

VILLAGE OF BELLEVILLE

Belleville, Wisconsin

FINANCIAL STATEMENTS

Including Independent Auditors' Report

As of and for the Year Ended December 31, 2018

VILLAGE OF BELLEVILLE

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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, 2018, 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, 2018, 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, 2018, 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.

Baker Tilly Virchow Krause, LLP

Madison, Wisconsin
June 13, 2019

VILLAGE OF BELLEVILLE

STATEMENT OF NET POSITION As of December 31, 2018

	Governmental Activities	Business-type Activities	Totals	Community Development Authority
ASSETS				
Cash and investments	\$ 2,664,361	\$ 1,322,462	\$ 3,986,823	\$ -
Receivables (net)				
Taxes	2,275,011	-	2,275,011	-
Other	782,964	141,441	924,405	-
Delinquent items	24,850	-	24,850	-
Special assessments	80,039	-	80,039	-
Due from other governments	330,061	-	330,061	-
Internal balances	63,987	(63,987)	-	-
Due from component unit	29,517	-	29,517	-
Inventories and prepaid items	16,865	11,345	28,210	-
Restricted assets				
Cash and investments	146,508	870,590	1,017,098	-
Net pension asset	177,104	20,829	197,933	-
Capital Assets				
Land	932,319	74,173	1,006,492	-
Land improvements	1,928,440	-	1,928,440	-
Construction in progress	474,618	769,517	1,244,135	-
Other capital assets, net of depreciation	8,104,356	16,922,412	25,026,768	-
Total Assets	18,031,000	20,068,782	38,099,782	-
DEFERRED OUTFLOWS OF RESOURCES				
Pension related amounts	334,361	42,176	376,537	-
Total Deferred Outflows of Resources	334,361	42,176	376,537	-
LIABILITIES				
Accounts payable and accrued expenses	212,912	177,104	390,016	-
Liabilities payable from restricted assets	-	19,514	19,514	-
Deposits	10,039	-	10,039	-
Due to primary government	-	-	-	29,517
Noncurrent Liabilities				
Due within one year	704,370	1,553,154	2,257,524	-
Due in more than one year	8,656,977	4,088,202	12,745,179	-
Total Liabilities	9,584,298	5,837,974	15,422,272	29,517
DEFERRED INFLOWS OF RESOURCES				
Unearned revenues	2,148,076	-	2,148,076	-
Pension related amounts	352,846	39,704	392,550	-
Total Deferred Inflows of Resources	2,500,922	39,704	2,540,626	-
NET POSITION				
Net investment in capital assets	7,518,966	12,344,847	16,846,763	-
Restricted for				
Library and fire impact fees	764,557	-	764,557	-
Lake restoration	136,864	-	136,864	-
Debt service	358,083	-	358,083	-
Pension	177,104	20,829	197,933	-
Equipment replacement	-	521,125	521,125	-
Bond redemption	-	329,951	329,951	-
Parks	69,853	-	69,853	-
Unrestricted (deficit)	(2,745,286)	1,016,528	1,288,292	(29,517)
TOTAL NET POSITION	\$ 6,280,141	\$ 14,233,280	\$ 20,513,421	\$ (29,517)

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF ACTIVITIES For the Year Ended December 31, 2018

<u>Functions/Programs</u>	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 481,621	\$ 13,587	\$ -	\$ -
Public safety	995,017	72,249	22,766	-
Public works	676,971	278,411	157,649	133,734
Leisure activities	558,469	12,314	105,911	520,229
Conservation and development	172,018	41,945	-	10,000
Public service enterprise	13,418	8,803	-	-
Interest and fiscal charges	<u>201,305</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Governmental Activities	<u>3,098,819</u>	<u>427,309</u>	<u>286,326</u>	<u>663,963</u>
Business-type Activities				
Water	341,434	412,244	-	239,808
Sewer	913,502	912,418	-	121,671
Stormwater	<u>103,208</u>	<u>110,526</u>	<u>-</u>	<u>111,709</u>
Total Business-type Activities	<u>1,358,144</u>	<u>1,435,188</u>	<u>-</u>	<u>473,188</u>
Total	<u>\$ 4,456,963</u>	<u>\$ 1,862,497</u>	<u>\$ 286,326</u>	<u>\$ 1,137,151</u>
Component Unit				
Community Development Authority	<u>\$ 28,275</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>

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

See accompanying notes to financial statements.

Net (Expenses) Revenues and Changes in Net Position

Governmental Activities	Business-type Activities	Totals	Community Development Authority
\$ (468,034)	\$ -	\$ (468,034)	\$ -
(900,002)	-	(900,002)	-
(107,177)	-	(107,177)	-
79,985	-	79,985	-
(120,073)	-	(120,073)	-
(4,615)	-	(4,615)	-
<u>(201,305)</u>	<u>-</u>	<u>(201,305)</u>	<u>-</u>
<u>(1,721,221)</u>	<u>-</u>	<u>(1,721,221)</u>	<u>-</u>
-	310,618	310,618	-
-	120,587	120,587	-
-	<u>119,027</u>	<u>119,027</u>	-
-	<u>550,232</u>	<u>550,232</u>	-
<u>(1,721,221)</u>	<u>550,232</u>	<u>(1,170,989)</u>	<u>-</u>
-	-	-	(18,275)
1,480,003	-	1,480,003	-
385,174	-	385,174	-
88,702	-	88,702	-
163,734	-	163,734	-
145,642	35,111	180,753	-
46,894	-	46,894	-
94,969	<u>(94,969)</u>	<u>-</u>	<u>-</u>
<u>2,405,118</u>	<u>(59,858)</u>	<u>2,345,260</u>	<u>-</u>
683,897	490,374	1,174,271	(18,275)
<u>5,596,244</u>	<u>13,742,906</u>	<u>19,339,150</u>	<u>(11,242)</u>
<u>\$ 6,280,141</u>	<u>\$ 14,233,280</u>	<u>\$ 20,513,421</u>	<u>\$ (29,517)</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

BALANCE SHEET GOVERNMENTAL FUNDS As of December 31, 2018

	General	Library	Debt Service Fund	Other Capital Projects
ASSETS				
Cash and investments	\$ 1,895,665	\$ 130,572	\$ 178,529	\$ 379,602
Receivables (net)				
Taxes	842,591	253,008	611,053	203,078
Accounts	41,826	655,132	-	-
Delinquent personal property taxes	403	-	-	-
Delinquent special assessments	10,936	-	-	-
Special assessments	-	-	75,938	4,101
Due from other governments	93,142	-	-	-
Due from other funds	63,987	-	-	-
Due from component unit	29,517	-	-	-
Advances to other funds	778,550	-	-	-
Prepaid items	14,984	1,204	-	-
Restricted cash and investments	-	-	146,508	-
	\$ 3,771,601	\$ 1,039,916	\$ 1,012,028	\$ 586,781
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 102,039	\$ 22,351	\$ -	\$ 19,134
Deposits	10,039	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	112,078	22,351	-	19,134
Deferred Inflows of Resources				
Unearned revenues	839,207	253,008	586,841	203,078
Unavailable revenues	-	245,970	100,150	-
Total Deferred Inflows of Resources	839,207	498,978	686,991	203,078
Fund Balances				
Nonspendable	804,837	-	-	-
Restricted	2,306,780	518,587	325,037	-
Committed	23,571	-	-	-
Assigned	-	-	-	364,569
Unassigned (deficit)	(314,872)	-	-	-
Total Fund Balances	2,820,316	518,587	325,037	364,569
	\$ 3,771,601	\$ 1,039,916	\$ 1,012,028	\$ 586,781

See accompanying notes to financial statements.

<u>Tax Incremental District No. 3</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ -	\$ 79,993	\$ 2,664,361
199,874	165,407	2,275,011
-	86,006	782,964
-	-	403
13,511	-	24,447
-	-	80,039
236,919	-	330,061
-	-	63,987
-	-	29,517
-	-	778,550
-	677	16,865
<u>-</u>	<u>-</u>	<u>146,508</u>
<u>\$ 450,304</u>	<u>\$ 332,083</u>	<u>\$ 7,192,713</u>
\$ -	\$ 2,284	\$ 145,808
-	-	10,039
<u>701,426</u>	<u>77,124</u>	<u>778,550</u>
<u>701,426</u>	<u>79,408</u>	<u>934,397</u>
100,535	165,407	2,148,076
<u>99,339</u>	<u>69,222</u>	<u>514,681</u>
<u>199,874</u>	<u>234,629</u>	<u>2,662,757</u>
-	-	804,837
-	67,642	3,218,046
-	27,710	51,281
-	-	364,569
<u>(450,996)</u>	<u>(77,306)</u>	<u>(843,174)</u>
<u>(450,996)</u>	<u>18,046</u>	<u>3,595,559</u>
<u>\$ 450,304</u>	<u>\$ 332,083</u>	<u>\$ 7,192,713</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, 2018

Total Fund Balances - Governmental Funds	\$ 3,595,559
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.	11,439,733
Special assessments are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	199,489
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.	315,192
The net pension asset does not relate to current financial resources and is not reported in the governmental funds.	177,104
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	334,361
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	(352,846)
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	(9,344,656)
Compensated absences	(16,691)
Accrued interest	<u>(67,104)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 6,280,141</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, 2018

	General	Library	Debt Service Fund	Other Capital Projects
REVENUES				
Taxes	\$ 1,217,540	\$ 247,781	\$ 385,174	\$ 94,025
Special assessments	-	-	275,063	10,730
Intergovernmental	306,713	71,969	-	24,847
Licenses and permits	48,558	-	-	-
Fines, forfeitures and penalties	34,559	-	-	-
Public charges for services	43,195	7,189	-	702
Investment income	16,095	569	26,132	12,425
Miscellaneous	53,042	461,059	-	-
Total Revenues	1,719,702	788,567	686,369	142,729
EXPENDITURES				
Current				
General government	467,361	-	-	-
Public safety	948,040	-	-	-
Public works	317,270	-	-	-
Culture, education, and recreation	160,299	314,841	-	-
Conservation and development	11,764	-	-	-
Public service enterprises	-	-	-	-
Capital Outlay	789,028	2,000	-	826,563
Debt Service				
Principal	-	-	724,883	-
Interest and fiscal charges	7,525	-	181,338	-
Total Expenditures	2,701,287	316,841	906,221	826,563
Excess (deficiency) of revenues over expenditures	(981,585)	471,726	(219,852)	(683,834)
OTHER FINANCING SOURCES (USES)				
Debt issued	2,835,000	-	-	-
Transfers in	540,577	-	283,025	8,602
Transfers out	(8,602)	(126,621)	-	(340,962)
Total Other Financing Sources (Uses)	3,366,975	(126,621)	283,025	(332,360)
Net Change in Fund Balances	2,385,390	345,105	63,173	(1,016,194)
FUND BALANCES (DEFICIT) - Beginning of Year	434,926	173,482	261,864	1,380,763
FUND BALANCES (DEFICIT) - END OF YEAR	\$ 2,820,316	\$ 518,587	\$ 325,037	\$ 364,569

See accompanying notes to financial statements.

Tax Incremental District No. 3	Nonmajor Governmental Funds	Totals
\$ 88,702	\$ 7,641	\$ 2,040,863
127,598	-	413,391
254	12,335	416,118
-	-	48,558
-	-	34,559
-	139,321	190,407
1,159	3,437	59,817
-	19,898	533,999
<u>217,713</u>	<u>182,632</u>	<u>3,737,712</u>
-	-	467,361
-	-	948,040
-	149,614	466,884
-	-	475,140
149	136,290	148,203
-	13,000	13,000
8,486	1,100	1,627,177
-	-	724,883
-	-	188,863
<u>8,635</u>	<u>300,004</u>	<u>5,059,551</u>
<u>209,078</u>	<u>(117,372)</u>	<u>(1,321,839)</u>
-	-	2,835,000
-	-	832,204
<u>(257,175)</u>	<u>(3,875)</u>	<u>(737,235)</u>
<u>(257,175)</u>	<u>(3,875)</u>	<u>2,929,969</u>
(48,097)	(121,247)	1,608,130
<u>(402,899)</u>	<u>139,293</u>	<u>1,987,429</u>
<u>\$ (450,996)</u>	<u>\$ 18,046</u>	<u>\$ 3,595,559</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, 2018

Net change in fund balances - total governmental funds	\$ 1,608,130
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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	1,627,177
Some items reported as capital outlay were not capitalized	(132,637)
Some items reported as operating expenditures in the fund financial statements but are capitalized in the government-wide statements	109,232
Depreciation is reported in the government-wide financial statements	(341,186)

Contributed capital assets are reported as revenues in the government-wide financial statements.	133,734
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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	55,688
Grants and special charges receivable	(238,228)

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	(2,835,000)
Principal repaid	724,883

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	(3,291)
Accrued interest on debt	(13,602)
Net pension asset/liability	224,031
Deferred outflows of resources related to pensions	(34,118)
Deferred inflows of resources related to pensions	(200,916)

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 683,897</u>
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See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF NET POSITION PROPRIETARY FUNDS As of December 31, 2018

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water and Sewer</u>	<u>Stormwater</u>	<u>Totals</u>
ASSETS			
Current Assets			
Cash and investments	\$ 1,140,149	\$ 182,313	\$ 1,322,462
Accounts receivable	130,471	10,970	141,441
Inventories and prepayments	11,051	294	11,345
Restricted Assets			
Bond redemption	<u>259,465</u>	<u>-</u>	<u>259,465</u>
Total Current Assets	<u>1,541,136</u>	<u>193,577</u>	<u>1,734,713</u>
Noncurrent Assets			
Restricted Assets			
Equipment replacement	521,125	-	521,125
Reserve account	90,000	-	90,000
Net pension asset	18,915	1,914	20,829
Capital Assets			
Capital assets not being depreciated	843,690	-	843,690
Capital assets net of accumulated depreciation	<u>14,054,031</u>	<u>2,868,381</u>	<u>16,922,412</u>
Total Noncurrent Assets	<u>15,527,761</u>	<u>2,870,295</u>	<u>18,398,056</u>
Total Assets	<u>17,068,897</u>	<u>3,063,872</u>	<u>20,132,769</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension related amounts	<u>38,376</u>	<u>3,800</u>	<u>42,176</u>
Total Deferred Outflows of Resources	<u>38,376</u>	<u>3,800</u>	<u>42,176</u>

See accompanying notes to financial statements.

	<u>Business-type Activities - Enterprise Funds</u>		
	Water and		
	Sewer	Stormwater	Totals
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 168,147	\$ 5,733	\$ 173,880
Due to other funds	63,987	-	63,987
Accrued interest	409	2,815	3,224
Current portion of general obligation debt	5,000	25,000	30,000
Current portion of revenue bonds	458,154	-	458,154
Current portion of bond anticipation notes	1,065,000	-	1,065,000
Liabilities Payable from Restricted Assets			
Accrued interest payable	<u>19,514</u>	<u>-</u>	<u>19,514</u>
Total Current Liabilities	<u>1,780,211</u>	<u>33,548</u>	<u>1,813,759</u>
Noncurrent Liabilities			
Long-Term Debt			
General obligation debt payable	10,000	165,000	175,000
Revenue bonds payable	3,912,193	-	3,912,193
Unamortized premium	<u>-</u>	<u>1,009</u>	<u>1,009</u>
Total Noncurrent Liabilities	<u>3,922,193</u>	<u>166,009</u>	<u>4,088,202</u>
Total Liabilities	<u>5,702,404</u>	<u>199,557</u>	<u>5,901,961</u>
DEFERRED INFLOWS OF RESOURCES			
Pension related amounts	<u>36,022</u>	<u>3,682</u>	<u>39,704</u>
Total Deferred Inflows of Resources	<u>36,022</u>	<u>3,682</u>	<u>39,704</u>
NET POSITION			
Net investments in capital assets	9,537,374	2,807,473	12,344,847
Restricted for			
Equipment replacement	521,125	-	521,125
Bond redemption	329,951	-	329,951
Pension	18,915	1,914	20,829
Unrestricted net position	<u>961,482</u>	<u>55,046</u>	<u>1,016,528</u>
TOTAL NET POSITION	<u>\$ 11,368,847</u>	<u>\$ 2,864,433</u>	<u>\$ 14,233,280</u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION PROPRIETARY FUNDS

For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds		
	Water and Sewer	Stormwater	Totals
OPERATING REVENUES			
Water service	\$ 412,244	\$ -	\$ 412,244
Sewage service	912,418	-	912,418
Storm water management	-	110,526	110,526
Total Operating Revenues	1,324,662	110,526	1,435,188
OPERATING EXPENSES			
Water			-
General administrative, operation and maintenance	181,394	-	181,394
Depreciation expense	124,983	-	124,983
Total Water	306,377	-	306,377
Sewer			-
General administrative, operation and maintenance	406,566	-	406,566
Depreciation expense	422,225	-	422,225
Total Sewer	828,791	-	828,791
Stormwater			-
General administrative, operation and maintenance	-	39,951	39,951
Depreciation expense	-	58,378	58,378
Total Stormwater	-	98,329	98,329
Total Operating Expenses	1,135,168	98,329	1,233,497
OPERATING INCOME			
Water	105,867	-	105,867
Sewer	83,627	-	83,627
Stormwater	-	12,197	12,197
Total Operating Income	189,494	12,197	201,691
NONOPERATING REVENUES (EXPENSES)			
Investment income	32,045	3,066	35,111
Interest expense	(119,768)	(4,879)	(124,647)
Total Nonoperating Revenues (Expenses)	(87,723)	(1,813)	(89,536)
Income Before Contributions and Transfers	101,771	10,384	112,155
CONTRIBUTIONS AND TRANSFERS			
Contributions	361,479	111,709	473,188
Transfers out	(69,119)	(25,850)	(94,969)
Total Contributions and Transfers	292,360	85,859	378,219
Change in Net Position	394,131	96,243	490,374
NET POSITION - Beginning of Year	10,974,716	2,768,190	13,742,906
NET POSITION - END OF YEAR	\$ 11,368,847	\$ 2,864,433	\$ 14,233,280

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds		
	Water and Sewer	Stormwater	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Received from customers	\$ 1,323,443	\$ 109,739	\$ 1,433,182
Paid to suppliers for goods and services	(351,150)	(14,400)	(365,550)
Paid to employees for services	(129,681)	(19,825)	(149,506)
Net Cash Flows From Operating Activities	<u>842,612</u>	<u>75,514</u>	<u>918,126</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income	32,045	3,066	35,111
Net Cash Flows From Investing Activities	<u>32,045</u>	<u>3,066</u>	<u>35,111</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Paid to municipality for tax equivalent	(69,119)	-	(69,119)
Transfers	-	(25,850)	(25,850)
Interfunds and advances received	-	319,761	319,761
Net Cash Flows From Noncapital Financing Activities	<u>(69,119)</u>	<u>293,911</u>	<u>224,792</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Debt issued	491,952	-	491,952
Debt retired	(454,263)	(25,000)	(479,263)
Interest paid	(113,768)	(3,627)	(117,395)
Debt issuance costs	(6,000)	-	(6,000)
Acquisition and construction of capital assets	(697,734)	(161,551)	(859,285)
Contribution received for construction	52,822	-	52,822
Net Cash Flows From Capital and Related Financing Activities	<u>(726,991)</u>	<u>(190,178)</u>	<u>(917,169)</u>
Net Change in Cash and Cash Equivalents	78,547	182,313	260,860
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>1,932,192</u>	<u>-</u>	<u>1,932,192</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,010,739</u>	<u>\$ 182,313</u>	<u>\$ 2,193,052</u>

See accompanying notes to financial statements.

	Business-type Activities - Enterprise Funds		
	Water and Sewer	Stormwater	Totals
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income	\$ 189,494	\$ 12,197	\$ 201,691
Adjustments to Reconcile Operating Income to Net Cash Flows From Operating Activities			
Depreciation	547,208	58,378	605,586
Depreciation charged to other funds	9,960	-	9,960
Changes in assets, liabilities, and deferred outflows/inflows of resources			
Accounts receivable	(11,179)	(787)	(11,966)
Prepayments	-	48	48
Accounts payable and other liabilities	107,381	5,728	113,109
Materials and supplies	67	-	67
Payable to municipality	679	-	679
Pension related amounts	(998)	(50)	(1,048)
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 842,612</u>	<u>\$ 75,514</u>	<u>\$ 918,126</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION - PROPRIETARY FUNDS			
Cash and investments	\$ 1,140,149	\$ 182,313	
Restricted cash and investments			
Equipment replacement	521,125	-	
Bond redemption	259,465	-	
Reserve account	90,000	-	
CASH AND CASH EQUIVALENTS	<u>\$ 2,010,739</u>	<u>\$ 182,313</u>	
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES			
Amortization of loss on advance refunding of debt	\$ -	\$ 112	
Plant contributed by developers	<u>\$ 308,657</u>	<u>\$ 111,709</u>	

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

STATEMENT OF ASSETS AND LIABILITIES AGENCY FUNDS As of December 31, 2018

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 2,744,472
Tax roll receivable	<u>964,782</u>
TOTAL ASSETS	<u><u>\$ 3,709,254</u></u>
LIABILITIES	
Due to other taxing units	\$ 3,688,891
Accounts payable	<u>20,363</u>
TOTAL LIABILITIES	<u><u>\$ 3,709,254</u></u>

See accompanying notes to financial statements.

VILLAGE OF BELLEVILLE

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VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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.

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, 2018. The CDA does not issue separate financial statements.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

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.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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 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 - accounts for operations of the water and sewer systems

Stormwater Utility - accounts for operations of the stormwater system

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
Tax Incremental District (TID) No. 5

Lake Restoration

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

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

Fund Financial Statements (cont.)

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
Fire and EMS District

Food Pantry

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. Exceptions to this general rule are charges between the village's water and sewer utility and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

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

Fund Financial Statements (cont.)

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.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

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.
- 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.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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.)

Property tax calendar - 2018 tax roll:

Lien date and levy date	December 2018
Tax bills mailed	December 2018
Payment in full, or	January 31, 2019
First installment due	January 31, 2019
Second installment due	July 31, 2019
Personal property taxes in full	January 31, 2019
Tax sale - 2018 delinquent real estate taxes	October 2021

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.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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.)

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 acquisition value at the date of donation.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, 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. No 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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.)

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.

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, 2018 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, 2018 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, 2018

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	\$ 7,518,966	\$ 12,344,847	\$ (3,017,050)	\$ 16,846,763
Unrestricted	(2,745,286)	1,016,528	3,017,050	1,288,292

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, 2018

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 \$314,872, which is (12%) of the 2018 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, 2018

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. Basis for Existing Rates

Water and Sewer Utility

Current water rates were approved by the PSCW effective as of March 29, 2018. 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>
Debt Service Fund	\$ 867,182	\$ 906,221	\$ 39,039
Tax Incremental District No. 3	261,755	264,651	2,896
Other Capital Projects	740,485	1,167,525	427,040
Lake Restoration	107,055	140,165	33,110
Waste Management	147,738	149,614	1,876

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, 2018

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, 2018, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
Waste Management	\$ 45,220	Operating expenditures exceeded revenues
Tax Incremental District No. 3	450,996	Operating expenditures exceeded revenues
Tax Incremental District No. 4	16,407	Operating expenditures exceeded revenues
Tax Incremental District No. 5	15,679	Operating expenditures exceeded revenues

TID 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, 2018

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	\$ 7,748,318	\$ 7,894,121	Custodial credit risk
Petty cash	<u>75</u>	<u>-</u>	N/A
Total Deposits and Investments	<u>\$ 7,748,393</u>	<u>\$ 7,894,121</u>	
Reconciliation to financial statements			
Per statement of net position			
Unrestricted cash and investments	\$ 3,986,823		
Restricted cash and investments	1,017,098		
Per statement of assets and liabilities			
Agency Funds	<u>2,744,472</u>		
Total Deposits and Investments	<u>\$ 7,748,393</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, 2018, the banks had pledged various government securities in the amount of \$6,973,721 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

A. DEPOSITS AND INVESTMENTS (cont.)

Custodial Credit Risk (cont.)

Deposits (cont.)

As of December 31, 2018, \$20,400 of the village's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$	<u>20,400</u>
 Total	 \$	 <u><u>20,400</u></u>

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 \$75,938, \$161,640 in pledges receivable, and delinquent personal property taxes and delinquent special assessments of \$403 and \$24,447, 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:

	<u>Unearned</u>	<u>Unavailable</u>	
Property taxes receivable for subsequent year	\$ 2,148,076	\$ -	
Special assessments not yet due	-	199,489	
Pledges	-	270,970	
Grants	<u>-</u>	<u>44,222</u>	
 Total Unearned/Unavailable Revenue for Governmental Funds	 <u><u>\$ 2,148,076</u></u>	 <u><u>\$ 514,681</u></u>	

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

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.

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.

Net Pension Asset

Restricted assets have been reported in connection with the net pension asset balance since this balance must be used to fund employee benefits.

Following is a list of restricted assets at December 31, 2018:

	Restricted Assets	Liabilities Payable from Restricted Assets	Restricted Net Position
Bond redemption account	\$ 259,465	\$ 19,514	\$ 239,951
Bond reserve account	90,000	-	90,000
Equipment replacement account	521,125	-	521,125
Net pension asset - business-type activities	20,829	-	20,829
Net pension asset - governmental activities	177,104	-	177,104
Debt service reserve - governmental activities	146,508	-	146,508
Total	\$ 1,215,031	\$ 19,514	\$ 1,195,517

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2018, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 750,445	\$ 181,874	\$ -	\$ 932,319
Construction in progress	56,743	417,875	-	474,618
Infrastructure land and improvements	1,915,110	13,330	-	1,928,440
Total Capital Assets Not Being Depreciated	2,722,298	613,079	-	3,335,377
Capital assets being depreciated				
Buildings and improvements	3,720,611	246,685	-	3,967,296
Equipment	686,557	64,870	-	751,427
Streets	5,365,246	726,461	285,726	5,805,981
Sidewalks	697,140	86,411	40,709	742,842
Bridges	267,017	-	-	267,017
Trails	657,474	-	-	657,474
Total Capital Assets Being Depreciated	11,394,045	1,124,427	326,435	12,192,037
Total Capital Assets	14,116,343	1,737,506	326,435	15,527,414
Less: Accumulated depreciation for				
Buildings and improvements	(1,241,889)	(133,687)	-	(1,375,576)
Equipment	(446,041)	(49,267)	-	(495,308)
Streets	(2,089,918)	(116,119)	285,726	(1,920,311)
Sidewalks	(241,126)	(14,857)	40,709	(215,274)
Bridges	(32,040)	(5,340)	-	(37,380)
Trails	(21,916)	(21,916)	-	(43,832)
Total Accumulated Depreciation	(4,072,930)	(341,186)	326,435	(4,087,681)
Net Capital Assets Being Depreciated	7,321,115	783,241	-	8,104,356
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 10,043,413	\$ 1,396,320	\$ -	\$ 11,439,733

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

D. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Governmental Activities

General government	\$ 8,096
Public safety	13,699
Public works, which includes the depreciation of infrastructure	28,802
Culture, education, and recreation	133,710
Public service enterprises	418
Infrastructure	<u>156,461</u>
Total Governmental Activities Depreciation Expense	<u>\$ 341,186</u>

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	<u>196,686</u>	<u>572,831</u>	-	<u>769,517</u>
Total Capital Assets Not Being Depreciated	<u>240,709</u>	<u>572,831</u>	-	<u>813,540</u>
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	6,330,515	282,456	50,360	6,562,611
General	<u>38,174</u>	-	-	<u>38,174</u>
Total Capital Assets Being Depreciated	<u>6,478,793</u>	<u>282,456</u>	<u>50,360</u>	<u>6,710,889</u>
Total Capital Assets	<u>6,719,502</u>	<u>855,287</u>	<u>50,360</u>	<u>7,524,429</u>
Less: Accumulated depreciation for				
Water	<u>(1,102,255)</u>	<u>(134,943)</u>	<u>50,360</u>	<u>(1,186,838)</u>
Total Accumulated Depreciation	<u>(1,102,255)</u>	<u>(134,943)</u>	<u>50,360</u>	<u>(1,186,838)</u>
Net Capital Assets Being Depreciated	<u>5,376,538</u>	<u>147,513</u>	-	<u>5,524,051</u>
Net Water Capital Assets	<u>\$ 5,617,247</u>	<u>\$ 720,344</u>	<u>\$ -</u>	<u>\$ 6,337,591</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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	4,353,884	151,104	3,387	4,501,601
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	13,817,225	151,104	3,387	13,964,942
Total Capital Assets	13,847,375	151,104	3,387	13,995,092
Less: Accumulated depreciation for				
Sewer	(5,016,124)	(422,225)	3,387	(5,434,962)
Total Accumulated Depreciation	(5,016,124)	(422,225)	3,387	(5,434,962)
Net Capital Assets Being Depreciated	8,801,101	(271,121)	-	8,529,980
Net Sewer Capital Assets	\$ 8,831,251	\$ (271,121)	\$ -	\$ 8,560,130
	Beginning Balance	Additions	Deletions	Ending Balance
<u>Stormwater</u>				
Capital assets being depreciated				
General	\$ 3,247,987	\$ 273,260	\$ 18,593	\$ 3,502,654
Total Capital Assets Being Depreciated	3,247,987	273,260	18,593	3,502,654
Less: Accumulated depreciation for				
General	(594,488)	(58,378)	18,593	(634,273)
Total Accumulated Depreciation	(594,488)	(58,378)	18,593	(634,273)
Net Stormwater Capital Assets	\$ 2,653,499	\$ 214,882	\$ -	\$ 2,868,381
Business-type Capital Assets, Net of Accumulated Depreciation	\$ 17,101,997	\$ 664,105	\$ -	\$ 17,766,102

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

D. CAPITAL ASSETS (cont.)

Depreciation expense was charged to functions as follows:

Business-type Activities

Water	\$ (124,983)
Sewer	(422,225)
Storm	<u>(58,378)</u>
 Total Business-type Activities Depreciation Expense	 <u><u>\$ (605,586)</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	<u><u>\$ 63,987</u></u>

All amounts are due within one year.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

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

Advances

The general fund is 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	Waste management	\$ 45,038	\$ 45,038
General fund	Tax Incremental District No. 3	701,426	701,426
General fund	Tax Incremental District No. 4	16,407	16,407
General fund	Tax Incremental District No. 5	<u>15,679</u>	15,679
Total - Fund Financial Statements		778,550	
Less: Fund eliminations		<u>(778,550)</u>	
Total - Interfund Advances		<u><u>\$ -</u></u>	

Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
Debt service fund	Tax Incremental District No. 3	\$ 257,175	TID share of debt service
General fund	Lake restoration	3,875	Project funding
General fund	Water and sewer utility	69,119	Payment in lieu of taxes
Other capital projects	General fund	8,602	Transfer of fire dues
Debt service fund	Stormwater utility	25,850	Debt service
General fund	Other capital projects	340,962	Project funding
General fund	Library fund	<u>126,621</u>	Project funding
Total - Fund Financial Statements		832,204	
Less: Fund eliminations		<u>(737,235)</u>	
Total Transfers - Government-Wide Statement of Activities		<u><u>\$ 94,969</u></u>	

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

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

Transfers (cont.)

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.

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2018, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General obligation debt	\$ 6,844,539	\$ -	\$ 649,883	\$ 6,194,656	\$ 612,679
Special assessment b-bonds	390,000	-	75,000	315,000	75,000
Bond anticipation notes	-	2,835,000	-	2,835,000	-
Sub-totals	<u>7,234,539</u>	<u>2,835,000</u>	<u>724,883</u>	<u>9,344,656</u>	<u>687,679</u>
Other Liabilities					
Vested compensated absences	13,400	16,691	13,400	16,691	16,691
Total Other Liabilities	<u>13,400</u>	<u>16,691</u>	<u>13,400</u>	<u>16,691</u>	<u>16,691</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 7,247,939</u>	<u>\$ 2,851,691</u>	<u>\$ 738,283</u>	<u>\$ 9,361,347</u>	<u>\$ 704,370</u>
Business-type Activities					
Bonds and Notes Payable					
General obligation debt	\$ 245,000	\$ -	\$ 40,000	\$ 205,000	\$ 30,000
Revenue bonds	4,317,658	491,952	439,263	4,370,347	458,154
Bond anticipation notes	1,065,000	-	-	1,065,000	1,065,000
(Discounts)/Premiums	1,121	-	112	1,009	-
Total Business-type Activities Long-Term Liabilities	<u>\$ 5,628,779</u>	<u>\$ 491,952</u>	<u>\$ 479,375</u>	<u>\$ 5,641,356</u>	<u>\$ 1,553,154</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, 2018, was \$11,336,185. Total general obligation debt outstanding at year end was \$6,399,656.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2018
Refunding bonds	07/11/12	04/01/29	0.90 - 3.70%	\$ 1,710,000	\$ 1,120,000
Refunding bonds	01/27/13	10/01/30	0.50 - 3.30	3,855,000	3,165,000
Promissory notes	03/04/13	03/04/23	1.95	190,000	99,421
Promissory notes	04/16/14	04/16/24	2.42	515,000	355,645
Promissory notes	12/29/16	12/05/19	1.89	76,643	174,590
Promissory notes	11/06/17	04/01/27	2.00 - 2.45	1,395,000	<u>1,280,000</u>
Total Governmental Activities - General Obligation Debt					<u>\$ 6,194,656</u>

Business-type Activities

General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2018
Promissory notes	11/06/17	04/01/27	2.00 - 2.45%	\$ 235,000	<u>\$ 205,000</u>
Total Business-type Activities - General Obligation Debt					<u>\$ 205,000</u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities General Obligation Debt		Business-type Activities General Obligation Debt	
	Principal	Interest	Principal	Interest
2019	\$ 612,679	\$ 149,847	\$ 30,000	\$ 4,003
2020	698,512	138,705	25,000	3,453
2021	568,461	125,112	25,000	2,953
2022	600,282	112,521	20,000	2,503
2023	601,806	99,114	20,000	2,103
2024-2028	2,642,916	277,705	85,000	4,140
2029-2030	<u>470,000</u>	<u>16,343</u>	-	-
Totals	<u>\$ 6,194,656</u>	<u>\$ 919,347</u>	<u>\$ 205,000</u>	<u>\$ 19,155</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

F. LONG-TERM OBLIGATIONS (cont.)

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 45% of net revenues. The total principal and interest remaining to be paid on the bonds is \$3,541,722. Principal and interest paid for the current year and total customer net revenues were \$443,240 and \$574,687, respectively.

The water utility has pledged future water revenues, net of specified operating expenses, to repay revenue bonds issued in 2015 and 2018. Proceeds from the bonds provided financing for the capital projects. The bonds are payable solely from water revenues and are payable through 2038. Annual principal and interest payments on the bonds are expected to require 15% of net revenues. The total principal and interest remaining to be paid on the bonds is \$1,307,377. Principal and interest paid for the current year and total customer net revenues were \$95,560 and \$246,882, respectively.

Revenue debt payable at December 31, 2018, 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, 2018</u>
<u>Water and Sewer Utility</u>					
Revenue bond - Sewer	02/28/07	05/01/26	2.48%	\$ 6,635,068	\$ 3,213,395
Revenue bond - Water	03/19/15	05/01/25	2.85	900,000	665,000
Revenue bond - Water	06/28/18	05/01/38	1.87	491,952	<u>491,952</u>
Total Business-type Activities - Revenue Debt					<u>\$ 4,370,347</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

F. LONG-TERM OBLIGATIONS (cont.)

Revenue Debt (cont.)

Debt service requirements to maturity are as follows:

Years	Business-type Activities Revenue Debt	
	Principal	Interest
2019	\$ 458,154	\$ 97,091
2020	493,158	86,408
2021	507,496	74,806
2022	517,064	62,735
2023	526,869	50,235
2024-2028	1,608,682	83,268
2029-2033	129,460	18,157
2034-2038	129,464	6,052
Totals	<u>\$ 4,370,347</u>	<u>\$ 478,752</u>

Special Assessment B-Bonds

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

Special assessment B-Bonds at December 31, 2018, consists of the following:

Governmental Activities	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2018
Special assessment B bonds	10/26/10	11/01/22	2.60 - 4.00%	\$ 440,000	\$ 55,000
Special assessment B bonds	10/26/11	11/01/22	1.50 - 4.40	650,000	<u>260,000</u>
Total Governmental Activities Special Assessment B-Bonds					<u>\$ 315,000</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

F. LONG-TERM OBLIGATIONS (cont.)

Special Assessment B-Bonds (cont.)

Debt service requirements to maturity are as follows:

Years	Governmental Activities Special Assessment B-Bonds	
	Principal	Interest
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>\$ 315,000</u>	<u>\$ 32,668</u>

Bond Anticipation Notes

Bond anticipation notes at December 31, 2018, consist of the following:

Governmental Activities Bond Anticipation Notes	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2018
Bond Anticipation Notes	11/30/18	05/01/23	4.08%	\$ 2,835,000	<u>\$ 2,835,000</u>

Business-type Activities Bond Anticipation Notes	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2018
Bond Anticipation Notes	12/12/16	05/01/19	1.25%	\$ 1,065,000	<u>\$ 1,065,000</u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities Bond Anticipation Notes		Business-type Activities Bond Anticipation Notes	
	Principal	Interest	Principal	Interest
2019	\$ -	\$ 108,142	\$ 1,065,000	\$ 6,656
2020	-	117,798	-	-
2021	-	117,476	-	-
2022	-	117,476	-	-
2023	<u>2,835,000</u>	<u>58,255</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 2,835,000</u>	<u>\$ 519,147</u>	<u>\$ 1,065,000</u>	<u>\$ 6,656</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

F. LONG-TERM OBLIGATIONS (cont.)

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 water and 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 water and 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.

Bond Covenant Disclosures

The following information is provided in compliance with the resolution creating the water and sewer utility revenue bonds:

Insurance

The utility 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. These risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded coverage in any of the last three years. There were no significant reductions in coverage compared to the prior year.

Debt Coverage - Water utility

Under terms of the resolutions providing for the issue of revenue bonds, revenues less operating expenses excluding depreciation (defined net earnings) must exceed 1.25 times the annual debt service. The coverage only includes revenue debt and does not include general obligation or other debt. The coverage requirement was met in 2018 as follows:

Operating revenues	\$	412,244
Investment income		16,032
Less: Operation and maintenance expenses		<u>(181,394)</u>
Net Defined Earnings	\$	<u><u>246,882</u></u>
Minimum Required Earnings per Resolution:		
Annual debt service	\$	95,560
Coverage factor		<u>1.25</u>
Minimum Required Earnings	\$	<u><u>119,450</u></u>
Actual Debt Coverage		<u><u>2.58</u></u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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

F. LONG-TERM OBLIGATIONS (cont.)

Debt Coverage - Sewer Utility

Under terms of the resolutions providing for the issue of revenue bonds, revenues less operating expenses excluding depreciation (defined net earnings) must exceed 1.10 times the annual debt service. The coverage only includes revenue debt and does not include general obligation or other debt. The coverage requirement was met in 2018 as follows:

Operating revenues	\$	912,418
Investment income		16,013
Connection fees		52,822
Less: Operation and maintenance expenses		<u>(406,566)</u>
Net Defined Earnings	\$	<u>574,687</u>
Minimum Required Earnings per Resolution:		
Annual debt service	\$	443,240
Coverage factor		<u>1.10</u>
Minimum Required Earnings	\$	<u>487,564</u>
Actual Debt Coverage		<u>1.30</u>

G. NET POSITION/FUND BALANCES

Net position reported on the government wide statement of net position at December 31, 2018, includes the following:

Governmental Activities

Net Investment in Capital Assets		
Land	\$	932,319
Construction in progress		474,618
Infrastructure land and improvements		1,928,440
Other capital assets, net of accumulated depreciation		8,104,356
Less: Long-term debt outstanding (excluding unspent capital related debt proceeds)		<u>(7,107,729)</u>
Plus: Noncapital debt proceeds		<u>3,186,962</u>
Total Net Investment in Capital Assets	\$	<u>7,518,966</u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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, 2018, include the following:

	General Fund	Library	Debt Service Fund	Other Capital Projects	TID No. 3	Nonmajor Funds	Totals
Fund Balances							
Nonspendable:							
Prepaid items	\$ 14,984	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,984
Advances	778,550	-	-	-	-	-	778,550
Delinquent items	11,339	-	-	-	-	-	11,339
Sub-total	804,873	-	-	-	-	-	804,873
Restricted for:							
Library Activities	-	518,587	325,037	-	-	-	843,624
Capital projects (unspent debt)	2,236,927	-	-	-	-	-	2,236,927
Parks	69,853	-	-	-	-	-	69,853
Lake restoration activities	-	-	-	-	-	67,642	67,642
Sub-total	2,306,780	518,587	325,037	-	-	67,642	3,218,046
Committed to:							
Carry forwards	23,571	-	-	-	-	-	23,571
Cemetery activities	-	-	-	-	-	27,710	27,710
Sub-total	23,571	-	-	-	-	27,710	51,281
Assigned to:							
Capital projects	-	-	-	364,569	-	-	364,569
Sub-total	-	-	-	364,569	-	-	364,569
Unassigned (deficit):	(314,872)	-	-	-	(450,996)	(77,306)	(843,174)
Total Fund Balances (Deficit)	\$ 2,820,352	\$ 518,587	\$ 325,037	\$ 364,569	\$ (450,996)	\$ 18,046	\$ 3,595,595

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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

G. NET POSITION/FUND BALANCES (cont.)

Business-type Activities

Net Investment in Capital Assets		
Land	\$	74,173
Construction in progress		769,517
Other capital assets, net of accumulated depreciation		16,922,412
Less: Long-term debt outstanding (excluding unspent capital related debt proceeds)		(5,510,246)
Plus: Noncapital debt proceeds		90,000
Less: Unamortized debt premium		<u>(1,009)</u>
 Total Net Investment in Capital Assets		 <u><u>\$ 12,344,847</u></u>

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.

b. Interfunds

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	CDA	\$ <u>29,517</u>
 Total		 <u><u>\$ 29,517</u></u>

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2018

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, if hired on or before 12/31/2016) 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, 2018

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>
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)
2017	2.0	4.0

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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 \$72,611 in contributions from the village.

Contribution rates for the plan year reported as of December 31, 2018 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 Asset, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2018, the village reported an asset of \$197,933 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2017, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2016 rolled forward to December 31, 2017. 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 asset was based on the village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2017, the village's proportion was 0.00666641%, which was an increase of 0.00032643% from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the village recognized pension expense of \$81,200.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

At December 31, 2018, 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	\$ 251,479	\$ 117,633
Changes in assumptions	39,107	-
Net differences between projected and actual earnings on pension plan investments	-	272,041
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,755	2,876
Employer contributions subsequent to the measurement date	82,196	-
Totals	\$ 376,537	\$ 392,550

\$82,196 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, 2019. 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 and Deferred Inflows of Resources (net)
2019	\$ 22,910
2020	(1,313)
2021	(68,668)
2022	(51,611)
2023	473

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Actuarial assumptions. The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2016
Measurement Date of Net Pension Liability (Asset):	December 31, 2017
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair 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, 2017 is based upon a roll-forward of the liability calculated from the December 31, 2016 actuarial valuation.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

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>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %</u>
Global Equities	50%	8.2%	5.3%
Fixed Income	24.5	4.2	1.4
Inflation Sensitive Assets	15.5	3.8	1.0
Real Estate	8	6.5	3.6
Private Equity/Debt	8	9.4	6.5
Multi-Asset	4	6.5	3.6
Total Core Fund	110	7.3	4.4
 <u>Variable Fund Asset Class</u>			
U.S Equities	70	7.5	4.6
International Equities	30	7.8	4.9
Total Variable Fund	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

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 3.31%. 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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

NOTE IV - OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Sensitivity of the village's proportionate share of the net pension (asset) liability to changes in the discount rate. The following presents the village's proportionate share of the net pension asset calculated using the discount rate of 7.20 percent, as well as what the village's proportionate share of the net pension (asset) 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 (asset) liability	\$ 512,121	\$ (197,933)	\$ (737,597)

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, 2018, 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.

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.

VILLAGE OF BELLEVILLE

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2018

NOTE IV - OTHER INFORMATION (cont.)

C. COMMITMENTS AND CONTINGENCIES (cont.)

The village has active construction projects as of December 31, 2018. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

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 2018, the village made payments of \$204,366 and \$27,168 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.

E. SUBSEQUENT EVENTS

On May 22, 2019, the village board approved the issuance of a general obligation note in the amount of \$610,150 with an interest rate of 2.97%. This amount will be used to fund capital projects.

On April 22, 2019, the village board approved to extend the final maturity date of the outstanding water revenue bond of \$1,065,000 to May 1, 2020, with an adjusted interest rate of 2.07%.

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

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

- > Statement No. 83, *Certain Asset Retirement Obligations*
- > Statement No. 84, *Fiduciary Activities*
- > Statement No. 87, *Leases*
- > Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements*
- > Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*
- > Statement No. 90, *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*

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

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, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 1,120,956	\$ 1,120,956	\$ 1,217,540	\$ 96,584
Intergovernmental	300,329	300,330	306,713	6,383
Licenses and permits	44,325	44,325	48,558	4,233
Fines, forfeitures and penalties	35,100	35,100	34,559	(541)
Public charges for services	37,400	37,400	43,195	5,795
Investment income	3,500	3,500	16,095	12,595
Miscellaneous	<u>50,565</u>	<u>50,565</u>	<u>53,042</u>	<u>2,477</u>
Total Revenues	<u>1,592,175</u>	<u>1,592,176</u>	<u>1,719,702</u>	<u>127,526</u>
EXPENDITURES				
Current				
General government	444,631	514,133	467,361	46,772
Public safety	890,260	892,521	948,040	(55,519)
Public works	291,262	291,262	317,270	(26,008)
Culture, education, and recreation	160,390	160,392	160,299	93
Conservation and development	1,500	1,500	11,764	(10,264)
Capital Outlay	1,781,100	1,781,100	789,028	992,072
Debt Service	<u>-</u>	<u>-</u>	<u>7,525</u>	<u>(7,525)</u>
Total Expenditures	<u>3,569,143</u>	<u>3,640,908</u>	<u>2,701,287</u>	<u>939,621</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,976,968)</u>	<u>(2,048,732)</u>	<u>(981,585)</u>	<u>1,067,147</u>
OTHER FINANCING SOURCES (USES)				
Debt issued	1,656,985	1,656,986	2,835,000	1,178,014
Transfers in	320,000	320,000	540,577	220,577
Transfers out	<u>-</u>	<u>-</u>	<u>(8,602)</u>	<u>(8,602)</u>
Total Other Financing Sources (Uses)	<u>1,976,985</u>	<u>1,976,986</u>	<u>3,366,975</u>	<u>1,389,989</u>
Net Change in Fund Balance	17	(71,746)	2,385,390	2,457,136
FUND BALANCE - Beginning of Year	<u>434,926</u>	<u>434,926</u>	<u>434,926</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 434,943</u>	<u>\$ 363,180</u>	<u>\$ 2,820,316</u>	<u>\$ 2,457,136</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 247,781	\$ 247,781	\$ 247,781	\$ -
Intergovernmental	72,358	72,358	71,969	(389)
Public charges for services	5,850	5,850	7,189	1,339
Investment income	-	-	569	569
Miscellaneous	4,100	4,100	461,059	456,959
Total Revenues	<u>330,089</u>	<u>330,089</u>	<u>788,567</u>	<u>458,478</u>
EXPENDITURES				
Current				
Culture, education and recreation	330,089	336,439	314,841	21,598
Capital Outlay	-	-	2,000	(2,000)
Total Expenditures	<u>330,089</u>	<u>336,439</u>	<u>316,841</u>	<u>19,598</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(6,350)</u>	<u>471,726</u>	<u>478,076</u>
OTHER FINANCING USES				
Transfers out	-	-	(126,621)	(126,621)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(126,621)</u>	<u>(126,621)</u>
Net Change in Fund Balance	-	(6,350)	345,105	351,455
FUND BALANCE - Beginning of Year	<u>173,482</u>	<u>173,482</u>	<u>173,482</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 173,482</u>	<u>\$ 167,132</u>	<u>\$ 518,587</u>	<u>\$ 351,455</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, 2018

Fiscal Year Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/18	0.0066664%	\$ (197,933)	\$ 891,617	22.20%	102.93%
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, 2018

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
12/31/18	\$ 82,196	\$ 82,196	\$ -	\$ 1,004,165	8.19%
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, 2018

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 \$23,571. 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, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
TAXES				
General property taxes	\$ 1,120,556	\$ 1,120,556	\$ 1,130,556	\$ 10,000
Interest and penalties on taxes	400	400	86,984	86,584
Total Taxes	<u>1,120,956</u>	<u>1,120,956</u>	<u>1,217,540</u>	<u>96,584</u>
INTERGOVERNMENTAL				
State aid - road allotment	129,802	129,802	129,812	10
State aid - EMS aids program	8,300	8,300	8,602	302
State aid - computer aid	33,313	33,314	33,317	3
State aid - police training	8,000	8,000	14,164	6,164
State shared revenues	<u>120,914</u>	<u>120,914</u>	<u>120,818</u>	<u>(96)</u>
Total Intergovernmental Revenues	<u>300,329</u>	<u>300,330</u>	<u>306,713</u>	<u>6,383</u>
LICENSES AND PERMITS				
Liquor and malt beverage licenses	3,150	3,150	3,200	50
Cigarette and operator licenses	1,500	1,500	1,000	(500)
Dog and cat licenses	1,000	1,000	1,023	23
Building permits	36,075	36,075	37,690	1,615
Other regulatory permits and fees	<u>2,600</u>	<u>2,600</u>	<u>5,645</u>	<u>3,045</u>
Total Licenses and Permits	<u>44,325</u>	<u>44,325</u>	<u>48,558</u>	<u>4,233</u>
FINES, FORFEITURES AND PENALTIES				
Law and ordinance violations	-	-	684	684
Court penalties and costs	<u>35,100</u>	<u>35,100</u>	<u>33,875</u>	<u>(1,225)</u>
Total Fines, Forfeitures and Penalties	<u>35,100</u>	<u>35,100</u>	<u>34,559</u>	<u>(541)</u>
PUBLIC CHARGES FOR SERVICES				
Public service fees	3,000	3,000	3,071	71
Trees	3,000	3,000	700	(2,300)
Economic development	<u>31,400</u>	<u>31,400</u>	<u>39,424</u>	<u>8,024</u>
Total Public Charges for Services	<u>37,400</u>	<u>37,400</u>	<u>43,195</u>	<u>5,795</u>
INVESTMENT INCOME				
Interest on investments	<u>3,500</u>	<u>3,500</u>	<u>16,095</u>	<u>12,595</u>

VILLAGE OF BELLEVILLE

DETAILED SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL -
GENERAL Fund
For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
MISCELLANEOUS				
Rent - village buildings	\$ 800	\$ 800	\$ 635	\$ (165)
Rent - equipment	15,100	15,100	15,080	(20)
Copies	80	80	69	(11)
Other fees	1,860	1,860	2,650	790
Cable TV franchise fee	19,000	19,000	20,392	1,392
Other miscellaneous	8,625	8,625	5,137	(3,488)
Insurance dividends	5,100	5,100	8,281	3,181
Refund of prior year expenditures	-	-	798	798
Total Miscellaneous Revenues	<u>50,565</u>	<u>50,565</u>	<u>53,042</u>	<u>2,477</u>
OTHER FINANCING SOURCES				
Debt issued	1,656,985	1,656,986	2,835,000	1,178,014
Transfers in	<u>320,000</u>	<u>320,000</u>	<u>540,577</u>	<u>220,577</u>
Total Other Financing Sources	<u>1,976,985</u>	<u>1,976,986</u>	<u>3,375,577</u>	<u>1,398,591</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES				
	<u>\$ 3,569,160</u>	<u>\$ 3,569,162</u>	<u>\$ 5,095,279</u>	<u>\$ 1,526,117</u>

VILLAGE OF BELLEVILLE

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

For the Year Ended December 31, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
GENERAL GOVERNMENT				
Village Board	\$ 31,320	\$ 31,320	\$ 33,899	\$ (2,579)
Commissions and committees	58,943	64,943	30,695	34,248
Municipal court	31,954	35,455	30,416	5,039
Court attorney	6,000	6,000	3,242	2,758
Attorney	12,000	12,000	9,360	2,640
Clerk	194,063	194,564	193,538	1,026
Personnel	2,500	2,500	226	2,274
Elections	5,125	6,025	5,751	274
Treasurer	950	950	1,105	(155)
Assessment of property	13,500	13,500	13,450	50
Independent auditing	16,970	16,970	20,954	(3,984)
Other buildings	17,500	18,900	15,843	3,057
Municipal buildings	17,950	75,150	74,087	1,063
Highway related buildings	6,800	6,800	10,161	(3,361)
Property and liability insurance	18,100	18,100	14,243	3,857
Highway insurance	7,800	7,800	6,722	1,078
Workmen's compensation	700	700	1,486	(786)
Other general government	2,456	2,456	2,183	273
Total General Government	<u>444,631</u>	<u>514,133</u>	<u>467,361</u>	<u>46,772</u>
PUBLIC SAFETY				
Police	632,264	634,524	677,187	(42,663)
Fire suppression	203,928	203,929	204,366	(437)
Ambulance	27,168	27,168	27,168	-
Building inspection	26,900	26,900	39,319	(12,419)
Total Public Safety	<u>890,260</u>	<u>892,521</u>	<u>948,040</u>	<u>(55,519)</u>
PUBLIC WORKS				
Machinery and equipment	22,600	22,600	32,486	(9,886)
Administration and engineering	157,262	157,262	185,890	(28,628)
Garages and sheds	3,900	3,900	3,950	(50)
Street maintenance	55,000	55,000	47,116	7,884
Street signs	2,000	2,000	707	1,293
Street lighting	32,000	32,000	36,371	(4,371)
Storm sewers	500	500	541	(41)
Urban forester	10,000	10,000	10,209	(209)
Snow and ice control	8,000	8,000	-	8,000
Total Public Works	<u>291,262</u>	<u>291,262</u>	<u>317,270</u>	<u>(26,008)</u>
CULTURE, EDUCATION, AND RECREATION				
Senior citizens	43,642	43,643	43,643	-
Parks	116,239	116,240	116,636	(396)
Summer and winter recreation	509	509	20	489
Total Culture, Education, and Recreation	<u>160,390</u>	<u>160,392</u>	<u>160,299</u>	<u>93</u>

VILLAGE OF BELLEVILLE

DETAILED SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL -
GENERAL Fund
For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
CONSERVATION AND DEVELOPMENT				
Zoning	\$ 1,500	\$ 1,500	\$ 1,764	\$ (264)
Economic development	-	-	10,000	(10,000)
Total Conservation and Development	<u>1,500</u>	<u>1,500</u>	<u>11,764</u>	<u>(10,264)</u>
CAPITAL OUTLAY				
Capital Outlay	<u>1,781,100</u>	<u>1,781,100</u>	<u>789,028</u>	<u>992,072</u>
DEBT SERVICE				
Interest and fiscal charges	-	-	7,525	(7,525)
OTHER FINANCING USES				
Operating transfers out	-	-	8,602	(8,602)
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 3,569,143</u>	<u>\$ 3,640,908</u>	<u>\$ 2,709,889</u>	<u>\$ 931,019</u>

VILLAGE OF BELLEVILLE

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS As of December 31, 2018

	Special Revenue Funds		Capital Projects Funds	
	Waste Management	Cemetery	Tax Incremental District No. 4	Tax Incremental District No. 5
ASSETS				
Cash and investments	\$ -	\$ 27,959	\$ -	\$ -
Taxes receivable	135,721	12,523	-	53
Accounts receivable	284	-	-	-
Prepaid items	573	104	-	-
TOTAL ASSETS	\$ 136,578	\$ 40,586	\$ -	\$ 53
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1,039	\$ 353	\$ -	\$ -
Advances from other funds	45,038	-	16,407	15,679
Total Liabilities	46,077	353	16,407	15,679
Deferred Inflows of Resources				
Unearned revenues	135,721	12,523	-	53
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	135,721	12,523	-	53
Fund Balances				
Restricted	-	-	-	-
Committed	-	27,710	-	-
Unassigned (deficit)	(45,220)	-	(16,407)	(15,679)
Total Fund Balances	(45,220)	27,710	(16,407)	(15,679)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 136,578	\$ 40,586	\$ -	\$ 53

<u>Capital Projects Fund</u>		<u>Total Nonmajor Governmental Funds</u>
<u>Lake Restoration</u>		
\$ 52,034	\$ 79,993	
17,110	165,407	
85,722	86,006	
<u>-</u>	<u>677</u>	
<u>\$ 154,866</u>	<u>\$ 332,083</u>	

\$ 892	\$ 2,284
<u>-</u>	<u>77,124</u>
<u>892</u>	<u>79,408</u>

17,110	165,407
<u>69,222</u>	<u>69,222</u>
<u>86,332</u>	<u>234,629</u>

67,642	67,642
-	27,710
<u>-</u>	<u>(77,306)</u>
<u>67,642</u>	<u>18,046</u>

<u>\$ 154,866</u>	<u>\$ 332,083</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, 2018

	Special Revenue Funds		Capital Projects Funds	
	Waste Management	Cemetery	Tax Incremental District No. 4	Tax Incremental District No. 5
REVENUES				
Taxes	\$ 7,641	\$ -	\$ -	\$ -
Intergovernmental	11,984	-	131	220
Public charges for services	130,518	8,803	-	-
Investment income	-	574	-	-
Miscellaneous	801	50	-	-
Total Revenues	150,944	9,427	131	220
EXPENDITURES				
Current				
Public works	149,614	-	-	-
Conservation and development	-	-	-	-
Public service enterprises	-	13,000	-	-
Capital Outlay	-	-	550	550
Debt Service	-	-	-	-
Total Expenditures	149,614	13,000	550	550
Excess (deficiency) of revenues over expenditures	1,330	(3,573)	(419)	(330)
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	1,330	(3,573)	(419)	(330)
FUND BALANCES (DEFICIT) - Beginning of Year	(46,550)	31,283	(15,988)	(15,349)
FUND BALANCES (DEFICIT) - END OF YEAR	\$ (45,220)	\$ 27,710	\$ (16,407)	\$ (15,679)

<u>Capital Projects Fund</u>		
<u>Lake Restoration</u>		<u>Total Nonmajor Governmental Funds</u>
\$ -	\$	7,641
-		12,335
-		139,321
2,863		3,437
<u>19,047</u>		<u>19,898</u>
<u>21,910</u>		<u>182,632</u>
-		149,614
136,290		136,290
-		13,000
<u>-</u>		<u>1,100</u>
<u>136,290</u>		<u>300,004</u>
<u>(114,380)</u>		<u>(117,372)</u>
<u>(3,875)</u>		<u>(3,875)</u>
<u>(3,875)</u>		<u>(3,875)</u>
(118,255)		(121,247)
<u>185,897</u>		<u>139,293</u>
<u>\$ 67,642</u>	<u>\$</u>	<u>18,046</u>

VILLAGE OF BELLEVILLE

COMBINING STATEMENT OF FIDUCIARY NET POSITION AGENCY FUNDS As of December 31, 2018

	<u>Tax Collection</u>	<u>Fire & EMS Association</u>	<u>Food Pantry</u>	<u>Totals</u>
ASSETS				
Cash and investments	\$ 2,300,219	\$ 423,890	\$ 20,363	\$ 2,744,472
Tax roll receivable	<u>964,782</u>	<u>-</u>	<u>-</u>	<u>964,782</u>
TOTAL ASSETS	<u>\$ 3,265,001</u>	<u>\$ 423,890</u>	<u>\$ 20,363</u>	<u>\$ 3,709,254</u>
LIABILITIES				
Due to other taxing units	\$ 3,265,001	\$ 423,890	\$ -	\$ 3,688,891
Accounts payable	<u>-</u>	<u>-</u>	<u>20,363</u>	<u>20,363</u>
TOTAL LIABILITIES	<u>\$ 3,265,001</u>	<u>\$ 423,890</u>	<u>\$ 20,363</u>	<u>\$ 3,709,254</u>