers out | <u>(3,700,000)</u> | <u>(3,700,000)</u> | <u>-</u> | <u>3,700,000</u> |
| Total other financing sources (uses) | <u>(2,700,000)</u> | <u>(2,700,000)</u> | <u>1,778,229</u> | <u>4,478,229</u> |
| Net change in fund balance | (3,016,860) | (3,083,272) | 2,206,521 | 5,289,793 |
| Fund Balance, Beginning | <u>7,950,181</u> | <u>7,950,181</u> | <u>7,950,181</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 4,933,321</u> | <u>\$ 4,866,909</u> | <u>\$ 10,156,702</u> | <u>\$ 5,289,793</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Community Wellbeing Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|-----------------|------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Fines, forfeitures and penalties | \$ 19,900 | \$ 19,900 | \$ 28,743 | \$ 8,843 |
| Investment income | <u>100</u> | <u>100</u> | <u>1,022</u> | <u>922</u> |
| Total revenues | <u>20,000</u> | <u>20,000</u> | <u>29,765</u> | <u>9,765</u> |
| Expenditures | | | | |
| Current: | | | | |
| Health and human services | <u>15,000</u> | <u>15,000</u> | <u>14,000</u> | <u>1,000</u> |
| Total expenditures | <u>15,000</u> | <u>15,000</u> | <u>14,000</u> | <u>1,000</u> |
| Deficiency of revenues over expenditures | <u>5,000</u> | <u>5,000</u> | <u>15,765</u> | <u>10,765</u> |
| Fund Balance, Beginning | <u>4,434</u> | <u>4,434</u> | <u>4,434</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 9,434</u> | <u>\$ 9,434</u> | <u>\$ 20,199</u> | <u>\$ 10,765</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

American Rescue Plan Act

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--------------------------------------|-------------------------|--------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$ 15,000 | \$ 2,090,134 | \$ 897,595 | \$ (1,192,539) |
| Investment income | 2,000 | 2,000 | 109,560 | 107,560 |
| Total revenues | <u>17,000</u> | <u>2,092,134</u> | <u>1,007,155</u> | <u>(1,084,979)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public safety | - | 36,000 | - | 36,000 |
| Culture, recreation and education | <u>15,000</u> | <u>118,075</u> | <u>65,079</u> | <u>52,996</u> |
| Total expenditures | <u>15,000</u> | <u>154,075</u> | <u>65,079</u> | <u>88,996</u> |
| Excess of revenues over expenditures | <u>2,000</u> | <u>1,938,059</u> | <u>942,076</u> | <u>(995,983)</u> |
| Other Financing Uses | | | | |
| Transfers out | - | (1,936,059) | (832,516) | 1,103,543 |
| Total other financing uses | <u>-</u> | <u>(1,936,059)</u> | <u>(832,516)</u> | <u>1,103,543</u> |
| Net change in fund balance | 2,000 | 2,000 | 109,560 | 107,560 |
| Fund Balance, Beginning | <u>190,497</u> | <u>190,497</u> | <u>190,497</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 192,497</u> | <u>\$ 192,497</u> | <u>\$ 300,057</u> | <u>\$ 107,560</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Forfeitures

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|-----------------|------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Investment income | \$ 500 | \$ 500 | \$ 3,222 | \$ 2,722 |
| Total revenues | <u>500</u> | <u>500</u> | <u>3,222</u> | <u>2,722</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public safety | <u>15,000</u> | <u>15,160</u> | <u>4,799</u> | <u>10,361</u> |
| Total expenditures | <u>15,000</u> | <u>15,160</u> | <u>4,799</u> | <u>10,361</u> |
| Excess (deficiency) of revenues over expenditures | <u>(14,500)</u> | <u>(14,660)</u> | <u>(1,577)</u> | <u>13,083</u> |
| Net change in fund balance | (14,500) | (14,660) | (1,577) | 13,083 |
| Fund Balance, Beginning | <u>21,589</u> | <u>21,589</u> | <u>21,589</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 7,089</u> | <u>\$ 6,929</u> | <u>\$ 20,012</u> | <u>\$ 13,083</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Excess Increment

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|------------------|--------------|--------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Investment income | \$ 5,000 | \$ 5,000 | \$ 366,416 | \$ 361,416 |
| Miscellaneous | - | - | 76,655 | 76,655 |
| Total revenues | 5,000 | 5,000 | 443,071 | 438,071 |
| Expenditures | | | | |
| Current: | | | | |
| General government | 125,000 | 521,456 | 134,743 | 386,713 |
| Health and human services | 90,000 | 90,000 | 50,000 | 40,000 |
| Culture, recreation and education | 10,000 | 20,000 | 2,643 | 17,357 |
| Conservation and development | 375,000 | 669,217 | 272,227 | 396,990 |
| Total expenditures | 600,000 | 1,300,673 | 459,613 | 841,060 |
| Excess of revenues over expenditures | (595,000) | (1,295,673) | (16,542) | 1,279,131 |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 52,500 | 52,500 | 78,490 | 25,990 |
| Transfers out | (657,550) | (3,460,118) | (1,055,546) | 2,404,572 |
| Total other financing sources (uses) | (605,050) | (3,407,618) | (977,056) | 2,430,562 |
| Net change in fund balance | (1,200,050) | (4,703,291) | (993,598) | 3,709,693 |
| Fund Balance, Beginning | 6,963,333 | 6,963,333 | 6,963,333 | - |
| Fund Balance, Ending | \$ 5,763,283 | \$ 2,260,042 | \$ 5,969,735 | \$ 3,709,693 |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Transit

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--------------------------------|-------------------------|-------------------|-------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Taxes | \$ 705,482 | \$ 705,482 | \$ 705,482 | \$ - |
| Intergovernmental | 1,260,870 | 1,260,870 | 1,311,091 | 50,221 |
| Investment income | 100 | 100 | 58,132 | 58,032 |
| | <u>1,966,452</u> | <u>1,966,452</u> | <u>2,074,705</u> | <u>108,253</u> |
| Total revenues | | | | |
| | <u>1,966,452</u> | <u>1,966,452</u> | <u>2,074,705</u> | <u>108,253</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public works | <u>1,966,452</u> | <u>1,966,452</u> | <u>1,949,306</u> | <u>17,146</u> |
| | <u>1,966,452</u> | <u>1,966,452</u> | <u>1,949,306</u> | <u>17,146</u> |
| Total expenditures | | | | |
| | <u>1,966,452</u> | <u>1,966,452</u> | <u>1,949,306</u> | <u>17,146</u> |
| Net change in fund balance | - | - | 125,399 | 125,399 |
| Fund Balance, Beginning | <u>130,620</u> | <u>130,620</u> | <u>130,620</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 130,620</u> | <u>\$ 130,620</u> | <u>\$ 256,019</u> | <u>\$ 125,399</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 4 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|------------------|--------------|------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Investment income | \$ - | \$ - | \$ 89,500 | \$ 89,500 |
| Total revenues | - | - | 89,500 | 89,500 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | - | 113,609 | 46,878 | 66,731 |
| Capital outlay | - | - | 8,000 | (8,000) |
| Total expenditures | - | 113,609 | 54,878 | 58,731 |
| Excess (deficiency) of revenues over expenditures | - | (113,609) | 34,622 | 148,231 |
| Other Financing Sources | | | | |
| Transfers in | - | - | 147,491 | 147,491 |
| Total other financing sources | - | - | 147,491 | 147,491 |
| Net change in fund balance | - | (113,609) | 182,113 | 295,722 |
| Fund Balance, Beginning | - | - | - | - |
| Fund Balance (Deficit), Ending | \$ - | \$ (113,609) | \$ 182,113 | \$ 295,722 |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 6 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---|------------------|------------|-----------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Investment income | \$ - | \$ - | \$ 11,541 | \$ 11,541 |
| Total revenues | - | - | 11,541 | 11,541 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | - | - | 36,859 | (36,859) |
| Total expenditures | - | - | 36,859 | (36,859) |
| Excess of revenues over expenditures | - | - | (25,318) | (25,318) |
| Other Financing Uses | | | | |
| Transfers out | - | - | (75,295) | (75,295) |
| Total other financing uses | - | - | (75,295) | (75,295) |
| Net change in fund balance | - | - | (100,613) | (100,613) |
| Fund Balance, Beginning | 100,613 | 100,613 | 100,613 | - |
| Fund Balance, Ending | \$ 100,613 | \$ 100,613 | \$ - | \$ (100,613) |

CITY OF FITCHBURG, WISCONSIN

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 10 Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|-------------------------|---------------------|------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Taxes | \$ 1,201,000 | \$ 1,201,000 | \$ 1,381,378 | \$ 180,378 |
| Investment income | 10,000 | 10,000 | 46,498 | 36,498 |
| | <u>1,211,000</u> | <u>1,211,000</u> | <u>1,427,876</u> | <u>216,876</u> |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 888,373 | 898,254 | 548,957 | 349,297 |
| Capital outlay | - | - | 115,053 | (115,053) |
| Debt service: | | | | |
| Interest and fiscal charges | 10,000 | 10,000 | 13,405 | (3,405) |
| | <u>898,373</u> | <u>908,254</u> | <u>677,415</u> | <u>230,839</u> |
| Excess (deficiency) of revenues over expenditures | <u>312,627</u> | <u>302,746</u> | <u>750,461</u> | <u>447,715</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers in | - | 527,150 | 527,144 | (6) |
| Transfers out | (584,196) | (584,196) | (584,196) | - |
| | <u>(584,196)</u> | <u>(57,046)</u> | <u>(57,052)</u> | <u>(6)</u> |
| Net change in fund balance | (271,569) | 245,700 | 693,409 | 447,709 |
| Fund Balance (Deficit), Beginning | <u>(676,304)</u> | <u>(676,304)</u> | <u>(676,304)</u> | <u>-</u> |
| Fund Balance (Deficit), Ending | <u>\$ (947,873)</u> | <u>\$ (430,604)</u> | <u>\$ 17,105</u> | <u>\$ 447,709</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 11 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|--------------------|--------------------|--------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 100 | \$ 100 | \$ 110 | \$ 10 |
| Investment income | - | - | 809 | 809 |
| Total revenues | 100 | 100 | 919 | 819 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 10,150 | 10,150 | 452 | 9,698 |
| Debt service: | | | | |
| Interest and fiscal charges | 1,000 | 1,000 | 761 | 239 |
| Total expenditures | 11,150 | 11,150 | 1,213 | 9,937 |
| Net change in fund balance | (11,050) | (11,050) | (294) | 10,756 |
| Fund Balance (Deficit), Beginning | (35,789) | (35,789) | (35,789) | - |
| Fund Balance (Deficit), Ending | \$ (46,839) | \$ (46,839) | \$ (36,083) | \$ 10,756 |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 12 Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--------------------------------|-------------------------|-------------------|---------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Taxes | \$ 1,088,000 | \$ 1,088,000 | \$ 1,777,310 | \$ 689,310 |
| Investment income | 10,000 | 10,000 | 77,381 | 67,381 |
| | <u>1,098,000</u> | <u>1,098,000</u> | <u>1,854,691</u> | <u>756,691</u> |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | <u>1,759,158</u> | <u>1,759,158</u> | <u>1,395,950</u> | <u>363,208</u> |
| | <u>1,759,158</u> | <u>1,759,158</u> | <u>1,395,950</u> | <u>363,208</u> |
| Net change in fund balance | (661,158) | (661,158) | 458,741 | 1,119,899 |
| Fund Balance, Beginning | <u>1,104,638</u> | <u>1,104,638</u> | <u>1,104,638</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 443,480</u> | <u>\$ 443,480</u> | <u>\$ 1,563,379</u> | <u>\$ 1,119,899</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 13 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 249,000 | \$ 249,000 | \$ 551,446 | \$ 302,446 |
| Investment income | 10,000 | 10,000 | 5,303 | (4,697) |
| Total revenues | <u>259,000</u> | <u>259,000</u> | <u>556,749</u> | <u>297,749</u> |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 300,900 | 300,900 | 218,529 | 82,371 |
| Capital outlay | - | 65,000 | 61,275 | 3,725 |
| Debt service: | | | | |
| Interest and fiscal charges | - | - | 3,419 | (3,419) |
| Total expenditures | <u>300,900</u> | <u>365,900</u> | <u>283,223</u> | <u>82,677</u> |
| Deficiency of revenues over expenditures | <u>(41,900)</u> | <u>(106,900)</u> | <u>273,526</u> | <u>380,426</u> |
| Other Financing Uses | | | | |
| Transfers out | <u>(97,004)</u> | <u>(97,004)</u> | <u>(95,000)</u> | <u>2,004</u> |
| Total other financing uses | <u>(97,004)</u> | <u>(97,004)</u> | <u>(95,000)</u> | <u>2,004</u> |
| Net change in fund balance | (138,904) | (203,904) | 178,526 | 382,430 |
| Fund Balance (Deficit), Beginning | <u>(358,567)</u> | <u>(358,567)</u> | <u>(358,567)</u> | <u>-</u> |
| Fund Balance (Deficit), Ending | <u>\$ (497,471)</u> | <u>\$ (562,471)</u> | <u>\$ (180,041)</u> | <u>\$ 382,430</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 14 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|--------------------|--------------------|--------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 1,000 | \$ 1,000 | \$ 9,452 | \$ 8,452 |
| Investment income | 200 | 200 | 1,211 | 1,011 |
| | <u>1,200</u> | <u>1,200</u> | <u>10,663</u> | <u>9,463</u> |
| Total revenues | | | | |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 32,150 | 32,150 | 325 | 31,825 |
| Debt service: | | | | |
| Interest and fiscal charges | 1,000 | 1,000 | 1,102 | (102) |
| | <u>33,150</u> | <u>33,150</u> | <u>1,427</u> | <u>31,723</u> |
| Total expenditures | | | | |
| Net change in fund balance | (31,950) | (31,950) | 9,236 | 41,186 |
| Fund Balance (Deficit), Beginning | <u>(36,771)</u> | <u>(36,771)</u> | <u>(36,771)</u> | <u>-</u> |
| Fund Balance (Deficit), Ending | <u>\$ (68,721)</u> | <u>\$ (68,721)</u> | <u>\$ (27,535)</u> | <u>\$ 41,186</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 15 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|---------------------------------------|---------------------|---------------------|--------------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 1,000,000 | \$ 1,000,000 | \$ 1,778,229 | \$ 778,229 |
| Intergovernmental | - | - | 9,397 | 9,397 |
| Investment income | 200 | 200 | - | (200) |
| Total revenues | 1,000,200 | 1,000,200 | 1,787,626 | 787,426 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 27,150 | 32,190 | 6,202 | 25,988 |
| Total expenditures | 27,150 | 32,190 | 6,202 | 25,988 |
| Excess of revenues over expenditures | 973,050 | 968,010 | 1,781,424 | 813,414 |
| Other Financing Uses | | | | |
| Transfers out | (1,662,500) | (1,662,500) | (1,781,424) | (118,924) |
| Total other financing uses | (1,662,500) | (1,662,500) | (1,781,424) | (118,924) |
| Net change in fund balance | (689,450) | (694,490) | - | 694,490 |
| Fund Balance, Beginning | - | - | - | - |
| Fund Balance (Deficit), Ending | \$ (689,450) | \$ (694,490) | \$ - | \$ 694,490 |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 16 Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|--------------------|--------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Investment income | \$ 200 | \$ 200 | \$ 195 | \$ (5) |
| Total revenues | 200 | 200 | 195 | (5) |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 74,150 | 74,150 | 672 | 73,478 |
| Debt service: | | | | |
| Interest and fiscal charges | - | - | 454 | (454) |
| Total expenditures | 74,150 | 74,150 | 1,126 | 73,024 |
| Net change in fund balance | (73,950) | (73,950) | (931) | 73,019 |
| Fund Balance (Deficit), Beginning | <u>(16,937)</u> | <u>(16,937)</u> | <u>(16,937)</u> | <u>-</u> |
| Fund Balance (Deficit), Ending | <u>\$ (90,887)</u> | <u>\$ (90,887)</u> | <u>\$ (17,868)</u> | <u>\$ 73,019</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 17 Fund

Year Ended December 31, 2024

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--|-------------------------|---------------------|--------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Investment income | \$ 200 | \$ 200 | \$ 260 | \$ 60 |
| Total revenues | 200 | 200 | 260 | 60 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | 99,150 | 99,150 | 7,984 | 91,166 |
| Debt service: | | | | |
| Interest and fiscal charges | - | - | 502 | (502) |
| Total expenditures | 99,150 | 99,150 | 8,486 | 90,664 |
| Net change in fund balance | (98,950) | (98,950) | (8,226) | 90,724 |
| Fund Balance (Deficit), Beginning | <u>(16,109)</u> | <u>(16,109)</u> | <u>(16,109)</u> | <u>-</u> |
| Fund Balance (Deficit), Ending | <u>\$ (115,059)</u> | <u>\$ (115,059)</u> | <u>\$ (24,335)</u> | <u>\$ 90,724</u> |

City of Fitchburg, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

TID No. 18 Fund

Year Ended December 31, 2024

| | Budgeted Amounts | | Actual | Variance With Final Budget |
|--|------------------|-------|-------------|-------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Investment income | \$ - | \$ - | \$ 202 | \$ 202 |
| Total revenues | - | - | 202 | 202 |
| Expenditures | | | | |
| Current: | | | | |
| Conservation and development | - | - | 22,407 | (22,407) |
| Debt service: | | | | |
| Interest and fiscal charges | - | - | 396 | (396) |
| Total expenditures | - | - | 22,803 | (22,803) |
| Net change in fund balance | - | - | (22,601) | (22,601) |
| Fund Balance (Deficit), Beginning | - | - | - | - |
| Fund Balance (Deficit), Ending | \$ - | \$ - | \$ (22,601) | \$ (22,601) |

City of Fitchburg

Combining Statement of Net Position -
Internal Service Funds
December 31, 2024

| | <u>Technology</u> | <u>Insurance</u> | <u>Total</u> |
|-------------------------------------|---------------------|-------------------|---------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and investments | \$ 1,033,577 | \$ 569,101 | \$ 1,602,678 |
| Accounts receivable | 9,010 | 41,642 | 50,652 |
| Prepaid items | 21,290 | 8,031 | 29,321 |
| | <u>1,063,877</u> | <u>618,774</u> | <u>1,682,651</u> |
| Total current assets | | | |
| Noncurrent Assets | | | |
| Capital assets: | | | |
| Capital assets being depreciated | 407,481 | - | 407,481 |
| Less accumulated depreciation | (199,081) | - | (199,081) |
| | <u>208,400</u> | <u>-</u> | <u>208,400</u> |
| Total noncurrent assets | | | |
| Total assets | <u>1,272,277</u> | <u>618,774</u> | <u>1,891,051</u> |
| Liabilities and Net Position | | | |
| Current Liabilities | | | |
| Accounts payable | 3,422 | 65,249 | 68,671 |
| Accrued wages | 20,035 | - | 20,035 |
| Compensated absences | 120,394 | - | 120,394 |
| | <u>143,851</u> | <u>65,249</u> | <u>209,100</u> |
| Total current liabilities | | | |
| Total liabilities | <u>143,851</u> | <u>65,249</u> | <u>209,100</u> |
| Net Position | | | |
| Net investment in capital assets | 208,400 | - | 208,400 |
| Unrestricted | 920,026 | 553,525 | 1,473,551 |
| | <u>1,128,426</u> | <u>553,525</u> | <u>1,681,951</u> |
| Total net position | <u>\$ 1,128,426</u> | <u>\$ 553,525</u> | <u>\$ 1,681,951</u> |

City of Fitchburg

Combining Statement of Revenues, Expenses and Changes in Net Position -
Internal Service Funds
Year Ended December 31, 2024

| | <u>Technology</u> | <u>Insurance</u> | <u>Total</u> |
|--|---------------------|-------------------|---------------------|
| Operating Revenues | | | |
| Intergovernmental charges for services | \$ 1,746,162 | \$ 681,662 | \$ 2,427,824 |
| Total operating revenues | <u>1,746,162</u> | <u>681,662</u> | <u>2,427,824</u> |
| Operating Expenses | | | |
| Depreciation expense | 64,849 | - | 64,849 |
| Information technology | 1,623,639 | - | 1,623,639 |
| Property and liability insurance | - | 391,932 | 391,932 |
| Other insurance | - | 295,048 | 295,048 |
| Total operating expenses | <u>1,688,488</u> | <u>686,980</u> | <u>2,375,468</u> |
| Operating income (loss) | <u>57,674</u> | <u>(5,318)</u> | <u>52,356</u> |
| Nonoperating Revenues | | | |
| Investment income | 47,095 | 18,008 | 65,103 |
| Miscellaneous revenues | 6,022 | 77,829 | 83,851 |
| Total nonoperating revenues | <u>53,117</u> | <u>95,837</u> | <u>148,954</u> |
| Income before transfers | <u>110,791</u> | <u>90,519</u> | <u>201,310</u> |
| Transfers | | | |
| Transfers in | <u>4,629</u> | <u>-</u> | <u>4,629</u> |
| Total transfers | <u>4,629</u> | <u>-</u> | <u>4,629</u> |
| Change in net position | 115,420 | 90,519 | 205,939 |
| Net Position, Beginning | <u>1,013,006</u> | <u>463,006</u> | <u>1,476,012</u> |
| Net Position, Ending | <u>\$ 1,128,426</u> | <u>\$ 553,525</u> | <u>\$ 1,681,951</u> |

City of Fitchburg

Combining Statement of Cash Flows -
Internal Service Funds
Year Ended December 31, 2024

| | <u>Technology</u> | <u>Insurance</u> | <u>Total</u> |
|---|----------------------------|--------------------------|----------------------------|
| Cash Flows From Operating Activities | | | |
| Received from customers | \$ 1,781,380 | \$ 752,111 | \$ 2,533,491 |
| Paid to suppliers for goods and services | (624,619) | (695,471) | (1,320,090) |
| Paid to employees for services | <u>(869,902)</u> | <u>-</u> | <u>(869,902)</u> |
| Net cash flows from operating activities | <u>286,859</u> | <u>56,640</u> | <u>343,499</u> |
| Cash Flows From Investing Activities | | | |
| Investment income | <u>47,095</u> | <u>18,008</u> | <u>65,103</u> |
| Net cash flows from investing activities | <u>47,095</u> | <u>18,008</u> | <u>65,103</u> |
| Cash Flows From Noncapital Financing Activities | | | |
| Transfers | <u>4,629</u> | <u>-</u> | <u>4,629</u> |
| Net cash flows from noncapital financing activities | <u>4,629</u> | <u>-</u> | <u>4,629</u> |
| Cash Flows From Capital and Related Financing Activities | | | |
| Acquisition and construction of capital assets | <u>(54,029)</u> | <u>-</u> | <u>(54,029)</u> |
| Net cash flows from capital and related financing activities | <u>(54,029)</u> | <u>-</u> | <u>(54,029)</u> |
| Net change in cash and cash equivalents | 284,554 | 74,648 | 359,202 |
| Cash and Cash Equivalents, Beginning | <u>749,023</u> | <u>494,453</u> | <u>1,243,476</u> |
| Cash and Cash Equivalents, Ending | <u><u>\$ 1,033,577</u></u> | <u><u>\$ 569,101</u></u> | <u><u>\$ 1,602,678</u></u> |
| Reconciliation of Operating Income (Loss) to Net Cash Flows From Operating Activities | | | |
| Operating income (loss) | \$ 57,674 | \$ (5,318) | \$ 52,356 |
| Nonoperating revenue | 6,022 | 77,829 | 83,851 |
| Adjustments to reconcile operating income (loss) to net cash flows from operating activities: | | | |
| Depreciation | 64,849 | - | 64,849 |
| Changes in assets and liabilities: | | | |
| Accounts receivable | 29,195 | (7,380) | 21,815 |
| Prepaid items | 13,498 | 598 | 14,096 |
| Accounts payable | (11,439) | (9,089) | (20,528) |
| Other current liabilities | <u>127,060</u> | <u>-</u> | <u>127,060</u> |
| Net cash flows from operating activities | <u><u>\$ 286,859</u></u> | <u><u>\$ 56,640</u></u> | <u><u>\$ 343,499</u></u> |
| Noncash Capital and Related Financing Activities | | | |
| None | | | |

City of Fitchburg

Statement of Cash Flows - Component Unit
Year Ended December 31, 2024

| | Component Unit |
|---|----------------------------|
| Cash Flows From Operating Activities | |
| Received from customers | \$ 525,880 |
| Paid to suppliers for goods and services | <u>(465,843)</u> |
| Net cash flows from operating activities | <u>60,037</u> |
| Cash Flows From Investing Activities | |
| Investment income | <u>25,102</u> |
| Net cash flows from investing activities | <u>25,102</u> |
| Net change in cash and cash equivalents | 85,139 |
| Cash and Cash Equivalents, Beginning | <u>928,149</u> |
| Cash and Cash Equivalents, Ending | <u><u>\$ 1,013,288</u></u> |
| Reconciliation of Operating Income to Net Cash Flows From Operating Activities | |
| Operating income | \$ 31,962 |
| Nonoperating revenue | 5,666 |
| Changes in assets and liabilities: | |
| Accounts receivables | 23,130 |
| Prepays | 775 |
| Accounts payable | <u>(1,496)</u> |
| Net cash flows from operating activities | <u><u>\$ 60,037</u></u> |
| Noncash Capital and Related Financing Activities | |
| None | |

City of Fitchburg, Wisconsin

Statistical Section

Table of Contents

This section of the City of Fitchburg's annual comprehensive financial report presents detailed information as context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial condition through multi-year comparative data.

| <u>Contents</u> | <u>Pages</u> |
|--|--------------|
| Financial Trends - Schedules 1 - 4 | |
| These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. | 99 - 102 |
| Revenue Capacity - Schedules 5 - 8 | |
| These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax. | 103 - 106 |
| Debt Capacity - Schedules 9 - 12 | |
| These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future. | 107 - 110 |
| Demographic and Economic Information - Schedules 13 & 14 | |
| These schedules provide demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time with other governments. | 111 - 112 |
| Operating Information - Schedules 15 - 17 | |
| These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs. | 113 - 115 |

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant years.

City of Fitchburg, Wisconsin

Schedule 1 - Net Position by Category

Last Ten Years

(accrual basis of accounting)

| | 2024 | | 2023 | | 2022 | | 2021 | | 2020 | |
|----------------------------------|-------------------------------|---------------|-------------------------------|---------------|-------------------------------|---------------|-------------------------------|---------------|-------------------------------|---------------|
| | Amount | % of Total | Amount | % of Total | Amount | % of Total | Amount | % of Total | Amount | % of Total |
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 156,798,333 | 70.9% | \$ 151,570,411 | 74.5% | \$ 142,067,734 | 75.3% | \$ 131,770,502 | 79.4% | \$ 112,567,422 | 77.3% |
| Restricted | 24,651,865 | 11.1% | 20,879,459 | 10.3% | 34,371,477 | 18.2% | 31,126,733 | 18.8% | 23,739,676 | 16.3% |
| Unrestricted | 39,722,181 | 18.0% | 30,837,088 | 15.2% | 12,252,020 | 6.5% | 3,045,577 | 1.8% | 9,326,119 | 6.4% |
| Total governmental activities | <u>\$ 221,172,379</u> | <u>100.0%</u> | <u>\$ 203,286,958</u> | <u>100.0%</u> | <u>\$ 188,691,231</u> | <u>100.0%</u> | <u>\$ 165,942,812</u> | <u>100.0%</u> | <u>\$ 145,633,217</u> | <u>100.0%</u> |
| Business-Type Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 101,700,060 | 87.6% | \$ 98,160,085 | 88.7% | \$ 88,161,464 | 87.1% | \$ 86,736,651 | 91.7% | \$ 80,305,777 | 91.0% |
| Restricted | 4,003,549 | 3.4% | 3,663,922 | 3.3% | 3,686,034 | 3.6% | 2,824,871 | 3.0% | 1,910,967 | 2.2% |
| Unrestricted | 10,398,919 | 9.0% | 8,913,097 | 8.0% | 9,395,078 | 9.3% | 5,012,151 | 5.3% | 5,956,080 | 6.8% |
| Total business-type activities | <u>\$ 116,102,528</u> | <u>100.0%</u> | <u>\$ 110,737,104</u> | <u>100.0%</u> | <u>\$ 101,242,576</u> | <u>100.0%</u> | <u>\$ 94,573,673</u> | <u>100.0%</u> | <u>\$ 88,172,824</u> | <u>100.0%</u> |
| Primary Government | | | | | | | | | | |
| Net investment in capital assets | \$ 256,014,775 ⁽¹⁾ | 75.9% | \$ 247,117,878 ⁽¹⁾ | 78.7% | \$ 227,453,845 ⁽¹⁾ | 78.5% | \$ 215,043,033 ⁽¹⁾ | 82.6% | \$ 191,959,712 ⁽¹⁾ | 82.1% |
| Restricted | 28,655,414 | 8.5% | 24,543,381 | 7.8% | 38,057,511 | 13.1% | 33,951,604 | 13.0% | 25,650,643 | 11.0% |
| Unrestricted | 52,604,718 ⁽¹⁾ | 15.6% | 42,362,803 ⁽¹⁾ | 13.5% | 24,422,451 ⁽¹⁾ | 8.4% | 11,521,848 ⁽¹⁾ | 4.4% | 16,195,686 ⁽¹⁾ | 6.9% |
| Total primary government | <u>\$ 337,274,907</u> | <u>100.0%</u> | <u>\$ 314,024,062</u> | <u>100.0%</u> | <u>\$ 289,933,807</u> | <u>100.0%</u> | <u>\$ 260,516,485</u> | <u>100.0%</u> | <u>\$ 233,806,041</u> | <u>100.0%</u> |
| | | | | | | | | | | |
| | 2019 | | 2018 | | 2017 | | 2016 | | 2015 | |
| | Amount | % of Total | Amount | % of Total | Amount | % of Total | Amount | % of Total | Amount | % of Total |
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 101,747,076 | 75.5% | \$ 91,354,057 | 75.2% | \$ 76,784,970 | 74.6% | \$ 62,363,768 | 72.8% | \$ 60,626,176 | 77.8% |
| Restricted | 14,732,123 | 10.9% | 21,210,088 | 17.4% | 16,998,508 | 16.5% | 13,480,270 | 15.7% | 12,928,873 | 16.6% |
| Unrestricted | 18,303,492 | 13.6% | 9,048,605 | 7.4% | 9,158,362 | 8.9% | 9,887,620 | 11.5% | 4,325,315 | 5.6% |
| Total governmental activities | <u>\$ 134,782,691</u> | <u>100.0%</u> | <u>\$ 121,612,750</u> | <u>100.0%</u> | <u>\$ 102,941,840</u> | <u>100.0%</u> | <u>\$ 85,731,658</u> | <u>100.0%</u> | <u>\$ 77,880,364</u> | <u>100.0%</u> |
| Business-Type Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 70,932,549 | 90.6% | \$ 67,917,196 | 91.9% | \$ 63,697,880 | 92.8% | \$ 55,741,112 | 91.3% | \$ 53,547,126 | 90.3% |
| Restricted | 1,494,176 | 1.9% | 735,277 | 1.0% | 753,313 | 1.1% | 513,230 | 0.8% | 284,056 | 0.5% |
| Unrestricted | 5,886,558 | 7.5% | 5,276,284 | 7.1% | 4,184,405 | 6.1% | 4,845,635 | 7.9% | 5,444,202 | 9.2% |
| Total business-type activities | <u>\$ 78,313,283</u> | <u>100.0%</u> | <u>\$ 73,928,757</u> | <u>100.0%</u> | <u>\$ 68,635,598</u> | <u>100.0%</u> | <u>\$ 61,099,977</u> | <u>100.0%</u> | <u>\$ 59,275,384</u> | <u>100.0%</u> |
| Primary Government | | | | | | | | | | |
| Net investment in capital assets | \$ 172,679,625 | 81.0% | \$ 157,625,972 ⁽¹⁾ | 80.6% | \$ 138,382,329 ⁽¹⁾ | 80.7% | 115,688,720 ⁽¹⁾ | 78.8% | \$ 111,443,166 ⁽¹⁾ | 81.3% |
| Restricted | 16,226,299 | 7.6% | 21,945,365 | 11.2% | 17,751,821 | 10.3% | 13,993,500 | 9.5% | 13,212,929 | 9.6% |
| Unrestricted | 24,190,050 | 11.4% | 15,970,170 ⁽¹⁾ | 8.2% | 15,443,288 ⁽¹⁾ | 9.0% | 17,149,415 ⁽¹⁾ | 11.7% | 12,499,653 ⁽¹⁾ | 9.1% |
| Total primary government | <u>\$ 213,095,974</u> | <u>100.0%</u> | <u>\$ 195,541,507</u> | <u>100.0%</u> | <u>\$ 171,577,438</u> | <u>100.0%</u> | <u>\$ 146,831,635</u> | <u>100.0%</u> | <u>\$ 137,155,748</u> | <u>100.0%</u> |

Notes:

(1) Adjustment made to primary government net position totals for capital assets owned by the business-type activities but financed by the governmental activities. Not applicable in 2019.

City of Fitchburg, Wisconsin

Schedule 2 - Changes in Net Position
Last Ten Years
(accrual basis of accounting)

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Expenses | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| General Government | \$ 3,963,052 | \$ 4,143,267 | \$ 3,712,052 | \$ 3,571,655 | \$ 3,802,173 | \$ 3,746,995 | \$ 3,876,129 | \$ 3,700,734 | \$ 4,214,796 | \$ 3,871,581 |
| Public Safety | 15,316,504 | 16,380,071 | 12,237,573 | 12,066,699 | 13,477,125 | 13,610,960 | 12,763,729 | 12,011,684 | 11,611,091 | 10,335,633 |
| Public Works | 12,476,412 | 8,019,187 | 9,726,436 | 6,847,394 | 17,828,730 | 8,913,683 | 4,871,127 | 7,302,138 | 5,943,845 | 6,847,114 |
| Health and Human Services | 861,030 | 800,125 | 622,097 | 571,070 | 610,674 | 621,378 | 557,844 | 502,086 | 452,309 | 473,545 |
| Culture, Education, and Recreation | 5,635,120 | 5,554,683 | 4,831,407 | 4,323,148 | 4,412,625 | 3,789,324 | 3,952,097 | 4,516,517 | 3,876,686 | 4,020,494 |
| Conservation and Development | 5,845,161 | 14,835,983 | 8,712,860 | 4,553,055 | 1,335,287 | 1,347,666 | 4,744,902 | 1,895,179 | 3,263,485 | 1,014,751 |
| Interest and Fiscal Charges | 1,430,746 | 1,425,444 | 1,598,676 | 1,510,640 | 1,298,507 | 1,272,184 | 1,203,649 | 1,284,925 | 1,060,455 | 989,630 |
| Total governmental activities | 45,528,025 | 51,158,760 | 41,441,101 | 33,443,661 | 42,765,121 | 33,302,190 | 31,969,477 | 31,213,263 | 30,422,667 | 27,552,748 |
| Business-Type Activities | | | | | | | | | | |
| Water Utility | 2,990,266 | 2,923,027 | 2,311,674 | 2,123,373 | 2,037,674 | 1,891,728 | 1,960,385 | 1,762,231 | 1,732,204 | 2,067,801 |
| Sewer Utility | 4,278,672 | 3,902,771 | 3,384,459 | 3,180,786 | 2,989,877 | 2,778,653 | 2,720,175 | 2,747,196 | 2,578,738 | 2,256,787 |
| Stormwater Utility | 1,959,160 | 1,882,069 | 1,576,681 | 1,531,144 | 1,352,948 | 1,303,454 | 1,258,444 | 1,100,895 | 993,407 | 956,835 |
| Total business-type activities | 9,228,098 | 8,707,867 | 7,272,814 | 6,835,303 | 6,380,499 | 5,973,835 | 5,939,004 | 5,610,322 | 5,304,349 | 5,281,423 |
| Total primary government | \$ 54,756,123 | \$ 59,866,627 | \$ 48,713,915 | \$ 40,278,964 | \$ 49,145,620 | \$ 39,276,025 | \$ 37,908,481 | \$ 36,823,585 | \$ 35,727,016 | \$ 32,834,171 |
| Program Revenues | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| General Government | \$ 699,246 | \$ 582,861 | \$ 814,853 | \$ 530,245 | \$ 680,581 | \$ 1,304,783 | \$ 791,335 | \$ 642,190 | \$ 739,032 | \$ 551,308 |
| Public Safety | 936,062 | 848,461 | 984,224 | 714,379 | 578,854 | 892,112 | 646,742 | 495,940 | 446,128 | 679,530 |
| Public Works | 1,566,156 | 1,457,338 | 1,337,477 | 1,262,836 | 1,249,662 | 968,554 | 984,145 | 896,671 | 840,560 | 804,677 |
| Culture, Education and Recreation | 2,193,239 | 611,003 | 1,285,403 | 1,051,130 | 1,083,329 | 1,042,832 | 422,196 | 1,071,356 | 484,546 | 442,313 |
| Conservation and Development | 82,565 | 91,512 | 46,440 | 46,309 | 42,210 | 63,793 | 38,300 | 59,991 | 43,602 | 60,483 |
| Operating grants and contributions | 4,533,321 | 3,809,895 | 3,346,361 | 3,418,537 | 2,708,604 | 2,390,561 | 2,214,463 | 2,190,691 | 2,254,765 | 2,115,694 |
| Capital grants and contributions | 3,563,667 | 11,075,489 | 9,995,759 | 8,087,341 | 13,560,430 | 4,562,012 | 10,924,956 | 11,605,782 | 2,687,644 | 3,599,522 |
| Total governmental activities | 13,574,256 | 18,476,559 | 17,810,517 | 15,110,777 | 19,903,670 | 11,224,647 | 16,022,137 | 16,962,621 | 7,496,277 | 8,253,527 |
| Business-Type Activities | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| Water Utility | 3,589,315 | 3,440,747 | 3,400,986 | 3,131,186 | 3,056,854 | 2,711,296 | 2,811,034 | 2,766,623 | 2,539,352 | 2,229,284 |
| Sewer Utility | 4,194,828 | 3,933,752 | 3,536,620 | 3,276,574 | 3,093,102 | 2,711,587 | 2,691,083 | 2,449,397 | 2,374,224 | 2,282,454 |
| Stormwater Utility | 1,958,738 | 1,948,688 | 1,744,103 | 1,442,278 | 1,200,333 | 1,215,562 | 1,175,554 | 1,167,269 | 1,126,026 | 1,102,836 |
| Operating grants and contributions | - | - | - | 35,092 | - | - | - | - | - | - |
| Capital grants and contributions | 4,628,639 | 5,141,023 | 5,502,420 | 3,908,099 | 6,520,953 | 3,778,103 | 3,633,124 | 7,317,485 | 1,674,275 | 3,044,423 |
| Total business-type activities | 14,371,520 | 14,464,210 | 14,184,129 | 11,793,229 | 13,871,242 | 10,416,548 | 10,310,795 | 13,700,774 | 7,713,877 | 8,658,997 |
| Total primary government | \$ 27,945,776 | \$ 32,940,769 | \$ 31,994,646 | \$ 26,904,006 | \$ 33,774,912 | \$ 21,641,195 | \$ 26,332,932 | \$ 30,663,395 | \$ 15,210,154 | \$ 16,912,524 |
| Net (Expense) Revenue: | | | | | | | | | | |
| Governmental Activities | \$ (31,953,769) | \$ (32,682,201) | \$ (23,630,584) | \$ (18,332,884) | \$ (22,861,451) | \$ (22,077,543) | \$ (15,947,340) | \$ (14,250,642) | \$ (22,926,390) | \$ (19,299,221) |
| Business-Type Activities | 5,143,422 | 5,756,343 | 6,911,315 | 4,957,926 | 7,490,743 | 4,442,713 | 4,371,791 | 8,090,452 | 2,409,528 | 3,377,574 |
| Total primary government | \$ (26,810,347) | \$ (26,925,858) | \$ (16,719,269) | \$ (13,374,958) | \$ (15,370,708) | \$ (17,634,830) | \$ (11,575,549) | \$ (6,160,190) | \$ (20,516,862) | \$ (15,921,647) |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Property Taxes | \$ 38,906,632 | \$ 39,935,815 | \$ 39,921,420 | \$ 36,334,314 | \$ 31,998,701 | \$ 30,028,656 | \$ 29,792,121 | \$ 27,576,882 | \$ 26,483,919 | \$ 23,154,063 |
| Other | 10,932,558 | 7,342,113 | 6,457,583 | 2,308,165 | 1,713,276 | 5,218,828 | 4,826,129 | 3,883,942 | 4,293,765 | 4,016,688 |
| Total governmental activities | 49,839,190 | 47,277,928 | 46,379,003 | 38,642,479 | 33,711,977 | 35,247,484 | 34,618,250 | 31,460,824 | 30,777,684 | 27,170,751 |
| Business-Type Activities | | | | | | | | | | |
| | 222,002 | 3,738,185 | (242,412) | 1,442,923 | 2,368,798 | (58,187) | 921,368 | (554,831) | (584,935) | (551,233) |
| Total primary government | \$ 50,061,192 | \$ 51,016,113 | \$ 46,136,591 | \$ 40,085,402 | \$ 36,080,775 | \$ 35,189,297 | \$ 35,539,618 | \$ 30,905,993 | \$ 30,192,749 | \$ 26,619,518 |
| Total Change in Net Position | | | | | | | | | | |
| Governmental Activities | \$ 17,885,421 | \$ 14,595,727 | \$ 22,748,419 | \$ 20,309,595 | \$ 10,850,526 | \$ 13,169,941 | \$ 18,670,910 | \$ 17,210,182 | \$ 7,851,294 | \$ 7,871,530 |
| Business-Type Activities | 5,365,424 | 9,494,528 | 6,668,903 | 6,400,849 | 9,859,541 | 4,384,526 | 5,293,159 | 7,535,621 | 1,824,593 | 2,826,341 |
| Total primary government | \$ 23,250,845 | \$ 24,090,255 | \$ 29,417,322 | \$ 26,710,444 | \$ 20,710,067 | \$ 17,554,467 | \$ 23,964,069 | \$ 24,745,803 | \$ 9,675,887 | \$ 10,697,871 |

City of Fitchburg, Wisconsin

Schedule 3 - Fund Balances of Governmental Funds

Last Ten Years

(modified accrual basis of accounting)

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|-------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | | | | | | |
| Nonspendable | \$ 850,926 | \$ 1,482,915 | \$ 1,572,336 | \$ 935,035 | \$ 312,482 | \$ 775,401 | \$ 883,460 | \$ 332,288 | \$ 385,407 | \$ 405,800 |
| Restricted | 78,410 | 74,712 | 71,233 | 82,144 | 71,879 | 69,551 | 64,816 | 66,187 | 56,484 | 53,539 |
| Assigned | 12,895,435 | 9,147,505 | 6,537,325 | 4,224,007 | 4,014,026 | 3,498,309 | 3,396,045 | 1,199,225 | 1,087,438 | 1,974,201 |
| Unassigned | 4,479,482 | 6,666,782 | 6,812,978 | 7,625,438 | 7,596,874 | 6,409,261 | 4,176,374 | 5,636,604 | 5,978,234 | 5,207,357 |
| Total general fund | <u>\$ 18,304,253</u> | <u>\$ 17,371,914</u> | <u>\$ 14,993,872</u> | <u>\$ 12,866,624</u> | <u>\$ 11,995,261</u> | <u>\$ 10,752,522</u> | <u>\$ 8,520,695</u> | <u>\$ 7,234,304</u> | <u>\$ 7,507,563</u> | <u>\$ 7,640,897</u> |
| All Other Governmental Funds | | | | | | | | | | |
| Nonspendable | \$ 1,018,952 | \$ 24,637 | \$ 35,568 | \$ 24,835 | \$ 592,683 | \$ 2,559 | \$ 573 | \$ 897 | \$ 2,055,657 | \$ 1,017,118 |
| Restricted | 33,069,093 | 24,810,035 | 44,007,291 | 45,347,933 | 32,322,320 | 22,621,298 | 24,455,271 | 22,159,309 | 15,631,826 | 10,905,887 |
| Committed | 7,049,994 | 7,833,094 | 2,558,462 | 912,313 | 886,692 | 967,007 | 963,635 | 929,665 | 886,926 | 924,662 |
| Assigned | 26,686,040 | 17,607,709 | 14,867,794 | 11,245,298 | 6,717,356 | 8,709,685 | 7,644,274 | 6,602,607 | 4,923,305 | 1,898,822 |
| Unassigned/(Deficit) | (308,463) | (1,140,477) | (1,015,119) | (710,348) | (89,994) | (320,290) | (745,178) | (49,802) | (1,033,500) | (68,531) |
| Total other governmental funds | <u>67,515,616</u> | <u>49,134,998</u> | <u>60,453,996</u> | <u>56,820,031</u> | <u>40,429,057</u> | <u>31,980,259</u> | <u>32,318,575</u> | <u>29,642,676</u> | <u>22,464,214</u> | <u>14,677,958</u> |
| Total Governmental Funds | | | | | | | | | | |
| Nonspendable | 1,869,878 | 1,507,552 | 1,607,904 | 959,870 | 905,165 | 777,960 | 884,033 | 333,185 | 2,441,064 | 1,422,918 |
| Restricted | 33,147,503 | 24,884,747 | 44,078,524 | 45,430,077 | 32,394,199 | 22,690,849 | 24,520,087 | 22,225,496 | 15,688,310 | 10,959,426 |
| Committed | 7,049,994 | 7,833,094 | 2,558,462 | 912,313 | 886,692 | 967,007 | 963,635 | 929,665 | 886,926 | 924,662 |
| Assigned | 39,581,475 | 26,755,214 | 21,405,119 | 15,469,305 | 10,731,382 | 12,207,994 | 11,040,319 | 7,801,832 | 6,010,743 | 3,873,023 |
| Unassigned | 4,171,019 | 5,526,305 | 5,797,859 | 6,915,090 | 7,506,880 | 6,088,971 | 3,431,196 | 5,586,802 | 4,944,734 | 5,138,826 |
| Total governmental funds | <u>\$ 85,819,869</u> | <u>\$ 66,506,912</u> | <u>\$ 75,447,868</u> | <u>\$ 69,686,655</u> | <u>\$ 52,424,318</u> | <u>\$ 42,732,781</u> | <u>\$ 40,839,270</u> | <u>\$ 36,876,980</u> | <u>\$ 29,971,777</u> | <u>\$ 22,318,855</u> |

City of Fitchburg, Wisconsin

Schedule 4 - Changes in Fund Balances of Governmental Funds

Last Ten Years

(modified accrual basis of accounting)

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|----------------------|-----------------------|---------------------|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Revenues | | | | | | | | | | |
| Taxes | \$ 38,969,945 | \$ 39,991,638 | \$ 40,165,938 | \$ 36,483,766 | \$ 32,108,575 | \$ 30,091,522 | \$ 29,842,181 | \$ 27,643,788 | \$ 26,483,919 | \$ 23,154,063 |
| Intergovernmental | 11,340,735 | 8,334,856 | 6,438,010 | 14,217,013 | 5,774,649 | 5,425,624 | 4,638,324 | 4,755,625 | 4,290,824 | 4,018,382 |
| Licenses and Permits | 1,802,298 | 1,698,329 | 2,207,970 | 1,566,209 | 1,452,532 | 2,360,688 | 1,207,050 | 991,901 | 1,154,537 | 1,225,550 |
| Fines, Forfeitures and Penalties | 288,785 | 242,993 | 118,398 | 142,190 | 123,135 | 297,737 | 297,295 | 267,320 | 232,298 | 326,402 |
| Public Charges for Services | 3,793,206 | 2,112,069 | 2,756,400 | 2,349,912 | 2,311,088 | 2,039,571 | 1,398,559 | 2,004,318 | 1,363,146 | 1,266,516 |
| Special Assessments | 805,563 | 26,247 | 844,013 | 262,961 | 109,021 | 286,152 | 873,004 | 182,765 | 194,832 | 223,762 |
| Investment Income | 5,179,781 | 4,903,582 | 1,169,279 | 75,351 | 474,615 | 1,196,586 | 1,271,475 | 428,537 | 257,761 | 200,208 |
| Intergovernmental Charges for Service | 6,360 | 1,680 | 7,500 | - | 12,540 | 12,540 | 16,140 | 15,240 | 1,992 | 84,790 |
| Miscellaneous | 498,786 | 3,473,181 | 392,881 | 576,887 | 336,286 | 390,428 | 850,950 | 922,991 | 1,015,708 | 1,046,697 |
| Total revenues | 62,685,459 | 60,784,575 | 54,100,389 | 55,674,289 | 42,702,441 | 42,100,848 | 40,394,978 | 37,212,485 | 34,995,017 | 31,546,370 |
| Expenditures | | | | | | | | | | |
| General Government | 4,441,361 | 3,667,616 | 3,167,266 | 2,926,994 | 2,889,998 | 2,743,696 | 2,915,323 | 3,151,199 | 3,076,264 | 3,288,940 |
| Public Safety | 15,469,764 | 14,656,578 | 13,548,655 | 12,760,664 | 12,215,347 | 11,915,343 | 11,452,111 | 10,882,181 | 10,352,561 | 9,659,217 |
| Public Works | 6,913,741 | 4,998,080 | 4,886,924 | 3,833,053 | 3,547,642 | 3,274,167 | 3,145,744 | 2,763,951 | 2,991,602 | 2,890,147 |
| Health and Human Services | 973,280 | 880,919 | 784,091 | 708,756 | 672,981 | 689,823 | 637,905 | 581,373 | 516,357 | 467,098 |
| Culture, Education and Recreation | 4,930,687 | 4,567,526 | 4,232,231 | 3,823,131 | 3,661,048 | 3,716,103 | 3,695,803 | 3,525,224 | 3,700,636 | 3,519,171 |
| Conservation and Development | 5,697,369 | 15,088,988 | 9,090,257 | 4,753,234 | 1,493,651 | 1,141,465 | 4,210,804 | 981,655 | 571,480 | 555,654 |
| Capital Outlay | 9,149,792 | 18,621,607 | 6,629,743 | 14,593,876 | 24,145,499 | 13,972,833 | 10,506,237 | 12,581,636 | 11,099,099 | 6,252,430 |
| Debt Service | | | | | | | | | | |
| Principal | 3,910,000 | 6,290,000 | 5,530,000 | 10,965,000 | 4,180,000 | 12,175,000 (3) | 9,815,000 (2) | 4,810,000 | 4,410,000 | 3,732,170 |
| Interest and Fiscal Charges | 1,824,354 | 1,621,077 | 1,789,065 | 1,517,202 | 1,414,660 | 1,334,162 | 1,485,180 | 1,290,429 | 1,276,750 | 1,170,472 |
| Total expenditures | 53,310,348 | 70,392,391 | 49,658,232 | 55,881,910 | 54,220,826 | 50,962,592 | 47,864,107 | 40,567,648 | 37,994,749 | 31,535,299 |
| Revenues over/(under) expenditures | 9,375,111 | (9,607,816) | 4,442,157 | (207,621) | (11,518,385) | (8,861,744) | (7,469,129) | (3,355,163) | (2,999,732) | 11,071 |
| Other Financing Sources/(Uses) | | | | | | | | | | |
| Debt Issued | 8,790,000 | - | - | 15,505,000 | 17,320,000 | 9,500,000 | 9,280,000 | 8,990,000 | 9,700,000 | 8,325,000 |
| Refunding Debt Issued | - | - | - | - | 1,970,000 (4) | - | - | - | - | - |
| Premium on Debt Issued | 242,844 | - | - | 1,136,358 | 1,151,115 | 260,002 | 244,964 | 507,880 | 201,679 | 190,066 |
| Property Sales | 140,215 | 213,955 | 796,608 | 35,544 | 6,193 | 519,306 | 1,191,011 | 76,973 | 113,152 | 71,938 |
| Transfers In | 12,101,416 | 16,072,157 | 12,558,000 | 6,698,981 | 3,144,411 | 10,568,371 | 2,914,942 | 4,664,899 | 3,963,215 | 2,171,204 |
| Transfers Out | (11,336,629) | (15,619,252) | (12,035,552) | (5,905,925) | (2,381,797) | (10,092,424) | (2,199,498) | (3,979,386) | (3,325,392) | (1,554,003) |
| Total other financing sources/(uses) | 9,937,846 | 666,860 | 1,319,056 | 17,469,958 | 21,209,922 | 10,755,255 | 11,431,419 | 10,260,366 | 10,652,654 | 9,204,205 |
| Net change in fund balances | \$ 19,312,957 | \$ (8,940,956) | \$ 5,761,213 | \$ 17,262,337 | \$ 9,691,537 | \$ 1,893,511 | \$ 3,962,290 | \$ 6,905,203 | \$ 7,652,922 | \$ 9,215,276 |

Debt Service as a Percentage of

| | | | | | | | | | | |
|--|-------|-------|-----------|-----------|-----------|-------|-----------|-----------|-------|-------|
| Noncapital Expenditures (1) | 12.7% | 15.2% | (7) 16.0% | (6) 29.6% | (5) 13.0% | 32.9% | (3) 29.3% | (2) 19.1% | 18.0% | 19.0% |
| Capital Expenditures as a Percentage of Total Expenditures | 15.6% | 26.0% | 7.8% | 24.5% | 20.9% | 19.5% | 19.4% | 21.3% | 16.7% | 18.0% |

Notes:

- (1) Total noncapital expenditures include reconciling items found on page 9 of the Annual Comprehensive Financial Report.
- (2) Includes a debt pre-payment with cash-on-hand of \$1,115,000 in principal and a current refunding of \$3,410,000 in principal. Excluding those two amounts, the debt service as a percentage of noncapital expenditures is 19.9%.
- (3) Includes a debt pre-payment with cash-on-hand in TID #4 of \$7,425,000 in principal. Excluding that amount, the debt service as a percentage of noncapital expenditures is 18.1%.
- (4) Includes a crossover refunding from 2020 into 2021.
- (5) Includes a debt pre-payment with cash-on-hand in TID #4 of \$3,150,000 in principal and a crossover refunding from 2020. Excluding those amounts, the debt service as a percentage of noncapital expenditures is 17.6%.
- (6) Includes a debt pre-payment with cash-on-hand in TID #4 of \$305,000 in principal. Excluding that amount, the debt service as a percentage of noncapital expenditures is 15.4%.
- (7) Includes a debt pre-payment with cash-on-hand in TID #6 of \$1,445,000 in principal. Excluding that amount, the debt service as a percentage of noncapital expenditures is 12.8%.

City of Fitchburg, Wisconsin

Schedule 6 - Property Tax Rates - Direct and Overlapping Governments ⁽¹⁾

(Per \$1,000 of Assessed Valuation)

Last Ten Years

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Direct Rates: | | | | | | | | | | |
| General Fund | \$4.366 | \$4.518 | \$5.398 | \$5.198 | \$5.363 | \$5.496 | \$5.648 | \$5.672 | \$5.775 | \$5.337 |
| FACTv | - | - | 0.046 | 0.030 | - | - | - | - | - | - |
| Transit | 0.153 | 0.129 | - | - | - | - | - | - | - | - |
| Library Fund | 0.503 | 0.507 | 0.604 | 0.607 | 0.637 | 0.660 | 0.674 | 0.688 | 0.697 | 0.658 |
| Debt Service Fund | 1.172 | 1.051 | 1.326 | 1.327 | 1.389 | 1.395 | 1.646 | 1.612 | 1.513 | 1.484 |
| Capital Projects Fund | 0.529 | 0.523 | 0.554 | 0.524 | 0.572 | 0.643 | 0.581 | 0.568 | 0.303 | 0.470 |
| Total City rate ⁽²⁾ | 6.723 | 6.728 | 7.928 | 7.686 | 7.961 | 8.194 | 8.549 | 8.540 | 8.288 | 7.949 |
| Overlapping Rates ⁽³⁾: | | | | | | | | | | |
| Dane County | 3.187 | 2.734 | 3.002 | 2.842 | 2.979 | 3.021 | 3.166 | 3.203 | 3.209 | 3.155 |
| State of Wisconsin | - | - | - | - | - | - | - | 0.174 | 0.173 | 0.172 |
| Madison College | 0.766 | 0.723 | 0.837 | 0.857 | 0.908 | 0.926 | 0.947 | 0.988 | 0.946 | 0.945 |
| School Districts ⁽⁴⁾ | | | | | | | | | | |
| Madison Schools | 10.970 | 10.096 | 11.823 | 11.275 | 11.684 | 11.289 | 11.670 | 12.195 | 12.316 | 12.089 |
| Oregon Schools | 10.827 | 9.095 | 10.785 | 10.316 | 10.328 | 11.589 | 11.613 | 12.000 | 11.906 | 12.122 |
| Verona Schools | 13.448 | 11.861 | 13.132 | 12.795 | 13.232 | 12.985 | 12.872 | 12.259 | 12.364 | 12.181 |
| Less state school tax credit | (1.890) | (1.447) | (1.635) | (1.681) | (1.834) | (1.915) | (1.978) | (1.870) | (1.942) | (1.719) |
| Totals by School District: | | | | | | | | | | |
| Madison Schools | 19.756 | 18.834 | 21.955 | 20.979 | 21.698 | 21.515 | 22.354 | 23.230 | 22.990 | 22.591 |
| Oregon Schools | 19.613 | 17.833 | 20.917 | 20.020 | 20.342 | 21.815 | 22.297 | 23.035 | 22.580 | 22.624 |
| Verona Schools | 22.234 | 20.599 | 23.264 | 22.499 | 23.246 | 23.211 | 23.556 | 23.294 | 23.038 | 22.683 |

Notes:

(1) Information presented in the year for which taxes were levied.

(2) Effective for 2012 and beyond budgets, the state extended levy limits at 0% or net new construction, whichever is greater, and allowed the carryforward of the previous two years' unused levy limit capacity.

(3) Overlapping rates are those of local, county, and state governments that apply to property owners within the City.

(4) Not all overlapping rates apply to all City property owners. The rates for school districts apply only to the portion of the City's property owners whose property is located within the geographic boundaries of the school district.

Source: City of Fitchburg's Treasurer's Office

City of Fitchburg, Wisconsin

Schedule 7 - Principal Taxpayers ⁽¹⁾

Current Year and Nine Years Ago

| Taxpayer | Taxes Payable 2024 Assessed Value 1/1/23 | | | Taxes Payable 2015 Assessed Value 1/1/14 | | |
|---|---|------|-----------------------------------|---|------|-----------------------------------|
| | Taxable Assessed Value ⁽²⁾ | Rank | % of Total Taxable Assessed Value | Taxable Assessed Value ⁽²⁾ | Rank | % of Total Taxable Assessed Value |
| Promega Corp | \$ 256,776,000 | 1 | 5.2% | \$ 105,917,760 | 1 | 4.1% |
| Goldleaf Fitchburg LLC | 91,289,100 | 2 | 1.8% | | | |
| Sub Zero/Wolf | 58,988,100 | 3 | 1.2% | 42,016,652 | 2 | 1.6% |
| CMC 2 The Fountains LLC | 53,995,600 | 4 | 1.1% | | | |
| WI View at Pinnacle Park Apartments LLC | 53,745,200 | 5 | 1.1% | | | |
| Fitchburg Real Estate II LLC | 49,415,800 | 6 | 1.0% | | | |
| WI Central Park Place Apartments LLC | 48,016,600 | 7 | 1.0% | | | |
| Banner Westview Apartments LLC/ Glenn Place Fund IV LLC | 36,256,500 | 8 | 0.7% | | | |
| The Edge at Terravessa LLC | 36,031,900 | 9 | 0.7% | | | |
| Avenue Living Us Operating Spe No 6 LLC | 33,510,800 | 10 | 0.7% | | | |
| New Fountains | | | | 20,925,615 | 3 | 0.8% |
| Target | | | | 17,458,332 | 4 | 0.7% |
| Orion 7 | | | | 16,928,072 | 5 | 0.7% |
| Realty Income Corp | | | | 16,349,247 | 6 | 0.6% |
| Certco | | | | 15,243,601 | 7 | 0.6% |
| Team Madison | | | | 15,028,300 | 8 | 0.6% |
| Thermo Electron | | | | 13,395,834 | 9 | 0.5% |
| Hy-Vee | | | | 11,626,680 | 10 | 0.4% |
| Total Principal Taxpayers | 718,025,600 | | 14.5% | 274,890,093 | | 10.6% |
| All Other Taxpayers | 4,238,448,900 | | 85.5% | 2,317,908,407 | | 89.4% |
| Total | \$ 4,956,474,500 | | 100.0% | \$ 2,592,798,500 | | 100.0% |

Notes:

(1) Information presented in the year for which taxes were levied.

(2) Assessed values include real and personal property.

City of Fitchburg, Wisconsin

Schedule 8 - Property Tax Levies and Collections ⁽¹⁾

Last Ten Years

| Year | Total Tax Levy ⁽²⁾ | Collected Within the Year of the Levy ⁽³⁾ | | Collections in Subsequent Years ⁽⁴⁾ | Total Collections to Date | |
|------|-------------------------------|--|-----------|--|---------------------------|-----------|
| | | Amount | % of Levy | | Amount | % of Levy |
| 2024 | \$ 40,462,052 ⁽⁶⁾ | \$ 40,446,988 | 100.0% | n/a | \$ 40,446,988 | 100.0% |
| 2023 | 41,573,392 ⁽⁵⁾ | 41,547,735 | 99.9% | 6,785 | 41,554,520 | 100.0% |
| 2022 | 41,502,071 | 41,493,446 | 100.0% | 3,639 | 41,497,085 | 100.0% |
| 2021 | 37,744,419 | 37,712,768 | 99.9% | 21,554 | 37,734,322 | 100.0% |
| 2020 | 33,198,330 | 33,191,448 | 100.0% | 4,237 | 33,195,685 | 100.0% |
| 2019 | 31,176,266 | 31,169,511 | 100.0% | 2,668 | 31,172,179 | 100.0% |
| 2018 | 30,885,159 | 30,868,789 | 99.9% | 8,768 | 30,877,557 | 100.0% |
| 2017 | 28,829,635 | 28,790,659 | 99.9% | 28,121 | 28,818,780 | 100.0% |
| 2016 | 27,584,921 | 27,548,422 | 99.9% | 30,387 | 27,578,809 | 100.0% |
| 2015 | 24,187,218 | 24,169,240 | 99.9% | 7,990 | 24,177,230 | 100.0% |

Notes:

(1) Information presented in the year for which taxes were levied.

(2) Total tax levy includes only the City portion of tax levy, TID increment, special assessments and charges, all omitted taxes for prior years, and correction of errors.

(3) The City collects only the first installment of the real estate taxes through January 31. Real estate taxes are then turned-over to the Dane County Treasurer for collection after January 31 of the fiscal year.

(4) Responsibility for the collection of delinquent personal property taxes remains with the City. Collection of delinquent special assessments is performed by the County with remittances to the City as they are collected. Collections in subsequent years include payments received by the City for delinquent personal property taxes and delinquent special assessments.

(5) Minimal increase in total tax levy due to the closure of a large TID district.

(6) Decrease in total tax levy due to the closure of two TID districts.

City of Fitchburg, Wisconsin

Schedule 9 - Ratios of Outstanding Debt by Type ⁽¹⁾
 Last Ten Years

| <u>Year</u> | <u>Governmental Activities General Obligation Bonds and Notes ⁽⁴⁾</u> | <u>Business-Type Activities General Obligation Bonds and Notes ⁽⁴⁾</u> | <u>Total Primary Government</u> | <u>Percentage of Adjusted Gross Income ⁽²⁾</u> | <u>Per Capita ⁽²⁾</u> |
|-------------|--|---|---|---|----------------------------------|
| 2024 | \$ 63,167,735 | \$ - | \$ 63,167,735 | n/a ⁽³⁾ | \$ 1,798.37 |
| 2023 | 58,442,555 | - | 58,442,555 | 4.1% | 1,717.94 |
| 2022 | 64,887,375 | - | 64,887,375 | 4.7% | 2,039.39 |
| 2021 | 70,572,195 | - | 70,572,195 | 6.1% | 2,214.45 |
| 2020 | 65,050,657 ⁽⁵⁾ | - | 65,050,657 | 5.9% | 2,140.46 |
| 2019 | 48,887,544 | - | 48,887,544 | 4.6% | 1,675.55 |
| 2018 | 51,342,988 | - | 51,342,988 | 5.4% | 1,813.21 |
| 2017 | 51,905,434 | - | 51,905,434 | 5.7% | 1,858.01 |
| 2016 | 47,245,000 | 150,000 | 47,395,000 | 5.5% | 1,715.04 |
| 2015 | 41,955,000 | 275,000 | 42,230,000 | 5.0% | 1,604.42 |

Notes:

- (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.
- (2) See the Table 13 - Demographic and Economic Statistics for adjusted gross income and population data.
- (3) n/a - data not available
- (4) Presented net of premiums on long-term debt.
- (5) Includes crossover refunding from 2020 into 2021.

City of Fitchburg, Wisconsin

Schedule 10 - Ratios of General Bonded Debt Outstanding ⁽¹⁾

Last Ten Years

| <u>Year</u> | <u>General Obligation Bonds ⁽²⁾</u> | <u>General Obligation Notes ⁽²⁾</u> | <u>Total General Obligation Debt ⁽²⁾</u> | <u>Percentage of Estimated Actual Taxable Value of Property ⁽³⁾</u> | <u>Per Capita ⁽⁴⁾</u> |
|-------------|--|--|---|--|----------------------------------|
| 2024 | \$ 52,914,527 | \$ 10,253,208 | \$ 63,167,735 | 1.10% | \$ 1,798.37 |
| 2023 | 56,235,243 | 2,207,312 | 58,442,555 | 1.21% | 1,717.94 |
| 2022 | 61,535,959 | 3,351,416 | 64,887,375 | 1.58% | 2,039.39 |
| 2021 | 65,316,675 | 5,255,520 | 70,572,195 | 1.90% | 2,214.45 |
| 2020 | 57,896,033 ⁽⁵⁾ | 7,154,624 | 65,050,657 | 1.90% | 2,140.46 |
| 2019 | 39,843,816 | 9,043,728 | 48,887,544 | 1.56% | 1,675.55 |
| 2018 | 40,245,156 | 11,097,832 | 51,342,988 | 1.74% | 1,813.21 |
| 2017 | 38,633,498 | 13,271,936 | 51,905,434 | 1.83% | 1,858.01 |
| 2016 | 32,700,000 | 14,695,000 | 47,395,000 | 1.75% | 1,715.04 |
| 2015 | 27,030,000 | 15,200,000 | 42,230,000 | 1.61% | 1,604.42 |

Notes:

- (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.
- (2) Includes governmental and business-type activities. Presented net of premiums on long-term debt.
- (3) See Table 8 - Assessed and Estimated Actual Value of Taxable Property for property value data.
- (4) See Table 13 - Demographic and Economic Statistics for population.
- (5) Includes crossover refunding from 2020 into 2021.

City of Fitchburg, Wisconsin

Schedule 11 - Computation of Direct and Overlapping Bonded Debt ⁽¹⁾

December 31, 2024

| <u>Jurisdiction</u> | <u>Total Governmental Activities Debt Outstanding</u> | <u>Net Governmental Activities Debt Outstanding ⁽²⁾</u> | <u>Estimated Percentage Applicable ⁽³⁾</u> | <u>Estimated Share of Overlapping Debt</u> |
|-----------------------------------|---|--|---|--|
| Direct: | | | | |
| City of Fitchburg | \$ 60,925,000 | \$ 63,167,735 | 100.00% | \$ 63,167,735 |
| Overlapping ⁽⁴⁾ : | | | | |
| Madison School District | 268,250,000 | 268,250,000 | 6.13% | 16,443,725 |
| Oregon School District | 73,255,000 | 70,469,243 | 25.34% | 17,856,906 |
| Verona School District | 121,830,000 | 119,871,165 | 28.36% | 33,995,462 |
| Dane County | 763,690,000 | 763,690,000 | 5.79% | 44,217,651 |
| Madison College | 192,490,000 | 191,275,113 | 4.21% | 8,052,682 |
| Subtotal overlapping | <u>1,419,515,000</u> | <u>1,413,555,521</u> | | <u>120,566,426</u> |
| Total direct and overlapping debt | <u>\$ 1,480,440,000</u> | <u>\$ 1,476,723,256</u> | | <u>\$ 183,734,161</u> |

Notes:

(1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(2) Net of sinking funds or assets available in the debt service for payment of principal. Presented net of premiums on long-term debt.

(3) Applicable percentages were estimated by determining the portion of another government unit's equalized value that is within the City's geographic boundaries and dividing it by each government's total equalized valuation.

(4) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City.

City of Fitchburg, Wisconsin

Schedule 12 - Computation of Legal Debt Margin

Last Ten Years

| <u>Year</u> | <u>Debt Limit</u> | <u>Total Net Debt Applicable to Limit</u> | <u>Legal Debt Margin</u> | <u>Total Net Debt Applicable to the Limit as a Percentage of Debt Limit</u> |
|-------------|-------------------|---|----------------------------------|---|
| 2024 | \$ 308,368,125 | \$ 60,925,000 | \$ 247,443,125 | 19.76% |
| 2023 | 286,652,120 | 56,045,000 | 230,607,120 | 19.55% |
| 2022 | 233,410,635 | 62,335,000 | 171,075,635 | 26.71% |
| 2021 | 205,017,190 | 67,865,000 | 137,152,190 | 33.10% |
| 2020 | 185,318,943 | 63,325,000 ⁽²⁾ | 121,993,943 | 34.17% |
| 2019 | 170,955,645 | 48,215,000 | 122,740,645 | 28.20% |
| 2018 | 156,763,610 | 50,890,000 | 105,873,610 | 32.46% |
| 2017 | 147,700,905 | 51,425,000 | 96,275,905 | 34.82% |
| 2016 | 141,532,275 | 47,395,000 | 94,137,275 | 33.49% |
| 2015 | 135,570,085 | 42,230,000 | 93,340,085 | 31.15% |

Legal Debt Margin Calculation for 2024:

| | |
|--|-------------------------------|
| Estimated Actual Value of Real and Personal Property | <u>\$ 6,167,362,500</u> |
| Debt Limit - 5% of Estimated Actual Value | \$ 308,368,125 ⁽¹⁾ |
| Total Bonded Debt Applicable to Limitation | <u>60,925,000</u> |
| Legal Debt Margin | <u>\$ 247,443,125</u> |

Notes:

(1) Wisconsin State Statute 67.03 limits general obligation borrowing for general city purposes to 5% of the estimated actual value of real and personal

(2) Includes crossover refunding from 2020 into 2021.

City of Fitchburg, Wisconsin

Schedule 13 - Demographic and Economic Statistics

Last Ten Years

| Year | Population ⁽¹⁾ | Adjusted Gross Income ⁽²⁾ | Per Capita Adjusted Gross Income | School Enrollment ⁽³⁾ | | | Dane County Unemployment Rate ⁽⁴⁾ |
|------|---------------------------|--------------------------------------|----------------------------------|----------------------------------|----------------|----------------|--|
| | | | | Madison Schools | Oregon Schools | Verona Schools | |
| 2024 | 35,125 | n/a | n/a | 24,680 | 4,186 | 5,811 | 2.1% |
| 2023 | 34,019 ⁽⁶⁾ | \$ 1,411,294,456 | \$ 41,485 | 24,573 | 4,111 | 5,809 | 2.0% |
| 2022 | 31,817 | 1,368,920,586 | 43,025 | 25,988 | 4,113 | 5,833 | 1.6% |
| 2021 | 31,869 | 1,158,829,077 | 36,362 | 25,952 | 4,157 | 5,747 | 1.4% |
| 2020 | 30,391 | 1,104,396,193 | 36,340 | 26,218 | 4,124 | 5,638 | 3.5% |
| 2019 | 29,177 | 1,068,050,547 | 36,606 | 27,063 | 4,145 | 5,747 | 2.3% |
| 2018 | 28,316 | 957,610,314 | 33,819 | 27,149 | 4,096 | 5,662 | 1.9% |
| 2017 | 27,936 | 912,447,735 | 32,662 | 27,103 | 4,047 | 5,549 | 1.9% |
| 2016 | 27,635 | 868,432,120 | 31,425 | 25,239 | 3,990 | 5,474 | 2.9% |
| 2015 | 26,321 | 841,245,246 | 31,961 | 28,101 | 3,945 | 5,472 | 2.9% |

Notes:

(1) The 2020 population is the official U.S. Census. Population estimates for the other years are prepared by the Wisconsin Department of Administration, Demographic Services Center.

(2) Source: Wisconsin Department of Revenue, Division of Research and Policy.

(3) Fitchburg residents are split amount three different school districts. The amounts shown above are the total enrollments, not just Fitchburg residents. Source: Department of Public Instruction; School District.

(4) Source: Wisconsin Department of Workforce Development.

(5) Census data based on Bachelor degree or higher.

(6) The population for 2023 includes the Town of Madison that was partially absorbed into the City of Fitchburg as of October 2022.

n/a - data not available

| Year | Median Age | Percent High School Graduates | Percent College Graduates ⁽⁵⁾ |
|------|------------|-------------------------------|--|
| 2024 | n/a | 93.3% | 57.0% |
| 2023 | 34.7 | 94.0% | 59.0% |
| 2022 | 34.2 | 95.4% | 57.0% |
| 2021 | 34.8 | 94.7% | 56.8% |
| 2020 | 34.4 | 93.8% | 51.1% |
| 2019 | 33.9 | 94.9% | 49.6% |
| 2018 | 34.8 | 93.0% | 46.5% |
| 2017 | 34.5 | 95.3% | 49.0% |
| 2016 | 34.2 | 91.3% | 46.4% |
| 2015 | 34.4 | 91.1% | 46.0% |

Source: U.S. Bureau of the Census. Dane County Wisconsin

City of Fitchburg, Wisconsin

Schedule 14 - Principal Employers

Current Year and Eleven Years Ago

| Employer | 2024 | | | 2013 ⁽¹⁾ | | |
|---------------------------|--------------------------|------|----------------------------------|---------------------|------|----------------------------------|
| | Employees ⁽²⁾ | Rank | Percent of Total City Employment | Employees | Rank | Percent of Total City Employment |
| SubZero/Wolf | 1,500 | 1 | 4.3% | 892 | 1 | 3.4% |
| Promega | 1,176 | 2 | 3.3% | 815 | 2 | 3.2% |
| Agrace Hospice Care | 622 | 3 | 1.8% | 468 | 3 | 1.8% |
| Zimbrick Inc | 524 | 4 | 1.5% | | | |
| Super Target | 500 | 5 | 1.4% | 450 | 4 | 1.8% |
| Thermo Fisher | 500 | 6 | 1.4% | 430 | 5 | 1.7% |
| Placon Corporation | 435 | 7 | 1.2% | 341 | 6 | 1.3% |
| Hy-Vee | 406 | 8 | 1.2% | | | |
| Certco Inc | 296 | 9 | 0.8% | 216 | 10 | 0.8% |
| Tri-North Builders | 252 | 10 | 0.7% | 250 | 8 | 1.0% |
| CDW | | | | 261 | 7 | 1.0% |
| General Beverage Sales Co | | | | 225 | 9 | 0.9% |
| Total | 6,211 | | 17.6% | 4,348 | | 16.9% |

Notes:

(1) Estimated based on information obtained for 2013 employer counts.

(2) Some employee counts include FT and PT Converted 3 PT employees = 1 FT employee

Source: Wisconsin Department of Workforce Development.

City of Fitchburg, Wisconsin

Schedule 15 - Full-Time Equivalent City Government Employees by Function Last Ten Years

| Function | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|-------------------------------------|---------------|---------------|---------------|----------------------|---------------|---------------|---------------|---------------|----------------------|---------------|
| General Government | 24.00 | 23.80 | 21.80 | 19.80 | 19.80 | 19.65 | 19.65 | 19.40 | 20.60 ⁽²⁾ | 23.80 |
| Public Safety | | | | | | | | | | |
| Police | | | | | | | | | | |
| Officers | 55.00 | 55.00 | 54.00 | 52.00 | 52.00 | 51.00 | 50.00 | 49.00 | 49.00 | 49.00 |
| Civilians | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 | 11.50 |
| Fire | | | | | | | | | | |
| Firefighters | 25.00 | 23.00 | 21.00 | 20.00 ⁽³⁾ | 23.00 | 23.00 | 23.00 | 23.00 | 23.00 | 19.33 |
| Civilians | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| Building Inspection | 4.00 | 4.00 | 3.00 | 3.00 | 3.25 | 3.00 | 3.50 | 3.50 | 3.50 | 3.75 |
| Health and Human Services | 7.00 | 7.00 | 7.00 | 6.00 | 6.00 | 6.00 | 5.80 | 5.80 | 5.30 | 5.30 |
| Public Works | 20.50 | 21.00 | 21.00 | 19.00 | 19.00 | 19.00 | 20.00 | 19.20 | 18.10 | 17.85 |
| Culture, Recreation, and Education | 27.75 | 27.30 | 27.30 | 26.60 | 26.60 | 26.60 | 26.35 | 27.35 | 26.35 | 25.35 |
| Conservation and Development | 8.00 | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 5.00 | 5.00 | 5.00 | 5.00 |
| Utility District #1 (Water & Sewer) | 8.00 | 8.00 | 7.00 | 7.00 | 7.00 | 7.00 | 6.00 | 6.00 | 5.00 | 5.00 |
| Stormwater Utility | 3.50 | 3.50 | 3.50 | 3.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 |
| Technology | 7.00 | 7.00 | 6.00 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 5.00 ⁽²⁾ | - |
| Total | 202.75 | 198.60 | 190.60 | 180.40 | 182.65 | 181.25 | 179.30 | 178.25 | 175.85 | 168.88 |

Notes:

(1) The FTE's presented are the approved number of positions and may not agree to the number of positions filled. Schedule does not include seasonal part-time employees, pollworkers, or elected officials.

(2) Technology employees moved from general government to the internal service fund in 2016.

(3) Third year fire interns are paid through Fitchrona EMS, a separate entity.

Source: Annual adopted budgets

City of Fitchburg, Wisconsin

Schedule 16 - Operating Indicators by Function
Last Ten Years

| Function | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|------------------------------------|----------------------|-----------------------|------------------------------|------------------------|------------------------|---------------|---------------|---------------|---------------|---------------|
| General Government | | | | | | | | | | |
| Number of Assessable Parcels | 9,345 | 9,233 | 8,885 ⁽⁶⁾ | 8,795 | 8,596 | 8,363 | 8,212 | 7,938 | 7,939 | 8,152 |
| Equalized Value - TID In | 6,167,362,500 | 5,733,042,400 | 4,835,636,300 ⁽⁶⁾ | 4,100,343,800 | 3,706,378,900 | 3,419,112,900 | 3,135,272,200 | 2,954,018,100 | 2,830,645,500 | 2,711,401,700 |
| Equalized Value - TID | 311,944,500 | 413,634,500 | 544,805,700 ⁽⁶⁾ | 571,447,600 | 496,658,300 | 353,140,300 | 304,383,200 | 290,853,700 | 254,856,300 | 278,301,100 |
| Net New Construction Value | 170,131,100 | 178,847,000 | 170,592,400 | 198,428,900 | 167,048,400 | 110,271,500 | 83,740,200 | 87,645,200 | 81,012,600 | 51,214,800 |
| Net New Construction % | 2.968% | 3.699% | 4.160% | 5.354% | 4.886% | 3.517% | 2.835% | 3.096% | 2.988% | 1.952% |
| Pet Licenses Issued | 1,169 | 1,277 | 1,742 | 1,789 | 1,476 | 1,729 | 1,600 | 1,630 | 1,595 | 1,527 |
| Operator licenses | 119 ⁽⁵⁾ | 264 ⁽⁵⁾ | 87 ⁽⁵⁾ | 229 | 156 ⁽¹⁾ | 291 | 349 | 309 | 215 | 359 |
| Public Safety | | | | | | | | | | |
| Police Department | | | | | | | | | | |
| Calls for Police Service | 26,299 | 25,845 | 23,867 | 24,180 | 20,137 | 23,521 | 25,583 | 18,531 | 19,194 | 20,530 |
| Total Arrests | 1,162 | 811 | 636 | 497 | 584 | 785 | 1,068 | 1,001 | 708 | 814 |
| Fire Department | | | | | | | | | | |
| Fire Responses | 2,875 | 2,631 | 2,155 | 2,128 | 1,927 | 2,091 | 2,103 | 2,054 | 2,033 | 2,010 |
| Fire Inspections | 1,863 ⁽⁷⁾ | 2,423 | 2,149 | 2,150 | 1,465 ⁽¹⁾ | 2,221 | 2,349 | 2,320 | 2,790 | 2,521 |
| EMS Assists | 1,572 | 1,410 | 1,344 | 1,320 | 1,101 | 1,185 | 1,169 | 1,202 | 1,220 | 1,226 |
| Building Inspection Department | | | | | | | | | | |
| Building Permits Issued | 1,395 | 1,140 | 1,373 | 1,322 | 1,173 | 1,080 | 1,050 | 965 | 870 | 682 |
| Property Maintenance Inspection | 1,600 | 1,430 | 512 | 265 ⁽²⁾ | 226 ⁽¹⁾ | 904 | 1,368 | 1,134 | 1,242 | 1,199 |
| Health and Human Services | | | | | | | | | | |
| Senior Center Clients Served | 1,295 | 1,208 ⁽³⁾ | 829 ⁽³⁾ | 591 | 740 | 745 | 693 | 689 | 769 | 694 |
| Nutrition Meals Served | 18,556 | 16,363 ⁽⁴⁾ | 14,094 ⁽⁴⁾ | 11,519 ⁽²⁾ | 10,282 ⁽¹⁾ | 13,464 | 14,706 | 15,930 | 13,505 | 12,325 |
| Public Works | | | | | | | | | | |
| Residential Rubbish Removals | 6,459 | 6,202 ⁽⁴⁾ | 6,055 | 5,878 | 5,759 | 5,571 | 5,469 | 5,424 | 5,353 | 5,319 |
| Culture, Recreation, and Education | | | | | | | | | | |
| Library Items Circulated | 295,612 | 306,630 | 306,663 | 237,191 ⁽²⁾ | 160,242 ⁽¹⁾ | 388,000 | 384,000 | 386,317 | 393,172 | 389,153 |
| Library Card Holders | 16,877 | 15,237 | 15,350 | 16,030 | 16,959 | 16,573 | 16,248 | 15,072 | 16,976 | 15,290 |
| Summer Reading Program Registrants | 687 | 598 | 638 ⁽²⁾ | 676 ⁽²⁾ | 696 ⁽¹⁾ | 1,353 | 1,309 | 1,081 | 954 | 1,204 |
| Recreation Program Participants | 2,838 | 2,635 | 2,346 | 1,804 ⁽²⁾ | 598 ⁽¹⁾ | 2,929 | 3,259 | 3,713 | 3,417 | 3,198 |
| FACTv | | | | | | | | | | |
| Productions | 650 | 671 | 658 | 656 | 595 ⁽¹⁾ | 658 | 482 | 221 | 204 | 288 |
| Meetings covered | 296 | 286 | 261 | 281 | 225 ⁽¹⁾ | 265 | 238 | 251 | 269 | 247 |
| Conservation and Development | | | | | | | | | | |
| Planning/Zoning Applications | 546 | 471 | 479 | 102 | 111 | 131 | 151 | 145 | 127 | 169 |
| Items Sent to Planning Commission | 107 | 101 | 91 | 59 | 64 | 154 | 183 | 119 | 80 | 109 |
| Utility District #1 | | | | | | | | | | |
| Average Number of Customers | | | | | | | | | | |
| Water | 7,187 | 7,132 | 6,883 | 6,737 | 6,510 | 6,377 | 6,240 | 6,100 | 6,060 | 6,024 |
| Sewer | 7,095 | 6,970 | 6,799 ⁽⁴⁾ | 6,529 | 6,303 | 6,178 | 6,043 | 5,850 | 5,810 | 5,810 |
| Water only | 511 | 507 | 504 | 502 | 486 | 486 | 474 | 469 | 466 | 457 |
| Sewer only | 41 | 41 | 49 | 43 | 50 | 47 | 47 | 53 | 53 | 53 |
| Total Pumped (million gallons) | 841,758 | 851,010 | 800,575 | 800,749 | 788,986 | 718,729 | 710,325 | 704,180 | 707,829 | 699,754 |
| Stormwater Utility | | | | | | | | | | |
| Average Number of Customers | 7,172 | 7,064 | 6,928 ⁽⁴⁾ | 6,665 | 6,439 | 6,312 | 6,162 | 6,007 | 5,964 | 5,910 |
| Technology | | | | | | | | | | |
| Tickets Addressed | 2,221 | 2,477 | 2,757 | 2,253 | 2,173 | 2,342 | 2,383 | 2,511 | 2,257 | 1,746 |

(1) Operations affected due to COVID in 2020.

(2) Operations recovering but still affected due to COVID continuing in 2021 or 2022.

(3) Added Case Management Staff .

(4) Town of Madison attachment on 10/31/22 increased customers.

(5) Licenses moved to bi-annual renewals.

(6) Updated to include former Town of Madison values.

(7) Condensed multiple inspections into one to create efficiency in the department in 2024.

Source: Various City departments.

City of Fitchburg, Wisconsin

Schedule 17 - Capital Asset Statistics by Function ⁽¹⁾ Last Ten Years

| <u>Function</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|-------------------------------------|-------------|-------------|------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Public Safety | | | | | | | | | | |
| Police Vehicles | | | | | | | | | | |
| Owned | 28 | 27 | 27 | 18 | 12 | 12 | 11 | 11 | 11 | 11 |
| Leased | - | - | - | 4 | 10 | 10 | 10 | 10 | 9 | 10 |
| Police Stations ⁽²⁾ | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Fire Stations | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 2 | 2 |
| Public Works | | | | | | | | | | |
| Streets (center lane miles) | 143.96 | 142.60 | 136.00 | 135.98 | 134.00 | 130.29 | 127.68 | 126.72 | 122.89 | 122.06 |
| Culture and Recreation | | | | | | | | | | |
| Park Acreage | 818 | 788 | 729 | 729 | 729 | 729 | 728 | 747 | 610 | 610 |
| Parks | 70 | 68 | 61 | 61 | 61 | 61 | 52 | 51 | 43 | 42 |
| Community/Senior Centers | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Libraries | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Water Utility | | | | | | | | | | |
| Pump Stations/Reservoirs | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Wells | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Watermain (feet) | 630,903 | 623,095 | 607,932 | 605,127 | 578,473 | 575,534 | 562,699 | 535,065 | 521,771 | 517,493 |
| Fire Hydrants | 1,373 | 1,351 | 1,269 | 1,259 | 1,189 | 1,172 | 1,171 | 1,158 | 1,120 | 1,119 |
| Services | 6,201 | 6,068 | 5,886 | 5,788 | 5,683 | 5,497 | 5,384 | 5,265 | 5,072 | 5,069 |
| Sewer Utility | | | | | | | | | | |
| Sewer Main (feet) | 471,508 | 465,478 | 465,402 | 461,755 | 461,294 | 457,894 | 450,869 | 445,530 | 437,859 | 433,584 |
| Lift Stations | 2 | 2 | 2 ⁽³⁾ | 1 | 1 | 1 | - | - | - | - |
| Stormwater Utility | | | | | | | | | | |
| City owned wet detention facilities | 62 | 60 | 58 | 61 | 61 | 55 | 54 | 54 | 46 | 44 |
| City owned infiltration facilities | 33 | 31 | 30 | 15 | 15 | 16 | 15 | 15 | 10 | 10 |

Notes:

(1) Indicators are not available for the General Government, Health & Welfare, Conservation and Development, or Technology functions.

(2) The police station is attached to City Hall.

(3) Shared lift station with the City of Madison added with the Town of Madison attachment..

Source: Various City departments.