

VILLAGE OF BELLEVILLE

Belleville, Wisconsin

FINANCIAL STATEMENTS

Including Independent Auditors' Report

As of and for the Year Ended December 31, 2017

VILLAGE OF BELLEVILLE

TABLE OF CONTENTS As of and for the Year Ended December 31, 2017

	<u>Page(s)</u>
Independent Auditors' Report	i - iii
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	1
Statement of Activities	2 - 3
Fund Financial Statements	
Balance Sheet - Governmental Funds	4 - 5
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 - 8
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 Fund - Water and Sewer Utility	10 - 11
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund - Water and Sewer Utility	12
Statement of Cash Flows - Proprietary Fund - Water and Sewer Utility	13 - 14
Statement of Net Position - Proprietary Fund - Stormwater Utility	15
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund - Stormwater Utility	16
Statement of Cash Flows - Proprietary Fund - Stormwater Utility	17
Statement of Assets and Liabilities - Agency Funds	18
Index to Notes to Financial Statements	19
Notes to Financial Statements	20 - 59
Required Supplementary Information	
General Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	60
Special Revenue Funds	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Library Fund	61

VILLAGE OF BELLEVILLE

TABLE OF CONTENTS (cont.) As of and for the Year Ended December 31, 2017

	<u>Page(s)</u>
Required Supplementary Information (cont.)	
Schedule of Proportionate Share of the Net Pension Liability (Asset) - Wisconsin Retirement System	62
Schedule of Employer Contributions - Wisconsin Retirement System	62
Notes to Required Supplementary Information	63
Supplementary Information	
Detailed Schedule of Revenues and Other Financing Sources - Budget and Actual - General Fund	64 - 65
Detailed Schedule of Expenditures and Other Financing Uses - Budget and Actual - General Fund	66 - 67
Combining Balance Sheet - Nonmajor Governmental Funds	68 - 69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	70 - 71
Combining Statement of Assets and Liabilities - Agency Funds	72

INDEPENDENT AUDITORS' REPORT

To the Village Board
Village of Belleville
Belleville, Wisconsin

Report on the Financial Statements

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 Village of Belleville, Wisconsin, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Village of Belleville's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village of Belleville's preparation and fair presentation of the financial statements 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 Village of Belleville's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Qualified Opinion on the Governmental Activities

The financial statements do not include the financial data for the village's equity interest in the joint venture of the fire and emergency medical association as discussed in Note IV.D. to the financial statements. Accounting principles generally accepted in the United States of America require the financial data for the equity interest in joint ventures to be reported in the governmental activities. The amount by which this departure would affect the assets, net position, revenues and expenses of the governmental activities has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion of the Governmental Activities" paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities information of the Village of Belleville, Wisconsin, as of December 31, 2017, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Belleville, Wisconsin, as of December 31, 2017, 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.

Other Matters

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, 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, economical, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Matters (cont.)

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Belleville'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 detailed general fund budget to actual schedules and the combining financial statements are fairly stated in all material respects, in relation to the basic financial statements as a whole.

Prior Year Comparative Information

We have previously audited the Village of Belleville's 2016 financial statements, and we expressed a qualified opinion on the governmental activities and unmodified audit opinions on the business-type activities, the discretely presented component unit, each major fund, and the aggregated remaining fund information in our report dated April 20, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Baker Tilly Virchow Krause, LLP

Madison, Wisconsin
May 11, 2018

VILLAGE OF BELLEVILLE

STATEMENT OF NET POSITION As of December 31, 2017

	Governmental Activities	Business-type Activities	Totals	Community Development Authority
ASSETS				
Cash and investments	\$ 219,108	\$ 719,528	\$ 938,636	\$ -
Receivables (net)				
Taxes	2,312,367	-	2,312,367	-
Other	407,902	129,475	537,377	-
Special assessments	507,033	-	507,033	-
Due from other governments	-	-	-	406,526
Internal balances	(4,017)	4,017	-	-
Due from component unit	165,317	252,436	417,753	-
Inventories and prepaid items	16,489	11,460	27,949	-
Restricted assets				
Cash and investments	1,206,563	1,212,664	2,419,227	-
Capital Assets				
Land	750,445	74,173	824,618	-
Land improvements	1,915,110	-	1,915,110	-
Construction in progress	56,743	196,686	253,429	-
Other capital assets, net of depreciation	7,321,115	16,831,138	24,152,253	-
Total Assets	<u>14,874,175</u>	<u>19,431,577</u>	<u>34,305,752</u>	<u>406,526</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension related amounts	368,479	42,621	411,100	-
Total Deferred Outflows of Resources	<u>368,479</u>	<u>42,621</u>	<u>411,100</u>	<u>-</u>
LIABILITIES				
Accounts payable and accrued expenses	104,958	62,468	167,426	15
Liabilities payable from restricted assets	-	19,677	19,677	-
Deposits	5,000	-	5,000	-
Due to primary government	-	-	-	417,753
Noncurrent Liabilities				
Due within one year	738,283	479,263	1,217,546	-
Due in more than one year	6,556,583	5,154,846	11,711,429	-
Total Liabilities	<u>7,404,824</u>	<u>5,716,254</u>	<u>13,121,078</u>	<u>417,768</u>
DEFERRED INFLOWS OF RESOURCES				
Unearned revenue	2,089,657	-	2,089,657	-
Pension related amounts	151,930	15,038	166,968	-
Total Deferred Inflows of Resources	<u>2,241,587</u>	<u>15,038</u>	<u>2,256,625</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	7,300,074	12,141,561	19,441,635	-
Restricted for				
Library activities	353,764	-	353,764	-
Lake restoration	220,897	-	220,897	-
Cemetery activities	31,283	-	31,283	-
Debt service	563,687	-	563,687	-
Equipment replacement	-	504,734	504,734	-
Bond redemption	-	326,031	326,031	-
Parks	43,229	-	43,229	-
Unrestricted (deficit)	<u>(2,916,691)</u>	<u>770,580</u>	<u>1,108,789</u>	<u>(11,242)</u>
TOTAL NET POSITION	<u>\$ 5,596,243</u>	<u>\$ 13,742,906</u>	<u>\$ 19,339,149</u>	<u>\$ (11,242)</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF ACTIVITIES For the Year Ended December 31, 2017

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 419,532	\$ 11,800	\$ -	\$ -
Public safety	808,640	93,349	27,330	-
Public works	727,473	283,736	156,325	904,665
Culture, education, and recreation	631,797	13,268	74,487	257,501
Conservation and development	125,821	36,052	-	29,944
Public service enterprise	9,921	4,328	-	-
Interest and fiscal charges	197,916	-	-	-
Total Governmental Activities	2,921,100	442,533	258,142	1,192,110
Business-type Activities				
Water	267,970	336,944	-	248,489
Sewer	874,705	896,754	-	121,220
Stormwater	82,882	109,026	-	129,787
Total Business-type Activities	1,225,557	1,342,724	-	499,496
Total Primary Government	\$ 4,146,657	\$ 1,785,257	\$ 258,142	\$ 1,691,606
Component Unit				
Community Development Authority	\$ 92,866	\$ -	\$ -	\$ 137,119

General Revenues

 Taxes

 Property taxes, levied for general purposes

 Property taxes, levied for debt service

 Property taxes, levied for TIF districts

 Intergovernmental revenues not restricted to specific programs

 Investment income

 Miscellaneous

Transfers

 Total General Revenues and Transfers

Change in net position

NET POSITION - Beginning of Year

NET POSITION - END OF YEAR

Net (Expenses) Revenues and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Totals	Community Development Authority
\$ (407,732)	\$ -	\$ (407,732)	\$ -
(687,961)	-	(687,961)	-
617,253	-	617,253	-
(286,541)	-	(286,541)	-
(59,825)	-	(59,825)	-
(5,593)	-	(5,593)	-
(197,916)	-	(197,916)	-
<u>(1,028,315)</u>	<u>-</u>	<u>(1,028,315)</u>	<u>-</u>
-	317,463	317,463	-
-	143,269	143,269	-
-	155,931	155,931	-
-	<u>616,663</u>	<u>616,663</u>	<u>-</u>
<u>(1,028,315)</u>	<u>616,663</u>	<u>(411,652)</u>	<u>-</u>
-	-	-	44,253
1,314,715	-	1,314,715	-
390,629	-	390,629	-
80,456	-	80,456	-
164,413	-	164,413	-
13,879	17,174	31,053	-
35,588	-	35,588	100
93,227	(93,227)	-	-
<u>2,092,907</u>	<u>(76,053)</u>	<u>2,016,854</u>	<u>100</u>
1,064,592	540,610	1,605,202	44,353
<u>4,531,652</u>	<u>13,202,296</u>	<u>17,733,948</u>	<u>(55,595)</u>
<u>\$ 5,596,244</u>	<u>\$ 13,742,906</u>	<u>\$ 19,339,150</u>	<u>\$ (11,242)</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

BALANCE SHEET GOVERNMENTAL FUNDS As of December 31, 2017

	General	Library	Debt Service Fund	Other Capital Projects
ASSETS				
Cash and investments	\$ 2,334	\$ 99,507	\$ 85,994	\$ -
Receivables (net)				
Taxes	1,140,650	247,781	468,573	94,025
Special assessments	-	-	271,828	5,887
Delinquent personal property taxes	401	-	-	-
Delinquent special assessments	46,221	-	-	-
Accounts	56,066	262,500	-	-
Due from other funds	63,308	-	-	-
Due from component unit	-	-	32,539	-
Advances to other funds	287,408	-	-	314,127
Prepaid items	15,205	610	-	-
Restricted cash and investments	-	-	143,330	1,063,233
	<u>\$ 1,611,593</u>	<u>\$ 610,398</u>	<u>\$ 1,002,264</u>	<u>\$ 1,477,272</u>
TOTAL ASSETS				
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 37,728	\$ 8,853	\$ -	\$ 2,484
Deposits	5,000	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	<u>42,728</u>	<u>8,853</u>	<u>-</u>	<u>2,484</u>
Deferred Inflows of Resources				
Unearned revenues	1,133,939	247,781	385,174	94,025
Unavailable revenues	-	180,282	355,226	-
Total Deferred Inflows of Resources	<u>1,133,939</u>	<u>428,063</u>	<u>740,400</u>	<u>94,025</u>
Fund Balances				
Nonspendable	348,834	-	-	-
Restricted	43,229	173,482	261,864	1,063,233
Committed	71,758	-	-	-
Assigned	-	-	-	317,530
Unassigned (deficit)	(28,895)	-	-	-
Total Fund Balances	<u>434,926</u>	<u>173,482</u>	<u>261,864</u>	<u>1,380,763</u>
	<u>\$ 1,611,593</u>	<u>\$ 610,398</u>	<u>\$ 1,002,264</u>	<u>\$ 1,477,272</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				

See accompanying notes to financial statements.

Tax Incremental District No. 3	Nonmajor Governmental Funds	Totals
\$ -	\$ 31,273	\$ 219,108
215,415	140,036	2,306,480
-	-	277,715
-	-	401
188,984	-	235,205
-	88,935	407,501
-	-	63,308
-	132,778	165,317
-	-	601,535
-	674	16,489
<u>-</u>	<u>-</u>	<u>1,206,563</u>
<u>\$ 404,399</u>	<u>\$ 393,696</u>	<u>\$ 5,499,622</u>
\$ -	\$ 2,390	\$ 51,455
-	-	5,000
<u>591,883</u>	<u>76,977</u>	<u>668,860</u>
<u>591,883</u>	<u>79,367</u>	<u>725,315</u>
88,702	140,036	2,089,657
<u>126,713</u>	<u>35,000</u>	<u>697,221</u>
<u>215,415</u>	<u>175,036</u>	<u>2,786,878</u>
-	-	348,834
-	185,897	1,727,705
-	31,283	103,041
-	-	317,530
<u>(402,899)</u>	<u>(77,887)</u>	<u>(509,681)</u>
<u>(402,899)</u>	<u>139,293</u>	<u>1,987,429</u>
<u>\$ 404,399</u>	<u>\$ 393,696</u>	<u>\$ 5,499,622</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION As of December 31, 2017

Total Fund Balances - Governmental Funds	\$ 1,987,429
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. See Note III.D.	10,043,413
Special assessments are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	481,939
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.	215,282
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	368,479
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	(151,930)
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	(7,234,539)
Compensated absences	(13,400)
Accrued interest	(53,503)
Net pension obligation	<u>(46,927)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 5,596,243</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2017

	<u>General</u>	<u>Library</u>	<u>Debt Service Fund</u>	<u>Other Capital Projects</u>
REVENUES				
Taxes	\$ 817,402	\$ 226,639	\$ 390,629	\$ 231,650
Special assessments	-	-	132,693	-
Intergovernmental	316,577	70,785	-	18,936
Licenses and permits	62,894	-	-	-
Fines, forfeitures and penalties	40,106	-	-	-
Public charges for services	37,302	7,371	-	-
Investment income	5,150	914	2,440	3,059
Miscellaneous	50,103	94,191	-	-
Total Revenues	<u>1,329,534</u>	<u>399,900</u>	<u>525,762</u>	<u>253,645</u>
EXPENDITURES				
Current				
General government	406,752	-	-	-
Public safety	752,048	-	-	-
Public works	362,507	-	-	-
Culture, education, and recreation	147,472	306,034	-	-
Conservation and development	1,785	-	-	76,643
Public service enterprises	-	-	-	-
Capital Outlay	409,000	65,620	-	150,395
Debt Service				
Principal	-	-	610,170	-
Interest and fiscal charges	7	-	167,065	33,050
Total Expenditures	<u>2,079,571</u>	<u>371,654</u>	<u>777,235</u>	<u>260,088</u>
Excess (deficiency) of revenues over expenditures	<u>(750,037)</u>	<u>28,246</u>	<u>(251,473)</u>	<u>(6,443)</u>
OTHER FINANCING SOURCES (USES)				
Debt issued	71,967	-	-	1,535,000
Premium on debt issued	-	-	-	7,271
Transfers in	477,144	-	286,395	8,313
Transfers out	(15,180)	-	-	(409,767)
Total Other Financing Sources (Uses)	<u>533,931</u>	<u>-</u>	<u>286,395</u>	<u>1,140,817</u>
Net Change in Fund Balances	(216,106)	28,246	34,922	1,134,374
FUND BALANCES (DEFICIT) - Beginning of Year	<u>651,032</u>	<u>145,236</u>	<u>226,942</u>	<u>246,389</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 434,926</u>	<u>\$ 173,482</u>	<u>\$ 261,864</u>	<u>\$ 1,380,763</u>

See accompanying notes to financial statements.

Tax Incremental District No. 3	Nonmajor Governmental Funds	Totals
\$ 80,456	\$ 39,334	\$ 1,786,110
137,031	-	269,724
250	58,926	465,474
-	-	62,894
-	-	40,106
-	131,314	175,987
-	2,008	13,571
-	5,260	149,554
<u>217,737</u>	<u>236,842</u>	<u>2,963,420</u>
-	-	406,752
-	-	752,048
-	146,562	509,069
-	-	453,506
1,535	42,134	122,097
-	9,503	9,503
3,050	1,100	629,165
-	-	610,170
(614)	-	199,508
<u>3,971</u>	<u>199,299</u>	<u>3,691,818</u>
<u>213,766</u>	<u>37,543</u>	<u>(728,398)</u>
-	-	1,606,967
-	-	7,271
-	6,867	778,719
(260,545)	-	(685,492)
<u>(260,545)</u>	<u>6,867</u>	<u>1,707,465</u>
(46,779)	44,410	979,067
<u>(356,120)</u>	<u>94,883</u>	<u>1,008,362</u>
<u>\$ (402,899)</u>	<u>\$ 139,293</u>	<u>\$ 1,987,429</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2017

Net change in fund balances - total governmental funds	\$	979,067
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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	629,165
Some items reported as capital outlay were not capitalized	(110,476)
Depreciation is reported in the government-wide financial statements	(318,406)

Contributed capital assets are reported as revenues in the government-wide financial statements.	904,665
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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.

Pledges receivable	175,282
Grants and special charges receivable	(150,901)

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	(1,606,967)
Principal repaid	610,171

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.

Compensated absences	15,879
Accrued interest on debt	(5,681)
Net pension liability	44,965
Deferred outflows of resources related to pensions	(143,626)
Deferred inflows of resources related to pensions	<u>41,454</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u><u>1,064,591</u></u>
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VILLAGE OF BELLEVILLE

STATEMENT OF NET POSITION
 PROPRIETARY FUND - WATER AND SEWER UTILITY
 As of December 31, 2017
 (With Comparative Totals for December 31, 2016)

	Business-type Activities - Enterprise Fund	
	2017	2016
ASSETS		
Current Assets		
Cash and investments	\$ 719,528	\$ 358,040
Accounts receivable	119,292	128,402
Inventories and prepayments	11,118	10,607
Restricted Assets		
Construction	362,222	1,065,306
Bond redemption	255,708	249,924
Total Current Assets	1,467,868	1,812,279
Noncurrent Assets		
Restricted Assets		
Equipment replacement	504,734	454,734
Reserve account	90,000	90,000
Capital Assets		
Capital assets not being depreciated	270,859	233,034
Capital assets net of accumulated depreciation	14,177,639	13,952,672
Total Noncurrent Assets	15,043,232	14,730,440
Total Assets	16,511,100	16,542,719
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized loss on advanced refunding	-	5,155
Pension related amounts	39,120	53,810
Total Deferred Outflows of Resources	39,120	58,965

See accompanying notes to financial statements.

	Business-type Activities - Enterprise Fund	
	2017	2016
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 60,766	\$ 99,550
Due to other funds	63,308	58,441
Accrued interest	246	273
Current portion of general obligation debt	15,000	8,789
Current portion of other long-term debt	439,263	430,586
Liabilities Payable from Restricted Assets		
Accrued interest payable	<u>19,677</u>	<u>19,976</u>
Total Current Liabilities	<u>598,260</u>	<u>617,615</u>
Noncurrent Liabilities		
Long-Term Debt		
General obligation debt payable	15,000	10,000
Revenue bonds payable	4,943,395	5,382,658
Net pension obligation	<u>4,866</u>	<u>8,686</u>
Total Noncurrent Liabilities	<u>4,963,261</u>	<u>5,401,344</u>
Total Liabilities	<u>5,561,521</u>	<u>6,018,959</u>
DEFERRED INFLOWS OF RESOURCES		
Pension related amounts	<u>13,983</u>	<u>18,280</u>
Total Deferred Inflows of Resources	<u>13,983</u>	<u>18,280</u>
NET POSITION		
Net investments in capital assets	9,488,062	9,508,979
Restricted for		
Equipment replacement	504,734	454,734
Bond redemption	326,031	319,948
Unrestricted	<u>655,889</u>	<u>280,784</u>
TOTAL NET POSITION	<u>\$ 10,974,716</u>	<u>\$ 10,564,445</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 PROPRIETARY FUND - WATER AND SEWER UTILITY
 For the Year Ended December 31, 2017
 (With Comparative Totals for the Year Ended December 31, 2016)

	Business-type Activities - Enterprise Fund	
	<u>2017</u>	<u>2016</u>
OPERATING REVENUES		
Water service	\$ 336,944	\$ 339,981
Sewage service	896,754	929,396
Total Operating Revenues	<u>1,233,698</u>	<u>1,269,377</u>
OPERATING EXPENSES		
Water		
General administrative, operation and maintenance	129,374	104,111
Depreciation expense	116,484	108,233
Total Water	<u>245,858</u>	<u>212,344</u>
Sewer		
General administrative, operation and maintenance	355,233	344,798
Depreciation expense	420,866	419,482
Total Sewer	<u>776,099</u>	<u>764,280</u>
Total Operating Expenses	<u>1,021,957</u>	<u>976,624</u>
OPERATING INCOME		
Water	91,086	127,637
Sewer	120,655	165,116
Total Operating Income	<u>211,741</u>	<u>292,753</u>
NONOPERATING REVENUES (EXPENSES)		
Investment income	16,916	5,307
Interest expense	(120,719)	(126,985)
Total Nonoperating Revenues (Expenses)	<u>(103,803)</u>	<u>(121,678)</u>
Income Before Contributions and Transfers	<u>107,938</u>	<u>171,075</u>
CONTRIBUTIONS AND TRANSFERS		
Contributions in aid of construction	369,710	724,396
Transfers in	-	67,712
Transfers out	(67,377)	(129,251)
Total Contributions and Transfers	<u>302,333</u>	<u>662,857</u>
Change in Net Position	410,271	833,932
NET POSITION - Beginning of Year	<u>10,564,445</u>	<u>9,730,513</u>
NET POSITION - END OF YEAR	<u>\$ 10,974,716</u>	<u>\$ 10,564,445</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF CASH FLOWS
 PROPRIETARY FUND - WATER AND SEWER UTILITY
 For the Year Ended December 31, 2017
 (With Comparative Totals for the Year Ended December 31, 2016)

	Business-type Activities - Enterprise Funds	
	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Received from customers	\$ 1,252,697	\$ 1,269,835
Paid to suppliers for goods and services	(408,301)	(229,459)
Paid to employees for services	(104,161)	(130,030)
Net Cash Flows From Operating Activities	<u>740,235</u>	<u>910,346</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	<u>16,916</u>	<u>5,307</u>
Net Cash Flows From Investing Activities	<u>16,916</u>	<u>5,307</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Paid to municipality for tax equivalent	<u>(67,377)</u>	<u>(61,539)</u>
Net Cash Flows From Noncapital Financing Activities	<u>(67,377)</u>	<u>(61,539)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Debt issued	20,000	1,065,000
Debt retired	(439,375)	(592,205)
Interest paid	(115,529)	(125,483)
Debt issuance costs	(361)	-
Connection fees received	58,020	20,223
Acquisition and construction of capital assets	<u>(498,341)</u>	<u>(308,578)</u>
Net Cash Flows From Capital and Related Financing Activities	<u>(975,586)</u>	<u>58,957</u>
Net Change in Cash and Cash Equivalents	(285,812)	913,071
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>2,218,004</u>	<u>1,304,933</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,932,192</u>	<u>\$ 2,218,004</u>

See accompanying notes to financial statements.

	Business-type Activities - Enterprise Funds	
	2017	2016
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income	\$ 211,741	\$ 292,753
Adjustments to Reconcile Operating Income to Net Cash Flows From Operating Activities		
Depreciation	537,350	527,715
Depreciation charged to other funds	9,889	9,816
Changes in assets, liabilities, and deferred outflows/inflows of resources		
Accounts receivable	9,110	(9,358)
Accounts payable and other liabilities	(38,784)	75,626
Materials and supplies	(511)	(211)
Payable to municipality	4,867	2,186
Pension related amounts	6,573	11,819
	<u>\$ 740,235</u>	<u>\$ 910,346</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES		
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION - PROPRIETARY FUNDS		
Cash and investments	\$ 719,528	\$ 358,040
Restricted cash and investments		
Equipment replacement	504,734	454,734
Bond redemption	255,708	249,924
Reserve account	90,000	90,000
Construction account	362,222	1,065,306
	<u>\$ 1,932,192</u>	<u>\$ 2,218,004</u>
CASH AND CASH EQUIVALENTS		
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Surplus funds transferred to the village and back for utility debt service	\$ -	\$ 67,712
Amortization of loss on advance refunding of debt	\$ 5,155	\$ 2,577
Plant contributed by developers/municipality	\$ 311,690	\$ 704,173

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF NET POSITION
 PROPRIETARY FUND - STORMWATER UTILITY
 As of December 31, 2017
 (With Comparative Totals for December 31, 2016)

	Business-type Activities - Enterprise Fund	
	2017	2016
ASSETS		
Current Assets		
Cash and investments	\$ -	\$ 46,610
Accounts receivable	10,183	10,549
Due from component unit	252,436	-
Inventories and prepayments	342	180
Total Current Assets	262,961	57,339
Noncurrent Assets		
Advances from other funds	67,325	-
Capital Assets net of accumulated depreciation	2,653,499	2,577,845
Total Noncurrent Assets	2,720,824	2,577,845
Total Assets	2,983,785	2,635,184
DEFERRED OUTFLOWS OF RESOURCES		
Pension related amounts	3,501	4,864
LIABILITIES		
Current Liabilities		
Accounts payable	5	36
Current portion of general obligation debt payable	25,000	-
Accrued interest	1,451	-
Total Current Liabilities	26,456	36
Noncurrent Liabilities		
General obligation debt payable	190,000	-
Unamortized premium	1,121	-
Net pension obligation	464	696
Total Noncurrent Liabilities	191,585	696
Total Liabilities	218,041	732
DEFERRED INFLOWS OF RESOURCES		
Pension related amounts	1,055	1,465
NET POSITION		
Net investment in capital assets	2,653,499	2,577,845
Unrestricted	114,691	60,006
TOTAL NET POSITION	\$ 2,768,190	\$ 2,637,851

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 PROPRIETARY FUND - STORMWATER UTILITY
 For the Year Ended December 31, 2017
 (With Comparative Totals for the Year Ended December 31, 2016)

	Business-type Activities - Enterprise Fund	
	2017	2016
OPERATING REVENUES		
Stormwater service	\$ 109,026	\$ 109,271
OPERATING EXPENSES		
General administrative, operation and maintenance	22,201	17,549
Depreciation expense	54,133	51,970
Total Operating Expenses	76,334	69,519
Operating Income	32,692	39,752
NONOPERATING REVENUE (EXPENSE)		
Investment income	258	67
Interest expense	(1,451)	-
Debt issuance cost	(5,097)	-
Total Nonoperating Revenue (Expense)	(6,290)	67
Income Before Contributions and Transfers	26,402	39,819
CONTRIBUTIONS AND TRANSFERS		
Contributions in aid of construction	129,787	479,430
Transfers out	(25,850)	(25,850)
Total Contributions and Transfers	103,937	453,580
Change in Net Position	130,339	493,399
NET POSITION - Beginning of Year	2,637,851	2,144,452
NET POSITION - END OF YEAR	\$ 2,768,190	\$ 2,637,851

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF CASH FLOWS PROPRIETARY FUND - STORMWATER UTILITY For the Year Ended December 31, 2017

(With Comparative Totals for the Year Ended December 31, 2016)

	Business-type Activities - Enterprise Fund	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Received from customers	\$ 109,392	\$ 108,448
Paid to suppliers for goods and services	(4,966)	(4,105)
Paid to employees for services	(16,707)	(11,879)
Net Cash Flows From Operating Activities	87,719	92,464
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Interfunds and advances received (paid)	(319,761)	(20,071)
Transfers out	(25,850)	(25,850)
Net Cash Flows From Noncapital Financing Activities	(345,611)	(45,921)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	258	67
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from debt issued	215,000	-
Debt issuance costs	(3,976)	-
Acquisition and construction of capital assets	-	(45,921)
Net Cash Flows From Noncapital Financing Activities	211,024	(45,921)
Net Change in Cash and Cash Equivalents	(46,610)	46,610
CASH AND CASH EQUIVALENTS - Beginning of Year	46,610	-
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ -	\$ 46,610
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income	\$ 32,692	\$ 39,752
Adjustments to Reconcile Operating Income to Net Cash Flows		
From Operating Activities		
Depreciation	54,133	51,970
Changes in assets, liabilities, and deferred outflows/inflows of resources		
Accounts receivable	366	(823)
Prepayments	(162)	(31)
Accounts payable	(31)	27
Pension related amounts	721	1,569
NET CASH FLOWS FROM OPERATING ACTIVITIES	\$ 87,719	\$ 92,464

NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES

There were noncash developer contributions of \$129,787 and \$479,430 in 2017 and 2016, respectively.

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
As of December 31, 2017

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 2,668,554
Tax roll receivable	<u>1,123,874</u>
TOTAL ASSETS	<u>\$ 3,792,428</u>
LIABILITIES	
Due to other taxing units	\$ 3,771,349
Accounts payable	<u>21,079</u>
TOTAL LIABILITIES	<u>\$ 3,792,428</u>

VILLAGE OF BELLEVILLE

INDEX TO NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE	Page
I Summary of Significant Accounting Policies	20
A. Reporting Entity	20
B. Government-Wide and Fund Financial Statements	21
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	23
D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity	25
1. Deposits and Investments	25
2. Receivables	26
3. Inventories and Prepaid Items	27
4. Restricted Assets	27
5. Capital Assets	27
6. Deferred Outflows of Resources	28
7. Compensated Absences	28
8. Long-Term Obligations	29
9. Deferred Inflows of Resources	29
10. Equity Classifications	30
11. Pension	31
12. Prior Period Information	32
13. Basis for Existing Rates	32
II Stewardship, Compliance, and Accountability	32
A. Excess Expenditures and Other Financing Uses Over Appropriations	32
B. Deficit Balances	33
C. Limitations on the Village's Tax Levy	33
III Detailed Notes on All Funds	34
A. Deposits and Investments	34
B. Receivables	35
C. Restricted Assets	35
D. Capital Assets	36
E. Interfund Receivables/Payables, Advances and Transfers	40
F. Long-Term Obligations	43
G. Net Position/Fund Balances	48
H. Component Unit	50
IV Other Information	51
A. Employees' Retirement System	51
B. Risk Management	57
C. Commitments and Contingencies	58
D. Joint Ventures	58
F. Effect of New Accounting Standards on Current-Period Financial Statements	59
F. Subsequent Event	59

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Belleville, Wisconsin 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).

A. REPORTING ENTITY

This report includes all of the funds of the village. The reporting entity for the village 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 two methods, discrete presentation or blending. 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

A. REPORTING ENTITY (cont.)

Discretely Presented Component Unit

Belleville Community Development Authority

The government-wide financial statements include the Belleville Community Development Authority ("CDA") as a component unit. The CDA is a legally separate organization. The board of the CDA is appointed by the village board. Wisconsin Statutes provide for circumstances whereby the village can impose its will on the CDA, and also create a potential financial benefit to or burden on the village. See Note III.H. 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, 2017. The CDA does not issue separate financial statements.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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 village 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 village 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

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 village 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 village believes is particularly important to financial statement users may be reported as a major fund.

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 village reports the following major governmental funds:

- General Fund - accounts for the village's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.
- Library Special Revenue Fund - accounts for resources legally restricted to supporting expenditures for the library.
- Debt Service Fund - 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 TID or enterprise debt.
- Other Capital Projects Fund - accounts for the financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.
- Tax Incremental District (TID) No. 3 Capital Projects Fund - used to account for and report financial resources that are restricted, committed, or assigned to expenditures outlined in the TID project plan.

The village reports the following major enterprise funds:

- Water and Sewer Utility Fund - accounts for operations of the water and sewer systems
- Stormwater Utility - accounts for operations of the stormwater system

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

The village reports the following nonmajor governmental funds:

Special Revenue Funds - 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).

Waste Management
Cemetery

Capital Projects Funds - 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 Lake Restoration
Tax Incremental District (TID) No. 5

In addition, the village reports the following fund types:

Agency Funds - used to account for and report assets held by the village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Tax Collection Food Pantry
Fire and EMS District

C. 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

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 village 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 village is entitled the resources and the amounts are available. Amounts owed to the village 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. Delinquent special assessments being held for collection by the county are reported as receivables and nonspendable fund balance in the general fund. Delinquent special assessments held by the county related to developers have also been recorded in the debt service and TID No. 3 funds.

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 fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

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 and sewer utility and 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

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.

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY

1. Deposits and Investments

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

Investment of village 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 maturing in three years or less.
- 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 village has adopted an investment policy. That policy follows the state statute for allowable investments, and does not address the risks disclosed in Note III. A.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

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 III. A. 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.

See Note III. A. for further information.

2. Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the village, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and 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 assets and liabilities - agency funds.

Property tax calendar - 2017 tax roll:

Lien date and levy date	December 2017
Tax bills mailed	December 2017
Payment in full, or	January 31, 2018
First installment due	January 31, 2018
Second installment due	July 31, 2018
Personal property taxes in full	January 31, 2018
Tax sale - 2017 delinquent real estate taxes	October 2020

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 and sewer 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.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

2. Receivables (cont.)

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.

3. 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.

4. 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.

5. Capital Assets

Government-Wide 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 \$5,000 for general capital assets and \$15,000 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 fair value at the date of donation.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

5. Capital Assets (cont.)

Government-Wide Statements (cont.)

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. \$5,195 of net interest was capitalized during the current year. 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.

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	25-40 Years
Land Improvements	20-30 Years
Machinery and Equipment	5-20 Years
Utility Systems	7-100 Years
Infrastructure	20-50 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.

6. Deferred Outflows of Resources

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

7. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

7. Compensated Absences (cont.)

All vested vacation and sick leave pay is accrued when incurred 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. All vacation and compensatory balances at December 31, 2017 are considered current, because the village considers all carryover balances to be used prior to the use of the subsequent year's accruals. Sick leave is considered non-current. Vested vacation, sick and compensatory time is not material to the enterprise funds.

Payments for vacation, compensatory time and sick leave will be made at rates in effect when benefits are used. Accumulated vacation, sick and compensatory time liabilities at December 31, 2017 are determined on the basis of the current year's salary rates.

8. Long-Term Obligations

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.

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.

9. Deferred Inflows of Resources

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

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

10. 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 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."

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:

	Governmental Activities	Business-type Activities	Adjustment	Total
Net investment in capital assets	\$ 7,300,074	\$ 12,141,561	\$ (3,254,900)	\$ 16,186,735
Unrestricted	(2,916,691)	770,580	3,254,900	1,108,789

When both restricted and unrestricted resources are available for use, it is the village'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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

10. Equity Classifications (cont.)

Fund Statements (cont.)

- 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 Village Board. 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 Village Board 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 Board 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 village has a formal minimum fund balance policy. That policy is to maintain unassigned fund balance of 17% to 25% of the general fund annual expenditures. There was an unassigned fund balance deficit in the general fund at year end of \$28,895, which is (1%) of the 2017 expenditures in the general fund.

See Note III. G. for further information.

11. Pension

For purposes of measuring the net pension asset (liability), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY (cont.)

12. Prior Period Information

The basic financial statements include certain prior-year summarized comparative information in total but not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2016, from which the summarized information was derived.

13. Basis for Existing Rates

Water and Sewer Utility

Current water rates were approved by the PSCW effective as of June 2, 2014. Current sewer rates were approved by the village board effective as of April 1, 2015.

Stormwater Utility

Current stormwater rates were approved by the village board effective June 2, 2014.

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. EXCESS EXPENDITURES AND OTHER FINANCING USES OVER APPROPRIATIONS

<u>Fund</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>
Tax Incremental District No. 3	\$ 80,827	\$ 264,516	\$ 183,689
Other Capital Projects	277,150	669,855	392,705

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

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)

B. DEFICIT BALANCES

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

As of December 31, 2017, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
Waste Management	\$ (46,550)	Operating expenditures exceeded revenues
Tax Incremental District No. 3	(402,899)	Operating expenditures exceeded revenues
Tax Incremental District No. 4	(15,988)	Operating expenditures exceeded revenues
Tax Incremental District No. 5	(15,349)	Operating expenditures exceeded 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.

The deficit in the Waste Management fund is anticipated to be funded with future tax revenues.

C. LIMITATIONS ON THE VILLAGE'S TAX LEVY

Wisconsin law limits the village's future tax levies. Generally the village is limited to its prior tax levy dollar amount (excluding TIF Districts), increased by the greater of the percentage change in the village's equalized value due to 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 village 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

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

	<u>Carrying Value</u>	<u>Statement Balances</u>	<u>Associated Risks</u>
Demand deposits	\$ 6,026,342	\$ 6,123,059	Custodial credit risk
Petty cash	<u>75</u>	<u>-</u>	N/A
 Total Deposits and Investments	 <u>\$ 6,026,417</u>	 <u>\$ 6,123,059</u>	
 Reconciliation to financial statements			
Per statement of net position			
Unrestricted cash and investments	\$ 938,636		
Restricted cash and investments	2,419,227		
Per statement of assets and liabilities			
Agency Funds	<u>2,668,554</u>		
 Total Deposits and Investments	 <u>\$ 6,026,417</u>		

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.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has been considered in computing custodial credit risk.

The village maintains collateral agreements with its banks. At December 31, 2017, the banks had pledged various government securities in the amount of \$5,740,811 to secure the village's deposits.

Custodial Credit Risk

Deposits

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

As of December 31, 2017, \$517,752 of the village's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	<u>\$ 517,752</u>
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VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

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

B. RECEIVABLES

All of the receivables on the balance sheet are expected to be collected within one year except the special assessment receivables of \$271,826, \$162,032 in pledges receivable, and delinquent personal property taxes and delinquent special assessments of \$401 and \$235,205, respectively.

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:

	Unearned	Unavailable
Property taxes receivable for subsequent year	\$ 2,089,657	\$ -
Special assessments not yet due	-	481,939
Pledges	-	215,282
 Total Unearned/Unavailable Revenue for Governmental Funds	 \$ 2,089,657	 \$ 697,221

C. RESTRICTED ASSETS

The following represent the balances of the restricted assets:

Long-Term Debt Accounts

- Redemption - Used to segregate resources accumulated for debt service payments over the next twelve months.
- Reserve - Used to report resources set aside to make up potential future deficiencies in the redemption account.
- Construction - Used to report proceeds of revenue bond issuances that are restricted for use in construction.

Equipment Replacement Account

The sewer utility established an equipment replacement account to be used for significant mechanical equipment replacement as required by the Wisconsin Department of Natural Resources.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

C. RESTRICTED ASSETS (cont.)

Following is a list of restricted assets at December 31, 2017:

	Restricted Assets	Liabilities Payable from Restricted Assets	Restricted Net Position
Bond redemption account	\$ 255,708	\$ 19,677	\$ 236,031
Bond reserve account	90,000	-	90,000
Construction account	362,222	-	n/a
Equipment replacement account	504,734	-	504,734
Debt service reserve - governmental activities	143,330	-	143,330
Total	\$ 1,355,994	\$ 19,677	\$ 974,095

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 365,843	\$ 384,602	\$ -	\$ 750,445
Construction in progress	-	56,743	-	56,743
Infrastructure land and improvements	1,897,224	17,886	-	1,915,110
Total Capital Assets Not Being Depreciated	2,263,067	459,231	-	2,722,298
Capital assets being depreciated				
Buildings and improvements	3,720,611	-	-	3,720,611
Equipment	667,095	77,344	57,882	686,557
Streets	5,150,179	215,067	-	5,365,246
Sidewalks	682,902	14,238	-	697,140
Bridges	267,017	-	-	267,017
Trails	-	657,474	-	657,474
Total Capital Assets Being Depreciated	10,487,804	964,123	57,882	11,394,045
Total Capital Assets	12,750,871	1,423,354	57,882	14,116,343

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities (cont.)				
Less: Accumulated depreciation for				
Buildings and improvements	\$ (1,108,204)	\$ (133,685)	\$ -	\$ (1,241,889)
Equipment	(467,706)	(36,217)	57,882	(446,041)
Streets	(1,982,613)	(107,305)	-	(2,089,918)
Sidewalks	(227,183)	(13,943)	-	(241,126)
Bridges	(26,700)	(5,340)	-	(32,040)
Trails	-	(21,916)	-	(21,916)
Total Accumulated Depreciation	<u>(3,812,406)</u>	<u>(318,406)</u>	<u>57,882</u>	<u>(4,072,930)</u>
Net Capital Assets Being Depreciated	<u>6,675,398</u>	<u>645,717</u>	<u>-</u>	<u>7,321,115</u>
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 8,938,465</u>	<u>\$ 1,104,948</u>	<u>\$ -</u>	<u>\$ 10,043,413</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
General government	\$ 8,097
Public safety	13,699
Public works, which includes the depreciation of infrastructure	16,731
Culture, education, and recreation	130,957
Public service enterprises	418
Infrastructure	<u>148,504</u>
Total Governmental Activities Depreciation Expense	<u>\$ 318,406</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Business-type Activities

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Water</u>				
Capital assets not being depreciated				
Land and land rights	\$ 14,023	\$ -	\$ -	\$ 14,023
Land held for future use	30,000	-	-	30,000
Construction in progress	158,861	82,617	44,792	196,686
Total Capital Assets Not Being Depreciated	202,884	82,617	44,792	240,709
Capital assets being depreciated				
Source of supply	8,057	-	-	8,057
Pumping	99,123	-	-	99,123
Water treatment	2,924	-	-	2,924
Transmission and distribution	5,902,219	648,095	219,799	6,330,515
General	38,174	-	-	38,174
Total Capital Assets Being Depreciated	6,050,497	648,095	219,799	6,478,793
Total Capital Assets	6,253,381	730,712	264,591	6,719,502
Less: Accumulated depreciation for				
Water	(1,195,681)	(126,373)	219,799	(1,102,255)
Total Accumulated Depreciation	(1,195,681)	(126,373)	219,799	(1,102,255)
Net Capital Assets Being Depreciated	4,854,816	521,722	-	5,376,538
Net Water Capital Assets	\$ 5,057,700	\$ 604,339	\$ 44,792	\$ 5,617,247

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Business-type Activities (cont.)

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Sewer</u>				
Capital assets not being depreciated				
Land and land rights	\$ 30,150	\$ -	\$ -	\$ 30,150
Total Capital Assets Not Being Depreciated	30,150	-	-	30,150
Capital assets being depreciated				
Collection system	4,229,773	124,111	-	4,353,884
Collection system pumping	460,332	-	-	460,332
Treatment and disposal	8,746,088	-	-	8,746,088
General	256,921	-	-	256,921
Total Capital Assets Being Depreciated	13,693,114	124,111	-	13,817,225
Total Capital Assets	13,723,264	124,111	-	13,847,375
Less: Accumulated depreciation for Sewer	(4,595,258)	(420,866)	-	(5,016,124)
Net Capital Assets Being Depreciated	9,097,856	(296,755)	-	8,801,101
Net Sewer Capital Assets	\$ 9,128,006	\$ (296,755)	\$ -	\$ 8,831,251
	Beginning Balance	Additions	Deletions	Ending Balance
<u>Stormwater</u>				
Capital assets being depreciated				
General	\$ 3,118,200	\$ 129,787	\$ -	\$ 3,247,987
Total Capital Assets Being Depreciated	3,118,200	129,787	-	3,247,987
Less: Accumulated depreciation for General	(540,355)	(54,133)	-	(594,488)
Net Capital Assets Being Depreciated	2,577,845	75,654	-	2,653,499
Net Stormwater Capital Assets	\$ 2,577,845	\$ 75,654	\$ -	\$ 2,653,499
Business-type Capital Assets, Net of Accumulated Depreciation	\$ 16,763,551	\$ 383,238	\$ 44,792	\$ 17,101,997

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Business-type Activities

Water	\$	116,484
Sewer		420,866
Storm		<u>54,133</u>
 Total Business-type Activities Depreciation Expense	 \$	 <u><u>591,483</u></u>

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

E. 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 and sewer utility	\$ 63,308
Add: Interfund advances		<u>(67,325)</u>
Total Internal Balances - Government-Wide Statement of Net Position		<u><u>\$ (4,017)</u></u>
Receivable Fund	Payable Fund	Amount
Governmental Activities	Business-type Activities	\$ 63,308
Business-type Activities	Governmental Activities	<u>(67,325)</u>
Total Government-Wide Financial Statements		<u><u>\$ (4,017)</u></u>

All amounts excluding advances are due within one year.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS (cont.)

Interfund Receivables/Payables (cont.)

The principal purpose of this interfund is to account for amounts paid by the general fund on behalf of the water and sewer utility and to accrue other items owed to the general fund. 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, other capital projects fund, and stormwater utility are advancing funds to the Waste Management, Tax Incremental District No. 3, Tax Incremental District No. 4, Tax Incremental District No. 5, and the Stormwater Utility. The amount advanced is determined by the deficiency of revenues over expenditures and other financing sources. No repayment schedules have been established.

The following is a schedule of interfund advances:

Receivable Fund	Payable Fund	Amount	Amount Not Due Within One Year
General fund	Tax Incremental District No. 3	\$ 287,408	\$ 287,408
Other capital projects	Tax Incremental District No. 3	304,475	304,475
Stormwater	Tax Incremental District No. 4	6,336	6,336
Stormwater	Waste Management	45,640	45,640
Stormwater	Tax Incremental District No. 5	15,349	15,349
Other capital projects	Tax Incremental District No. 4	9,652	9,652
Total - Fund Financial Statements		668,860	
Less: Fund eliminations		(601,535)	
Total - Interfund Advances		\$ 67,325	

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES, ADVANCES AND TRANSFERS (cont.)

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>
	Tax Incremental District No. 3		
Debt service fund		\$ 260,545	TID share of debt service
General fund	Water and sewer utility	67,377	Payment in lieu of taxes
Other capital projects	General fund	8,313	Transfer of fire dues
Debt service fund	Stormwater utility	25,850	Debt service
			Transfer debt proceeds for
General fund	Other capital projects	409,767	project funding
Cemetery	General fund	<u>6,867</u>	Transfer fees collected
Total - Fund Financial Statements		778,719	
Less: Fund eliminations		<u>(685,492)</u>	
Total Transfers - Government-Wide Statement of Activities		<u><u>\$ 93,227</u></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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2017, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General obligation debt	\$ 5,772,743	\$ 1,606,967	\$ 535,171	\$ 6,844,539	\$ 649,883
Special assessment b-bonds	465,000	-	75,000	390,000	75,000
Sub-totals	<u>6,237,743</u>	<u>1,606,967</u>	<u>610,171</u>	<u>7,234,539</u>	<u>724,883</u>
Other Liabilities					
Vested compensated absences	29,279	13,400	29,279	13,400	13,400
Net pension obligation	91,892	-	44,965	46,927	-
Total Other Liabilities	<u>121,171</u>	<u>13,400</u>	<u>74,244</u>	<u>60,327</u>	<u>13,400</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 6,358,914</u>	<u>\$ 1,620,367</u>	<u>\$ 684,415</u>	<u>\$ 7,294,866</u>	<u>\$ 738,283</u>
Business-type Activities					
Bonds and Notes Payable					
General obligation debt	\$ 18,789	\$ 235,000	\$ 8,789	\$ 245,000	\$ 40,000
Revenue bonds	4,748,244	-	430,586	4,317,658	439,263
Bond anticipation notes	1,065,000	-	-	1,065,000	-
(Discounts)/Premiums	-	1,121	-	1,121	-
Sub-totals	<u>5,832,033</u>	<u>236,121</u>	<u>439,375</u>	<u>5,628,779</u>	<u>479,263</u>
Other Liabilities					
Net pension obligation	9,382	-	4,052	5,330	-
Total Other Liabilities	<u>9,382</u>	<u>-</u>	<u>4,052</u>	<u>5,330</u>	<u>-</u>
Total Business-type Activities Long-Term Liabilities	<u>\$ 5,841,415</u>	<u>\$ 236,121</u>	<u>\$ 443,427</u>	<u>\$ 5,634,109</u>	<u>\$ 479,263</u>

In accordance with Wisconsin Statutes, total general obligation indebtedness of the village may not exceed 5% of the equalized value of taxable property within the village's jurisdiction. The debt limit as of December 31, 2017, was \$10,570,465. Total general obligation debt outstanding at year end was \$7,089,539.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the village. Notes and bonds in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

Governmental Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2017</u>
Promissory notes	11/17/08	11/01/18	3.20 - 4.40%	\$ 570,000	\$ 80,000
Refunding bonds	07/11/12	04/01/29	0.90 - 3.70	1,710,000	1,230,000
Refunding bonds	01/27/13	10/01/30	0.50 - 3.30	3,855,000	3,380,000
Promissory notes	03/04/13	03/04/23	1.95	190,000	118,243
Promissory notes	04/16/14	04/16/24	2.42	515,000	410,065
Promissory notes	12/29/16	12/05/18	1.89	76,643	231,231
Promissory notes	11/06/17	04/01/27	2.00 - 2.45	1,395,000	<u>1,395,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 6,844,539</u>

Business-type Activities

<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2017</u>
Promissory notes	11/17/08	11/01/18	3.20 - 4.40%	\$ 855,000	\$ 10,000
Promissory notes	11/06/17	04/01/27	2.00 - 2.45	235,000	<u>235,000</u>
Total Business-type Activities - General Obligation Debt					<u>\$ 245,000</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt (cont.)

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt		Business-type Activities General Obligation Debt	
	Principal	Interest	Principal	Interest
2018	\$ 649,883	\$ 134,730	\$ 40,000	\$ 4,361
2019	612,679	123,852	30,000	4,003
2020	698,512	115,060	25,000	3,453
2021	568,461	103,667	25,000	2,953
2022	600,282	93,426	20,000	2,503
2023-2027	2,854,722	302,387	105,000	6,243
2028-2032	860,000	42,727	-	-
Totals	<u>\$ 6,844,539</u>	<u>\$ 915,849</u>	<u>\$ 245,000</u>	<u>\$ 23,516</u>

Revenue Debt

Business-type activities revenue bonds are payable only from revenues derived from the operation of the sewer and water utilities.

The sewer utility has pledged future sewer revenues, net of specified operating expenses, to repay revenue bonds issued in 1996 and 2007. Proceeds from the bonds provided financing for the capital projects. The bonds are payable solely from sewer revenues and are payable through 2026. Annual principal and interest payments on the bonds are expected to require 74% of net revenues. The total principal and interest remaining to be paid on the bonds is \$3,984,962. Principal and interest paid for the current year and total customer net revenues were \$443,348 and \$599,541, respectively.

The water utility has pledged future water revenues, net of specified operating expenses, to repay revenue bonds issued in 2015. Proceeds from the bonds provided financing for the capital projects. The bonds are payable solely from water revenues and are payable through 2025. Annual principal and interest payments on the bonds are expected to require 34% of net revenues. The total principal and interest remaining to be paid on the bonds is \$813,385. Principal and interest paid for the current year and total customer net revenues were \$94,955 and \$202,858, respectively.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Revenue Debt (cont.)

Revenue debt payable at December 31, 2017, consists of the following:

Business-type Activities Revenue Debt

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2017</u>
<u>Sewer Utility</u>					
Revenue bond - Sewer	02/28/07	05/01/26	2.48%	\$ 6,635,068	\$ 3,572,658
Revenue bond - Water	03/19/15	05/01/25	2.85	900,000	<u>745,000</u>
Total Business-type Activities - Revenue Debt					<u>\$ 4,317,658</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Business-type Activities Revenue Debt</u>	
	<u>Principal</u>	<u>Interest</u>
2018	\$ 439,263	\$ 98,307
2019	458,154	88,116
2020	467,266	77,451
2021	481,604	66,333
2022	491,172	54,746
2023-2027	<u>1,980,199</u>	<u>95,737</u>
Totals	<u>\$ 4,317,658</u>	<u>\$ 480,690</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Special Assessment B-Bonds

B-Bonds are payable only from special assessments levied on affected properties.

Special assessment B-Bonds at December 31, 2017, consists of the following:

Governmental Activities	Date of	Final	Interest	Original	Balance
<u>Special Assessment B-Bonds</u>	<u>Issue</u>	<u>Maturity</u>	<u>Rates</u>	<u>Indebtedness</u>	<u>December 31, 2017</u>
Special assessment B bonds	10/26/10	11/01/22	2.60 - 4.00%	\$ 440,000	\$ 65,000
Special assessment B bonds	10/26/11	11/01/22	1.50 - 4.40	650,000	<u>325,000</u>
Total Governmental Activities Special Assessment B-Bonds					<u>\$ 390,000</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities Special Assessment B-Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2018	\$ 75,000	\$ 14,852
2019	75,000	12,608
2020	80,000	9,810
2021	80,000	6,790
2022	<u>80,000</u>	<u>3,460</u>
Totals	<u>\$ 390,000</u>	<u>\$ 47,520</u>

Business-type Activities	Date of	Final	Interest	Original	Balance
<u>Bond Anticipation Notes</u>	<u>Issue</u>	<u>Maturity</u>	<u>Rates</u>	<u>Indebtedness</u>	<u>December 31, 2017</u>
Bond Anticipation Notes	12/12/16	5/1/19	1.25%	\$ 1,065,000	<u>\$ 1,065,000</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

Bond Anticipation Notes (cont.)

Debt service requirements to maturity are as follows:

<u>Years</u>	Business-type Activities Bond Anticipation Notes	
	Principal	Interest
2018	\$ -	\$ 13,313
2019	1,065,000	6,656
Totals	\$ 1,065,000	\$ 19,969

Other Debt Information

Estimated payments of compensated absences are not included in the debt service requirement schedules. The compensated absences liability, other post employment benefits obligation, and net pension obligation attributable to governmental activities will be liquidated primarily by the general fund.

A statutory mortgage lien upon the sewer utility's system and any additions, improvements and extensions thereto is created by Section 66.0621 of the Wisconsin Statutes as provided for in the ordinances creating the revenue bond issue. The sewer utility's system and the earnings of the system remain subject to the lien until payment in full of the principal and interest on the bonds.

G. NET POSITION/FUND BALANCES

Net position reported on the government wide statement of net position at December 31, 2017, includes the following:

Governmental Activities

Net Investment in Capital Assets	
Land	\$ 750,445
Construction in progress	56,743
Infrastructure land and improvements	1,915,110
Other capital assets, net of accumulated depreciation	7,321,115
Less: Long-term debt outstanding (excluding unspent capital related debt proceeds)	(7,234,539)
Plus: Noncapital debt proceeds	4,491,200
Total Net Investment in Capital Assets	\$ 7,300,074

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

G. NET POSITION/FUND BALANCES (cont.)

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2017, include the following:

	General Fund	Library	Debt Service Fund	Other Capital Projects	TIF 3	Nonmajor Funds	Totals
Fund Balances							
Nonspendable:							
Prepaid items	\$ 15,205	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,205
Advances	287,408	-	-	-	-	-	287,408
Delinquent items	46,221	-	-	-	-	-	46,221
Sub-total	348,834	-	-	-	-	-	348,834
Restricted for:							
Library Activities	-	173,482	-	-	-	-	173,482
Debt service	-	-	261,864	-	-	-	261,864
Capital Projects	-	-	-	1,063,233	-	-	1,063,233
Parks	43,229	-	-	-	-	-	43,229
Lake restoration activities	-	-	-	-	-	185,897	185,897
Sub-total	-	-	-	-	-	185,897	1,727,705
Committed to:							
Carry forwards	71,758	-	-	-	-	-	71,758
Cemetery activities	-	-	-	-	-	31,283	31,283
Sub-total	-	-	-	-	-	31,283	103,041
Assigned to:							
Capital projects	-	-	-	317,530	-	-	317,530
Unassigned (deficit):	(28,895)	-	-	-	(402,899)	(77,887)	(509,681)
Total Fund Balances (Deficit)							
	\$ 434,926	\$ 173,482	\$ 261,864	\$1,380,763	\$ (402,899)	\$ 139,293	\$1,987,429

Business-type Activities

Net Investment in Capital Assets

Capital assets not being depreciated	\$ 270,859
Capital assets being depreciated	16,831,138
Plus: Noncapital debt proceeds	90,000
Less: Capital related long-term debt outstanding, net of unspent proceeds	(5,050,436)

Total Net Investment in Capital Assets \$ 12,141,561

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE III - DETAILED NOTES ON ALL FUNDS (cont.)

H. COMPONENT UNIT

BELLEVILLE COMMUNITY DEVELOPMENT AUTHORITY

This report contains the Belleville Community 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 modified accrual basis of accounting and the flow of financial resources measurement focus. For this purpose, revenues are considered to be available if they are collected within 60 days of the end of the current fiscal year except for reimbursement grants, for which available is defined as 180 days.

b. Interfunds

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

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Debt service fund	CDA	\$ 32,539
Lake restoration	CDA	132,778
Stormwater utility	CDA	<u>252,436</u>
Total - Fund Financial Statements		<u>\$ 417,753</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION

A. 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, and expected to work at least 1200 hours a year 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 Comprehensive Annual Financial Report (CAFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

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

Benefits provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

The WRS also provides death and disability benefits for employees.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2007	3.0%	10%
2008	6.6	0
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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 and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category 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 \$60,471 in contributions from the village.

Contribution rates as of December 31, 2017 are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (Executives & Elected Officials)	6.8%	6.8%
Protective with Social Security	6.8%	10.6%
Protective without Social Security	6.8%	14.9%

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2017, the village reported a liability of \$52,257 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015 rolled forward to December 31, 2016. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The village's proportion of the net pension liability was based on the village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2016, the village's proportion was 0.00633998%, which was an increase of 0.00010768% from its proportion measured as of December 31, 2015.

For the year ended December 31, 2017, the village recognized pension expense of \$135,742.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

At December 31, 2017, the village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 19,925	\$ 164,342
Changes in assumptions	54,637	-
Net differences between projected and actual earnings on pension plan investments	260,117	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	5,180	2,626
Employer contributions subsequent to the measurement date	71,241	-
Totals	\$ 411,100	\$ 166,968

\$71,241 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31:	Deferred Outflows of Resources	Deferred Inflows of Resources
2018	\$ 123,737	\$ 53,118
2019	123,737	53,118
2020	100,893	53,118
2021	(8,600)	7,584
2022	92	30

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Actuarial assumptions. The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2015
Measurement Date of Net Pension Liability (Asset):	December 31, 2016
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Market Value
Long-Term Expected Rate of Return:	7.2%
Discount Rate:	7.2%
Salary Increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.6%
Mortality:	Wisconsin 2012 Mortality Table
Post-retirement Adjustments*:	2.1%

** No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2015 using experience from 2012 – 2014. The total pension liability for December 31, 2016 is based upon a roll-forward of the liability calculated from the December 31, 2015 actuarial valuation.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

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 arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Core Fund Asset Class</u>	<u>Current Asset Allocation %</u>	<u>Destination Target Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %</u>
Global Equities	50%	45%	8.3%	5.4%
Fixed Income	24.5	37	4.24	1.4
Inflation Sensitive Assets	15.5	20	4.3	1.5
Real Estate	8	7	6.5	3.6
Private Equity/Debt	7	7	9.4	6.5
Multi-Asset	4	4	6.6	3.7
Total Core Fund	110	120	7.4	4.5
<u>Variable Fund Asset Class</u>				
U.S Equities	70	70	7.6	4.7
International Equities	30	30	8.5	5.6
Total Variable Fund	100	100	7.9	5.0

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.75%

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

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Single discount rate. A single discount rate of 7.20% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long term bond rate of 3.78%. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% 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 long-term expected 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 village's proportionate share of the net pension liability to changes in the discount rate. The following presents the village's proportionate share of the net pension liability calculated using the discount rate of 7.20 percent, as well as what the village's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase to Discount Rate (8.20%)
Village's proportionate share of the net pension liability (asset)	\$687,469	\$52,257	\$(436,886)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <http://etf.wi.gov/publications/cafr.htm>.

At December 31, 2017, the village reported a payable to the pension plan which represents contractually required contributions outstanding as of the end of the year.

B. RISK MANAGEMENT

The village 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

C. 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 village 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 village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the village's financial position or results of operations.

The village 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.

D. JOINT VENTURES

The Village of Belleville and the Towns of Montrose, Exeter, Oregon, Brooklyn, and Primrose jointly operate the fire and emergency medical association. The governing body is made up of citizens from each community. Local representatives are appointed by the village board. The governing body has authority to adopt its own budget and control the financial affairs of the association. The fire and emergency medical association does not issue financial statements and the transactions of the association are not reflected in these financial statements.

The village accounts for its share of the operations in the general fund. During 2017, the village made payments of \$86,969 and \$19,634 to the association for Fire and EMS, respectively. The village has an equity interest in the organization equal to its percentage share of participation. The equity interest has not been reported in these financial statements.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2017

NOTE IV - OTHER INFORMATION (cont.)

E. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

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

- > Statement No. 80, *Blending Requirements for Certain Component Units - an Amendment of GASB Statement No. 14*
- > Statement No. 81, *Irrevocable Split-Interest Agreements*
- > Statement No. 83, *Certain Asset Retirement Obligations*
- > Statement No. 84, *Fiduciary Activities*
- > Statement No. 85, *Omnibus 2017*
- > Statement No. 86, *Certain Debt Extinguishment Issues*
- > Statement No. 87, *Leases*

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

F. SUBSEQUENT EVENT

The water utility applied for and received a rate increase from the Public Service Commission of Wisconsin effective in March 2018.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF BELLEVILLE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 815,715	\$ 815,715	\$ 817,402	\$ 1,687
Intergovernmental	288,763	288,764	316,577	27,813
Licenses and permits	41,470	41,470	62,894	21,424
Fines, forfeitures and penalties	19,100	19,100	40,106	21,006
Public charges for services	14,250	14,250	37,302	23,052
Investment income	3,200	3,200	5,150	1,950
Miscellaneous	46,110	46,110	50,103	3,993
Total Revenues	<u>1,228,608</u>	<u>1,228,609</u>	<u>1,329,534</u>	<u>100,925</u>
EXPENDITURES				
Current				
General government	447,677	472,680	406,752	65,928
Public safety	695,327	712,273	752,048	(39,775)
Public works	269,113	269,114	362,507	(93,393)
Culture, education, and recreation	156,216	156,218	147,472	8,746
Conservation and development	800	800	1,785	(985)
Capital Outlay	1,210	1,210	409,000	(407,790)
Debt Service	-	-	7	(7)
Total Expenditures	<u>1,570,343</u>	<u>1,612,295</u>	<u>2,079,571</u>	<u>(467,276)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(341,735)</u>	<u>(383,686)</u>	<u>(750,037)</u>	<u>(366,351)</u>
OTHER FINANCING SOURCES (USES)				
Debt issued	288,610	288,610	71,967	(216,643)
Transfers in	60,000	60,000	477,144	417,144
Transfers out	(6,866)	(6,867)	(15,180)	(8,313)
Total Other Financing Sources (Uses)	<u>341,744</u>	<u>341,743</u>	<u>533,931</u>	<u>192,188</u>
Net Change in Fund Balance	9	(41,943)	(216,106)	(174,163)
FUND BALANCE - Beginning of Year	<u>651,032</u>	<u>651,032</u>	<u>651,032</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 651,041</u>	<u>\$ 609,089</u>	<u>\$ 434,926</u>	<u>\$ (174,163)</u>

See independent auditors' report and accompanying notes to required supplementary information.

VILLAGE OF BELLEVILLE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - LIBRARY FUND For the Year Ended December 31, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 226,639	\$ 226,639	\$ 226,639	\$ -
Intergovernmental	70,598	70,598	70,785	187
Public charges for services	5,850	5,850	7,371	1,521
Investment income	-	-	914	914
Miscellaneous	5,737	5,737	94,191	88,454
Total Revenues	<u>308,824</u>	<u>308,824</u>	<u>399,900</u>	<u>91,076</u>
EXPENDITURES				
Culture, education, and recreation	308,824	389,904	306,034	83,870
Library	-	-	65,620	(65,620)
Total Expenditures	<u>308,824</u>	<u>389,904</u>	<u>371,654</u>	<u>18,250</u>
Net Change in Fund Balance	-	(81,080)	28,246	109,326
FUND BALANCE - Beginning of Year	<u>145,236</u>	<u>145,236</u>	<u>145,236</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 145,236</u>	<u>\$ 64,156</u>	<u>\$ 173,482</u>	<u>\$ 109,326</u>

See accountants' report and accompanying notes to required supplementary information.

VILLAGE OF BELLEVILLE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) -
WISCONSIN RETIREMENT SYSTEM
For the Year Ended December 31, 2017

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 (Asset)
12/31/17	0.0063400%	\$ 52,257	\$ 801,759	6.52%	99.12%
12/31/16	0.0062323%	101,274	814,266	12.44%	98.20%
12/31/15	0.0062648%	(153,881)	773,743	19.89%	102.74%

SCHEDULE OF EMPLOYER CONTRIBUTIONS - WISCONSIN RETIREMENT SYSTEM
For the Year Ended December 31, 2017

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
12/31/17	\$ 71,243	\$ 71,243	\$ -	\$ 873,107	8.16%
12/31/16	60,995	60,995	-	805,516	7.57%
12/31/15	62,574	62,574	-	814,266	7.68%

See independent auditors' report and accompanying notes to the required supplementary information.

VILLAGE OF BELLEVILLE

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended December 31, 2017

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 I. C.

The budgeted amounts presented include any amendments made. The village may authorize transfers of budgeted amounts within departments. Transfers between departments and changes to the overall budget must be approved by a two-thirds action.

Appropriations lapse at year end unless specifically carried over. Carryovers to the following year were \$71,758. Budgets are adopted at the function 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.

The village is required to present the last ten years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

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

Changes in assumptions. There were no changes in assumptions.

SUPPLEMENTARY INFORMATION

VILLAGE OF BELLEVILLE

DETAILED SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
TAXES				
General property taxes	\$ 815,315	\$ 815,315	\$ 817,092	\$ 1,777
Interest and penalties on taxes	400	400	310	(90)
Total Taxes	<u>815,715</u>	<u>815,715</u>	<u>817,402</u>	<u>1,687</u>
INTERGOVERNMENTAL REVENUES				
State aid - road allotment	125,700	125,701	125,429	(272)
State aid - EMS aids program	4,850	4,850	-	(4,850)
State aid - computer aid	20,500	20,500	32,834	12,334
State aid - fire insurance tax	7,600	7,600	8,314	714
State aid - police training	-	-	19,017	19,017
State shared revenues	130,113	130,113	129,858	(255)
Other local government grants	-	-	1,125	1,125
Total Intergovernmental Revenues	<u>288,763</u>	<u>288,764</u>	<u>316,577</u>	<u>27,813</u>
LICENSES AND PERMITS				
Liquor and malt beverage licenses	3,135	3,135	3,177	42
Cigarette and operator licenses	1,000	1,000	2,094	1,094
Dog and cat licenses	1,000	1,000	984	(16)
Building permits	34,075	34,075	53,243	19,168
Other regulatory permits and fees	<u>2,260</u>	<u>2,260</u>	<u>3,396</u>	<u>1,136</u>
Total Licenses and Permits	<u>41,470</u>	<u>41,470</u>	<u>62,894</u>	<u>21,424</u>
FINES, FORFEITURES AND PENALTIES				
Court penalties and costs	19,100	19,100	39,714	20,614
Law and ordinance violations	-	-	<u>392</u>	<u>392</u>
Total Fines, Forfeitures and Penalties	<u>19,100</u>	<u>19,100</u>	<u>40,106</u>	<u>21,006</u>
PUBLIC CHARGES FOR SERVICES				
Public service fees	2,850	2,850	3,241	391
Trees	-	-	2,800	2,800
Economic development	<u>11,400</u>	<u>11,400</u>	<u>31,261</u>	<u>19,861</u>
Total Public Charges for Services	<u>14,250</u>	<u>14,250</u>	<u>37,302</u>	<u>23,052</u>
INVESTMENT INCOME				
Investment income	<u>3,200</u>	<u>3,200</u>	<u>5,150</u>	<u>1,950</u>

VILLAGE OF BELLEVILLE

DETAILED SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
MISCELLANEOUS REVENUES				
Rent - equipment	\$ 15,100	\$ 15,100	\$ 15,080	\$ (20)
Sale of property	2,000	2,000	-	(2,000)
Copies	75	75	150	75
Cable TV franchise fee	17,350	17,350	19,317	1,967
Other fees	1,760	1,760	2,000	240
Rent - village buildings	900	900	525	(375)
Other miscellaneous	3,925	3,925	7,909	3,984
Insurance dividends	5,000	5,000	5,122	122
Total Miscellaneous Revenues	<u>46,110</u>	<u>46,110</u>	<u>50,103</u>	<u>3,993</u>
OTHER FINANCING SOURCES				
Debt issued	288,610	288,610	71,967	(216,643)
Transfers in	60,000	60,000	477,144	417,144
Total Other Financing Sources	<u>348,610</u>	<u>348,610</u>	<u>549,111</u>	<u>200,501</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES				
	<u>\$ 1,577,218</u>	<u>\$ 1,577,219</u>	<u>\$ 1,878,645</u>	<u>\$ 301,426</u>

VILLAGE OF BELLEVILLE

DETAILED SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
GENERAL GOVERNMENT				
Village board	\$ 25,624	\$ 25,624	\$ 32,626	\$ (7,002)
Commissions and committees	35,508	35,508	29,577	5,931
Municipal court	30,602	32,103	30,751	1,352
Clerk	185,456	185,457	189,175	(3,718)
Elections	4,225	4,225	3,060	1,165
Treasurer	950	950	1,310	(360)
Personnel	2,800	2,800	1,353	1,447
Attorney	17,000	17,000	4,741	12,259
Court attorney	6,000	6,000	4,887	1,113
Assessment of property	13,500	13,500	13,779	(279)
Independent auditing	16,970	16,970	19,936	(2,966)
Municipal buildings	53,750	77,250	28,005	49,245
Highway related buildings	6,800	6,800	8,639	(1,839)
Other buildings	19,100	19,100	15,131	3,969
Other general government	2,792	2,792	2,702	90
Property and liability insurance	18,100	18,100	14,508	3,592
Highway insurance	7,800	7,800	6,029	1,771
Workmen's compensation	700	700	543	157
Total General Government	<u>447,677</u>	<u>472,679</u>	<u>406,752</u>	<u>65,927</u>
PUBLIC SAFETY				
Police	550,374	567,320	594,233	(26,913)
Fire suppression	88,569	88,569	87,263	1,306
Building inspection	31,900	31,900	50,918	(19,018)
Ambulance	24,484	24,484	19,634	4,850
Total Public Safety	<u>695,327</u>	<u>712,273</u>	<u>752,048</u>	<u>(39,775)</u>
PUBLIC WORKS				
Machinery and equipment	21,900	21,900	27,682	(5,782)
Garages and sheds	4,065	4,065	3,351	714
Administration and engineering	152,648	152,649	215,993	(63,344)
Street maintenance	49,000	49,000	79,097	(30,097)
Snow and ice control	8,000	8,000	-	8,000
Street lighting	31,000	31,000	34,652	(3,652)
Street signs	2,000	2,000	1,192	808
Storm sewers	500	500	540	(40)
Total Public Works	<u>269,113</u>	<u>269,114</u>	<u>362,507</u>	<u>(93,393)</u>
CULTURE, EDUCATION, AND RECREATION				
Senior citizens	41,963	41,964	41,964	-
Summer and winter recreation	509	509	-	509
Parks	113,744	113,745	105,508	8,237
Total Culture, Education, and Recreation	<u>156,216</u>	<u>156,218</u>	<u>147,472</u>	<u>8,746</u>

VILLAGE OF BELLEVILLE

DETAILED SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
CONSERVATION AND DEVELOPMENT				
Zoning	\$ 800	\$ 800	\$ 1,785	\$ (985)
CAPITAL OUTLAY				
Capital outlay	1,210	1,210	409,000	(407,790)
DEBT SERVICE				
Interest and fiscal charges	-	-	7	(7)
OTHER FINANCING USES				
Transfers out	6,866	6,867	15,180	(8,313)
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 1,577,209</u>	<u>\$ 1,619,161</u>	<u>\$ 2,094,751</u>	<u>\$ (475,590)</u>

VILLAGE OF BELLEVILLE

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS As of December 31, 2017

	Special Revenue Funds		Capital Projects Funds	
	Waste Management	Cemetery	Tax Incremental District No. 4	Tax Incremental District No. 5
ASSETS				
Cash and investments	\$ -	\$ 31,273	\$ -	\$ -
Taxes receivable	140,036	-	-	-
Accounts receivable	139	675	-	-
Due from component units	-	-	-	-
Prepaid items	571	103	-	-
TOTAL ASSETS	\$ 140,746	\$ 32,051	\$ -	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1,620	\$ 768	\$ -	\$ -
Advances from other funds	45,640	-	15,988	15,349
Total Liabilities	47,260	768	15,988	15,349
Deferred Inflows of Resources				
Unearned revenues	140,036	-	-	-
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	140,036	-	-	-
Fund Balances				
Restricted	-	-	-	-
Committed	-	31,283	-	-
Unassigned (deficit)	(46,550)	-	(15,988)	(15,349)
Total Fund Balances	(46,550)	31,283	(15,988)	(15,349)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 140,746	\$ 32,051	\$ -	\$ -

<u>Capital Projects Fund</u>	
<u>Lake Restoration</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 31,273
-	140,036
88,121	88,935
132,778	132,778
<u>-</u>	<u>674</u>
<u>\$ 220,899</u>	<u>\$ 393,696</u>

\$ 2	\$ 2,390
<u>-</u>	<u>76,977</u>
<u>2</u>	<u>79,367</u>

-	140,036
<u>35,000</u>	<u>35,000</u>
<u>35,000</u>	<u>175,036</u>

185,897	185,897
-	31,283
<u>-</u>	<u>(77,887)</u>
<u>185,897</u>	<u>139,293</u>

<u>\$ 220,899</u>	<u>\$ 393,696</u>
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VILLAGE OF BELLEVILLE

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>	
	<u>Waste Management</u>	<u>Cemetery</u>	<u>Tax Incremental District No. 4</u>	<u>Tax Incremental District No. 5</u>
REVENUES				
Taxes	\$ 4,258	\$ -	\$ -	\$ -
Intergovernmental	11,959	-	129	217
Public charges for services	126,986	4,328	-	-
Investment income	-	304	-	-
Miscellaneous	<u>60</u>	<u>200</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>143,263</u>	<u>4,832</u>	<u>129</u>	<u>217</u>
EXPENDITURES				
Current				
Public works	146,562	-	-	-
Conservation and development	-	-	-	-
Public service enterprises	-	9,503	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>550</u>	<u>550</u>
Debt Service				
Total Expenditures	<u>146,562</u>	<u>9,503</u>	<u>550</u>	<u>550</u>
Excess (deficiency) of revenues over expenditures	<u>(3,299)</u>	<u>(4,671)</u>	<u>(421)</u>	<u>(333)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>-</u>	<u>6,867</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>6,867</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(3,299)	2,196	(421)	(333)
FUND BALANCES (DEFICIT) - Beginning of Year	<u>(43,251)</u>	<u>29,087</u>	<u>(15,567)</u>	<u>(15,016)</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ (46,550)</u>	<u>\$ 31,283</u>	<u>\$ (15,988)</u>	<u>\$ (15,349)</u>

<u>Capital Projects Fund</u>		
<u>Lake Restoration</u>		<u>Total Nonmajor Governmental Funds</u>
\$ 35,076	\$	39,334
46,621		58,926
-		131,314
1,704		2,008
<u>5,000</u>		<u>5,260</u>
<u>88,401</u>		<u>236,842</u>
-		146,562
42,134		42,134
-		9,503
<u>-</u>		<u>1,100</u>
<u>42,134</u>		<u>199,299</u>
<u>46,267</u>		<u>37,543</u>
<u>-</u>		<u>6,867</u>
<u>-</u>		<u>6,867</u>
46,267		44,410
<u>139,630</u>		<u>94,883</u>
<u>\$ 185,897</u>	<u>\$</u>	<u>139,293</u>

VILLAGE OF BELLEVILLE

COMBINING STATEMENT OF ASSETS AND LIABILITIES AGENCY FUNDS As of December 31, 2017

	<u>Tax Collection</u>	<u>Fire & EMS Association</u>	<u>Food Pantry</u>	<u>Totals</u>
ASSETS				
Cash and investments	\$ 2,247,522	\$ 399,953	\$ 21,079	\$ 2,668,554
Tax roll receivable	<u>1,123,874</u>	<u>-</u>	<u>-</u>	<u>1,123,874</u>
TOTAL ASSETS	<u>\$ 3,371,396</u>	<u>\$ 399,953</u>	<u>\$ 21,079</u>	<u>\$ 3,792,428</u>
LIABILITIES				
Due to other taxing units	\$ 3,371,396	\$ 399,953	\$ -	\$ 3,771,349
Accounts payable	<u>-</u>	<u>-</u>	<u>21,079</u>	<u>21,079</u>
TOTAL LIABILITIES	<u>\$ 3,371,396</u>	<u>\$ 399,953</u>	<u>\$ 21,079</u>	<u>\$ 3,792,428</u>